

Town of Ames and Ames Public Works Authority

Ames, Oklahoma

Independent Accountant's Report on Agreed Upon Procedures

For The Year Ended June 30, 2023

Town of Ames and Ames Public Works Authority
Ames, Oklahoma
For The Year Ended June 30, 2023

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Town of Ames and Ames Public Works Authority
Ames, Oklahoma

For The Year Ended June 30, 2023

Board of Trustees

Jerry Swart

Mayor

Linda Snodgrass

Member/Trustee

Janice Bunch

Member/Trustee

Wendella Kirchner

Clerk/Treasurer

S & B CPA's & Associates, PLLC

302 North Independence, Suite 103

Enid, Oklahoma 73701

580-265-8651

Independent Accountant's Report an Applying Agreed Upon Procedures

To the Specified Users of the Report:

Board of Trustees
Town of Ames
Major County, Oklahoma

Board of Trustees
Ames Public Works Authority
Major County, Oklahoma

Oklahoma State Auditor and Inspector
Oklahoma City, Oklahoma

Report on Compiled Financial Statements and Schedules

Management is responsible for the accompanying financial statements and schedules of the Town of Ames and Ames Public Works Authority, Ames, Oklahoma which comprise a Summary of Changes in Fund Balances-Modified Cash Basis for the year ended June 30, 2023, and the related Budgetary Comparison Schedule-General Fund-Modified Cash Basis, Ames Public Works Authority Statement of Revenues, Expenses and Changes in Fund Balance-Modified Cash Basis and Schedule of Grant Activity-Modified Cash Basis for the year then ended in accordance with the modified cash basis of accounting and for determining that the that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statement on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying financial statements and schedules nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor do we provide any assurance on these financial statements and schedules.

The financial statements and schedules have been prepared in a format and basis of accounting, as prescribed by Oklahoma Statues, that demonstrates compliance with the modified cash basis and budget laws of the State of Oklahoma which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements and schedules prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements and schedules, they might influence the users' conclusions about the Town's and Authority's assets, liabilities, fund balances, revenues, and expenses. Accordingly, these financial statements and schedules are not designated for those who are not informed about such matters.

Report on Applying Agreed-Upon Procedures

We have performed the procedures enumerated below which were agreed to by the specified users of the report as identified above, and as defined within the applicable state laws of the State of Oklahoma solely to assist the Town and the Public Works Authority in meeting its financial accountability requirements as prescribed by Oklahoma Statutes §11-17.105-.107 and §60-180.1-.3 and evaluating compliance with specified legal and contractual requirements for the fiscal year ended June 30, 2023. Management of the Town of Ames and the Ames Public Works Authority is responsible for the Town's and the Authority's financial accountability and its compliance with those legal and contractual requirements.

The Town of Ames and the Ames Public Works Authority has agreed to and acknowledge that the procedures performed are appropriate to meet the intended purpose of meeting their financial accountability requirements as prescribed by applicable Oklahoma Law and evaluating compliance requirements with specific legal or contractual requirements for the fiscal year ended June 30, 2023. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

Procedures and Findings

As to the Town of Ames as of and for the year ended June 30, 2023:

1. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis schedule of changes in fund balances for each fund (see accompanying Exhibit 1) and compared the schedule results to the statutory prohibition of creating fund balance deficits to report any noted instances of noncompliance.

Findings: No instances of noncompliance were noted.

2. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis budget and actual financial schedule for the General Fund and any other significant funds (any fund whose revenues, expenditures or ending fund balance exceeds 10% of the Town's total revenues, expenditures or fund balances) listing separately each federal fund (see accompanying Exhibit 2) and compared the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances of noncompliance with appropriation limitations..

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

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

Findings: The Town had no contractual or debt service requirements. This procedure does not apply.

As to the Ames Public Works Authority, as of and for the fiscal year ended June 30, 2023:

1. **Procedures Performed:** From the Authority's trial balances, we prepared a schedule of revenues, expenditures, and changes in fund balances – modified cash basis for each fund (see accompanying Exhibit 3) and compared the schedule results to the applicable trust prohibitions for creating fund balance deficits to report any noted instances of noncompliance.

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

4. **Procedures Performed:** We compared the Authority's use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.

Findings: No instances of noncompliance were noted.

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

Findings: No instances of noncompliance were noted.

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

Findings: The Authority had no contractual or debt service requirements. This procedure does not apply.

As to the Town of Ames and Ames Public Works Authority grant programs, as of and for the fiscal year ended June 30, 2023:

1. **Procedures Performed:** From the Town's and Authority's trial balances, we prepared a schedule of grant activity for each grant/contract (see accompanying Exhibit 4) and compared the receipt and disbursements to grant agreements and supporting information to report any noted instances of noncompliance with the grant agreement.

Findings: No instances of noncompliance were noted.

We were engaged by the Town of Ames and the Ames Public Works Authority to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants to meet the requirements prescribed in Oklahoma Statutes §-11-17.105-.107 and §60-180.1-.3. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the Town and the Public Works Authority meeting their financial accountability requirements as prescribed by applicable Oklahoma Law and evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2023. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Town of Ames and the Ames Public Works Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the specified users, as identified above, and is not intended to be and should not be used by anyone other than these specified parties.

S & B CPAs and Associates, PLLC

S & B CPAs and Associates, PLLC
Enid, Oklahoma
December 8, 2023

TOWN OF AMES and AMES PUBLIC WORKS AUTHORITY
 Summary of Changes in Fund Balance-Modified Cash Basis
 For Fiscal Year Ended June 30, 2023
 (Unaudited)

| Fund | Beg of Year Fund Balance | Current Year Receipts | Current Year Disbursements | End of Year Fund Balance |
|-----------------------------|--------------------------------|-----------------------------|----------------------------------|--------------------------------|
| <u>TOWN:</u> | | | | |
| General Fund | \$ 416,641.66 | \$ 153,040.90 | \$ 149,142.67 | \$ 420,539.89 |
| Street And Alley Fund | 11,252.99 | 11,461.59 | 12,390.40 | 10,324.18 |
| Town Subtotal | <u>427,894.65</u> | <u>164,502.49</u> | <u>161,533.07</u> | <u>430,864.07</u> |
| <u>Public Trust:</u> | | | | |
| Ames Public Works Authority | 10,509.07 | 49,421.84 | 53,040.09 | 6,890.82 |
| Water & Sewer Deposit Fund | 5,648.82 | 185.75 | 134.50 | 5,700.07 |
| Public Trust Subtotal | <u>5,648.82</u> | <u>185.75</u> | <u>134.50</u> | <u>5,700.07</u> |
| Overall Total | <u>\$ 433,543.47</u> | <u>\$ 164,688.24</u> | <u>\$ 161,667.57</u> | <u>\$ 436,564.14</u> |

See Independent Accountant's Report on Agreed Upon Procedures

TOWN OF AMES
 Budgetary Comparison Schedule-Modified Cash Basis
 GENERAL FUND
 For the Fiscal Year Ended June 30, 2023
 (Unaudited)

| | Budgeted Amounts | | | Actual Amounts | Variance with Final Budget Over (Under) |
|---|-------------------|----------|-------------------|----------------------|---|
| | Original | Changes | Final | | |
| Beg Budgetary Fund Balance | \$ 416,641.66 | \$ - | \$ 416,641.66 | \$ 416,641.66 | \$ - |
| Charges for Services: | | | | | |
| Sanitation | 31,076.98 | - | 31,076.98 | 36,455.29 | 5,378.31 |
| Intergovernmental - Local: | | | | | |
| Franchise tax | 35,090.15 | - | 35,090.15 | 15,099.28 | (19,990.87) |
| Intergovernmental - State: | | | | | |
| Sales tax | 51,381.65 | - | 51,381.65 | 45,142.15 | (6,239.50) |
| Alcohol beverage tax | 8,940.82 | - | 8,940.82 | 9,454.07 | 513.25 |
| Tobacco Tax | 461.16 | - | 461.16 | 314.07 | (147.09) |
| Traffic Fines | 508.50 | - | 508.50 | - | (508.50) |
| State grants | - | - | - | 10,052.67 | 10,052.67 |
| Intergovernmental - Federal: | | | | | |
| ARPA Grant | - | - | - | 21,245.49 | 21,245.49 |
| REAP Grant | - | - | - | - | - |
| Miscellaneous Revenue: | | | | | |
| Interest | - | - | - | 4,466.48 | 4,466.48 |
| Refunds | - | - | - | 811.40 | 811.40 |
| Donations | - | - | - | 10,000.00 | 10,000.00 |
| Non-Revenue Receipts: | | | | | |
| Transfers from other funds | - | - | - | - | - |
| Total Revenue | 127,459.26 | - | 127,459.26 | 153,040.90 | 25,581.64 |
| Amts available for appropriation | 544,100.92 | - | 544,100.92 | 569,682.56 | 25,581.64 |
| <u>Charges to Appropriations</u> | | | | | |
| Personal Services | 86,000.00 | - | 86,000.00 | 52,171.78 | (33,828.22) |
| Maintenance & Operations | 110,000.00 | - | 110,000.00 | 73,869.89 | (36,130.11) |
| Capital Outlay | 45,000.00 | - | 45,000.00 | 23,101.00 | (21,899.00) |
| Other | 303,100.92 | - | 303,100.92 | - | (303,100.92) |
| | - | - | - | - | - |
| Total Charges to Appropriations | 544,100.92 | - | 544,100.92 | 149,142.67 | (394,958.24) |
| Unallocated(Restricted) Funds | - | - | - | 420,539.89 | 420,539.88 |
| End Budgetary Fund Balance | \$ - | \$ - | \$ - | - | \$ 420,539.88 |
| Current Year Encumbrances | | | | - | |
| Ending Fund Balance | | | | <u>\$ 420,539.89</u> | |

See Independent Accountant's Report on Agreed Upon Procedures

AMES PUBLIC WORKS AUTHORITY
AMES, OKLAHOMA
Statement of Revenues, Expenses and Changes in Fund Balance-Modified Cash Basis
For the Fiscal Year Ended June 30, 2023
(Unaudited)

| | |
|-----------------------------------|---------------------|
| Operating Revenues: | |
| Charges for Services: | |
| Water | \$ 29,545.49 |
| Sewer | 11,946.97 |
| Admin Fee | 7,021.66 |
| Miscellaneous | - |
| Total operating revenue | <u>48,514.12</u> |
| | |
| Operating Expenses: | |
| Personal services | 26,621.09 |
| Maintenance & operations | 25,194.34 |
| Capital outlay | 1,224.66 |
| Total operating expenses | <u>53,040.09</u> |
| | |
| Operating Income (Loss) | <u>(4,525.97)</u> |
| | |
| Non-Operating Revenues (Expenses) | |
| Investment income | 7.72 |
| Intergovernmental transfers | - |
| Rent | 900.00 |
| Returned Checks /Bank Fees | - |
| Miscellaneous | - |
| Total non-operating revenues | <u>907.72</u> |
| | |
| Change in fund balance | <u>(3,618.25)</u> |
| | |
| Fund balance - beginning | <u>\$ 10,509.07</u> |
| | |
| Fund balance - ending | <u>\$ 6,890.82</u> |

See Independent Accountant's Report on Agreed Upon Procedures

TOWN OF AMES and AMES PUBLIC WORKS AUTHORITY
 Schedule of Grant Activity-Modified Cash Basis
 For the Fiscal Year Ended June 30, 2023
 (Unaudited)

| <u>Grant Agency</u> | <u>Award Amount</u> | <u>Prior Year Receipts</u> | <u>Prior Year Disbursements</u> | <u>Beg of Year Unexpended Grant Funds</u> | <u>Current Year Receipts</u> | <u>Current Year Disbursements</u> | <u>End of Year Unexpended Grant Funds</u> |
|--|---------------------|----------------------------|---------------------------------|---|------------------------------|-----------------------------------|---|
| <u>TOWN:</u> | | | | | | | |
| Office of Management and Enterprise Services American Rescue Plan | 21,245.49 | - | - | - | 21,245.49 | - | 21,245.49 |
| Department of Agriculture Fire Operations Grant | 10,052.67 | - | - | - | 10,052.67 | 10,052.67 | - |
| Overall Totals | <u>\$ 31,298.16</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 31,298.16</u> | <u>\$ 10,052.67</u> | <u>\$ 21,245.49</u> |

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