

RSMeacham CPAs & Advisors

801 Frisco, Clinton, OK 73601

580-323-1766 | 580-323-1768 fax

Members of American
Institute of Certified
Public Accountants

Members of Oklahoma
Society of Certified
Public Accountants

Independent Accountant's Report on Applying Agreed-Upon Procedures

To the Specified Users of the Report:

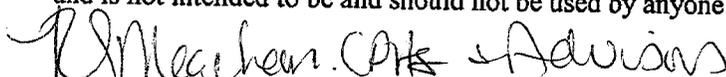
Town Board, Town of Oakwood
Oakwood, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

We have performed the procedures enumerated within Appendix A 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 of Oakwood (the Town) in meeting its financial accountability requirements as prescribed by such state laws and evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2012 for the Town. Management of the Town of Oakwood is responsible for the Town's financial accountability and its compliance with those legal and contractual requirements. This agreed-upon procedures engagement was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants and the additional requirements prescribed in Oklahoma Statutes 11-17.105-.107 and 60-180.1-.3. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described in Appendix A or B, either for the purpose for which this report has been requested or for any other purpose.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on financial accountability and compliance with contractual requirements. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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



RSMeacham CPAs & Advisors

December 30, 2012

**Town of Oakwood, Oklahoma
Procedures and Findings
For the Year Ended June 30, 2012**

As to the Town of Arapaho as of and for the fiscal year ended June 30, 2012:

- I. Prepare a schedule of changes in fund balances for each fund from the Town's trial balances and compare the schedule results to the statutory prohibition of creating fund balance deficits to report any noted instances of noncompliance.

Findings: See Exhibit I, no instances of noncompliance noted.

- II. Prepare a budget and actual financial schedule for the General Fund and any other significant funds listing separately each federal fund and compare the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances on noncompliance with the appropriation limitations.

Findings: See Exhibit II, no instances of noncompliance noted.

- III. Agree the Town's material bank account balances to bank statements, and traced the timely clearance of significant reconciling items to report any significant or unusual instances of reconciling items that have not cleared.

Findings: No instances of noncompliance noted.

- IV. Compare 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 noted.

- V. Compare use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.

Findings: No instances of noncompliance noted.

- VI. Compare 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 noted.

- VII. Compare the Town's account balances in reserve accounts to contractually required balances and debt service coverage requirements of bond indentures to the actual coverage to report any noted instances of noncompliance.

Findings: No instances of noncompliance noted.

**TOWN OF OAKWOOD, OKLAHOMA
SUMMARY OF CHANGES IN UNRESTRICTED FUND BALANCES (GAAP BASIS)
FOR THE YEAR ENDED JUNE 30, 2012**

	<u>Beginning of Year Fund Balances</u>	<u>Current Year Change</u>	<u>End of Year Fund Balances</u>
TOWN: General Fund	\$ 4,073	\$ 29,519	\$ 33,592
TOWN TOTAL	4,073	29,519	33,592

**TOWN OF OAKWOOD, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE - CASH BASIS
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2012**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance:	\$ 4,073	\$ 4,073	\$ 4,073	\$ -
Resources (Inflows):				
Intergovernmental:				
Alcoholic beverage tax	1,707	1,707	2,318	610
Motor vehicle tax	635	635	-	(635)
Gasoline excise tax	112	112	123	11
Franchise tax	1,706	1,706	2,378	672
Total Intergovernmental	<u>4,160</u>	<u>4,160</u>	<u>4,819</u>	<u>659</u>
Fines and Forfeitures				
Investment Income	3	3	2	(1)
Donations	675	675	2,250	1,575
Miscellaneous Income	5,314	5,314	4,195	(1,119)
Royalty	-	-	31,677	31,677
Total current year resources	<u>10,151</u>	<u>10,151</u>	<u>42,942</u>	<u>31,216</u>
Amounts available for appropriation	\$ <u>14,224</u>	\$ <u>14,224</u>	\$ <u>47,015</u>	\$ <u>31,216</u>
Charges to Appropriations (Outflows):				
General government:				
Personal services	601	601	600	1
Materials and supplies	8,724	8,724	8,723	1
Other services and charges	4,101	4,101	4,101	0
Total General Government	<u>13,426</u>	<u>13,426</u>	<u>13,424</u>	<u>2</u>
Total Charges to Appropriations	<u>13,426</u>	<u>13,426</u>	<u>13,424</u>	<u>2</u>
Change in Fund Balance	(3,274)	(3,274)	29,519	31,218
Ending Budgetary Fund Balance	<u>799</u>	<u>799</u>	<u>33,592</u>	<u>31,218</u>
ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES OTHER ACCRUALS				
UNRESTRICTED FUND BALANCE AT END OF YEAR (GAAP BASIS)			<u>33,592</u>	