

TOWN OF CANEY, OKLAHOMA

ANNUAL FINANCIAL REPORT

JUNE 30, 2015

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Town of Caney, Oklahoma
Statement of Revenues, Expenditures and Changes in Fund Balance -- Cash Basis
General Fund
For the Year Ended June 30, 2015
(Unaudited)

Revenues	
General sales and use taxes	\$ 18,373
Special sales taxes - fire department	37,315
Franchise taxes	3,917
Alcoholic beverage tax	5,859
Gas excise and motor vehicle taxes	1,905
Cigarette tax	197
Fines and forfeitures, traffic related	190,517
Fines and forfeitures, all others	120,737
CLEET / AFIS fees	31,662
Rent income	2,330
Interest income	109
Loan proceeds	57,854
Other revenues	229
Grant proceeds:	
Okla. Dept. of Agriculture fire dept. support	4,484
Forest Service Wildfire Mitigation	-
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Total revenues	<u>475,488</u>
Expenditures	
General government	
Personal services	20,378
Materials and supplies	3,297
Other charges and services	20,155
Capital expenditures	4,508
Police department	
Personal services	116,601
Materials and supplies	25,582
Other charges and services	131,734
Debt Service Payments	31,363
Capital expenditures	40,530
Fire department	
Personal services	-
Materials and supplies	31,745
Other charges and supplies	11,093
Debt Service Payments	13,669
Capital expenditures	15,882
Street department	
Personal services	7,794
Materials and supplies	5,306
Other charges and services	6,095
Capital expenditures	-
	<hr/>
Total expenditures	<u>485,732</u>
Excess of revenues over (under) expenditures	(10,244)
Beginning fund balance - cash basis	<u>109,339</u>
Ending fund balance - cash basis	<u>\$ 99,095</u>

See Accountant's Report

Town of Caney, Oklahoma
 Budgetary Comparison Schedule -- Cash Basis
 General Fund
 For the Year Ended June 30, 2015
 (Unaudited)

	Original Budget	Budget Adjustments	Final Budget	Actual Amounts	Variance Positive (Negative)
Revenues					
Sales and use taxes	\$ 19,800	(1,000)	18,800	18,373	(427)
County sales tax - fire department support	34,000	-	34,000	37,315	3,315
Franchise taxes	3,300	-	3,300	3,917	617
Alcoholic beverage tax	13,000	(7,000)	6,000	5,859	(141)
Gas excise and motor vehicle taxes	3,760	(2,000)	1,760	1,905	145
Cigarette tax	200	-	200	197	(3)
Fines and forfeitures, traffic related	158,000	27,000	185,000	190,517	5,517
Fines and forfeitures, all others	105,000	-	105,000	120,737	15,737
CLETT / AFIS fees	30,000	-	30,000	31,662	1,662
Rent income	3,200	-	3,200	2,330	(870)
Interest income	75	-	75	109	34
Loan proceeds	-	45,125	45,125	57,854	12,729
Other revenues	-	-	-	229	229
Grant proceeds:					
Okla. Dept. of Agriculture fire dept. support	4,400	-	4,400	4,484	84
Forest Service Wildfire Mitigation	-	15,871	15,871	-	(15,871)
Total revenues	<u>374,735</u>	<u>77,996</u>	<u>452,731</u>	<u>475,488</u>	<u>22,757</u>
Expenditures					
General government					
Personal services	19,839	-	19,839	20,378	(539)
Materials and supplies	5,500	-	5,500	3,297	2,203
Other charges and services	20,000	5,000	25,000	20,155	4,845
Capital expenditures	-	4,500	4,500	4,508	(8)
Total general government	<u>45,339</u>	<u>9,500</u>	<u>54,839</u>	<u>48,338</u>	<u>6,501</u>
Police department					
Personal services	158,065	(4,500)	153,565	116,601	36,964
Materials and supplies	37,000	-	37,000	25,582	11,418
Other charges and services	130,000	6,000	136,000	131,734	4,266
Debt service payments	23,000	-	23,000	31,363	(8,363)
Capital expenditures	-	45,125	45,125	40,530	4,595
Total police department	<u>348,065</u>	<u>46,625</u>	<u>394,690</u>	<u>345,810</u>	<u>48,880</u>
Fire department					
Personal services	-	-	-	-	-
Materials and supplies	13,000	2,000	15,000	31,745	(16,745)
Other charges and services	10,000	-	10,000	11,093	(1,093)
Debt service payments	15,000	-	15,000	13,669	1,331
Capital expenditures	19,000	15,871	34,871	15,882	18,989
Total fire department	<u>57,000</u>	<u>17,871</u>	<u>74,871</u>	<u>72,389</u>	<u>2,482</u>
Street department					
Personal services	4,037	4,500	8,537	7,794	743
Materials and supplies	5,000	2,000	7,000	5,306	1,694
Other charges and services	5,000	2,000	7,000	6,095	905
Capital expenditures	-	-	-	-	-
Total street department	<u>14,037</u>	<u>8,500</u>	<u>22,537</u>	<u>19,195</u>	<u>3,342</u>
Total expenditures	<u>464,441</u>	<u>82,496</u>	<u>546,937</u>	<u>485,732</u>	<u>61,205</u>
Excess of revenues over or (under) expenditures	(89,706)	(4,500)	(94,206)	(10,244)	83,962
Beginning fund balance - cash basis	96,079	-	96,079	109,339	13,260
Ending fund balance - cash basis	\$ <u>6,373</u>	<u>(4,500)</u>	<u>1,873</u>	<u>99,095</u>	<u>97,222</u>

See Accountant's Report

Town of Caney, Oklahoma
Schedule of Grant Activity -- Cash Basis
For the Fiscal Year Ended June 30, 2015
(Unaudited)

Grant Program Agency and Description	Beginning of the Year Unexpended Funds	Current Year Receipts	Current Year Disbursements	End of the Year Unexpended Funds
<u>Federal Award Programs</u>				
US Forest Service				
Through Oklahoma Dept of Food and Forestry				
Wildfire Mitigation HMEQP-14-1				
CFDA# 10.664	-	-	15,871	(15,871)
Total Federal Award Programs	-	-	15,871	(15,871)
<u>State and Other Award Programs</u>				
Okla. Dept of Agriculture				
Rural fire department operational assistance	-	4,484	4,484	-
Southern Oklahoma Development Association - SODA				
REAP Local Assistance	-	-	-	-
Total State and Other Award Programs	\$ -	4,484	4,484	-

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Certified Public Accountants

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Specified Users of the Report:

Town Council, Town of Caney
Caney, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

We have compiled the following accompanying financial statements of Town of Caney, Oklahoma – General Fund for the year ended June 30, 2015:

Statement of Revenues, Expenditures and Changes in Fund Balance – Cash Basis
Budgetary Comparison Schedule – Cash Basis
Schedule of Grant and Award Program Activity – Cash Basis

These financial statements have been prepared in a format and basis of accounting that demonstrates compliance with the cash basis, and budget laws of the State of Oklahoma, which are comprehensive bases of accounting other than generally accepted accounting principles. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with such bases of accounting.

The Town's management is responsible for the preparation and fair presentation of the financial statements in accordance with the selected bases of accounting and for designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures ordinarily included in the financial statements. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Town's assets, liabilities, fund balance, revenues and expenditures. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Additionally, 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 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, 2015. Management of the Town of Caney is responsible for the Town's financial accountability and its compliance with those legal and contractual agreements. 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 (Sec 11-17.105-.107). 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 below either for the purpose for which this report has been requested or for any other purpose.

(continued)

Procedures and Findings

As to the Town of Caney as of and for the fiscal year ended June 30, 2015:

1. **Procedures Performed:** From the Town's trial balances and financial reports, we prepared a schedule of changes in fund balance for the General 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: There were no deficit fund balances at June 30, 2015.

2. **Procedures Performed:** From the Town's trial balances, we prepared a budget and actual comparison schedule for the General 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 the appropriation limitations.

Findings: We noted no instances of noncompliance as to expenditures exceeding appropriations at the legal level of budgetary control (departmental totals).

3. **Procedures Performed:** We agreed 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: We noted no findings in regards to this procedure.

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: At June 30, 2015, all of the Town's depository account balances were fully insured.

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5. **Procedures Performed:** We compared use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.
Findings: We noted no instances of noncompliance.

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: We noted no instances of noncompliance.

7. **Procedures Performed:** We compared 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: The Town did not have any outstanding debt issues which carried reserve requirements or debt service coverage requirements.

8. **Procedures Performed:** From the Town's trial balances, we prepared a schedule of grant activity for each grant / contract (see accompanying Exhibit 3) and compared the receipts and disbursements to grant agreements and supporting information to report any noted instances of noncompliance with the grant agreements.
Findings: We noted no instances of noncompliance.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. 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.



COLLIER, FOX & ASSOCIATES, P.C.
August 27, 2015