Ralph Osborn

Certified Public Accountant

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Mayor and Members of the City Council City of Beggs Beggs, Oklahoma

We have compiled the accompanying form SA&I 2643 - Annual Survey of City and Town Finances of the City of Beggs, Oklahoma, June 30, 2014 included in the accompanying prescribed form. We have not audited or reviewed the accompanying Form, and, accordingly, do not express an opinion or provide any assurance about whether the accompanying form is in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the accompanying Form SA&I 2643 - Annual Survey of City and Town Finances in accordance with the requirements of the Office of the State Auditor and Inspector of the Sate of Oklahoma, and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial information included in this Form.

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 included in this Form without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the Form.

The accompanying Form SA&I 2643 - Annual Survey of City and Town Finances is presented in accordance with the requirements of the Office of the State Auditor and Inspector of the State of Oklahoma, which differ from accounting principles generally accepted in the United States of America. Accordingly, this financial information is not designed for those who are not informed about such differences.

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Certified Public Accountant

January 28, 2016

Ralph Osborn

FORM SA&I 2643 (9-10-2014) 2014 DUE DATE: Six months after Fiscal-Year-End OFFICE OF THE STATE AUDITOR AND INSPECTOR **IMPORTANT** STATE OF OKLAHOMA This report is to be compiled by your auditor from the audited financial statements of the municipality as required by Oklahoma Statutes, Section 17-105.1 of Title 11. SCARS 193.27 requires an accountant's compilation report to accompany this form. GARY JONES, AUDITOR AND INSPECTOR ANNUAL SURVEY OF CITY AND TOWN FINANCES This report details the funds available to the municipality and the use of those funds including information relating to the duly constituted authorities of the municipality (public trusts, etc.) for the fiscal year ending June 30 2014. See supplementary instructions (coverage of this report) for information related to entities and activities to be included in this report on page 5 of this determined. City of Beggs Name This report, principally for planning purposes at the local, State, and national level, is used by the Office of the State Auditor, the Oklahoma Municipal League, public interest groups, State and Federal agencies and universities. PO Box 567 Address When completed, please file electronically at www.sai.ok.gov. Beggs OK 74421 State ZIP Code City RETURN Office of the Auditor and Inspector State of Oklahoma at www.sai.ok.gov TO Part I TAX REVENUES Items 1–3 — Report collections from all taxes imposed by your government. Include current and delinquent amounts, penalties, and interest. Do not include receipts from service charges, special assessments, interest earnings, fines, or any other sources that are not taxes or licenses Amount (Omit cents) Amount (Omit cents) TØ1 1. Property taxes - General fund, building fund, \$44,215 and sinking fund e. Use tax TØ9 Local sales taxes — Taxes on goods and services, measured as a percent of sales or receipts, or as an 3. Occupation and business licensing and permits Enter here licenses and inspection charges on occupations and businesses — for example, inspection of restrooms, restaurants, and food manufacturing plants; food handler permits; plumbing permits; taxicab licenses; tags; animal tags; vending amount per unit sold (gallon, package, etc.). Report only these taxes imposed by your government; shares of taxes imposed by another government are to be reported under part 1A below. \$361,640 \$780 a. General sales tax licenses, and liquor licenses; business licenses; etc. T29 \$51,737 b. Franchise fee or tax b. Other licensing and permits ^{C30} \$4,377 4. Other — Specify T99 c. Cigarette tax d. Hotel/Motel INTERGOVERNMENTAL REVENUE Part IA Report all amounts received by your government from other governments, **Column (a)** — Report all amounts your government received from the State (other than as collection fees), including any amounts financed wholly or in part from Federal grants to the State. including grants, shares of taxes imposed by other governments, payments in lieu of taxes and reimbursements for services performed for other governments, excluding loans. Also exclude here and report as "Tax Revenues" in part I, any taxes imposed by your government which were collected for it by another government. Column (c) — Report only amounts received directly from the Federal Government. Amount (Omit cents) From Federal From other local governments Purpose for which received Government (directly) From State (b) (c) **General support** — Total amounts received (as per capita grants, shared taxes, etc.) without restrictions as to particular programs or purposes to be financed. C3Ø D3Ø B3Ø \$5,382 1. Alcoholic beverage tax C46 B46 \$1,674 2. Street and highways C42 B42 3. Health or hospital D91 B91 \$1,671 4. Grants received for water utilities D8Ø B8Ø C8Ø 5. Grants received for waste water utilities C5Ø D5Ø B5Ø 6. Grants received for housing, economic, and community development D89 BØ1 7. Airports C94 D94 B94 8. Mass transit rail and/or bus system D89 B89 C89 9. Grants received for transportation C89 D89 ALL OTHER (From State – code C89; From Federal Government – Code B89) — Include in the appropriate box, receipts from various payments such as a. Parks and recreation (BOR or HUD) C89 D89 B89 b. Public safety C89 D89 B89 c. Job training D89 B89 d. Library grants C89 D89 B89 Other -Specify \$2,662 C89 D89 **B89**

OTHER REVENUES — Other than tax and intergovernmental revenues Part IB

Enter below amounts of the stated types of revenue (net of refunds and interfund transfers) received by your government during the fiscal year. Be sure to include revenues of all funds other than the exceptions noted in the special instructions.

1. Utility sales revenue — Gross receipts of any	Amount (Omit cents)	Other sales and service revenue — Gross receipts	Amount (Omit cents)
water, electric, gas, or transit systems operated by your government, from utility sales and charges.	A91	from sales, rentals, maintenance assessments, and other charges for municipal services, aside from	A8Ø
Exclude any amounts paid to such utilities by the parent government.		utility receipts (carried in item 1) and exclusive of amounts received from other governments.	
a. Water supply system	\$688,311	a. Sewerage charges	\$33,069
	A92	a. Sewerage charges	. ,
b. Electric power system		b. Refuse collection charges	\$16,747
c. Gas supply system	A93	 c. Hospital charges received on behalf of individual patients under the Medicare program or other 	A36
d. Transit	A94	insurance-type arrangements. Exclude Medicaid and amounts for hospital purposes received from other governments.	
~ -	l .	other governments.	I

Enter below amounts of the stated types of the fiscal year. Be sure to include revenues	revenue (net of refun of all funds other tha	ids and interfund trai	nsfers) received by ted in the special in	your government du	ring
Other sales and service revenue — Continued	Amount (Omit cents)	 	<u>.</u>		Amount (Omit cents
d. Recreation charges (swimming, golf, auditoriums,		Interest earnings — Interest received on all deposits and investment holdings of your government and its agencies excluding			U2Ø
etc.)	AØ1	earnings of ar	\$1,031 U4Ø		
e. Airports — Include rentals and gross sales of gas and oil.		Rents — Exclude housing, airport, and all other rental revenue reported from specific municipal services in item 2.			1144
f. Parking facilities (parking lots, garages, parking meters)		Royalties — Compensation or portion of proceed from extraction of natural resources such as oil.			U41
g. Municipal housing project rentals (gross)		8. Fines and for share only)	\$44,078 U5Ø		
	A89	9. Private donat	ions		050
h. Ambulance services i. Miscellaneous commercial activities (cemeteries)	AØ3 \$12,055	10. Miscellaneous other revenue — Revenue of your government and its agencies not covered by items above, except tax and intergovernmental revenues, Include insurance adjustments, etc. DO NOT include: (1) proceeds from borrowing: (2) receipts from sale of holdings; (3) transfers between funds or agencies of your government; or (4) employee's			
j. Other (including miscellaneous fee collections)	^{A89} \$4,446				
3. Special assessments — Compulsory contributions and reimbursements from owners or property		contributions to employee pen			
benefited by improvements (streets, sewers, sidewalks, water extensions, etc.) Do not include		a. PWA			\$23,621
proceeds from sales of special assessment bonds. Report maintenance assessments under item 2 on page 1.		b. General			\$58,507
Receipts from sale of property — Amounts from sale of realty, other than by tax sales, including	U11	c. TOTAL misce	llaneous other reve	enue	U99
property sold to other governments. art II DIRECT EXPENDITURES BY PURPOSE A	ND TYPF	Sum of items		<u> </u>	\$82,128
Please note that payments made to other governments (SI should NOT be included in amounts reported here, but should part III. Enter below all amounts expended during the fiscal year for	tate or local) ould be reported	(2) amounts paid to	clude: (1) capital ou o other governments ter in the appropriate	(report in part III).	
(net of interfund transfers). Be sure to include expenditures than the exceptions noted in the instructions on the first pa Column (a) — Gross salaries and wages without deduction	s of all funds other ige.	for supplies, mater	port construction outl	services.	·
income taxes, employee contributions for Social Security o	r retirement	proceeds, assessn		DUDDOSE AND TV	'DE
		E.	XPENDITURES BY		L OUTLAY
PURPOSE		Personal services	Operations and maintenance	Construction	Purchase of land equipment, and structures
OVERNMENTAL ADMINISTRATION		(a) E23	(b)	(c) F23	(d) G23
Financial administration — Office of the finance director, auditor, comptroller, treasurer, tax assessment and collection, central accounting and purchasing services, budgeting, etc. (including related data processing, information technology).			\$3,843		
 Judicial and legal — All municipal court and court-related activities including juries, probate officials, prosecutors, public defenders, municipal attorneys, and legal departments. Exclude probation and parole (report in item 16). 		\$100,517	\$182,440	F25	G25
 Central administration — City council, aldermen or commissioners, mayor, manager, city clerk's office, i planning, zoning, and personnel. 	recorder,	E29	E29	F29	G29
EALTH AND WELFARE 4. Social services		E79	E79	F79	G79
5. Own hospitals — Construction and operation of hos		E36	E36	F36	G36
government. Nursing homes are to be reported in item 7. 6. Other hospitals — Payments to hospitals operated privately. Exclude here and report in item 6, any payments under public welfare programs.					
Report payments to hospitals operated by other governments in part III. Welfare institutions — Construction and operation of nursing homes and welfare institutions by your government for veterans and needy		E77	E77	F77	G77
persons. 8. Health (other than hospitals) — All public health as	rtivities excent	E32	E32	F32	G32
o. Health (other than hospitals) — An public health activities; health regulation and inspection, water and air pollution control, mosquito control, and inspection of food handling establishments. Also include public health nursing, vital statistics collection, and all other services performed directly by the public health department. Report in item 6 payments under public welfare programs.					
RANSPORTATION 9. Highways — Construction and maintenance of munisidewalks, bridges. Also includes street lightning, sno highway engineering, control, and safety. Exclude he item 21f, street cleaning expenditure. Include in part to the State or county for highway purposes. Report highway debt in item 22e.	w removal, and ere and report in Ill any payments	E44	E44	F44	G44
Toll highways and facilities — Operation and maint highways, roads, and bridges operated on fee or toll		E45	E45	F45	G45
Municipal airports		EØ1	EØ1	FØ1	GØ1
 Parking facilities — Municipal garages, parking lots purchase and maintenance of meters (including on-s 		E6Ø	E6Ø	F6Ø	G6Ø
BBLIC SAFETY 3. Police — Include municipal police agencies for preve or reducing crime; coroners, medical examiners; spe highways, tunnels, bridges, and vehicular control; ve activities; and traffic control and safety activities. Exc engineering and planning (report in Item 9).	enting, controlling, ecial police for hicular inspection	E62 \$188,853	\$75,807	F62	G62
engineering and planning (report in item 9). 14. Fire — All costs incurred for firefighting and fire prevention, including contributions to volunteer fire units. Include any municipal contribution to a State fire pension fund.		E24	E24 \$2,085	F24	G24

	EXPENDITURES BY PURPOSE AND TYPE				
			CAPITAL	OUTLAY	
PURPOSE	Personal services (a)	Operations and maintenance	Construction (c)	Purchase of land equipment, and structures (d)	
PUBLIC SAFETY — Continued 15. Correction institutions — Operation of facilities for confinement, correction and rehabilitation of adults or juveniles.	E94	EØ4	FØ4	GØ4	
Other corrections — Probation and parole activities – But exclude "lock-up" operations (report in item 15).	EØ5	EØ5	FØ5	GØ5	
17. Protection inspection and regulation, n.e.c. — Regulation of private enterprise for the protection of the public and inspection of hazardous activities (including building inspection), except when related to major functions, such as health, natural resources, etc.	E66	E66	F66	G66	
AMBULANCE 18. All expenditures for city operated or subsidized ambulance services	E32	E32	F32	G32	
CULTURE AND RECREATION 19. Parks, cultural activities, and other recreation — Include playgrounds, golf courses, swimming pools, museums, marinas, community music, drama, celebrations, and zoos.	E61	E61	F61	G61	
Libraries — Include payments to nongovernmental libraries as well as libraries operated by the city. Aid to other governmental libraries should be excluded and reported in part III.	E52	E52	F52	G52	
UTILITIES 21. Gross expenditure for utility systems operated by your government. Exclude interest (report in item 19); also exclude utility contributions to the parent government and deduct the cost of providing services to the parent government (e.g., for street lighting, hydrant rental, etc.).	E91	E91	F91	G91	
a. Water supply system	\$205,263 E92	\$399,369 E92	\$160,225 F92	\$12,225 G92	
b. Electric power supply	E93	E93	F93	G93	
c. Gas supply system	E94	E94	F94	G94	
d. Transit system					
 Sewers and storm sewers — Construction, maintenance and operation of sanitary and storm sewer systems and sewage disposal plants 	E8Ø	E8Ø	F8Ø	G8Ø	
f. Solid waste and landfill — The collection and disposal of garbage and landfill operations	E81	E81	F81	G81	
INTEREST ON DEBT 22. Amounts of interest paid, including any interest on short-term or nonguaranteed obligations, as well as general obligations. a. Water supply system		191 \$128,359			
b. Electric power supply					
c. Gas supply system		193			
d. Transit system		T 94			
e. All interest not covered by items 19a through 19d ALL OTHER EXPENDITURES		189			
23. Include any amounts which have not been allocated above by purpose, such as: your employer contribution to a State administered retirement system or to the Federal Social Security System; judgments and insurance premiums; and municipal service agencies, such as a central garage or an engineering department, which serve more than one functional agency, and whose expenses are not allocated to the various departments.					
Do not include: (1) Payments for retirement of debt, (2) payments for purchase of securities, (3) transfer between funds or agencies of your government, or (4) benefits and payments from distinct employee pension funds.					
 a. Housing and community development — Gross expenditure for urban renewal, slum clearance, municipal housing projects, and similar activities. 	E5Ø	E5Ø	F5Ø	G5Ø	
b. Economic development	E5Ø	E5Ø	F5Ø	G5Ø	
c. Civil defense	E89	E89	F89	G89	
d. Cemetery operations and maintenance	EØ3	Eø3 \$7,472	FØ3	GØ3	
e. Miscellaneous commercial activities	EØ3	EØ3	FØ3	GØ3	
Other — Specify K	E89	E89	F89	G89	
g					
h.					
	t's Comp	ilation	Report		

basis — e.g., for hosp	TAL EXPENDITURES ents made to other gov ital care, highways, sch umn (b) of part II.) Ente	nool tuition, or suppo	ort. etc. (Such amo	unts should be exclude	ded from expenditure	•
ltem	Type of recipient government(s) (County, State, school districts, etc.)	Amount (Omit cents)	ı	ltem	Type of recipient government(s) (County, State, school districts, etc.)	Amount (Omit cents)
	(a)	(b)	<u> </u>		(a)	(b)
1.			5.			
2.			6.			
3.			7.			
Part IV SALARIES, WAGES,	AND FORCE ACCOU	NT	8.		Amount (C	Omit cents)
Report the total expen	diture for salaries and	wages included in c	olumn (a) of part II	, as	zøø \$494.633	mic contag
,	nd wages paid on force G, ISSUED, AND RETI		1 -7	of all agencies of you	+ 10 1,000	rell as
general city or town 1. Long-term debt — Bonds, mort	debt.					
or of particular agencies.	igages, etc., with an on	ginai term or more i	nan one year issue	ed in the name of you	r government	
When an advance refunding has reported as retired in the year o					xtinguished,	
.,				,		
			AMOUNT D	N DUDDOCE (O		
			· · ·	SY PURPOSE (Omit o	ents)	
	Outstanding at	DURING FI	SCAL YEAR		Outstanding total (a) plus (b)	
	beginning of fiscal year	Issued	Retired		minus (c)	
	(a)	(b)	(c)		(d)	
a. Sewer debt	19U	29U	39U	\$0 \$0		
b. Water supply system		29U	39U	49U		
debt c. Electric power system	\$3,986,073	29U	\$89,128 39U	\$3,896,945 49U		
debt debt	19U	29U	39U	\$0 49U		
d. Gas supply system debt	130	250	350	\$0		
e. Transit	19U	29U	39U	49U \$0		
f. Industrial revenue and	19T	24T	34T	44T		
pollution control debt	19U	29U	39U	\$0 49U		
g. All other purposes		250		\$0		
2. Short-term (interest-bearing) debinterest-bearing warrants, and o	ot — Tax anticipation no	otes, bond anticipat	ion notes,		Amount (C	Omit cents)
accounts payable and other non			LX0/440		617	
a. Amount outstanding at begin	ning of fiscal year				64V	
b. Amount outstanding at end of fiscal year			644			
Part VI CASH AND INVESTM	IENTS HELD AT END	OF FISCAL YEAR				
Report separately for investments in Federa	each of the three types Il Government, Federal	of funds listed belo agency. State and	w, the total amount	t of cash on hand and	d on deposit and al securities. Report	
all investments at carr	ying value. <i>Include in tl</i> financing loans. Exclud	he sinking fund total	l any mortgages an	nd notes receivable he	eld as offsets to	
Assets obtained and he reported herein.	neld pursuant to an adv	ance refunding that	results in a legal of	or İn-substance defeas	sance should not be	
					T	
	Туре	of fund				nd of fiscal year t cents)
Sinking funds — Reserves held sinking fund and revenue bond in the sinking funds are sinking funds.					WØ1	
of long-term debt.			-		W31	
Bond funds — Unexpended pr pending disbursement	oceeds from sale of G.	O. and revenue bor	nd issues held			
					W61	
3. All other funds except employee retirement funds					\$542,918	

emarks				
rt VII AUDITOR INFORMATION				
	accompanying	"accountants compi	ation report on financial	
NOTE — This report will not be considered complete unless an a statements included in certain prescribed forms" is attached to the in AR Section 300 of the AICPA Professional Standards in prepa	he report. The r	nunicipality's auditor	should follow the guidelines	
	anng sach com	pliation report.		
III AN occupii 300 of the Alor A Floressional diandards in prope				
Auditor's firm name				
Auditor's firm name				
			TEI EDHONE	
Auditor's firm name Ralph Osborn, CPA Address — Number and street			TELEPHONE Area Number	Extensi
Auditor's firm name Ralph Osborn, CPA Address — Number and street P O Box 1015	State	ZIP Code	TELEPHONE Area Number code	Extensi
Auditor's firm name Ralph Osborn, CPA Address — Number and street	State	ZIP Code 74010	Area Number	Extension

COVERAGE OF THIS REPORT

The financial reporting entity for which information is to be presented should comply with generally accepted accounting principles for governments. Current authoritative guidance is provided in GASB Codification Section 2100 and/or GASB Statement No. 14. These statements prescribe that the financial reporting entity should consist of the primary government or oversight unit and all blended and discreetly presented component units.

Oklahoma Statutes, Section 17-105.1 of Title 11 require that municipalities include information relating to all of its duly constituted authorities. Copies of this form may be distributed to component units for their completion. Forms completed by component units should not be filed separately but should be returned to the appropriate municipality for inclusion in the report filed for the financial reporting entity. Such component units would include special districts, hospitals, boards, trusts, and authorities meeting the inclusion criteria of the statements reference above.

SUPPLEMENTARY INSTRUCTIONS FOR OKLAHOMA MUNICIPALITIES 2014 ANNUAL SURVEY OF CITY AND TOWN FINANCES

COVERAGE OF THIS REPORT

In addition to the fiscal activities of your general government, **include** the revenues, expenditures, assets and debt of the following types of agencies, if they are operative in your city or town.

- · City water districts
- · Medical center authorities
- Joint airport boards
- · Municipal parking districts
- Rural water, sewer, gas, and solid waste management districts with ex officio boards
- · Public trusts (Title 60, Section 176 of the Oklahoma Statutes)
- · Separate road districts
- · Sewer districts
- · Utilities authorities
- · Zoning districts

Exclude internal/Service funds

Part I — TAX REVENUES

This part refers to all city-imposed taxes. It does not include service charges, special assessments (such as those for paving districts), or interest earnings, fines, or any other sources which are not taxes or liceness

1. Property taxes (code TØ1)

Also include city-imposed ad valorem property taxes collected by the county and paid to the city for the repayment of G.O.

2. Local sales taxes

a. General sales tax (code TØ9)

Report revenue from city-imposed sales tax only. This tax is collected by the State and paid back to the city minus a small percentage withheld by the State for handling expenses. Be sure to enter only the amount of the check received from the State.

b. Franchise fee or tax, public utilities (code T15)

Enter here any franchise tax collected from a private utility to operate within the city such as gas, electric, telephone, cable TV, etc.

d. Other — Specify any sales tax not mentioned above.

3. Licenses, permits, and other taxes

a. Occupation and business licensing and permits (code T28)

Enter here licenses and inspection charges on occupation and business.

b. Report only licenses and permits not included in 3a. (code T29)

Part IA — INTERGOVERNMENTAL REVENUE

1. General support

From State (code C30) — Enter amount received from alcoholic beverage tax county distribution.

2. Streets and highways (codes C46, D46, and B46)

Enter receipts from commercial vehicle tags, gasoline tax, bus mileage tax, registration tags.

3. Health or hospitals (codes C42, D42, and B42)

In the appropriate column, list any intergovernmental revenues received for operation of a hospital, health facility, or health department, (grants, not loans) or funds received from other government jurisdictions for health services or facilities operated by your government.

4. Grants received for utilities (codes C91 to B91)

- Grants received for mass transit and/or bus systems (codes C94 to B94)
- All other (From State —code C-89; From Federal Government — code B89)

Include in the appropriate box, receipts from various payments such as:

- Park and recreation (BOR or HUD)
- · Community development and urban renewal
- · Civic defense
- · Water and sewer facilities
- · Manpower planning and utilization

Part 1B — OTHER REVENUE

3. Special assessment funds

Include -

- All transactions of special assessment funds established to finance streets, sidewalks, or other local improvements within the city.
- Assessments collected from property owners at part IB, item 3.
- Expenditure from improvements at part II. Report as capital outlay.
- Interest paid on special assessment obligations at part II, item 19e.
- Transactions of special assessment bonds at part V.
- Cash and security holdings of special assessment funds at part

Part IV — SALARIES, WAGES, AND FORCE ACCOUNT

Report salaries and wages for all employees full- and part-time. Include salaries paid for employees of any utility owned and operated by your government. Report salaries in gross amounts before deductions for income taxes, Social Security, or retirement coverage.

Part V — DEBT OUTSTANDING, ISSUED, AND RETIRED

Also include industrial revenue or pollution control bonds, if issued by your city or town.

Hospitals — The following hospitals are classified as agencies of various municipal governments and their transactions should be included in the appropriate parts of this report.

Municipality Hospital

Watonga

Carnegie Carnegie Tri-County Municipal Hospital

Cleveland . . . Cleveland Area Hospital El Reno Mercy Hospital El Reno

Fairview . . . Fairview Regional Medical Center Authority Holdenville . . . Holdenville General Hospital

Watonga Municipal Hospital

Holdenville ... Holdenville General Hospital Lindsay ... Lindsay Municipal Hospital Norman ... Norman Regional Hospital Okeene ... Okeene Municipal Hospital Pauls Valley ... Pauls Valley General Hospital Pawnee ... Pawnee Municipal Hospital Tahlequah ... Tahlequah City Hospital

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See Accountant's Compilation Report