

INDEPENDENT AUDITOR'S REPORT

**COMANCHE COUNTY AGRICULTURAL
AND INDUSTRIAL EXPOSITION
AND FAIR PUBLIC TRUST AUTHORITY
A Component Unit of Comanche County**

JUNE 30, 2021

BY



**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority
A Component Unit of Comanche County
For Year Ended June 30, 2021**

Table of Contents

	<u>Page</u>
<u>INDEPENDENT AUDITOR'S REPORT</u>	1 - 3
 <u>FINANCIAL STATEMENTS</u>	
Statement of Net Position.....	4
Statement of Revenues, Expenses, and Changes in Net Position.....	5
Statement of Cash Flows	6
Notes to Financial Statements.....	7 - 17
 <u>REQUIRED SUPPLEMENTAL INFORMATION</u>	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed In Accordance with <i>Government Auditing Standards</i>	18 - 19
Schedule of Findings.....	20



INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of Comanche County
Agricultural and Industrial Exposition & Fair Public Trust Authority
Lawton, Oklahoma

Opinion

We have audited the accompanying modified cash basis financial statements of the Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority as of and for the twelve months then ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Authority'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 modified cash basis financial position of the Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority as of June 30, 2021, and the respective changes in modified cash basis financial position and, where applicable, cash flows thereof for the twelve months then ended in accordance with the modified cash basis of accounting as described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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, which raise substantial doubt about Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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 auditor's report that includes our opinion. 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 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 Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority'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, which raise substantial doubt about Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority's ability to continue as a going concern for a reasonable period of time.

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.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2025 on our consideration of the Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority’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 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 Comanche County Agricultural and Industrial Exposition & Fair Public Trust Authority’s internal control over financial reporting and compliance.

FURRH & ASSOCIATES, PC

Lawton, Oklahoma

January 31, 2025

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Statement of Net Position
Modified Cash Basis
June 30, 2021

ASSETS

Current Assets			
Cash	\$	648,668	
Inventory		4,305	
Accounts Receivable, Net		4,974	
Total Current Assets			\$ 657,947
Noncurrent Assets			
Fixed Assets		5,658,028	
Less Accumulated Depreciation		(4,402,821)	
Total Noncurrent Assets			<u>1,255,207</u>
TOTAL ASSETS			<u><u>\$ 1,913,154</u></u>

LIABILITIES AND NET POSITION

Current Liabilities			
Compensated Absences Liability	\$	17,925	
Accounts Payable		8,995	
Deferred Revenue - rental deposits		8,365	
Accrued Payroll Liability		6,776	
Installment Plan		2,833	
Payroll Related Payables		1,788	
Total Current Liabilities			<u>\$ 46,682</u>
Total Liabilities			46,682
Net Position			
Net investment in capital assets		1,255,207	
Unrestricted		611,265	
Total Net Position			<u>1,866,472</u>
TOTAL LIABILITIES AND NET POSITION			<u><u>\$ 1,913,154</u></u>

Please see accompanying notes to the financial statements.

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Statement of Revenues, Expenses, and Changes in Net Position
For the Year Ended June 30, 2021

Operating Revenues

Comanche County General Funds	\$ 316,126	
Sales Tax Income	294,897	
Rental Receipts	104,672	
Concessions, net of cost	49,968	
Catering, net of cost	37,108	
Reimbursements	8,649	
Sponsorship Revenue	2,500	
Other Receipts	443	
Ticket Sales	126	
Total Operating Revenues		\$ 814,489

Operating Expenses

Personnel	368,313	
Depreciation	172,211	
Utility Expense	100,755	
Insurance Expense	50,822	
Repairs & Maintenance	38,924	
Supplies	28,160	
Office Expense	25,037	
Event Expense	16,453	
Contract Labor	12,952	
Professional Fees	10,287	
Uniforms	10,095	
Advertising	9,217	
Bank Service Charges	4,731	
Security	4,194	
Equipment Rental	3,550	
Licenses & Permits	3,523	
Dues & Subscriptions	3,195	
Taxes - Other	2,460	
Bad Debt Expense	2,410	
Printing	1,229	
Total Operating Expenses		868,518
Operating Income		(54,029)

Non - Operating Revenues/Expenses

Interest Income	321	
Interest Expense	(1,053)	
Total Non - Operating Revenue/(Expenses)		(732)

Change in Net Position (54,761)

Net Position, beginning as of July 1, 2020 1,921,233

Net Position, ending as of June 30, 2021 \$ 1,866,472

Please see accompanying notes to the financial statements.

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County

Statement of Cash Flows
For the Year Ended June 30, 2021

Modified Cash Basis

Cash Flows from Operating Activities

Cash Received from the County	\$ 630,570
Cash Received from Others	205,279
Cash Paid to Suppliers	(179,361)
Cash Paid to Employees	(495,960)
Net Cash Provided by Operating Activities	<u>160,528</u>

Cash Flows from Investing Activities

Interest Income	321
Capital Assets Purchased	(47,846)
Net Cash Used by Investing Activities	<u>(47,525)</u>

Cash Flows from Capital and Related Financing Activities

Interest Expense	(1,053)
Net Cash Used by Capital and Related Financing Activities	<u>(1,053)</u>

<u>Net Increase (Decrease) in Cash and Cash Equivalents</u>	<u>111,950</u>
---	----------------

<u>Cash and Cash Equivalents - beginning at July 1, 2020</u>	<u>536,718</u>
--	----------------

<u>Cash and Cash Equivalents - ending at June 30, 2021</u>	<u><u>\$ 648,668</u></u>
--	--------------------------

Reconciliation of Operating Income to Net Cash Provided by Operating Activities

Operating Income (Loss)	\$ (54,029)
Adjustments to Reconcile Operating Income to Cash Provided by Operating Activities	
Depreciation Expense	172,211
Increase in Accounts Receivable	(2,603)
Decrease in Sales Tax Receivable	22,150
Decrease in Inventory	2,836
Decrease in Prepaid Insurance	6,337
Decrease in Payroll Related Payables	8,054
Increase in Installment Plan	2,833
Increase in Deferred Revenue	1,813
Decrease in Compensated Absences Liability	(3,809)
Increase in Accounts Payable	4,735
Net Cash Provided by Operating Activities	<u><u>\$ 160,528</u></u>

Please see accompanying notes to the financial statements.

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Comanche County Agricultural and Industrial Exposition and Fair Public Trust Authority (the “Authority”) was established as a Trust for the use and benefit of the Beneficiary (the County) for the public purposes set forth, under the provisions of Title 60, Oklahoma Statutes 2001, Sections 176 to 180.4, inclusive, as amended and supplemented, the Oklahoma Trust Act and other applicable statutes and laws of the State of Oklahoma. The Authority is exempt from federal and state income taxes.

Financial Reporting

The financial statements of the Authority are prepared in accordance with generally accepted accounting principles (GAAP) of the United States of America. The Authority is considered a governmental entity as defined by the Governmental Accounting Standards Board (GASB) and applies all relevant GASB pronouncements.

Basis of Accounting

The Authority’s operations are considered proprietary in nature and therefore the Authority has adopted a reporting framework similar to that of proprietary type funds. Proprietary funds distinguish *operating* revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund’s principal ongoing operations. GAAP for proprietary fund types are generally those applicable to similar businesses in the private sector; the measurement focus is on the determination of net income, financial position, and cash flows. All assets, liabilities, equities, revenues, expenses and transfers relating to the government’s business, including fixed assets and debt are accounted for in a single proprietary fund rather than a series of funds and account groups.

Comanche County pays certain obligations on behalf of the Authority. The Authority submits invoices to the County, and the County then remits payments directly to the vendors. Expenditures on these invoices are recognized when the obligation is incurred, and the revenue from the County is also recorded at that time.

Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liability, deferred inflows of resources, and disclosures of contingent assets and liabilities at the date of the financial statements and the

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

reported changes in net position during the reporting period. Actual results could differ from those estimates.

Related Party Transactions

In May 9, 1973, the Authority leased from Comanche County certain real and personal properties located at the County Fairgrounds for a period of thirty years, and so long thereafter as any indebtedness incurred by the lessee secured by the revenues shall remain unpaid. Consideration of the lease shall be installation and construction of improvements, and maintenance and operation of the trust estate, which shall revert, together with all additions and substitutions, to the lessor upon termination of the lease.

Revenue Recognition

The Authority recognizes admissions, facility rental, concession, and utility fees at the point of sale or when the program is provided. The Authority recognizes operating and capital grants and contributions, including unconditional promises to give due in future periods, when all eligibility requirements, including time requirements, are met. Contributions of services are recognized as revenue at their estimated fair value only when the services received create or enhance nonfinancial assets or require specialized skills possessed by the individuals providing the service and the service would typically need to be purchased if not donated. All other revenue is recognized as earned. Deferred revenue includes certain amounts received from facility rentals and fees for events held in subsequent fiscal years.

Cash and Cash Equivalents

The Authority considers all bank deposits and highly liquid investments with a maturity date of 90 days or less at the time of purchase to be cash equivalents.

Bank deposits are held at several financial institutions and are carried at cost.

Investment and Investment Policy

The Authority has not adopted a formal investment policy. Oklahoma Statutes authorize the Authority to invest in certificates of deposit, repurchase agreements, passbooks, banker's acceptances, and other available bank investments provided that all deposits are fully covered by approved securities pledged to secure those funds. In addition, the Authority can invest in direct debt securities of the United States unless such investments are expressly prohibited by law.

Changes in fair value that occur during the fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation or sale of investments.

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

Fair Value Measurements

The Authority categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

The hierarchy is based on valuation inputs used to measure the fair value of the asset, as follows:

- Level 1: Valuation is based on quoted prices in active markets for identical assets.
- Level 2: Valuation is based on directly observable and indirectly observable inputs. These inputs are derived principally from or corroborated by observable market data through correlation or market-corroborated inputs. The concept of market-corroborated inputs incorporates observable market data such as interest rates and yield curves that are observable at commonly quoted intervals.
- Level 3: Valuation is based on unobservable inputs where assumptions are made based on factors such as prepayment rates, probability of defaults, loss severity and other assumptions that are internally generated and cannot be observed in the market.

Accounts Receivable

Billings for accounts receivable at June 30, 2021 were \$8,724. An allowance for doubtful accounts was computed on this balance because management does not consider the entire amount to be fully collectible. Bad debt expenses, if applicable, are recorded by the specific charge-off method. The balance of their allowance for doubtful accounts as of year-end was \$3,750.

Inventory

Inventory is stated at cost. Cost is determined as the price paid for the item plus any charges incurred in order to take possession of the goods, such as shipping and tax.

Prepaid Expenses

Certain payments to insurance providers and other vendors reflect costs or deposits applicable to future accounting periods and are recorded as prepaid items in the basic financial statements.

Capital Assets

Capital assets purchased by the Authority are stated at cost. Capital assets donated to the Authority are stated at their fair value at date of donation. The costs of fixed assets are capitalized and depreciated over the estimated useful life of the related asset. These assets are depreciated using the straight-line method over the useful lives ranging from 6 to 25 years.

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

Maintenance and repairs are charged to operations; renewals and betterments are capitalized. When capital assets are disposed of, the cost and applicable accumulated depreciation are removed from the respective accounts and the resulting gain or loss is recorded as a non-operating revenue or expense.

Deferred Outflows of Resources

The statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of resources applicable to future periods and therefore will not be recognized as an outflow of resources (expenditure) until that time.

Compensated Absences

The amount of earned unpaid vacation time at June 30, 2021 was approximately \$17,925 and was accrued since it is a post-employment benefit. Sick leave is not paid upon termination; therefore, it was not included in the accrual.

Accrued Payroll

Payroll earned but yet not paid in the current fiscal year was approximately \$6,776.

Deferred Inflows of Resources

The statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of resources applicable to future periods and therefore will not be recognized as an outflow of resources (revenue) until that time.

Net Position

The financial statements utilize a net position presentation. Net position is categorized as follows:

- a) Net Investment in Capital Assets Component of Net Position: This component of net position consists of capital assets, net of accumulated depreciation, and reduced by any debt outstanding against the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are included in this component of net position.
- b) Restricted Component of Net Position: This component of net position consists of assets that have restrictions placed upon their use by external constraints imposed either by

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

creditors (debt covenants), grantors, contributors, or laws and regulations of other governments or constraints imposed by law through enabling legislation.

- c) **Unrestricted Component of Net Position:** This component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of the net investment in capital assets or restricted component of net position.

It is the Authority'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.

Advertising Costs

Advertising costs are expensed as they occur. Advertising expenses were \$9,271 for the year ended June 30, 2021.

Statement of Cash Flows

For the purposes of the statement of cash flows, the Authority considers all highly liquid investments, such as certificates of deposits and savings accounts, as cash equivalents. Certificates of deposit and other time deposits with an original maturity date of 90 days or less are considered cash equivalents.

Date of Management's Review of Subsequent Events

Subsequent events were evaluated through January 31, 2025 which is the date the financial statements were available to be issued.

NOTE 2 – CASH, CASH EQUIVALENTS AND INVESTMENTS

Credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. To address custodial credit risk, the Authority has a policy related to the donor-restricted and board-designated endowment funds that permissible cash and cash equivalents include any security issued by the U.S. government and commercial paper or bankers acceptances rated at least A-1 or P-1 and fully insured or collateralized deposits in U.S. banks. The Authority does not have a policy that addresses custodial credit risks for cash and cash equivalents not held for the donor-restricted or board-designated endowment funds.

The following is a recap of the Authority's bank accounts. All accounts are insured by the Federal Deposit Insurance Corporation (FDIC).

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

	Balance as of 06/30/2021
Liberty National Bank - General Acct	\$ 403,134
Liberty National Bank - Sales Tax	237,707
Liberty National Bank - Payroll	2,127
Concession Fund	5,700
	<u>\$ 648,668</u>

The Authority's cash, deposits, and investments are classified in the following categories:

- A. Insured or collateralized with securities held by the entity or by its agent in the entity's name.
- B. Collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name.
- C. Uncollateralized.

	A	B	C	Total
Cash in Bank	\$ 250,000	\$ 392,968	\$ 0	\$ 642,968
Cash on Hand	<u>0</u>	<u>0</u>	<u>5,700</u>	<u>5,700</u>
Total	<u>\$ 250,000</u>	<u>\$ 392,968</u>	<u>\$ 5,700</u>	<u>\$ 648,668</u>

Custodial Credit Risk -Investments

Investments are made under the custody of the Authority's management in accordance with investment policies complying with State statutes and Authority policy.

Custodial credit risk is the risk that, in the event of the failure of a counterparty, the Authority will not be able to recover the value of its investments. Investment securities are exposed to custodial risk if they are uninsured, are not registered in the name of the Authority, or are held by a counterparty or the counterparty's trust department but not in the name of the Authority. While the investment policy does not specifically address custodial credit risk, all investments are held in the name of the Authority.

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 Authority does not have a formal investment policy to manage exposure to fair

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

value losses arising from increasing interest rates. The Authority discloses its exposure to interest rates 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 Authority (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 Authority's investment policy requires diversification of investments and indicates that, with the exception of U.S. Treasury securities and authorized pools, there was no single issuer investment with more than 5% of total investments.

NOTE 3 – THIRD PARTY REIMBURSEMENTS

Comanche County General Funds

Each year certain funds are made available to the Authority from the Comanche County General Fund. These funds are disbursed on behalf of the Authority directly to the vendors upon submission and approval of claim vouchers. The general-purpose financial statements reflect as revenue the above funds paid on behalf of the Authority, and also reflect the corresponding expenses under the classifications appropriate in the circumstances. The Authority recognized \$316,126 in Comanche County General Fund revenue during the year ended June 30, 2021.

NOTE 4 – INVENTORY

Inventory as of June 30, 2021 is as follows:

<u>Purchased Inventory (at cost)</u>	
Food	\$ 1,900
Paper	1,546
Beverage	503
Candy	301
Breakfast	55
Total Inventory	<u>\$ 4,305</u>

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

NOTE 5 – FIXED ASSETS

The cost of fixed assets are capitalized and depreciated over the estimated useful life of the related asset. These assets are depreciated using the straight-line method over the useful lives ranging from 6 to 25 years. A summary of fixed assets at June 30, 2021 is as follows:
Depreciation is charged to expense.

	Balance 6/30/2020	Additions	Disposals	Balance 6/30/2021
<u>Fixed Assets</u>				
Buildings Improvements	\$ 4,754,923	\$ 0	\$ 0	\$ 4,754,923
Furniture and Fixtures	372,125	0	0	372,125
Machinery and Equipment	223,735	5,829	0	229,564
Catering Equipment	87,600	1,176	(6,100)	82,676
Concessions and Equipment	100,595	4,924	(7,759)	97,760
Office Equipment	52,495	0	(1,664)	50,831
Vehicles	34,006	0	0	34,006
Work In Process	6,330	29,813	0	36,143
Total	<u>\$ 5,631,809</u>	<u>\$ 41,742</u>	<u>\$ (15,523)</u>	<u>\$ 5,658,028</u>
<u>Accumulated Depreciation</u>				
Buildings Improvements	\$ 3,607,581	\$ 123,490	\$ 0	\$ 3,731,071
Furniture and Fixtures	277,013	13,848	0	290,861
Machinery and Equipment	173,329	15,576	0	188,905
Catering Equipment	64,718	4,601	(6,100)	63,219
Concessions and Equipment	57,545	8,154	(7,759)	57,940
Office Equipment	32,441	6,042	(1,663)	36,820
Vehicles	33,505	500	0	34,005
Total	<u>\$ 4,246,132</u>	<u>\$ 172,211</u>	<u>\$ (15,522)</u>	<u>\$ 4,402,821</u>
Net Assets	<u>\$ 1,385,677</u>			<u>\$ 1,255,207</u>

Depreciation expense for the year ended June 30, 2021 is \$172,211.

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

NOTE 6 – ACCOUNTS RECEIVABLE

The changes in their accounts receivable balances during the year are as follows:

	Accounts Receivable
Balance as of July 1, 2020	\$ 2,370
Changes during the year	2,604
Balance as of June 30, 2021	<u>\$ 4,974</u>

NOTE 7 – PREPAID EXPENSES

The changes in their prepaid expense balances during the year are as follows:

	Prepaid Expenses
Balance as of July 1, 2020	\$ 6,337
Changes during the year	(6,337)
Balance as of June 30, 2021	<u>\$ 0</u>

NOTE 8 – ACCRUED PAYROLL AND COMPENSATED ABSENCES

The changes in their compensated absences balances during the year are as follows:

	Compensated Absences
Balance as of July 1, 2020	\$ 21,734
Changes during the year	(3,809)
Balance as of June 30, 2021	<u>\$ 17,925</u>

The changes in their accrued payroll balances during the year are as follows:

	Accrued Payroll
Balance as of July 1, 2020	\$ 5,444
Changes during the year	1,332
Balance as of June 30, 2021	<u>\$ 6,776</u>

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

NOTE 9 – PAYROLL LIABILITIES

Payroll liabilities are made of payroll payments made in the subsequent year for payments made in the fiscal year of audit.

The changes in their payroll liabilities balances during the year as follows:

	Payroll Liabilities
Balance as of July 1, 2020	\$ 2,324
Changes during the year	(536)
Balance as of June 30, 2021	<u>\$ 1,788</u>

NOTE 10 – ACCOUNTS PAYABLE

Accounts payable balances are made of payments made in the subsequent year for services performed in the fiscal year of audit.

The changes in their accounts payable balances during the year as follows:

	Accounts Payable
Balance as of July 1, 2020	\$ 4,261
Changes during the year	4,734
Balance as of June 30, 2021	<u>\$ 8,995</u>

NOTE 11 - RETIREMENT

The Authority started a Savings Incentive Match Plan for Employees Individual Retirement Account (SIMPLE IRA) in the second quarter of 2011. This is tax-deferred employer provided retirement plan that allows employees to set aside money and invest it to grow for later use. It is an employer sponsored plan and is funded by a pretax salary reduction by the employee. The schedule of contributions for the current and two preceding years are as follows:

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Notes to the Financial Statements
June 30, 2021

	Employer Portion	Employee Portion
Year Ending 06/30/21	\$ 6,316	\$ 8,214
Year Ending 06/30/20	6,404	8,329
Year Ending 06/30/19	<u>6,305</u>	<u>8,058</u>
Total	<u>\$ 19,025</u>	<u>\$ 24,601</u>

NOTE 12 – INSTALLMENT PLAN

During the fiscal year ending June 30, 2021, the Authority began an installment agreement plan for the purchase of concessions stand credit card machines. The terms of the agreement are for 24 months at \$142 per payment. The agreement began March 2021 and will be completed March 2023. The value of the agreement as of June 30, 2021 was \$2,833.



**INDEPENDENT AUDITOR'S 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***

Board of Trustees of Comanche County
Agricultural & Industrial Exposition and Fair Public Trust Authority
Lawton, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America 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 business type activities of Comanche County Agricultural & Industrial Exposition and Fair Public Trust Authority (a public Trust Authority and component unit of Comanche County), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Trust Authority's basic financial statements, and have issued our report thereon dated January 31, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Trust Authority's internal control over financial reporting (internal control) to determine 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 Trust Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Trust Authority'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 entity'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

identify a deficiency in internal control that we consider to be a material weakness. It is noted as Finding 2021-1. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Trust Authority's financial statements are free of 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 determination of financial statement amounts. 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 matters that are 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 Authority'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 Authority's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

FURRH & ASSOCIATES, PC
Lawton, Oklahoma
January 31, 2025

**Comanche County Agricultural and Industrial
Exposition and Fair Public Trust Authority**
A Component Unit of Comanche County
Schedule of Findings and Responses
Year Ended June 30, 2021

Reportable Conditions of Internal Control, Compliance and Other Matters

2021-1 Segregation of Duties

Condition – During the year of audit, the accounting cycle was handled by a single person.

Effect – The lack of proper segregation of duties could allow for unauthorized transactions to occur.

Cause – Lack of additional accounting personnel.

Criteria – Generally Accepted Accounting Standards calls for the proper segregation of financial activities within an organization.

Recommendation – We recommend that the Authority review the duties of the accounting personnel to provide additional layers of oversight.

Management Response – Management will review and make appropriate changes per policy.