

**WEST CADDO CONSERVATION DISTRICT**

**ANNUAL FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2016**

WEST CADDO CONSERVATION DISTRICT  
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YEAR ENDED JUNE 30, 2016

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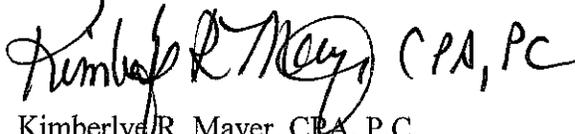
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Board of Directors  
West Caddo Conservation District

Management is responsible for the accompanying financial statements of the West Caddo Conservation District which comprise the statement of assets, liabilities and net position as of June 30, 2016 and the related statements of revenues and expenses and changes in net position for the year then ended, and the related notes to the financial statements in accordance with the cash basis of accounting. Management is responsible to determine that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. We have performed a compilation engagement in accordance with Statements 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 financial statements nor were we required to perform any procedures to verify the accuracy and completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.



Kimberlye R. Mayer, CPA, P.C.  
Blackwell, Oklahoma  
October 31, 2016

FINANCIAL STATEMENTS

AND

NOTES

WEST CADDO CONSERVATION DISTRICT  
STATEMENT OF NET POSITION  
CASH BASIS  
JUNE 30, 2016

ASSETS

Current Assets:		
Operating accounts		\$ 24,326
Scholarship accounts		<u>2,154</u>
Total Assets		<u>\$ 26,480</u>

NET POSITION

Net Position:		
Unrestricted		<u>\$ 26,480</u>
Total Net Position		<u>\$ 26,480</u>

No assurance is provided on these financial statements.  
See accountant's compilation report and notes.

WEST CADDO CONSERVATION DISTRICT  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
CASH BASIS  
YEAR ENDED JUNE 30, 2016

Operating Revenues:	
OCC reimbursements	\$ 70,010
Cost share received	12,090
Equipment rental	8,283
Grass seed sales	9,818
Rent income	4,800
Total Operating Revenues	<u>105,001</u>
Operating Expenses:	
Payroll	72,624
Payroll taxes and employee benefits	7,563
Director fees	565
Professional fees	543
Insurance	2,065
Repairs and maintenance	499
Grass seed	7,319
Yardwork	1,916
Utilities and telephone	4,886
Fuel	732
Dues, subscriptions and licenses	1,298
Mileage, meetings and travel	2,869
Office supplies and postage	1,142
Conservation education and projects	11,482
Watershed maintenance	492
Cost share paid	10,090
Miscellaneous expenses	386
Total Operating Expenses	<u>126,471</u>
Operating Income (Loss)	(21,470)
Nonoperating Revenues (Expenses):	
Interest income	<u>152</u>
Changes in net position	(21,318)
Net position, beginning of year	<u>47,798</u>
Net position, end of year	<u>\$ 26,480</u>

No assurance is provided on these financial statements.  
See accountant's compilation report and notes.

WEST CADDO CONSERVATION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

The West Caddo Conservation District was created under Title 27A, sections 3-1-101 through 3-3-410, of the Oklahoma Statutes, as amended. The purpose of the District is to provide for the conservation of the renewable natural resources in the area for which the District is responsible.

Basis of Accounting

The District prepares its financial statements using the cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenses when they result from cash transactions. This basis is a basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of the cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements. Property and equipment purchased is reported as an expense in the year purchased.

NOTE 2 – CASH AND CERTIFICATES OF DEPOSIT:

Bank balances and certificates of deposit are covered by FDIC insurance. All deposits are fully insured.

NOTE 3 – INVESTMENTS:

The State of Oklahoma allows governmental entities to invest in the following: direct obligations of the United State Government, its agencies or instrumentalities; collateralized or insured certificates of deposit; insured savings accounts or savings certificates; or county, municipal or school district direct debt.

NOTE 4 - OCC REIMBURSEMENTS:

The District is reimbursed by the Oklahoma Conservation Commission for salaries, payroll taxes, mileage, telephone charges, office supplies, and certain other office expenses up to their allocated amounts. Such reimbursements are recognized as revenues when received.

WEST CADDO CONSERVATION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 5 – PROPERTY AND EQUIPMENT:

The District maintains a list of property and equipment. Due to the District's utilizing the cash basis of accounting, the cost of this property and equipment is not reported as assets in the financial statements.

NOTE 6 - RETIREMENT PLAN:

Oklahoma public employees who work 1,599 hours or more per year were enrolled in the Oklahoma Public Employees Retirement System. On salaries paid from reimbursable funds from the Oklahoma Conservation commission the employers 16½% share of retirement was paid directly by the Commission. The employees' share of the retirement contribution was 3½% of locally earned wages and 3½% of state reimbursable wages.

NOTE 7 - CASH AND CASH EQUIVALENTS:

The District considers all checking accounts and deposits with a maturity of three months or less to be cash equivalents.

NOTE 8 – FAIR VALUES OF FINANCIAL INSTRUMENTS:

The definition of fair value for financial reporting, establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurements in an effort to make the measurement of fair value more consistent and comparable.

**Level 1:** Quoted prices in active markets for identical securities.

**Level 2:** Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spread and credit risk).

**Level 3:** Significant unobservable inputs (including the District's own assumptions in determining the fair value of investments).

The District's financial instruments include cash and cash equivalents, certificates of deposit, inventory, accounts receivable, accounts payable and notes payable. The District's estimate of the fair value of all financial instruments does not differ materially from the aggregate carrying value of its financial instruments recorded in the accompanying statement of net position. The carrying amount of these financial instruments approximates fair value because of the short maturity of these instruments.

WEST CADDO CONSERVATION DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2016

NOTE 9 – RISK MANAGEMENT:

The District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District and the OCC purchase commercial insurance for these and other risks of loss. Settled claims have not exceeded the commercial coverage in past years.

NOTE 10 – CONTINGENCIES:

As of June 30, 2016, the District did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.