

OSAGE COUNTY CONSERVATION DISTRICT
ANNUAL FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

OSAGE COUNTY CONSERVATION DISTRICT
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YEAR ENDED JUNE 30, 2021

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Kimberlye R. Mayer, CPA, P.C.

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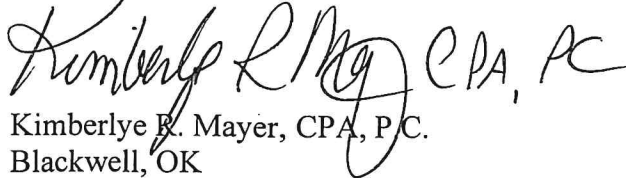
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Board of Directors
Osage County Conservation District

Management is responsible for the accompanying financial statements of the Osage County Conservation District which comprise the statement of assets, liabilities and net position as of June 30, 2021 and the related statements of revenues and expenses and changes in net position and of cash flows for the year then ended, and the related notes to the financial statements in accordance with the modified cash basis of accounting. Management is responsible to determine that the modified 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 modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

We are not independent with respect to the Osage County Conservation District.



Kimberlye R. Mayer, CPA, P.C.
Blackwell, OK
January 3, 2022

OSAGE COUNTY CONSERVATION DISTRICT
STATEMENT OF ASSETS, LIABILITIES, AND NET POSITION
MODIFIED CASH BASIS
JUNE 30, 2021

ASSETS

Current Assets:

Cash in operating account	\$ 18,199
Cash in savings	<u>40,670</u>
Total Cash and Cash Equivalents	58,869

Property and equipment (Note 4)

(net of accumulated depreciation)	<u>2,659</u>
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Total Assets	<u><u>\$ 61,528</u></u>
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LIABILITIES AND NET POSITION

Liabilities:	\$
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Net Position:

Net investment in capital assets	2,659
Unrestricted	<u>58,869</u>
Total Net Position	<u>61,528</u>

Total Liabilities and Net Position	<u><u>\$ 61,528</u></u>
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OSAGE COUNTY CONSERVATION DISTRICT
STATEMENT OF REVENUES AND EXPENSES AND CHANGES IN NET POSITION
MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2021

Operating Revenues:

OCC reimbursements	\$ 75,944
Watershed reimbursements	8,200
Cost share received	65,073
Equipment rental & other sales	3,935
Chemical sales	16,554
Seeds and sprigg sales	8,812
Platbook and map sales	1,944
Other income	239
Total Operating Revenues	<u>180,701</u>

Expenses:

Personnel costs	72,309
Office supplies and postage	873
Repair, maintenance and supplies	1,042
Meetings and travel	75
Fuel	510
Chemicals purchased	20,091
Professional fees	1,955
Insurance and bond	1,094
Utilities and telephone	1,108
Depreciation	615
Platbooks and maps cost	1,122
Cost share paid	65,073
Watershed costs	4,700
Other expenses	691
Total Operating Expenses	<u>171,258</u>

Income (Loss) From Operations	9,443
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Nonoperating Revenue (Expense):

Interest income	61
Total Nonoperating Revenue	<u>61</u>

Revenues Over (Under) expenses	9,504
Net Position, beginning of year	52,024
Net Position, end of year	<u><u>\$ 61,528</u></u>

OSAGE COUNTY CONSERVATION DISTRICT
STATEMENT OF CASH FLOWS
MODIFIED CASH BASIS
YEAR ENDED JUNE 30, 2021

Cash flows From Operating Activities:	
Cash received from customers	\$ 31,484
Other operating cash receipts	149,217
Cash payments to suppliers for goods and services	(103,101)
Cash payments to employees	(67,542)
Net Cash Provided (Used) By Operating Activities	<u>10,058</u>
Cash Flows From Capital and Financing Activities:	
Acquisition and construction of capital assets	12
Gain on sale of equipment	
Net Cash Provided (Used) by Financing Activities	<u>12</u>
Cash Flows From Investing Activities:	
Interest income	61
(Increase) decrease in investments	
Net Cash Provided (Used) by Investing Activities	<u>61</u>
Net increase (decrease) in cash and cash equivalents	10,131
Beginning cash and cash equivalents	<u>48,738</u>
Ending cash and cash equivalents	<u><u>\$ 58,869</u></u>
Reconciliation of income (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	\$ 9,443
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	615
Changes in assets and liabilities:	
Net cash provided (used) by operating activities	<u><u>\$ 10,058</u></u>

See accountant's notes and compilation report.

OSAGE COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

The Osage County Conservation District was created under Title 27A, sections 3-1-101 through 3-3-410, as amended, of the laws of the State of Oklahoma. 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 modified cash basis of accounting. This basis recognizes assets, liabilities, net position, revenues, and expenditures/expenses when they result from cash transactions with provision for depreciation in the financial statements. 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 this modified 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.

Net Position

Net position presents the difference between assets and liabilities in the statement of net position. Net investments in capital assets are reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are legal limitations imposed on their use by District legislation or external restrictions by creditors, grantors, laws or regulations of other governments.

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.

OSAGE COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 4 – PROPERTY AND EQUIPMENT:

Total depreciation for the year ended June 30, 2021 was \$615. The following is a schedule of property and equipment and the related accumulated depreciation at June 30, 2021:

	6/30/20	(Deletions) Additions	6/30/21
Land	\$ 525	\$	\$ 525
Office equipment	2,326	(12)	2,314
Machinery and equipment	93,176		93,176
	96,027	12	96,015
Less accumulated depreciation	(92,741)	(615)	(93,356)
Net	<u>\$ 3,286</u>	<u>\$ (603)</u>	<u>\$ 2,659</u>

NOTE 5 - 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 amount. Such reimbursements are recognized as revenue when received.

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 employer's 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 – ESTIMATES:

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

OSAGE COUNTY CONSERVATION DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 8 – RISK MANAGEMENT:

The District is exposed to various risks of losses related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The OCC and the District manage this risk through the purchase of commercial insurance policies. Claims are recognized when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. In determining claims, events that might create claims, but for which none have been reported, are considered.

NOTE 9 – CONTINGENCIES:

As of June 30, 2021, 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.

NOTE 10 – 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. 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.

NOTE 11 – EVALUATION OF SUBSEQUENT EVENTS:

The District has evaluated subsequent events through January 3, 2022 the date which the financial statements were available to be issued.

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01/03/22

Accrual Basis

Osage County Conservation District

General Journal Transaction

~~August 1, 2020~~

6/30/20

Num	Adj	Name	Memo	Account	Class	Debit	Credit
20201	*			10002 · Petty Cash			24.61
	*	Oklahoma Ag Credit		11000 · Accounts R...		0.01	
	*	State of Oklahoma ...		25500 · Sales Tax P...			0.07
	*			Land		525.00	
	*			Office equipment		2,326.15	
	*			Machinery & equipm...		93,176.09	
	*			Accumulated deprec...			92,741.26
	*			32000 · Unrestricted...			3,261.31
						96,027.25	96,027.25
TOTAL						96,027.25	96,027.25

New
Fixed
Asset
Accts

Please make these new accounts &
record both journal entries.

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01/03/22

Accrual Basis

**Osage County Conservation District
General Journal Transaction****June 30, 2021**

<u>Num</u>	<u>Adj</u>	<u>Name</u>	<u>Memo</u>	<u>Account</u>	<u>Class</u>	<u>Debit</u>	<u>Credit</u>
20211	*			Office equipment			11.66
	*			Accumulated deprec...			615.00
	*	Monger's Auto Parts		25500 · Sales Tax P...		224.38	
	*			32000 · Unrestricted...		402.28	
						<u>626.66</u>	<u>626.66</u>
TOTAL						<u>626.66</u>	<u>626.66</u>