



OTTAWA COUNTY GOVERNMENTAL BUILDING
AUTHORITY

ANNUAL FINANCIAL STATEMENTS
AND ACCOMPANYING
INDEPENDENT AUDITOR'S REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

Independent Auditor's Report	<u>PAGE</u> 1 - 2
Basic Financial Statements:	
Statement of Net Position	4
Statement of Revenues, Expenses and Changes in Net Position	5
Statement of Cash Flows	6
Notes to the Basic Financial Statements	7 - 11
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>	13 - 14
Schedule of Findings and Responses	15

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
BOARD OF TRUSTEES

Mike Furnas	Chairman
Robert Clark	Trustee
Scott Hilton	Trustee



Certified Public Accountants, PLLC

124 S. Main Street, Miami, Oklahoma 74354
6 South Adair, Pryor, Oklahoma 74361
918-542-4401

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
Ottawa County Governmental Building Authority
Ottawa County, Oklahoma

OPINION

We have audited the accompanying financial statements of the business-type activities of Ottawa County Governmental Building Authority (the "Authority"), as of and for the year ended June 30, 2023, 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 financial position of Ottawa County Governmental Building Authority as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows therefor for the year then ended in accordance with accounting principles generally accepted in the United States of America.

BASIS FOR OPINIONS

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (*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 Ottawa County Governmental Building Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

RESPONSIBILITIES OF MANAGEMENT FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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, that raise substantial doubt about Ottawa County Governmental Building 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 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, including omissions, are considered material if there is a substantial likelihood that, individually or in the 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, 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 Ottawa County Governmental Building 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, that raise substantial doubt about Ottawa County Governmental Building 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.


OTHER MATTERS

Required Supplementary Information

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by the missing information.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2024, on our consideration of the Ottawa County Governmental Building 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 solely 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 the effectiveness of the Ottawa County Governmental Building Authority's 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 Ottawa County Governmental Building Authority's internal control over financial reporting and compliance.



OBER & LITTLEFIELD
CERTIFIED PUBLIC ACCOUNTANTS, PLLC
Miami, Oklahoma

DECEMBER 18, 2024

BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the Governmental Accounting Standards Board. The sets of statements include:

- Statement of Net Position
- Statement of Revenue, Expenses, and Changes in Net Position
- Statement of Cash Flows

In addition, the notes to the financial statements are included to provide information that is essential to a user's understanding of the basic financial statements.

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
STATEMENT OF NET POSITION
AS OF JUNE 30, 2023

Assets

Current Assets:

Cash and cash equivalents	\$ 1,458,001.45
Accrued interest receivable	595.61
Total Current Assets	<u>1,458,597.06</u>

Noncurrent Assets:

Restricted assets:

Cash and cash equivalents	171,617.05
Capital assets, net of accumulated depreciation	4,212,413.90
Total Noncurrent Assets	<u>4,384,030.95</u>
Total Assets	<u>5,842,628.01</u>

Liabilities

Current Liabilities:

Accrued interest payable	32,181.51
Current portion of Bonds Payable	255,000.00
Total Current Liabilities	<u>287,181.51</u>

Non-Current Liabilities:

Bonds Payable, net of Current Portion	3,850,000.00
Total Noncurrent Liabilities	<u>3,850,000.00</u>
Total Liabilities	<u>4,137,181.51</u>

Net Position

Invested in capital assets, net of related debt	107,413.90
Restricted	171,617.05
Unrestricted	<u>1,426,415.55</u>
Total Net Position	<u>1,705,446.50</u>
Total Liabilities and Net Position	<u>\$ 5,842,628.01</u>

The accompanying notes are an integral part of these financial statements.

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
STATEMENT OF REVENUE, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2023

Operating Revenues:	
Rental Income	\$ 843,668.23
Total Operating Revenues	<u>843,668.23</u>
Operating Expenses:	
Depreciation Expense	180,637.86
Equipment Expense	6,131.34
Professional fees	7,500.00
Repairs & Maintenance	2,400.45
Trustee Fees	2,499.96
Utilities	117,074.26
Miscellaneous expense	<u>16,157.65</u>
Total Operating Expenses	332,401.52
Operating Income/(Loss)	511,266.71
Non-Operating Revenues/(Expenses):	
Investment income	3,471.38
Interest expense	<u>(160,670.30)</u>
Total Non-Operating Revenues/(Expenses)	<u>(157,198.92)</u>
Change in Net Position	354,067.79
Total Net Position - Beginning	<u>1,351,378.71</u>
Total Net Position - Ending	<u><u>\$ 1,705,446.50</u></u>

The accompanying notes are an integral part of these financial statements.

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2023

Cash flows from operating activities:	
Cash received from rental income	\$ 843,668.23
Cash paid to suppliers for goods and services	(152,315.16)
Net cash provided/(used) by operating activities	<u>691,353.07</u>
Cash flows from investing activities:	
Purchases of capital assets	(94,573.05)
Interest received from investments	3,471.38
Net cash provided/(used) by investing activities	<u>(91,101.67)</u>
Cash flows from capital and related financing activities:	
Principal payments on bonds	(245,000.00)
Interest paid on bonds	(162,591.00)
Net cash provided/(used) by capital and related financing activities	<u>(407,591.00)</u>
Net increase/(decrease) in cash and cash equivalents	192,660.40
Beginning cash and cash equivalents	1,436,958.10
Ending cash and cash equivalents	<u>\$ 1,629,618.50</u>
Reconciliation of operating income/(loss) to cash provided by operating activities:	
Operating Income/(Loss)	\$ 511,266.71
Adjustments to reconcile operating income to net cash provided/(used) by operating activities:	
Depreciation	180,637.86
Change in assets and liabilities:	
(Increase)/decrease in accounts receivable	(551.50)
Net cash provided/(used) by operating activities	<u>\$ 691,353.07</u>
Reconciliation of cash and cash equivalents to the Statement of Net Position:	
Cash and cash equivalents	\$ 1,458,001.45
Cash and cash equivalents - restricted	171,617.05
Total cash and cash equivalents	<u>\$ 1,629,618.50</u>

The accompanying notes are an integral part of these financial statements.

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

NOTE 1 – NATURE OF THE ORGANIZATION

The Ottawa County Governmental Building Authority (the “Authority”) was established as a public trust under and pursuant to the laws of the State of Oklahoma (generally, but not exclusively, Sections 176-180.3, inclusive of Title 60, Oklahoma Statutes 2005 Supplement and the Oklahoma Trust Act) on behalf of the County of Ottawa, Oklahoma naming the County as beneficiary. The trust is to furnish and supply to the inhabitants, owners, and occupants of property, and to industrial, commercial, and mercantile establishments and enterprises within corporate limits of Ottawa County, State of Oklahoma, and to the beneficiary and any other governmental agencies or endeavors, services and facilities for the conversation and implementation of the public health, safety and welfare. The trust is to conduct all business related to providing necessary physical facilities and/or services; to provide funds to acquire, hold, construct, install, equip, repair, enlarge, furnish, maintain, and operate properties and to conduct all business necessary for normal operations of the Authority.

NOTE 2 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

Basis of accounting refers to “when” transactions are recorded, regardless of the measurement focus applied. In the statement of net position and statement of revenues, expenses, and changes in net position, activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange, and exchange-like, transactions are recognized when the exchange takes place.

Financial Reporting Entity

The Authority complies with GASB Statement No. 11 as amended by GASB Statement No. 61, “*The Financial Reporting Entity: Omnibus*.” This statement establishes standards for defining and reporting on the financial reporting entity. It defines component units as legally separate organizations for which the elected officials of the primary government are financially accountable and other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

The Authority considered all potential component units in determining what organizations should be included in the financial statements. Based on these criteria, there are no component units to include in the Authority’s financial statements.

The Authority is a component unit of Ottawa County, Oklahoma and will be included in Ottawa County’s basic financial statements.

Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe *which* transactions are recorded within the various financial statements.

In the statement of net position and statement of revenues, expenses, and changes in net position, activities utilize an “*economic resources*” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported.

NOTE 2 -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities and Net Position

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Authority considers all cash on hand, demand deposits, and highly liquid investments, with an original maturity of three months or less when purchased, to be cash and cash equivalents.

Long-term Obligations

Long-term debt is reported as a liability in the Authority's balance sheet. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as "other noncurrent assets" and amortized over the term of the related debt also using the straight-line method.

Property, Equipment and Depreciation

The capital assets are recorded at cost. Donated capital assets are reported at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

All reported capital assets are depreciated on the straight-line basis over the estimated useful lives ranging from five to forty years. The Authority currently does not have a capitalization policy.

Economic Dependency

The right of the County to levy and collect the Sales Tax is provided in the statutes of the State of Oklahoma. The legislature has the ability to rescind the right of the County to levy and collect the Sales Tax. If the Authority should not receive the Sales Tax or if such collections should decline due to economic conditions, it could impair the ability of the Authority to pay the debt service requirements of the Bonds. In the event the Sales Tax is insufficient to pay the principle and interest on the Bonds, the Authority will not likely be able to generate sufficient revenues to pay the costs of operation and maintenance expenses of the Court House.

Equity Classifications

Equity is classified as net position, and displayed in three components:

- a. *Invested in capital assets, net of related debt* --- Consists of capital assets, including restricted capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. *Restricted net position* --- Consists of net position, with constraints placed on the use, either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. *Unrestricted net position* --- All other net position that does not meet the definition of "restricted," or "invested in capital assets, net of related debt."

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements, in conformity with U.S. generally accepted accounting principles, 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. Actual results could differ from those estimates.

Revenue

Ottawa County began levying a ¼ cent sales tax on February 1, 2006, pursuant to the Order of the Board of Commissioners and approved by the voters of Ottawa County. The sales tax was approved solely for the purpose of acquiring, constructing, equipping, operating, and maintaining a new county courthouse and correctional facilities and paying the principal and interest on indebtedness incurred by the Authority for such purposes.

The County, pursuant to a resolution of the Board of County Commissioners will appropriate the proceeds of the sales tax for the Authority; however, this resolution is subject to repeal and the sales tax is subject to non-appropriation.

The sales tax received by the Authority shall constitute gross revenues of the Authority available to pay principle of and interest on the bonds. The indenture securing the bonds creates a first lien on the gross revenues.

The Authority entered into a lease of the facilities to the County, as lessee, for a term extending to November 30, 2036, renewable at the option of the County for successive one-year terms thereafter. The consideration for the lease is the payment by the County to the Authority of sums sufficient to satisfy all of the obligations of the Authority under the indenture securing the bonds and to pay the costs of making repairs to the facilities and insuring the facilities against loss. The sums appropriated and paid over the Authority by the County representing the sales tax shall be credited to the County's obligations under the lease.

Stewardship, Compliance and Accountability

Stewardship, compliance, and accountability are key concepts in defining the responsibilities of the Ottawa County Governmental Building Authority. The use of budgets and monitoring of equity status facilitate the Authority's compliance with legal requirements. The Authority was not in compliance with state statute 60 O.S. S. 176 regarding the preparation of a budget.

NOTE 3 - DEPOSITS AND INVESTMENTS

State statutes govern the Authority's investment policy. Permissible investments include direct obligations of the United States Government and Agencies; certificates of deposit of savings and loan associations, and bank and trust companies; and savings accounts or savings certificates of savings and loan associations and trust companies. Collateral is required for demand deposits and certificates of deposit for all amounts not covered by federal deposit insurance. Investments are stated at cost. The Authority invests entirely in certificates of deposit and U.S. Treasury Securities.

Custodial Credit Risk – Deposits: Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority's cash deposits, including interest-bearing certificates of deposit and U.S. Treasury Securities, are maintained in financial institutions. As of June 30, 2023, none of the Authority's deposits were exposed to custodial credit risk.

Interest rate risk: This is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Authority does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Repurchase agreements: The Authority is invested in Goldman Sachs Financial Square Treasury Obligations Fund. According to the Financial Square Treasury Obligations Fund holdings report, 30.25% of the investments are subject to repurchase agreements. The Authority's investments are collateralized by Treasury securities; however, current and future earnings are subject to risk.

NOTE 4 – CAPITAL ASSETS

The changes in property and equipment, for the year ended June 30, 2023, were as follows:

	06/30/2022	Additions	Deletions	06/30/2023
Depreciable assets				
Court House	\$ 6,625,827.48	\$ 94,573.05	\$ -	\$ 6,720,400.53
Less: accumulated depreciation	(2,327,348.77)	(180,637.86)	-	(2,507,986.63)
Capital assets, net	<u>\$ 4,295,538.91</u>	<u>\$ (86,064.81)</u>	<u>\$ -</u>	<u>\$ 4,212,413.90</u>

NOTE 5 – LONG TERM DEBT

On February 1, 2019, the Authority issued the \$5,040,000 Sales Tax Revenue Bonds Series 2019 for the purpose of providing funds to advance refund the Sales Tax Revenue Bonds Series 2013, establish a bond fund reserve, and pay certain costs associated with the issuance of the bonds. Principal payments are to be paid semi-annually on August 1st beginning August 1, 2019, and maturing on February 1, 2036. Semi- annual interest payments are to be paid August 1st and February 1st beginning August 1, 2019.

Debt service requirements for the Sales Tax Revenue Bonds Series 2019 are as follows:

Year ending June 30,	Principal	Interest
2024	255,000	153,211
2025	260,000	143,452
2026	270,000	133,503
2027-2031	1,515,000	504,449
2032-2036	1,805,000	191,964
Totals	<u>\$ 4,105,000</u>	<u>\$ 1,126,578</u>

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2023

NOTE 5 – LONG TERM DEBT (CONTINUED)

Long-term debt consists of bonds payable. The following is a summary of the changes in long-term debt of the Authority for the fiscal year.

	Balance July 1, 2022	Additions	Retirements	Balance June 30, 2023	Due Within One Year
Bonds Payable	\$ 4,350,000	\$ -	\$ (240,000)	\$ 4,110,000	\$ 255,000

NOTE 6 – RISK MANAGEMENT

The Authority is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets, errors and omissions, and natural disasters.

The Authority manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. Torts and errors and omissions, health and life	Purchased commercial insurance	None
c. Physical property loss and natural disasters	Purchased commercial insurance	None

Management believes such coverage is sufficient to preclude any significant uninsured losses to the Authority. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

NOTE 7 - RESTRICTED ASSETS

Restricted assets include cash that is legally restricted as to its use. The Authority has restricted U.S. Treasuries in the amount of \$171,617.05. Restricted cash is comprised of the 2019 Note account balance of \$70.17 and the 2019 Revenue account balance of \$171,546.88

NOTE 8 – SUBSEQUENT EVENTS

Subsequent events have been evaluated through December 18, 2024, the date of the independent auditor's report, which is the date that the financials were available to be issued, and no additional disclosures are required.

INTERNAL CONTROL AND COMPLIANCE



Certified Public Accountants, PLLC

124 S. Main Street, Miami, Oklahoma 74354

6 South Adair, Pryor, Oklahoma 74361

918-542-4401

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*

To the Board of Trustees
Ottawa County, Oklahoma

We have audited, 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, the financial statements of the business-type activities of Ottawa County Governmental Building Authority, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Ottawa County Governmental Building Authority's basic financial statements and have issued our report thereon dated December 18, 2024.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Ottawa County Governmental Building Authority's internal control over financial reporting (internal control) as a basis for designing our 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 Ottawa County Governmental Building Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Ottawa County Governmental Building 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 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 not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As a part of obtaining reasonable assurance about whether Ottawa County Governmental Building Authority's financial statements are free from 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in dark ink, appearing to read "Ober & Littlefield, PLLC". The signature is written in a cursive, flowing style.

OBER & LITTLEFIELD
CERTIFIED PUBLIC ACCOUNTANTS, PLLC

DECEMBER 18, 2024

OTTAWA COUNTY GOVERNMENTAL BUILDING AUTHORITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2023

Audit Findings - Current Year

No current year findings.