



Annual Comprehensive Financial Report

FISCAL YEAR 2023

City of Sand Springs, Oklahoma
Sand Springs Municipal Authority

CITY OF SAND SPRINGS, OKLAHOMA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
AND ACCOMPANYING
INDEPENDENT AUDITOR'S REPORTS
FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

Prepared By:
City of Sand Springs Department of Finance
Arlena Barnes, Finance Director

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**CITY OF SAND SPRINGS, OKLAHOMA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
AND ACCOMPANYING INDEPENDENT AUDITOR’S REPORTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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**CITY OF SAND SPRINGS, OKLAHOMA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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Introduction Section



CITY OF SAND SPRINGS

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Phone: 918.246.2500 • sandspringsok.org

April 9, 2024

Honorable Mayor, members of the City Council, and the Citizens of the City of Sand Springs, Oklahoma:

The Comprehensive Annual Financial Report of the City of Sand Springs (the “City”) for the year ended June 30, 2023, is hereby submitted as mandated by the City Charter and state statutes. The City is required to publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accounts.

Responsibility of both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with management. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. We believe the information, as presented, is accurate in all material aspects and that all disclosures necessary to enable the reader to gain an adequate understanding of the City’s financial activities have been included.

The City’s financial statements have been audited by Arledge & Associates, P.C., a firm of licensed certified public accountants. The independent audit was conducted to provide reasonable assurance that the financial statements of the City are free of material misstatement. The independent auditor has issued an unmodified (“clean”) opinion on the City’s financial statements for the year ended June 30, 2023. The independent auditor’s report is presented as the first component of the financial section of this report.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A).

This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

Sand Springs is located in Northeast Oklahoma, six miles west of Tulsa. The City was incorporated as a city in 1912, just five years after statehood. The city is continually flourishing with an area of 22 square miles, an extended growth area of 150 square miles, and a city population estimated by INCOG at 20,471.

The City has been governed by the Council-Manager form of government since the adoption of a charter in 1969. This form of government most closely resembles the private sector with the Manager serving as the Chief Executive Officer, the Mayor as the Chairman of the Board, and the Council as the Board of Directors.

The City Council is the legislative body for the City of Sand Springs. It is comprised of the Mayor, Vice-Mayor, and five council members who are elected to serve three-year terms. The seven members represent each of the City's six wards; one member serving an at-large position. The City Council members are also the Trustees of the Sand Springs Municipal Authority.

The duties of the Council include, but are not limited to, adopting the City's annual budget, adopting ordinances, establishing personnel policies, appointing or electing members of all quasi-legislative boards and commissions, enacting legislation, regulating all other fiscal affairs of the City, and appointing the City Manager.

The City provides its residents with a variety of municipal services, including police and fire protection, comprehensive land use, planning and zoning services, parks and recreational activities, cultural events, and the construction and maintenance of highways, streets, and other infrastructure. The City also provides water, wastewater, stormwater, and solid waste services to its residents under the legal entity of the Sand Springs Municipal Authority (SSMA). SSMA is a public trust created under applicable Oklahoma statutes on March 14, 1966, with the City named as the beneficiary thereof. These utility systems operate for the benefit of the City of Sand Springs and are an integral part of City operations. The City owns and operates an 18-hole golf course, The Canyons at Blackjack Ridge, and the Sand Springs-Pogue Airport under the SSMA. SSMA's financial statements are blended into the City's financial statements, and together they comprise the City's primary financial presentation. The City is also financially accountable for a legally separate economic development authority (SSEDA) and a legally separate cultural – historical trust; the Sand Springs Cultural and Historical Museum Trust Authority (SSCHMTA) is reported separately within the City's financial statements. Additional information on these legally separate entities can be found in the notes to the financial statements (see Note 1.A).

The City operates on a fiscal year basis, beginning July 1, and ending June 30. All funds of the City with revenues and expenditures are required to have annual budgets. The City Manager's proposed operating budget for the fiscal year, commencing the following July 1, is submitted to the City Council prior to June 1. A public hearing is held prior to June 15, to obtain citizen comments. Subsequent to the public hearing but not later than seven days prior to July 1, the budget is adopted by resolution of the City Council. The adopted budget is filed with the Office of The State Auditor and Inspector. The appropriated budget is prepared by fund, function, and department. All supplemental appropriations require City Council approval. The City Manager may transfer appropriations between departments without City Council approval. Supplemental appropriations must also be filed with the Office of the State Auditor and Inspector.

The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

In accordance with Title 60 of the Oklahoma State Statutes, the Sand Springs Municipal Authority, Sand Springs Economic Development Authority, and the Sand Springs Cultural and Historical Museum Trust Authority prepare an annual budget and submit a copy to the City as beneficiary.

Local Economy

The local economy for Sand Springs remained steady during the 2023 fiscal year. Taxable sales went up by 5% in the areas of public utilities, retail- general merchandise, and retail- restaurants. Net assessed valuation for Sand Springs also went up 7%, as the City issued several new building permits during the 2022 calendar year. The unemployment rate in the Tulsa metro area went up slightly to 2.4% by the end of the fiscal year.

Major Initiatives

The City of Sand Springs worked on several large projects throughout the year designed to improve quality of life and enhance economic development opportunities. Following is a brief listing of current projects:

- **Sheffield Crossing Development-** The development of the City's 25-acre project continues. The Chick-fil-A restaurant has been very successful and a Dutch Bros. has opened in the development. A Tropical Smoothie has opened and it is expected that other lot sales will occur during 2024. Additionally, it is anticipated the road and infrastructure improvements needed for the south 9 acres will open during 2024, allowing additional lots to be available for sale.
- **River West Development-** The City began the RiverWest development in 2004, with the purchase of approximately 180 lots. The project envisioned a new retail

development that would enhance the retail base of the city. Since 2004, the City (with the benefit of County Vision 2025 fund for economic development) has invested approximately 21 million dollars into the project and has received proceeds from land sales, taxes and utilities to generate approximately 16 million dollars. The project currently generates approximately \$900,000 per year in sales tax revenue for the City. Additionally, the remaining land within the development is currently under contract or sold, with a Chili's opening in late 2023 and a Planet Fitness scheduled to finish construction in 2024.

- **65 Acre Development-** The City purchased a 65-acre parcel of land in the spring of 2020 for future residential development. The site is currently awaiting final engineering drawings so road and utility portions can be bid. The City has been performing some of the earth work and the project should see substantial progress during 2024.

Highway 97 Widening Project – This project will widen Highway 97 from 2nd Street to the Main Street Intersection. It will also improve signal light communication allowing the corridor to move traffic more efficiently and serve the area in a more flexible manner with changes in traffic patterns. ODOT will administer this project which will also include upgrades to the storm water system and reduce the impact of heavy rains upon the local shopping district. This project has started and is expected to continue into 2025.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the 33rd consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The City also received its 27th consecutive Award for Outstanding Achievement in Popular Annual Financial Reporting for the fiscal year 2022. This award recognizes conformance with the highest standards for preparation of state and local popular reports.

The popular report is an easily understandable financial report on all activities for the general public at large.

The preparation of this Annual Comprehensive Financial Report is a combined effort of the Accounting staff of the Finance Department with the professional assistance of Crawford & Associates, P.C. Our sincere appreciation is extended to all whom contributed to its preparation.

We would also like to thank the Mayor and the members of the City Council for their leadership, encouragement, and support in strengthening and improving the fiscal policies of the City of Sand Springs.

Respectfully Submitted,



Michael S. Carter
City Manager



Arlena H Barnes
Finance Director

CITY OF SAND SPRINGS, OKLAHOMA

PRINCIPAL OFFICIALS AND STAFF

JUNE 30, 2023

MAYOR AND CITY COUNCIL

John Cody Worrell	Councilmember	Ward 1	Matthew Barnett	Councilmember	Ward 2
Mike Burdge	Councilmember	Ward 3	Nancy Riley	Councilmember	Ward 4
Beau Wilson	Vice Mayor	Ward 5	Brian Jackson	Councilmember	Ward 6
James O. Spoon	Mayor	At-Large			

FINANCE COMMITTEE

Brian Jackson	Councilmember	Mike Carter	Staff Member
John Cody Worrell	Councilmember	Kelly Lamberson	Staff Member
James O. Spoon	Chairman	Arlena Barnes	Staff Member

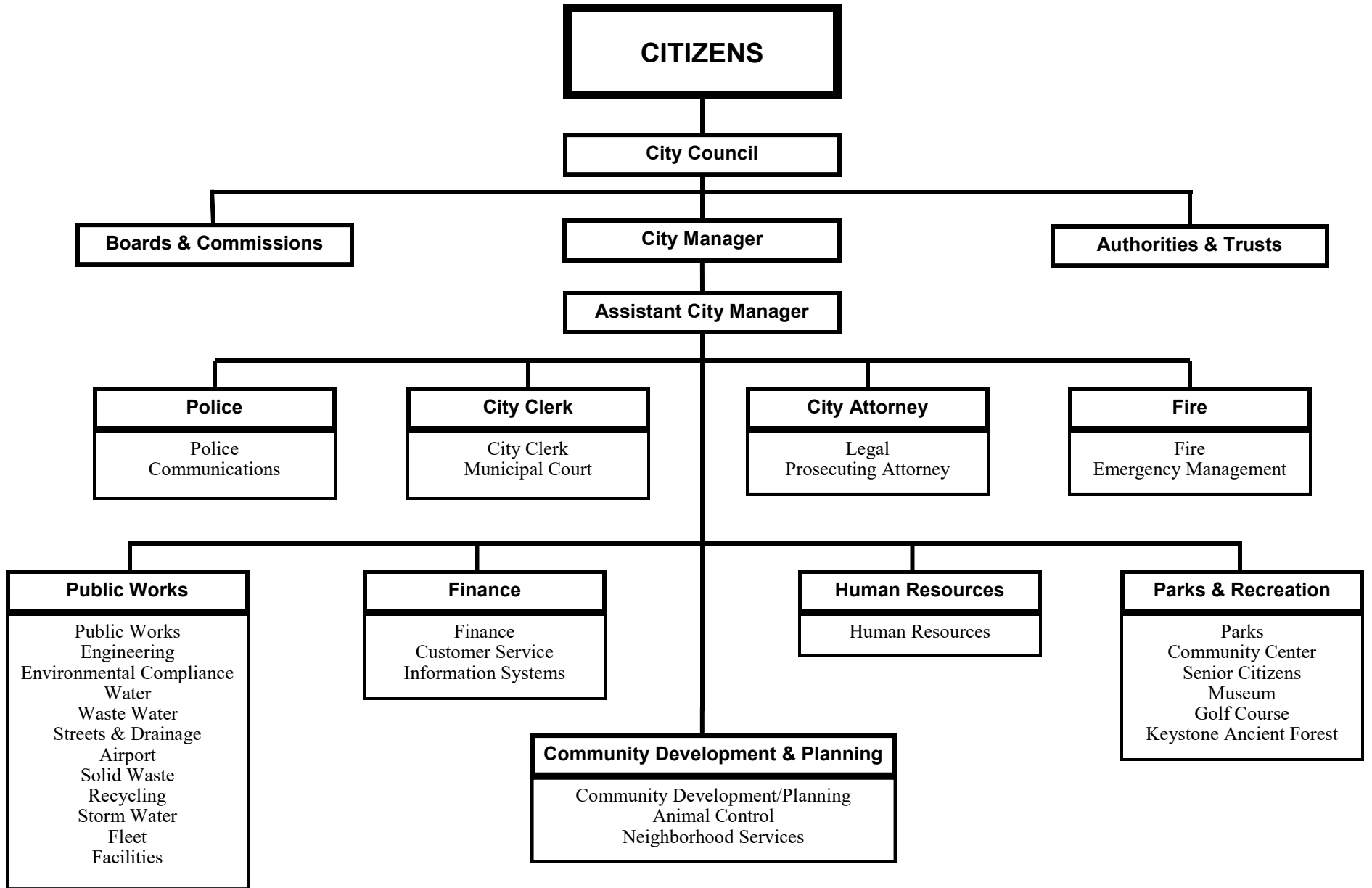
ADMINISTRATION

Mike Carter	City Manager	Derek Campbell	Public Works Director
David Weatherford	City Attorney	Janice Almy	City Clerk
Arlena Barnes	Finance Director	Kristin Johnston	Human Resources
Brad Bates	City Planner	Jeremy Wade	Fire Chief
John Mars	Police Chief	Joe Medlin	Parks Director

ACCOUNTING STAFF

Arlena Barnes	Finance Director	Arlena Barnes	Budget Officer
Shonna Mudd	Purchasing Agent	Jamie Muns-Dobson	Accountant
Jennifer McVay	Accounts Payable Specialist	Twyla Miller	Payroll Specialist

CITY OF SAND SPRINGS





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Sand Springs
Oklahoma**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

Financial Section

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of City Council
City of Sand Springs, Oklahoma

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Sand Springs, Oklahoma (the "City") as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City'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 financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof 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* 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 the City, 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.

Emphasis of Matter

As discussed in Note 3.H to the financial statements, the beginning net position was restated in the business-type activities and the proprietary funds to correct accumulated depreciation. Our opinions are not modified with respect to this matter.

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 the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 opinions. 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 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 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 the City'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 the City'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the pension plan and other post-employment benefits funding schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The supplementary information as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 9, 2024 on our consideration of the City'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 City'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 City's internal control over financial reporting and compliance.

Arledge & Associates PC

Edmond, Oklahoma

April 9, 2024



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MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023

As Management of the City of Sand Springs, we offer readers this narrative overview and analysis of the financial activities of the City of Sand Springs for the fiscal year ended June 30, 2023. We encourage readers to use this information in conjunction with the City's financial statements, which follows this section.

FINANCIAL HIGHLIGHTS

- The City's total net position increased by \$9.7 million, and the assets and deferred outflows of the City continued to exceed its liabilities and deferred inflows at June 30, 2023, by \$172.1 million (net position). Of this amount, \$42.5 million (unrestricted net position) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2023, the City's governmental funds reported combined ending fund balances of \$67.3 million.
- At the end of fiscal year 2023, unassigned fund balance for the General Fund was \$7.5 million or 44.7% of General Fund revenues.
- The City implemented GASB 94 and 96, during the fiscal year. The City did not have any arrangements that met the statement's criteria.

OVERVIEW OF THE FINANCIAL STATEMENTS

The financial statements presented herein include all of the activities of the City of Sand Springs (the "City"), the Sand Springs Municipal Authority (the "Authority") and a discretely presented component unit. Included in this report are government-wide statements for each of two categories of activities – governmental and business-type, along with two discretely presented component units.

The government-wide financial statements present the complete financial picture of the City from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined. For governmental activities, these statements tell how these services were financed in the short term, as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the government-wide statements by providing information about the City's most significant funds. These statements include all assets of the City (including infrastructure) and deferred outflows as well as all liabilities (including long-term debt) and deferred inflows.

Reporting the City as a Whole - Statements of Net Position and Activities

This discussion and analysis is intended to serve as an introduction to the City of Sand Springs' basic financial statements. The Statement of Net Position and the Statement of Activities (on pages 23 & 24, respectively) report information about the City as a whole and about its activities in a way that helps answer questions. These statements include all assets, deferred outflows, liabilities, and deferred inflows using the accrual basis of accounting. All of the current year's revenues, expenses and deferrals are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes in net position from the prior year. You can think of the City's net position – the difference between assets, deferred outflows, liabilities, and deferred inflows – as one way to measure the City's financial condition, or position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving, deteriorating, or remaining steady. However, you must consider other non-financial factors, such as changes in the City's tax base, the condition of the City's roads, and the quality of services to assess the overall health of the City.

The Statement of Net Position and the Statement of Activities are divided into three types of activities:

- Governmental activities -- Most of the City's basic services are reported here, including the police, fire, general administration, streets, and parks. Sales taxes, franchise fees, fines, and state and federal grants finance most of these activities.
- Business-type activities -- The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer, stormwater and refuse utilities are reported here, along with the golf course and airport enterprises.
- Discretely presented component unit -- This accounts for activities of the City's reporting entity that do not meet the criteria for blending.

Reporting the City's Most Significant Funds - Fund Financial Statements

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. The City of Sand Springs, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All of the funds of the City of Sand Springs can be divided into two categories: governmental funds and proprietary funds.

MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023

Governmental funds -- Most of the City's basic services are reported in governmental funds, which focus on near-term inflows and outflows of spendable resources, as well as spendable resources available at the end of the fiscal year. These funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic service it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the Governmental Fund financial statements to those in the Government-Wide financial statements are explained in a reconciliation following each Governmental Fund financial statement.

Proprietary funds -- When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Enterprise funds are one type of proprietary fund and are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The City uses enterprise funds to account for its water and sewer operations, solid waste collection and disposal services, stormwater drainage, the operations of the municipal golf course, and the operations of the municipal airport. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

Notes to the Financial Statements

The notes provide additional information that is essential to gain understanding of the data provided in the government-wide and fund financial statements. The Notes to the Financial Statements can be found on pages 33-76 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information which includes General Fund Budgetary Comparison Schedule, Notes to Required Supplemental Information Budgetary Comparison Schedule, Schedules of Share of Net Pension Liability (Asset) for both Police and Firefighter's Pension, Schedule of City Contributions for Police and Firefighter's Retirement Systems, and a Schedule of Changes in Total OPEB Liability and Related Ratios. Other supplementary information includes Combining and Individual Fund Financial Statements and Schedules, Budgetary Comparison Combining Schedules for Nonmajor and Major Governmental Funds, Cash Flow Statements for the component unit. This information can be found on pages 77-104 of this report.

**MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Also included in this report is the Statistical Section which can be found on pages 105-127. This section presents detailed information, typically in ten-year trends, that assists users in utilizing the basic financial statements, notes to basic financial statements, and required supplementary information to assess the economic condition of the City of Sand Springs.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The largest portion of the City's net position reflects investment in capital assets (e.g., land, buildings, machinery, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. This year the net investment in capital assets amounted to \$108.0 million. Although the City's investment in its capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities. The Discretely Presented Component Unit is excluded from the following table.

The City of Sand Springs' Net Position
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	(Restated) 2022	2023	(Restated) 2022
Assets:						
Current and other assets	\$ 55,859	\$ 44,343	\$ 44,048	\$ 38,438	\$ 99,907	\$ 82,781
Capital assets	74,357	73,739	87,794	88,773	162,151	162,512
Total assets	130,216	118,082	131,842	127,211	262,058	245,293
Deferred outflows of resources:						
Deferred amount on refunding	-	-	81	85	81	85
Deferred amounts related to pension	4,161	2,795	-	-	4,161	2,795
Deferred amounts related to OPEB	223	277	235	190	458	467
Total deferred outflows	4,384	3,072	316	275	4,700	3,347
Liabilities:						
Long-term liabilities	49,666	39,730	33,624	35,541	83,290	75,271
Other liabilities	5,242	1,834	3,549	1,771	8,791	3,605
Total liabilities	54,908	41,564	37,173	37,312	92,081	78,876
Deferred inflows of resources:						
Deferred amounts related to leases	-	-	112	119	112	119
Deferred amounts related to pension	694	6,732	-	-	694	6,732
Deferred amounts related to OPEB	1,145	285	663	233	1,808	518
Total deferred inflows	1,839	7,017	775	352	2,614	7,369
Net position:						
Net investment in capital assets	44,775	44,136	63,273	62,527	108,048	106,663
Restricted	20,863	17,982	618	610	21,481	18,592
Unrestricted	12,215	10,455	30,319	26,685	42,534	37,140
Total net position	\$ 77,853	\$ 72,573	\$ 94,210	\$ 89,822	\$ 172,063	\$ 162,395

**MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

The following table reflects the changes in the City's net position as a result of revenue earnings and the incurring of expenses during the fiscal year. A comparison is made between the two fiscal years to show the change in net position.

The City of Sand Springs' Change in Net Position
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for Services	\$ 1,422	\$ 1,449	\$ 19,013	\$ 17,986	\$ 20,435	\$ 19,435
Grants & Contributions	1,358	925	1	6	1,359	931
Capital Grants & Contributions	73	290	48	140	121	430
General Revenues:						
Sales & Use Tax	18,732	17,779	-	-	18,732	17,779
Other Taxes	5,610	5,304	-	-	5,610	5,304
Other General Revenues	3,749	671	1,238	972	4,987	1,643
Total Revenues	30,944	26,418	20,300	19,104	51,244	45,522
Program Expenses:						
General Government	1,836	1,935	-	-	1,836	1,935
Planning & Zoning	225	215	-	-	225	215
Financial Administration	1,054	1,010	-	-	1,054	1,010
Public Safety	11,386	8,671	-	-	11,386	8,671
Highways & Streets	2,905	3,220	-	-	2,905	3,220
Health & Welfare	43	36	-	-	43	36
Culture & Recreation	2,517	2,547	-	-	2,517	2,547
Economic Development	883	898	-	-	883	898
General Properties	686	669	-	-	686	669
Interest on Long-term Debt	1,173	1,008	-	-	1,173	1,008
Water	-	-	9,635	7,923	9,635	7,923
Wastewater	-	-	4,459	5,317	4,459	5,317
Solid Waste	-	-	2,053	1,766	2,053	1,766
Storm Water	-	-	452	414	452	414
Airport	-	-	978	1,014	978	1,014
Golf Course	-	-	1,291	1,584	1,291	1,584
Total Expenses	22,708	20,209	18,868	18,018	41,576	38,227
Excess	8,236	6,209	1,432	1,086	9,668	7,295
Net Transfers	(2,956)	(1,261)	2,956	1,261	-	-
Increase in Net Position	5,280	4,948	4,388	2,347	9,668	7,295
Beginning net position	72,573	67,625	89,822	87,475	162,395	155,100
Ending net position	\$ 77,853	\$ 72,573	\$ 94,210	\$ 89,822	\$ 172,063	\$ 162,395

MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023

Governmental Activities

The City's governmental activities' increase in net position of \$5.3 million represents a 7.3% increase. The increase was due primarily to the increase in grants and contributions and general revenue. In governmental activities, operating grants and contributions increased from the prior year by \$0.4 million which was in conjunction with the increase in Public Safety expenses. A large portion of the increase in Public Safety expenses related to pension expenses of \$1.7 million.

Business-type Activities

The business-type activities' increase in net position of \$4.4 million represents a 5.0% increase. This increase is due to the increase in charges for services and net transfers in from governmental activities for capital improvements.

Overall, total business-type activities' revenues are sufficient to cover their total business-type activities' expenses. Individually, Water, Solid Waste, and Stormwater revenues cover their expenses, and make up for the revenue deficiencies in the Wastewater, Airport, and Golf business-type functions.

A FINANCIAL ANALYSIS OF THE CITY'S FUNDS

As the City completed its 2023 fiscal year, the governmental funds reported a combined fund balance of \$67.3 million, or a 24.8% increase from the prior year. The enterprise funds reported combined net position of \$78.3 million, or a 2.4% increase from 2022. The fund balance and net position restrictions are listed below.

Fund Balance Classifications:	
Nonspendable	\$ 23,343
Restricted	44,587,568
Assigned	15,175,107
Unassigned	<u>7,504,779</u>
Total Fund Balance	<u>\$ 67,290,797</u>
Enterprise Funds Net Position Restrictions:	
Restricted for debt service	<u>\$ 617,951</u>
Total Net Position Restrictions	<u>\$ 617,951</u>

Other fund highlights include:

For the year ended June 30, 2023, the General Fund's total fund balance increased by \$0.8 million, or 8.9%. The Council has established a policy for maintaining the unassigned fund balance in the General Fund at not less than 10% of revenues. The total unassigned fund balance at year end was 44.7% of revenues.

General Fund Budgetary Highlights

Comparing the fiscal year 2023 original budget (or adopted) General Fund expenditures and transfers amount of \$17,899,004 to the final budgeted amount of \$18,951,162 shows a net increase of \$1,052,158 or 5.9%. Total original budgeted revenues and transfers were revised from \$16,586,251 to \$16,759,850, an increase of \$173,599 or 1.1%.

General Fund actual revenues and transfers totaled \$935,252 more than final estimates, while expenditures and transfers out were under final appropriations by \$2,096,202. General government, public safety, highways and streets and culture and recreation were the primary reasons, coming in approximately \$1.6 million under budget appropriations.

The expenditure budget increase was due to various reasons; (1) purchase order and project rollovers from prior year of approximately \$127,000, and (2) various other budget adjustments. Actual revenues exceeded budget estimates due to sales and franchise tax revenues exceeding projections.

CAPITAL ASSETS & DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2023, the City had \$162.2 million invested in capital assets including land, buildings, machinery and equipment, park facilities, water, sewer and stormwater systems, roads and bridges. This represents a net decrease of \$0.3 million over last year.

Following are details regarding the change in the City's capital assets for the year ending June 30, 2023.¹

¹ For more detailed information on capital asset activity please refer to page 54, Note 3.E. Capital Assets

**MANAGEMENT'S DISCUSSION & ANALYSIS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

The City of Sand Springs' Capital Assets
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
Land	\$ 18,021	\$ 18,581	\$ 2,190	\$ 2,190	\$ 20,211	\$ 20,771
Buildings	26,140	26,140	48,517	48,517	74,657	74,657
Improvements & Other	9,612	9,612	47,511	47,481	57,123	57,093
Equipment	13,363	12,803	10,564	9,995	23,927	22,798
Infrastructure	47,749	47,749	61,827	61,038	109,576	108,787
Intangible	-	-	6,703	6,703	6,703	6,703
Construction-in-progress	11,716	8,389	4,179	2,760	15,895	11,149
Totals	126,601	123,274	181,491	178,684	308,092	301,958
Less Depreciation	(52,244)	(49,535)	(93,697)	(89,911)	(145,941)	(139,446)
Totals, Net	\$ 74,357	\$ 73,739	\$ 87,794	\$ 88,773	\$ 162,151	\$ 162,512

This year's more significant capital asset additions include:

- Utility improvements \$0.7 million
- Storm sirens \$0.6 million
- Refuse truck \$0.3 million

Debt Administration

At year-end, the City had \$69.4 million in long-term debt outstanding, which represents a \$4.6 million increase from the prior year. These debts are further detailed as follows: ²

The City of Sand Springs' Long-term Debt
(expressed in \$ 000's)

	Governmental Activities		Business-type Activities		Totals	
	2023	2022	2023	2022	2023	2022
General Obligation Bonds	\$ 24,955	\$ 18,325	\$ -	\$ -	\$ 24,955	\$ 18,325
Judgment Payable	-	82	-	-	-	82
Notes Payable	-	-	1,812	2,355	1,812	2,355
Revenue Bonds	13,120	13,625	28,105	29,050	41,225	42,675
Accrued Compensation	1,069	1,016	354	316	1,423	1,332
Totals	\$ 39,144	\$ 33,048	\$ 30,271	\$ 31,721	\$ 69,415	\$ 64,769

² For more detailed information on long-term debt activity please refer to page 56, Note 3.F. Long-Term Debt

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Sand Springs' local economy remained strong in 2023, despite the continuing global pandemic. This was evident with an increase in sales and use tax revenues by 6%, due to an increase in taxable sales from restaurants, online sales, utilities, and other retail sales. The unemployment rate for the metro area went up slightly to 2.4%. Per capita personal income was slightly lower than last year. The net assessed valuation for Sand Springs increased by 7.0%.

The FY24 budget assumed revenues generated from sales tax would exceed FY23 budget by 2.5% and increase 2% in FY24. However, actual FY23 revenues reflected a 5% increase in sales tax over budget and are slightly above projections during the first quarter of FY24. Use tax revenues were budgeted to decrease by 0.3% from FY23 budget, and so far in FY24 have been above projections during the first quarter. As a result of this, the City was able to fully fund its 30% reserves policy set forth by City ordinance. Council and staff was also able to include in the FY24 budget the continued funding for projects to enhance economic development for the City. Furthermore, the FY24 budget allows for a 3% rate increase on sewer, refuse, stormwater rates and water rates due to the increase in costs for treating water and sewer as well as landfill dump charges.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Office at 100 E. Broadway, Sand Springs, Oklahoma, or phone at (918) 246-2518. This report may be found on the City's website, www.sandspringsok.org.

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BASIC FINANCIAL STATEMENTS

The basic financial statements include integrated sets of financial statements as required by the GASB. The sets of statements include:

- Government-wide financial statements
- Fund financial statements:
 - Governmental funds
 - Proprietary (enterprise) funds

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.

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City of Sand Springs, Oklahoma
Statement of Net Position
June 30, 2023

	Primary Government			Component Unit	
	Governmental Activities	Business-type Activities	Total	Museum Trust Authority	Economic Development Authority
ASSETS					
Cash and equivalents	\$ 44,144,425	\$ 33,522,763	\$ 77,667,188	\$ 95,269	\$ 340,842
Investments	7,695,124	6,931,474	14,626,598	-	-
Deposit with insurance pool	1,248,387	-	1,248,387	-	-
Interest receivable	8,743	6,146	14,889	-	-
Accounts receivable, net	252,051	2,052,958	2,305,009	-	-
Internal balances	(664,971)	664,971	-	-	-
Due from other governmental agencies	2,706,175	538,284	3,244,459	15,962	-
Inventories	23,845	218,450	242,295	-	-
Other assets	(502)	464	(38)	-	-
Leases receivable	-	112,074	112,074	-	-
Net pension asset	445,983	-	445,983	-	-
Capital assets:					
Capital assets, nondepreciable	29,737,436	13,072,028	42,809,464	-	-
Other capital assets, net of depreciation	44,619,384	74,722,240	119,341,624	-	-
Total Assets	<u>130,216,080</u>	<u>131,841,852</u>	<u>262,057,932</u>	<u>111,231</u>	<u>340,842</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred amount on refunding	-	80,683	80,683	-	-
Deferred amounts related to pension	4,161,484	-	4,161,484	-	-
Deferred amounts related to OPEB	222,804	235,588	458,392	-	-
Total Deferred Outflows of Resources	<u>4,384,288</u>	<u>316,271</u>	<u>4,700,559</u>	<u>-</u>	<u>-</u>
LIABILITIES					
Accounts payable and accrued expenses	1,716,671	832,092	2,548,763	2,038	-
Accrued interest payable	563,022	177,752	740,774	-	-
Accrued payroll liabilities	207,684	77,129	284,813	102	-
Due to other governmental agencies	1,141	9,870	11,011	50	-
Amounts held in escrow	54,035	-	54,035	-	-
Unearned revenue	2,700,014	2,452,163	5,152,177	-	-
Long-term liabilities:					
Due within one year	1,848,734	1,497,564	3,346,298	-	-
Due in more than one year	37,569,642	31,544,016	69,113,658	-	-
Net pension liability	9,104,441	-	9,104,441	-	-
Total OPEB liability	1,143,331	582,452	1,725,783	-	-
Total Liabilities	<u>54,908,715</u>	<u>37,173,038</u>	<u>92,081,753</u>	<u>2,190</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred amounts related to leases	-	112,183	112,183	-	-
Deferred amounts related to pension	694,378	-	694,378	-	-
Deferred amounts related to OPEB	1,144,525	662,848	1,807,373	-	-
Total Deferred Inflows of Resources	<u>1,838,903</u>	<u>775,031</u>	<u>2,613,934</u>	<u>-</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	44,775,205	63,272,507	108,047,712	-	-
Restricted for:					
Capital projects	17,170,095	-	17,170,095	-	-
Public safety	1,090,908	-	1,090,908	-	-
Debt service	628,901	617,951	1,246,852	-	-
Economic development	6,302,043	-	6,302,043	-	-
Other projects	217,242	-	217,242	-	-
Net pension asset	390,671	-	390,671	-	-
Unrestricted	7,277,685	30,319,596	37,597,281	109,041	340,842
Total Net Position	<u>\$ 77,852,750</u>	<u>\$ 94,210,054</u>	<u>\$ 172,062,804</u>	<u>\$ 109,041</u>	<u>\$ 340,842</u>

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Activities
For the Year Ended June 30, 2023

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position				
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit	
					Governmental Activities	Business-type Activities	Total	Museum Trust Authority	Economic Development Authority
Primary government									
Governmental Activities									
General government	\$ 1,836,365	\$ 234,923	\$ -	\$ 8,833	\$ (1,592,609)	\$ -	\$ (1,592,609)	\$ -	\$ -
Planning and zoning	225,195	10,082	-	-	(215,113)	-	(215,113)	-	-
Financial administration	1,054,477	-	-	-	(1,054,477)	-	(1,054,477)	-	-
Public safety	11,385,649	1,036,780	1,177,083	-	(9,171,786)	-	(9,171,786)	-	-
Highways and streets	2,904,724	180	181,130	63,771	(2,659,643)	-	(2,659,643)	-	-
Health and welfare	42,979	-	-	-	(42,979)	-	(42,979)	-	-
Culture and recreation	2,516,520	134,600	-	-	(2,381,920)	-	(2,381,920)	-	-
Economic development	883,066	5,775	-	-	(877,291)	-	(877,291)	-	-
Facilities management and fleet maintenance	686,128	-	-	-	(686,128)	-	(686,128)	-	-
Interest on long-term debt	1,173,022	-	-	-	(1,173,022)	-	(1,173,022)	-	-
Total governmental activities	<u>22,708,125</u>	<u>1,422,340</u>	<u>1,358,213</u>	<u>72,604</u>	<u>(19,854,968)</u>	<u>-</u>	<u>(19,854,968)</u>	<u>-</u>	<u>-</u>
Business-type activities									
Water operations	9,635,565	10,078,037	-	47,499	-	489,971	489,971	-	-
Wastewater operations	4,458,842	3,785,860	-	-	-	(672,982)	(672,982)	-	-
Solid waste operations	2,052,702	2,295,683	1,156	-	-	244,137	244,137	-	-
Stormwater operations	452,007	1,421,675	-	-	-	969,668	969,668	-	-
Airport operations	978,017	541,525	-	-	-	(436,492)	(436,492)	-	-
Golf course operations	1,291,338	890,263	-	-	-	(401,075)	(401,075)	-	-
Total business-type activities	<u>18,868,471</u>	<u>19,013,043</u>	<u>1,156</u>	<u>47,499</u>	<u>-</u>	<u>193,227</u>	<u>193,227</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 41,576,596</u>	<u>\$ 20,435,383</u>	<u>\$ 1,359,369</u>	<u>\$ 120,103</u>	<u>(19,854,968)</u>	<u>193,227</u>	<u>(19,661,741)</u>	<u>-</u>	<u>-</u>
Component Units									
Culture and recreation	\$ 50,285	\$ 5,488	\$ 17,315	\$ 15,946				(11,536)	-
Total component units	<u>\$ 50,285</u>	<u>\$ 5,488</u>	<u>\$ 17,315</u>	<u>\$ 15,946</u>				<u>(11,536)</u>	<u>-</u>
General revenues:									
Taxes:									
Sales and use taxes					18,731,599	-	18,731,599	-	-
Property taxes					2,551,083	-	2,551,083	-	-
Franchise taxes					1,084,413	-	1,084,413	-	-
Abatement taxes					45,132	-	45,132	-	-
E-911 taxes					180,491	-	180,491	-	-
Hotel/Motel taxes					277,930	-	277,930	-	-
Payment in lieu of tax					1,470,913	-	1,470,913	-	-
Grants and contributions not restricted to specific programs					308,080	49,029	357,109	-	-
Unrestricted investment earnings					1,545,713	1,137,736	2,683,449	330	-
Miscellaneous					1,894,894	51,423	1,946,317	-	-
Transfers					(2,955,979)	2,955,979	-	-	-
Total general revenues and transfers					<u>25,134,269</u>	<u>4,194,167</u>	<u>29,328,436</u>	<u>330</u>	<u>-</u>
Change in net position					<u>5,279,301</u>	<u>4,387,394</u>	<u>9,666,695</u>	<u>(11,206)</u>	<u>-</u>
Net position - beginning, restated					<u>72,573,449</u>	<u>89,822,660</u>	<u>162,396,109</u>	<u>120,247</u>	<u>340,842</u>
Net position - ending					<u>\$ 77,852,750</u>	<u>\$ 94,210,054</u>	<u>\$ 172,062,804</u>	<u>\$ 109,041</u>	<u>\$ 340,842</u>

See accompanying notes to the Basic Financial Statements.

**City of Sand Springs, Oklahoma
Balance Sheet
Governmental Funds
June 30, 2023**

	General Fund	Street Improvement	Capital Improvement Water/Wastewater	Development Capital Improvement	2018 General Obligation Bond City Project Fund	2022 GO Bond City Project Fund	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 6,899,620	\$ 5,384,502	\$ 10,962,223	\$ 7,247,994	\$ 3,911,371	\$ 6,079,180	\$ 19,235,800	\$ 59,720,690
Investments	1,509,713	5,945,396	3,110,347	-	-	-	1,154,968	11,720,424
Deposit with insurance pool	1,248,387	-	-	-	-	-	-	1,248,387
Accrued interest receivable	2,059	6,372	1,792	-	-	-	4,045	14,268
Taxes receivable, net	320,844	-	-	-	-	-	35,465	356,309
Due from other governments	1,387,237	269,142	538,284	-	-	-	728,952	2,923,615
Court fines receivable, net	148,524	-	-	-	-	-	-	148,524
Other receivables	103,527	-	-	-	-	-	-	103,527
Inventories	23,845	-	-	-	-	-	-	23,845
Prepaid items	(502)	-	-	-	-	-	-	(502)
Total assets	<u>\$ 11,643,254</u>	<u>\$ 11,605,412</u>	<u>\$ 14,612,646</u>	<u>\$ 7,247,994</u>	<u>\$ 3,911,371</u>	<u>\$ 6,079,180</u>	<u>\$ 21,159,230</u>	<u>\$ 76,259,087</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 569,632	\$ 19,113	\$ 212,417	\$ 366,726	\$ 667,310	\$ 56,384	\$ 183,860	\$ 2,075,442
Payable to other governments	1,141	-	-	-	-	-	-	1,141
Other accrued expenditures	202,279	-	-	-	-	-	231,636	433,915
Amounts held in escrow	40,911	-	-	-	-	-	-	40,911
Other payables	18,529	-	-	-	-	-	231,636	250,165
Unearned revenues	-	-	2,451,542	2,700,014	-	-	-	5,151,566
Advance from other funds	-	-	-	-	-	-	664,971	664,971
Total liabilities	<u>832,492</u>	<u>19,113</u>	<u>2,663,959</u>	<u>3,066,740</u>	<u>667,310</u>	<u>56,384</u>	<u>1,312,103</u>	<u>8,618,101</u>
Deferred inflows of resources:								
Unavailable revenues	226,701	4,972	1,001	-	-	-	349,151	581,825
Fund balances:								
Nonspendable	23,343	-	-	-	-	-	-	23,343
Restricted	879,962	10,725,444	11,035,135	4,181,254	3,244,061	6,022,796	8,498,916	44,587,568
Assigned	2,175,977	855,883	912,551	-	-	-	11,230,696	15,175,107
Unassigned	7,504,779	-	-	-	-	-	-	7,504,779
Total fund balances	<u>10,584,061</u>	<u>11,581,327</u>	<u>11,947,686</u>	<u>4,181,254</u>	<u>3,244,061</u>	<u>6,022,796</u>	<u>19,729,612</u>	<u>67,290,797</u>
Total liabilities, deferred inflows and fund balance	<u>\$ 11,643,254</u>	<u>\$ 11,605,412</u>	<u>\$ 14,612,646</u>	<u>\$ 7,247,994</u>	<u>\$ 3,911,371</u>	<u>\$ 6,079,180</u>	<u>\$ 21,390,866</u>	<u>\$ 76,490,723</u>

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma

**Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
June 30, 2023**

Total fund balance, governmental funds	\$	67,290,797
<p>Amounts reported for governmental activities in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$52,244,627</p>		
		74,356,820
<p>Certain long-term and other assets are not available to pay current period expenditures and therefore are not reported, or reported as unavailable in the funds:</p>		
Accrued interest receivable		5,828
Court fines receivable		113,648
Other receivables		458,420
Net pension asset		445,983
<p>Deferred outflows of resources are not outflows that relate to the current period and therefore are not reported in the funds:</p>		
Pension related deferred outflows		4,161,484
OPEB related deferred outflows		222,804
<p>Capital project funds are used by management to purchase or construct certain capital assets for the City. The assets and liabilities of certain capital project funds are included in the business-type activities in the Statement of Net Position:</p>		
Fund balance of the Water and Wastewater CIP Fund		(11,947,686)
Fund balance of the SSMA CIP Fund		(610,811)
Fund balance of the Airport CIP Fund		(178,250)
Fund balance of the Stormwater CIP Fund		(4,623,897)
Fund balance of the Golf Course CIP Fund		(15,486)
<p>Certain long-term liabilities and related accounts are not due and payable from current financial resources and therefore they, along with deferred inflows, are not reported in the funds:</p>		
Net pension liability		(9,104,441)
Pension related deferred inflows		(694,378)
OPEB related deferred inflows		(1,144,525)
Accrued interest payable		(321,853)
General obligation bonds payable		(24,955,000)
Revenue bonds payable		(13,120,000)
Unamortized premium on debt		(274,705)
Accrued compensated absences		(1,068,671)
Total OPEB liability		(1,143,331)
Net Position of Governmental Activities in the Statement of Net Position	\$	77,852,750

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

	General Fund	Street Improvement	Capital Improvement Water/Wastewater	Development Capital Improvement	2018 General Obligation Bond City Project Fund	2022 GO Bond City Project Fund	Other Governmental Funds	Total Governmental Funds
REVENUES								
Taxes	\$ 13,199,143	\$ 2,067,075	\$ 4,134,149	\$ -	\$ -	\$ -	\$ 4,979,848	\$ 24,380,215
Fees and fines	194,502	-	-	-	-	-	-	194,502
Licenses and permits	165,765	-	-	-	-	-	5,775	171,540
Intergovernmental	1,747,918	-	49,029	-	-	-	63,771	1,860,718
Charges for services	1,025,871	-	73,150	-	-	-	47,157	1,146,178
Investment earnings	294,809	278,140	367,535	162,083	123,038	165,749	566,474	1,957,828
Miscellaneous	157,343	(11)	(2)	-	-	-	2,875,524	3,032,854
Total revenues	<u>16,785,351</u>	<u>2,345,204</u>	<u>4,623,861</u>	<u>162,083</u>	<u>123,038</u>	<u>165,749</u>	<u>8,538,549</u>	<u>32,743,835</u>
EXPENDITURES								
Current:								
General government	1,141,653	-	-	-	-	-	-	1,141,653
Planning and zoning	219,349	-	-	-	-	-	-	219,349
Financial administration	1,059,714	-	-	-	-	-	-	1,059,714
Public safety	10,881,651	-	-	-	-	-	-	10,881,651
Highways and streets	901,727	-	-	-	-	-	-	901,727
Health and welfare	42,979	-	-	-	-	-	-	42,979
Culture and recreation	1,671,257	-	-	-	-	-	-	1,671,257
Community and economic development	105,815	-	-	-	-	-	616,157	721,972
Facilities management and fleet maintenance	858,190	-	-	-	-	-	-	858,190
Debt Service:								
Principal	-	-	-	-	-	-	1,760,000	1,760,000
Interest and other charges	-	-	-	-	-	-	1,086,673	1,086,673
Capital Outlay	260,159	1,477,893	1,612,567	1,426,125	1,315,352	892,953	3,308,058	10,293,107
Total expenditures	<u>17,142,494</u>	<u>1,477,893</u>	<u>1,612,567</u>	<u>1,426,125</u>	<u>1,315,352</u>	<u>892,953</u>	<u>6,770,888</u>	<u>30,638,272</u>
Excess of revenues over (under) expenditures	<u>(357,143)</u>	<u>867,311</u>	<u>3,011,294</u>	<u>(1,264,042)</u>	<u>(1,192,314)</u>	<u>(727,204)</u>	<u>1,767,661</u>	<u>2,105,563</u>
OTHER FINANCING SOURCES (USES)								
Issuance of long-term debt	-	-	-	-	-	6,750,000	1,135,000	7,885,000
Premiums from issuance of long-term debt	-	-	-	-	-	-	3,539	3,539
Transfers in	2,009,313	-	-	114,888	974,984	-	2,842,870	5,942,055
Transfers out	(789,182)	-	(810,000)	-	-	-	(949,381)	(2,548,563)
Total other financing sources and uses	<u>1,220,131</u>	<u>-</u>	<u>(810,000)</u>	<u>114,888</u>	<u>974,984</u>	<u>6,750,000</u>	<u>3,032,028</u>	<u>11,282,031</u>
Net change in fund balances	862,988	867,311	2,201,294	(1,149,154)	(217,330)	6,022,796	4,799,689	13,387,594
Fund balances - beginning	9,721,073	10,714,016	9,746,392	5,330,408	3,461,391	-	14,929,923	53,903,203
Fund balances - ending	<u>\$ 10,584,061</u>	<u>\$ 11,581,327</u>	<u>\$ 11,947,686</u>	<u>\$ 4,181,254</u>	<u>\$ 3,244,061</u>	<u>\$ 6,022,796</u>	<u>\$ 19,729,612</u>	<u>\$ 67,290,797</u>

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2023

Net change in fund balances - total governmental funds: \$ 13,387,594

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital asset purchases capitalized	4,301,631
Book value of capital assets disposed or sold	(973,950)
Depreciation expense	(2,710,003)

In the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as an element of pension expense. The fund financial statements report pension contributions as expenditures.

303,007

Governmental funds do not present revenues that are not available to pay current obligations. In contrast, such revenues are reported in the Statement of Activities when earned. This is the change in unavailable revenues.

(21,076)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:

General obligation bond principal payments	1,255,000
General obligation bond proceeds	(7,885,000)
Judgment principal payment	82,500
Revenue bond principal payments	505,000
Premium on bonds issued	(3,509)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Changes in:	
Accrued interest	(191,646)
Amortization expense	22,797
Accrued compensated absences	(52,974)
Total OPEB liability	(49,479)

Capital project funds are used by management to purchase or construct certain capital assets for the City. The net change in fund balances of certain capital project funds are included in the business-type activities column of the Statement of Activities:

Water and Wastewater CIP	(2,201,294)
SSMA Capital Fund	(4,855)
Airport CIP Fund	(5,738)
Stormwater CIP Fund	(535,418)
Golf Course CIP Fund	56,714

Change in net position of governmental activities	\$ 5,279,301
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See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Net Position
Proprietary Funds
June 30, 2023

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total
ASSETS							
Current assets:							
Cash and cash equivalents	\$ 4,830,760	\$ 1,962,417	\$ 1,664,230	\$ 402,693	\$ 225,558	\$ 325,144	\$ 9,410,802
Restricted cash and cash equivalents	8,535,696	-	-	-	-	-	8,535,696
Investments	2,238,902	232,795	-	-	-	-	2,471,697
Interest receivable	621	-	-	-	-	-	621
Accounts receivable, net	1,178,305	419,437	258,945	11,624	863	148,319	2,017,493
Advance to other funds	664,971	-	-	-	-	-	664,971
Inventories	209,323	-	-	9,127	-	-	218,450
Prepaid expenses	464	-	-	-	-	-	464
Leases receivable	-	-	-	112,074	-	-	112,074
Total current assets	<u>17,659,042</u>	<u>2,614,649</u>	<u>1,923,175</u>	<u>535,518</u>	<u>226,421</u>	<u>473,463</u>	<u>23,432,268</u>
Noncurrent assets:							
Restricted investments	434,476	1	-	-	-	-	434,477
Capital assets, nondepreciable	9,803,851	176,856	-	685,556	521,639	1,884,126	13,072,028
Other capital assets, net	34,083,923	26,945,565	757,506	4,504,578	2,615,178	5,815,490	74,722,240
Total noncurrent assets	<u>44,322,250</u>	<u>27,122,422</u>	<u>757,506</u>	<u>5,190,134</u>	<u>3,136,817</u>	<u>7,699,616</u>	<u>88,228,745</u>
Total assets	<u>61,981,292</u>	<u>29,737,071</u>	<u>2,680,681</u>	<u>5,725,652</u>	<u>3,363,238</u>	<u>8,173,079</u>	<u>111,661,013</u>
DEFERRED OUTFLOWS OF RESOURCES:							
Deferred amounts on refunding	80,683	-	-	-	-	-	80,683
Deferred amounts related to OPEB	161,344	58,927	12,365	2,618	-	334	235,588
Total Deferred Outflows of Resources	<u>242,027</u>	<u>58,927</u>	<u>12,365</u>	<u>2,618</u>	<u>-</u>	<u>334</u>	<u>316,271</u>
LIABILITIES							
Current liabilities:							
Accounts payable	261,798	119,748	35,845	10,921	53,862	862	483,036
Accrued payroll liabilities	48,116	16,657	10,178	1,996	-	-	76,947
Accrued interest payable	174,998	2,754	-	-	-	-	177,752
Payable to other governments	-	9,870	-	-	-	-	9,870
Unearned revenue	621	-	-	-	-	-	621
Current portion of:							
Compensated absences	37,969	14,837	14,607	1,752	-	-	69,165
Deposits subject to refund	108,619	-	-	-	-	-	108,619
Notes payable	132,891	330,508	-	-	-	-	463,399
Revenue bonds payable	965,000	-	-	-	-	-	965,000
Total current liabilities	<u>1,730,012</u>	<u>494,374</u>	<u>60,630</u>	<u>14,669</u>	<u>53,862</u>	<u>862</u>	<u>2,354,409</u>
Noncurrent liabilities:							
Compensated absences	151,876	59,349	58,430	15,768	-	-	285,423
Deposits subject to refund	434,476	-	-	-	-	-	434,476
Total OPEB liability	345,157	151,005	75,503	10,786	-	1	582,452
Notes payable	841,097	507,326	-	-	-	-	1,348,423
Revenue bonds payable	29,367,075	-	-	-	-	-	29,367,075
Total non-current liabilities	<u>31,139,681</u>	<u>717,680</u>	<u>133,933</u>	<u>26,554</u>	<u>-</u>	<u>1</u>	<u>32,017,849</u>
Total liabilities	<u>32,869,693</u>	<u>1,212,054</u>	<u>194,563</u>	<u>41,223</u>	<u>53,862</u>	<u>863</u>	<u>34,372,258</u>
DEFERRED INFLOWS OF RESOURCES:							
Deferred amounts related to leases	-	-	-	112,183	-	-	112,183
Deferred amounts related to OPEB	368,541	167,351	106,607	10,443	-	9,906	662,848
Total Deferred Outflows of Resources	<u>368,541</u>	<u>167,351</u>	<u>106,607</u>	<u>122,626</u>	<u>-</u>	<u>9,906</u>	<u>775,031</u>
NET POSITION							
Net investment in capital assets	20,203,847	26,284,587	757,506	5,190,134	3,136,817	7,699,616	63,272,507
Restricted for debt service	617,951	-	-	-	-	-	617,951
Unrestricted	8,163,287	2,132,006	1,634,370	374,287	172,559	463,028	12,939,537
Total net position	<u>\$ 28,985,085</u>	<u>\$ 28,416,593</u>	<u>\$ 2,391,876</u>	<u>\$ 5,564,421</u>	<u>\$ 3,309,376</u>	<u>\$ 8,162,644</u>	<u>76,829,995</u>

Capital project funds are used by management to purchase or construct certain capital assets for the City.

The assets and liabilities of certain capital project governmental funds are included in the business-type activities in the Statement of Net Position:

Water and Wastewater CIP	11,947,686
SSMA Capital Fund	610,811
Airport CIP Fund	178,250
Stormwater CIP Fund	4,623,897
Golf Course CIP Fund	15,486

Revenue deferred in governmental capital project funds because the revenue is not available to pay fund liabilities has been recognized as revenue in the Statement of Activities for capital project funds classified as business type activities.

Total net position per Government-Wide financial statements	<u>3,929</u>
	<u>\$ 94,210,054</u>

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2023

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total
OPERATING REVENUES							
Charges for services	\$ 9,915,600	\$ 3,767,959	\$ 2,286,129	\$ 194,007	\$ 890,263	\$ 1,419,129	\$ 18,473,087
Miscellaneous	-	-	-	333,029	-	-	333,029
Total operating revenues	<u>9,915,600</u>	<u>3,767,959</u>	<u>2,286,129</u>	<u>527,036</u>	<u>890,263</u>	<u>1,419,129</u>	<u>18,806,116</u>
OPERATING EXPENSES							
Personal services	2,643,164	1,178,894	746,451	121,621	1,480	45,450	4,737,060
Operations and maintenance	3,372,857	1,700,905	1,060,138	492,105	955,890	223,480	7,805,375
Depreciation	1,949,202	1,307,745	188,491	355,327	220,635	180,531	4,201,931
Total operating expenses	<u>7,965,223</u>	<u>4,187,544</u>	<u>1,995,080</u>	<u>969,053</u>	<u>1,178,005</u>	<u>449,461</u>	<u>16,744,366</u>
Operating income (loss)	<u>1,950,377</u>	<u>(419,585)</u>	<u>291,049</u>	<u>(442,017)</u>	<u>(287,742)</u>	<u>969,668</u>	<u>2,061,750</u>
NON-OPERATING REVENUES (EXPENSES)							
Interest and investment revenue	475,847	55,954	50,706	13,281	8,517	9,119	613,424
Miscellaneous revenue	10,177	1,753	1,156	5,525	-	-	18,611
Loss on disposal of capital asset	(34,400)	-	(48,068)	-	-	-	(82,468)
Interest expense and fiscal agent charges	(814,546)	(14,515)	-	-	-	-	(829,061)
Total non-operating revenue (expenses)	<u>(362,922)</u>	<u>43,192</u>	<u>3,794</u>	<u>18,806</u>	<u>8,517</u>	<u>9,119</u>	<u>(279,494)</u>
Income (loss) before contributions and transfers	<u>1,587,455</u>	<u>(376,393)</u>	<u>294,843</u>	<u>(423,211)</u>	<u>(279,225)</u>	<u>978,787</u>	<u>1,782,256</u>
Capital contributions	1,758,529	145,380	276,512	87,500	94,665	943,136	3,305,722
Transfers in	800,000	-	-	150,000	250,000	-	1,200,000
Transfers out	(2,372,326)	(501,572)	(588,842)	-	(130,752)	(1,000,000)	(4,593,492)
Change in net position	<u>1,773,658</u>	<u>(732,585)</u>	<u>(17,487)</u>	<u>(185,711)</u>	<u>(65,312)</u>	<u>921,923</u>	<u>1,694,486</u>
Total net position - beginning, restated	<u>27,211,427</u>	<u>29,149,178</u>	<u>2,409,363</u>	<u>5,750,132</u>	<u>3,374,688</u>	<u>7,240,721</u>	<u>75,135,509</u>
Total net position - ending	<u>\$ 28,985,085</u>	<u>\$ 28,416,593</u>	<u>\$ 2,391,876</u>	<u>\$ 5,564,421</u>	<u>\$ 3,309,376</u>	<u>\$ 8,162,644</u>	<u>\$ 76,829,995</u>

Change in net position, per above \$ 1,694,486

Capital project funds are used by management to purchase or construct certain capital assets for the City.
The activities of certain capital project governmental funds are included in the business-type activities in the
Statement of Activities:

Water and Wastewater CIP	2,201,294
SSMA Capital Fund	4,855
Airport CIP Fund	5,738
Stormwater CIP Fund	535,418
Golf Course CIP Fund	(56,714)

Revenue deferred in governmental capital project funds because the revenue is not available to pay fund liabilities has been
recognized as revenue in the Statement of Activities for capital project funds classified as business type activities.

2,317

Change in Business-Type Activities in Net Position per Government-Wide Financial Statements

\$ 4,387,394

See accompanying notes to the Basic Financial Statements.

City of Sand Springs, Oklahoma
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

	SSMA Water Utility Fund	SSMA Wastewater Utility Fund	SSMA Solid Waste Utility Fund	SSMA Airport Fund	SSMA Golf Fund	SSMA Stormwater Fund	Total Proprietary Funds
CASH FLOWS FROM OPERATING ACTIVITIES							
Receipts from customers	\$ 9,847,888	\$ 3,749,598	\$ 2,268,832	\$ 569,273	\$ 893,151	\$ 1,408,607	\$ 18,737,349
Receipts from other funds	158,174	-	-	-	-	-	158,174
Payments to suppliers	(3,369,853)	(1,666,221)	(1,047,334)	(489,810)	(962,970)	(223,381)	(7,759,569)
Payments to employees	(2,670,075)	(1,200,829)	(752,955)	(121,706)	(1,480)	(49,830)	(4,796,875)
Receipts of customer meter deposits	146,993	-	-	-	-	-	146,993
Refunds of customer meter deposits	(138,440)	-	-	-	-	-	(138,440)
Net Cash Provided by (Used in) Operating Activities	<u>3,974,687</u>	<u>882,548</u>	<u>468,543</u>	<u>(42,243)</u>	<u>(71,299)</u>	<u>1,135,396</u>	<u>6,347,632</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Transfers from other funds	800,000	-	-	150,000	250,000	-	1,200,000
Transfers to other funds	(2,372,326)	(501,572)	(588,842)	-	(130,752)	(1,000,000)	(4,593,492)
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>(1,572,326)</u>	<u>(501,572)</u>	<u>(588,842)</u>	<u>150,000</u>	<u>119,248</u>	<u>(1,000,000)</u>	<u>(3,393,492)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES							
Principal paid on capital debt	(1,176,036)	(419,130)	-	-	-	-	(1,595,166)
Interest paid on capital debt	(811,993)	(17,947)	-	-	-	-	(829,940)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(1,988,029)</u>	<u>(437,077)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,425,106)</u>
CASH FLOWS FROM INVESTING ACTIVITIES							
Sale of investments	2,145	282,991	-	-	-	-	285,136
Interest and dividends	475,847	55,954	50,706	13,281	8,517	9,120	613,425
Net Cash Provided by Investing Activities	<u>477,992</u>	<u>338,945</u>	<u>50,706</u>	<u>13,281</u>	<u>8,517</u>	<u>9,120</u>	<u>898,561</u>
Net Increase in Cash and Cash Equivalents	892,324	282,844	(69,593)	121,038	56,466	144,516	1,427,595
Balances - beginning of the year	<u>12,474,132</u>	<u>1,679,573</u>	<u>1,733,823</u>	<u>281,655</u>	<u>169,092</u>	<u>180,629</u>	<u>16,518,904</u>
Balances - end of the year	<u>\$ 13,366,456</u>	<u>\$ 1,962,417</u>	<u>\$ 1,664,230</u>	<u>\$ 402,693</u>	<u>\$ 225,558</u>	<u>\$ 325,145</u>	<u>\$ 17,946,499</u>
Reconciliation to Statement of Net Position:							
Cash and cash equivalents	\$ 4,830,760	\$ 1,962,417	\$ 1,664,230	\$ 402,693	\$ 225,558	\$ 325,144	\$ 9,410,802
Restricted cash and cash equivalents	8,535,696	-	-	-	-	-	8,535,696
	<u>\$ 13,366,456</u>	<u>\$ 1,962,417</u>	<u>\$ 1,664,230</u>	<u>\$ 402,693</u>	<u>\$ 225,558</u>	<u>\$ 325,144</u>	<u>\$ 17,946,498</u>

(Continued)

City of Sand Springs, Oklahoma
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2023

(Continued)

	<u>SSMA Water Utility Fund</u>	<u>SSMA Wastewater Utility Fund</u>	<u>SSMA Solid Waste Utility Fund</u>	<u>SSMA Airport Fund</u>	<u>SSMA Golf Fund</u>	<u>SSMA Stormwater Fund</u>	<u>Total Proprietary Funds</u>
Reconciliation of operating income (loss) to net cash provided							
by (used in) operating activities:							
Operating income (loss)	\$ 1,950,377	\$ (419,585)	\$ 291,049	\$ (442,017)	\$ (287,742)	\$ 969,668	\$ 2,061,750
Adjustments to reconcile operating income (loss) to net cash provided							
by (used in) operating activities:							
Depreciation expense	1,949,202	1,307,745	188,491	355,327	220,635	180,531	4,201,931
Other non-operating revenues (expenses)	10,177	1,753	1,156	5,525	-	-	18,611
Change in assets, liabilities and deferrals:							
Receivables, net	(77,889)	(20,114)	(18,453)	37,627	2,888	(10,522)	(86,463)
Lease receivables and related deferral	-	-	-	(915)	-	-	(915)
Inventory	139	-	-	-	-	-	139
Prepaid expenses	(26,632)	-	-	-	-	-	(26,632)
Due from other funds	158,174	-	-	-	-	-	158,174
Deferred outflows related to OPEB	(76,451)	14,231	4,290	149	-	94	(57,687)
Accounts payables	29,497	29,007	12,804	2,293	(7,080)	99	66,620
Customer meter deposits payable	8,553	-	-	-	-	-	8,553
Payable to other governments	-	5,677	-	-	-	-	5,677
Total OPEB liability	(161,362)	(120,343)	(69,217)	(7,304)	-	1	(358,225)
Accrued payroll liabilities	(62,888)	(30,427)	(12,353)	(3,696)	-	(2,519)	(111,883)
Accrued compensated absences	24,761	457	9,940	3,014	-	-	38,172
Deferred inflows related to OPEB	249,029	114,147	60,836	7,754	-	(1,956)	429,810
Net Cash Provided by (Used in) Operating Activities	<u>\$ 3,974,687</u>	<u>\$ 882,548</u>	<u>\$ 468,543</u>	<u>\$ (42,243)</u>	<u>\$ (71,299)</u>	<u>\$ 1,135,396</u>	<u>\$ 6,347,632</u>
Noncash activities:							
Contributed capital assets	\$ 1,758,529	\$ 145,380	\$ 276,512	\$ 87,500	\$ 94,665	\$ 943,136	\$ 3,305,722
Total Noncash Activities	<u>\$ 1,758,529</u>	<u>\$ 145,380</u>	<u>\$ 276,512</u>	<u>\$ 87,500</u>	<u>\$ 94,665</u>	<u>\$ 943,136</u>	<u>\$ 3,305,722</u>

See accompanying notes to the basic financial statements.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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- B. BASIS OF PRESENTATION
- C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING
- D. ASSETS, DEFERRED OUTFLOWS, LIABILITIES, DEFERRED INFLOWS AND EQUITY
- E. REVENUES, EXPENDITURES AND EXPENSES
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- B. DEPOSITS AND INVESTMENTS LAWS AND REGULATIONS
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- B. ACCOUNTS RECEIVABLE
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- F. LONG-TERM DEBT
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- D. COMMITMENTS AND CONTINGENCIES

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**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP). Generally accepted accounting principles (GAAP) include all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

1.A. FINANCIAL REPORTING ENTITY

The City’s financial reporting entity is comprised of the following:

- Primary Government: City of Sand Springs
- Blended Component Unit: Sand Springs Municipal Authority
- Discretely Presented Component Unit: Sand Springs Cultural and Historical Museum Trust Authority

In determining the financial reporting entity, the City complies with the provisions of Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity” as amended by Statement 61 and includes all component units of which the City is fiscally accountable.

Each of these component units are Public Trusts established pursuant to Title 60 of Oklahoma State law. Public Trusts (Authorities) have no taxing power. The Authorities are generally created to finance City services through issuance of revenue bonds or other non-general obligation debt and to enable the City Council to delegate certain functions to the governing body (Trustees) of the Authority. The Authorities generally retain title to assets which are acquired or constructed with Authority debt or other Authority generated resources. In addition, the City has leased certain existing assets at the creation of the Authorities to the Trustees on a long-term basis. The City, as beneficiary of the Public Trusts, receives title to any residual assets when a Public Trust is dissolved.

BLENDING COMPONENT UNITS

Blended component units are separate legal entities that meet the component unit criteria described above and whose governing body is the same or substantially the same as the City Council or the component unit provides services entirely to the City. These component units’ funds are blended into those of the City by appropriate fund category to comprise the primary government presentation.

The component unit that is blended into the primary government’s fund categories is presented below:

<u>Component Unit</u>	<u>Brief Description/Inclusion Criteria</u>	<u>Included Funds</u>
Sand Springs Municipal Authority (SSMA)	Created March 14, 1966, to finance, develop and operate the water, wastewater, stormwater, and solid waste disposal facilities. Also, the Authority operates and maintains the golf course and airport facilities. The current City Council serves as the entire governing body (Trustees) of the SSMA. Any issuances of debt would require a two-thirds approval of the City Council. Management and staff of the City also serve as management and staff of the Authority.	Enterprise Funds: Water Fund Wastewater Fund Solid Waste Fund Airport Fund Golf Fund Stormwater Fund

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

DISCRETELY PRESENTED COMPONENT UNITS

Discretely presented component units are separate legal entities that meet the component unit criteria described above but do not meet the criteria for blending.

Component units that would normally be discretely presented in the City’s report are presented below:

Sand Springs Economic Development Authority (Economic Development Authority)	Created October 24, 1980, to promote and encourage development of industry and commerce on behalf of the City. This Trust was primarily set up to be the loan servicing agent for Community Development Block Grant Economic Development Loans, and lender for Oklahoma Industrial Finance Authority Loans to private enterprises. The SSEDAA governing body is comprised of eight members; two appointed council members and six other members appointed by the full City Council. Any issuances of debt would require a two-thirds approval of the City Council.
Sand Springs Cultural and Historical Museum Trust Authority (Museum Trust Authority)	Created December 20, 1990, to promote cultural and historical activities within the City. The governing body is comprised of seven members appointed by the full City Council. No current City Council members serve on the board. Any issuance of debt would require a two-thirds approval of the City Council.

The discretely presented component units of the City do not issue separately audited component unit financial statements.

RELATED ORGANIZATIONS

The following related organizations are not included in the financial reporting entity:

Sand Springs Development Authority	An Authority created on February 14, 1983, pursuant to Title 11 of Oklahoma Statutes, Sections 38-101, regarding urban renewal through private and public resources. This authority was created to formulate a workable program of urban renewal. The City appoints a voting majority of the organization’s governing body; however, the City does not have the ability to impose its will on the governing body, nor does a financial benefit or burden relationship exist between the two. Of the governing body appointed, no member shall hold any other public office under the City.
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1.B. BASIS OF PRESENTATION

Government-Wide Financial Statements:

The statement of net position and statement of activities display information about the City as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues, and expenditures/expenses. Funds are organized into two major categories: governmental and proprietary. The City presently has no fiduciary funds. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

- a. Total assets (plus deferred outflows), liabilities (plus deferred inflows), revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type, and
- b. Total assets (plus deferred outflows), liabilities (plus deferred inflows), revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.
- c. A fund that does not meet the criteria of (a) or (b), but for which management has determined is of such significance to be reported as a major fund.

The funds of the financial reporting entity are described below.

GOVERNMENTAL FUNDS

General Fund

The General Fund is the primary operating fund of the City and always classified as a major fund. It is used to account for and report all financial resources not accounted for and reported in another fund. It includes the Special Programs account for reporting purposes. This accounts for revenues assigned for specific public safety activities and recreational services provided by the City.

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The reporting entity includes the following special revenue funds:

Vision 2025 Fund

Debt Service Fund

The Debt Service Fund is used to account for restricted ad-valorem taxes levied by the City for use in retiring general obligation bonds, court-assessed judgments, and their related interest and fiscal agent fees.

Capital Project Funds

Capital Project Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays. The reporting entity includes the following capital project funds:

Street Improvement Fund
Community Development Block Grant (CDBG) Fund – EDIF
Park and Recreation Fund
T.I.D. Cimarron Center Fund
Short-term Capital Improvements Fund
Capital Improvement Fund
Airport Construction Fund

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Stormwater Capital Improvement Fund
 SSMA Capital Fund
 Capital Improvement Water and Wastewater Fund
 Golf Course Capital Improvement Fund
 Public Safety Capital Improvement Fund
 Economic Development Capital Improvement Fund
 2018 General Obligation Bond City Project Fund
 2018 General Obligation Bond Economic Development Fund
 Development Capital Improvement Fund
 2022 General Obligation Bond City Project Fund
 2022 General Obligation Bond Community Development Fund

PROPRIETARY FUNDS

Enterprise Funds

Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The reporting entity includes the following enterprise funds:

- Sand Springs Municipal Authority (SSMA) - Water
- Sand Springs Municipal Authority (SSMA) - Wastewater
- Sand Springs Municipal Authority (SSMA) - Solid Waste
- Sand Springs Municipal Authority (SSMA) - Airport
- Sand Springs Municipal Authority (SSMA) - Golf
- Sand Springs Municipal Authority (SSMA) – Stormwater

COMPONENT UNITS

Discretely presented component units are separate legal entities whose governing body (in majority) is appointed by the Mayor or City Council, but whose governing body is not substantially the same as the City Council nor is an entity established to provide services primarily to the primary government. Since these component units are not as closely associated with the City as are the blended component units, they are reported in discretely presented columns on the government-wide financial statements. The reporting entity includes the following discretely presented component unit:

- Sand Springs Cultural and Historical Museum Trust Authority (Museum Trust Authority)
- Sand Springs Economic Development Authority (Economic Development Authority)

Major and Nonmajor Funds

The funds are further classified as major or nonmajor as follows:

<u>Fund</u>	<u>Brief Description</u>
<i>Major:</i>	
General	See previous description.
Capital Project Funds:	
Street Improvement	Accounts for the permanent half-cent sales tax extension approved by the voters on September 11, 2007 with effective date of January 1, 2008. These funds are to be used to make capital improvements to the roads, streets and bridges.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Capital Improvement Water and Wastewater	Accounts for the one-cent increase in sales tax approved by the citizens in 1979. These funds are to be expended for water and wastewater capital improvement projects and retirement of debt as provided in the ordinance.
Development Capital Improvement	Accounts for transfers from the SSMA Water Fund for land purchase.
2018 General Obligation Bond City Project	Accounts for the proceeds of general obligation bond issues. These funds are to be expended for streets, bridges, public safety equipment, park improvement, and municipal facilities improvements.
2022 General Obligation Bond City Project	Accounts for the proceeds of general obligation bond issues. These funds are to be expended for streets, bridges, public safety equipment, park improvement, and municipal facilities improvements.
Enterprise Funds:	
SSMA Water Fund	Accounts for activities of the public trust in providing water services to the citizens.
SSMA Wastewater Fund	Accounts for activities of the public trust in providing wastewater services to the citizens.
SSMA Solid Waste Fund	Accounts for activities of the public trust in providing solid waste services to the citizens.
SSMA Airport Fund	Accounts for revenues and expenses related to the operations of the airport facility and financing for future airport improvements.
SSMA Golf Fund	Accounts for revenues and expenses related to the operation of the golf course, payment of debt service requirements on the debt issued related to the golf course and financing for future golf improvements.
SSMA Stormwater Fund	Accounts for revenues and expenses related to the maintenance of stormwater operations.
<i>Nonmajor:</i>	
Special Revenue Fund	
Vision 2025	Accounts for grants received from Tulsa County restricted for the river park project.
Capital Project Funds:	
Community Development Block Grant - EDIF	Accounts for grants received from the U.S. Department of Housing and Urban Development and transfers from the City for infrastructure.
Park and Recreation	Accounts for revenues from housing developers restricted for park improvements.
Short-term Capital Improvements	Accounts for revenues, transfers from other City funds and certain bond proceeds as the City Council may designate for the City's short-term capital needs, consisting of items having a useful life of ten years or less.
T.I.D. #1 Cimarron Center	Accounts for tax increment financing revenues initially collected by the General Fund and related economic development expenditures.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Capital Improvement	Accounts for contributions and specific revenues and transfers from other City funds and expenditures for various capital projects as the City Council may designate.
Public Safety Capital Improvement	Accounts for the forty-five hundredths of one-cent increase in sales tax approved by citizens in 2015 which went into effect January 2017 to repay the debt. Also, accounts for the bonds proceeds to be expended for building and improving public safety facilities and land acquisition for public safety facilities for the benefit of the City as provided in the ordinance.
Stormwater Capital Improvement	Accounts for transfers from the Municipal Authority stormwater revenues set aside for stormwater capital improvement projects.
Airport Construction	Accounts for governmental grants and transfers from the City set aside for capital improvement projects of the airport.
SSMA Capital	Accounts for transfers from the Municipal Authority water, wastewater, solid waste, airport and golf revenues set aside for capital improvement projects.
Golf Course Capital Improvement	Accounts for transfers from the Golf Course Fund set aside for golf course capital improvement projects.
Economic Development Capital Improvement	Accounts for the ten hundredths of one-cent increase in sales tax approved by citizens in 2015 which went into effect January 2017 for the purpose of promoting economic development and repayment of any debt issued for that purpose for the benefit of the City as provided in the ordinance.
2018 General Obligation Economic Development	Accounts for the proceeds of land sale that was purchased with general obligation bond monies. These funds will be used to purchase additional land for economic development.
2022 General Obligation Community Development	Accounts for the proceeds of land sale that was purchased with general obligation bond monies. These funds will be used to purchase additional land for community development.
Debt Service Fund	Accounts for restricted ad-valorem taxes levied by the City for use in retiring general obligation bonds, court-assessed judgments, and their related interest and fiscal agent fees.

1.C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe “how” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities both governmental and business-like activities are presented using the economic resources measurement focus as defined in item 2. below.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

1. All governmental fund types and similar component units utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
2. Proprietary fund types and similar component units 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, financial or nonfinancial) and deferred outflows and deferred inflows associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities both governmental and business-like 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, deferred outflows, liabilities and deferred inflows resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available”.

Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter (defined by the City as 60 days after year end) to pay current liabilities. Sales tax and franchise taxes are major revenues that meet this criteria. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are recorded when due.

All proprietary funds utilize 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.

1.D. ASSETS, LIABILITIES, DEFERRED INFLOWS, DEFERRED OUTFLOWS AND EQUITY

Cash and Cash Equivalents

For the purposes of financial reporting, “cash and cash equivalents” includes all demand, savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less. Revenue bond and promissory note trust account investments in open-ended mutual fund shares are also considered cash equivalents.

Investments

Investments consist of money market investments and government securities that are reported at fair value unless they had remaining maturities of one year or less at the time of purchase, in which case they are carried at amortized cost. All non-negotiable certificates of deposit are carried at cost. Additional investment risk disclosures are presented in Notes 2.B. and 3.A.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Receivables and Related Deferred Inflows

In the government-wide statements, receivables consist of all revenues earned at year end and not yet received. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, franchise taxes, grants and court fines. Business-type activities report utilities, leases and interest earnings as its major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Non-exchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Proprietary fund material receivables consist of all revenues earned at year end and not yet received. Utility accounts receivable and interest earnings comprise the majority of proprietary fund receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Leases

The City is a party as lessor for various noncancellable long-term leases of land. The corresponding lease receivable is recorded in an amount equal to the present value of the expected future minimum lease payments received, discounted by an applicable interest rate.

Inventories and Prepaids

The City has chosen to record consumable materials and supplies as inventory in the governmental funds at the time of purchase and expense when consumed. In addition, in the Sand Springs Municipal Authority Water Fund and Sand Springs Municipal Authority Airport Enterprise Funds, the water and airport fuel inventories, respectively, are recorded as an asset when purchased and expensed when consumed. Such inventory is valued at lower of cost or net realizable value on a first-in, first-out basis. Prepaid expenses are recorded as expense when goods or services are received.

Capital Assets

The accounting treatment over property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund operations and similar discretely presented component unit operations or proprietary fund operations and similar discretely presented component unit operations and whether they are reported in the government-wide or fund financial statements. The City's capitalization threshold is \$5,000.

Government-Wide Statements

In the government-wide financial statements, property, plant and equipment are accounted for as capital assets. All capital assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated capital assets which are recorded at their estimated acquisition value at the date of donation.

Prior to July 1, 2000, governmental activities' infrastructure assets were not capitalized. These assets (dating back to July 1, 1980) have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset are as follows:

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Buildings	20-100 years
Other Improvements	20-100 years
Equipment and vehicles	3-25 years
Infrastructure	25-50 years

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Restricted Assets

Restricted assets reported in the fund financial statements include current assets of enterprise funds and similar discretely presented component units that are legally restricted as to their use. The primary restricted assets are related to revenue bond and promissory note trustee accounts restricted for debt service and deposits held for refund.

Long-Term Debt

Accounting treatment of long-term debt varies depending upon the source of repayment and whether the debt is reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and similar discretely presented component unit resources and business-type and similar discretely presented component unit resources are reported as liabilities in the government-wide statements. The long-term debt consists primarily of accrued compensated absences, other post employment benefits payable, general obligation bonds payable, leases payable, notes payable and revenue bonds payable.

Long-term debt of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures. The accounting for proprietary funds is the same in the fund statements as it is in the government-wide statements.

Compensated Absences

All regular and part-time employees are granted vacation benefits in amounts from 10 to 20 days depending upon tenure with the City. These benefits accumulate pro rata by pay period. Accumulated vacation leave vests and the City is obligated to make payment even if the employee terminates. After a probationary period, police officers receive vacation ranging from 168 to 248 hours per year depending upon years of service. Members of the Fire Department receive vacation ranging from 4 to 15 shifts per year, after a probationary period, depending upon years of service. Employees may accrue ten days of sick leave per year up to a maximum of 100 days accrued. Employees with accrued sick leave in excess of 100 days on or about December 15 of each year are paid for the excess accrual at the rate of one day's pay for each three days of accumulated sick leave. The City did not have a liability for this excess leave at June 30, 2023. However, any employee leaving the service of the City after a period of 10 years are paid at the rate of one day's pay for each four days of accumulated leave and the City reports a liability for this leave type.

The liability for these compensated absences is recorded as long-term debt in the government-wide statements. The current portion of this debt is estimated based on historical trends. In the fund financial statements, governmental funds report only the compensated absence liability that has matured and is payable from expendable available financial resources, while the proprietary funds report the liability as it is incurred. The compensated absence obligation of the governmental funds is typically liquidated through the use of General Fund resources.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Deferred Outflows and Inflows

Deferred outflows and inflows represent a consumption or acquisition of net position by the City that are applicable to a future reporting periods. At June 30, 2023, the City's deferred outflows and deferred inflows of resources were comprised of pension, OPEB related deferrals and lease receivable deferrals. Certain pension and OPEB amounts are deferred, some as outflows and other as inflows, amortized as a component of pension and insurance expense in future periods.

Lease-related amounts are recognized at the inception of leases in which the City is the lessor and are recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any leases incentives paid to, or on behalf of, lessee at or before the commencement of the lease term. The inflow or resources is recognized in a systematic and rational manner over the term of the lease.

Equity Classifications

Government-Wide Financial Statements:

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

1. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. 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.
3. Unrestricted net position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

It is the City'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.

Fund Financial Statements:

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned and unassigned. These classifications are defined as:

- a. Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- b. Restricted – consists of fund balance with constraints placed on the use of resources either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (b) law through constitutional provisions or enabling legislation.
- c. Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the City's highest level of decision-making authority. The City's highest level of decision-making authority is made by ordinance of the City's governing body.
- d. Assigned – includes amounts that are constrained by the City's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balance may be made by City Council action or management decision when the City Council has delegated that authority to the City Manager, which is currently the case here. Assignments for transfers and interest income for governmental funds are made through the budgetary process.
- e. Unassigned – represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the general fund.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

It is the City's policy to first use restricted fund balances prior to the use of unrestricted fund balance when an expense is incurred for purposes for which both restricted and unrestricted fund balances are available. The City's policy for the use of unrestricted fund balance amounts require that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

Proprietary fund equity is classified the same as in the government-wide statements.

1.E. REVENUES, EXPENDITURES AND EXPENSES

Sales Tax

The City levies a four and 5 hundredths (4.05) cent sales tax on taxable sales within the City. The sales tax is collected by the Oklahoma Tax Commission and remitted to the City in the month following receipt by the Tax Commission. The Tax Commission receives the sales tax approximately one month after collection by vendors. The entire sales tax is recorded as revenue within the General Fund. Upon receipt, the General Fund distributes the dedicated portion of the sales tax as follows:

- 2 cents retained by the General Fund
- 1 cent recorded to the Capital Improvement Water and Wastewater Fund.
- 1/2 cent recorded to the Street Improvement Fund as required by city ordinance.
- 9/20 cent recorded to Public Safety Capital Improvement Fund as required by city ordinance and as required by revenue bond indenture.
- 1/10 cent recorded to Economic Development Capital Improvement Fund as required by city ordinance.

Property Tax

Under State law, municipalities are limited in their ability to levy a property tax. Such tax may only be levied to repay principal and interest on general obligation bonded debt approved by voters and any court-assessed judgments.

At the present time the City levies a property tax to fund the annual debt service requirements of the general obligation bonds. The property tax levy, as determined by the City's debt service needs, is submitted to the County Excise Board for approval. County assessors, elected officials, determine the taxable value of real estate and personal property in the County. A State Board of Equalization hears complaints on real estate values with the power to equalize assessments. Under present State law, the ratio of assessed value to true value cannot be less than 11 percent or more than 13 ½ percent.

Property taxes levied by the City are billed and collected by the County Treasurer's Office and remitted to the City in the month following collection. Property taxes are levied normally in October and are due in equal installments on December 31 and March 31. Property taxes unpaid for the fiscal year are attached by an enforceable lien on property in the following October. Property taxes levied, but not collected during the year or within 60 days of year end are reported as deferred revenue.

For the year ended June 30, 2023, the City's net assessed valuation of taxable property was \$167,110,293. The taxes levied by the City per \$1,000 of net assessed valuation for the year ended June 30, 2023 was \$11.51.

Program Revenues

In the Statement of Activities, revenues that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

General government	Inspection fees, rent and royalties, special assessment fees, other fees, licenses and permits, state operating grants and capital grants.
Planning and zoning	Zoning charges.
Public safety	Fine and forfeiture revenue, court costs and fees, fire run fees, rentals, donations; operating grants include Federal Emergency Management Agency and Oklahoma Highway Safety Office grants, state on-behalf pension contributions, individual donations, and Homeland Security grants.
Highways and streets	Street and curb permits; capital grants and contributions from the Department of Housing and Urban Development, motor fuel and commercial vehicle revenues.
Culture and recreation	Park and recreation fees; and state operating grant
Economic development	Federal operating grant

All other governmental revenues are reported as general. It is important to note that all taxes are classified as general revenue even if restricted for a specific purpose.

Pledge of Future Revenues

Sales Tax and Utility Net Revenues Pledge - The City has pledged one cent (or 24.7%) of future sales tax revenues to repay \$29,660,000 of the Series 2020 and Series 2022 Revenue Bonds and \$11,465,515 of OWRB Notes Payable Series 2004, 2005, 2006, and 2009. Proceeds from the bonds and notes provided financing for capital assets. The bonds and notes are payable from pledged sales tax revenues and further secured by net water and wastewater revenues. The bonds and notes are payable through 2043, 2047, 2024, 2027, 2026, and 2031 respectively. If the net utility revenues are sufficient to service the debt, the pledged sales taxes are transferred to the Capital Improvement Water and Wastewater Fund to be used for capital purchases. The total principal and interest payable for the remainder of the life of these bonds and notes is \$40,419,117. Pledged sales taxes received in the current year were \$4,134,149 and the net utility revenues were \$4,787,739. Debt service payments of \$2,420,167 for the current fiscal year were 59% of the pledged sales taxes and 27% of both pledged sales taxes and utility revenues.

Sales Tax Revenues Pledge – The City, as approved by a vote of the citizens, added an additional .45% of one cent of sales tax for the repayment of the Series 2015 and 2016 Capital Improvement Revenue Bonds. This sales tax went into effect January 2017. Proceeds of these bonds provided financing for public safety capital assets, including facilities. These bonds are payable through 2042. The total principal and interest payable for the remainder of the life of these bonds and notes is \$18,498,951. Pledged sales taxes received in the current year were \$1,860,367. Debt service payments of \$974,250 for the current fiscal year were 52% of the pledged sales taxes. If the pledged sales tax is not sufficient at any time, the remaining net utility revenues can be used to service the debt.

Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds and similar discretely presented component units are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses

In the government-wide financial statements, expenses are reported on the accrual basis and are classified by function for both governmental and business-type activities.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

In the fund financial statements, expenditures/expenses are classified as follows:

Governmental Funds - By Character:	Current (further classified by function) Capital outlay Debt service
Proprietary Funds - By Operating and Non-Operating	

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

1.F. INTERNAL AND INTERFUND BALANCES AND ACTIVITIES

In the process of aggregating the financial information for the government-wide statement of net position and statement of activities, some amounts reported as interfund activity and balances in the fund financial statements have been eliminated or reclassified.

Fund Financial Statements:

Interfund activity, if any, within and among the governmental and proprietary fund categories is reported as follows in the fund financial statements:

1. Interfund loans - amounts provided with a requirement for repayment are reported as interfund receivables and payables.
2. Interfund services - sales or purchases of goods and services between funds are reported as revenues and expenditures/expenses.
3. Interfund reimbursements - repayments from funds responsible for certain expenditures/expenses to the funds that initially paid for them are not reported as reimbursements but as adjustments to expenditures/expenses in the respective funds.
4. Interfund transfers - flow of assets from one fund to another where repayment is not expected are reported as transfers in and out.

Government-Wide Financial Statements:

Interfund activity and balances, if any, are eliminated or reclassified in the government-wide financial statements as follows:

1. Internal balances - amounts reported in the fund financial statements as interfund receivables and payables are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are reported as Internal Balances.
2. Internal activities - amounts reported as interfund transfers in the fund financial statements are eliminated in the government-wide statement of activities except for the net amount of transfers between governmental and business-type activities, which are reported as Transfers - Internal Activities.

The effect of interfund services between funds are not eliminated in the statement of activities.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

3. Primary government and component unit activity and balances - resource flows between the primary government and the discretely presented component units are reported as if they were external transactions.

1.G. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

1.H. PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oklahoma Firefighter’s Pension & Retirement System (OFPRS) and Oklahoma Police Pension & Retirement System (OPPRS), and additions to/deductions from OFPRS and OPPRS’s fiduciary net position have been determined on the same basis as they are reported by OFPRS and OPPRS. For this purpose, benefits payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments held by these funds are reported at fair value.

1.I. NEW ACCOUNTING STANDARDS

New accounting pronouncements adopted in Fiscal Year 2023 GASB Statement No. 96, SBITAs, was issued in May 2020; GASB 96 provides guidance on the accounting and financial reporting for SBITAs for government and users (governments). This Statement increases the usefulness of governments’ financial statements by require recognition of certain subscription based information technology assets and their associated liabilities. Also effective was GASB Statement No. 94, PPPs, the City did not have any arrangements that met the statements criteria.

NOTE 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

By its nature as a local government unit, the City and its component units are subject to various federal, state and local laws and contractual regulations. An analysis of the City’s compliance with significant laws and regulations and demonstration of its stewardship over City resources follows:

2.A. FUND ACCOUNTING REQUIREMENTS

The City complies, in all material respects, with all state and local laws and regulations requiring the use of separate funds. The legally required funds used by the City include the following:

<u>Fund</u>	<u>Required By</u>
Airport Construction Fund	State Law
Debt Service Fund	State Law
Sand Springs Municipal Authority Utility Funds	Trust Indenture
Sand Springs Economic Development Authority Fund	Trust Indenture
Sand Springs Cultural and Historical Museum Trust Authority Fund	Trust Indenture

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

2.B. DEPOSITS AND INVESTMENTS LAWS AND REGULATIONS

In accordance with State law, all uninsured deposits of municipal funds in financial institutions must be secured with acceptable collateral valued at no more than market value. Acceptable collateral includes certain U.S. Government or Government Agency securities, certain State of Oklahoma or political subdivision debt obligations, surety bonds, or certain letters of credit. As required by 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee. As reflected in Note 3.A., the City’s uninsured deposits were sufficiently collateralized in accordance with these provisions for the year ended June 30, 2023.

Investments of a City (excluding Public Trusts) are limited by State Law to the following:

- a. Direct obligations of the U. S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.
- c. With certain limitations, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper and repurchase agreements.
- d. County, municipal or school district tax-supported debt obligations, bond or revenue anticipation notes, money judgments, or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality or school district.
- e. Notes or bonds secured by mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and in obligations of the National Mortgage Association.
- f. Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraphs a., b., c. and d.

Public trusts created under O.S. Title 60 are not subject to the above noted investment limitations and are primarily governed by any restrictions in their trust or bond indentures. For the year ended June 30, 2023, the City and its public trusts complied, in all material respects, with these investment restrictions.

2.C. REVENUE RESTRICTIONS

The City has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales Tax	See Note 1.E.
Gasoline Excise & Commercial Vehicle Tax	Street and Alley Purposes
E-911 Revenue	E-911 Emergency Services Purposes
Water, Wastewater and Solid Waste Revenue	Debt Service and Utility Operations
Ad Valorem Tax	Debt Service on Bonds & Judgments (Also see Note 1.E.)
Airport Revenue	Airport Operations
Grants Revenue	Based upon Individual Grant Agreements

**NOTES TO BASIC FINANCIAL STATEMENTS
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Hotel/Motel Tax
Special Program Fund Revenue
Park and Recreation Developer Fees

Economic Development
Public Safety and Parks and Recreation
Park Improvements

For the year ended June 30, 2023, the City complied, in all material respects, with these revenue restrictions.

2.D. DEBT RESTRICTIONS AND COVENANTS

General Obligation Debt

Article 10, Sections 26 and 27 of the Oklahoma Constitution limits the amount of outstanding general obligation bonded debt of the municipality for non-utility or non-street purposes to no more than 10% of net assessed valuation. For the year ended June 30, 2023, the City complied with this restriction.

Other Long-Term Debt

As required by the Oklahoma State Constitution, the City (excluding Public Trusts) may not incur any indebtedness that would require payment from resources beyond the current fiscal year revenue, without first obtaining voter approval. For the year ended June 30, 2023, no such debt was incurred by the City.

Revenue Bond and Note Payable Debt

The bond indenture and note agreements relating to the long-term debt issues of the Sand Springs Municipal Authority contains a number of restrictions or covenants that are financial related. These include covenants such as a required flow of funds through special accounts, required reserve account balances, and debt service coverage requirements. The following schedule presents a brief summary of the most significant requirements and the Authority's level of compliance thereon as of June 30, 2023.

<u>Requirement</u>	<u>Level of Compliance</u>
<p>a. Flow of Funds:</p> <ul style="list-style-type: none"> - 2012 Bond Account - 2012 Reserve Account - 2020 Bond Account -2020 Reserve Account - 2021 Bond Account - 2021 Project Account -2021 Reserve Account 	<p>All required accounts have been established and are used per Bond Indenture requirements.</p>
<p>b. 2004, 2005, 2006 and 2009 Series OWRB Notes:</p> <p>Net revenues of the Authority plus transferred sales tax should be at least 125% of maximum annual principal and interest requirements on this note and any senior debt.</p>	<p>For the year ended June 30, 2023, net revenues plus sales tax amounted to \$8,921,888. Maximum annual principal and interest requirements were \$779,530. Actual coverage was 1145%.</p>
<p>2020 and 2022 Revenue Bonds:</p> <p>Net revenues of the Authority plus transferred sales tax should be at least 125% of average annual principal and interest requirements on the bonds and OWRB notes listed above.</p>	<p>For the year ended June 30, 2023, net revenues plus sales tax amounted to \$8,921,888. Average annual principal and interest requirements were \$1,848,700. Actual coverage was 480%.</p>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

2.E. BUDGETARY COMPLIANCE

Budget Law

The City prepares its annual operating budget under the provisions of the Municipal Budget Act of 1979 (the "Budget Act"). In accordance with those provisions, the following process is used to adopt the annual budget:

- a. Prior to June 1, the City Manager submits to the City Council a proposed operating budget for the fiscal year commencing the following July 1.
- b. Public hearings are conducted to obtain citizen comments. At least one public hearing must be held no later than 15 days prior to July 1.
- c. Subsequent to the public hearings but no later than seven days prior to July 1, the budget is adopted by resolution of the City Council.
- d. The adopted budget is filed with the Office of State Auditor and Inspector.

All funds of the City with revenues and expenditures are required to have annual budgets. The legal level of control at which expenditures may not legally exceed appropriations is the department level within a fund.

All supplemental appropriations require City Council approval. The City Manager may transfer appropriations between departments without City Council approval. Supplemental appropriations must also be filed with the Office of State Auditor and Inspector.

The City prepared and adopted a legal annual budget for all governmental funds.

In accordance with Title 60 of the Oklahoma State Statutes, the Sand Springs Municipal Authority, the Sand Springs Economic Development Authority and the Sand Springs Cultural and Historical Museum Trust Authority are required to prepare an annual budget and submit a copy to the City as beneficiary. However, there are no further requirements such as form of budget, approval of the budget or definition of a legal level of control.

NOTE 3. DETAIL NOTES - TRANSACTION CLASSES/ACCOUNTS

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, deferred outflows, liabilities, deferred inflows, equity, revenues and expenditures/expenses.

3.A. DEPOSIT AND INVESTMENT RISKS

Primary Government:

The City of Sand Springs, including its blended component units held the following deposits and investments at June 30, 2023:

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Type	Maturities	Rating	Fair Value Heirarchy	Carrying Value
Deposits:				
Demand deposits				\$ 68,746,517
Time deposits			N/A	14,626,595
Total deposits				<u>83,373,112</u>
 Investments:				
Invesco Prem US Gov Money Market - Inst 1949		Aaa-mf	Level 2	493,597
Cavanal Hill US Money Market Treas-Admin #0002		Aaa-mf	Level 2	41,503
Money Market Funds		Aaa	N/A	8,385,574
Total investments				<u>8,920,674</u>
Total deposits and investments				<u>\$ 92,293,786</u>
 Reconciliation to Statement of Net Position:				
Cash and cash equivalents				\$ 77,667,188
Investments				14,626,598
				<u>\$ 92,293,786</u>

Custodial Credit Risk – Exposure to custodial credit risk related to deposits exists when the City holds deposits that are uninsured and uncollateralized; collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City’s name; or collateralized without a written or approved collateral agreement. Exposure to custodial credit risk related to investments exists when the City holds investments that are uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City’s name.

The City’s policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 110% of the uninsured deposits and accrued interest thereon. The investment policy also limits acceptable collateral to U.S. Treasury securities and direct debt obligations of municipalities, counties, and school districts in the state of Oklahoma. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee.

At June 30, 2023, the City was not exposed to custodial credit risk as defined above.

Investment Credit Risk – The City’s investment policy limits investments to those allowed in state law applicable to municipalities. These investment limitations are described in Note 2.B. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations—rating agencies—as of the year end. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

As noted in the schedule of deposits and investments above, at June 30, 2023, all of the City’s investments in debt securities were rated by Moody’s.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets; Level 2 inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets, and inputs that are observable for the asset and liability, either directly or indirectly, for substantially the full term of the financial instrument; Level 3 inputs to valuation methodology are unobservable. An entity's own assumptions about the assumptions that market participants would use the pricing the assets and liabilities are used for determining the fair value of the assets and liabilities.

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 City's investment policy limits investments to those with a maturity no more than three years from the date of purchase, except for reserve funds, as a means of managing exposure to fair value losses arising from increasing interest rates. The City discloses its exposure to interest rate risk 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 City (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 City's investment policy requires diversification of investments and indicates that, with the exception of U.S. Treasury securities and authorized pools, no more than 50% of the City's total investment portfolio will be invested in a single financial institution.

At June 30, 2023, the City had no concentration of credit risk.

Component Units:

Total bank deposits of the discretely presented component unit were insured with Federal Deposit Insurance Corporation Insurance and not subject to the custodial credit risk as defined above.

3.B. ACCOUNTS RECEIVABLE

Accounts receivable of the business-type activities consist of customers' utilities, airport and golf accounts receivable. Accounts receivable of the governmental activities consists primarily of police fines. Receivables detail at June 30, 2023 is as follows:

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Service receivables	\$ 48,096	3,593,089	\$ 3,641,185
Other receivables	55,431	70,000	125,431
Municipal court fines receivable	4,212,089	-	4,212,089
Allowance for uncollectible accounts	<u>(4,063,565)</u>	<u>(1,610,131)</u>	<u>(5,673,696)</u>
Net accounts receivable	<u>\$ 252,051</u>	<u>\$ 2,052,958</u>	<u>\$ 2,305,009</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

3.C. LEASES RECEIVABLE

The City as a lessor, has entered into leases agreements involving land. The total amount of inflows of resources, including lease revenue and interest revenue recognized during the fiscal year was \$6,498.

3.D. RESTRICTED ASSETS

The amounts reported as restricted assets in the fund financial statements are comprised of cash and investments held by the trustee bank on behalf of the public trust (Authority) related to their required revenue bond and promissory note accounts as described in Note 2.D. and deposits held for refund.

The restricted assets as of June 30, 2023 were as follows:

<u>Types of Restricted Assets</u>	Current Cash and Cash <u>Equivalents</u>	Noncurrent <u>Investments</u>
ENTERPRISE FUND:		
Trustee Accounts:		
2009 OWRB Notes:		
Bond Fund Account	\$ 41,503	\$ -
2012 OWRB Notes:		
Bond Fund Account	-	1
2020 Revenue Bonds:		
Bond Fund Account	628,816	-
Sinking Fund Account	1,417	-
Redemption Fund Account	1,098	-
2022 Revenue Bonds:		
Bond Fund Account	121,213	-
Construction Fund Account	7,622,136	-
COI Fund Account	10,894	-
Deposits held for refund	108,619	434,476
Total	\$ 8,535,696	\$ 434,477

3.E. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2023, was as follows:

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

	Balance at July 1, 2022	Additions	Deductions	Transfers	Balance at June 30, 2023
PRIMARY GOVERNMENT:					
<i>Governmental Activities:</i>					
Capital assets not being depreciated:					
Land	\$ 18,580,834	\$ 414,346	\$ 973,950	\$ -	\$ 18,021,230
Construction-in-progress	8,388,616	3,327,590	-	-	11,716,206
Total capital assets not being depreciated	<u>26,969,450</u>	<u>3,741,936</u>	<u>973,950</u>	<u>-</u>	<u>29,737,436</u>
Other capital assets:					
Buildings	26,140,263	-	-	-	26,140,263
Other improvements	9,611,407	-	-	-	9,611,407
Machinery and equipment	12,803,406	559,694	-	-	13,363,100
Infrastructure	47,749,241	-	-	-	47,749,241
Total other capital assets at historical cost	<u>96,304,317</u>	<u>559,694</u>	<u>-</u>	<u>-</u>	<u>96,864,011</u>
Less accumulated depreciation for:					
Buildings	4,219,358	546,972	-	-	4,766,330
Other improvements	2,997,744	378,081	-	-	3,375,825
Machinery and equipment	7,623,201	805,980	-	-	8,429,181
Infrastructure	34,694,321	978,970	-	-	35,673,291
Total accumulated depreciation	<u>49,534,624</u>	<u>2,710,003</u>	<u>-</u>	<u>-</u>	<u>52,244,627</u>
Other capital assets, net	<u>46,769,693</u>	<u>(2,150,309)</u>	<u>-</u>	<u>-</u>	<u>44,619,384</u>
Governmental activities capital assets, net	<u>\$ 73,739,143</u>	<u>\$ 1,591,627</u>	<u>\$ 973,950</u>	<u>\$ -</u>	<u>\$ 74,356,820</u>
<i>Business-Type Activities:</i>					
Capital assets not being depreciated:					
Land	\$ 2,190,396	\$ -	\$ -	\$ -	\$ 2,190,396
Intangible assets	6,702,666	-	-	-	6,702,666
Construction in progress	2,759,522	2,338,862	-	(919,418)	4,178,966
Total capital assets not being depreciated	<u>11,652,584</u>	<u>2,338,862</u>	<u>-</u>	<u>(919,418)</u>	<u>13,072,028</u>
Other capital assets:					
Buildings	48,517,240	-	-	-	48,517,240
Improvements other than buildings	47,480,661	31,191	-	-	47,511,852
Machinery and equipment	9,995,103	888,171	496,903	177,779	10,564,150
Infrastructure	61,037,813	47,500	-	741,639	61,826,952
Total other capital assets at historical cost	<u>167,030,817</u>	<u>966,862</u>	<u>496,903</u>	<u>919,418</u>	<u>168,420,194</u>
Less accumulated depreciation for:					
Buildings	15,428,225	961,814	-	-	16,390,039
Improvements other than buildings	23,798,374	1,315,399	-	-	25,113,773
Machinery and equipment	5,472,432	809,594	414,436	-	5,867,590
Infrastructure	45,211,428	1,115,124	-	-	46,326,552
Total accumulated depreciation	<u>89,910,459</u>	<u>4,201,931</u>	<u>414,436</u>	<u>-</u>	<u>93,697,954</u>
Other capital assets, net	<u>77,120,358</u>	<u>(3,235,069)</u>	<u>82,467</u>	<u>919,418</u>	<u>74,722,240</u>
Business-type activities capital assets, net	<u>\$ 88,772,942</u>	<u>\$ (896,207)</u>	<u>\$ 82,467</u>	<u>\$ -</u>	<u>\$ 87,794,268</u>

Depreciation expense was charged to functions in the statement of activities as follows:

Primary Government:	
Governmental Activities:	
General Government	\$ 509,143
Financial Administration	3,375
Public Safety	413,984
Highways and Streets	1,098,656
Culture and Recreation	671,795
Economic Development	13,050
Total depreciation expense for governmental activities	<u>\$ 2,710,003</u>
Business-Type Activities:	
Water	\$ 1,949,202
Wastewater	1,307,745
Solid Waste	188,491
Storm Water	180,531
Airport	355,327
Golf	220,635
Total depreciation expense for business-type activities	<u>\$ 4,201,931</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

3.F. LONG-TERM DEBT

The reporting entity's long-term debt is segregated between the amounts to be repaid from governmental activities, amounts to be repaid from business-type activities, and amounts to be repaid from component units.

Governmental Activities:

At June 30, 2023, the governmental activities long-term debt consisted of the following:

General Obligation Bonds:

\$3,500,000 General Obligation Bonds of 2018, used for streets, parks and municipal facilities, due in annual installments of \$185,000, final payment due April 1, 2038, with interest rates of 2.0% to 3.25%	\$2,775,000
\$6,180,000 General Obligation Limited Tax Bonds of 2018, used for economic development purposes, due in annual installments of \$325,000, final payment due April 1, 2038, with interest rates of 2.9% to 3.45%	4,880,000
\$1,510,000 General Obligation Refunding Bonds of 2021A, used for park lands and culture and recreation facilities, due in annual installments varying from \$120,000 to \$300,000, final payment due June 1, 2031, with interest rates of 2.0% to 3.0%	960,000
\$6,500,000 General Obligation Bonds of 2019, used for capital improvement purposes, due in annual installments of \$340,000, final payment due July 1, 2039, with interest rate of 3.0%	5,820,000
\$2,900,000 General Obligation Bonds of 2020, used for capital improvement purposes, due in annual installments of \$155,000, final payment due June 1, 2040, with interest rates of 2.0% to 2.3%	2,635,000
\$1,135,000 General Obligation Limited Tax Bonds of 2022, used for capital improvement purposes, due in annual installments of \$60,000, final payment due November 1, 2042, with interest rates of 4.0% to 4.15%	1,135,000
\$6,750,000 General Obligation Bonds of 2022, used for capital improvement purposes, due in annual installments of \$355,000, final payment due November 1, 2042, with interest rates of 3.0% to 4.125%	<u>6,750,000</u>
Total General Obligation Bonds	<u>\$24,955,000</u>
Current portion	\$1,125,000
Non-current portion	<u>23,830,000</u>
Total General Obligation Bonds	<u>\$24,955,000</u>

Revenue Bonds:

\$8,640,000 Capital Improvement Revenue Bonds of 2015 dated January 1, 2016, used for capital improvements for public safety, issued by Sand Springs Municipal Authority, secured by dedicated sales tax, interest rates 2.0% to 4.25%, due in annual installments varying from \$245,000 to \$510,000, final payment due January 1, 2042	\$7,095,000
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**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

\$7,360,000 Capital Improvement Revenue Bonds of 2016 dated January 1, 2016, used for capital improvements for public safety, issued by Sand Springs Municipal Authority, secured by dedicated sales tax, interest rates 2.0% to 4.0%, due in annual installments varying from \$210,000 to \$430,000, final payment due January 1, 2042	<u>6,025,000</u>
Total Revenue Bonds	\$13,120,000
Plus: Unamortized Premium	<u>274,705</u>
Total Revenue Bonds, net	<u>\$13,394,705</u>
Current portion	\$510,000
Non-current portion, net	<u>12,884,705</u>
Total Revenue Bonds	<u>\$13,394,705</u>
Accrued Compensated Absences:	
Current portion	\$ 213,734
Non-current portion	<u>854,937</u>
Total Accrued Compensated Absences	<u>\$1,068,671</u>

Business-Type Activities:

As of June 30, 2023, the long-term debt payable from business-type activities resources consisted of the following:

Notes Payable (direct borrowings):

2004A OWRB Note Payable dated April 1, 2004, original amount of \$950,806, with an annual interest rate of 0% plus 0.5% admin fee, installments due semiannually, final installment March 8, 2024, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the Secured Party may file suit to require any or all of the borrower covenants to be performed; accelerate the payment of principal and interest accrued on the note; appoint temporary trustees to take over, operate and maintain the System on a profitable basis; or file suit to enforce or enjoin the action or inaction of the Debtor under the provisions of the loan agreement.	\$ 47,541
2005A OWRB Note Payable dated June 29, 2006, original amount of \$2,314,000 with an annual interest rate of 2.60%, semiannual installments of principal and interest, final installment September 15, 2026, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the Secured Party may, at its' discretion, require the Debtor to assemble the collateral and make available to the Secured Party.	432,103
2006 OWRB Note Payable dated August 30, 2005, original amount of \$2,250,000 with an interest rate of 2.60% plus a .5% admin fee, with semi-annual payments, final payment due March 15, 2026, used for sewer improvements. The loan is collateralized by the pledge of revenues. In the event of default, the Secured Party may, at its' discretion, require the Debtor to assemble the collateral and make available to the Secured Party.	358,191

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

2009 OWRB SRF Note Payable dated December 9, 2009, original amount of \$5,631,709 with an interest rate of 3.11% with semi-annual payments, final payment due September 15, 2030, used for water improvements; remaining funds left to draw are \$187,337. The loan is collateralized by the pledge of revenues. In the event of default, the lender may file suit to require any or all of the borrower covenants to be performed; accelerate the payment of principal and interest accrued on the note; appoint temporary trustees to take over, operate and maintain the System on a profitable basis; or file suit to enforce or enjoin the action or inaction of the Borrower under the provisions of the loan agreement. 973,987

Total Notes Payable \$1,811,822

Current portion \$463,399
 Non-current portion 1,348,423
 Total Notes Payable \$1,811,822

Revenue Bonds:

2020 Series Utility System Refunding Revenue Bonds dated August 1, 2020, original amount of \$21,920,000, issued by Sand Springs Municipal Authority, secured by utility revenues and pledged sales tax, interest rates from 2.0% to 4.0%, final maturity November 1, 2042, used for water and sewer improvements and pay off notes payable. \$20,560,000

2022 Series Utility System Refunding Revenue Bonds dated April 1, 2022, original amount of \$7,740,000, issued by Sand Springs Municipal Authority, secured by utility revenues and pledged sales tax, interest rates of 4.0%, final maturity April 1, 2047, used for water and sewer improvements and pay off notes payable. 7,545,000
 Plus: Unamortized discount 2,227,075
 Total Revenue Bonds, net \$30,332,075

Current portion \$965,000
 Non-current portion, net 29,367,075
 Total Revenue Bonds Payable \$30,332,075

Accrued Compensated Absences:

Current portion \$69,165
 Non-current portion 285,423
 Total Accrued Compensated Absences \$354,588

Deposits Subject to Refund:

Current portion \$108,619
 Non-current portion 434,476
 Total Deposits Subject to Refund \$543,095

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2023:

<u>Type of Debt</u>	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
<u>Primary Government</u>					
Governmental Activities:					
General Obligation Bonds	\$ 18,325,000	\$ 7,885,000	\$ 1,255,000	\$ 24,955,000	\$ 1,125,000
Revenue Bonds	13,625,000	-	505,000	13,120,000	510,000
Judgment Payable	82,500	-	82,500	-	-
Accrued Compensated Absences	<u>1,015,697</u>	<u>810,813</u>	<u>757,839</u>	1,068,671	<u>213,734</u>
Total Governmental Activities	<u>\$ 33,048,197</u>	<u>\$ 8,695,813</u>	<u>\$ 2,600,339</u>	39,143,671	<u>\$ 1,848,734</u>
Plus: Unamortized bond premium				274,705	
				<u>\$ 39,418,376</u>	
Reconciliation to Statement of Net Position:					
Due in one year				\$ 1,848,734	
Due in more than one year				<u>37,569,642</u>	
				<u>\$ 39,418,376</u>	

<u>Type of Debt</u>	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Amounts</u> <u>Due Within</u> <u>One Year</u>
Business-Type Activities:					
Notes Payable (direct borrowings)	\$ 2,354,440	\$ -	\$ 542,618	\$ 1,811,822	\$ 463,399
Revenue Bonds Payable	29,050,000	-	945,000	28,105,000	965,000
Accrued Compensated Absences	<u>316,416</u>	<u>237,779</u>	<u>199,607</u>	354,588	<u>69,165</u>
Total Business-Type Activities	<u>\$ 31,720,856</u>	<u>\$ 237,779</u>	<u>\$ 1,687,225</u>	30,271,410	<u>\$ 1,497,564</u>
Plus: Unamortized bond premium				2,227,075	
Deposits subject to refund				543,095	
				<u>\$ 33,041,580</u>	
Reconciliation to Statement of Net Position:					
Due in one year				1,497,564	
Due in more than one year				<u>31,544,016</u>	
				<u>\$ 33,041,580</u>	

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Debt Service Requirements to Maturity - Primary Government

The debt service requirements to maturity, including principal and interest, for long-term debt as of June 30, 2023 are as follows:

<u>Year Ending June 30,</u>	Governmental Activities			
	General Obligation Bonds		Revenue Bonds	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,125,000	\$ 926,363	\$ 510,000	\$ 459,150
2025	1,540,000	739,994	530,000	447,930
2026	1,540,000	696,318	540,000	435,343
2027	1,540,000	652,001	550,000	421,843
2028	1,540,000	607,506	565,000	407,543
2029-2033	7,460,000	2,348,125	3,105,000	1,762,801
2034-2038	7,105,000	1,199,457	3,760,000	1,106,478
2039-2043	3,105,000	244,822	3,560,000	337,863
Totals	\$ 24,955,000	\$ 7,414,586	\$ 13,120,000	\$ 5,378,951

<u>Year Ending June 30,</u>	Business-Type Activities			
	Notes Payable (Direct borrowings)		Revenue Bonds Payable	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 463,399	\$ 28,423	\$ 965,000	\$ 874,888
2025	427,254	18,359	985,000	847,538
2026	357,968	14,246	1,020,000	815,563
2027	145,178	10,004	1,055,000	782,438
2028	149,470	5,666	1,090,000	743,888
2029-2033	268,553	2,045	6,035,000	3,140,165
2034-2038	-	-	7,045,000	2,122,496
2039-2043	-	-	8,195,000	955,038
2043-2047	-	-	1,715,000	141,538
Totals	\$ 1,811,822	\$ 78,743	\$ 28,105,000	\$ 10,423,552

3.G. INTERFUND TRANSACTIONS AND BALANCES

The City reported an advance from the Sand Springs Municipal Authority Water Fund to the Public Safety Capital Improvement Fund in the amount of \$664,971. A schedule has been established for the payback of the advanced monies.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Interfund transfers reported in the fund financial statements for the year ended June 30, 2023, were as follows:

<i>TRANSFERS IN</i>	<i>TRANSFERS OUT</i>										
	GENERAL FUND	CAPITAL IMPROVEMENT WATER/WASTEWATER FUND	DEVELOPMENT CAPITAL IMPROVEMENT FUND	2018 GENERAL OBLIGATION BOND CITY PROJECT FUND	2022 GO BOND CITY PROJECT FUND	SSMA WATER FUND	SSMA WASTEWATER FUND	SSMA SOLID WASTE FUND	SSMA GOLF FUND	SSMA STORMWATER FUND	OTHER GOVERNMENTAL FUNDS
<i>Primary Government:</i>											
<i>Governmental Activities:</i>											
<i>Major Funds:</i>											
General Fund	\$ 2,009,313	\$ -	\$ -	\$ -	\$ -	\$ 1,079,899	\$ 430,572	\$ 278,842	\$ -	\$ -	\$ 220,000
Capital Project Funds:											
Capital Improvement Water/Wastewater Fund	-	-	-	-	-	-	-	-	-	-	-
Development Capital Improvement Fund	114,888	-	-	-	-	114,888	-	-	-	-	-
2018 GO Bond City Project Fund	974,984	326,950	-	-	-	-	-	-	-	-	648,034
2022 GO Bond City Project Fund	-	-	-	-	-	-	-	-	-	-	-
Capital Project Funds	974,984	326,950	-	-	-	114,888	-	-	-	-	648,034
Sub-total Major Funds	2,984,297	326,950	-	-	-	1,194,787	430,572	278,842	-	-	868,034
Nonmajor Funds	2,842,870	462,232	10,000	-	-	777,539	71,000	310,000	130,752	1,000,000	81,347
Total Governmental Activities	5,827,167	789,182	10,000	-	-	1,972,326	501,572	588,842	130,752	1,000,000	949,381
<i>Business-Type Activities:</i>											
<i>Major Funds:</i>											
SSMA Water Fund	800,000	-	800,000	-	-	-	-	-	-	-	-
SSMA Wastewater Fund	-	-	-	-	-	-	-	-	-	-	-
SSMA Airport Fund	150,000	-	-	-	-	150,000	-	-	-	-	-
SSMA Golf Fund	250,000	-	-	-	-	250,000	-	-	-	-	-
Total Business-Type Activities	1,200,000	-	800,000	-	-	400,000	-	-	-	-	-
Total Primary Government	\$ 7,027,167	\$ 789,182	\$ 810,000	\$ -	\$ -	\$ 2,372,326	\$ 501,572	\$ 588,842	\$ 130,752	\$ 1,000,000	\$ 949,381

<u>Transfer From</u>	<u>Transfer To</u>	<u>Amount</u>	<u>Purpose of Transfer</u>
* General Fund	Short-Term Capital Improvement	\$ 4,400	A E911 wireless system
* General Fund	Short-Term Capital Improvement	285,500	A Capital asset purchases
* General Fund	T.I.D. #1 Cimarron Center Fund	22,332	A T.I.F. sales tax transfer
Short-Term Capital Improvement	* General Fund	120,000	B E911 wireless system
* General Fund	Capital Improvement Fund	150,000	A Capital asset purchases
* General Fund	* 2018 GO Bond City Project Fund	326,950	Capital asset purchases
Capital Improvement Fund	Public Safety Capital Improvement Fund	81,347	A/B Capital asset purchases
Economic Development Capital Impr Fund	* 2018 GO Bond City Project Fund	75,000	B Capital asset purchases
2018 GO Bond Economic Development Fund	* 2018 GO Bond City Project Fund	573,034	B Budgeted subsidy
* SSMA Water Fund	* General Fund	1,079,899	Budgeted subsidy
* SSMA Wastewater Fund	* General Fund	430,572	Budgeted subsidy
* SSMA Solid Waste Utility Fund	* General Fund	278,842	Budgeted subsidy
* SSMA Water Fund	Capital Improvement Fund	150,000	A Capital asset purchases
Public Safety Capital Improvement Fund	* General Fund	100,000	B Capital asset purchases
* SSMA Golf Course Fund	Golf Course Capital Improvement	60,752	A Capital asset purchases
* Capital Improvement W&WW Fund	* SSMA Water Fund	800,000	Debt service
* SSMA Stormwater Fund	Stormwater Capital Improvement	1,000,000	A Budgeted subsidy
* Capital Improvement W&WW Fund	CDBG EDIF Fund	10,000	A Capital asset purchases
* SSMA Water Fund	CDBG EDIF Fund	46,958	A Capital asset purchases
* SSMA Water Fund	Short-Term Capital Improvement	93,500	A Capital asset purchases
* SSMA Water Fund	Airport Construction Fund	87,500	A Budgeted subsidy
* SSMA Water Fund	* Development Capital Improvement Fund	114,888	Capital asset purchases
* SSMA Water Fund	SSMA Short-term Capital Improvement Fund	399,581	A Capital asset purchases
* SSMA Water Fund	* SSMA Golf Course Fund	250,000	Budgeted subsidy
* SSMA Water Fund	* SSMA Airport Fund	150,000	Budgeted subsidy
* SSMA Wastewater Fund	SSMA Short-term Capital Improvement Fund	71,000	A Capital asset purchases
* SSMA Solid Waste Fund	SSMA Short-term Capital Improvement Fund	310,000	A Capital asset purchases
* SSMA Golf Course Fund	SSMA Short-term Capital Improvement Fund	70,000	A Capital asset purchases
		<u>\$ 7,142,055</u>	
* - Denotes major fund			
	Sub-total of Nonmajor Governmental Fund Transfers In	2,842,870	Sum of A
	Sub-total of Nonmajor Governmental Fund Transfers Out	(949,381)	Sum of B

	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Net Transfers</u>
Reconciliation to Fund Financials:			
Governmental Funds	\$ 5,942,055	\$ (2,548,563)	\$ 3,393,492
Enterprise Funds	1,200,000	(4,593,492)	(3,393,492)
Total Transfers	<u>\$ 7,142,055</u>	<u>\$ (7,142,055)</u>	<u>\$ -</u>
Reconciliation to Statement of Activities:			
Net Transfers Governmental Funds			\$ 3,393,492
Net transfers for Capital project funds reported as business-type activities			(1,188,833)
Net transfers of capital assets between governmental and business-type activities			(1,026,489)
Sales tax of Capital project funds reported as business-type activities			(4,134,149)
			-
Net Transfers/Internal Activity			<u>\$ (2,955,979)</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

3.H. FUND EQUITY

Fund Balance and Net Position:

The following tables show the fund balance classifications as shown on the Governmental Funds Balance Sheet and Proprietary Fund Statement of Net Position:

General Fund	Major Capital Project Funds					Other Governmental Funds	TOTAL
	Street Improvement	Capital Improvement Water & Wastewater	Development Capital Improvement	2018 GO Bond City Project	2022 GO Bond City Project		
Fund Balances:							
Nonspendable:							
Inventory & prepaids	\$ 23,343	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 23,343
Sub-total Nonspendable	23,343	-	-	-	-	-	23,343
Restricted for:							
Animal Sterilization	3,950	-	-	-	-	-	3,950
Jail Reserves	107,843	-	-	-	-	-	107,843
Substance Abuse	123,148	-	-	-	-	-	123,148
Juvenile Programs	72,275	-	-	-	-	-	72,275
Economic Development	372,541	-	-	4,181,254	-	4,809,075	9,362,870
Streets	-	10,725,444	-	-	-	-	10,725,444
Community Development	-	-	-	-	-	1,120,427	1,120,427
License Plates	43,580	-	-	-	-	-	43,580
Public Safety Capital Improvements	-	-	-	-	-	255,688	255,688
Capital Improvements	-	-	-	-	3,244,061	6,022,796	9,648,548
Contract Wages	156,625	-	-	-	-	-	156,625
E911	-	-	-	-	-	740,112	740,112
Utility Capital Projects	-	-	11,035,135	-	-	-	11,035,135
Debt Service	-	-	-	-	-	1,191,923	1,191,923
Sub-total Restricted	879,962	10,725,444	11,035,135	4,181,254	3,244,061	6,022,796	44,587,568
Assigned to:							
Subsequent Year Budget	1,454,108	-	-	-	-	-	1,454,108
Encumbrances	127,505	-	-	-	-	-	127,505
Economic Development Capital Improvements	-	-	-	-	-	603,076	603,076
Community Center	297,925	-	-	-	-	-	297,925
Police	227,734	-	-	-	-	-	227,734
Fire	15,018	-	-	-	-	-	15,018
Municipal Court Technology	48,496	-	-	-	-	-	48,496
Alive at 25	5,191	-	-	-	-	-	5,191
Streets	-	855,883	-	-	-	-	855,883
Public Safety Capital Improvements	-	-	-	-	-	302,737	302,737
Capital Improvements	-	-	-	-	-	2,344,206	2,344,206
Parks	-	-	-	-	-	130,332	130,332
River West	-	-	-	-	-	2,565,935	2,565,935
South Side Park	-	-	-	-	-	10,750	10,750
Stormwater Projects	-	-	-	-	-	4,623,897	4,623,897
Utility Capital Projects	-	-	912,551	-	-	610,811	1,523,362
Golf Course	-	-	-	-	-	15,486	15,486
Debt Service	-	-	-	-	-	23,466	23,466
Sub-total Assigned	2,175,977	855,883	912,551	-	-	11,230,696	15,175,107
Unassigned							
	7,504,779	-	-	-	-	-	7,504,779
TOTAL FUND BALANCES	\$ 10,584,061	\$ 11,581,327	\$ 11,947,686	\$ 4,181,254	\$ 3,244,061	\$ 6,022,796	\$ 19,729,612
							\$ 67,290,797

The amount assigned to encumbrances of \$127,505 in the General Fund is disaggregated further as follows:

Function:	
General Government	\$ 2,472
Financial Administration	33,082
Public Safety	58,113
Highways and Streets	671
Culture and Recreation	20,314
Economic Development	4,259
Facilities Management and Fleet Maintenance	8,594
	<u>\$ 127,505</u>

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
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The amounts in other major and nonmajor governmental funds are listed in total by fund as follows:

Major Funds:	
Street Improvement	\$ 788,215
Capital Improvement Water/Wastewater	1,327,395
2018 GO Bond City Project Fund	2,338,436
Development Capital Improvement Fund	1,010,383
2022 GO Bond City Project Fund	305,685

Nonmajor Funds:	
Capital Improvement Fund	33,713
Golf Course Capital Improvement Fund	19,120
Stormwater Capital Improvement	105,716
Airport Construction	20,413
General Short Term Capital Improvement	107,621
Public Safety Capital Improvement	28,236
Economic Development Capital Improvement	63,796
CDBG EDIF Fund	38,868
2018 GO Bond Economic Development Fund	17,509
2022 GO Bond Community Development Fund	4,050
SSMA Capital Fund	415,382

Enterprise Funds:	
Restricted for Debt Service:	
Cash and Cash Equivalents	\$ 792,949
Less: accrued interest payable	(174,998)
Total Enterprise Fund Restricted Net Position	<u>\$ 617,951</u>

Beginning net position was restated in the business-type activities and the proprietary funds to correct the accumulated depreciation.

	<u>Government-Wide</u> <u>Business-type</u> <u>Activities</u>	<u>Proprietary Funds</u>
Beginning net position, as previously reported	\$ 91,154,431	\$ 76,467,280
Understatement of accumulated depreciation	(1,331,771)	(1,331,771)
Beginning net position, restated	<u>\$ 89,822,660</u>	<u>\$ 75,135,509</u>

NOTE 4. OTHER NOTES

4.A. EMPLOYEE PENSION AND OTHER BENEFIT PLANS

The City participates in three employee pension systems as follows:

**NOTES TO BASIC FINANCIAL STATEMENTS
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JUNE 30, 2023**

<u>Name of Plan/System</u>	<u>Type of Plan</u>
Oklahoma Police Pension and Retirement Fund Plan	Cost Sharing Multiple Employer - Defined Benefit
Oklahoma Firefighters Pension and Retirement Fund	Cost Sharing Multiple Employer - Defined Benefit Plan
Oklahoma Municipal Retirement Fund (OkMRF)	Defined Contribution Plan Defined Contribution Plan – CMO

A summary of all the amounts recorded in the City’s financial statements for the plans is as follows:

	<u>Governmental Activities</u>
Net Pension Asset	
Police Pension System	\$ 445,983
Total Net Pension Asset	<u>\$ 445,983</u>
Net Pension Liability	
Firefighter's Pension System	\$ 9,104,441
Total Net Pension Liability	<u>\$ 9,104,441</u>
Deferred Outflows of Resources	
Police Pension System	\$ 1,014,274
Firefighter's Pension System	3,147,210
Total Deferred Outflows of Resources	<u>\$ 4,161,484</u>
Deferred Inflows of Resources	
Police Pension System	\$ 55,312
Firefighter's Pension System	639,066
Total Deferred Inflows of Resources	<u>\$ 694,378</u>
Pension Expense	
Police Pension System	\$ 118,302
Firefighter's Pension System	1,173,960
Total Pension Expense	<u>\$ 1,292,262</u>

Oklahoma Police Pension and Retirement Systems

Summary of Significant Accounting Policies

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oklahoma Police Pension & Retirement System (OPPRS) and additions to/deductions from OPPRS’s fiduciary net position have been determined on the same basis as they are reported by OPPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Plan description - The City of Sand Springs, as the employer, participates in the Oklahoma Police Pension and Retirement Plan—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Police Pension and Retirement System (OPPRS). Title 11 of the Oklahoma State Statutes, through the Oklahoma Legislature, grants the authority to establish and amend the benefit terms to the OPPRS. OPPRS issues a publicly available financial report that can be obtained at www.ok.gov/OPPRS

NOTES TO BASIC FINANCIAL STATEMENTS
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Benefits provided - OPPRS provides retirement, disability, and death benefits to members of the plan. The normal retirement date under the Plan is the date upon which the participant completes 20 years of credited service, regardless of age. Participants become vested upon completing 10 years of credited service as a contributing participant of the Plan. No vesting occurs prior to completing 10 years of credited service. Participants' contributions are refundable, without interest, upon termination prior to normal retirement. Participants who have completed 10 years of credited service may elect a vested benefit in lieu of having their accumulated contributions refunded. If the vested benefit is elected, the participant is entitled to a monthly retirement benefit commencing on the date the participant reaches 50 years of age or the date the participant would have had 20 years of credited service had employment continued uninterrupted, whichever is later. Monthly retirement benefits are calculated at 2.5% of the final average salary (defined as the average paid base salary of the officer over the highest 30 consecutive months of the last 60 months of credited service) multiplied by the years of credited service, with a maximum of 30 years of credited service considered.

Monthly benefits for participants due to permanent disability incurred in the line of duty are 2.5% of the participants' final average salary multiplied by 20 years. This disability benefit is reduced by stated percentages for partial disability based on the percentage of impairment. After 10 years of credited service, participants who retire due to disability incurred from any cause are eligible for a monthly benefit based on 2.5% of their final average salary multiplied by the years of service. This disability benefit is also reduced by stated percentages for partial disability based on the percentage of impairment. Effective July 1, 1998, once a disability benefit is granted to a participant, that participant is no longer allowed to apply for an increase in the dollar amount of the benefit at a subsequent date.

Survivor's benefits are payable in full to the participant's beneficiary upon the death of a retired participant. The beneficiary of any active participant killed in the line of duty is entitled to a pension benefit.

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 8% percent of their annual pay. Participating cities are required to contribute 13% of the employees' annual pay. Contributions to the pension plan from the City were \$299,705. The State of Oklahoma also made on-behalf contributions to OPPRS in the amount of \$247,240 this is reported as both a revenue and an expenditure in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$221,612. These on-behalf payments did not meet the criteria of a special funding situation.

Net Pension Liability(Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2023, the City reported an asset of \$445,983 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2022, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of July 1, 2022. The City's proportion of the net pension asset was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2022. Based upon this information, the City's proportion was .55614%.

For the year ended June 30, 2023, the City recognized pension expense of \$118,302. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**NOTES TO BASIC FINANCIAL STATEMENTS
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	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 218,760	\$ 48,579
Changes of assumptions	15,527	-
Net difference between projected and actual earnings on pension plan investments	435,189	-
Changes in proportion and differences between City contributions and proportionate share of contributions	34,032	6,733
City contributions during the measurement date	11,061	-
City contributions subsequent to the measurement date	299,705	-
Total	\$ 1,014,274	\$ 55,312

The \$299,705 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction/addition of the net pension liability (asset) in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2024	\$	149,624
2025		45,339
2026		(111,414)
2027		542,599
2028		33,109
Total	\$	659,257

Actuarial Assumptions-The total pension liability was determined by an actuarial valuation as of July 1, 2022, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	2.75%
Salary increases:	3.5% to 12% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense
Cost-of-living adjustments:	Police officers eligible to receive increased benefits according to repealed Section 50-120 of Title 11 of the Oklahoma Statutes pursuant to a court order receive an adjustment of 1/3 to 1/2 of the increase or decrease of any adjustment to the base salary of a regular police officer, based on an increase in base salary of 3.5% (wage inflation).
Mortality rates:	Active employees (pre-retirement) RP-2000 Blue Collar Healthy Combined table with age set back of 4 years with fully generational improvement using Scale AA. Active employees (post-retirement) and nondisabled pensioners: RP-2000 Blue Collar Healthy Combined table with fully generational improvement using scale AA. Disabled pensioners: RP-2000 Blue Collar Healthy Combined table with age set forward 4 years with fully generational improvement using scale AA.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2012, to June 30, 2017.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Asset Class</u>	<u>Real Rate of Return</u>
Fixed income	3.34%
Domestic equity	4.69%
International equity	8.34%
Real estate	7.64%
Private equity	9.66%

The current allocation policy is that approximately 60% of assets in equity instruments, including public equity, long-short hedge, venture capital, and private equity strategies; approximately 25% of assets in fixed income to include investment grade bonds, high yield and non-dollar denominated bonds, convertible bonds, and low volatility hedge fund strategies; and 15% of assets in real assets to include real estate, commodities, and other strategies.

Discount Rate-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 14% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate-The following presents the net pension liability (asset) of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employers' net pension liability (asset)	\$ 1,292,146	\$ (445,983)	\$ (1,915,128)

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the OPPRS; which can be located at www.ok.gov/OPPRS .

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Oklahoma Fire Pension and Retirement Systems

Summary of Significant Accounting Policies

Pensions - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Oklahoma Firefighters Pension & Retirement System (FPRS) and additions to/deductions from FPRS's fiduciary net position have been determined on the same basis as they are reported by FPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Plan description - The City of Sand Springs, as the employer, participates in the Firefighters Pension & Retirement—a cost-sharing multiple-employer defined benefit pension plan administered by the Oklahoma Firefighters Pension & Retirement System (FPRS). Title 11 of the Oklahoma State Statutes grants the authority to establish and amend the benefit terms to the FPRS. FPRS issues a publicly available financial report that can be obtained at www.ok.gov/fprs

Benefits provided - FPRS provides defined retirement benefits based on members' final average compensation, age, and term of service. In addition, the retirement program provides for benefits upon disability and to survivors upon death of eligible members. The Plan's benefits are established and amended by Oklahoma statute. Retirement provisions are as follows:

Benefits for members hired prior to November 1, 2013 are determined as 2.5 percent of the employee's final average compensation times the employee's years of service and have reached the age of 50 or have completed 20 years of service, whichever is later. For volunteer firefighters, the monthly pension benefit for normal retirement is \$150.60 per month. Benefits vest with 10 years or more of service.

Benefits for members hired after November 1, 2013 are determined as 2.5 percent of the employee's final average compensation times the employee's years of service and have reached the age of 50 or have completed 22 years of service, whichever is later. For volunteer firefighters, the monthly pension benefit for normal retirement is \$165.66 per month. Benefits vest with 11 years or more of service.

All firefighters are eligible for immediate disability benefits. For paid firefighters, the disability in-the-line-of-duty benefit for firefighters with less than 20 years of service is equal to 50% of final average monthly compensation, based on the most recent 30 months of service. For firefighters with over 20 years of service, a disability in the line of duty is calculated based on 2.5% of final average monthly compensation, based on the most recent 30 months, per year of service, with a maximum of 30 years of service. For disabilities not in the line of duty, the benefit is limited to only those with less than 20 years of service and is 50% of final average monthly compensation, based on the most recent 60-month salary as opposed to 30 months. For volunteer firefighters, the not-in-the-line-of-duty disability is also limited to only those with less than 20 years of service and is \$7.53 per year of service. For volunteer firefighters, the in-the-line-of-duty pension is \$150.60 with less than 20 years of service or \$7.53 per year of service, with a maximum of 30 years.

A \$5,000 lump sum death benefit is payable to the qualified spouse or designated recipient upon the participant's death. The \$5,000 death benefit does not apply to members electing the vested benefit.

Contributions - The contributions requirements of the Plan are at an established rate determine by Oklahoma Statute and are not based on actuarial calculations. Employees are required to contribute 9% percent of their annual pay. Participating cities are required to contribute 14% of the employees' annual pay. Contributions to the pension plan from the City were \$360,751. The State of Oklahoma also made on-behalf contributions to FPRS in the amount of \$795,697 this is reported as both a revenue and an expenditure in the General Fund Statement of Revenues, Expenditures, and Changes in Fund Balance. In the government-wide Statement of Activities, revenue is recognized for the state's on-behalf contributions on an accrual basis of \$713,201. These on-behalf payments did not meet the criteria of a special funding situation.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2023, the City reported a liability of \$9,104,441 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2022. Based upon this information, the City's proportion was .69619%.

For the year ended June 30, 2023, the City recognized pension expense of \$1,173,960. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,168,767	\$ 45,962
Changes of assumptions	-	58,048
Net difference between projected and actual earnings on pension plan investments	1,058,035	-
Changes in proportion and differences between City contributions and proportionate share of contributions	555,568	513,931
City contributions during the measurement date	4,089	21,125
City contributions subsequent to the measurement date	360,751	-
Total	\$ 3,147,210	\$ 639,066

The \$360,751 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2024	\$ 548,562
2025	473,715
2026	127,206
2027	997,905
2028	5
Total	\$ 2,147,393

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Actuarial Assumptions-The total pension liability was determined by an actuarial valuation as of July 1, 2022, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	2.75%
Salary increases:	2.75% to 10.5% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense
Cost-of-living adjustment:	Paid firefighters with 20 years of service prior to May 26, 1983, receive an increase of half of the dollar amount of a 2.75% assumed pay increase in base pay. No COLA is assumed for members not eligible for this increase.

Mortality rates were based on the following:

- Active members – PUB-2010 Public Safety Table with generational mortality improvement using MP-2018.
- Retired members – PUB-2010 Public Safety Below Median Table with generational mortality improvement using MP-2018.
- Disabled members – PUB-2010 Public Safety Disabled Table set forward 2 years.

The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2013, to June 30, 2018.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2022, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	20%	3.62%
Domestic equity	47%	5.66%
International equity	15%	8.34%
Real estate	10%	7.64%
Other assets	8%	5.08%

Discount Rate-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 36% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate-The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Current Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
Employers' net pension liability	\$ 11,731,776	\$ 9,104,440	\$ 6,906,806

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Pension plan fiduciary net position - Detailed information about the pension plan’s fiduciary net position is available in the separately issued financial report of the FPRS; which can be located at www.ok.gov/fprs .

Defined Contribution Plan - OkMRF

The City has provided a defined contribution plan and trust known as the City of Sand Springs Plan and Trust (the “Plan”) in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). OkMRF operations are supervised by a nine-member Board of Trustees elected by the participating municipalities. The plan is administered by JP Morgan Chase of Oklahoma City. The OkMRF Plan issues a separate financial report that may be obtained from OkMRF. The defined contribution plan is available to all full-time employees except those participating in state fire or police program and the City Manager. Employees are eligible on the employee’s employment commencement date. Each employee shall be required to contribute 4% (not to exceed 10%) of his or her compensation. By City ordinance, the City, as employer, is required to make contributions to the plan, under the government pick-up option, at a rate of 8% of covered payroll. The City has also elected the variable funding option. The contribution rate of the employer may be determined annually by the City council. The City’s contributions for each employee (and interest allocated to the employee’s account) are vested at a rate of 50% after completion of five years of service and then 10% per year for the next five years. The employee is fully vested after 10 years of service. City contributions for, and interest forfeited by, employees who leave employment prior to fully vesting are allocated back to remaining eligible participants. Benefits depend solely on amounts contributed to the plan plus investment earnings. The authority to establish and amend the provisions of the plan rests with the City Council.

For the year ended June 30, 2023, the following amounts related to the defined contribution plan:

Employee contributions made	\$261,359
Employer (City) contributions made	\$500,284

Defined Contribution Plan – OkMRF - CMO Plan

The City has also provided a defined contribution plan in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OkMRF). The defined contribution plan is available to any person who is in the position of City Manager as of August 14, 2006. Employees are eligible on the employee’s employment commencement date. The City has elected the variable funding option. The City intends to make a contribution to the Plan for the benefit of the participants on a monthly basis. The contribution may be varied from year to year by the City. The City’s contributions for each employee (and interest allocated to the employee’s account) are vested at 100% immediately upon the participation date. Benefits depend solely on amounts contributed to the plan plus investment earnings. The authority to establish and amend the provisions of the plan rests with the City Council. The City contributes 13% to the plan and the employee does not contribute to the plan. The total contributions by the City for fiscal year 2023 were \$21,376 which is 100% of the required contribution.

Other Post-Employment Benefits

Plan description – The City’s single-employer defined benefit OPEB plan, provides OPEB to eligible retirees and their dependents. The City Council has the authority to establish and amend benefit provisions. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Benefits provided – The City provides medical and prescription drug benefits to eligible retirees and their dependents. The benefits are provided in accordance with State law, police and firefighter's union contracts and the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). The retirees and dependents pay 110% of the active employee coverage rates; this results in the retirees and beneficiaries receiving an implicit rate subsidy. Retirees and dependents coverage ceases at age 65 and are no longer eligible for the City’s OPEB plan.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Employees covered by benefit terms - At June 30, 2023 the following employees were covered by the benefit terms:

Active Employees	194
Inactives or beneficiaries currently receiving benefit payments	<u>0</u>
Total	<u>194</u>

Total OPEB Liability – The City’s total OPEB liability of \$1,725,783 was measured as of June 30, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions- The total OPEB liability was determined based on an actuarial valuation prepared as of June 30, 2022 using the following actuarial assumptions:

- Actuarial Cost Method - Entry Age Normal
- Discount Rate – 4.09%, based on June 30, 2022
- Termination – Civilian employees are based on actual experience of the Oklahoma Municipal Retirement Fund. Rates for police and firefighters are based on rates for these groups in Oklahoma.

Retirement Age:

*Civilian
Retirement*

<u>Age</u>	<u>Rate</u>
55	7%
56	7%
57	7%
58	7%
59	7%
60	7%
61	7%
62	30%
63	17.5%
64	17.5%

Retirement Rate

Years of Service	Police	Fire
20	20%	10%
21	6%	5%
22	6%	5%
23	6%	5%
24	10%	10%
25	20%	15%
26	10%	15%
27	10%	15%
28	10%	15%
29	15%	15%
30	100%	20%
31	100%	20%
32	100%	20%
33	100%	20%
34	100%	25%
35 and thereafter	100%	100%

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

- Participation – 25% of currently covered civilian employees are assumed to elect retiree medical coverage and 50% for police and firefighters. Dependents are assumed acceptance rate is 50%
- Healthcare cost trend rates - Plan year dependent rates graded from 3.09% to 5.09%
- Mortality Rates - RPA-2000 Mortality Table with cohort mortality projection

Changes in Total OPEB Liability –The following table reports the components of changes in total OPEB liability:

	Total OPEB Liability
Balances Beginning of Year	\$ 2,948,662
Changes for the Year:	
Service cost	243,180
Interest expense	68,944
Difference between expected and actual experience	(1,018,049)
Changes in assumptions	(516,954)
Benefits paid	-
Net changes	(1,222,879)
Balances Ending of Year	\$ 1,725,783
Governmental Activities	\$ 1,143,331
Business-type Activities	582,452
	\$ 1,725,783

Changes of assumptions reflects a change in discount rate of 4.09 percent.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate-The following presents the total OPEB liability of the employer calculated using the discount rate of 2.16%, as well as what the Plan's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.16%) or 1-percentage-point higher (3.16%) than the current rate:

	1% Decrease 3.09%	Current Discount 4.09%	1% Increase 5.09%
Employers' total OPEB liability	\$ 1,924,979	\$ 1,725,783	\$ 1,548,331

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate-The following presents the total OPEB liability of the employer calculated using the healthcare cost trend rate of 5.96% grading to 4.87%, as well as what the Plan's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower (4.96% grading to 3.87%) or 1-percentage-point higher (6.96% grading to 5.87%) than the current rate:

	1% Decrease 3.09%	Healthcare Costs Trend Rates 4.09%	1% Increase 5.09%
Employers' net OPEB liability	\$ 1,499,563	\$ 1,725,783	\$ 1,994,945

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB-

For the year ended June 30, 2023, the City recognized OPEB expense of \$75,469. At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources		Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,890	\$	553,934
Changes of assumptions	274,335		1,076,272
Changes in proportion	176,885		176,886
Benefit payments during measurement date	282		281
Total	\$ 458,392	\$	1,807,373

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

2024	\$	(236,656)
2025		(218,686)
2026		(192,365)
2027		(162,943)
2028		(157,528)
Thereafter		(380,803)
Total	\$	(1,348,981)

4.B. TAX ABATEMENTS

The City enters into sales tax rebate agreements with local businesses as allowed in the Oklahoma State Constitution, Article 10, Section 14. Under this law, the City may establish economic development programs and provide sales tax increments for development as part of its economic development plan.

The sales tax rebate program allows a retail store business or developer to receive rebated sales tax in an amount equal to one cent (\$0.01) from every \$0.0405 of sales tax that the business generates. To be eligible for this program, the project area should be developed or redeveloped after a significant vacancy to provide economic opportunity to the City and its citizens.

Due to the confidentiality laws in Oklahoma Statutes, Title 68, Section 1354.11, the amounts of sales taxes rebated will not be disclosed. For the year ended June 30, 2023, the City had no rebate agreements in place.

The City is subject to ad valorem tax abatements granted by the State of Oklahoma in accordance with the Oklahoma Constitution, Article X, Section 6B for qualifying manufacturing concerns.

**NOTES TO BASIC FINANCIAL STATEMENTS
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JUNE 30, 2023**

Under this program, a 5 year ad valorem tax exemption exempts all real and personal property that is necessary for the manufacturing of a product and facilities engaged in research and development which meet the requirements set by the Oklahoma Constitution and Statutes. In exchange for the 5 year exemption, qualifying manufacturing concerns must incur investment costs of \$250,000 or more for construction, acquisition, or expansion of a manufacturing facility. In addition, there are general minimal payroll requirements that must be met and qualifying manufacturing concerns must offer a basic health benefit plan to all full-time employees within 180 days of employment.

4.C. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts, theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee’s health and life; and natural disasters. The City manages these various risks of loss as follows:

<u>Type of Loss</u>	<u>Method Managed</u>	<u>Risk of Loss Retained</u>
a. General Liability: - Torts - Errors and omissions - Police liability - Vehicle	Purchased commercial insurance.	None
b. Physical Property: - Theft - Damage to assets - Natural disasters	All physical property except vehicles is insured through commercial insurance with deductible of \$1,000.	All physical property except vehicles - None
	Vehicle damage is not covered by insurance.	Vehicles - entire risk of loss retained through fund incurring the loss.
c. Workers’ Compensation: - Employee injuries	Participates in OMAG risk entity pool. Participation fee includes an actuarially determined amount held by OMAG as the loss reserve fund, to pay claims incurred. Claims are administered by the State Insurance Fund.	Specific aggregate stop loss coverage is provided by the State Insurance Fund and covers all claims above the loss reserve fund.
d. Health and Life: - Medical - Dental	All group health and life coverage is insured through a commercial carrier.	None

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

OMAG Workers Compensation

The title to all assets acquired by the Plan is vested in the Plan. In the event of termination of the Plan, such property shall belong to the then members of the Plan in equal shares. Each participating City pays for all costs, premiums, or other fees attributable to its respective participation in the Plan, policy or service established under the agreement establishing the Oklahoma Municipal Assurance Group, and is responsible for its obligations under any contract entered into with the Plan.

Reserves for policy and contract claims provide for reported claims on a case basis and a provision for incurred but not reported claims limited to specific retention levels for each member as outlined in the Plan's reinsurance agreement.

The Plan's workers compensation coverage is reinsured for losses in excess of respective retention levels. The reinsurance agreement covers losses incurred within the effective period of the agreement. Each Plan member's liability for claims losses is limited to their individual retention levels as outlined in the Plan's reinsurance agreement.

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

4.D. COMMITMENTS AND CONTINGENCIES

Contingencies:

Grant Program Involvement

In the normal course of operations, the City participates in various federal or state grant/loan programs from year to year. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. Any liability of reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Litigation

The City is a party to various legal proceedings which normally occur in the course of governmental operations. The financial statements do not include accrual or provisions for loss contingencies that may result from these proceedings. State statutes provide for the levy of an ad valorem tax over a three-year period by a City Sinking Fund for the payment of any court assessed judgment rendered against the City. This statutory taxing ability is not available to the City's public trusts (Authorities).

While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City and the State statute relating to judgments, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

Asset Retirement Obligation

The City has incurred certain asset retirement obligations related to the operation of its wastewater utility system. The estimated liability of the legally required closure costs for the wastewater utility system cannot be reasonably estimated as of June 30, 2023, since the specific legally required costs of retirement have not yet been identified. The City anticipates identifying those specific legally required costs, if any, and obtaining an estimate of those costs in a subsequent fiscal year.

**NOTES TO BASIC FINANCIAL STATEMENTS
CITY OF SAND SPRINGS, OKLAHOMA
JUNE 30, 2023**

Commitments:

Construction Projects

At June 30, 2023, the City had several construction projects ongoing. The material projects are noted below:

Project	Total Contract	Remaining Contract	Funding Source
Main Street Improvements	\$ 3,179,362	\$ 83,790	Street Improvement Fund
Morrow Road Widening	1,706,349	1,410	Vision 2025
113th W Ave Widening Project	1,339,802	38,037	Street Improvement Fund
Sheffield Crossing Stormwater	841,273	1,393	GO Bond 2018 Economic Devel Fund
65 Acre Development	1,019,425	504,477	Development Capital Improvement Fund
Roadway over Levee	2,281,672	1,708,949	GO Bond 2018 City Project Fund
SH-97 Right Turn Lane	616,015	541,199	Street Improvement Fund
Downtown Streetscapes	1,356,650	681,733	GO Bond 2018 City Project Fund
9ac Stormwater, Water and WW Improv	1,590,310	547,818	Development Capital Improvement Fund
Citywide Storm Sirens	794,023	792,352	GO Bond 2022 City Project Fund
Animal Welfare Facility	222,200	120,288	GO Bond 2022 City Project Fund

Tax Increment Financing District

The City established a tax increment financing district (the “District”) for the purpose of assisting an existing company within the City to expand its business. Under terms of the agreement, the Company agreed to relocate/expand its business on an underdeveloped parcel of land within the City. Pursuant to the agreement, sales tax generated within the District would be rebated by the City to the company on allowable construction costs incurred in the District as defined in the agreement. In addition, one hundred percent of the ad valorem tax generated within the District in excess of the base assessed value of the District is to be apportioned and used to reimburse the company for certain allowable project costs. The apportionment of ad valorem will terminate upon the final payment for all allowable project costs incurred, less previous apportionments of sales tax, but in no case shall extend beyond twenty-five years from the original effective date. During fiscal 2023, the ad valorem assessments on the District totaled \$630,247.

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REQUIRED SUPPLEMENTARY INFORMATION

Required supplementary information (RSI) includes financial information and disclosures that are required by the GASB but are not considered a part of the basic financial statements. Such information includes:

- Defined Benefit Cost Sharing Plans:
 - Police
 - Schedule of the City's proportionate share of the net pension liability
 - Schedule of City contributions
 - Fire
 - Schedule of the City's proportionate share of the net pension liability
 - Schedule of City contributions
- Budgetary Comparison Schedule - General Fund
- Notes to RSI - Budgetary Comparison Schedule
- Schedule of Changes in Total OPEB Liability and Related Ratios

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Schedules of Required Supplementary Information
SCHEDULE OF THE CITY OF SAND SPRINGS PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
City's proportion of the net pension liability (asset)	0.5255%	0.5557%	0.5755%	0.5571%	0.5806%	0.5776%	0.6026377%	0.5883450%	0.55614%
City's proportionate share of the net pension liability (asset)	\$ (176,923)	\$ 22,670	\$ 881,406	\$ 42,849	\$ (276,540)	\$ (36,875)	\$ 692,099	\$ (2,822,387)	\$ (445,983)
City's covered payroll	\$ 1,497,869	\$ 1,522,161	\$ 1,649,772	\$ 1,802,485	\$ 1,847,846	\$ 1,953,454	\$ 2,097,300	\$ 2,035,969	\$ 1,989,531
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	(11.81%)	1.49%	53.43%	2.38%	(14.97%)	(1.89%)	33.00%	-138.63%	-22.42%
Plan fiduciary net position as a percentage of the total pension liability	101.53%	99.82%	93.50%	99.68%	101.89%	100.24%	95.80%	117.07%	102.74%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only nine fiscal years are presented because 10-year data is not yet available.

**CITY OF SAND SPRINGS, OKLAHOMA
SCHEDULE OF CITY CONTRIBUTIONS
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Statutorially required contribution	\$ 204,866	\$ 214,512	\$ 234,323	\$ 240,220	\$ 253,949	\$ 272,649	\$ 264,676	\$ 258,639	\$ 299,705
Contributions in relation to the statutorially required contribution	<u>204,866</u>	<u>214,512</u>	<u>234,323</u>	<u>240,220</u>	<u>253,949</u>	<u>272,649</u>	<u>264,676</u>	<u>258,639</u>	<u>299,705</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,522,161	\$ 1,649,772	\$ 1,802,485	\$ 1,847,846	\$ 1,953,454	\$ 2,097,300	\$ 2,035,969	\$ 1,989,531	\$ 2,305,423
Contributions as a percentage of covered payroll	13.46%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%	13.00%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only nine fiscal years are presented because 10-year data is not yet available.

Schedules of Required Supplementary Information
SCHEDULE OF THE CITY OF SAND SPRINGS PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years*

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
City's proportion of the net pension liability	0.69623%	0.7066%	0.7441%	0.71246%	0.66754%	0.64270%	0.73129%	0.66511%	0.69619%
City's proportionate share of the net pension liability	\$ 7,159,629	\$ 7,499,699	\$ 9,090,642	\$ 8,960,763	\$ 7,514,168	\$ 6,790,981	\$ 9,008,797	\$ 4,380,173	\$ 9,104,441
City's covered payroll	\$ 1,785,586	\$ 1,941,928	\$ 2,020,060	\$ 2,030,414	\$ 2,067,307	\$ 2,060,843	\$ 2,070,707	# \$ 2,160,643	\$ 2,218,864
City's proportionate share of the net pension liability as a percentage of its covered payroll	401%	386%	450%	441%	363%	330%	435%	203%	410%
Plan fiduciary net position as a percentage of the total pension liability	68.12%	68.27%	64.87%	66.61%	70.73%	72.85%	69.98%	68.12%	69.49%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only nine fiscal years are presented because 10-year data is not yet available.

**CITY OF SAND SPRINGS, OKLAHOMA
SCHEDULE OF CITY CONTRIBUTIONS
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM
Last 10 Fiscal Years**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Statutorily required contribution	\$ 271,870	\$ 282,811	\$ 284,258	\$ 289,423	\$ 288,518	\$ 289,899	\$ 302,490	\$ 310,641	\$ 360,751
Contributions in relation to the statutorily required contribution	<u>271,870</u>	<u>282,811</u>	<u>284,258</u>	<u>289,423</u>	<u>288,518</u>	<u>289,899</u>	<u>302,490</u>	<u>310,641</u>	<u>360,751</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,941,928	\$ 2,020,060	\$ 2,030,414	\$ 2,067,307	\$ 2,060,843	\$ 2,070,707	\$ 2,160,643	\$ 2,218,864	\$ 2,576,793
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

*The amounts present for each fiscal year were determined as of 6/30

Notes to Schedule:

Only nine fiscal years are presented because 10-year data is not yet available.

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2023**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance:	\$8,272,236	\$9,601,060	\$9,601,060	-
Resources (Inflows):				
TAXES:				
Sales tax	7,917,064	7,917,064	8,268,298	351,234
Use tax	1,983,900	1,983,900	1,988,295	4,395
Hotel/Motel tax	265,000	265,000	319,584	54,584
Franchise tax	871,500	871,500	1,084,413	212,913
Video Provider Fee	20,000	20,000	15,683	(4,317)
Emergency telephone tax	11,000	11,000	6,825	(4,175)
Abatement fees	25,000	25,000	45,132	20,132
Payment in lieu of taxes	1,368,783	1,368,783	1,470,913	102,130
Total Taxes	<u>12,462,247</u>	<u>12,462,247</u>	<u>13,199,143</u>	<u>736,896</u>
INTERGOVERNMENTAL:				
Taxes	254,000	254,000	243,318	(10,682)
Cigarette tax	141,000	141,000	112,677	(28,323)
Local revenues	42,541	42,541	30,703	(11,838)
Grants	-	168,161	209,419	41,258
Total Intergovernmental	<u>437,541</u>	<u>605,702</u>	<u>596,117</u>	<u>(9,585)</u>
CHARGES FOR SERVICES:				
Court costs	95,200	95,200	114,739	19,539
Zoning and inspection fees	85,000	85,000	63,318	(21,682)
Park and recreation fees	61,000	61,000	75,183	14,183
Fire protection fee	164,000	164,000	164,914	914
First responder runs	5,000	5,000	2,000	(3,000)
First responder fees	251,000	251,000	254,765	3,765
EMSA fees	279,000	279,000	283,675	4,675
Other fees	72,000	42,688	67,277	24,589
Total Charges for Services	<u>1,012,200</u>	<u>982,888</u>	<u>1,025,871</u>	<u>42,983</u>
FINES AND FORFEITURES	<u>120,000</u>	<u>120,000</u>	<u>173,074</u>	<u>53,074</u>
LICENSES AND PERMITS:				
Licenses	106,250	106,250	124,481	18,231
Permits	52,500	52,500	41,284	(11,216)
Total Licenses and Permits	<u>158,750</u>	<u>158,750</u>	<u>165,765</u>	<u>7,015</u>
OTHER:				
Transfers from other funds	2,010,013	2,010,013	2,009,313	(700)
Interest on taxes	6,500	6,500	8,604	2,104
Interest	51,000	51,000	281,430	230,430
Other	328,000	362,750	235,785	(126,965)
Total Other	<u>2,395,513</u>	<u>2,430,263</u>	<u>2,535,132</u>	<u>104,869</u>
Total Resources (Inflows)	<u>16,586,251</u>	<u>16,759,850</u>	<u>17,695,102</u>	<u>935,252</u>
Amounts available for appropriation	<u>24,858,487</u>	<u>26,360,910</u>	<u>27,296,162</u>	<u>935,252</u>

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2023
(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Charges to Appropriations (Outflows):				
GENERAL GOVERNMENT:				
General Administration:				
Personal services	\$ 25,748	\$ 23,249	\$ 1,934	\$ 21,315
Materials and supplies	10,600	10,600	3,841	6,759
Other services and charges	170,303	239,796	120,069	119,727
Total General Administration	<u>206,651</u>	<u>273,645</u>	<u>125,844</u>	<u>147,801</u>
Municipal Court:				
Personal services	180,013	178,713	127,845	50,868
Materials and supplies	3,713	3,713	1,169	2,544
Other services and charges	42,735	44,035	68,455	(24,420)
Total Municipal Court	<u>226,461</u>	<u>226,461</u>	<u>197,469</u>	<u>28,992</u>
City Manager:				
Personal services	390,123	390,123	211,736	178,387
Materials and supplies	2,200	2,200	549	1,651
Other services and charges	6,030	2,030	360	1,670
Total City Manager	<u>398,353</u>	<u>394,353</u>	<u>212,645</u>	<u>181,708</u>
City Clerk:				
Personal services	209,771	213,015	190,604	22,411
Materials and supplies	2,500	2,937	924	2,013
Other services and charges	14,623	14,688	8,816	5,872
Total City Clerk	<u>226,894</u>	<u>230,640</u>	<u>200,344</u>	<u>30,296</u>
Information Services:				
Personal services	244,949	243,560	210,158	33,402
Materials and supplies	18,425	18,675	18,499	176
Other services and charges	226,985	228,335	176,694	51,641
Total Information Services	<u>490,359</u>	<u>490,570</u>	<u>405,351</u>	<u>85,219</u>
TOTAL GENERAL GOVERNMENT	<u>1,548,718</u>	<u>1,615,669</u>	<u>1,141,653</u>	<u>474,016</u>
PLANNING AND ZONING:				
Planning and Development:				
Personal services	188,187	198,495	195,866	2,629
Materials and supplies	1,390	3,154	2,815	339
Other services and charges	30,633	28,933	20,668	8,265
TOTAL PLANNING AND ZONING	<u>220,210</u>	<u>230,582</u>	<u>219,349</u>	<u>11,233</u>
FINANCIAL ADMINISTRATION:				
Human Resources:				
Personal services	237,440	234,890	156,769	78,121
Materials and supplies	6,425	6,975	5,361	1,614
Other services and charges	19,246	21,246	15,230	6,016
Total Human Resources	<u>263,111</u>	<u>263,111</u>	<u>177,360</u>	<u>85,751</u>
Finance:				
Personal services	594,906	595,123	517,566	77,557
Materials and supplies	9,504	10,712	5,621	5,091
Other services and charges	215,640	268,234	236,795	31,439
Total Finance	<u>820,050</u>	<u>874,069</u>	<u>759,982</u>	<u>114,087</u>
City Attorney:				
Personal services	22,801	22,800	16,716	6,084
Other services and charges	123,110	123,110	105,656	17,454
Total City Attorney	<u>145,911</u>	<u>145,910</u>	<u>122,372</u>	<u>23,538</u>
TOTAL FINANCIAL ADMINISTRATION	<u>1,229,072</u>	<u>1,283,090</u>	<u>1,059,714</u>	<u>223,376</u>

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2023
(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
PUBLIC SAFETY:				
Police:				
Personal services	\$ 3,988,964	\$ 4,005,870	\$ 3,645,740	\$ 360,130
Materials and supplies	168,480	202,501	197,783	4,718
Other services and charges	168,223	147,790	122,260	25,530
Total Police	<u>4,325,667</u>	<u>4,356,161</u>	<u>3,965,783</u>	<u>390,378</u>
Emergency Management:				
Personal services	39,362	38,521	10,055	28,466
Materials and supplies	15,044	45,944	56,048	(10,104)
Other services and charges	18,268	88,312	42,995	45,317
Capital outlay	-	26,920	24,585	2,335
Total Emergency Management	<u>72,674</u>	<u>199,697</u>	<u>133,683</u>	<u>66,014</u>
Animal Control:				
Personal services	142,416	138,856	132,209	6,647
Materials and supplies	33,140	33,140	32,116	1,024
Other services and charges	21,977	43,037	39,114	3,923
Capital outlay	-	-	-	-
Total Animal Control	<u>197,533</u>	<u>215,033</u>	<u>203,439</u>	<u>11,594</u>
Communications:				
Personal services	608,019	605,569	559,468	46,101
Materials and supplies	14,450	16,900	13,570	3,330
Other services and charges	244,866	246,091	241,430	4,661
Total Communications	<u>867,335</u>	<u>868,560</u>	<u>814,468</u>	<u>54,092</u>
Fire:				
Personal services	3,745,931	3,760,036	3,801,182	(41,146)
Materials and supplies	123,382	132,179	131,336	843
Other services and charges	370,921	360,817	344,582	16,235
Capital outlay	3,000	195,751	195,711	40
Total Fire	<u>4,243,234</u>	<u>4,448,783</u>	<u>4,472,811</u>	<u>(24,028)</u>
Neighborhood Services:				
Personal services	375,216	373,715	327,087	46,628
Materials and supplies	8,957	10,076	7,005	3,071
Other services and charges	126,754	130,051	100,955	29,096
Capital outlay	-	-	-	-
Total Neighborhood Services	<u>510,927</u>	<u>513,842</u>	<u>435,047</u>	<u>78,795</u>
TOTAL PUBLIC SAFETY	<u>10,217,370</u>	<u>10,602,076</u>	<u>10,025,231</u>	<u>576,845</u>
HIGHWAYS AND STREETS:				
Street and Alley:				
Personal services	570,537	615,449	474,903	140,546
Materials and supplies	217,679	249,934	198,401	51,533
Other services and charges	287,200	287,199	228,423	58,776
TOTAL HIGHWAYS AND STREETS	<u>1,075,416</u>	<u>1,152,582</u>	<u>901,727</u>	<u>250,855</u>
HEALTH AND WELFARE:				
Senior Citizens:				
Personal services	35,766	36,088	36,556	(468)
Materials and supplies	7,874	7,874	4,429	3,445
Other services and charges	4,069	4,069	1,994	2,075
TOTAL HEALTH AND WELFARE	<u>47,709</u>	<u>48,031</u>	<u>42,979</u>	<u>5,052</u>

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For the fiscal year ended June 30, 2023
(Continued)

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
CULTURE AND RECREATION:				
Parks and Recreation:				
Personal services	\$ 977,066	\$ 996,025	\$ 859,970	\$ 136,055
Materials and supplies	178,533	202,329	172,620	29,709
Other services and charges	678,808	697,012	590,096	106,916
Capital outlay	55,333	65,826	39,863	25,963
Total Parks and Recreation	<u>1,889,740</u>	<u>1,961,192</u>	<u>1,662,549</u>	<u>298,643</u>
Museum:				
Materials and supplies	6,400	6,300	6,124	176
Other services and charges	49,113	49,835	42,447	7,388
Total Museum	<u>55,513</u>	<u>56,135</u>	<u>48,571</u>	<u>7,564</u>
TOTAL CULTURE AND RECREATION	<u>1,945,253</u>	<u>2,017,327</u>	<u>1,711,120</u>	<u>306,207</u>
ECONOMIC DEVELOPMENT:				
Economic Development:				
Personal services	137,285	137,285	39,668	97,617
Materials and supplies	2,400	6,018	2,588	3,430
Other services and charges	70,882	80,588	63,559	17,029
TOTAL ECONOMIC DEVELOPMENT	<u>210,567</u>	<u>223,891</u>	<u>105,815</u>	<u>118,076</u>
FACILITIES MANAGEMENT AND FLEET MAINTENANCE:				
Facilities Management:				
Personal services	286,791	285,346	250,801	34,545
Materials and supplies	118,670	127,452	94,747	32,705
Other services and charges	265,961	271,899	259,129	12,770
Total Facilities Management	<u>671,422</u>	<u>684,697</u>	<u>604,677</u>	<u>80,020</u>
Fleet Maintenance:				
Personal services	285,392	285,392	199,682	85,710
Materials and supplies	20,444	20,444	38,826	(18,382)
Other services and charges	20,531	20,531	15,005	5,526
Total Fleet Maintenance	<u>326,367</u>	<u>326,367</u>	<u>253,513</u>	<u>72,854</u>
TOTAL FACILITIES MANAGEMENT AND FLEET MAINTENANCE	<u>997,789</u>	<u>1,011,064</u>	<u>858,190</u>	<u>152,874</u>
OTHER FINANCING USES:				
Transfers to other funds	406,900	766,850	789,182	(22,332)
Total Other Financing Uses	<u>406,900</u>	<u>766,850</u>	<u>789,182</u>	<u>(22,332)</u>
Total Charges to Appropriations	17,899,004	18,951,162	16,854,960	2,096,202
Ending Budgetary Fund Balance	<u>\$ 6,959,483</u>	<u>\$ 7,409,748</u>	<u>\$ 10,441,202</u>	<u>\$ 3,031,454</u>

Reconciliation to Statement of Revenues, Expenditures and Changes in Fund Balance:	
Total Resources per Budgetary Comparison Schedule	\$ 17,695,102
Add State Fire and Police pension on-behalf payments	1,042,937
Add Special Programs sub-fund account revenues	56,625
Less transfer in	(2,009,313)
Total Revenues per Statement of Revenues, Expenditures, and Changes in Fund Balance	<u>\$ 16,785,351</u>
Total Charges to Appropriations per Budgetary Comparison Schedule	
Add State Fire and Police pension on-behalf payments	\$ 1,042,937
Add Special Programs sub-fund account expenditures	33,779
Less transfer out	(789,182)
Total Expenditures per Statement of Revenues, Expenditures, and Changes in Fund Balance	<u>\$ 17,142,494</u>

CITY OF SAND SPRINGS, OKLAHOMA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
For the fiscal year ended June 30, 2023

Budgetary Accounting

The City prepares its budget for the General Fund on the modified accrual basis of accounting. The City utilizes encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve a portion of the applicable appropriation. Encumbrances outstanding at year end are not considered expenditures for budgetary purposes, but are reported as an assignment of fund balance since the City intends to honor the commitments and provide for supplemental appropriations in the following budget year. All appropriations lapse at year end.

City of Sand Springs, Oklahoma
Schedule of Changes in Total OPEB Liability and Related Ratios
Last 10 Years*

	2018	2019	2020	2021	2022	2023
Total OPEB Liability						
Service cost	\$ 159,662	\$ 146,215	\$ 142,934	\$ 158,968	\$ 221,514	\$ 243,180
Interest	60,022	76,493	78,245	75,524	58,836	68,944
Difference between expected and actual experience	-	(135,792)	(123,765)	(127,409)	9,132	(1,018,049)
Change in assumptions	(203,174)	(180,592)	49,358	397,410	(3,102)	(516,954)
Benefit payments, including refunds of member contributions	(27,737)	(21,169)	(10,819)	-	-	-
Net change in total OPEB liability	(11,227)	(114,845)	135,953	504,493	286,380	(1,222,879)
Total OPEB liability - beginning	2,147,908	2,136,681	2,021,836	2,157,789	2,662,282	2,948,662
Total OPEB liability - ending	\$ 2,136,681	\$ 2,021,836	\$ 2,157,789	\$ 2,662,282	\$ 2,948,662	\$ 1,725,783
Covered employee payroll	\$ 9,012,000	\$ 8,900,000	\$ 8,917,000	\$ 8,909,000	\$ 9,429,000	\$ 9,981,533
Total OPEB liability as a percentage of covered employee payroll	23.71%	22.72%	24.20%	29.88%	31.27%	17.29%

Notes to Schedule:

Only six years are presented because 10 year data is not yet available

The change in assumption is a result of an increase in the discount rate from 2.85% to 3.58% in 2018, from 3.58% to 3.87% in 2019, from 3.87% to 3.50% in 2020, from 3.50% to 2.21% in 2021, from 2.216% to 3.16% in 2022 and 3.16% to 4.09% in 2023

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information (OSI) includes financial statements and schedules not required by the GASB, nor a part of the basic financial statements, but are presented for purposes of additional analysis.

Such statements and schedules include:

- Combining Schedules – General fund accounts
- Combining Statements - Nonmajor governmental funds
- Budgetary Comparison Schedules - Nonmajor governmental funds
- Budgetary Comparison Schedule - Major governmental funds (capital project funds and debt service)
- Statement of Cash Flows – Discretely Presented Component Units
- Schedule of Debt Coverage
- Schedule of Expenditures of Federal Awards

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City of Sand Springs, Oklahoma
Combining Balance Sheet
General Fund Accounts
June 30 2022

	<u>General Fund</u>	<u>Special Programs Account</u>	<u>Total</u>
ASSETS			
Cash and cash equivalents	\$ 6,741,999	\$ 157,621	\$ 6,899,620
Investments	1,509,713	-	1,509,713
Deposits with insurance pool	1,248,387	-	1,248,387
Accrued interest receivable	2,059	-	2,059
Taxes receivable, net	320,844	-	320,844
Receivable from other governments	1,387,237	-	1,387,237
Court fines receivable, net	148,524	-	148,524
Other receivables	103,527	-	103,527
Inventories	23,845	-	23,845
Prepaid items	(502)	-	(502)
Total assets	<u>\$ 11,485,633</u>	<u>\$ 157,621</u>	<u>\$ 11,643,254</u>
 LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 567,994	\$ 1,638	\$ 569,632
Payable to other governments	1,141	-	1,141
Other accrued expenses	202,279	-	202,279
Amounts held in escrow	40,911	-	40,911
Other payables	5,405	13,124	18,529
Total liabilities	<u>817,730</u>	<u>14,762</u>	<u>832,492</u>
 Deferred inflows of resources:			
Unavailable revenues	226,701	-	226,701
 Fund balances:			
Non-spendable	23,343	-	23,343
Restricted	879,962	-	879,962
Assigned	2,033,118	142,859	2,175,977
Unassigned	7,504,779	-	7,504,779
Total fund balances	<u>10,441,202</u>	<u>142,859</u>	<u>10,584,061</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 11,485,633</u>	<u>\$ 157,621</u>	<u>\$ 11,643,254</u>

City of Sand Springs, Oklahoma
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
General Fund Accounts
For the Year Ended June 30, 2023

	<u>General Fund</u>	<u>Special Programs Account</u>	<u>Total</u>
REVENUES			
Taxes	\$ 13,199,143	\$ -	\$ 13,199,143
Fees and fines	173,074	21,428	194,502
Licenses and permits	165,765	-	165,765
Intergovernmental	1,747,918	-	1,747,918
Charges for services	1,025,871	-	1,025,871
Investment earnings	290,034	4,775	294,809
Miscellaneous	126,921	30,422	157,343
Total revenues	<u>16,728,726</u>	<u>56,625</u>	<u>16,785,351</u>
EXPENDITURES			
Current:			
General government	1,141,653	-	1,141,653
Planning and zoning	219,349	-	219,349
Financial administration	1,059,714	-	1,059,714
Public safety	10,847,872	33,779	10,881,651
Highways and streets	901,727	-	901,727
Health and welfare	42,979	-	42,979
Culture and recreation	1,671,257	-	1,671,257
Community and economic development	105,815	-	105,815
Facilities management and fleet maintenance	858,190	-	858,190
Capital Outlay	260,159	-	260,159
Total expenditures	<u>17,108,715</u>	<u>33,779</u>	<u>17,142,494</u>
Excess (deficiency) of revenues over expenditures	<u>(379,989)</u>	<u>22,846</u>	<u>(357,143)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	2,009,313	-	2,009,313
Transfers out	(789,182)	-	(789,182)
Total other financing sources and uses	<u>1,220,131</u>	<u>-</u>	<u>1,220,131</u>
Net change in fund balances	840,142	22,846	862,988
Fund balances - beginning	9,601,060	120,013	9,721,073
Fund balances - ending	<u>\$ 10,441,202</u>	<u>\$ 142,859</u>	<u>\$ 10,584,061</u>

City of Sand Springs, Oklahoma
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	SPECIAL REVENUE FUND	CAPITAL PROJECT FUNDS						Public Safety Capital Improvement Fund
	Vision 2025	Short-Term Capital Improvements	Community Development Block Grant - EDIF	T.I.D. #1 Cimarron Center	Park and Recreation	Airport Construction	Capital Improvement	
ASSETS								
Cash and cash equivalents	\$ 36,423	\$ 1,103,465	\$ 99,258	\$ 852	\$ 130,332	\$ 265,750	\$ 4,576,509	\$ 1,222,337
Investments	-	-	-	-	-	-	-	-
Accrued interest receivable	-	-	-	-	-	-	-	-
Taxes receivable, net	-	-	-	-	-	-	-	-
Loan proceeds receivable	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Receivable from other governments	-	15,446	23,966	36,422	-	-	-	242,228
Total assets	<u>\$ 36,423</u>	<u>\$ 1,118,911</u>	<u>\$ 123,224</u>	<u>\$ 37,274</u>	<u>\$ 130,332</u>	<u>\$ 265,750</u>	<u>\$ 4,576,509</u>	<u>\$ 1,464,565</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ 3,356	\$ -	\$ -	\$ 87,500	\$ 24,541	9,533
Retainage payable	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Payable to other governments	-	-	-	-	-	-	-	-
Other accrued expenses	-	-	-	-	-	-	-	231,636
Other payables	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	664,971
Total liabilities	<u>-</u>	<u>-</u>	<u>3,356</u>	<u>-</u>	<u>-</u>	<u>87,500</u>	<u>24,541</u>	<u>906,140</u>
Deferred inflows of resources:								
Unavailable revenues	-	-	-	-	-	-	-	-
Fund balances:								
Restricted	36,423	749,988	119,868	37,274	-	178,250	-	255,688
Assigned	-	368,923	-	-	130,332	-	4,551,968	302,737
Total fund balances	<u>36,423</u>	<u>1,118,911</u>	<u>119,868</u>	<u>37,274</u>	<u>130,332</u>	<u>178,250</u>	<u>4,551,968</u>	<u>558,425</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 36,423</u>	<u>\$ 1,118,911</u>	<u>\$ 123,224</u>	<u>\$ 37,274</u>	<u>\$ 130,332</u>	<u>\$ 265,750</u>	<u>\$ 4,576,509</u>	<u>\$ 1,464,565</u>

City of Sand Springs, Oklahoma
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	CAPITAL PROJECT FUNDS					DEBT SERVICE FUND	Total Other Governmental Funds
	Stormwater Capital Improvement	SSMA Capital	2018 GO Economic Development Fund	Golf Course Capital Improvement	Economic Development Capital Improvement	2022 GO Bond Community Development Fund	
ASSETS							
Cash and cash equivalents	\$ 3,728,852	\$ 586,633	\$ 4,809,075	\$ 32,807	\$ 558,857	\$ 1,120,427	\$ 19,235,800
Investments	914,953	-	-	-	-	-	1,154,968
Accrued interest receivable	3,733	-	-	-	-	312	4,045
Taxes receivable, net	-	35,465	-	-	-	-	35,465
Loan proceeds receivable	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Receivable from other governments	-	-	-	-	53,828	-	728,952
Total assets	<u>\$ 4,647,538</u>	<u>\$ 622,098</u>	<u>\$ 4,809,075</u>	<u>\$ 32,807</u>	<u>\$ 612,685</u>	<u>\$ 1,120,427</u>	<u>\$ 21,159,230</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 20,713	\$ 11,287	\$ -	\$ 17,321	\$ 9,609	\$ -	\$ 183,860
Retainage payable	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Payable to other governments	-	-	-	-	-	-	-
Other accrued expenses	-	-	-	-	-	-	231,636
Other payables	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	664,971
Total liabilities	<u>20,713</u>	<u>11,287</u>	<u>-</u>	<u>17,321</u>	<u>9,609</u>	<u>-</u>	<u>1,080,467</u>
Deferred inflows of resources:							
Unavailable revenues	<u>2,928</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>349,151</u>
Fund balances:							
Restricted	-	-	4,809,075	-	-	1,120,427	8,498,916
Assigned	4,623,897	610,811	-	15,486	603,076	-	11,230,696
Total fund balances	<u>4,623,897</u>	<u>610,811</u>	<u>4,809,075</u>	<u>15,486</u>	<u>603,076</u>	<u>1,120,427</u>	<u>19,729,612</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 4,647,538</u>	<u>\$ 622,098</u>	<u>\$ 4,809,075</u>	<u>\$ 32,807</u>	<u>\$ 612,685</u>	<u>\$ 1,120,427</u>	<u>\$ 21,159,230</u>

(continued)

City of Sand Springs, Oklahoma
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023

	SPECIAL REVENUE FUND	CAPITAL PROJECT FUNDS						
	Vision 2025	Short-Term Capital Improvements	Community Development Block Grant - EDIF	T.I.D. #1 Cimarron Center	Park and Recreation	Airport Construction	Capital Improvement	Public Safety Cap Imp Fund
REVENUES								
Taxes	\$ -	\$ 173,666	\$ -	\$ 630,247	\$ -	\$ -	\$ -	\$ 1,860,367
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	63,771	-	-	-	-	-
Charges for services	-	28,157	-	-	19,000	-	-	-
Investment earnings	1,172	38,654	1	-	3,858	5,738	104,971	40,725
Miscellaneous	-	1,092	-	-	-	-	2,464,377	2
Total revenues	<u>1,172</u>	<u>241,569</u>	<u>63,772</u>	<u>630,247</u>	<u>22,858</u>	<u>5,738</u>	<u>2,569,348</u>	<u>1,901,094</u>
EXPENDITURES								
Current:								
Community development	-	-	-	616,157	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	505,000
Interest and other charges	-	-	-	-	-	-	-	487,903
Capital Outlay	-	263,069	75,191	-	-	87,500	222,303	954,385
Total expenditures	-	<u>263,069</u>	<u>75,191</u>	<u>616,157</u>	-	<u>87,500</u>	<u>222,303</u>	<u>1,947,288</u>
Excess (deficiency) of revenues over expenditures	<u>1,172</u>	<u>(21,500)</u>	<u>(11,419)</u>	<u>14,090</u>	<u>22,858</u>	<u>(81,762)</u>	<u>2,347,045</u>	<u>(46,194)</u>
OTHER FINANCING SOURCES (USES)								
Issuance of long-term debt	-	-	-	-	-	-	-	-
Premiums from issuance of long-term debt	-	-	-	-	-	-	-	-
Transfers in	-	383,400	56,958	22,332	-	87,500	300,000	81,347
Transfers out	-	(120,000)	-	-	-	-	(81,347)	(100,000)
Total other financing sources and uses	-	<u>263,400</u>	<u>56,958</u>	<u>22,332</u>	-	<u>87,500</u>	<u>218,653</u>	<u>(18,653)</u>
Net change in fund balances	1,172	241,900	45,539	36,422	22,858	5,738	2,565,698	(64,847)
Fund balances - beginning	35,251	877,011	74,329	852	107,474	172,512	1,986,270	623,272
Fund balances - ending	<u>\$ 36,423</u>	<u>\$ 1,118,911</u>	<u>\$ 119,868</u>	<u>\$ 37,274</u>	<u>\$ 130,332</u>	<u>\$ 178,250</u>	<u>\$ 4,551,968</u>	<u>\$ 558,425</u>

City of Sand Springs
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023

	CAPITAL PROJECT FUNDS					DEBT SERVICE FUND		Total Other Governmental Funds
	Stormwater Capital Improvement	SSMA Capital	2018 GO Economic Development Fund	Golf Course Capital Improvement	Economic Development Capital Improvement	2022 GO Bond Community Development Fund	Debt Service Fund	
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 413,415	\$ -	\$ 1,902,153	\$ 4,979,848
Licenses and permits	-	-	-	-	5,775	-	-	5,775
Intergovernmental	-	-	-	-	-	-	-	63,771
Charges for services	-	-	-	-	-	-	-	47,157
Investment earnings	122,894	23,602	164,726	2,226	15,382	29,111	13,414	566,474
Miscellaneous	-	49,670	360,390	-	(7)	-	-	2,875,524
Total revenues	<u>122,894</u>	<u>73,272</u>	<u>525,116</u>	<u>2,226</u>	<u>434,565</u>	<u>29,111</u>	<u>1,915,567</u>	<u>8,538,549</u>
EXPENDITURES								
Current:								
Community development	-	-	-	-	-	-	-	616,157
Debt Service:								
Principal	-	-	-	-	-	-	1,255,000	1,760,000
Interest and other charges	-	-	-	-	-	-	598,770	1,086,673
Capital Outlay	587,476	918,998	5,456	119,692	30,304	43,684	-	3,308,058
Total expenditures	<u>587,476</u>	<u>918,998</u>	<u>5,456</u>	<u>119,692</u>	<u>30,304</u>	<u>43,684</u>	<u>1,853,770</u>	<u>6,770,888</u>
Excess (deficiency) of revenues over expenditures	<u>(464,582)</u>	<u>(845,726)</u>	<u>519,660</u>	<u>(117,466)</u>	<u>404,261</u>	<u>(14,573)</u>	<u>61,797</u>	<u>1,767,661</u>
OTHER FINANCING SOURCES (USES)								
Issuance of long-term debt	-	-	-	-	-	1,135,000	-	1,135,000
Premiums from issuance of long-term debt	-	-	-	-	-	-	3,539	3,539
Transfers in	1,000,000	850,581	-	60,752	-	-	-	2,842,870
Transfers out	-	-	(573,034)	-	(75,000)	-	-	(949,381)
Total other financing sources and uses	<u>1,000,000</u>	<u>850,581</u>	<u>(573,034)</u>	<u>60,752</u>	<u>(75,000)</u>	<u>1,135,000</u>	<u>3,539</u>	<u>3,032,028</u>
Net change in fund balances	535,418	4,855	(53,374)	(56,714)	329,261	1,120,427	65,336	4,799,689
Fund balances - beginning	4,088,479	605,956	4,862,449	72,200	273,815	-	1,150,053	14,929,923
Fund balances - ending	<u>\$ 4,623,897</u>	<u>\$ 610,811</u>	<u>\$ 4,809,075</u>	<u>\$ 15,486</u>	<u>\$ 603,076</u>	<u>\$ 1,120,427</u>	<u>\$ 1,215,389</u>	<u>\$ 19,729,612</u>

(continued)

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2023**

	SPECIAL REVENUE - VISION 2025				CAPITAL PROJECT - SHORT-TERM CAPITAL IMPROVEMENTS			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 165,000	\$ 165,000	\$ 173,666	\$ 8,666
Charges for services	-	-	-	-	20,526	20,526	28,157	7,631
Investment income	-	-	1,172	1,172	50	50	38,654	38,604
Miscellaneous	-	-	-	-	-	-	1,092	1,092
Total Revenues	-	-	1,172	1,172	185,576	185,576	241,569	55,993
Expenditures:								
Neighborhood Services:								
Capital outlay	-	-	-	-	34,000	66,000	28,621	37,379
Information Services:								
Capital outlay	-	-	-	-	187,000	187,000	-	187,000
Communications:								
Capital outlay	-	-	-	-	5,000	5,000	3,659	1,341
Police:								
Capital outlay	-	-	-	-	-	3,933	-	3,933
Parks & Recreation:								
Capital outlay	-	35,219	-	35,219	125,000	197,872	171,600	26,272
Public Works:								
Capital outlay	-	-	-	-	-	3,508	-	3,508
Streets:								
Capital outlay	-	-	-	-	33,000	93,957	59,189	34,768
Total Expenditures	-	35,219	-	35,219	384,000	557,270	263,069	294,201
Revenues over (under) expenditures	-	(35,219)	1,172	36,391	(198,424)	(371,694)	(21,500)	350,194
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	383,400	383,400	383,400	-
Transfers out	-	-	-	-	(120,000)	(120,000)	(120,000)	-
Total Other Financing Sources (Uses)	-	-	-	-	263,400	263,400	263,400	-
Revenues and other sources over (under) expenditures and other uses	-	(35,219)	1,172	36,391	64,976	(108,294)	241,900	350,194
Fund Balance - beginning of year	5	35,251	35,251	-	690,127	877,011	877,011	-
Fund Balance - end of year	\$ 5	\$ 32	\$ 36,423	\$ 36,391	\$ 755,103	\$ 768,717	\$ 1,118,911	\$ 350,194

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2023

	CAPITAL PROJECT - COMMUNITY DEVELOPMENT BLOCK GRANT - EDIF				CAPITAL PROJECT - T.I.D. #1 CIMARRON CENTER			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 750,000	\$ 750,000	\$ 630,247	\$ (119,753)
Intergovernmental	-	93,868	63,771	(30,097)	-	-	-	-
Investment income	-	-	1	1	-	-	-	-
Total Revenues	<u>-</u>	<u>93,868</u>	<u>63,772</u>	<u>(30,096)</u>	<u>750,000</u>	<u>750,000</u>	<u>630,247</u>	<u>(119,753)</u>
Expenditures:								
Parks and Recreation:								
Capital outlay	-	2,000	-	2,000	-	-	-	-
Economic Development:								
Other services and charges	-	-	-	-	750,000	750,000	616,157	133,843
Water:								
Capital outlay	-	154,981	75,191	79,790	-	-	-	-
Total Expenditures	<u>-</u>	<u>156,981</u>	<u>75,191</u>	<u>81,790</u>	<u>750,000</u>	<u>750,000</u>	<u>616,157</u>	<u>133,843</u>
Revenues over (under) expenditures	-	(63,113)	(11,419)	51,694	-	-	14,090	14,090
Other Financing Sources (Uses):								
Transfers in	-	56,958	56,958	-	-	-	22,332	22,332
Total Other Financing Sources (Uses)	<u>-</u>	<u>56,958</u>	<u>56,958</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,332</u>	<u>22,332</u>
Revenues and other sources over (under) expenditures and other uses	-	(6,155)	45,539	51,694	-	-	36,422	36,422
Fund Balance - beginning of year	106,501	74,329	74,329	-	851	852	852	-
Fund Balance - end of year	<u>\$ 106,501</u>	<u>\$ 68,174</u>	<u>\$ 119,868</u>	<u>\$ 51,694</u>	<u>\$ 851</u>	<u>\$ 852</u>	<u>\$ 37,274</u>	<u>\$ 36,422</u>

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2023

	CAPITAL PROJECT - PARK AND RECREATION				CAPITAL PROJECT - AIRPORT CONSTRUCTION			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Charges for services	\$ 20,000	\$ 20,000	\$ 19,000	\$ (1,000)	\$ -	\$ -	\$ -	\$ -
Investment income	20	20	3,858	3,838	12	1,200	5,738	4,538
Total Revenues	<u>20,020</u>	<u>20,020</u>	<u>22,858</u>	<u>2,838</u>	<u>12</u>	<u>1,200</u>	<u>5,738</u>	<u>4,538</u>
Expenditures:								
Airport:								
Capital Outlay	-	-	-	-	75,000	244,912	87,500	157,412
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>244,912</u>	<u>87,500</u>	<u>157,412</u>
Revenues over (under) expenditures	20,020	20,020	22,858	2,838	(74,988)	(243,712)	(81,762)	161,950
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	-	87,500	87,500	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>87,500</u>	<u>87,500</u>	<u>-</u>
Revenues and other sources over (under) expenditures and other uses	20,020	20,020	22,858	2,838	(74,988)	(156,212)	5,738	161,950
Fund Balance - beginning of year	98,361	107,474	107,474	-	88,214	172,512	172,512	-
Fund Balance - end of year	<u>\$ 118,381</u>	<u>\$ 127,494</u>	<u>\$ 130,332</u>	<u>\$ 2,838</u>	<u>\$ 13,226</u>	<u>\$ 16,300</u>	<u>\$ 178,250</u>	<u>\$ 161,950</u>

(Continued)

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2023**

	CAPITAL PROJECT - CAPITAL IMPROVEMENT				CAPITAL PROJECT - PUBLIC SAFETY CAPITAL IMPROVEMENT			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,781,339	\$ 1,781,339	\$ 1,860,367	\$ 79,028
Intergovernmental	-	185,600	-	(185,600)	-	-	-	-
Investment income	300	15,000	104,971	89,971	90	90	40,725	40,635
Miscellaneous	-	705,059	2,464,377	1,759,318	-	-	2	2
Total Revenues	300	905,659	2,569,348	1,663,689	1,781,429	1,781,429	1,901,094	119,665
Expenditures:								
Facilities Management:								
Capital Outlay	200,000	254,829	85,395	169,434	-	60,000	-	60,000
Police:								
Capital Outlay	-	-	-	-	156,305	278,632	133,577	145,055
Fire:								
Capital Outlay	-	-	-	-	97,000	1,708,270	820,808	887,462
Emergency Management:								
Capital Outlay	-	4,660	-	4,660	-	-	-	-
Parks and Recreation:								
Capital Outlay	68,882	39,446	-	39,446	-	-	-	-
Golf Course:								
Capital Outlay	-	29,319	-	29,319	-	-	-	-
Neighborhood Services:								
Capital Outlay	-	4,337	-	4,337	-	-	-	-
Public Works:								
Capital Outlay	300,000	917,000	3,137	913,863	-	-	-	-
Streets:								
Capital Outlay	-	90,723	5,300	85,423	-	-	-	-
Economic Development:								
Capital Outlay	-	483,316	128,471	354,845	-	-	-	-
Water:								
Capital Outlay	-	59,584	-	59,584	-	-	-	-
Airport:								
Capital Outlay	-	199,825	-	199,825	-	-	-	-
Debt Service:								
Capital Outlay	-	-	-	-	980,928	493,713	992,903	(499,190)
Total Expenditures	568,882	2,083,039	222,303	1,860,736	1,234,233	2,540,615	1,947,288	593,327
Revenues over (under) expenditures	(568,582)	(1,177,380)	2,347,045	3,524,425	547,196	(759,186)	(46,194)	712,992
Other Financing Sources (Uses):								
Transfers in	150,000	300,000	300,000	-	-	81,347	81,347	-
Transfers out	-	(81,347)	(81,347)	-	(100,000)	(100,000)	(100,000)	-
Total Other Financing Sources (Uses)	150,000	218,653	218,653	-	(100,000)	(18,653)	(18,653)	-
Revenues and other sources over (under) expenditures and other uses	(418,582)	(958,727)	2,565,698	3,524,425	447,196	(777,839)	(64,847)	712,992
Fund Balance - beginning of year	909,800	1,986,270	1,986,270	-	567,283	623,272	623,272	-
Fund Balance - end of year	<u>\$ 491,218</u>	<u>\$ 1,027,543</u>	<u>\$ 4,551,968</u>	<u>\$ 3,524,425</u>	<u>\$ 1,014,479</u>	<u>\$ (154,567)</u>	<u>\$ 558,425</u>	<u>\$ 712,992</u>

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2023

	CAPITAL PROJECT - STORMWATER CAPITAL IMPROVEMENT				CAPITAL PROJECT - SSMA CAPITAL FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Investment income	\$ 7,000	\$ 25,000	\$ 122,894	\$ 97,894	\$ -	\$ -	\$ 23,602	\$ 23,602
Miscellaneous	-	-	-	-	-	-	49,670	49,670
Total Revenues	7,000	25,000	122,894	97,894	-	-	73,272	73,272
Expenditures:								
Water:								
Capital Outlay	-	-	-	-	189,000	348,514	301,004	47,510
Wastewater:								
Capital Outlay	-	-	-	-	71,000	164,599	152,170	12,429
Sanitation:								
Capital Outlay	-	-	-	-	310,000	657,185	276,512	380,673
Public Works:								
Capital Outlay	-	-	-	-	-	101,057	101,006	51
Engineering:								
Capital Outlay	-	-	-	-	-	10,000	-	10,000
Airport:								
Capital Outlay	-	-	-	-	-	10,515	-	10,515
Golf Course:								
Capital Outlay	-	-	-	-	140,000	164,142	88,306	75,836
Stormwater:								
Capital Outlay	390,000	3,958,287	587,476	3,370,811	-	-	-	-
Total Expenditures	390,000	3,958,287	587,476	3,370,811	710,000	1,456,012	918,998	537,014
Revenues over (under) expenditures	(383,000)	(3,933,287)	(464,582)	3,468,705	(710,000)	(1,456,012)	(845,726)	610,286
Other Financing Sources (Uses):								
Transfers in	1,000,000	1,000,000	1,000,000	-	710,000	850,581	850,581	-
Total Other Financing Sources (Uses)	1,000,000	1,000,000	1,000,000	-	710,000	850,581	850,581	-
Revenues and other sources over (under) expenditures and other uses	617,000	(2,933,287)	535,418	3,468,705	-	(605,431)	4,855	610,286
Fund Balance - beginning of year	524,974	4,088,479	4,088,479	-	145,963	605,956	605,956	-
Fund Balance - end of year	\$ 1,141,974	\$ 1,155,192	\$ 4,623,897	\$ 3,468,705	\$ 145,963	\$ 525	\$ 610,811	\$ 610,286

(Continued)

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2023

	CAPITAL PROJECT - 2018 G.O. ECONOMIC DEVELOPMENT PLAN FUND				CAPITAL PROJECT - GOLF COURSE CAPITAL IMPROVEMENT			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Investment income	\$ 300	\$ 10,300	\$ 164,726	\$ 154,426	\$ 5	\$ 5	\$ 2,226	\$ 2,221
Miscellaneous	-	-	360,390	360,390	-	-	-	-
Total Revenues	300	10,300	525,116	514,816	5	5	2,226	2,221
Expenditures:								
Streets:								
Capital Outlay	-	139,473	-	139,473	-	-	-	-
Economic Development:								
Capital Outlay	-	100,244	5,456	94,788	-	-	-	-
Golf Course:								
Capital Outlay	-	-	-	-	100,000	140,657	119,692	20,965
Water:								
Capital Outlay	-	717,533	-	717,533	-	-	-	-
Stormwater:								
Capital Outlay	-	2,693,436	-	2,693,436	-	-	-	-
Total Expenditures	-	3,650,686	5,456	3,645,230	100,000	140,657	119,692	20,965
Revenues over (under) expenditures	300	(3,640,386)	519,660	4,160,046	(99,995)	(140,652)	(117,466)	23,186
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	53,850	68,850	60,752	(8,098)
Transfers out	-	(573,034)	(573,034)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(573,034)	(573,034)	-	53,850	68,850	60,752	(8,098)
Revenues and other sources over (under) expenditures and other uses	300	(4,213,420)	(53,374)	4,160,046	(46,145)	(71,802)	(56,714)	15,088
Fund Balance - beginning of year	577,455	4,862,449	4,862,449	-	49,998	72,200	72,200	-
Fund Balance - end of year	<u>\$ 577,755</u>	<u>\$ 649,029</u>	<u>\$ 4,809,075</u>	<u>\$ 4,160,046</u>	<u>\$ 3,853</u>	<u>\$ 398</u>	<u>\$ 15,486</u>	<u>\$ 15,088</u>

(Continued)

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
NONMAJOR GOVERNMENTAL FUNDS
For the fiscal year ended June 30, 2023**

	CAPITAL PROJECT - ECONOMIC DEVELOPMENT CAPITAL IMPROVEMENT FUND				CAPITAL PROJECT - 2022 G.O. BOND COMMUNITY DEVELOPMENT FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 395,853	\$ 395,853	\$ 413,415	\$ 17,562	\$ -	\$ -	\$ -	\$ -
Licenses and permits	13,125	13,125	5,775	(7,350)	-	-	-	-
Investment income	200	200	15,382	15,182	-	-	29,111	29,111
Miscellaneous	-	-	(7)	(7)	-	-	-	-
Total Revenues	409,178	409,178	434,565	25,387	-	-	29,111	29,111
Expenditures:								
Economic Development:								
Capital Outlay	43,000	280,398	30,304	250,094	-	-	-	-
Parks and Recreation:								
Capital Outlay	-	-	-	-	-	1,135,000	43,684	1,091,316
Total Expenditures	43,000	280,398	30,304	250,094	-	1,135,000	43,684	1,091,316
Revenues over (under) expenditures	366,178	128,780	404,261	275,481	-	(1,135,000)	(14,573)	1,120,427
Other Financing Sources (Uses):								
Issuance of long-term debt	-	-	-	-	-	1,135,000	1,135,000	-
Transfers out	-	(75,000)	(75,000)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	(75,000)	(75,000)	-	-	1,135,000	1,135,000	-
Revenues and other sources over (under) expenditures and other uses	366,178	53,780	329,261	275,481	-	-	1,120,427	1,120,427
Fund Balance - beginning of year	725,894	273,815	273,815	-	-	-	-	-
Fund Balance - end of year	\$ 1,092,072	\$ 327,595	\$ 603,076	\$ 275,481	\$ -	\$ -	\$ 1,120,427	\$ 1,120,427

CITY OF SAND SPRINGS, OKLAHOMA
 BUDGETARY COMPARISON SCHEDULE
 NONMAJOR GOVERNMENTAL FUNDS
 For the fiscal year ended June 30, 2023

	DEBT SERVICE FUND			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 1,849,722	\$ 1,920,835	\$ 1,902,153	\$ (18,682)
Investment income	3,200	3,200	13,414	10,214
Total Revenues	<u>1,852,922</u>	<u>1,924,035</u>	<u>1,915,567</u>	<u>(8,468)</u>
Expenditures:				
Debt Service	<u>1,855,027</u>	<u>1,940,727</u>	<u>1,853,770</u>	<u>86,957</u>
Total Expenditures	<u>1,855,027</u>	<u>1,940,727</u>	<u>1,853,770</u>	<u>86,957</u>
Revenues over (under) expenditures	(2,105)	(16,692)	61,797	78,489
Other Financing Sources (Uses):				
Premium from issuance of long-term debt	-	-	3,539	3,539
Transfers out	(700)	-	-	-
Total Other Financing Sources (Uses)	<u>(700)</u>	<u>-</u>	<u>3,539</u>	<u>3,539</u>
Revenues and other sources over (under) expenditures and other uses	(2,805)	(16,692)	65,336	82,028
Fund Balance - beginning of year	1,311,821	1,150,053	1,150,053	-
Fund Balance - end of year	<u>\$ 1,309,016</u>	<u>\$ 1,133,361</u>	<u>\$ 1,215,389</u>	<u>\$ 82,028</u>

**CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS (CAPITAL PROJECT FUNDS)
For the fiscal year ended June 30, 2023**

	CAPITAL PROJECT - STREET IMPROVEMENT				CAPITAL PROJECT - CAPITAL IMPROVEMENT WATER/WASTEWATER			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 1,979,266	\$ 1,979,266	\$ 2,067,075	\$ 87,809	\$ 3,958,532	\$ 3,958,532	\$ 4,134,149	\$ 175,617
Intergovernmental	-	361,600	-	(361,600)	-	600,270	49,029	(551,241)
Charges for services	-	-	-	-	170,000	170,000	73,150	(96,850)
Investment income	26,900	70,000	278,140	208,140	12,800	100,000	367,535	267,535
Miscellaneous	-	-	(11)	(11)	-	-	(2)	(2)
Total Revenues	2,006,166	2,410,866	2,345,204	(65,662)	4,141,332	4,828,802	4,623,861	(204,941)
Expenditures:								
Water:								
Capital Outlay	-	-	-	-	3,560,000	9,662,429	1,388,762	8,273,667
Wastewater:								
Capital Outlay	-	-	-	-	550,000	3,755,759	223,265	3,532,494
Public Works:								
Capital Outlay	-	-	-	-	-	138,300	540	137,760
Street:								
Capital Outlay	3,945,000	12,935,681	1,477,893	11,457,788	-	-	-	-
Total Expenditures	3,945,000	12,935,681	1,477,893	11,457,788	4,110,000	13,556,488	1,612,567	11,943,921
Revenues over (under) expenditures	(1,938,834)	(10,524,815)	867,311	11,392,126	31,332	(8,727,686)	3,011,294	11,738,980
Other Financing Sources (Uses):								
Transfers out	-	-	-	-	(800,000)	(810,000)	(810,000)	-
Total Other Financing Sources (Uses)	-	-	-	-	(800,000)	(810,000)	(810,000)	-
Revenues and other sources over (under) expenditures and other uses	(1,938,834)	(10,524,815)	867,311	11,392,126	(768,668)	(9,537,686)	2,201,294	11,738,980
Fund Balance - beginning of year	2,194,208	10,714,016	10,714,016	-	978,472	9,746,392	9,746,392	-
Fund Balance - end of year	\$ 255,374	\$ 189,201	\$ 11,581,327	\$ 11,392,126	\$ 209,804	\$ 208,706	\$ 11,947,686	\$ 11,738,980

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CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS (CAPITAL PROJECT FUNDS)
For the fiscal year ended June 30, 2023

	CAPITAL PROJECT - DEVELOPMENT CAPITAL IMPROVEMENT				CAPITAL PROJECT - 2018 G.O. CITY PROJECT			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	2,700,015	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Investment income	-	20,000	162,083	142,083	200	10,200	123,038	112,838
Miscellaneous	-	-	-	-	-	-	-	-
Total Revenues	-	2,720,015	162,083	142,083	200	10,200	123,038	112,838
Expenditures:								
Streets:								
Capital Outlay	-	1,000,000	-	1,000,000	286,223	3,583,826	1,154,344	2,429,482
Economic Development:								
Capital Outlay	-	1,161,532	474,290	687,242	-	-	-	-
Water:								
Capital Outlay	-	3,721,331	588,762	3,132,569	-	-	-	-
Wastewater:								
Capital Outlay	-	4,541,189	-	4,541,189	-	-	-	-
Information Services:								
Capital Outlay	-	-	-	-	-	421	-	-
Police:								
Capital Outlay	-	-	-	-	-	142,581	132,861	9,720
Stormwater:								
Capital Outlay	-	4,319,317	363,073	3,956,244	-	-	-	-
Public Works:								
Capital Outlay	-	-	-	-	1,493	-	-	-
Fire:								
Capital Outlay	-	-	-	-	-	6,713	-	6,713
Parks and Recreation:								
Capital Outlay	-	-	-	-	-	228,805	28,147	200,658
Golf Course:								
Capital Outlay	-	-	-	-	-	3,770	-	3,770
Museum:								
Capital Outlay	-	-	-	-	-	257	-	257
Total Expenditures	-	14,743,369	1,426,125	13,317,244	287,716	3,966,373	1,315,352	2,650,600
Revenues over (under) expenditures	-	(12,023,354)	(1,264,042)	13,459,327	(287,516)	(3,956,173)	(1,192,314)	2,763,438
Other Financing Sources (Uses):								
Transfers in	-	8,234,028	114,888	(8,119,140)	-	505,438	974,984	469,546
Transfers out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	8,234,028	114,888	(8,119,140)	-	505,438	974,984	469,546
Revenues and other sources over (under) expenditures and other uses	-	(3,789,326)	(1,149,154)	5,340,187	(287,516)	(3,450,735)	(217,330)	3,232,984
Fund Balance - beginning of year	3	5,330,408	5,330,408	-	288,122	3,461,391	3,461,391	-
Fund Balance - end of year	\$ 3	\$ 1,541,082	\$ 4,181,254	\$ 5,340,187	\$ 606	\$ 10,656	\$ 3,244,061	\$ 3,232,984

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CITY OF SAND SPRINGS, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
MAJOR GOVERNMENTAL FUNDS (CAPITAL PROJECT FUNDS)
For the fiscal year ended June 30, 2023

	CAPITAL PROJECT - 2022 G.O. BOND CITY PROJECT			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Investment income	-	-	165,749	165,749
Miscellaneous	-	-	-	-
Total Revenues	-	-	165,749	165,749
Expenditures:				
Emergency Management:				
Capital Outlay	-	825,000	628,166	196,834
Police:				
Capital Outlay	-	3,090,000	187,060	2,902,940
Fire:				
Capital Outlay	-	-	-	-
Museum:				
Capital Outlay	-	205,000	5,565	199,435
Golf Course:				
Capital Outlay	-	190,000	5,194	184,806
Parks and Recreation:				
Capital Outlay	-	2,440,000	66,968	2,373,032
Total Expenditures	-	6,750,000	892,953	5,857,047
Revenues over (under) expenditures	-	(6,750,000)	(727,204)	6,022,796
Other Financing Sources (Uses):				
Issuance of long-term debt	-	6,750,000	6,750,000	-
Total Other Financing Sources (Uses)	-	6,750,000	6,750,000	-
Revenues and other sources over (under) expenditures and other uses	-	-	6,022,796	6,022,796
Fund Balance - beginning of year	-	-	-	-
Fund Balance - end of year	\$ -	\$ -	\$ 6,022,796	\$ 6,022,796

**CITY OF SAND SPRINGS, OKLAHOMA
STATEMENT OF CASH FLOWS
DISCRETELY PRESENTED COMPONENT UNITS
For the fiscal year ended June 30, 2023**

	Museum Trust Authority	Economic Development Authority
	<hr/>	<hr/>
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	\$ 22,787	\$ -
Payments to suppliers	(29,625)	-
Payments to employees	(19,730)	
	<hr/>	<hr/>
Net Cash Provided by (Used in) Operating Activities	(26,568)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends	330	-
	<hr/>	<hr/>
Net Cash Provided by Investing Activities	330	-
Net Increase (Decrease) in Cash and Cash Equivalents	(26,238)	-
Balances - beginning of the year	<hr/> 121,507	<hr/> 340,842
Balances - end of the year	<u>\$ 95,269</u>	<u>\$ 340,842</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (11,536)	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Change in assets and liabilities:		
Due from other governmental agencies	(15,962)	-
Accounts payable	991	-
Accrued payroll liabilities	(83)	-
Due to other governmental agencies	<hr/> 22	<hr/> -
Net Cash Provided by (Used in) Operating Activities	<u>\$ (26,568)</u>	<u>\$ -</u>

Statistical Section

STATISTICAL SECTION

The **STATISTICAL SECTION** presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the government's most significant local revenue sourced, sales tax and property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement 34 in FY 2001; schedules presenting government-wide information include information beginning in that year.

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FINANCIAL TRENDS

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CITY OF SAND SPRINGS, OKLAHOMA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
June 30, 2023
TABLE 1

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net investment in capital assets	\$ 33,255,246	\$ 33,248,179	\$ 18,346,326	\$ 37,376,826	\$ 40,483,621	\$ 41,002,139	\$ 44,057,690	\$ 44,253,029	\$ 44,135,635	\$ 44,775,205
Restricted	9,112,520	10,589,915	25,072,566	11,329,895	10,452,886	10,746,541	12,906,656	18,963,127	17,982,547	25,799,860
Unrestricted (deficit)	4,246,875	(1,644,109)	(716,374)	604,043	457,605	5,349,907	797,159	4,409,090	10,455,267	7,277,685
Total governmental activities net position	<u>\$ 46,614,641</u>	<u>\$ 42,193,985</u>	<u>\$ 42,702,518</u>	<u>\$ 49,310,764</u>	<u>\$ 51,394,112</u>	<u>\$ 57,098,587</u>	<u>\$ 57,761,505</u>	<u>\$ 67,625,246</u>	<u>\$ 72,573,449</u>	<u>\$ 77,852,750</u>
Business-type activities										
Net investment in capital assets	\$ 50,419,150	\$ 51,548,644	\$ 53,054,629	\$ 54,851,506	\$ 56,884,600	\$ 57,984,084	\$ 60,181,560	\$ 60,949,849	\$ 63,858,605	\$ 63,272,507
Restricted	2,468,184	2,385,880	2,403,088	2,420,288	2,450,805	2,498,430	2,532,310	726,744	609,989	617,951
Unrestricted	22,510,729	22,744,600	23,551,877	24,278,798	23,513,064	24,636,613	27,585,776	25,798,569	26,685,837	30,319,596
Total business-type activities net position	<u>\$ 75,398,063</u>	<u>\$ 76,679,124</u>	<u>\$ 79,009,594</u>	<u>\$ 81,550,592</u>	<u>\$ 82,848,469</u>	<u>\$ 85,119,127</u>	<u>\$ 90,299,646</u>	<u>\$ 87,475,162</u>	<u>\$ 91,154,431</u>	<u>\$ 94,210,054</u>
Primary government										
Net investment in capital assets	\$ 83,674,396	\$ 84,796,823	\$ 71,400,955	\$ 92,228,332	\$ 97,368,221	\$ 98,986,223	\$ 104,239,250	\$ 105,202,878	\$ 107,994,240	\$ 108,047,712
Restricted	11,580,704	12,975,795	27,475,654	13,750,183	12,903,691	13,244,971	15,438,966	19,689,871	18,592,536	26,417,811
Unrestricted	26,757,604	21,100,491	22,835,503	24,882,841	23,970,669	29,986,520	28,382,935	30,207,659	37,141,104	37,597,281
Total primary government net position	<u>\$ 122,012,704</u>	<u>\$ 118,873,109</u>	<u>\$ 121,712,112</u>	<u>\$ 130,861,356</u>	<u>\$ 134,242,581</u>	<u>\$ 142,217,714</u>	<u>\$ 148,061,151</u>	<u>\$ 155,100,408</u>	<u>\$ 163,727,880</u>	<u>\$ 172,062,804</u>

CITY OF SAND SPRINGS, OKLAHOMA
CHANGES IN NET POSITION
 Last Ten Fiscal Years
 June 30, 2023
TABLE 2

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Expenses										
Government activities:										
Government government	\$ 2,662,169	\$ 1,322,426	\$ 1,382,934	\$ 1,452,911	\$ 1,418,445	\$ 1,484,936	\$ 2,266,358	\$ 2,079,767	\$ 1,934,948	\$ 1,836,365
Planning and zoning	136,407	101,842	155,897	152,884	159,519	172,027	183,962	198,610	214,934	225,195
Financial administration	891,880	826,352	797,905	814,019	865,794	909,514	964,129	1,019,307	1,009,596	1,054,477
Public safety	8,482,160	8,211,241	8,831,758	8,731,211	9,182,181	8,396,933	10,419,130	11,487,138	8,671,164	11,385,649
Highways and streets	2,295,442	2,280,869	1,917,538	2,666,478	2,069,886	2,130,852	2,431,763	2,605,660	3,219,870	2,904,724
Health and welfare	38,152	34,322	31,587	30,003	29,826	25,629	26,708	2,257	35,866	42,979
Culture and recreation	1,334,749	1,286,258	1,368,145	1,431,045	1,528,516	1,749,415	3,369,982	2,201,588	2,547,224	2,516,520
Economic development	718,360	614,822	887,161	930,693	2,147,387	1,145,882	864,239	1,584,029	897,555	883,066
Facilities mgmt & fleet maint	600,341	595,485	619,711	625,920	586,098	530,176	548,790	644,355	668,923	686,128
Interest on long-term debt	202,090	220,338	491,729	647,737	684,270	836,705	833,740	1,572,123	1,007,870	1,173,022
Total governmental activities expenses	<u>17,361,750</u>	<u>15,493,955</u>	<u>16,484,365</u>	<u>17,482,901</u>	<u>18,671,922</u>	<u>17,382,069</u>	<u>21,908,801</u>	<u>23,394,834</u>	<u>20,207,950</u>	<u>22,708,125</u>
Business-type activities:										
Water	7,217,517	6,950,079	7,582,078	7,542,148	7,763,775	7,343,452	7,969,207	8,546,991	7,922,362	9,635,565
Wastewater	3,542,099	3,699,133	3,463,644	3,676,656	3,905,087	3,663,633	4,306,628	3,619,192	3,984,716	4,458,845
Solid Waste	1,373,312	1,383,708	1,356,840	1,379,454	1,522,908	1,469,884	1,554,069	1,523,893	1,766,352	2,052,702
Stormwater	387,534	341,828	673,179	403,009	445,087	389,921	411,619	392,304	414,148	452,007
Airport	765,017	706,851	869,466	943,452	912,916	807,343	750,220	824,049	1,014,315	978,017
Golf course	818,843	914,668	1,042,559	868,605	852,479	810,275	776,491	1,007,133	1,584,244	1,291,338
Total business-type activities expenses	<u>14,104,322</u>	<u>13,996,267</u>	<u>14,987,766</u>	<u>14,813,324</u>	<u>15,402,252</u>	<u>14,484,508</u>	<u>15,768,234</u>	<u>15,913,562</u>	<u>16,686,137</u>	<u>18,868,474</u>
Total primary government expenses	<u>\$ 31,466,072</u>	<u>\$ 29,490,222</u>	<u>\$ 31,472,131</u>	<u>\$ 32,296,225</u>	<u>\$ 34,074,174</u>	<u>\$ 31,866,577</u>	<u>\$ 37,677,035</u>	<u>\$ 39,308,396</u>	<u>\$ 36,894,087</u>	<u>\$ 41,576,599</u>
Program Revenues										
Government activities:										
Charges for services:										
General government	\$ 303,965	\$ 214,664	\$ 210,245	\$ 208,693	\$ 297,522	\$ 197,181	\$ 211,668	\$ 261,996	\$ 305,126	\$ 234,923
Planning and zoning	9,873	5,482	5,190	8,679	6,781	10,309	13,388	15,150	12,472	10,082
Public safety	1,201,771	1,101,018	1,103,750	961,100	921,272	1,007,835	961,576	805,963	966,286	1,036,780
Highways and streets	1,294	386	114	497	400	211	354	469	520	180
Culture and recreation	104,868	100,759	101,860	117,420	135,398	121,890	92,370	95,430	146,461	134,600
Economic development	-	-	-	-	-	-	3,150	13,650	17,850	5,775
Operating grants and contributions	1,105,579	1,013,534	1,296,996	3,213,149	1,141,401	1,221,164	1,982,653	2,932,777	924,547	1,358,213
Capital grants and contributions	78,024	1,434,539	620,064	3,095,037	1,142,314	18,990	276,969	562,540	289,768	72,604
Total governmental activities program revenues	<u>2,805,374</u>	<u>3,870,382</u>	<u>3,338,219</u>	<u>7,604,575</u>	<u>3,645,088</u>	<u>2,577,580</u>	<u>3,542,128</u>	<u>4,687,975</u>	<u>2,663,030</u>	<u>2,853,157</u>

TABLE 2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Business-type activities:										
Charges for services:										
Water	\$ 7,838,862	\$ 7,394,814	\$ 7,676,330	\$ 8,032,553	\$ 8,444,082	\$ 7,978,639	\$ 8,367,537	\$ 8,819,294	\$ 9,458,541	\$ 10,078,037
Wastewater	3,305,188	3,269,735	3,233,067	3,315,927	3,413,943	3,422,291	3,456,129	3,503,813	3,640,917	3,785,860
Solid Waste	1,794,651	1,841,535	1,906,505	1,985,233	2,032,671	2,091,316	2,146,427	2,176,448	2,232,809	2,295,683
Stormwater	1,016,272	1,143,193	1,183,770	1,220,885	1,238,509	1,316,046	1,378,803	1,411,568	1,423,526	1,421,675
Airport	398,421	413,053	418,815	396,386	405,962	397,663	352,918	374,251	412,704	541,525
Golf course	535,236	524,171	571,012	566,917	554,969	521,587	297,277	525,134	817,364	890,263
Operating grants and contributions	-	2,208	-	43,926	335	700	572,511	1,938	6,053	1,156
Capital grants and contributions	673,634	157,268	354,139	458,814	929,426	461,785	435,770	1,052,204	140,453	47,499
Total business-type activities program revenues	15,562,264	14,745,977	15,343,638	16,020,641	17,019,897	16,190,027	17,007,372	17,864,650	18,132,367	19,061,698
Total primary government program revenues	\$ 18,367,638	\$ 18,616,359	\$ 18,681,857	\$ 23,625,216	\$ 20,664,985	\$ 18,767,607	\$ 20,549,500	\$ 22,552,625	\$ 20,795,397	\$ 21,914,855
Net (Expense)/Revenue										
Government activities:	\$ (14,556,376)	\$ (11,623,573)	\$ (13,146,146)	\$ (9,878,326)	\$ (15,026,834)	\$ (14,804,489)	\$ (18,366,673)	\$ (18,706,859)	\$ (17,544,920)	\$ (19,854,968)
Business-type activities:	1,457,942	749,710	355,872	1,207,317	1,617,645	1,705,519	1,239,138	1,951,088	1,446,230	193,224
Total primary government net expense	\$ (13,098,434)	\$ (10,873,863)	\$ (12,790,274)	\$ (8,671,009)	\$ (13,409,189)	\$ (13,098,970)	\$ (17,127,535)	\$ (16,755,771)	\$ (16,098,690)	\$ (19,661,744)
General Revenues and Other Changes in Net Assets										
Government activities:										
Taxes:										
Sales and use taxes	\$ 10,883,650	\$ 11,070,144	\$ 11,114,194	\$ 11,897,949	\$ 13,668,341	\$ 14,273,057	\$ 15,300,573	\$ 16,887,650	\$ 17,778,920	\$ 18,731,599
Property taxes	406,950	1,497,025	1,256,849	1,182,844	815,000	1,033,290	1,465,671	3,051,201	2,469,567	2,551,083
Franchise and public service taxes	833,193	856,339	792,394	841,487	898,716	873,276	826,021	817,525	983,715	1,084,413
Other taxes	1,479,104	1,448,920	1,539,932	1,568,453	1,722,928	1,676,745	1,725,552	1,826,625	1,851,053	1,974,466
Unrestricted grants and contributions	723,417	1,079,758	399,296	789,523	757,328	1,472,465	657,831	369,678	367,623	308,080
Investment earnings	189,547	201,361	274,233	320,110	642,317	911,143	740,329	383,074	124,862	1,545,713
Miscellaneous	36,714	48,281	134,148	75,248	40,287	319,481	1,815,698	400,154	86,801	1,894,894
Special item	-	-	-	1,077,719	105,876	-	-	-	91,312	-
Transfers	(1,704,747)	(397,664)	(1,856,367)	(1,266,761)	168,929	(50,493)	(3,502,084)	4,834,693	(1,260,730)	(2,955,979)
Total governmental activities	12,847,828	15,804,164	13,654,679	16,486,572	18,819,722	20,508,964	19,029,591	28,570,600	22,493,123	25,134,269
Business-type activities:										
Unrestricted grants and contributions	-	-	-	-	-	-	-	-	992,423	49,029
Investment earnings	39,496	48,937	75,790	64,926	231,774	510,809	419,301	35,198	(52,468)	1,137,736
Miscellaneous	5,823	84,750	42,441	1,994	5,256	3,837	19,996	23,923	32,354	51,423
Transfers	1,704,747	397,664	1,856,367	1,266,761	(168,929)	50,493	3,502,084	(4,834,693)	1,260,730	2,955,979
Total business-type activities	1,750,066	531,351	1,974,598	1,333,681	68,101	565,139	3,941,381	(4,775,572)	2,233,039	4,194,167
Total primary government	\$ 14,597,894	\$ 16,335,515	\$ 15,629,277	\$ 17,820,253	\$ 18,887,823	\$ 21,074,103	\$ 22,970,972	\$ 23,795,028	\$ 24,726,162	\$ 29,328,436
Change in Net Position										
Government activities	\$ (1,708,548)	\$ 4,180,591	\$ 508,533	\$ 6,608,246	\$ 3,792,888	\$ 5,704,475	\$ 662,918	\$ 9,863,741	\$ 4,948,203	\$ 5,279,301
Business-type activities	3,208,008	1,281,061	2,330,470	2,540,998	1,685,746	2,270,658	5,180,519	(2,824,484)	3,679,269	4,387,391
Total primary government	\$ 1,499,460	\$ 5,461,652	\$ 2,839,003	\$ 9,149,244	\$ 5,478,634	\$ 7,975,133	\$ 5,843,437	\$ 7,039,257	\$ 8,627,472	\$ 9,666,692

CITY OF SAND SPRINGS, OKLAHOMA
FUND BALANCES, GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 June 30, 2023
 TABLE 3

	Fiscal Year									
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Fund										
Nonspendable	\$ 30,035	\$ 18,653	\$ 21,720	\$ 17,607	\$ 18,816	\$ 28,627	\$ 20,941	\$ 19,491	\$ 18,094	\$ 23,343
Restricted	524,551	680,401	712,637	560,464	662,747	669,090	653,982	771,408	1,000,326	879,962
Committed	-	240,318	-	-	-	-	-	-	-	-
Assigned	1,825,667	2,283,351	1,718,537	1,753,911	1,916,526	2,529,887	2,447,155	3,225,478	2,365,883	2,175,977
Unassigned	<u>3,129,894</u>	<u>3,268,415</u>	<u>3,172,263</u>	<u>3,492,317</u>	<u>4,067,043</u>	<u>4,117,003</u>	<u>3,228,072</u>	<u>5,715,044</u>	<u>6,336,770</u>	<u>7,504,779</u>
Total general fund	<u>\$ 5,510,147</u>	<u>\$ 6,491,138</u>	<u>\$ 5,625,157</u>	<u>\$ 5,824,299</u>	<u>\$ 6,665,132</u>	<u>\$ 7,344,607</u>	<u>\$ 6,350,150</u>	<u>\$ 9,731,421</u>	<u>\$ 9,721,073</u>	<u>\$ 10,584,061</u>
All Other Governmental Funds										
Restricted	\$ 17,488,846	\$ 17,685,547	\$ 32,247,352	\$ 31,996,951	\$ 30,292,777	\$ 21,411,924	\$ 27,342,465	\$ 30,587,815	\$ 30,260,456	\$ 43,707,606
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	7,643,981	7,357,725	6,842,117	10,059,269	10,478,637	11,960,154	12,630,977	11,822,030	13,921,674	12,999,130
Unassigned	<u>-</u>	<u>(33)</u>	<u>(34,926)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 25,132,827</u>	<u>\$ 25,043,239</u>	<u>\$ 39,054,543</u>	<u>\$ 42,056,220</u>	<u>\$ 40,771,414</u>	<u>\$ 33,372,078</u>	<u>\$ 39,973,442</u>	<u>\$ 42,409,845</u>	<u>\$ 44,182,130</u>	<u>\$ 56,706,736</u>
GRAND TOTAL	<u>\$ 30,642,974</u>	<u>\$ 31,534,377</u>	<u>\$ 44,679,700</u>	<u>\$ 47,880,519</u>	<u>\$ 47,436,546</u>	<u>\$ 40,716,685</u>	<u>\$ 46,323,592</u>	<u>\$ 52,141,266</u>	<u>\$ 53,903,203</u>	<u>\$ 67,290,797</u>

CITY OF SAND SPRINGS, OKLAHOMA
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 June 30, 2023
 TABLE 4

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Taxes	\$ 14,018,930	\$ 15,373,972	\$ 14,786,346	\$ 15,984,007	\$ 17,593,384	\$ 18,480,803	\$ 19,510,127	\$ 22,520,143	\$ 23,204,778	\$ 24,380,215
Intergovernmental	1,973,647	2,753,093	2,643,976	6,484,625	1,658,566	1,965,953	2,066,688	4,212,911	2,559,944	1,860,718
Charges for services	1,142,732	1,064,055	1,064,286	1,123,472	1,131,286	1,097,494	1,091,854	1,142,416	1,231,516	1,146,178
Fines and forfeitures	432,401	393,102	317,676	202,411	154,171	132,093	174,271	157,256	132,855	194,502
Licenses and permits	179,498	141,721	138,566	129,844	195,881	128,450	141,246	174,879	232,155	171,540
Investment Income	68,370	114,015	161,670	189,198	557,892	907,309	668,670	131,569	(54,435)	1,957,828
Miscellaneous	561,977	287,885	295,991	190,401	226,973	993,947	2,026,238	566,519	1,792,983	3,032,854
Total Revenues	\$ 18,377,555	\$ 20,127,843	\$ 19,408,511	\$ 24,303,958	\$ 21,518,153	\$ 23,706,049	\$ 25,679,094	\$ 28,905,693	\$ 29,099,796	\$ 32,743,835
Expenditures:										
General government	\$ 835,759	\$ 856,027	\$ 1,051,201	\$ 1,037,386	\$ 1,064,084	\$ 1,072,013	\$ 1,092,373	\$ 1,177,325	\$ 1,216,379	\$ 1,141,653
Planning and zoning	140,877	101,272	152,352	151,910	156,593	168,156	179,330	186,100	199,320	219,349
Financial administration	795,667	795,137	766,834	782,783	835,743	881,904	932,417	1,002,749	1,002,659	1,059,714
Public safety	8,012,482	8,194,641	8,896,588	8,170,498	8,490,471	8,699,216	9,483,554	9,413,782	9,920,790	10,881,651
Highways and streets	675,929	664,245	628,541	606,133	646,379	726,931	745,982	815,522	862,113	901,727
Health and welfare	34,219	31,108	28,577	27,287	27,291	24,452	28,273	3,460	35,866	42,979
Culture and recreation	1,086,835	1,055,016	1,066,160	1,124,552	1,098,999	1,202,663	1,430,587	1,496,453	1,659,897	1,671,257
Economic development	697,993	586,018	874,858	871,292	808,600	1,100,129	729,115	1,343,516	779,252	721,972
Facilities mgmt & fleet maint	716,874	709,666	728,308	739,918	729,145	639,563	698,125	753,135	807,001	858,190
Capital outlay	5,966,389	21,014,013	18,065,850	10,141,265	20,229,861	17,727,802	14,160,574	9,189,156	11,566,495	10,293,107
Debt service										
Principal	1,030,859	1,035,360	1,173,192	1,212,860	1,404,638	1,206,461	1,713,331	1,800,249	1,863,376	1,760,000
Interest	172,495	212,826	499,308	655,503	638,497	900,197	874,445	1,355,722	1,118,655	1,086,673
Total Expenditures	\$ 20,166,378	\$ 35,255,329	\$ 33,931,769	\$ 25,521,387	\$ 36,130,301	\$ 34,349,487	\$ 32,068,106	\$ 28,537,169	\$ 31,031,803	\$ 30,638,272
Excess of revenues over(under) expenditures	\$ (1,788,823)	\$ (15,127,486)	\$ (14,523,258)	\$ (1,217,429)	\$ (14,612,148)	\$ (10,643,438)	\$ (6,389,012)	\$ 368,524	\$ (1,932,007)	\$ 2,105,563
Other financing sources(uses)										
Issuance of debt	\$ 2,367,241	\$ 714,217	\$ 18,436,354	\$ -	\$ 9,717,203	\$ 130,000	\$ 9,270,000	\$ 1,510,000	\$ -	\$ 7,885,000
Premiums from issuance of debt	-	-	-	-	-	-	209,739	74,035	-	3,539
Transfers in	11,118,523	22,278,068	18,080,343	9,309,506	12,191,177	13,199,831	14,573,618	14,568,640	10,150,926	5,942,055
Transfers out	(6,936,288)	(6,973,396)	(6,538,116)	(7,277,798)	(8,391,801)	(9,406,254)	(12,057,438)	(9,078,525)	(6,456,982)	(2,548,563)
Proceeds from sale of capital assets	-	-	-	2,386,540	651,596	-	-	-	-	-
Transfer to bond escrow	-	-	(2,310,000)	-	-	-	-	(1,625,000)	-	-
Total other financing sources(uses)	\$ 6,549,476	\$ 16,018,889	\$ 27,668,581	\$ 4,418,248	\$ 14,168,175	\$ 3,923,577	\$ 11,995,919	\$ 5,449,150	\$ 3,693,944	\$ 11,282,031
Net change in fund balances	\$ 4,760,653	\$ 891,403	\$ 13,145,323	\$ 3,200,819	\$ (443,973)	\$ (6,719,861)	\$ 5,606,907	\$ 5,817,674	\$ 1,761,937	\$ 13,387,594
Debt service as a percentage of noncapital expenditures	8.5%	9.6%	5.5%	9.0%	9.5%	11.5%	10.8%	13.3%	10.9%	10.8%

CITY OF SAND SPRINGS, OKLAHOMA
 GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
 Last Ten Fiscal Years
 June 30, 2023
 TABLE 5

Fiscal Year	Ad Valorem Tax	Sales Tax	Franchise Tax	Hotel/Motel Tax	Use Tax	Emergency Telephone Tax	Payment in Lieu of Taxes	Abatement Tax	Incremental Property Tax	Totals
2014	419,689	10,492,846	833,193	157,200	390,804	142,163	1,149,337	30,404	403,294	14,018,930
2015	1,300,930	10,631,021	856,339	153,898	439,123	135,272	1,124,972	18,762	713,655	15,373,972
2016	1,250,740	10,708,375	792,394	193,952	405,819	129,772	1,161,172	34,015	110,107	14,786,346
2017	1,182,844	11,445,609	841,487	179,577	452,340	150,745	1,201,702	36,429	499,304	15,990,037
2018	815,375	12,859,605	898,716	249,941	808,736	171,718	1,244,157	57,112	450,987	17,556,347
2019	1,013,101	13,312,916	873,276	140,147	960,141	175,942	1,212,599	26,153	742,335	18,456,610
2020	1,448,649	14,011,907	826,021	154,122	1,288,666	178,047	1,283,105	38,477	253,802	19,482,796
2021	2,213,760	15,036,741	817,525	257,758	1,850,909	181,108	1,303,484	23,489	811,629	22,496,403
2022	1,851,366	15,944,949	983,715	297,395	1,833,971	177,405	1,388,649	88,244	620,219	23,185,913
2022	1,902,153	16,743,304	1,084,413	319,584	1,988,295	180,491	1,470,913	45,132	630,247	24,364,532

REVENUE CAPACITY

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CITY OF SAND SPRINGS OKLAHOMA
SALES TAX RATES OF DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years
June 30, 2023
TABLE 6

	Fiscal Year										
	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	
General Fund Operations	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %	2.000 %
TIF District (Economic Development)	-	-	-	-	-	-	-	-	-	-	-
Water & Wastewater Improvements	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000	1.000
Street Improvements	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500	0.500
Public Safety Improvements	-	-	-	0.450	0.450	0.450	0.450	0.450	0.450	0.450	0.450
Economic Development Improvements	-	-	-	0.100	0.100	0.100	0.100	0.100	0.100	0.100	0.100
Sand Springs Total	3.500 %	3.500 %	3.500 %	4.050 %	4.050 %	4.050 %	4.050 %	4.050 %	4.050 %	4.050 %	4.050 %
Osage County	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %	1.250 %
Tulsa County	0.850	0.920	0.920	0.367	0.367	0.367	0.367	0.367	0.367	0.367	0.367
State of Oklahoma	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %	4.500 %
Total (Osage County)	9.250 %	9.250 %	9.250 %	9.800 %	9.800 %	9.800 %	9.800 %	9.800 %	9.800 %	9.800 %	9.800 %
Total (Tulsa County)	8.850 %	8.920 %	8.920 %	8.917 %	8.917 %	8.917 %	8.917 %	8.917 %	8.917 %	8.917 %	8.917 %

Source:

1. City sales tax rate - City Finance Department
2. State & County tax rate - Oklahoma Tax Commission

Note:

1. City sales tax increases must be approved by voters.

CITY OF SAND SPRINGS OKLAHOMA
TAXABLE SALES BY CATEGORY
 Last Ten Fiscal Years
 June 30, 2023
TABLE 7

Category	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Manufacturing	\$ 7,564,199	\$ 7,255,899	\$ 7,135,431	\$ 8,295,991	\$ 9,918,200	\$ 9,594,475	\$ 9,329,446	\$ 20,580,290	\$ 19,892,813	\$ 24,707,818
Telecommunications & Other	6,143,900	6,439,582	6,368,003	6,674,048	5,936,649	5,839,059	5,828,919	5,803,702	5,736,117	5,408,938
Public Utilities	18,203,837	19,469,901	18,374,328	20,164,230	21,195,677	21,441,429	20,488,260	15,407,177	19,352,506	22,872,427
Wholesale trade	18,781,723	16,877,375	18,999,974	16,356,165	17,296,837	18,724,960	18,516,773	22,143,315	14,212,778	14,922,673
Retail - Building Materials	7,670,664	9,717,333	7,205,809	7,471,911	8,281,968	7,491,029	11,553,644	14,354,310	19,038,247	17,039,747
Retail - General Merchandise	105,798,763	106,713,323	104,434,347	104,257,661	106,560,567	107,839,421	115,037,240	116,203,613	122,055,874	128,044,698
Retail - Food	32,841,537	34,151,564	42,613,748	46,866,946	51,916,906	55,976,128	64,315,168	61,152,380	61,954,205	65,674,760
Retail - Automotive	10,321,611	10,662,095	9,040,782	8,303,489	8,141,945	8,089,889	8,706,619	9,911,345	13,749,781	15,848,609
Retail - Apparel	3,428,369	3,332,375	3,594,669	3,101,555	2,868,340	2,891,581	2,773,525	1,944,320	2,012,435	1,765,051
Retail - Furniture & Accessories	11,209,826	10,823,357	9,952,364	10,780,993	12,776,588	12,459,135	14,109,806	15,389,463	15,840,887	16,255,369
Retail - Restaurants	36,421,806	38,056,035	41,034,691	41,434,696	42,208,637	45,738,166	46,219,795	54,926,494	60,672,490	63,648,478
Retail - Miscellaneous	18,972,661	19,403,128	15,673,799	14,260,866	14,143,759	15,725,983	8,590,653	15,484,290	17,003,975	16,385,141
Retail - Hotel	2,487,256	576,134	1,691,857	2,244,784	3,522,902	3,639,076	3,130,074	3,662,528	4,181,038	3,998,267
Services - Business	1,847,657	2,370,215	884,919	750,809	931,537	1,055,136	779,466	1,027,113	1,367,835	1,616,946
Services - Other	11,781,384	11,509,395	11,975,167	12,171,906	12,171,191	12,868,507	14,877,056	14,137,481	15,980,733	15,641,704
All Other Categories	8,659,817	9,287,849	8,874,337	3,208,498	789,259	856,569	698,666	764,717	1,747,989	920,084
Total	\$ 302,135,010	\$ 306,645,560	\$ 307,854,225	\$ 306,344,548	\$ 318,660,962	\$ 330,230,543	\$ 344,955,110	\$ 372,892,538	\$ 394,799,703	\$ 414,750,710

Source:

1. Oklahoma Tax Commission

Note:

1. The City is prohibited by state law from reporting individual sales tax payers.
2. See Table 6 for City direct sales tax rates

CITY OF SAND SPRINGS OKLAHOMA
ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
June 30, 2023
TABLE 8

Fiscal Year	Real Property	Personal Property	Public Service Property	Total Assessed Value	Homestead Exemption	Net Total Assessed Value	Total Direct Tax Rate	Estimated Actual Value
2014	102,534,222	19,974,137	7,652,889	130,161,248	4,146,411	126,014,837	3.23	1,183,284,073
2015	104,590,024	20,304,774	6,397,195	131,291,993	4,073,410	127,218,583	10.50	1,193,563,573
2016	107,629,055	19,617,887	6,364,548	133,611,490	4,020,860	129,590,630	9.70	1,214,649,909
2017	111,031,577	22,243,308	6,511,249	139,786,134	3,960,860	135,825,274	8.70	1,270,783,036
2018	113,632,937	19,172,369	7,077,847	139,883,153	3,908,371	135,974,782	5.99	1,271,665,027
2019	117,201,300	19,575,863	6,989,751	143,766,914	3,810,371	139,956,543	7.38	1,279,212,909
2020	121,339,680	21,737,444	7,301,207	150,378,331	3,773,982	146,604,349	10.00	1,367,075,736
2021	125,421,219	23,651,052	8,209,858	157,282,129	3,764,230	153,517,899	14.59	1,429,837,536
2022	130,350,351	20,112,497	10,166,962	160,629,810	4,006,467	156,623,343	11.81	1,460,271,000
2023	140,975,394	21,818,440	10,715,371	173,509,205	6,398,912	167,110,293	11.51	1,577,356,409

Source:

1. Tulsa County Excise Board; Oklahoma State Auditor

Note:

1. Property in the county is reassessed annually. The ratio of assessed value to true value cannot be less than 11% nor more than 13.5%.
2. Tax rates are per \$1,000 of assessed value.

CITY OF SAND SPRINGS, OKLAHOMA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUE)
Last Ten Fiscal Years
June 30, 2023
TABLE 9

Fiscal Year	City Direct Rate	(2) Overlapping Rates				Total Sand Springs City Resident
	Debt Service Fund*	Sand Springs School District	Tulsa County	Tulsa Community College	Tulsa Technology Center	
2014	3.23	73.27	22.23	7.21	13.33	119.27
2015	10.50	72.61	22.23	7.21	13.33	125.88
2016	9.70	72.31	22.22	7.21	13.33	124.77
2017	8.70	71.51	22.24	7.21	13.33	122.99
2018	5.99	71.74	22.24	7.21	13.33	120.51
2019	7.38	72.29	22.74	7.21	13.33	122.95
2020	10.00	73.04	22.66	7.21	13.33	126.24
2021	14.59	71.51	23.25	7.21	13.33	129.89
2022	11.81	69.83	23.26	7.21	13.33	125.44
2023	11.51	68.16	23.16	7.21	13.33	123.37

The levy certified to the tax rolls for the upcoming fiscal year is as follows:

2024	12.13	70.94	22.27	7.21	13.33	125.88
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Source:

1. Tulsa County Excise Board

Note:

1. City property tax may only be levied to repay principal and interest on general obligation bonded debt approved by voters and any court assessed judgments.
2. Overlapping rates are those of local and county governments that apply to property owners within the City of Sand Springs.

* Direct rate is solely for direct and overlapping debt

CITY OF SAND SPRINGS, OKLAHOMA
 PRINCIPAL PROPERTY TAXPAYERS
 Current Year And Nine Years Ago
 June 30, 2022
 TABLE 10

Taxpayer	Type of Business	2023		2014			
		Taxable Assessed Value	Rank	Percentage of Net Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Net Total Assessed Value
Webco Industries/Southwest Tube	Manufacturing	9,980,750	1	5.52%	3,491,204	3	2.80%
AEP/Public Service Co of Okla	Utility	8,125,356	2	4.50%	4,016,920	2	3.22%
Sterling Specialty Chemicals LLC (formerly Baker Petrolite)	Manufacturing	2,975,118	3	1.65%	5,180,457	1	4.15%
Wal-Mart	Retail	2,410,342	4	1.33%	2,407,010	4	1.93%
Sand Springs Home	Real Estate	1,971,997	5	1.09%	1,347,904	6	1.08%
Highland Crossing	Apartment	1,367,036	6	0.76%	1,233,899	8	0.99%
Sand Springs Railway Co	Estate	1,217,652	7	0.67%	—	—	—
Cust-O-Fab/B P Enterprises	Manufacturing	1,047,378	8	0.58%	887,713	10	0.71%
Yellowhouse Machinery	Equipment	1,033,182	9	0.57%	1,021,433	9	0.82%
Oklahoma Natural Gas Co	Utility	1,004,783	10	0.56%	769,261	11	0.62%
RSB Hotels LLC	Real Estate	881,866	11	0.49%	—	—	—
Parker Plastics	Manufacturing	860,853	12	0.48%	693,698	12	0.56%
Dunham Asphalt Services	Manufacturing	786,780	13	0.44%	—	—	—
Quik Trip Corp	Convenience Store	782,878	14	0.43%	—	—	—
Valued Partners Investments LLC	Real Estate	715,640	15	0.40%	—	—	—
Totals		<u>\$ 35,161,611</u>		<u>19.47%</u>	<u>\$ 21,049,499</u>		<u>16.88%</u>

Source:
 1. Tulsa County Assessors Office

CITY OF SAND SPRINGS, OKLAHOMA
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten Fiscal Years
June 30, 2023
TABLE 11

<u>Fiscal Year</u>	<u>Actual Levy Year</u>	<u>Tax Levied for the Fiscal Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>	<u>Total Collections To Date</u>		<u>Net Assessed Value</u>	<u>Mill Levy</u>
			<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>		
2014	2013	\$ 406,950	\$ 387,732	95%	\$ -	\$ 387,732	95.3%	\$ 126,014,837	3.23
2015	2014	\$ 1,335,530	\$ 1,281,373	96%	\$ 19,557	\$ 1,300,930	97.4%	\$ 127,218,583	10.50
2016	2015	\$ 1,256,849	\$ 1,201,748	96%	\$ 48,992	\$ 1,250,740	99.5%	\$ 129,590,630	9.70
2017	2016	\$ 1,182,844	\$ 1,141,493	97%	\$ 35,321	\$ 1,176,814	99.5%	\$ 135,825,274	8.70
2018	2017	\$ 815,001	\$ 798,676	98%	\$ 16,699	\$ 815,375	100.0%	\$ 135,974,782	5.99
2019	2018	\$ 1,033,291	\$ 993,652	96%	\$ 19,449	\$ 1,013,101	98.1%	\$ 139,956,543	7.38
2020	2019	\$ 1,465,671	\$ 1,412,871	96%	\$ 35,778	\$ 1,448,649	98.8%	\$ 146,604,349	10.00
2021	2020	\$ 2,239,572	\$ 2,170,446	97%	\$ 43,314	\$ 2,213,760	98.8%	\$ 153,517,899	14.59
2022	2021	\$ 1,849,348	\$ 1,790,761	97%	\$ 60,605	\$ 1,851,366	100.3%	\$ 156,623,343	11.81
2023	2022	\$ 1,924,035	\$ 1,855,283	96%	\$ 46,870	\$ 1,902,153	98.9%	\$ 167,110,293	11.51

Sources: Tulsa County Assessor's Office, Tulsa County Excise Board, and City of Sand Springs Department of Finance

DEBT CAPACITY

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CITY OF SAND SPRINGS, OKLAHOMA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED
VALUE AND NET BONDED DEBT PER CAPITA
Last Ten Fiscal Years
June 30, 2023
TABLE 12

Fiscal Year	Population	Net Assessed Value	Gross Bonded Debt (1)	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
2014	19,339	126,014,837	7,165,000	547,774	6,617,226	5.25%	342
2015	19,553	127,218,583	6,255,000	738,998	5,516,002	4.34%	282
2016	19,783	129,590,630	5,245,000	783,195	4,461,805	3.44%	226
2017	19,822	135,825,274	4,195,000	788,253	3,406,747	2.51%	172
2018	20,558	135,974,782	13,090,000	745,741	12,344,259	9.08%	600
2019	20,527	139,956,543	12,645,000	44,975 *	12,600,025	9.00%	614
2020	20,394	146,604,349	20,845,000	1,338,716 *	19,506,284	13.31%	950
2021	20,526	153,517,899	19,585,000	1,558,563 *	18,026,437	11.74%	878
2022	20,682	156,623,343	18,325,000	706,907 *	17,618,093	11.25%	852
2023	20,471	167,110,293	24,955,000	879,962 *	24,075,038	14.41%	1,176

Note:

1. Represents outstanding general obligation bonds financed through ad valorem and sales tax.
2. Details regarding the city's outstanding debt can be found in the notes to the financial statements.

* In calculating ratio, beginning 2019 the restricted for debt service on the government-wide statement of net position is used.

CITY OF SAND SPRINGS, OKLAHOMA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 2023
TABLE 13

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage (1) Applicable to City of Sand Springs</u>	<u>Amount Applicable to City of Sand Springs</u>
City of Sand Springs	\$ 38,349,705	100.00%	\$ 38,349,705
Overlapping Debt:			
Sand Springs School District	21,605,000	75.05%	16,214,553
Berryhill School District	3,120,000	21.07%	657,384
Tulsa County (2)	79,812,960	2.44%	1,947,436
Tulsa Community College	0	2.49%	0
Total overlapping debt	<u>104,537,960</u>		<u>18,819,373</u>
Total Direct and Overlapping Debt	<u><u>\$142,887,665</u></u>		<u><u>\$ 57,169,078</u></u>

Source:

1. Tulsa & Osage County Assessors Office

Note:

1. Determined by ratio of assessed valuation of property subject to taxation in overlapping unit to valuation of property subject to taxation in the City of Sand Springs.

2. Does not include leases payable under GASB 87, as the information was not available

CITY OF SAND SPRINGS, OKLAHOMA
MUNICIPAL AUTHORITY
PLEDGED REVENUE COVERAGE
Last Ten Fiscal Years
June 30, 2023
TABLE 14

<u>Fiscal Year</u>	<u>Gross Revenues</u>	<u>Direct Operating Expenses</u>	<u>Net Revenue Available for Debt Service</u>	<u>Average Annual Debt Service (1)</u>	<u>Debt Service Coverage</u>
2014	14,053,576	6,023,712	8,029,864	1,675,637	4.79
2015	13,527,517	6,334,327	7,193,190	1,675,637	4.29
2016	13,912,884	6,595,546	7,317,338	1,675,637	4.37
2017	14,224,955	6,581,138	7,643,817	1,675,637	4.56
2018	14,812,289	7,328,159	7,484,130	1,675,637	4.47
2019	14,462,872	7,032,694	7,430,178	1,675,637	4.43
2020	14,976,735	7,835,251	7,141,484	1,675,637	4.26
2021	15,840,682	8,065,455	7,775,227	1,383,986	5.62
2022	16,731,267	7,894,568	8,836,699	1,848,700	4.78
2023	17,817,708	8,895,820	8,921,888	1,848,700	4.80

Note:

1. Average annual debt service includes principal, interest and fee payments to fiscal agents for revenue bonds payable secured by or for which debt service is paid from trust revenue.

CITY OF SAND SPRINGS, OKLAHOMA
RATIO FOR OUTSTANDING DEBT BY TYPE
 Last Ten Fiscal Years
 June 30, 2023
 TABLE 15

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Revenue Bonds Payable	Unamortized Discount/Premium	Capital Leases Payable	Revenue Bonds Payable	Unamortized Discount/Premium	Notes Payable	Leases Payable			
2014	7,165,000	-	-	514,814	29,830,000	67,773	8,146,832	-	45,724,419	4%	2,364
2015	6,255,000	-	-	1,104,003	29,170,000	69,197	7,411,830	-	44,010,030	4%	2,248
2016	5,245,000	16,000,000	123,220	940,810	28,495,000	70,621	6,757,973	-	57,491,382	5%	2,900
2017	4,195,000	16,000,000	102,422	777,950	27,805,000	72,050	6,089,553	-	54,897,875	5%	2,758
2018	13,090,000	15,545,000	118,529	613,406	27,100,000	73,470	5,406,695	-	61,800,160	5%	3,006
2019	12,645,000	15,080,000	95,698	446,945	26,380,000	74,897	4,703,564	-	59,276,310	5%	2,888
2020	20,845,000	14,605,000	271,394	278,614	25,645,000	76,322	3,985,097	-	65,553,783	5%	3,194
2021	19,585,000	14,120,000	316,611	108,354	21,920,000	2,360,536	3,250,413	-	56,939,842	4%	2,753
2022	18,325,000	13,625,000	293,993	-	29,050,000	2,344,746	2,354,440	-	61,303,687	5%	2,964
2023	24,955,000	13,120,000	274,705	-	28,105,000	2,227,075	1,811,822	-	66,039,452	5%	3,226

DEMOGRAPHIC AND ECONOMIC INFORMATION

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CITY OF SAND SPRINGS, OKLAHOMA
 BUILDING PERMITS, CONSTRUCTION AND BANK DEPOSITS
 Last Ten Calendar Years
 June 30, 2023
 TABLE 16

Calendar Year	Number of Building Permits	Construction Values			Estimated Actual Value of Taxable Property	Bank Deposits
		Residential	Commercial	Total		
2013	290	15,610,436	7,816,622	23,427,058	1,183,284,073	304,006,000
2014	238	14,969,551	17,720,381	32,689,932	1,193,563,573	329,335,000
2015	179	9,875,122	12,403,063	22,278,185	1,214,649,909	319,397,000
2016	158	7,861,535	19,058,803	26,920,338	1,270,783,036	321,528,000
2017	189	11,699,939	25,506,012	37,205,951	1,271,665,027	319,563,000
2018	159	9,695,049	6,347,082	16,042,131	1,279,212,909	329,866,000
2019	227	14,798,575	15,264,448	30,063,023	1,367,075,736	362,110,000
2020	80	17,491,290	11,745,037	29,236,327	1,367,075,736	366,489,000
2021	242	16,563,863	2,881,002	19,444,865	1,460,271,000	382,979,000
2022	178	11,159,797	26,537,570	37,697,367	1,577,356,409	379,986,000

Source:

1. City Neighborhood Services Department

**CITY OF SAND SPRINGS, OKLAHOMA
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Calendar Years
June 30, 2023
TABLE 17**

Calendar Year	Population (1)	Current Personal Income (thousands of dollars)	Per Capita Personal Income (MSA)	Median Age of Population (3)	School Enrollment (4)	Unemployment Rate (5)
2014	19,553	1,384,646	70,815 *	34.3	5,336	4.3%
2015	19,783	1,247,971 *	63,083 *	34.3	5,236	5.6%
2016	19,822	1,070,071 *	53,984 *	36.1	5,141	4.9%
2017	19,909	1,174,332	58,985	36.8	5,144	3.5%
2018	20,558	1,174,643	57,138	36.8	5,101	3.1%
2019	20,527	1,157,312	56,380	37.3	5,063	3.1%
2020	20,394	1,266,753	62,114	37.4	4,874	2.3%
2021	20,526	1,344,309	65,493	37.6	4,879	2.1%
2022	20,682	1,354,319	65,483	37.6	4,965	2.0%
2023	20,471	1,324,379	64,695	37.6	5,147	2.4%

Source:

1. INCOG
2. Per Capita Personal Income - U.S. Bureau of Economic Analysis (BEA) for the Tulsa metropolitan area (information for Sand Springs unavailable)
* Calendar years 2015 and 2016 were restated based on most recent information provided by BEA.
3. Municipal Net Guide
4. Sand Springs School District
5. Bureau of Labor Statistics, for the Tulsa metropolitan area.
6. Claritas-Pop Facts

CITY OF SAND SPRINGS, OKLAHOMA
PRINCIPAL EMPLOYERS
 Current Year And Nine Years Ago
 June 30, 2023
TABLE 18

<u>Employer</u>	<u>2023</u>			<u>2014</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Sand Springs Schools	780	1	10.57%	819	1	12.83%
Webco	609	2	8.25%	575	2	9.01%
Wal Mart	260	3	3.52%	412	3	6.45%
City of Sand Springs	197	4	2.67%	200	5	3.13%
Cust-O-Fab	192	5	2.60%	182	7	2.85%
Osage Million Dollar Elm	131	6	1.78%	123	9	1.93%
Sterling Specialty Chemicals LLC (formerly Baker	116	7	1.57%	182	6	2.85%
Tulsa Community College	93	8	1.26%	128	8	2.01%
Piping Enterprise	90	9	1.22%	230	4	3.58%
Parker Plastics	80	10	1.08%	—		—
Totals	<u>2,548</u>		<u>34.52%</u>	<u>2,851</u>		<u>44.64%</u>

Source:

1. U S Census Bureau ZIP Code Business Patterns (NAICS) website provided the total labor force numbers
2. Environics Analytics-Pop Facts

Note:

1. The total number of employees includes full and part time employees

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OPERATING INFORMATION

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CITY OF SAND SPRINGS OKLAHOMA
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
Last Ten Fiscal Years
June 30, 2023
TABLE 19

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
General Government	8	9	9	9	9	9	9	9	8	8
Planning and Zoning	2	2	2	2	2	2	2	2	2	2
Financial Administration	13	13	13	16	16	16	16	16	16	17
Public Safety	86	85	86	84	85	83	86	88	88	87
Highways and Streets	9	9	9	9	9	9	9	9	9	9
Culture and Recreation	8	8	8	8	8	8	12	12	14	15
Economic Development	1	1	1	1	1	2	1	1	1	1
Facilities Management & Maint	10	10	10	9	9	8	8	8	8	8
Water Operations	32	33	33	30	30	31	32	31	33	34
Stormwater	0	0	1	1	1	1	1	1	1	1
Wastewater Operations	19	19	19	19	19	18	18	18	18	19
Solid Waste Operations	11	11	11	11	11	11	11	11	11	11
Airport Operations	1	1	1	1	1	1	1	1	1	1
Golf Course Operations	0	0	0	0	0	0	0	0	0	0
Total	<u>200</u>	<u>201</u>	<u>203</u>	<u>200</u>	<u>201</u>	<u>199</u>	<u>206</u>	<u>207</u>	<u>210</u>	<u>213</u>

Source:
 1. City Finance Office

CITY OF SAND SPRINGS OKLAHOMA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
June 30, 2023
TABLE 20

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	40	36	33	37	37	39	40	43	43	43
Fire Stations	2	2	2	2	2	2	2	2	1	1
Fire Trucks	10	10	10	10	12	13	13	13	13	13
Highways and Streets										
Roadways (arterial lane miles)	173	173	173	173	173	174	234	234	236	238
Streetlights	1,214	1,214	1,214	1,253	1,284	1,284	1,291	1,291	1,291	1,306
Signalized Intersections	19	19	19	19	19	19	19	19	19	20
Culture and Recreation										
Acreage *	1,623	1,629	1,629	1,635	1,655	1,680	1,680	1,680	1,680	1,680
Tennis Courts/Pickle Ball	6	4	4	4	4	4	4	4	4	4
Ball Diamonds	11	11	11	11	17	19	18	18	18	18
Soccer Fields	9	9	9	9	10	10	10	10	10	10
Basketball Courts	5	5	5	5	6	6	6	6	6	6
BMX Track	1	1	1	1	1	1	1	1	1	1
Shelters	5	5	5	5	12	12	12	12	12	12
Disc Golf 18 Holes	1	1	1	1	2	2	2	2	2	2
Playgrounds	8	8	9	10	10	10	10	10	10	10
Splash Pads	-	-	2	2	2	2	2	2	2	2
Skate Park	1	1	1	1	1	1	1	1	1	1
City Multi-Use Trails (miles)	12	12	12	12	12	15	15	15	15	15
Keystone Ancient Forest	-	-	-	-	-	1	1	1	1	1
Primitive Hiking Trails (miles)	3	4	4	8	8	8	12	12	12	12
Community Centers	1	1	1	1	1	1	1	1	1	1
Museum	1	1	1	1	1	1	1	1	1	1
Golf Course 18 Holes	1	1	1	1	1	1	1	1	1	1
Senior Centers	1	1	1	1	1	1	1	1	1	1
Water Operations										
Treatment Plants	1	1	1	1	1	1	1	1	1	1
Water Mains (miles)	454	455	455	456	404	404	404	404	404	408
Storage capacity (thousands of c	6,523	6,523	6,523	6,523	6,178	6,178	6,250	6,250	6,250	6,250
Wastewater Operations										
Treatment Plants	1	1	1	1	1	1	1	1	1	1
Sanitary Sewers (miles)	128	128	128	128	136	136	136	137	138	138
Treatment capacity (thousands c	3,120	3,120	3,120	3,120	3,120	3,120	3,100	3,100	3,100	3,100
Solid Waste Operations										
Collection Trucks	8	9	9	10	10	10	10	7	8	8
Stormwater Operations										
Storm sewers (miles)	51	51	51	51	55	51	51	52	53	53

Source:

1. City Departments
2. Culture and Recreation acreage restated to include Keystone Ancient Forest

CITY OF SAND SPRINGS OKLAHOMA
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last Ten Fiscal Years
June 30, 2023
TABLE 21

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Safety										
Police										
Number of Violations (Citations)	6,181	6,240	4,840	3,541	2,265	2,174	2,305	2,219	2,029	3,319
Fire										
Call Responses	4,114	4,226	4,386	4,324	3,628	2,930	2,783	3,037	3,375	3,720
Highways and Streets										
Streets Resurfacing (miles)	-	8	-	12	-	-	-	7	-	9
Asphalt Repairs (tons)	147	280	213	164	153	109	147	279	244	399
Culture and Recreation										
Community Center Visitors (daily average)	269	254	265	262	251	254	201	154	217	261
Water and Wastewater Operations										
Number of Water Consumers	12,008	12,027	12,134	12,207	12,359	12,432	12,551	12,684	12,808	12,907
Average Daily Water Consumption (thousands of gallons)	2,986	2,840	2,754	2,804	2,892	2,613	2,551	2,774	2,783	3,061
Number of Sewer Consumers	6,907	6,925	6,976	7,031	7,070	7,135	7,211	7,273	7,319	7,991
Solid Waste Operations										
Refuse collected (tons per day)	40.4	34.5	38.8	37.9	38.6	34.7	31.9	36.1	34.3	34.6
Active Refuse Accounts	7,038	7,048	7,107	7,172	7,214	7,275	7,432	7,428	7,474	7,569
Airport Operations										
Annual Aviation/Jet Fuel Sales ¹	62,754	64,832	84,989	87,836	73,522	68,348	63,389	70,222	54,004	62,469
Golf Operations										
Number of Rounds Played	25,699	25,201	26,884	25,708	25,211	25,065	14,413	19,714	30,449	30,374

Source: City Departments

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**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 Honorable Mayor and City Council of the
City of Sand Springs, 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 governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Sand Springs, Oklahoma (the “City”), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated April 9, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City’s internal control over financial reporting (internal control) as a basis for designing 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 City’s internal control. Accordingly, we do not express an opinion on the effectiveness of the City’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 City’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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City’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 financial statements. 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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Arlidge & Associates PC

Edmond, Oklahoma
April 9, 2024





Sand Springs
OKLAHOMA

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