

Indian Nations Council of Governments

Financial Statements
with Independent Auditors' Report

June 30, 2020 and 2019

Indian Nations Council of Governments

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**HINKLE &
COMPANY**
Strategic ^{PC}
Business Advisors

Independent Auditors' Report

Board of Directors
Indian Nations Council of Governments
Tulsa, Oklahoma

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Indian Nations Council of Governments ("INCOG") as of and for the years ended June 30, 2020 and 2019, and the related notes to the financial statements, which collectively comprise the INCOG's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

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, each major fund, and the aggregate remaining fund information of the Indian Nations Council of Governments as of June 30, 2020 and 2019, and the respective changes in financial position, and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages i through v and pension information will be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental 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 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.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the INCOG's basic financial statements. The combining statements and the schedule of expenditures of federal awards are presented for purposes of additional analysis and are not required as part of the basic financial statements.

The combining statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 statements, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 2021, on our consideration of the INCOG's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the INCOG's internal control over financial reporting and compliance.

Hick & Company, PC

Tulsa, Oklahoma
February 12, 2021



Indian Nations Council of Governments
Management's Discussion and Analysis
June 30, 2020 and 2019

The following discussion and analysis of Indian Nations Council of Governments' (INCOG) financial performance provides an overview of INCOG's financial activities for the year ended June 30, 2020. Please read it in conjunction with INCOG's financial statements.

FINANCIAL HIGHLIGHTS

- ❖ The assets and deferred outflows of resources of Indian Nations Council of Governments was less than its liabilities and deferred inflows of resources at the close of the year by (\$2,158,336) (net position).
- ❖ As of the close of the current year the Indian Nations Council of Governments' governmental funds reported ending fund balance of \$3,347,974. Approximately \$2,799,900 is available for spending at the entity's discretion (unassigned fund balance).

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Indian Nations Council of Governments' basic financial statements. INCOG's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

This discussion and analysis of Indian Nations Council of Governments' annual audited financial statements, is required by Governmental Accounting Standards Board (GASB), Statement No. 34. The intent of this discussion is to give management's view and analysis of significant financial activities affecting the government during the fiscal year, along with comparative analysis of the entity's financial activities from prior years.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad view of Indian Nations Council of Governments' finances, in a manner similar to a private-sector business.

The Statement of Net Position

The statement of net position presents information on all of Indian Nations Council of Governments' assets and liabilities, and deferred outflows and inflows, with the net reported as net position. You can think of INCOG's net position as one way to measure its financial health, or financial position. Over time, increases or decreases in the entity's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in Federal or State funding formulas, changes in law, and the health of local, state, and federal economies, to assess the overall health of INCOG.

The Statement of Activities

The statement of activities presents information showing how INCOG's net position changed during the most recent fiscal year. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., accounts receivable and earned but unused vacation leave).

Indian Nations Council of Governments
Management's Discussion and Analysis
June 30, 2020 and 2019

The *Statement of Net Position* and the *Statement of Activities* normally include the financial activities of the entity divided into two types –

Governmental activities – All of INCOG's basic services and programs are reported here, including general government, Aging Services, Transportation, Public Safety, Community and Economic Development, and Environmental and Energy. Contracts with members and other governmental entities, as well as state and federal grants, finance most of these activities.

Business-type activities – Business-type activities normally include those activities which are funded predominantly by charges or fees to non-members (customers) for services and facilities to help cover all or a part of the cost of providing those services and maintaining facilities. INCOG does not have any business-type activities.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Indian Nations Council of Governments, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with funding restrictions and other legal requirements. All of the funds of the Indian Nations Council of Governments can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds—Most of INCOG's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. The governmental fund statements provide a detailed short-term view of INCOG's general operations and the basic services it provides. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's short-term financial decisions. The *governmental fund balance sheet* and the *governmental fund statement of revenues, expenditures, and changes in fund balances* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

INCOG maintains numerous individual governmental funds; however, data from the various governmental funds are combined into a single, aggregated presentation. Information is presented for the combined funds in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Analysis of some significant individual fund data for these governmental funds is provided later in this report.

Proprietary funds—Enterprise funds (a component of proprietary funds) are used to report the same functions presented as business-type activities in the government-wide financial statements. INCOG does not report any proprietary funds.

Fiduciary funds—Fiduciary funds are used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support the government's own programs.

Indian Nations Council of Governments
Management's Discussion and Analysis
June 30, 2020 and 2019

The Organization as a Whole

Net Position

As noted earlier, net position may serve over time as a useful indicator of Indian Nations Council of Governments' financial position. For the year ended June 30, 2020, INCOG's net position decreased by (\$ 455,355). The decrease in net position was due to the continued amortization of the change in estimated rate of return on the employee pension plan. In 2019 a change was made to the estimated rate of return on the employee pension plan. This change is being amortized over 4.09 years.

Current assets (see Table 1) contain \$ 1,186,808 of Rural Economic Action Plan funds which have been awarded, but for which projects are not yet completed. These funds are included in deferred revenues until they are expended. Deferred revenue also included \$ 47,738 from state energy plan revolving loan program. INCOG has recorded accrued liabilities for compensated absences (vacation leave) earned, as well as its net pension liability and OPEB obligations which are reflected in long-term liabilities.

Table 1
Indian Nations Council of Governments Net Position
June 30, 2020 and 2019

	Governmental Activities	
	2020	2019
Current assets	\$ 5,740,934	\$ 4,855,899
Capital and other	2,140,039	2,167,666
Total assets	7,880,973	7,023,565
Deferred outflows of resources	1,932,466	1,607,971
Current liabilities	3,271,598	2,768,114
Noncurrent liabilities	8,336,583	6,905,655
Total liabilities	11,608,181	9,673,769
Deferred inflows of resources	363,594	660,748
Net position:		
Net investment in capital assets	149,120	156,399
Restricted	1,045,442	1,122,500
Unrestricted	(3,352,898)	(2,981,880)
Total net position	\$ (2,158,336)	\$ (1,702,981)

Indian Nations Council of Governments
Management's Discussion and Analysis
June 30, 2020 and 2019

Governmental Activities

Total net position as of June 30, 2019 was (\$1,702,981). For the year ended June 30, 2020, net position decreased by (\$455,355). Table 2 illustrates the change in net position due to governmental activities. INCOG's three major governmental programs are displayed to provide additional detail for analysis.

The decrease in net position was due to the continued amortization of the change in estimated rate of return on the employee pension plan. In 2019 a change was made to the estimated rate of return on the employee pension plan. This change is being amortized over 4.09 years.

INCOG's Aging Services activities consist of several programs including Area Agency on Aging, CENA, ADRC, MIPPA, and CDC. During the current year, approximately \$49,457 of local funds were used to supplement the aging services programs. Federal aging grant funds of \$2,443,455 and state aging grant funds totaling \$1,294,544 were passed through to sub-recipients.

Transportation grants and contracts were used for planning projects and for pass-through to other entities for purchase of transportation equipment and vehicles and other associated costs. A total of \$898,666 in Federal grants were passed through to sub-recipients. Local funds totaling \$317,140 were used to supplement the transportation activities.

INCOG continued maintaining a grant from the State of Oklahoma establishing a revolving loan fund for state energy projects. There were no new loans in FY 2020 set up as a note receivable in the government-wide statement of net position.

Community and economic development programs included projects administered by INCOG for member governments and REAP projects for which funds were passed-through to member entities. Local funds of \$98,032 were used to help supplement the costs of these projects and program activities.

Table 2
Indian Nations Council of Governments
Governmental Activities
June 30, 2020

	Governmental Activities				
	Aging Services	Transportation	Community & Economic Dev.	All Other Governmental	Total
Program revenues:					
Charges for services	\$ -	\$ -	\$ -	\$ 683,750	\$ 683,750
Grants/contributions	3,881,803	2,503,418	502,931	5,013,674	11,901,826
General revenue	49,457	317,140	98,032	(425,993)	38,636
Total revenues	3,931,260	2,820,558	600,963	5,271,431	12,624,212
Expenses:					
Program expenses	3,931,260	2,820,558	600,963	5,726,286	13,079,567
Total expenses	3,931,260	2,820,558	600,963	5,726,786	13,079,567
Changes in net position:					
Net increase or (decrease)	\$ -0-	\$ -0-	\$ -0-	\$ (455,355)	\$ (455,355)

Indian Nations Council of Governments
Management's Discussion and Analysis
June 30, 2020 and 2019

Fund Balance

The *Statement of Revenues, Expenses, and Changes in Fund Balance—Governmental Funds* shows INCOG's total governmental fund balance increase \$476,205 since last year due to revenue from the repayment of revolving loans in combination with reduced capital outlay and savings due to vacancies and an assortment of small expense savings and revenue enhancements.

Capital asset information

As of June 30, 2020, INCOG had \$152,543 invested in capital assets, which is a net decrease from the previous year's balance of \$156,399. Capital assets include furniture and equipment, computer equipment, and vehicles.

Table 3
Indian Nations Council of Governments
Capital Assets
June 30, 2020 and 2019
(net of depreciation)

	Governmental Activities	
	2020	2019
Furniture and equipment	\$ 59,085	\$ 65,426
Computer equipment	69,786	90,970
Vehicles	23,672	3
Capital assets, net	<u>\$ 152,543</u>	<u>\$ 156,399</u>

Economic factors and funding dependence

As noted previously in this discussion, the State and Federal programs influence INCOG's overall health. Revenue shortfalls and subsequent budget reductions could pose a risk to INCOG's various government funded grants and contracts. Management has tried to mitigate this risk by building an unassigned cash fund balance of \$ 2,085,023 and investing resources into strong local programs.

Contacting INCOG's Financial Management

This financial report is designed to provide our members, local citizens, government agencies, and customers with a general overview of Indian Nations Council of Governments' finances and to show INCOG's accountability for the money it receives. If you have questions about this report or need additional financial information, contact:

INCOG at 2 West 2nd Street, Suite 800, Tulsa, Oklahoma, 74103 or email at incog@incog.org .

Basic Financial Statements

Indian Nations Council of Governments

Statement of Net Position June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
	<u>Government Activities</u>	<u>Government Activities</u>
Assets		
Cash	\$ 3,935,622	\$ 3,148,068
Accounts receivable	1,642,151	1,540,113
Prepaid expenses	48,161	53,857
Notes Receivable	1,112,281	1,227,281
Due to other fund	993,638	897,847
Capital assets, net	149,120	156,399
Total Assets	<u>7,880,973</u>	<u>7,023,565</u>
Deferred Outflows of Resources		
Deferred amounts from pensions	1,827,688	1,544,955
Deferred amounts from OPEB	104,778	63,016
Total Deferred Outflows of Resources	<u>1,932,466</u>	<u>1,607,971</u>
Liabilities		
Accounts payable and accrued expense	1,140,415	903,587
Due from other fund	993,637	897,847
OPEB Obligation	272,039	196,588
Net pension liability	7,753,246	6,427,001
Deferred revenue	1,448,844	1,248,746
Total Liabilities	<u>11,608,181</u>	<u>9,673,769</u>
Deferred Inflows of Resources		
Deferred amounts from pensions	350,316	643,330
Deferred amounts from OPEB	13,278	17,418
Total Deferred Inflows of Resources	<u>363,594</u>	<u>660,748</u>
Net Position		
Net Investment in capital assets	149,120	156,399
Restricted for:		
Contractual	1,112,281	1,227,281
Nonexpendable	48,161	53,857
Unrestricted	(3,467,898)	(3,140,518)
Total Net Position	<u>\$ (2,158,336)</u>	<u>\$ (1,702,981)</u>

Indian Nations Council of Governments
Statement of Activities
Year Ended June 30, 2020

	Program Revenues				Net Revenue (Expense) and Changes in Net Position		
	Program Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Government Activities	Business-Type Activities	Total
Government activities							
General government	\$ 2,207,523	\$ 683,750	\$ 3,711,481	\$ -	\$ 2,187,708	\$ -	\$ 2,187,708
Aging Services	3,931,260	-	3,881,803	-	(49,457)	-	(49,457)
Transportation Services	2,820,558	-	2,503,418	-	(317,140)	-	(317,140)
Rural Economic Action Plan	456,061	-	437,386	-	(18,675)	-	(18,675)
Community and Economic Development	144,902	-	65,545	-	(79,357)	-	(79,357)
Public Safety	484,726	-	-	-	(484,726)	-	(484,726)
Environmental and Energy	3,034,537	-	1,302,193	-	(1,732,344)	-	(1,732,344)
Total Government Activities	13,079,567	683,750	11,901,826	-	(493,991)	-	(493,991)
Total Activities	<u>\$ 13,079,567</u>	<u>\$ 683,750</u>	<u>\$ 11,901,826</u>	<u>\$ -</u>	<u>(493,991)</u>	<u>-</u>	<u>(493,991)</u>
General revenues:							
Membership Dues					-	-	-
Interest Income					38,636	-	38,636
Total general revenues					38,636	-	38,636
Change in Net Position					(455,355)	-	(455,355)
Net Position - beginning of year					(1,702,981)	-	(1,702,981)
Net Position - ending of year					<u>\$ (2,158,336)</u>	<u>\$ -</u>	<u>\$ (2,158,336)</u>

Indian Nations Council of Governments
Statement of Activities
Year Ended June 30, 2019

	Program Revenues				Net Revenue (Expense) and Changes in Net Position		
	Program Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Government Activities	Business-Type Activities	Total
Government activities							
General government	\$ 1,788,562	\$ 647,216	\$ 2,871,015	\$ -	\$ 1,729,669	\$ -	\$ 1,729,669
Aging Services	3,828,042	-	3,785,862	-	(42,180)	-	(42,180)
Transportation Services	2,648,294	-	2,271,259	-	(377,035)	-	(377,035)
Rural Economic Action Plan	366,300	-	343,882	-	(22,418)	-	(22,418)
Community and Economic Development	127,206	-	78,322	-	(48,884)	-	(48,884)
Public Safety	487,317	-	-	-	(487,317)	-	(487,317)
Environmental and Energy	2,213,899	-	1,036,778	-	(1,177,121)	-	(1,177,121)
Total Government Activities	11,459,620	647,216	10,387,118	-	(425,286)	-	(425,286)
Total Activities	<u>\$ 11,459,620</u>	<u>\$ 647,216</u>	<u>10,387,118</u>	<u>-</u>	<u>(425,286)</u>	<u>-</u>	<u>(425,286)</u>
General revenues:							
Membership Dues					44,595	-	44,595
Interest Income					44,382	-	44,382
Total general revenues					<u>88,977</u>	<u>-</u>	<u>88,977</u>
Change in Net Position					(336,309)	-	(336,309)
Net Position - beginning of year					<u>(1,366,672)</u>	<u>-</u>	<u>(1,366,672)</u>
Net Position - ending of year					<u>(1,702,981)</u>	<u>-</u>	<u>(1,702,981)</u>

Indian Nations Council of Governments
Governmental Funds Balance Sheet
June 30, 2020

	General Funds	Clean Cities Fund	Aging Services Fund	Rural Economic Action Plan	Transportation Fund	Other Governmental Funds	Total Governmental Funds
Assets							
Cash	\$ 2,085,023	\$ 580,026	\$ 103,527	\$ 1,136,515	\$ 11,740	\$ 18,792	\$ 3,935,623
Accounts receivable	67,468	31,707	653,232	50,293	571,681	267,770	1,642,151
Prepaid expense	48,161	-	-	-	-	-	48,161
Due from Other Fund	958,959	14,424	8,500	-	98	11,656	993,637
Deposits	-	-	-	-	-	-	-
Total Assets	<u>3,159,611</u>	<u>626,157</u>	<u>765,259</u>	<u>1,186,808</u>	<u>583,519</u>	<u>298,218</u>	<u>6,619,572</u>
Liabilities							
Accounts payable and Accrued exp.	195,798	34,119	331,543	-	184,693	82,963	829,116
Due to other fund	32,777	44,387	330,189	2,735	387,086	196,463	993,637
Deferred revenue	82,975	47,738	103,527	1,184,073	11,740	18,792	1,448,845
Total Liabilities	<u>311,550</u>	<u>126,244</u>	<u>765,259</u>	<u>1,186,808</u>	<u>583,519</u>	<u>298,218</u>	<u>3,271,598</u>
Fund Balance							
Nonspendable	48,161	-	-	-	-	-	48,161
Restricted	-	499,913	-	-	-	-	499,913
Assigned	-	-	-	-	-	-	-
Unassigned	2,799,900	-	-	-	-	-	2,799,900
Total Fund Balance	<u>2,848,061</u>	<u>499,913</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,347,974</u>
Total Liabilities and Fund Balance	<u>\$ 3,159,611</u>	<u>\$ 626,157</u>	<u>\$ 765,259</u>	<u>\$ 1,186,808</u>	<u>\$ 583,519</u>	<u>\$ 298,218</u>	<u>\$ 6,619,572</u>

See Notes to Financial Statements.

Indian Nations Council of Governments
Governmental Funds Statement of Revenues, Expenditures and
Changes in Fund Balances
Year Ended June 30, 2020

	General Funds	Clean Cities Fund	Aging Services Fund	Rural Economic Action Plan	Transportation Fund	Other Governmental Funds	Total Governmental Funds
Revenues							
Federal grants	\$ -	\$ 280,184	\$ 2,443,455	\$ -	\$ 2,438,738	\$ 44,336	\$ 5,206,713
State grants and appropriations	-	-	1,294,544	437,386	-	79,762	1,811,692
Local charges and services	3,741,028	12,221	143,804	-	64,680	1,066,235	5,027,968
Members' dues and Assessments	683,750	-	-	-	-	-	683,750
Interest revenue	20,525	18,111	-	-	-	-	38,636
Match revenue	(2,681,698)	161,733	49,457	18,675	317,140	2,134,693	-
Total Revenues	<u>1,763,605</u>	<u>472,249</u>	<u>3,931,260</u>	<u>456,061</u>	<u>2,820,558</u>	<u>3,325,026</u>	<u>12,768,759</u>
Expenses							
Salaries	593,179	138,836	259,631	25,598	724,052	1,346,410	3,087,706
Fringe benefits	366,126	81,744	152,867	15,072	414,121	758,837	1,788,767
Indirect costs	278,807	57,064	106,713	10,521	286,219	553,400	1,292,724
Travel	1,397	2,171	13,405	-	9,427	4,554	30,954
Other expense	143,078	9,682	23,216	301	232,116	160,934	569,327
Program costs	1,830	49,640	29,874	-	255,954	224,652	561,950
Pass-through grants	-	-	3,345,554	404,569	898,669	276,239	4,925,031
Capital Outlays	36,095	-	-	-	-	-	36,095
Total Expenses	<u>1,420,512</u>	<u>339,137</u>	<u>3,931,260</u>	<u>456,061</u>	<u>2,820,558</u>	<u>3,325,026</u>	<u>12,292,554</u>
Net Change in Fund Balances	343,093	133,112	-	-	-	-	476,205
Principal received on notes receivable	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	<u>2,504,968</u>	<u>366,801</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,871,769</u>
Fund Balances, End of Year	<u>\$ 2,848,061</u>	<u>\$ 499,913</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,347,974</u>

See Notes to Financial Statements.

Indian Nations Council of Governments

Reconciliation of Governmental Funds and Government-wide Financial Statements Years Ended June 30, 2020

Reconciliation of the Government Funds Balance

Sheet to the Statement of Net Assets

Total fund balances - governmental funds \$ 3,347,974

Amounts reported for governmental activities in the Statement of Net

Assets are different because:

Notes receivable	1,112,281
Capital assets, net of accumulated depreciation	149,120
Pension related deferred outflows	1,827,688
OPEB related deferred outflows	104,778

**Liabilities are not due and payable in the current period, and
therefore, are not reported as liabilities in the funds.**

Accrued vacation	(311,298)
Net pension liability	(7,753,246)
OPEB Obligation liability	(272,039)
Pension related deferred inflows	(350,316)
OPEB related deferred inflows	(13,278)
Net assets of governmental activities	<u><u>\$ (2,158,336)</u></u>

Reconciliation of the Statement of Revenues, Expenditures and Changes in fund Balance of Governmental funds to the Statement of Activities

Net change in fund balance - governmental funds \$ 476,205

Amounts reported for governmental activities in the Statement of

Activities are different because:

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

Capital asset purchases capitalized	36,095
Depreciation expense	(43,374)
Capital asset disposition, net	-

Notes receivable expenditures in the fund financial statements are reported as long-term assets in the statement of net position

Loan receivable, net change	(115,000)
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Some expense in the statement of activities do not require the use of current financial resources and, therefore, are not reported in government funds

Accrued vacation, net change	(29,234)
OPEB obligation, net change	(29,549)
Pension related expenses, net change	(750,498)

Change in Net Assets - governmental activities	<u><u>\$ (455,355)</u></u>
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Indian Nations Council of Governments
Governmental Funds Balance Sheet
June 30, 2019

	General Funds	Clean Cities Fund	Aging Services Fund	Rural Economic Action Plan	Transportation Fund	Other Governmental Funds	Total Governmental Funds
Assets							
Cash	\$ 1,786,602	\$ 441,564	\$ 101,062	\$ 790,882	\$ 11,316	\$ 16,642	\$ 3,148,068
Accounts receivable	63,193	21,250	735,565	197,689	409,920	112,496	1,540,113
Prepaid expense	53,857	-	-	-	-	-	53,857
Due from Other Fund	860,088	1,610	15,697	-	235	20,218	897,848
Deposits	-	-	-	-	-	-	-
Total Assets	<u>2,763,740</u>	<u>464,424</u>	<u>852,324</u>	<u>988,571</u>	<u>421,471</u>	<u>149,356</u>	<u>\$ 5,639,886</u>
Liabilities							
Accounts payable and Accrued exp.	138,936	16,631	404,119	230	40,714	20,893	621,523
Due to other fund	33,634	33,930	347,143	1,879	369,441	111,821	897,848
Deferred revenue	86,202	47,062	101,062	986,462	11,316	16,642	1,248,746
Total Liabilities	<u>258,772</u>	<u>97,623</u>	<u>852,324</u>	<u>988,571</u>	<u>421,471</u>	<u>149,356</u>	<u>2,768,117</u>
Fund Balance							
Nonspendable	53,857	-	-	-	-	-	53,857
Restricted	-	366,801	-	-	-	-	366,801
Assigned	-	-	-	-	-	-	-
Unassigned	2,451,111	-	-	-	-	-	2,451,111
Total Fund Balance	<u>2,504,968</u>	<u>366,801</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,871,769</u>
Total Liabilities and Fund Balance	<u>\$ 2,763,740</u>	<u>\$ 464,424</u>	<u>\$ 852,324</u>	<u>\$ 988,571</u>	<u>\$ 421,471</u>	<u>\$ 149,356</u>	<u>\$ 5,639,886</u>

See Notes to Financial Statements.

Indian Nations Council of Governments
Governmental Funds Statement of Revenues, Expenditures and
Changes in Fund Balances
Year Ended June 30, 2019

	General Funds	Clean Cities Fund	Aging Services Fund	Rural Economic Action Plan	Transportation Fund	Other Governmental Funds	Total Governmental Funds
Revenues							
Federal grants	\$ -	\$ 433,461	\$ 2,454,460	\$ -	\$ 2,209,131	\$ 71,691	\$ 5,168,743
State grants and appropriations	-	-	1,176,201	343,882	-	96,253	1,616,336
Local charges and services	2,885,380	1,942	155,201	-	62,129	625,615	3,730,267
Members' dues and Assessments	647,216	-	-	-	-	44,596	691,812
Interest revenue	21,910	22,472	-	-	-	-	44,382
Match revenue	(2,310,408)	178,708	42,180	22,418	377,034	1,690,068	-
Total Revenues	<u>1,244,098</u>	<u>636,583</u>	<u>3,828,042</u>	<u>366,300</u>	<u>2,648,294</u>	<u>2,528,223</u>	<u>11,251,540</u>
Expenses							
Salaries	475,480	126,434	205,185	21,905	686,807	1,052,258	2,568,069
Fringe benefits	308,808	76,678	124,438	13,285	416,525	638,158	1,577,892
Indirect costs	118,066	66,986	108,710	11,605	346,528	557,499	1,209,394
Travel	7,094	2,894	8,674	-	18,640	8,959	46,261
Other expense	145,845	274,717	13,628	940	191,098	145,841	772,069
Program costs	4,055	24,990	33,861	-	191,219	125,508	379,633
Pass-through grants	-	-	3,333,546	318,565	797,477	-	4,449,588
Capital Outlays	92,866	-	-	-	-	-	92,866
Total Expenses	<u>1,152,214</u>	<u>572,699</u>	<u>3,828,042</u>	<u>366,300</u>	<u>2,648,294</u>	<u>2,528,223</u>	<u>11,095,772</u>
Net Change in Fund Balances	91,884	63,884	-	-	-	-	155,768
Principal received on notes receivable	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	<u>2,413,084</u>	<u>302,917</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,716,001</u>
Fund Balances, End of Year	<u>\$ 2,504,968</u>	<u>\$ 366,801</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,871,769</u>

See Notes to Financial Statements.

Indian Nations Council of Governments

Reconciliation of Governmental Funds and Government-wide Financial Statements Years Ended June 30, 2019

Reconciliation of the Government Funds Balance

Sheet to the Statement of Net Assets

Total fund balances - governmental funds	\$ 2,871,769
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Amounts reported for governmental activities in the Statement of Net

Assets are different because:

Notes receivable	1,227,281
Capital assets, net of accumulated depreciation	156,399
Pension related deferred outflows	1,544,955
OPEB related deferred outflows	63,016

**Liabilities are not due and payable in the current period, and
therefore, are not reported as liabilities in the funds.**

Accrued vacation	(282,064)
Net pension liability	(6,427,001)
OPEB Obligation liability	(196,588)
Pension related deferred inflows	(643,330)
OPEB related deferred inflows	(17,418)

Net assets of governmental activities	\$ <u>(1,702,981)</u>
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Reconciliation of the Statement of Revenues, Expenditures and Changes in fund Balance of Governmental funds to the Statement of Activities

Net change in fund balance - governmental funds	\$ 155,768
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Amounts reported for governmental activities in the Statement of

Activities are different because:

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

Capital asset purchases capitalized	92,866
Depreciation expense	(41,683)
Capital asset disposition, net	-

Notes receivable expenditures in the fund financial statements are reported as long-term assets in the statement of net position

Loan receivable, net change	158,638
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Some expense in the statement of activities do not require the use of current financial resources and, therefore, are not reported in government funds

Accrued vacation, net change	(33,711)
OPEB obligation, net change	(14,366)
Pension related expenses, net change	(653,821)

Change in Net Assets - governmental activities	\$ <u>(336,309)</u>
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Indian Nations Council of Governments

Statement of Net Position

Fiduciary Funds - E911

June 30, 2020 and 2019

Assets

Cash
Accounts receivable
Total Assets

2020	2019
\$ 37,120	\$ 43,388
144,131	136,501
<u>181,251</u>	<u>179,889</u>

Liabilities

Accounts payable
Total Liabilities

181,251	179,889
<u>181,251</u>	<u>179,889</u>

Total Net Position

\$ -	\$ -
<u>-</u>	<u>-</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies

Reporting Entity

Indian Nations Council of Governments (INCOG) is a public agency formed under Title 74, Oklahoma Statutes; permitting public agencies to enter into agreements with one another for joint or cooperative action. INCOG was created in 1967 to assist local governments in planning for common needs, cooperating for mutual benefit and coordinating for sound regional development and is one of 11 Councils of Government in the State of Oklahoma. All local governments within the INCOG region of Creek, Osage, Rogers, Tulsa, and Wagoner Counties, and the Muscogee (Creek), Cherokee and Osage Nations are eligible for membership.

The accompanying financial statements present INCOG's operations. INCOG has no blended or discretely presented component units.

Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as is the fiduciary fund financial statement. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Membership dues are recognized as revenues in the year for which they are due. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, INCOG considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and expenditures related to compensated absences are recorded only when payment is due.

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 Municipal Employees Retirement Plan (MERP) and additions to/deductions from MERP's fiduciary net position have been determined on the same basis as they are reported by MERP. 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.

Interest associated with the current fiscal period is all considered to be susceptible to accrual and it has been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by INCOG.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

INCOG reports the following major governmental funds:

General Fund – The General Fund is INCOG's primary operating fund. It accounts for all financial resources of INCOG, except those required to be accounted for in another fund.

Area Agency on Aging Fund – The Area Agency on Aging Fund reports the activities related to a grant from the Oklahoma Department of Human Services for the Area Agency on Aging. It accounts for revenues from federal and state sources and the expenditures thereof related only to that grant.

Transportation Planning Fund – The Transportation Planning Fund includes grants used for transportation planning services in the region. It is funded by federal grants.

SSEP Revolving Loan Fund – The SSEP Revolving Loan Fund includes the grant received to establish a state energy plan revolving loan fund.

Rural Economic Action Plan Fund – The Rural Economic Action Plan Fund reports the activity related to grants from the Oklahoma Department of Commerce for the Rural Economic Action Plan program. These funds account for revenues and related expenditures passed through to member governments for community and economic development projects.

Clean Cities Fund – The Clean Cities Fund reports activities related to grants from the U.S. Department of Energy, which provides funds for environmental and conservation improvements. Included in this fund is the grant received to establish a state energy plan revolving loan fund.

The other governmental funds account for revenues received from federal and state grants and contracts and the expenditures, thereof, as governmental funds. Grant and contract revenues and expenditures are segregated in the general ledger accounting system.

Additionally, INCOG reports an agency fund that is used to account for fiduciary assets held by INCOG in a custodial capacity as an agent on behalf of others. INCOG accounts for the Enhanced 911 fund as an agency fund.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Amounts recorded as program revenues include 1) charges to customers or applicants for services provided; 2) operating grants and contributions; and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all interest.

When both restricted and unrestricted resources are available for use, it is INCOG's policy to use restricted resources first, then unrestricted resources as they are needed.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by intergovernmental revenues, grants, and membership fees, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which direct and allocated indirect expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Basic membership dues and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and the fiduciary fund, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

Deposits and Investments

INCOG's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize INCOG to invest in obligations of the U.S. Treasury; time deposits with financial institutions, if such deposits are fully insured by federal depository insurance or pledged collateral; and debt securities issued by the State of Oklahoma, an Oklahoma county, school district or municipality.

Accounts Receivable and Other Receivables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds. INCOG had no interfund borrowing outstanding at June 30, 2020 and 2019.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets, which include furniture and equipment, computer equipment, and vehicles, are reported in the government-wide financial statements. Capital assets are defined by INCOG as assets with an initial, individual cost of \$ 1,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Furniture and equipment	3-10
Computer equipment	2-7
Vehicles	4-5

Compensated Absences

Full-time employees earn vacation of 13 to 25 days per year depending on years of service completed. The maximum amount of vacation leave is twice the amount an employee is eligible to accrue in a calendar year. Unused personal leave that accrued after July 1, 2001 or later may be converted to vacation leave at the end of the fiscal year in which it accrued, (after 60 days of personal leave has been accrued) on a day-for-day basis.

Full-time employees are granted personal leave of 12 days per year. Unused personal leave may be carried over to the following year so long as it does not exceed 150 days. Upon separation, no compensation is provided for such accrued personal leave.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities. In the fund financial statements, governmental funds report the proceeds of long-term debt as other financing sources, and the debt principal and interest payments as fund expenditures. INCOG has no long-term debt.

Deferred Inflows/Outflows of Resources

The financial statements may contain separate sections, in addition to assets, liabilities, and net position, for deferred outflows of resources or deferred inflows of resources. These separate elements represent a consumption (deferred outflow) or acquisition (deferred inflow) of net position that applies to a future period and will not be recognized as an outflow or inflow of resources until that time.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Balances and Net Position

Fund balances – Governmental fund balances are classified as nonspendable, restricted, committed, assigned and unassigned as follows:

Nonspendable – Includes amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted – Consists of fund balance with constraints placed on the use of resources either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) laws through constitutional provisions or enabling legislation.

Committed – Includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the entity's highest level of decision-making at INCOG.

Assigned – Includes amounts that are constrained by the entity's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balance may be made by board action or management decision when the board has designated that agency.

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.

INCOG does not have a formal minimum fund balance policy.

It is INCOG's policy to first use restricted fund balance prior to the use of unrestricted fund balance when an expense is incurred for purposes for which both restricted and unrestricted fund balance are available. The entity'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 amount in any of those unrestricted fund balance classifications could be used.

Net Position – Net position are displayed in three components as follows:

Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation and reduced by outstanding balances of any debt or other borrowings that are attributable to the acquisition, construction, or improvement of the assets.

Restricted – Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or 2) law through constitutional provisions or enabling legislation.

Unrestricted – All other net position that does not meet the definitions of "net investment in capital assets" or "restricted".

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

It is INCOG's policy to first use restricted net position prior to the use of unrestricted net assets when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Allocation of Employee Benefits and Indirect Costs

INCOG's employee benefits and indirect costs are allocated based upon actual expenditures to all grants in accordance with 2 CFR Part 225 (formerly OMB Circular A-87). Employee benefits are allocated to grant and other projects as a percentage of direct labor costs. Indirect costs necessary to sustain overall operations are allocated as a percentage of total direct labor costs charged to grants and other projects.

Accounting Pronouncements Adopted in Fiscal Year 2020

INCOG adopted the following new accounting pronouncement during the year ended June 30, 2020:

GASB Statement No. 84, Fiduciary Activities

GASB No 84 was issued in January 2017, and the objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018.

GASB Statement No. 90, Major Equity Interest

GASB No 90 was issued June 2018, and the objective to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. A majority equity interest that meets the definition of an investment should be measured using the equity method, unless it is held by a special-purpose government engaged only in fiduciary activities, a fiduciary fund, or an endowment (including permanent and term endowments) or permanent fund. Those governments and funds should measure the majority equity interest at fair value. The requirements of this Statement are effective for reporting periods beginning after December 15, 2018. Earlier application is encouraged. The requirements should be applied retroactively, except for the provisions related to (1) reporting a majority equity interest in a component unit and (2) reporting a component unit if the government acquires a 100 percent equity interest. Those provisions should be applied on a prospective basis.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 1: Summary of Significant Accounting Policies (Continued)

GASB Statement No. 88, Certain Disclosures Related to Debt, Including Direct Borrowing and Direct Placements

GASB No 88 was issued June 2018 and the objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. This Statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. For notes to financial statements related to debt, this Statement also requires that existing and additional information be provided for direct borrowings and direct placements of debt separately from other debt. The requirements of this Statement are effective for reporting periods beginning after June 15, 2018. Earlier application is encouraged.

Subsequent Events

Management has evaluated subsequent events through February 12, 2021, the date which the financial statements were available to be issued

Note 2: Deposits and Investments

Deposits

INCOG's carrying amount of deposits was \$3,972,742 and \$3,191,456 as of June 30, 2020 and 2019 respectively, and the bank balances totaled \$4,694,269 and \$3,523,432. Deposits are carried at cost.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, INCOG's deposits may not be returned to it. INCOG does not have a deposit policy for custodial credit risk. As of June 30, 2020, and 2019, all of INCOG's bank balances of \$4,694,269 and \$3,523,432 respectively, were FDIC insured or collateralized by pledges from the banks.

Investments

INCOG had no investments as of June 30, 2020 and 2019.

Interest Rate Risk

INCOG does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 2: Deposits and Investments (Continued)

Investments (Continued)

Credit Risk

State statutes limit investments to the following: a) direct obligations of the U.S. Government, its agencies or instrumentalities; b) collateralized or insured certificates of deposit within the state, and insured certificates only if out of state; c) savings accounts or savings certificates; d) fully collateralized prime banker acceptances, prime commercial paper, repurchase agreements, or SEC regulated money market funds; e) obligations to the payment of which the full faith and credit of the state is pledged; f) county, municipal, or school district ad valorem tax funded debt; g) bonds, notes, or money judgments of a county, municipality, or school district; h) revenue anticipation notes of a public trust of which the municipality is beneficiary; or; i) any bond, note, or other debt of any public trust of which the municipality is sole beneficiary, or other entities whose governing boards were appointed by the municipality. INCOG has no investment policy that would further limit its investment choices.

Note 3: Receivables

Accounts Receivable

Receivables as of June 30, 2020, for the INCOG's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	General	AAA	Transportation Planning	REAP	Nonmajor Government Funds	Total
Accounts Due from other governments	\$ 67,468	\$ 653,232	\$ 571,681	\$ 50,293	\$ 299,477	\$ 1,642,151
Less: allowance for uncollectibles	-	-	-	-	-	-
Net total receivables	<u>\$ 67,468</u>	<u>\$ 653,232</u>	<u>\$ 571,681</u>	<u>\$ 50,293</u>	<u>\$ 299,477</u>	<u>\$ 1,642,151</u>

Receivables as of June 30, 2019, for the INCOG's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	General	AAA	Transportation Planning	REAP	Nonmajor Government Funds	Total
Accounts Due from other governments	\$ 63,193	\$ 735,565	\$ 409,920	\$ 197,689	\$ 133,746	\$ 1,540,113
Less: allowance for uncollectibles	-	-	-	-	-	-
Net total receivables	<u>\$ 63,193</u>	<u>\$ 735,565</u>	<u>\$ 409,920</u>	<u>\$ 197,689</u>	<u>\$ 133,746</u>	<u>\$ 1,540,113</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 3: Receivables (Continued)

Note Receivable

INCOG also had a note receivable as of June 30, 2020 related to the SSEP Revolving Loan Program as follows:

The note receivable is due from Tulsa County and is dated October 1, 2014. The amounts of \$1,112,281 and \$1,227,281 were due as of June 30, 2020 and 2019 respectively and payable annually over 15 years with interest at 1.00%

Note receivable balances and activity for the year ended June 30, 2020 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Note Receivables	\$ 1,227,281	\$ -	\$ (115,000)	\$ 1,112,281
Total	<u>\$ 1,227,281</u>	<u>\$ -</u>	<u>\$ (115,000)</u>	<u>\$ 1,112,281</u>

Note receivable balances and activity for the year ended June 30, 2019 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Note Receivables	\$ 1,068,643	\$ 272,500	\$ (113,862)	\$ 1,227,281
Total	<u>\$ 1,068,643</u>	<u>\$ 272,500</u>	<u>\$ (113,862)</u>	<u>\$ 1,227,281</u>

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Notes to Financial Statements

June 30, 2020 and 2019

Note 4: Capital Assets

Capital asset balances and activities for the year ended June 30, 2020, were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, being depreciated				
Equipment & furniture	\$ 146,208	\$ 4,873	\$ -	\$ 151,081
Computer equipment & software	401,118	6,304	-	407,422
Vehicles	135,349	24,918	-	160,267
Total capital assets, being depreciated	<u>682,675</u>	<u>36,095</u>	<u>-</u>	<u>718,770</u>
Less accumulated depreciation for:				
Equipment & furniture	(80,782)	(12,132)	-	(92,914)
Computer equipment & software	(310,148)	(29,996)	-	(340,144)
Vehicles	(135,346)	(1,246)	-	(136,592)
Total accumulated depreciation	<u>(526,276)</u>	<u>(43,374)</u>	<u>-</u>	<u>(569,650)</u>
Governmental activities capital assets, net	<u>\$ 156,399</u>	<u>\$ (7,279)</u>	<u>\$ -</u>	<u>\$ 149,120</u>

Capital asset balances and activities for the year ended June 30, 2019, were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, being depreciated				
Equipment & furniture	\$ 83,985	\$ 62,223	\$ -	\$ 146,208
Computer equipment & software	370,475	30,643	-	401,118
Vehicles	135,349	-	-	135,349
Total capital assets, being depreciated	<u>589,809</u>	<u>92,866</u>	<u>-</u>	<u>682,675</u>
Less accumulated depreciation for:				
Equipment & furniture	(72,596)	(8,186)	-	(80,782)
Computer equipment & software	(280,031)	(30,117)	-	(310,148)
Vehicles	(131,966)	(3,380)	-	(135,346)
Total accumulated depreciation	<u>(484,593)</u>	<u>(41,683)</u>	<u>-</u>	<u>(526,276)</u>
Governmental activities capital assets, net	<u>\$ 105,216</u>	<u>\$ 51,183</u>	<u>\$ -</u>	<u>\$ 156,399</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 4: Capital Assets (Continued)

Depreciation expense for the years ended June 30, 2020 and 2019 was charged to functions/programs of the primary government as follows:

	<u>2020</u>	<u>2019</u>
Governmental activities		
General government	\$ 43,374	\$ 39,894
Aging services	-	-
Transportation	-	1,789
	<u> -</u>	<u> 1,789</u>
Total depreciation expense - governmental activities	<u>\$ 43,374</u>	<u>\$ 41,683</u>

Note 5: Long-Term Liabilities

Unearned Revenue

Unearned revenues represent advances on grants or contracts which have not been expended. Unearned revenues for the years ended June 30, 2020 and 2019 totaled \$1,448,844 and \$1,248,746, respectively, and included the following:

	<u>2020</u>	<u>2019</u>
REAP funds:		
2011 REAP funds	\$ -	\$ 14,930
2015 REAP funds	51,683	51,683
2016 REAP funds	8,413	16,090
2017 REAP funds	122,476	123,663
2018 REAP funds	37,247	296,361
2019 REAP funds	328,307	483,735
2020 REAP funds	635,947	-
Total REAP funds	<u>1,184,073</u>	<u>986,462</u>
Community development	227,383	72,450
Energy revolving loan fund	<u>37,388</u>	<u>189,834</u>
	<u>\$ 1,448,844</u>	<u>\$ 1,248,746</u>
Total deferred revenue	<u>\$ 1,448,844</u>	<u>\$ 1,248,746</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 6: Retirement Plans

Plan description - Employees of the INCOG are provided with pensions through the Municipal Employee Retirement Plan (MERP) - a cost-sharing multiple-employer defined benefit pension plan administered by the City of Tulsa (City). MERP provides retirement, disability and death benefits which are established by City ordinance to plan members and beneficiaries. MERP's financial statements and required supplementary information are included in the City of Tulsa's Comprehensive Annual Financial Report (CAFR). The report may be obtained by writing to the City of Tulsa Controller, 175 E. 2nd Street, Tulsa, Oklahoma 74103.

Benefits provided - The Plan provides retirement, disability, and death benefits. Retirement benefits are determined based on the employee's highest 30 months of salary during the last five-years of service and a multiplier, based on the years of service. Employees entering the plan prior to July 1, 2018 are eligible for full retirement at age 65, and at least 5 years of service, or when the years of service plus the employee's age equals or exceeds 80. Reduced benefits are available after age 55 and 5 years of service (Early retirement). Benefits for Early retirement are reduced 2.5% per year prior to age 65. Employees entering the plan on or after July 1, 2018 are eligible for full retirement at age 65, and at least 5 years of service, or when the years of service plus the employee's age equals or exceeds 90. Reduced benefits are available after age 60 and 5 years of service (Early retirement). Benefits for Early retirement are reduced 6.0% per year prior to age 65. Five years of service is required for nonservice related disability eligibility. Disability benefits are determined in the same manner as normal retirement. Death benefits for vested participants are, at the spouse's election, a refund of contribution plus interest or a life annuity of 50% of the member's accrued benefit determined based on final average earnings and service as of the date of death.

Contributions - Contributions are set per City of Tulsa ordinance. Employees are required to contribute 6.5 percent of their pensionable wages for the year ended June 30, 2020. INCOG is required to contribute 15.5 percent of pensionable wages for the year ended June 30, 2020.

INCOG is also responsible for Actuarially Determined Employer Contributions (ADEC) that exceeds the 15.5 percent of pensionable wages. Actual contributions to the pension plan from INCOG were \$615,646 and \$526,499 for the years ended June 30, 2020 and 2019.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2020 and 2019, INCOG reported a liability of \$7,753,246 and \$6,427,001, respectively, for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of January 1, 2020. Standard update procedures were used to roll forward the total pension liability to June 30, 2020. INCOG's proportion of the net pension liability was based on a projection of INCOG's long-term share of contributions to the pension plan relative to the projected contributions of all participating governments, actuarially determined. At June 30, 2020 and 2019, INCOG's proportion was 3.0529% and 2.7368%, respectively, which was an increase of 0.3161% from its proportion measured as of June 30, 2019.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 6: Retirement Plan (Continued)

INCOG recognized pension expense of \$1,370,385 and \$653,821 for the years ended June 30, 2020 and 2019 respectively. At June 30, 2020, INCOG reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2020		2019	
	Deferred Outflows of Resources	Deferred inflows of Resources	Deferred Outflows of Resources	Deferred inflows of Resources
Differences between expected and actual experience	\$ 13,336	\$ (134,732)	\$ 30,330	\$ (214,616)
Changes of assumptions	434,759	(194,042)	745,149	(318,195)
Net difference between projected and actual earnings on pension plan investments	716,078	-	509,677	-
Changes in proportion and differences between INCOG's contributions and proportionate share of contributions	663,515	(21,542)	259,799	(110,519)
INCOG's contributions subsequent to the measurement date	-	-	-	-
Total	<u>\$ 1,827,688</u>	<u>\$ (350,316)</u>	<u>\$ 1,544,955</u>	<u>\$ (643,330)</u>

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:

2021	160,324
2022	269,175
2023	181,356
2024	86,247
Total	<u>\$ 697,102</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 6: Retirement Plan (Continued)

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of January 1, 2020, using the following actuarial assumptions, which was rolled forward from the valuation date using generally accepted actuarial principals and methods, to the Plans measurement date of June 30, 2020.

- Inflation – 3.00%
- Salary increases – 4.00% to 11.75% per year including inflation
- Investment rate of return – 7.00% compounded annually, net of investment expense and including inflation

Mortality rates were based on RP-2014 Mortality Table with Blue Collar Adjustment, which is projected on a fully generational basis with scale MP-2015.

The actuarial assumptions used in the January 1, 2020, valuations were based on the results of an actuarial experience study for the five-year period ending December 31, 2015.

The long-term expected rate of return on 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 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. Following is the Plan's asset allocation policy as of June 30, 2020, and the long-term expected geometric real rate of return for each major asset class:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed Income	24.0%	1.16%
Domestic Equity	36.0%	6.19%
International Equity	24.0%	6.59%
Real Estate	8.0%	4.24%
Commodities	3.0%	0.50%
Timber	4.0%	3.80%
Cash	1.0%	0.11%
Total	<u>100.0%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from INCOG will be made at specified in the MERP funding policy. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. 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.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 6: Retirement Plan (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents INCOG's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what INCOG's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0 percent) or 1-percentage-point higher (8.0 percent) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
Employers' net pension liability	\$ 10,414,023	\$ 7,753,246	\$ 5,534,292

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the City of Tulsa's Comprehensive Annual Financial Report; which can be located at www.cityoftulsa.org.

Note 7: Other Post-Employment Benefits

General Information about the OPEB Plan

Plan Description – INCOG provides postemployment health care benefits for retired employees and their dependents through participation in the City of Tulsa Postretirement Medical Plan (the "Plan"), a multiple-employer defined benefit health care plan. The benefits, coverage levels, employee contributions, and employer contributions are governed by the City through its personnel and union contracts and are funded on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75. The plan does not issue a stand-alone financial report.

Benefits Provided – All health care benefits are provided through the City's fully insured health plan. The benefit levels are the same as those offered to active employees. Benefits include general inpatient and outpatient medical services and prescriptions. General employees are eligible for membership in the plan if they retire from the City on or after age 55 with 5 years of service or with age and service totaling 80 points. Coverage ceases upon eligibility of the member (retiree or dependent) for Medicare. Coverage for dependents can continue upon the death of the retiree. Spouses of employees eligible for benefits and who die in active service can receive coverage.

Contributions – Contribution rates are set by the City. Retiree plan participants pay the entire amount of the premium charged by the insurer for coverage thus the City does not directly contribute to the Plan. Retiree and active employee participants are included in the same cost pool used to determine rates set by the insurer. An implicit subsidy results from this method of rate setting.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 7: Other Post-Employment Benefits (Continued)

OPEB Liabilities, Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At June 30, 2020 and 2019, INCOG reported a liability of \$272,039 and \$196,588, respectively for its proportionate share of the OPEB liability. The total OPEB liability was measured as of June 30, 2020 and 2019 and was determined by an actuarial valuation as of June 30, 2020. INCOG's proportion of the total OPEB liability was based on INCOG's share of active employee participants relative to the active employees of all participating employers. At June 30, 2020 and 2019, INCOG's proportion was 3.2857% and 3.2054%, respectively.

For the year ended June 30, 2020, INCOG recognized OPEB benefit of \$10,953 and for the year ended June 30, 2019 OPEB expense of \$19,659. At June 30, 2020 and 2019, INCOG reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	2020		2019	
	Deferred Outflows of Resources	Deferred inflows of Resources	Deferred Outflows of Resources	Deferred inflows of Resources
Differences between expected and actual experience	\$ 61,775	\$ (8,284)	\$ 24,238	\$ (10,102)
Changes of assumptions	15,227	(3,112)	8,477	(4,493)
Changes in proportion and differences between INCOG's contributions and proportionate share of contributions	27,776	(1,882)	30,301	(2,823)
Total	<u>\$ 104,778</u>	<u>\$ (13,278)</u>	<u>\$ 63,016</u>	<u>\$ (17,418)</u>

Amount reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in INCOG's OPEB expense over the average remaining service lives of plan participants (active and retirees) as follows:

Year ended June 30:

2021	\$ 18,836
2022	14,083
2023	11,961
2024	9,748
2025	10,978
Total	<u>\$ 65,606</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 7: Other Post-Employment Benefits (Continued)

Actuarial assumptions – The total OPEB liability was determined by an actuarial valuation as June 30, 2020, using the following actuarial assumptions, applied to all periods included in the measurement. The assumptions remain consistent with 2019.

Inflation	3.0 percent
Salary increases	4.00 to 11.75 percent, including 3.0% inflation and 1.0% productivity
Healthcare cost trend rate	8% for 2020, decreasing by 0.5 % annually to an ultimate rate of 5%

Actuarial Vacation Date - July 1, 2019, with results actuarially projected on a “no gain / no loss” basis to get to the June 30, 2020, measurement date. Liabilities as of July 1, 2019, are based on an actuarial valuation date of July 1, 2019, with no adjustments.

Discount Rate – The OPEB plan is financed on a pay-as-you-go basis, thus a long-term rate of return was not used. The discount rate used to measure the total OPEB liability was 2.66 and 3.51 percent as of June 30, 2020 and 2019, respectively, based on a yield for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of the INCOG’s proportionate share of the total OPEB liability to changes in the discount rate – The following presents INCOG’s proportionate share of the total OPEB liability calculated using the discount rate of 3.87 percent, as well as what INCOG’s proportionate share of the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.87 percent) or 1-percentage-point higher (4.87 percent) than the current rate:

	1% Decrease (1.66%)	Current Discount Rate (2.66%)	1% Increase (3.66%)
<u>2020</u>			
Employers' net OPEB liability	\$ 294,121	\$ 272,039	\$ 251,732
<u>2019</u>			
Employers' net OPEB liability	\$ 211,090	\$ 196,588	\$ 183,301

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 7: Other Post-Employment Benefits (Continued)

Sensitivity of INCOG's proportionate share of the total OPEB liability to changes in the healthcare cost trend rate – The following presents INCOG's proportionate share of the total OPEB liability calculated using the healthcare cost trend rate of 8.0 percent decreasing to 4.5 percent, as well as what INCOG's proportionate share of the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage-point lower (7.0 percent) or 1-percentage-point higher (9.0 percent) than the current rate:

	1% Decrease (7.50% decreasing to 3.50%)	Current Rate (8.50% decreasing to 4.50%)	1% Increase (9.00% decreasing to 5.50%)
2020			
Employers' net OPEB liability	\$ 245,009	\$ 272,041	\$ 303,618
2019			
Employers' net OPEB liability	\$ 178,039	\$ 196,588	\$ 218,093

Note 8: Non-current Liabilities

Non-current liabilities at June 30, 2020 and 2019 were as follows:

	2020	2019
Governmental activities		
Compensated absences	\$ 311,298	\$ 282,066
Net pension liability	7,753,246	6,427,001
Net OPEB obligation	272,039	196,588
Total noncurrent liabilities for governmental activities	<u>\$ 8,336,583</u>	<u>\$ 6,905,655</u>

Non-current liability transactions for the year ended June 30, 2020 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities					
Compensated absences	\$ 282,066	\$ 29,232	\$ -	\$ 311,298	\$ -
Net pension liability	6,427,001	1,326,245	-	7,753,246	-
Net OPEB obligation	196,588	75,451	-	272,039	-
Total governmental activities	<u>\$ 6,905,655</u>	<u>\$ 1,430,928</u>	<u>\$ -</u>	<u>\$ 8,336,583</u>	<u>\$ -</u>

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 8: Non-current Liabilities (Continued)

Non-current liability transactions for the year ended June 30, 2019 were as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental activities					
Compensated absences	\$ 248,353	\$ 33,713	\$ -	\$ 282,066	\$ -
Net pension liability	5,001,269	1,425,732	-	6,427,001	-
Net OPEB obligation	164,402	32,186	-	196,588	-
Total governmental activities	<u>\$ 5,414,024</u>	<u>\$ 1,491,631</u>	<u>\$ -</u>	<u>\$ 6,905,655</u>	<u>\$ -</u>

Note 9: Risk Management

INCOG is exposed to various risks of loss related to torts, property damage, errors and omissions, and personal injury. INCOG carries commercial insurance coverage to include property and casualty, general liability, worker's compensation, fidelity, public officials' liability, and certain other risks. INCOG does retain a risk of loss in the form of deductibles on each policy.

Note 10: Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by a grantor cannot be determined at this time, although INCOG expects such amounts, if any, to be immaterial.

Note 11: New Accounting Standards Issued not yet Adopted

New Accounting Pronouncements Issued Not Yet Adopted: The GASB has also issued several new accounting pronouncements which will be effective to the Agency in subsequent years. A description of the new accounting pronouncements, the fiscal year in which they are effective, and the Agency's consideration of the impact of these pronouncements are described below:

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 11: New Accounting Standards Issued not yet Adopted (Continued)

GASB Statement No. 87, Leases

GASB No 87 was issued June 2017, and the objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Earlier application is encouraged. Agency has not yet determined the impact that implementation will have on its financials.

GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period

GASB No 89 was issued June 2018, and the objective to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB, and AICPA Pronouncements, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. Earlier application is encouraged. The requirements of this Statement should be applied prospectively. Agency has not yet determined the impact that implementation will have on its financials.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 11: New Accounting Standards Issued not yet Adopted (Continued)

GASB Statement No. 91, Conduit Debt Obligations

GASB No 91 was issued May 2019, and the objective are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. Earlier application is encouraged. Agency has not yet determined the impact that implementation will have on its financials.

GASB Statement No. 93, Replacement of Interbank Offered Rates

GASB No 93 was issued March 2020, and the objective the objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR based on agreements in which variable payments made or received depend on an interbank offered rate (IBOR). The requirements of this Statement are effective for reporting periods beginning after December 31, 2021. Earlier application is encouraged. Agency has not yet determined the impact that implementation will have on its financials.

GASB Statement No. 94 Public-Private and Public -Public Partnerships and Availability Payment Arrangements

GASB 94 was issued March 2020, and the primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Earlier application is encouraged. Agency has not yet determined the impact that implementation will have on its financials.

Indian Nations Council of Governments

Notes to Financial Statements

June 30, 2020 and 2019

Note 11: New Accounting Standards Issued not yet Adopted (Continued)

GASB Statement No. 96 Subscription-Based Information Technology Arrangements

GASB 96 was issued May 2020 and Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The requirements of this Statement are effective for reporting periods beginning after June 15, 2022. Earlier application is encouraged. Agency has not yet determined the impact that implementation will have on its financials.

GASB Statement No. 97 Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans

GASB 97 was issued June 2020 and the primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021. Earlier application is encouraged. Agency has not yet determined the impact that implementation will have on its financials.

Other Supplementary Information

Indian Nations Council of Governments

Combining Balance Sheets
Nonmajor Governmental Funds
June 30, 2020

	State Appropriation	Rural Fire Defense	EDA Planning Grant	Multi-Modal Freight Study	OK Dept of Mental Health
Assets					
Cash	\$ -	\$ -	\$ -	\$ 16,642	\$ -
Investments	-	-	-	-	-
Accounts receivable	379	-	5,036	-	-
Due from Other Fund	-	169	-	-	-
Prepaid Expenses	-	-	-	-	-
Deposits	-	-	-	-	-
Total Assets	<u>379</u>	<u>169</u>	<u>5,036</u>	<u>16,642</u>	<u>-</u>
Liabilities					
Accounts payable and Accrued exp.	50	169	17	-	-
Due to other fund	329	-	5,019	-	-
Unearned revenue	-	-	-	16,642	-
Total Liabilities	<u>379</u>	<u>169</u>	<u>5,036</u>	<u>16,642</u>	<u>-</u>
Fund Balance					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 379</u>	<u>\$ 169</u>	<u>\$ 5,036</u>	<u>\$ 16,642</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Nonmajor Governmental Funds
June 30, 2020

	CDBG	Metropolitan Environmental Trust	FY 16 604(b) Regional Monitoring	All Other Non-Major Governmental Funds	Total Other Government Funds
Assets					
Cash	\$ -	\$ -	\$ -	\$ 2,150	\$ 18,792
Investments	-	-	-	-	-
Accounts receivable	-	22,695	-	239,660	267,770
Due from Other Fund	-	-	-	11,487	11,656
Prepaid Expenses	-	-	-	-	-
Deposits	-	-	-	-	-
Total Assets	<u>-</u>	<u>22,695</u>	<u>-</u>	<u>253,297</u>	<u>298,218</u>
Liabilities					
Accounts payable and Accrued exp.	-	275	-	82,452	82,963
Due to other fund	-	22,420	-	168,695	196,463
Unearned revenue	-	-	-	2,150	18,792
Total Liabilities	<u>-</u>	<u>22,695</u>	<u>-</u>	<u>253,297</u>	<u>298,218</u>
Fund Balance					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 22,695</u>	<u>\$ -</u>	<u>\$ 253,297</u>	<u>\$ 298,218</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2020

	State Appropriation	Rural Fire Defense	EDA Planning Grant	Multi-Modal Freight Study	OK Dept of Mental Health
Revenues					
Federal grants	\$ -	\$ -	\$ 27,622	\$ -	\$ -
State grants and appropriations	4,545	61,000	-	-	-
Local charges and services	-	-	-	-	-
Members' dues and Assessments	-	-	-	-	-
Interest revenue	-	-	-	-	-
Match revenue	140,356	42,102	34,627	-	-
Total Revenues	<u>144,901</u>	<u>103,102</u>	<u>62,249</u>	<u>-</u>	<u>-</u>
Expenses					
Salaries	71,429	48,904	28,561	-	-
Fringe benefits	42,056	28,794	4,441	-	-
Indirect costs	29,359	20,101	11,739	-	-
Travel	214	88	1,181	-	-
Other expense	1,843	5,215	16,327	-	-
Consultants/Contractual	-	-	-	-	-
Pass-through grants	-	-	-	-	-
Capital Outlays	-	-	-	-	-
Total Expenses	<u>144,901</u>	<u>103,102</u>	<u>62,249</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2020

	CDBG	Metropolitan Environmental Trust	FY 15 604(b) Regional Monitoring	All Other Non-Major Governmental Funds	Total Other Government Funds
Revenues					
Federal grants	\$ -	\$ -	\$ -	\$ 16,714	\$ 44,336
State grants and appropriations	-	-	-	14,217	79,762
Local charges and services	52,168	357,277	-	656,790	1,066,235
Members' dues and Assessments	-	-	-	-	-
Interest revenue	-	-	-	-	-
Match revenue	16,691	71,487	-	1,829,430	2,134,693
Total Revenues	<u>68,859</u>	<u>428,764</u>	<u>-</u>	<u>2,517,151</u>	<u>3,325,026</u>
Expenses					
Salaries	34,394	198,563	-	964,559	1,346,410
Fringe benefits	16,441	116,911	-	550,194	758,837
Indirect costs	14,137	81,613	-	396,451	553,400
Travel	45	-	-	3,026	4,554
Other expense	3,842	28,927	-	104,780	160,934
Consultants/Contractual	-	2,750	-	221,902	224,652
Pass-through grants	-	-	-	276,239	276,239
Capital Outlays	-	-	-	-	-
Total Expenses	<u>68,859</u>	<u>428,764</u>	<u>-</u>	<u>2,517,151</u>	<u>3,325,026</u>
Net Change in Fund Balances	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Nonmajor Governmental Funds
June 30, 2019

	State Appropriation	Rural Fire Defense	EDA Planning Grant	EDA Planning Grant	Multi-Modal Freight Study	OK Dept of Mental Health
Assets						
Cash	\$ -	\$ -	\$ -	\$ -	\$ 16,642	\$ -
Investments	-	-	-	-	-	-
Accounts receivable	1,443	-	-	1,168	-	-
Due from Other Fund	-	333	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total Assets	<u>1,443</u>	<u>333</u>	<u>-</u>	<u>1,168</u>	<u>16,642</u>	<u>-</u>
Liabilities						
Accounts payable and Accrued exp.	-	333	-	675	-	-
Due to other fund	1,443	-	-	493	-	-
Unearned revenue	-	-	-	-	16,642	-
Total Liabilities	<u>1,443</u>	<u>333</u>	<u>-</u>	<u>1,168</u>	<u>16,642</u>	<u>-</u>
Fund Balance						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 1,443</u>	<u>\$ 333</u>	<u>\$ -</u>	<u>\$ 1,168</u>	<u>\$ 16,642</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Nonmajor Governmental Funds
June 30, 2019

	CDBG	Metropolitan Environmental Trust	FY 16 604(b) Regional Monitoring	All Other Non-Major Governmental Funds	Total Other Government Funds
Assets					
Cash	\$ -	\$ -	\$ -	\$ -	\$ 16,642
Investments	-	-	-	-	-
Accounts receivable	-	26,868	-	83,017	112,496
Due from Other Fund	-	-	-	19,885	20,218
Prepaid Expenses	-	-	-	-	-
Deposits	-	-	-	-	-
Total Assets	<u>-</u>	<u>26,868</u>	<u>-</u>	<u>102,902</u>	<u>149,356</u>
Liabilities					
Accounts payable and Accrued exp.	-	-	-	19,885	20,893
Due to other fund	-	26,868	-	83,017	111,821
Unearned revenue	-	-	-	-	16,642
Total Liabilities	<u>-</u>	<u>26,868</u>	<u>-</u>	<u>102,902</u>	<u>149,356</u>
Fund Balance					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ -</u>	<u>\$ 26,868</u>	<u>\$ -</u>	<u>\$ 102,902</u>	<u>\$ 149,356</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2019

	State Appropriation	Rural Fire Defense	EDA Planning Grant	Multi-Modal Freight Study	OK Dept of Mental Health
Revenues					
Federal grants	\$ -	\$ -	\$ 71,691	\$ -	\$ -
State grants and appropriations	17,322	61,000	-	-	-
Local charges and services	-	-	-	-	-
Members' dues and Assessments	-	-	-	-	-
Interest revenue	-	-	-	-	-
Match revenue	109,884	39,780	71,691	-	1,340
Total Revenues	<u>127,206</u>	<u>100,780</u>	<u>143,382</u>	<u>-</u>	<u>1,340</u>
Expenses					
Salaries	59,281	45,284	64,231	-	627
Fringe benefits	35,952	27,463	38,954	-	380
Indirect costs	31,408	23,992	34,031	-	332
Travel	-	84	1,522	-	-
Other expense	565	3,957	4,644	-	1
Consultants/Contractual	-	-	-	-	-
Pass-through grants	-	-	-	-	-
Capital Outlays	-	-	-	-	-
Total Expenses	<u>127,206</u>	<u>100,780</u>	<u>143,382</u>	<u>-</u>	<u>1,340</u>
Net Change in Fund Balances	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended June 30, 2019

	CDBG	Metropolitan Environmental Trust	FY 15 604(b) Regional Monitoring	All Other Non-Major Governmental Funds	Total Other Government Funds
Revenues					
Federal grants	\$ -	\$ -	\$ -	\$ -	\$ 71,691
State grants and appropriations	-	-	10,348	7,583	96,253
Local charges and services	10,007	321,860	-	293,748	625,615
Members' dues and Assessments	-	-	-	44,596	44,596
Interest revenue	-	-	-	-	-
Match revenue	77,326	73,508	86	1,316,453	1,690,068
Total Revenues	<u>87,333</u>	<u>395,368</u>	<u>10,434</u>	<u>1,662,380</u>	<u>2,528,223</u>
Expenses					
Salaries	40,869	173,174	4,884	663,908	1,052,258
Fringe benefits	24,786	105,024	2,962	402,637	638,158
Indirect costs	21,653	91,750	2,588	351,745	557,499
Travel	-	-	-	7,353	8,959
Other expense	25	25,420	-	111,229	145,841
Consultants/Contractual	-	-	-	125,508	125,508
Pass-through grants	-	-	-	-	-
Capital Outlays	-	-	-	-	-
Total Expenses	<u>87,333</u>	<u>395,368</u>	<u>10,434</u>	<u>1,662,380</u>	<u>2,528,223</u>
Net Change in Fund Balances	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Area Agency on Aging Funds
June 30, 2020

	Title IIIB Administrative	Title IIIB Services	Title IIIC1	Title IIIC2	Title IIIE	Title VII	Services Morton Title IIIB	Cimarron Transit Title IIIB	Legal Aid Title IIIB
Assets									
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-	-
Accounts receivable	9,324	26,162	19,696	8,285	6,148	2,095	18,672	22,351	19,099
Due from Other Fund	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-
Total Assets	<u>9,324</u>	<u>26,162</u>	<u>19,696</u>	<u>8,285</u>	<u>6,148</u>	<u>2,095</u>	<u>18,672</u>	<u>22,351</u>	<u>19,099</u>
Liabilities									
Accounts payable									
and Accrued exp.	164	480	387	164	122	39	9,336	15,559	10,041
Due to other fund	9,160	25,682	19,309	8,121	6,026	2,056	9,336	6,792	9,058
Unearned revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>9,324</u>	<u>26,162</u>	<u>19,696</u>	<u>8,285</u>	<u>6,148</u>	<u>2,095</u>	<u>18,672</u>	<u>22,351</u>	<u>19,099</u>
Fund Balance									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 9,324</u>	<u>\$ 26,162</u>	<u>\$ 19,696</u>	<u>\$ 8,285</u>	<u>\$ 6,148</u>	<u>\$ 2,095</u>	<u>\$ 18,672</u>	<u>\$ 22,351</u>	<u>\$ 19,099</u>

Indian Nations Council of Governments
Combining Balance Sheets
Area Agency on Aging Funds
June 30, 2020

	Oxford Health Care Title IIIB	Fed MDD-E Title III	Fed MDD-D	Services Sodexho Title IIIB	Sodexho Title IIIC1	Osage County Title IIIC1	Sodexho Title IIIC2	Osage County Title IIIC2
Assets								
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-
Accounts receivable	49,846	7,636	53,857	2,533	82,048	21,224	189,973	32,637
Due from Other Fund	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Total Assets	<u>49,846</u>	<u>7,636</u>	<u>53,857</u>	<u>2,533</u>	<u>82,048</u>	<u>21,224</u>	<u>189,973</u>	<u>32,637</u>
Liabilities								
Accounts payable								
and Accrued exp.	37,694	-	-	2,533	52,053	18,223	113,628	28,135
Due to other fund	12,152	7,636	53,857	-	29,995	3,001	76,345	4,502
Unearned revenue	-	-	-	-	-	-	-	-
Total Liabilities	<u>49,846</u>	<u>7,636</u>	<u>53,857</u>	<u>2,533</u>	<u>82,048</u>	<u>21,224</u>	<u>189,973</u>	<u>32,637</u>
Fund Balance								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 49,846</u>	<u>\$ 7,636</u>	<u>\$ 53,857</u>	<u>\$ 2,533</u>	<u>\$ 82,048</u>	<u>\$ 21,224</u>	<u>\$ 189,973</u>	<u>32,637</u>

Indian Nations Council of Governments
Combining Balance Sheets
Area Agency on Aging Funds
June 30, 2020

	Broken Arrow Nutrition Title IIIC2	Oxford Health Care Title IIIE	Michael Lundy Title IIIC1	Ability Resources Title IIID	Masonic	CENA	All Other AAA Funds	Total AAA Funds
Assets								
Cash	\$ -	\$ -	\$ -	\$ -	\$ 103,527	\$ -	\$ -	\$ 103,527
Investments	-	-	-	-	-	-	-	-
Accounts receivable	4,883	36,227	9,098	4,218	-	5,468	21,752	653,232
Due from Other Fund	-	-	-	-	8,500	-	-	8,500
Prepaid Expenses	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Total Assets	<u>4,883</u>	<u>36,227</u>	<u>9,098</u>	<u>4,218</u>	<u>112,027</u>	<u>5,468</u>	<u>21,752</u>	<u>765,259</u>
Liabilities								
Accounts payable								
and Accrued exp.	2,442	21,026	4,691	2,077	8,500	-	4,249	331,543
Due to other fund	2,441	15,201	4,407	2,141	-	5,468	17,503	330,189
Unearned revenue	-	-	-	-	103,527	-	-	103,527
Total Liabilities	<u>4,883</u>	<u>36,227</u>	<u>9,098</u>	<u>4,218</u>	<u>112,027</u>	<u>5,468</u>	<u>21,752</u>	<u>765,259</u>
Fund Balance								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 4,883</u>	<u>\$ 36,227</u>	<u>\$ 9,098</u>	<u>\$ 4,218</u>	<u>\$ 112,027</u>	<u>\$ 5,468</u>	<u>\$ 21,752</u>	<u>\$ 765,259</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Area Agency on Aging Funds
Year Ended June 30, 2020

	Title IIIB Administrative	Title IIIB Services	Title IIIC1	Title IIIC2	Title IIIE	Title VII	USDA NSIP	Services Morton Title III	Cimarron Transit Title IIIB
Revenues									
Federal grants	\$ 50,037	\$ 174,589	\$ 73,710	\$ 31,484	\$ 24,724	\$ 10,568	\$ 89,417	\$ 89,250	\$ 85,240
State grants and appropriations	16,679	30,800	24,570	10,495	8,241	1,865	-	15,750	15,042
Local charges and services	-	-	-	-	-	-	-	-	-
Members' dues and Assessments	-	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-	-	-
Match revenue	5,396	18,874	14,143	6,117	5,901	1,076	-	-	-
Total Revenues	<u>72,112</u>	<u>224,263</u>	<u>112,423</u>	<u>48,096</u>	<u>38,866</u>	<u>13,509</u>	<u>89,417</u>	<u>105,000</u>	<u>100,282</u>
Expenses									
Salaries	31,717	99,194	49,726	21,289	17,233	5,998	-	-	-
Fringe benefits	18,847	59,159	28,718	12,306	10,032	3,509	-	-	-
Indirect costs	13,081	40,966	20,293	8,691	7,053	2,459	-	-	-
Travel	1,729	5,413	2,530	1,100	889	295	-	-	-
Other expense	3,287	9,571	4,893	2,044	1,750	523	-	-	-
Program costs	3,451	9,960	6,263	2,666	1,909	725	-	-	-
Pass-through grants	-	-	-	-	-	-	89,417	105,000	100,282
Capital Outlays	-	-	-	-	-	-	-	-	-
Total Expenses	<u>72,112</u>	<u>224,263</u>	<u>112,423</u>	<u>48,096</u>	<u>38,866</u>	<u>13,509</u>	<u>89,417</u>	<u>105,000</u>	<u>100,282</u>
Net Change in Fund Balances	-	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Area Agency on Aging Funds
Year Ended June 30, 2020

	Legal Aid Title IIIB	Oxford Health Care Title IIIB	Fed MDD-E Title III	Fed MDD-D Title III	Services Sodexho Title IIIB	Sodexho Title IIIC1	Osage County Title IIIC1	Sodexho Title IIIC2	Osage County Title IIIC2
Revenues									
Federal grants	\$ 45,018	\$ 193,620	\$ 78,306	\$ 9,768	\$ 27,033	\$ 544,202	\$ 176,114	\$ 335,526	\$ 73,177
State grants and appropriations	7,944	34,168	188,882	1,724	4,770	96,036	31,079	397,669	83,814
Local charges and services	-	-	-	-	-	-	-	-	-
Members' dues and Assessments	-	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-	-	-
Match revenue	-	-	-	-	-	-	-	-	-
Total Revenues	<u>52,962</u>	<u>227,788</u>	<u>267,188</u>	<u>11,492</u>	<u>31,803</u>	<u>640,238</u>	<u>207,193</u>	<u>733,195</u>	<u>156,991</u>
Expenses									
Salaries	-	-	-	-	-	-	-	-	-
Fringe benefits	-	-	-	-	-	-	-	-	-
Indirect costs	-	-	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-	-	-
Other expense	-	-	-	-	-	-	-	-	-
Program costs	-	-	-	-	-	-	-	-	-
Pass-through grants	52,962	227,788	267,188	11,492	31,803	640,238	207,193	733,195	156,991
Capital Outlays	-	-	-	-	-	-	-	-	-
Total Expenses	<u>52,962</u>	<u>227,788</u>	<u>267,188</u>	<u>11,492</u>	<u>31,803</u>	<u>640,238</u>	<u>207,193</u>	<u>733,195</u>	<u>156,991</u>
Net Change in Fund Balances	-	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Area Agency on Aging Funds
Year Ended June 30, 2020

	Broken Arrow Nutrition Title IIIC2	Oxford Health Care Title IIIE	Michael Lundy Title IIIC1	Ability Resources Title IIID	Masonic	CENA	All Other AAA Funds	Total AAA Funds
Revenues								
Federal grants	\$ 14,077	\$ 207,646	\$ 46,001	\$ 32,694	\$ -	\$ -	\$ 31,254	\$ 2,443,455
State grants and appropriations	14,963	122,149	8,118	5,769	-	154,414	19,603	1,294,544
Local charges and services	-	-	-	-	77,618	-	66,186	143,804
Members' dues and Assessments	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-	-
Match revenue	-	-	-	-	-	-	(2,050)	49,457
Total Revenues	<u>29,040</u>	<u>329,795</u>	<u>54,119</u>	<u>38,463</u>	<u>77,618</u>	<u>154,414</u>	<u>114,993</u>	<u>3,931,260</u>
Expenses								
Salaries	-	-	-	-	113	1,905	32,456	259,631
Fringe benefits	-	-	-	-	66	1,122	19,108	152,867
Indirect costs	-	-	-	-	46	783	13,341	106,713
Travel	-	-	-	-	-	-	1,449	13,405
Other expense	-	-	-	-	39	39	1,070	23,216
Program costs	-	-	-	-	859	4,039	2	29,874
Pass-through grants	29,040	329,795	54,119	38,463	76,495	146,526	47,567	3,345,554
Capital Outlays	-	-	-	-	-	-	-	-
Total Expenses	<u>29,040</u>	<u>329,795</u>	<u>54,119</u>	<u>38,463</u>	<u>77,618</u>	<u>154,414</u>	<u>114,993</u>	<u>3,931,260</u>
Net Change in Fund Balances	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Area Agency on Aging Funds
June 30, 2019

	Title IIIB Administrative	Title IIIB Services	Title IIIC1	Title IIIC2	Title IIIE	Title VII	Services Morton Title IIIB	Cimarron Transit Title IIIB	Legal Aid Title IIIB
Assets									
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-	-	-	-
Accounts receivable	15,543	29,366	19,529	9,601	6,515	2,639	19,598	23,524	8,322
Due from Other Fund	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-
Total Assets	15,543	29,366	19,529	9,601	6,515	2,639	19,598	23,524	8,322
Liabilities									
Accounts payable and Accrued exp.	140	265	176	86	59	25	8,616	10,712	4,718
Due to other fund	15,403	29,101	19,353	9,515	6,456	2,614	10,982	12,812	3,604
Unearned revenue	-	-	-	-	-	-	-	-	-
Total Liabilities	15,543	29,366	19,529	9,601	6,515	2,639	19,598	23,524	8,322
Fund Balance									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balance	\$ 15,543	\$ 29,366	\$ 19,529	\$ 9,601	\$ 6,515	\$ 2,639	\$ 19,598	\$ 23,524	\$ 8,322

Indian Nations Council of Governments
Combining Balance Sheets
Area Agency on Aging Funds
June 30, 2019

	Oxford Health Care Title IIIB	Services Sodexo Title IIIB	Sodexo Title IIIC1	Osage County Title IIIC1	Sodexo Title IIIC2	Osage County Title IIIC2	Broken Arrow Nutrition Title IIIC2
Assets							
Cash	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-	-
Accounts receivable	68,606	7,259	127,619	42,196	133,889	27,978	5,299
Due from Other Fund	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-
Total Assets	<u>68,606</u>	<u>7,259</u>	<u>127,619</u>	<u>42,196</u>	<u>133,889</u>	<u>27,978</u>	<u>5,299</u>
Liabilities							
Accounts payable							
and Accrued exp.	68,108	5,957	82,396	18,550	69,618	12,299	2,071
Due to other fund	498	1,302	45,223	23,646	64,271	15,679	3,228
Unearned revenue	-	-	-	-	-	-	-
Total Liabilities	<u>68,606</u>	<u>7,259</u>	<u>127,619</u>	<u>42,196</u>	<u>133,889</u>	<u>27,978</u>	<u>5,299</u>
Fund Balance							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 68,606</u>	<u>\$ 7,259</u>	<u>\$ 127,619</u>	<u>\$ 42,196</u>	<u>\$ 133,889</u>	<u>\$ 27,978</u>	<u>\$ 5,299</u>

Indian Nations Council of Governments
Combining Balance Sheets
Area Agency on Aging Funds
June 30, 2019

	Oxford Health Care Title IIIE	Michael Lundy Title IIIC1	Ability Resources Title IIID	USDA NSIP	Masonic	CENA	All Other AAA Funds	Total AAA Funds
Assets								
Cash	\$ -	\$ -	\$ -	\$ -	\$ 101,062	\$ -	\$ -	\$ 101,062
Investments	-	-	-	-	-	-	-	-
Accounts receivable	47,631	9,671	6,607	54,004	-	28,646	41,523	735,565
Due from Other Fund	10,459	-	3,341	-	1,897	-	-	15,697
Prepaid Expenses	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Total Assets	<u>58,090</u>	<u>9,671</u>	<u>9,948</u>	<u>54,004</u>	<u>102,959</u>	<u>28,646</u>	<u>41,523</u>	<u>852,324</u>
Liabilities								
Accounts payable								-
and Accrued exp.	58,090	3,948	9,948	23,741	1,897	18,660	4,039	404,119
Due to other fund	-	5,723	-	30,263	-	9,986	37,484	347,143
Unearned revenue	-	-	-	-	101,062	-	-	101,062
Total Liabilities	<u>58,090</u>	<u>9,671</u>	<u>9,948</u>	<u>54,004</u>	<u>102,959</u>	<u>28,646</u>	<u>41,523</u>	<u>852,324</u>
Fund Balance								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 58,090</u>	<u>\$ 9,671</u>	<u>\$ 9,948</u>	<u>\$ 54,004</u>	<u>\$ 102,959</u>	<u>\$ 28,646</u>	<u>\$ 41,523</u>	<u>\$ 852,324</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Area Agency on Aging Funds
Year Ended June 30, 2019

	Title IIIB Administrative	Title IIIB Services	Title IIIC1	Title IIIC2	Title IIIE	Title VII	USDA NSIP	Services Morton Title III	Cimarron Transit Title IIIB
Revenues									
Federal grants	\$ 50,988	\$ 109,183	\$ 64,068	\$ 31,498	\$ 21,371	\$ 9,810	\$ 234,878	\$ 86,565	\$ 71,301
State grants and appropriations	16,996	19,268	21,356	10,499	7,124	1,731	-	16,814	13,849
Local charges and services	-	-	-	-	-	-	-	-	-
Members' dues and Assessments	-	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-	-	-
Match revenue	9,607	12,114	12,860	6,323	4,241	953	-	-	-
Total Revenues	<u>77,591</u>	<u>140,565</u>	<u>98,284</u>	<u>48,320</u>	<u>32,736</u>	<u>12,494</u>	<u>234,878</u>	<u>103,379</u>	<u>85,150</u>
Expenses									
Salaries	31,795	57,781	40,284	19,806	13,420	5,136	-	-	-
Fringe benefits	19,324	34,939	24,476	12,033	8,160	3,101	-	-	-
Indirect costs	16,859	30,579	21,357	10,500	7,117	2,717	-	-	-
Travel	1,205	2,208	1,521	748	504	195	-	-	-
Other expense	2,506	4,524	3,164	1,554	1,045	415	-	-	-
Program costs	5,902	10,534	7,482	3,679	2,490	930	-	-	-
Pass-through grants	-	-	-	-	-	-	234,878	103,379	85,150
Capital Outlays	-	-	-	-	-	-	-	-	-
Total Expenses	<u>77,591</u>	<u>140,565</u>	<u>98,284</u>	<u>48,320</u>	<u>32,736</u>	<u>12,494</u>	<u>234,878</u>	<u>103,379</u>	<u>85,150</u>
Net Change in Fund Balances	-	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Area Agency on Aging Funds
Year Ended June 30, 2019

	Legal Aid Title IIIB	Oxford Health Care Title IIIB	Services Sodexho Title IIIB	Sodexho Title IIIC1	Osage County Title IIIC1	Sodexho Title IIIC2	Osage County Title IIIC2	Broken Arrow Nutrition Title IIIC2
Revenues								
Federal grants	\$ 36,763	\$ 263,357	\$ 31,647	\$ 563,306	\$ 158,882	\$ 316,495	\$ 64,824	\$ 11,596
State grants and appropriations	7,141	51,152	6,147	190,733	53,797	404,085	82,764	14,805
Local charges and services	-	-	-	-	-	-	-	-
Members' dues and Assessments	-	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-	-
Match revenue	-	-	-	-	-	-	-	-
Total Revenues	<u>43,904</u>	<u>314,509</u>	<u>37,794</u>	<u>754,039</u>	<u>212,679</u>	<u>720,580</u>	<u>147,588</u>	<u>26,401</u>
Expenses								
Salaries	-	-	-	-	-	-	-	-
Fringe benefits	-	-	-	-	-	-	-	-
Indirect costs	-	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-	-
Other expense	-	-	-	-	-	-	-	-
Program costs	-	-	-	-	-	-	-	-
Pass-through grants	43,904	314,509	37,794	754,039	212,679	720,580	147,588	26,401
Capital Outlays	-	-	-	-	-	-	-	-
Total Expenses	<u>43,904</u>	<u>314,509</u>	<u>37,794</u>	<u>754,039</u>	<u>212,679</u>	<u>720,580</u>	<u>147,588</u>	<u>26,401</u>
Net Change in Fund Balances	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Area Agency on Aging Funds
Year Ended June 30, 2019

	Oxford Health Care Title III E	Michael Lundy Title III C1	Ability Resources Title III D	Masonic	CENA	All Other AAA Funds	Total AAA Funds
Revenues							
Federal grants	\$ 219,237	\$ 36,754	\$ 33,387	\$ -	\$ -	\$ 38,550	\$ 2,454,460
State grants and appropriations	73,096	12,445	5,892	-	155,242	11,265	1,176,201
Local charges and services	-	-	-	80,439	-	74,762	155,201
Members' dues and Assessments	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-
Match revenue	-	-	-	(258)	-	(3,660)	42,180
Total Revenues	<u>292,333</u>	<u>49,199</u>	<u>39,279</u>	<u>80,181</u>	<u>155,242</u>	<u>120,917</u>	<u>3,828,042</u>
Expenses							
Salaries	-	-	-	190	2,457	34,316	205,185
Fringe benefits	-	-	-	115	1,478	20,812	124,438
Indirect costs	-	-	-	103	1,298	18,180	108,710
Travel	-	-	-	168	-	2,125	8,674
Other expense	-	-	-	-	11	409	13,628
Program costs	-	-	-	541	2,293	10	33,861
Pass-through grants	292,333	49,199	39,279	79,064	147,705	45,065	3,333,546
Capital Outlays	-	-	-	-	-	-	-
Total Expenses	<u>292,333</u>	<u>49,199</u>	<u>39,279</u>	<u>80,181</u>	<u>155,242</u>	<u>120,917</u>	<u>3,828,042</u>
Net Change in Fund Balances	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Transportation Planning Funds
June 30, 2020

	FTA Alternative Analysis					
	FTA Planning	FHWA Planning	Peoria/ Riverside	Section 5310 FY15	Section 5310 FY14	Section 5310 FY13
Assets						
Cash	\$ -	\$ -	\$ 1,683	\$ -	\$ -	\$ -
Investments	-	-	-	-	-	-
Accounts receivable	48,510	278,496	-	699	-	-
Due from Other Fund	98	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total Assets	<u>48,608</u>	<u>278,496</u>	<u>1,683</u>	<u>699</u>	<u>-</u>	<u>-</u>
Liabilities						
Accounts payable						
and Accrued exp.	1,910	6,711	-	-	-	-
Due to other fund	46,698	271,785	-	699	-	-
Unearned revenue	-	-	1,683	-	-	-
Total Liabilities	<u>48,608</u>	<u>278,496</u>	<u>1,683</u>	<u>699</u>	<u>-</u>	<u>-</u>
Fund Balance						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Liabilities and Fund Balance	<u>\$ 48,608</u>	<u>\$ 278,496</u>	<u>\$ 1,683</u>	<u>\$ 699</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Transportation Planning Funds
June 30, 2020

	New OKVA Program II	CMAQ Ozone Alert	CMAQ Bike Share	Tulsa Bike/Pedestrian Safety	All Other Transportation Planning Funds	Total Transportation Planning Funds
Assets						
Cash	\$ -	\$ -	\$ -	\$ -	\$ 10,057	\$ 11,740
Investments	-	-	-	-	-	-
Accounts receivable	-	30,652	122,767	15,187	75,370	571,681
Due from Other Fund	-	-	-	-	-	98
Prepaid Expenses	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total Assets	-	30,652	122,767	15,187	85,427	583,519
Liabilities						
Accounts payable						-
and Accrued exp.	-	5,696	97,937	11,506	60,933	184,693
Due to other fund	-	24,956	24,830	3,681	14,437	387,086
Unearned revenue	-	-	-	-	10,057	11,740
Total Liabilities	-	30,652	122,767	15,187	85,427	583,519
Fund Balance						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-
Total Liabilities and Fund Balance	\$ -	\$ 30,652	\$ 122,767	\$ 15,187	\$ 85,427	\$ 583,519

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Transportation Planning Funds
Year Ended June 30, 2020

	FTA Planning	FHWA Planning	FTA - Alternative Analysis Peoria/ Riverside	Section 5310 FY15	Section 5310 FY14	Section 5310 FY13
Revenues						
Federal grants	\$ 264,655	\$ 1,014,720	\$ -	\$ 72,570	\$ 419	\$ 193
State grants and appropriations	-	-	-	-	-	-
Local charges and services	-	25,000	-	-	-	-
Members' dues and Assessments	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-
Match revenue	66,173	238,351	-	411	(3)	-
Total Revenues	<u>330,828</u>	<u>1,278,071</u>	<u>-</u>	<u>72,981</u>	<u>416</u>	<u>193</u>
Expenses						
Salaries	146,833	516,072	-	27,428	262	-
Fringe benefits	86,454	303,856	-	16,149	154	-
Indirect costs	60,351	212,114	-	-	-	-
Travel	943	3,327	-	58	-	-
Other expense	13,401	147,962	-	94	-	-
Program costs	22,846	94,740	-	-	-	-
Pass-through grants	-	-	-	29,252	-	193
Capital Outlays	-	-	-	-	-	-
Total Expenses	<u>330,828</u>	<u>1,278,071</u>	<u>-</u>	<u>72,981</u>	<u>416</u>	<u>193</u>
Net Change in Fund Balances	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Transportation Planning Funds
Year Ended June 30, 2020

	New OKVA Program II	CMAQ Ozone Alert	CMAQ Bike Share	Tulsa Bike/Pedestrian Safety	All Other Transportation Planning Funds	Total Transportation Planning Funds
Revenues						
Federal grants	\$ 1,287	\$ 58,432	\$ 396,187	\$ 62,052	\$ 568,223	\$ 2,438,738
State grants and appropriations	-	-	-	-	-	-
Local charges and services	-	-	-	-	39,680	64,680
Members' dues and Assessments	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-
Match revenue	-	14,609	-	1,216	(3,617)	317,140
Total Revenues	1,287	73,041	396,187	63,268	604,286	2,820,558
Expenses						
Salaries	-	-	-	-	33,457	724,052
Fringe benefits	-	-	-	-	7,508	414,121
Indirect costs	-	-	-	-	13,754	286,219
Travel	-	-	-	4,164	935	9,427
Other expense	-	55,512	-	119	15,028	232,116
Program costs	-	17,529	-	58,985	61,854	255,954
Pass-through grants	1,287	-	396,187	-	471,750	898,669
Capital Outlays	-	-	-	-	-	-
Total Expenses	1,287	73,041	396,187	63,268	604,286	2,820,558
Net Change in Fund Balances	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Indian Nations Council of Governments
Combining Balance Sheets
Transportation Planning Funds
June 30, 2019

	FTA Alternative Analysis						
	FTA Planning	FHWA Planning	Peoria/ Riverside	FTA OKVA RouteMatch	Section 5310 FY15	Section 5310 FY14	Section 5310 FY13
Assets							
Cash	\$ -	\$ -	\$ 1,683	\$ -	\$ -	\$ 419	\$ -
Investments	-	-	-	-	-	-	-
Accounts receivable	35,915	263,974	-	-	5,637	-	-
Due from Other Fund	235	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-
Total Assets	<u>36,150</u>	<u>263,974</u>	<u>1,683</u>	<u>-</u>	<u>5,637</u>	<u>419</u>	<u>-</u>
Liabilities							
Accounts payable and Accrued exp.	235	1,178	-	-	-	-	-
Due to other fund	35,915	262,796	-	-	5,637	-	-
Unearned revenue	-	-	1,683	-	-	419	-
Total Liabilities	<u>36,150</u>	<u>263,974</u>	<u>1,683</u>	<u>-</u>	<u>5,637</u>	<u>419</u>	<u>-</u>
Fund Balance							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 36,150</u>	<u>\$ 263,974</u>	<u>\$ 1,683</u>	<u>\$ -</u>	<u>\$ 5,637</u>	<u>\$ 419</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
Transportation Planning Funds
June 30, 2019

	New OKVA Program II	CMAQ Ozone Alert	CMAQ Bike Share	Tulsa Bike/Pedestrian Safety	All Other Transportation Planning Funds	Total Transportation Planning Funds
Assets						
Cash	\$ -	\$ -	\$ -	\$ -	\$ 9,214	\$ 11,316
Investments	-	-	-	-	-	-
Accounts receivable	-	13,923	50,314	14,078	26,079	409,920
Due from Other Fund	-	-	-	-	-	235
Prepaid Expenses	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total Assets	-	13,923	50,314	14,078	35,293	421,471
Liabilities						
Accounts payable						-
and Accrued exp.	-	366	29,058	9,406	471	40,714
Due to other fund	-	13,557	21,256	4,672	25,608	369,441
Unearned revenue	-	-	-	-	9,214	11,316
Total Liabilities	-	13,923	50,314	14,078	35,293	421,471
Fund Balance						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	-	-	-	-
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-
Total Liabilities and Fund Balance	\$ -	\$ 13,923	\$ 50,314	\$ 14,078	\$ 35,293	\$ 421,471

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Transportation Planning Funds
Year Ended June 30, 2019

			Alternative Analysis Peoria/ Riverside	FTA OKVA RouteMatch	Section 5310 FY15	Section 5310 FY14	Section 5310 FY13
Revenues	FTA Planning	FHWA Planning					
Federal grants	\$ 189,923	\$ 955,394	\$ -	\$ 20,399	\$ 70,835	\$ 41,916	\$ 9,010
State grants and appropriations	-	-	-	-	-	-	-
Local charges and services	-	-	-	4,150	-	-	-
Members' dues and Assessments	-	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-	-
Match revenue	47,522	238,857	-	950	-	-	-
Total Revenues	<u>237,445</u>	<u>1,194,251</u>	<u>-</u>	<u>25,499</u>	<u>70,835</u>	<u>41,916</u>	<u>9,010</u>
Expenses							
Salaries	105,912	532,235	-	-	9,588	23,161	-
Fringe benefits	64,232	322,783	-	-	5,815	14,046	-
Indirect costs	56,114	281,985	-	-	-	-	-
Travel	2,435	13,268	-	-	32	-	-
Other expense	8,505	42,737	-	-	-	-	-
Program costs	247	1,243	-	25,499	-	-	-
Pass-through grants	-	-	-	-	55,400	4,709	9,010
Capital Outlays	-	-	-	-	-	-	-
Total Expenses	<u>237,445</u>	<u>1,194,251</u>	<u>-</u>	<u>25,499</u>	<u>70,835</u>	<u>41,916</u>	<u>9,010</u>
Net Change in Fund Balances	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Transportation Planning Funds
Year Ended June 30, 2019

	New OKVA Program II	CMAQ Ozone Alert	CMAQ Bike Share	Tulsa Bike/Pedestrian Safety	All Other Transportation Planning Funds	Total Transportation Planning Funds
Revenues						
Federal grants	\$ 50,557	\$ 56,275	\$ 203,030	\$ 49,057	\$ 562,735	\$ 2,209,131
State grants and appropriations	-	-	-	-	-	-
Local charges and services	-	-	-	-	57,979	62,129
Members' dues and Assessments	-	-	-	-	-	-
Interest revenue	-	-	-	-	-	-
Match revenue	-	13,958	(1)	3,749	71,999	377,034
Total Revenues	<u>50,557</u>	<u>70,233</u>	<u>203,029</u>	<u>52,806</u>	<u>692,713</u>	<u>2,648,294</u>
Expenses						
Salaries	-	-	-	7,787	8,124	686,807
Fringe benefits	-	-	-	4,723	4,926	416,525
Indirect costs	-	-	-	4,126	4,303	346,528
Travel	-	-	-	1,819	1,086	18,640
Other expense	-	63,465	-	16,261	60,130	191,098
Program costs	-	6,768	-	18,090	139,372	191,219
Pass-through grants	50,557	-	203,029	-	474,772	797,477
Capital Outlays	-	-	-	-	-	-
Total Expenses	<u>50,557</u>	<u>70,233</u>	<u>203,029</u>	<u>52,806</u>	<u>692,713</u>	<u>2,648,294</u>
Net Change in Fund Balances	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Indian Nations Council of Governments
Combining Balance Sheets
REAP Funds
June 30, 2020

	2011 REAP	2015 REAP	2016 REAP	2017 REAP	2018 REAP	2019 REAP	2020 REAP	REAP Administration	Total REAP Funds
Assets									
Cash	\$ -	\$ 51,683	\$ 8,413	\$ 122,476	\$ 37,247	\$ 328,307	\$ 635,947	\$ (47,558)	\$ 1,136,515
Investments	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	50,293	50,293
Due from Other Fund	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-
Total Assets	-	51,683	8,413	122,476	37,247	328,307	635,947	2,735	1,186,808
Liabilities									
Accounts payable and Accrued exp.	-	-	-	-	-	-	-	-	-
Due to other fund	-	-	-	-	-	-	-	2,735	2,735
Unearned revenue	-	51,683	8,413	122,476	37,247	328,307	635,947	-	1,184,073
Total Liabilities	-	51,683	8,413	122,476	37,247	328,307	635,947	2,735	1,186,808
Fund Balance									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balance	\$ -	\$ 51,683	\$ 8,413	\$ 122,476	\$ 37,247	\$ 328,307	\$ 635,947	\$ 2,735	\$ 1,186,808

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
REAP Funds
Year Ended June 30, 2020

	2011 REAP	2015 REAP	2016 REAP	2017 REAP	2018 REAP	2019 REAP	2020 REAP	REAP Administration	Total REAP Funds
Revenues									
State grants	\$ -	\$ -	\$ 7,677	\$ 1,187	\$ 258,233	\$ 118,874	\$ 18,598	\$ 32,817	\$ 437,386
Interest revenue	-	-	-	-	-	-	-	-	-
Match revenue	-	-	-	-	-	-	-	18,675	18,675
Total Revenues	-	-	7,677	1,187	258,233	118,874	18,598	51,492	456,061
Expenses									
Salaries	-	-	-	-	-	-	-	25,598	25,598
Fringe benefits	-	-	-	-	-	-	-	15,072	15,072
Indirect costs	-	-	-	-	-	-	-	10,521	10,521
Travel	-	-	-	-	-	-	-	-	-
Other expense	-	-	-	-	-	-	-	301	301
Program costs	-	-	-	-	-	-	-	-	-
Pass-through grants	-	-	7,677	1,187	258,233	118,874	18,598	-	404,569
Capital Outlays	-	-	-	-	-	-	-	-	-
Total Expenses	-	-	7,677	1,187	258,233	118,874	18,598	51,492	456,061
Net Change in Fund Balances	-	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-	-
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Indian Nations Council of Governments
Combining Balance Sheets
REAP Funds
June 30, 2019

	2011 REAP	2014 REAP	2015 REAP	2016 REAP	2017 REAP	2018 REAP	2019 REAP	REAP Administration	Total REAP Funds
Assets									
Cash	\$ 14,930	\$ -	\$ 51,683	\$ 16,090	\$ 123,663	\$ 296,360	\$ 483,735	\$ (195,578)	\$ 790,883
Investments	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	197,689	197,689
Due from Other Fund	-	-	-	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-
Total Assets	14,930	-	51,683	16,090	123,663	296,360	483,735	2,111	988,572
Liabilities									
Accounts payable and Accrued exp.	-	-	-	-	-	-	-	232	232
Due to other fund	-	-	-	-	-	-	-	1,879	1,879
Unearned revenue	14,930	-	51,683	16,090	123,663	296,360	483,735	-	986,461
Total Liabilities	14,930	-	51,683	16,090	123,663	296,360	483,735	2,111	988,572
Fund Balance									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	-	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total Fund Balance	-	-	-	-	-	-	-	-	-
Total Liabilities and Fund Balance	\$ 14,930	\$ -	\$ 51,683	\$ 16,090	\$ 123,663	\$ 296,360	\$ 483,735	\$ 2,111	\$ 988,572

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
REAP Funds
Year Ended June 30, 2019

	2011 REAP	2014 REAP	2015 REAP	2016 REAP	2017 REAP	2018 REAP	REAP Administration	Total REAP Funds
Revenues								
State grants	\$ 6,580	\$ 10,448	\$ 3,959	\$ 113,669	\$ 20,006	\$ 153,903	\$ 25,317	\$ 333,882
Interest revenue	-	-	-	-	-	-	-	-
Match revenue	-	-	-	-	-	-	22,418	22,418
Total Revenues	6,580	10,448	3,959	113,669	20,006	153,903	47,735	356,300
Expenses								
Salaries	-	-	-	-	-	-	21,905	21,905
Fringe benefits	-	-	-	-	-	-	13,285	13,285
Indirect costs	-	-	-	-	-	-	11,605	11,605
Travel	-	-	-	-	-	-	-	-
Other expense	-	-	-	-	-	-	940	940
Program costs	-	-	-	-	-	-	-	-
Pass-through grants	6,580	10,448	3,959	113,669	20,006	153,903	-	308,565
Capital Outlays	-	-	-	-	-	-	-	-
Total Expenses	6,580	10,448	3,959	113,669	20,006	153,903	47,735	356,300
Net Change in Fund Balances	-	-	-	-	-	-	-	-
Principal received on notes receivable	-	-	-	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-	-	-	-
Fund Balances, Beginning of Year	-	-	-	-	-	-	-	-
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Indian Nations Council of Governments
Combining Balance Sheets
Clean Cities Funds
June 30, 2020

	ODOC	EE & RE	SSEP Revolving Loan	All Other Clean Cities Funds	Total Clean Cities Funds
Assets					
Cash	\$ -	\$ -	\$ 569,676	\$ 10,350	\$ 580,026
Investments	-	-	-	-	-
Accounts receivable	3,366	22,500	-	5,841	31,707
Due from Other Fund	-	-	-	14,424	14,424
Prepaid Expenses	-	-	-	-	-
Total Assets	<u>3,366</u>	<u>22,500</u>	<u>569,676</u>	<u>30,615</u>	<u>626,157</u>
Liabilities					
Accounts payable					-
and Accrued exp.	-	-	19,695	14,424	34,119
Due to other fund	3,366	22,500	12,680	5,841	44,387
Unearned revenue	-	-	37,388	10,350	47,738
Total Liabilities	<u>3,366</u>	<u>22,500</u>	<u>69,763</u>	<u>30,615</u>	<u>126,244</u>
Fund Balance					
Nonspendable	-	-	-	-	-
Restricted	-	-	499,913	-	499,913
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>499,913</u>	<u>-</u>	<u>499,913</u>
Total Liabilities and Fund Balance	<u>\$ 3,366</u>	<u>\$ 22,500</u>	<u>\$ 569,676</u>	<u>\$ 30,615</u>	<u>\$ 626,157</u>

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Change in Fund Balances
Clean Cities Funds
Year Ended June 30, 2020

	ODOC	EE & RE	SSEP Revolving Loan	All Other Clean Cities Funds	Total Clean Cities Funds
Revenues					
Federal grants	\$ 48,521	\$ 87,500	\$ 124,674	\$ 19,489	\$ 280,184
State grants and appropriations	-	-	-	-	-
Local charges and services	-	-	-	12,221	12,221
Members' dues and Assessments	-	-	-	-	-
Interest revenue	-	-	18,111	-	18,111
Match revenue	11,376	7,220	-	143,137	161,733
Total Revenues	<u>59,897</u>	<u>94,720</u>	<u>142,785</u>	<u>174,847</u>	<u>472,249</u>
Expenses					
Salaries	29,928	45,268	2,337	61,303	138,836
Fringe benefits	17,621	26,653	1,376	36,094	81,744
Indirect costs	12,301	18,606	961	25,196	57,064
Travel	-	2,171	-	-	2,171
Other expense	47	2,022	4,999	2,614	9,682
Contracts	-	-	-	49,640	49,640
Pass-through grants	-	-	-	-	-
Capital Outlays	-	-	-	-	-
Total Expenses	<u>59,897</u>	<u>94,720</u>	<u>9,673</u>	<u>174,847</u>	<u>339,137</u>
Net Change in Fund Balances	-	-	133,112	-	133,112
Principal received on notes receivable	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>366,801</u>	<u>-</u>	<u>366,801</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 499,913</u>	<u>\$ -</u>	<u>\$ 499,913</u>

Indian Nations Council of Governments
Combining Balance Sheets
Clean Cities Funds
June 30, 2019

	ODOC	EE & RE	SSEP Revolving Loan	All Other Clean Cities Funds	Total Clean Cities Funds
Assets					
Cash	\$ -	\$ -	\$ 441,564	\$ -	\$ 441,564
Investments	-	-	-	-	-
Accounts receivable	-	21,250	-	-	21,250
Due from Other Fund	-	-	-	1,610	1,610
Prepaid Expenses	-	-	-	-	-
Total Assets	-	21,250	441,564	1,610	464,424
Liabilities					
Accounts payable					-
and Accrued exp.	-	-	15,021	1,610	16,631
Due to other fund	-	21,250	12,680	-	33,930
Unearned revenue	-	-	47,062	-	47,062
Total Liabilities	-	21,250	74,763	1,610	97,623
Fund Balance					
Nonspendable	-	-	-	-	-
Restricted	-	-	366,801	-	366,801
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balance	-	-	366,801	-	366,801
Total Liabilities and Fund Balance	\$ -	\$ 21,250	\$ 441,564	\$ 1,610	\$ 464,424

Indian Nations Council of Governments
Combining Statements of Revenues, Expenditures and Changes in Fund Balances
Clean Cities Funds
Year Ended June 30, 2019

	ODOC	EE & RE	SSEP Revolving Loan	All Other Clean Cities Funds	Total Clean Cities Funds
Revenues					
Federal grants	\$ 50,000	\$ 65,000	\$ 318,461	\$ -	\$ 433,461
State grants and appropriations	-	-	-	-	-
Local charges and services	-	-	-	1,942	1,942
Members' dues and Assessments	-	-	-	-	-
Interest revenue	-	-	22,472	-	22,472
Match revenue	11,162	13,333	-	154,213	178,708
Total Revenues	<u>61,162</u>	<u>78,333</u>	<u>340,933</u>	<u>156,155</u>	<u>636,583</u>
Expenses					
Salaries	28,630	36,066	2,130	59,608	126,434
Fringe benefits	17,363	21,873	1,292	36,150	76,678
Indirect costs	15,169	19,108	1,128	31,581	66,986
Travel	-	1,223	-	1,671	2,894
Other expense	-	63	272,499	2,155	274,717
Contracts	-	-	-	24,990	24,990
Pass-through grants	-	-	-	-	-
Capital Outlays	-	-	-	-	-
Total Expenses	<u>61,162</u>	<u>78,333</u>	<u>277,049</u>	<u>156,155</u>	<u>572,699</u>
Net Change in Fund Balances	-	-	63,884	-	63,884
Principal received on notes receivable	-	-	-	-	-
Change in OPEB Obligation	-	-	-	-	-
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>302,917</u>	<u>-</u>	<u>302,917</u>
Fund Balances, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 366,801</u>	<u>\$ -</u>	<u>\$ 366,801</u>

Indian Nations Council of Governments

Schedule of Indirect Costs

June 30, 2020

	Indirect Costs
Indirect Salaries	\$ 449,719
Employee Benefits	264,788
Indirect Personnel Costs	<u>714,507</u>
Accounting & Audit	19,500
Contract Services	91,163
Rental of office space	339,220
Rental of office equipment	12,501
Travel	7,660
Luncheons & meeting	3,476
Training & Tuition	5,048
Depreciation & amortization	43,375
Consumable supplies	16,982
Insurance	27,645
Reproduction	14,550
Repair & Maint. Office Equipment	129
Automotive	3,826
Recruitment	1,717
Telephone	15,703
Postage & freight	1,552
Publications	576
Dues	8,640
Computer	8,404
Other	<u>50</u>
Total Indirect Costs	<u><u>\$ 1,336,224</u></u>

The actual indirect cost reimbursement rate would have been 32.98% for the year ended June 30, 2019, based upon final audited information.

Required Supplementary Information

Indian Nations Council of Governments
Schedule of Proportionate Share of the Net Pension Liability - Last 10 Fiscal Years*
For the Year Ended June 30, 2020

Year	INCOG's proportion of net pension liability	INCOG's proportionate share of net pension liability	INCOG's covered payroll	INCOG's proportionate share of net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of total pension liability
2020	3.0529%	\$ 7,753,246	\$ 3,087,706	251%	65.22%
2019	2.7368%	\$ 6,427,001	\$ 2,568,070	250%	66.91%
2018	2.5475%	\$ 5,001,269	\$ 2,279,456	219%	70.61%
2017	2.5703%	\$ 5,078,138	\$ 2,234,072	227%	69.39%
2016	2.6624%	\$ 5,759,109	\$ 2,326,576	248%	65.62%

* Prior year information is not available.

Indian Nations Council of Governments
Schedule of Pension Contributions - Last 10 Fiscal Years*
For the Year Ended June 30, 2020

Year	Contractually Required Contributions	Actual Contributions	Contribution Deficiency (Excess)	Covered Payroll	Actual Contributions as a Percentage of Covered Payroll
2020	\$ 615,646	\$ 615,646	\$ -	\$ 3,087,706	19.94%
2019	\$ 526,499	\$ 526,499	\$ -	\$ 2,568,070	20.50%
2018	\$ 469,018	\$ 469,018	\$ -	\$ 2,279,456	20.58%
2017	\$ 357,344	\$ 357,344	\$ -	\$ 2,234,072	16.00%
2016	\$ 352,115	\$ 352,115	\$ -	\$ 2,326,576	15.13%

* Prior year information is not available.

Indian Nations Council of Governments

Schedule of Proportionate Share of the Net OPEB Liability (Asset) - Last 10 Fiscal Years*
For the Year Ended June 30, 2019

Year	INCOG's proportion of total OPEB liability	INCOG's proportionate share of total OPEB liability	INCOG's covered payroll	INCOG's proportionate share of total OPEB liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of total OPEB liability
2020	3.2857%	\$ 272,039	\$ 3,087,706	8.8%	0.00%
2019	3.2054%	\$ 196,588	\$ 2,568,070	7.7%	0.00%
2018	2.6037%	\$ 164,402	\$ 2,279,456	7.2%	0.00%
2017	2.4833%	\$ 139,913	\$ 2,234,072	6.3%	0.00%

* Prior year information is not available.

Indian Nations Council of Governments
Schedule of OPEB Contributions - Last 10 Fiscal Years*
For the Year Ended June 30, 2020

Year	Contractually Required Contributions	Actual Contributions	Contribution Deficiency (Excess)	Covered Payroll	Actual Contributions as a Percentage of Covered Payroll
2020	\$ 10,953	\$ 10,953	\$ -	\$ 3,087,706	0.35%
2019	\$ 14,879	\$ 14,879	\$ -	\$ 2,568,070	0.58%
2018	\$ 5,263	\$ 5,263	\$ -	\$ 2,279,456	0.20%
2017	\$ 30,649	\$ 30,649	\$ -	\$ 2,234,072	1.17%

* Prior year information is not available.

Reports Required by Government Auditing Standards



**Independent Auditors' Report on Internal Control over Financial Reporting
and on Compliance and Other Matters Based on an
Audit of the Financial Statements Performed in Accordance with
Government Auditing Standards**

Board of Directors
Indian Nations Council of Governments
Tulsa, 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, each major fund, and the aggregate remaining fund information of the Indian Nation Council of Governments (INCOG), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise INCOG's basic financial statements, and have issued our report thereon dated February 12, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered INCOG's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of INCOG's internal control. Accordingly, we do not express an opinion on the effectiveness of INCOG's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether INCOG's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Hick & Company, PC

Tulsa, Oklahoma
February 12, 2021



Indian Nations Council of Governments
Schedule of Federal Awards
June 30, 2020

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures	Subrecipient Expenditures
FEDERAL PROGRAMS				
<u>National Park Service, Department of the Interior</u>				
Pass-Through Program From: Oklahoma Historical Society	15.904	20-608	\$ 16,715	\$ -
<u>U. S. Department of Transportation</u>				
Direct Program -				
Transit Services Program Cluster				
Job Access-Reverse Commute (JARC)	20.516	OK-04-0024-00 OK-37-X050-00	16,138 35,446	16,138 35,446
Section 5310	20.513	OK-2016-009-00 OK-16-X011-00 / FY13 OK-2017-011-00 OK-2018-008-00 OK-2019-006-00	419 193 72,570 141,067 295,035	- 193 29,252 100,721 295,035
Subtotal Transit Services Program Cluster			560,868	476,785
Other Programs				
OK Vets Transit Program	20.500	OK-04-0019-00 OK-04-0024-00	5,133 1,287	5,133 1,287
			6,420	6,420
NADTC	20.514	DC-64-5313	46,131	-
			46,131	-
Subtotal Other Programs			52,551	6,420
Pass-Through Program From:				
Oklahoma Department of Transportation				
Long Term Transportation Planning -	20.505	FTA5303-TP19(005)	264,655	-
	20.205	PL 0060 (044) IL	927,820	-
		PL 0060 (044) IL	10,000	-
		PL 0060 (044) IL	11,900	-
		PL 0060 (044) IL	75,000	-
Congestion Mitigation-Air Quality (CMAQ)		CMAQ-272E (213) IG	58,432	-
		CMAQ-272E (159) IG	396,187	396,187
		CMAQ-272E (209) IG	19,274	19,274
Subtotal			1,763,268	415,461
INCOG Pedestrian Bicyclist Safety Program	20.600	PS-19-02-01-05	62,052	-
Subtotal			1,825,320	415,461
Total U.S. Department of Transportation			2,438,739	898,666
<u>U. S Department of Energy</u>				
Direct Program -				
Clean Cities Outreach	81.086	DE-EE0007455 DE-EE0008798 DE-EE0008473	87,500 1,000 6,009	- - -
Subtotal			94,509	-

Continued

Indian Nations Council of Governments
Schedule of Federal Awards
June 30, 2020
(Continued)

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Expenditures	Subrecipient Expenditures
Pass-Through Program From:				
Oklahoma Department of Commerce - Revolving Loan (ARRA)	81.041	Beginning Balance	\$ 1,227,281	\$ -
		Activity	(115,000)	-
		Ending Balance	1,112,281	-
		Revolving Loan Admin	4,674	-
State Energy Program	81.041	17557 SEP 19 PACE	48,521 12,479	- -
<i>Subtotal</i>			<u>61,000</u>	<u>-</u>
Total U.S. Department of Energy			<u>275,183</u>	<u>-</u>
<u>U.S. Department of Health and Human Services</u>				
Pass-Through Program From:				
Oklahoma Department of Human Services				
<i>Aging Cluster</i>				
Area Agency on Aging Title III Part B	93.044	45190005	664,787	440,161
Area Agency on Aging Title III Part C	93.045	45190005	1,294,291	1,189,097
Area Agency on Aging NSIP	93.053	45190005	89,417	89,417
<i>Subtotal Aging Cluster</i>			<u>2,048,495</u>	<u>1,718,675</u>
<i>Other Programs</i>				
Area Agency on Aging Title III Part D	93.043	45190005	42,462	42,462
Area Agency on Aging Title III Part E	93.052	45190005	338,640	313,916
Area Agency on Aging Title VII	93.041	45190005	10,568	-
<i>Subtotal</i>			<u>391,670</u>	<u>356,378</u>
Medicare Improvements for Patients and Providers (MIPPA)	93.518	PA# 20009307	3,290	-
<i>Subtotal</i>			<u>3,290</u>	<u>-</u>
Total U.S. Department of Health and Human Services			<u>2,443,455</u>	<u>2,075,053</u>
<u>U.S. Department of Commerce</u>				
Direct Program -				
Title II, Section 203 Planning Assistance: Continuation Planning	11.302	FED17AUS3020006 ED20AUS3020012	5,527 22,095	- -
Total U.S. Department of Commerce			<u>27,622</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 5,201,714</u>	<u>\$ 2,973,719</u>

Indian Nations Council of Governments
Notes to Schedule of Expenditures of Federal Awards
June 30, 2020

Note A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Indian Nations Council of Governments for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Indian Nations Council of Governments, it is not intended to and does not present the financial position, changes in net position, or cash flows of Indian Nations Council of Governments.

Note B: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note C: Indirect Cost Rate

The INCOG has elected not to use the 10 percent de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.



**HINKLE &
COMPANY**
Strategic PC
Business Advisors

Independent Auditors' Report on Compliance for Each Major Federal Program: Report on Internal Control over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Board of Directors
Indian Nations Council of Governments
Tulsa, Oklahoma

Report on Compliance for Each Major Federal Program

We have audited the INCOG compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have direct and material effect on each of the INCOG's major federal programs for the year ended June 30, 2020. INCOG's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions applicable to its federal programs.

Auditors' Responsibility

Our responsibility is to express an opinion on compliance for each of the INCOG's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the INCOG's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the INCOG's compliance.

Opinion on Each Major Federal Program

In our opinion, the INCOG complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the INCOG is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the INCOG's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the INCOG's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we considered to be material weaknesses. However, material weaknesses may exist that have not been identified. The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the INCOG as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the INCOG's basic financial statements. We issued our report thereon dated February 12, 2021, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is 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 financial statements and certain auditing procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare 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 schedule of expenditure of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Hick & Company, PC

Tulsa, Oklahoma
February 12, 2021



Indian Nations Council of Governments

Schedule of Findings and Questioned Costs

Year Ended June 30, 2020

(Continued)

Summary of Auditors' Results (Continued)

7. The threshold used to distinguish between Type A and Type B programs as those terms are defined in the Uniform Guidance was \$750,000.
8. The INCOG qualified as a low-risk auditee as that term is defined in the Uniform Guidance. ☒ Yes ☐ No

Findings Required to be Reported by Government Auditing Standards

None to report for the June 30, 2020 period.

Findings Required to be Reported by the Uniform Guidance

None to report for the June 30, 2020 period.

Indian Nations Council of Governments
Summary Schedule of Prior Audit Findings
June 30, 2020

Findings Required to be Reported by Government Auditing Standards

None to report for the June 30, 2019 period.

Findings Required to be Reported by the Uniform Guidance

None to report for the June 30, 2019 period.