

TOWN OF FOREST PARK, OKLAHOMA
Report on Audit of Financial Statements
June 30, 2011

CONTENTS

	Page Number
BASIC FINANCIAL STATEMENTS:	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-8
<i>Government-Wide Financial Statements:</i>	
Statement of Fiduciary Net Assets	9
Statement of Activities	10-11
<i>Fund Financial Statements:</i>	
Balance Sheet - Governmental Funds	
Statement of Revenues, Expenditures, and Changes in Fund Balances -Governmental Funds	12
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	13 14
Notes to Basic Financial Statements	15-26
REQUIRED SUPPLEMENTAL INFORMATION:	
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - General Fund	27
OTHER SUPPLEMENTAL INFORMATION:	
Compliance and Internal Control Report	
Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	28-29
Schedule of Expenditures of Federal Awards	30

**INDEPENDENT AUDITOR'S
REPORT**

DILLON & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
1401 S. DOUGLAS BLVD., SUITE A
MIDWEST CITY, OK 73130

ROBERT S. DILLON, CPA
bobdilloncpa@gmail.com

Phone: (405) 732-1800
Fax : (405) 737-7446

Independent Auditor's Report

Town Council
Town of Forest Park
Forest Park, Oklahoma

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Forest Park, Oklahoma, as of and for the year ended June 30, 2011, which collectively comprise the Town of Forest Park's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town of Forest Park's management. Our responsibility is to express an opinion on these financial statements 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 of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Forest Park, Oklahoma, as of June 30, 2011, and the respective changes in financial position, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2011, on our consideration of the Town of Forest Park'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 compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 3 through 8 and page 27 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Forest Park's basic financial statements. The introductory section is presented for purposes of additional analysis and is not a required part of the basic financial statements. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied by us, in the audit of the basic financial statements and, in our opinion, based on our audit, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Dillon & Associates, P.C.

Midwest City, Oklahoma
November 18, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

Town of Forest Park
Management's Discussion and Analysis
June 30, 2011

The following discussion and analysis of the Town of Forest Park's (the Town) financial performance provides an overview of the Town's financial activities for the fiscal year ended June 30, 2011. Please read it in conjunction with the Town's financial statements, which begin on page 9.

Financial Highlights

- The assets of the Town of Forest Park exceeded its liabilities at the close of the most recent fiscal year by \$1,236,579 (net assets), an increase of \$57,558 or 4.8% from the prior year.
- During the year, the Town's expenses for governmental activities were \$683,828 and were funded by program revenues of \$409,332 and further funded with taxes and other general revenues, and grants that totaled \$332,054.
- Sales and use taxes decreased by \$6,173 or 2.9% over the prior fiscal year.
- At June 30, 2011, the General Fund reported an unreserved, undesignated fund balance of \$603,828, an increase of \$90,130 from the prior year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town of Forest Park's basic financial statements. The Town of Forest Park'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 themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad view of the Town of Forest Park's finances in a manner similar to a private-sector business.

The statement of net assets presents information on all of the Town of Forest Park's assets and liabilities with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town of Forest Park is improving or deteriorating.

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Town of Forest Park
Management's Discussion and Analysis
June 30, 2011

Both of the government-wide financial statements distinguish functions of the Town of Forest Park that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Town of Forest Park include general government, public safety, utilities, and culture and recreation.

The government-wide financial statements can be found on pages 9-11 of this report.

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 Town of Forest Park, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Town of Forest Park operates all of its activities through the General Fund (a governmental fund).

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds 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 near-term financing decisions. Both 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.

The Town adopts an annual appropriated budget for its general and other governmental funds. Budgetary comparison statements have been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 12-14 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the financial statements can be found on pages 15-26 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's actual revenues and expenditures on a budgetary basis compared with the original and final budgets for the general fund. Required supplementary information can be found on page 27 of this report.

Town of Forest Park
Management's Discussion and Analysis
June 30, 2011

Government-Wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the Town, assets exceeded liabilities by \$1,236,579 at the close of the most recent fiscal year.

By far the largest portion of the Town's net assets (52%) reflects its investment in capital assets (e.g., land, buildings, improvements, vehicles, and equipment) less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Table 1
Net Assets
(In Thousands)

	Governmental Activities <u>2011</u>	Governmental Activities <u>2010</u>
Current and other assets	\$ 613	534
Capital assets	639	673
Total assets	1,252	1,207
Long-term debt outstanding	-	-
Other liabilities	16	28
Total liabilities	16	28
Net assets:		
Invested in capital assets, net of debt	639	673
Unrestricted	597	506
Total net assets	\$ 1,236	1,179

Town of Forest Park
Management's Discussion and Analysis
June 30, 2011

Table 2
Changes in Net Assets (In Thousands)

	Governmental Activities <u>2011</u>	Governmental Activities <u>2010</u>
Revenues:		
<i>Program revenues</i>		
Charge for services	\$ 409	355
Operating grants and contributions	36	19
Capital grants and contributions	-	56
<i>General revenue:</i>		
Sales and use taxes	205	211
Franchise taxes (fees)	57	58
Other taxes	15	24
Investment income	4	5
Other income	15	1
Total revenues	<u>741</u>	<u>729</u>
 Expenses:		
General government	265	263
Public safety	367	340
Public works	52	75
Total expenses	<u>684</u>	<u>678</u>
 Change in net assets	57	51
Beginning net assets	<u>1,179</u>	<u>1,128</u>
Ending net assets	<u>\$ 1,236</u>	<u>1,179</u>

Town of Forest Park
Management's Discussion and Analysis
June 30, 2011

Governmental activities. Governmental activities increased the Town's net assets by \$57,558. The change in net assets includes the annual depreciation charge related to capital assets.

Financial Analysis of the Government's Funds

As noted earlier, the Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Town's governmental fund reported ending fund balance of \$603,828, an increase of \$90,130, in comparison with the prior year. Approximately 100% of this amount, \$603,828 constitutes unreserved fund balance which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed for capital improvements.

The general fund is the chief operating fund of the Town. At the end of the current fiscal year, unreserved fund balance of the general fund had a balance of \$603,828. As a measure of the general fund's liquidity, it may be useful to compare fund balance to total fund expenditures. Unreserved fund balance represents 100% of total general fund expenditures.

The fund balance of the Town's general fund increased by \$90,130 during the current fiscal year.

Capital Asset and Debt Administration

Capital assets. The Town's investment in capital assets for its governmental and business-type activities as of June 30, 2011, amounts to \$639,511 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, equipment, vehicles, and infrastructure.

Town of Forest Park
Management's Discussion and Analysis
June 30, 2011

Table 3
Capital Assets
(In Thousands)

	Governmental Activities <u>2011</u>	Governmental Activities <u>2010</u>
Land	\$ -	-
Buildings and improvements	590,617	590,617
Machinery and equipment	293,790	270,127
Vehicles	214,180	204,378
Infrastructure	-	-
Less: Accumulated depreciation	(459,076)	(392,241)
	\$ 639,511	672,881

Additional information of the Town's capital assets can be found in Note 3.C. to the basic financial statements.

Long-term debt. As of the end of the current fiscal year, the Town did not have any long-term debt outstanding.

Economic Factors and Next Year's Budgets and Rates

The Town's elected and appointed officials considered many factors when setting the fiscal-year 2011-2012 budget, tax rates, and fees that will be charged for services. One of these factors is the economy. A potential downturn of the national economy is expected to have limited effect on the local economy for the coming year. Employment costs are stable and sales tax revenues continue to increase over previous periods. Revenues are expected to continue to increase at a moderate rate.

These indicators were taken into account when adopting the general fund budget for 2011-2012.

❖ Revenues, transfers in and expenses for the Town's general fund are expected to increase slightly over the actual amounts received and expended in the fiscal year ended June 30, 2011.

Requests for Information

This financial report is designed to provide our citizens, funding agencies, investors, and creditors with a general overview of the Town's finances and to show the Town's accountability for the money it receives. If you have questions about this report, or need additional financial information, contact the Town of Forest Park, 4203 N. Coltrane Rd., Forest Park, Oklahoma 73121.

BASIC FINANCIAL STATEMENTS

Town of Forest Park, Oklahoma
Statement of Net Assets
June 30, 2011

	<u>Primary Government Governmental Activities</u>
ASSETS	
Current assets:	
Pooled cash and cash equivalents	\$ 581,916
Accounts receivable	13,698
Due from other governments	17,197
Total current assets	<u>612,811</u>
Noncurrent assets:	
Capital assets, net of accumulated depreciation	639,511
Total noncurrent assets	<u>639,511</u>
Total assets	<u>1,252,322</u>
LIABILITIES	
Current liabilities:	
Accounts payable and accrued expenses	3,569
Court bonds payable	5,414
Compensated absences payable	6,760
Total current liabilities	<u>15,743</u>
Total liabilities	<u>15,743</u>
NET ASSETS	
Invested in capital assets, net of related debt	639,511
Unrestricted	597,068
Total net assets	<u>\$ 1,236,579</u>

See accompanying notes to the basic financial statement.

Town of Forest Park, Oklahoma
Statement of Activities
For the Year Ended June 30, 2011

	<u>Expenses</u>	<u>Program Revenues</u>			Net (Expense) Revenue
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
PRIMARY GOVERNMENT					
Governmental activities:					
General government	\$ 265,286	145,217	9,682	-	(110,387)
Public safety	367,036	264,115	26,417	-	(76,504)
Public works	51,506	-	-	-	(51,506)
Total government activities	<u>683,828</u>	<u>409,332</u>	<u>36,099</u>	<u>-</u>	<u>(238,397)</u>
 Total primary government	<u>683,828</u>	<u>409,332</u>	<u>36,099</u>	<u>-</u>	<u>(238,397)</u>

Town of Forest Park, Oklahoma
Statement of Activities
For the Year Ended June 30, 2011

	<u>Primary Government Governmental Activities</u>
Change in net assets:	
Net (expense) revenue	\$ <u>(238,397)</u>
General revenues:	
Taxes:	
Sales and use	204,953
Franchise	56,725
Other	14,854
Unrestricted investment income	3,642
Miscellaneous	15,781
Total general revenues and transfers	<u>295,955</u>
Change in net assets	57,558
Net assets - beginning	<u>1,179,021</u>
Net assets - ending	\$ <u><u>1,236,579</u></u>

See accompanying notes to the basic financial statement.

Town of Forest Park, Oklahoma
 Governmental Funds
 Balance Sheet
 June 30, 2011

	General Fund	Total Governmental Funds
ASSETS		
Cash and cash equivalents	\$ 581,916	581,916
Accounts receivable	13,698	13,698
Due from other governments	17,197	17,197
	612,811	612,811
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	3,569	3,569
Court bonds payable	5,414	5,414
	8,983	8,983
Total liabilities (Note 2)		
Fund balances:		
Unreserved, reported in:		
General fund	603,828	603,828
	603,828	603,828
Total fund balances		
	612,811	612,811
Total liabilities and fund balances		
	\$ 612,811	612,811
Amounts reported for governmental activities in the statement of net assets (Exhibit 1) are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not required in the funds.		639,511
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Accrued compensated absences		(6,760)
		(6,760)
Net assets of governmental activities		\$ 1,236,579
		1,236,579

See accompanying notes to the basic financial statement.

Town of Forest Park, Oklahoma
 Governmental Funds
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 For the Year Ended June 30, 2011

	<u>General Fund</u>
REVENUES	
Taxes	\$ 276,532
Intergovernmental	36,099
Licenses and permits	5,448
Charge for services	139,769
Fines and forfeitures	264,115
Interest	3,642
Miscellaneous	15,782
Total revenues	<u>741,387</u>
 EXPENDITURES	
Current:	
General government	247,533
Public safety	347,584
Public works	56,140
Total expenditures	<u>651,257</u>
Net change in fund balances	90,130
Fund balances-beginning	<u>513,698</u>
Fund balances-ending	<u><u>\$ 603,828</u></u>

See accompanying notes to the basic financial statement.

Town of Forest Park, Oklahoma
 Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
For the Year Ended June 30, 2011

Net change in fund balances - total governmental funds \$ 90,130

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay expenditures exceeded depreciation in the current reporting period.

Capital outlay expenditures, net	33,465
Depreciation expense	(66,835)
	(33,370)

Change in accrued compensated absences	798
	798

Change in net assets of governmental activities.	\$ 57,558
	57,558

**NOTES TO BASIC
FINANCIAL STATEMENTS**

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Town have been prepared in accordance with Generally Accepted Accounting Principles (GAAP). GAAP statements include all relevant Governmental Accounting Standards Board (GASB) pronouncements. In accordance with GASB Statement Nos. 20, 34, and 39, for its governmental and business-type activities, enterprise funds the Town has elected to apply Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails.

1.A. - Reporting entity

The Town of Forest Park, Oklahoma (the Town) operates under a council-manager form of government under Title 11 of the *Oklahoma Statutes*. The Town provides the following services to its citizens: public safety (police and fire), utilities (streets), culture and recreation, general government and administration.

In determining the financial reporting entity, the Town complies with the provisions of Governmental Accounting Standards Board Statement Nos. 14, 34, and 39.

1.B. - BASIS OF PRESENTATION

Basic financial statements are presented at both the government-wide and fund financial level. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Government-wide financial statements display information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements.

These statements focus on the sustainability of the Town as an entity and the change in aggregate financial position resulting from the activities of the fiscal period. These aggregated statements consist of the Statement of Net Assets and the Statement of Activities. The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is 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. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fund financial statements display information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified and summarized as governmental, proprietary, or fiduciary. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column within each fund type in the financial section of the basic financial statements and are detailed in the supplemental information.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule include charges between the Town's business-type activities/enterprise funds, as well as some special revenue funds, and the General Fund. The Town allocates charges as reimbursement for services provided by the General Fund in support of those functions based on levels of service provided. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

1.C. - BASIS OF PRESENTATION

The financial transactions of the Town are recorded in individual funds. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

GASB 34 sets forth minimum criteria (percentage of the assets liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The Town selectively added funds as major funds, which either had debt outstanding or specific community focus. Non-major funds are combined in a column in the fund financial statements and detailed in the combining section.

The Town reports the following major governmental funds:

General Fund

This is the Town's primary operating fund. It accounts for all the financial operations of the Town except those required to be accounted for in another fund. Principal sources of revenue are sales tax, licenses and permits, state and county shared revenues and fines and forfeitures. Primary expenditures are for general government, public safety, public works and community development.

1.D. - MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

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

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The Government-wide Financial Statements are presented on a *full accrual* basis of accounting with an *economic resource* measurement focus. An economic resource focus concentrates on an entity or fund's net assets. All transactions and events that affect the total economic resources (net assets) during the period are reported. An economic resources measurement focus is inextricably connected with full accrual accounting. Under the full accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash inflows and outflows.

Governmental Fund Financial Statements are presented on a *modified accrual* basis of accounting with a *current financial resource* measurement focus. This measurement focus concentrates on the fund's resources available for spending in the near future. Only transactions and events affecting the fund's current financial resources during the period are reported. Similar to the connection between an economic resource measurement focus and full accrual accounting, a current financial resource measurement focus is inseparable from a modified accrual basis of accounting. Under modified accrual 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, the Town 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.

A deferred revenue liability arises in the Governmental Funds Balance Sheet when potential revenue does not meet both the *measurable* and *available* criteria for recognition in the current period. In the government-wide Statement of Net Assets, with a full accrual basis of accounting, revenue must be recognized as soon as it is earned regardless of its availability. Thus, the liability created on the Governmental Fund Balance Sheet for unavailable deferred revenue is eliminated. Note that deferred revenues also arise outside the scope of measurement focus and basis of accounting, such as when the Town receives resources before it has a legal claim to them. For instance, when grant monies are received prior to the incurrence of qualifying expenditures.

Similar to the way its revenues are recorded, governmental funds only record those expenditures that affect current financial resources. Principal and interest on general long-term debt are recorded as fund liabilities only when due, or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. Vested compensated absences are recorded as expenditures only to the extent that they are expected to be liquidated with expendable financial resources. In the government-wide financial statements, however, with a full accrual basis of accounting, all expenditures affecting the economic resource status of the government must be recognized. Thus, the expense and related accrued liability for long term portions of debt and compensated absences must be included.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is necessary to explain the adjustments needed to transform the fund based financial statements into the governmental column of the government-wide presentation. This reconciliation is part of the financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

1.E. - ASSETS, LIABILITIES AND NET ASSETS

Cash and Investments

Cash and cash equivalents include cash on hand, demand deposits, short-term investments with original or remaining maturities of three months or less when purchased, and cash and investments in the Town-wide investment pool. Investments, including equity in pooled cash and investments, are stated at fair value.

Restricted Assets

Assets whose use is restricted for construction, debt service or by other agreement are segregated on the Government-wide Statement of Net Assets and the Proprietary Fund Statement of Net Assets.

Receivables and Payables

Activity between funds that represent lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e. the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

Uncollected property taxes receivable that are collected within 60 days after year-end are considered measurable and available and, therefore, are recognized as revenue.

Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial, individual cost of more than \$1,500 (amount not rounded) 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.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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.

Property, plant, and equipment of the primary government, as well as the component units, is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	40-50
Equipment	5-10
Vehicles	7-20
Infrastructure	15-40

Equity classifications

Government-wide Statements

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

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

It is the Town's policy to first use restricted net assets 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.

Use of Estimates

In preparing the Town of Forest Park's financial statements, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

Subsequent events have been evaluated through November 18, 2011, which is the date the financial statements were issued.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

2.A. - Budgetary information

The Town has adopted the provisions of the Municipal Budget Act of 1979 (the "Budget Act"). In accordance with the Budget Act, the following process is used to adopt the annual budget:

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

All funds (except those of the Public Trust component units) with revenues and expenditures are required to have annual budgets approved by the Town Council. The legal level of control at which expenditures may not legally exceed appropriations is the total department level within a fund. The Budget Act recognizes the following object categories as a control level by department within a fund:

- | | |
|------------------------------|-----------------------|
| - Personal Services | - Capital Outlay |
| - Materials and Supplies | - Debt Service |
| - Other Services and Charges | - Interfund Transfers |

All transfers of appropriation between funds and supplemental appropriations require Town Council approval. The Town Clerk may transfer appropriations between object categories within a fund without Town Council approval. Supplemental appropriations must also be filed with the Office of State Auditor and Inspector.

The Town prepares its budgets for all funds on the modified accrual basis of accounting.

The Town utilizes encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve a portion of the applicable appropriation. All appropriations and encumbrances outstanding at year-end lapse and any open commitments to be honored in the subsequent budget year are reappropriated in the new year's budget. As a result, encumbrances outstanding at year-end are not treated as expenditures in the budget and actual financial statements until the year they become expenditures.

For the year ended June 30, 2011, the Town complied, in all material respects, with the applicable budget laws as discussed in Note 1. Supplemental appropriations reflected in the budget amounts reported in the financial statements were properly approved by the Town Council.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 3 - DETAILED NOTES - TRANSACTION CLASSES/ACCOUNTS

The following notes present detailed information to support the amounts reported in the basic financial statements for the Town's various assets, liabilities, net assets/fund balances, revenues and expenditures/expenses.

3.A. - Deposits and Investment Risks:

	<u>Carrying Value</u>
Deposits	
Demand deposits	\$ <u>581,916</u>
Total Deposits and Investments	<u>\$ <u>581,916</u></u>
 Reconciliation to Statement of Net Assets	
Cash	\$ 581,916
Investments	<u>0</u>
	<u>\$ <u>581,916</u></u>

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

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

The bank balances of the Town's deposits totaled \$610,705 at June 30, 2011. At June 30, 2011, the Town was not exposed to custodial credit risk as defined above.

Investment Credit Risk - The Town's investment policy limits investments to those allowed in state law applicable to municipalities. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Town has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations - rating agencies - as of the year end. Unless there is information to the contrary, obligations of the U.S. Government

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 3 - DETAILED NOTES - TRANSACTION CLASSES/ACCOUNTS - Continued

or obligations explicitly guaranteed by the U.S. Government are not considered to have credit risk and do not require disclosure of credit quality.

As noted in the schedule of deposits and investments above, at June 30, 2011, all of the Town's investments in debt securities were rated either AAm by Standard and Poor's or Aaa by Moody's Investor Service.

Investment Interest Rate Risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Town discloses its exposure to interest rate risk by disclosing the maturity dates of its investments.

As noted in the schedule of deposits and investments above, at June 30, 2011, the investments held by the Town had no stated maturity dates.

Concentration of Investment Credit Risk - Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the Town (any over 5% are disclosed). Investments issued or explicitly guaranteed by the U.S. Government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this concentration. At June 30, 2011, the Town had no concentration of credit risk as defined above.

3.B. Receivables

Receivables as of June 30, 2011, for the Town of Forest Park's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

	General <u>Fund</u>
Receivables:	
Taxes	\$ 17,197
Accounts (Town Fees)	13,698
	<u>\$ 30,895</u>

3.C. Capital assets

Capital asset balances and activities for the year ended June 30, 2011, were as follows:

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 3 - DETAILED NOTES - TRANSACTION CLASSES/ACCOUNTS - Continued

Governmental activities

Capital assets not being depreciated :

Land	\$	-	-	-	-
Total capital assets not being depreciated		-	-	-	-

Capital assets being depreciated :

Buildings and improvements	590,617	-	-	590,617
Machinery and equipment	270,127	33,465	-	303,592
Vehicles	204,378	-	-	204,378
Infrastructure	-	-	-	-
Total capital assets being depreciated	<u>1,065,122</u>	<u>33,465</u>	<u>-</u>	<u>1,098,587</u>

Less accumulated depreciation for :

Buildings and improvements	(163,969)	(15,423)	-	(179,392)
Machinery and equipment	(113,347)	(51,412)	-	(164,759)
Vehicles	(114,925)	-	-	(114,925)
Infrastructure	-	-	-	-
Total accumulated depreciation	<u>(392,241)</u>	<u>(66,835)</u>	<u>-</u>	<u>(459,076)</u>

Total capital assets being depreciated, net	<u>672,881</u>	<u>(33,370)</u>	<u>-</u>	<u>639,511</u>
Governmental activities capital assets, net \$	<u><u>672,881</u></u>	<u><u>(33,370)</u></u>	<u><u>-</u></u>	<u><u>639,511</u></u>

Depreciation expense was charged to functions/programs as follows:

Governmental activities:

General government	\$	18,551
Public safety		43,116
Public works		5,168

Total depreciation expense - governmental activities	<u>\$</u>	<u><u>66,835</u></u>
--	-----------	----------------------

3.D. Deposits subject to refund

Appearance bonds and other payments made to the municipal court funds are held until final disposition by the court at which time they are refunded to the bondholder or paid over to the Town general fund as fines. As of June 30, 2011, \$5,414 was being held that was subject to refund.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 3 - DETAILED NOTES - TRANSACTION CLASSES/ACCOUNTS - Continued

3.E. Compensated absences

Full-time employees with at least one year of service earn vacation of ten to twenty-five days per year depending on years of service completed. A maximum of five days may be carried over from one benefit year into another. Payment in lieu of vacation is limited to a maximum of five days. In accordance with guidelines set forth by GASB Statement No. 16, *Accounting and Financial Reporting Principles for Claims and Judgments and Compensated Absences*, a provision has been made for accumulated vacation in the amount of \$6,760.

NOTE 4 - OTHER NOTES

4.A. Risk management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Town has insurance for the major risks such as property and general liability and workers compensation. Judgments against the Town may be paid by a property tax assessment over a three-year period.

4.B. Contingent liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. 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 the grantor cannot be determined at this time, although the Town expects such amounts, if any, to be immaterial.

The Town is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the Town's counsel the resolution of these matters will not have a materially adverse effect on the financial condition of the Town.

4.C. Employee retirement systems and pension plans

The Town of Forest Park participates in the Oklahoma State Police Pension and Retirement System and the Oklahoma State Firefighters' Pension and Retirement System, both of which are cost-sharing multiple-employer defined benefit pension plans administered by the State of Oklahoma. Additionally, for other Town employees not covered by the other plans, the Town of Forest Park maintains a single-employer defined benefit plan - the Town of Forest Park, Oklahoma Employee Retirement Plan.

Oklahoma Police Pension and Retirement Systems

The Town of Forest Park, as the employer, participates in two statewide cost-sharing multiple employer defined benefit plans on behalf of the police officers and firefighters. The systems are funded by contributions from participants, employers, insurance premium taxes, and state appropriations, as necessary. The following is a summary of eligibility factors, contribution methods, and benefit provisions.

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 4 - OTHER NOTES - Continued

A. Eligibility Factors, Contribution Methods, and Benefit Provisions

	Oklahoma Police Pension and Retirement System
Obtaining separately issued financial statements	Police Pension and Retirement 1001 N.W. 63rd St., Suite 605 Oklahoma Town, OK 73116-7335
Eligibility to participate	All full-time officers, employed by a participating municipality, not less than 21 years of age or more than 45 years of age when hired.
Authority establishing contribution obligations and benefits	State Statute
Employee's contribution rate (percent of covered Payroll)	8%
State obligation	State appropriation to fund the unfunded actuarial accrued liability
Period required to vest	10 years
Eligibility and benefits distribution (full time)	20 years credited service, 2 1/2% of final average salary multiplied by the years of credited service with a maximum of 30 years considered; if vested, at or after age 50, or after 10 but before 20 years of credited service, with reduced benefits.
	-
Eligibility and benefits for distribution (volunteer)	Yes, 20 years credited service with additional option to participate in Louisiana Plan.
Deferred retirement option	Yes
Provisions for: Cost of living adjustments (normal retirement)	Yes
Death (duty, non-duty, post retirement)	Yes
Disability (duty, non-duty)	Yes
Cost of living allowances	

Town of Forest Park, Oklahoma
Notes to Financial Statements
June 30, 2011

NOTE 4 - OTHER NOTES - Continued

B. Trend Information

Contributions required by State statute and made:

Fiscal Year	Oklahoma Police Pension and Retirement System
	Required Contribution
2009	\$ 13,281.78
2010	14,751.78
2011	14,237.95
	Percentage Contributed
	100%
	100%
	100%

Trend information showing the progress of the Systems in accumulating sufficient assets to pay benefits when due is presented in their respective separate annual financial reports.

Oklahoma State Firefighters' Pension and Retirement System (OFPRS)

Plan Description - The OFPRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The ability to establish and amend benefit provisions is delegated to the administrators of the OFPRS. The OFPRS issues a publicly available financial report that includes financial statements and required supplementary information for the fire employees of the Town. That report may be obtained by writing to the Oklahoma State Firefighters' Pension and Retirement System, 4545 North Lincoln Boulevard, Suite 265, Oklahoma City, Oklahoma 73105, or by calling 1-405-525-7813.

Funding Policy - The Town of Forest Park contributes \$60 per volunteer firefighter.

C. Related Party Investments

As of June 30, 2011, the Systems held no related-party investments of the Town or of its related entities.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Town of Forest Park, Oklahoma
General Fund
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended June 30, 2011

	Budget		Actual	Variance with Final Budget Over Under
	Original	Final		(Under)
REVENUES				
Taxes	\$ 288,662	288,662	276,532	(12,130)
Intergovernmental	283,116	294,512	36,099	(258,413)
Licenses and permits	8,000	8,000	5,448	(2,552)
Charge for services	135,000	135,000	139,769	4,769
Fines and forfeitures	188,820	215,000	264,115	49,115
Interest	2,500	2,500	3,642	1,142
Miscellaneous	29,967	69,967	15,782	(54,185)
Total revenues	<u>936,065</u>	<u>1,013,641</u>	<u>741,387</u>	<u>(272,254)</u>
EXPENDITURES				
General government:				
Administration	263,189	285,944	247,533	38,411
Public safety:				
Police	275,235	367,159	281,375	85,784
Fire	40,290	69,246	66,209	3,037
Public works:				
Streets	321,286	325,686	56,140	269,546
Total expenditures	<u>900,000</u>	<u>1,048,035</u>	<u>651,257</u>	<u>396,778</u>
Excess (deficiency) of revenues over (under) expenditures	36,065	(34,394)	90,130	(669,032)
OTHER FINANCING SOURCES (USES)				
None	-	-	-	-
Net change in fund balances	36,065	(34,394)	90,130	(669,032)
Fund balances - beginning	513,698	513,698	513,698	-
Fund balances - ending	<u>\$ 549,763</u>	<u>479,304</u>	<u>603,828</u>	<u>(669,032)</u>

See accompanying notes to the basic financial statement.

**OTHER SUPPLEMENTARY
INFORMATION**

DILLON & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
1401 S. DOUGLAS BLVD., SUITE A
MIDWEST CITY, OK 73130

ROBERT S. DILLON, CPA
bobdilloncpa@gmail.com

Phone: (405) 732-1800
Fax : (405) 737-7446

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and Town Council Members
Town of Forest Park, Oklahoma

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Town of Forest Park, Oklahoma, as of and for the year ended June 30, 2011, which collectively comprise the Town of Forest Park's basic financial statements and have issued our report thereon dated November 18, 2011. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Town of Forest Park, Oklahoma's internal control over financial reporting as a basis for our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Town of Forest Park's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Town of Forest Park, Oklahoma's internal control over financial reporting.

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 misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the following paragraph that we consider to be significant deficiencies in internal control over financial reporting. Finding 2011-1 is considered a significant deficiency. A significant deficiency is a deficiency, or 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.

Finding 2011-1 Presentation of Financial Statements

In accordance with accounting standard SAS 115, should management choose to allow the auditors to prepare the Town's financial statements, including full footnote disclose, instead of preparing the statements themselves, this is considered an internal control deficiency. While it is common practice for the auditors to prepare the financial statements for many organizations, the standard requires us to communicate to those charged with governance this choice to have the auditors prepare the financial statements as a significant deficiency or material weakness. This is to ensure that you understand that the auditors, not management, have prepared the financial statements and allow those charged with governance the ability to determine whether the cost of implementing an appropriate control to prepare the financial statements outweighs the benefit that could be gained. An appropriate control could be hiring additional staff with knowledge and ability to prepare the financial statements or hiring another accountant to prepare the financial statements before the audit commences.

Management Response

In accordance with the Statement of Auditing Standards (SAS) No. 115, it is the responsibility of the Town of Forest Park to prepare the Town's financial statements. The Town of Forest Park chose to allow the independent auditor to prepare the financial statements for the reporting period, as has been standard practice for previous audits. It is important to note that this practice is not precluded under the guideline, but rather is listed as a significant deficiency under published standards.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Town of Forest Park, Oklahoma's financial statements are free of 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*.

We noted certain matters that we reported to management of the Town of Forest Park, Oklahoma in a separate letter dated November 18, 2011.

This report is intended solely for the information and use of the Town Council and management of the Town of Forest Park, Oklahoma, others within the entity and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Dillon & Associates, P.C.

Midwest City, Oklahoma
November 18, 2011

Town of Forest Park, Oklahoma
Schedule of Expenditures of Federal Awards
June 30, 2011

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS - THROUGH GRANTOR NUMBER	PROGRAM OR AWARD AMOUNT	EXPENDITURES
None			\$ -	-
Total Federal Assistance			-	-
 STATE PROGRAMS				
<u>State of Oklahoma</u>				
Passed through the Oklahoma Dept. of Agriculture, Food and Forestry Services :				
Fire Grant			22,096	22,096
Rural Fire Defense Program			4,400	4,400
 Passed through the Association of Central Oklahoma Governments (ACOG) :				
REAP Grant - Street Signs			9,682	9,682
Total State of Oklahoma			14,082	14,082
Total Federal and State Assistance			\$ 14,082	14,082

Notes to Schedule of Expenditures of Federal Awards

Note A - Significant Accounting Policies - The accompanying schedule of expenditures of federal awards is prepared on the basis of accounting consistent with the definition of federal awards expended in paragraph 205 of OMB Circular A-133.