

**PUTNAM & COMPANY, PLLC**  
**Certified Public Accountants**  
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Office of the State Auditor & Inspector  
State of Oklahoma  
2300 North Lincoln Boulevard, Room 100  
Oklahoma City, Oklahoma 73105

We have compiled the *Fiscal Year 2012-13 Annual Survey of City and Town Finances* for the Town of Knowles, Oklahoma. (SA&I Form 2644) included in the accompanying prescribed form, and accordingly, do not express an opinion or provide any assurance about whether the financial statements and supporting information are in accordance with the form prescribed by the Oklahoma State Auditor & Inspector.

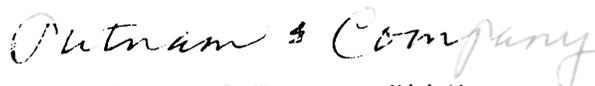
Management is responsible for the preparation and fair presentation of the financial statements and supporting information in accordance with the form prescribed by the Oklahoma State Auditor & Inspector and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements as presented in the *Annual Survey of City and Town Finances*.

Our responsibility is to conduct the compilation in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements and supporting information without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements and supporting information.

The financial statements and supporting information included in the accompanying prescribed form are presented in accordance with the requirements of the Oklahoma State Auditor & Inspector and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all disclosures normally included in financial statements prepared in accordance with generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the financial position and results of operations. Accordingly, these financial statements and supporting information are not designed for those who are not informed about such matters.

This report is intended solely for the information and use of management and the Office of the Oklahoma State Auditor & Inspector, and it is not intended to be and should not be used by anyone other than these specified parties.

  
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<p><b>DUE DATE: December 31, 2013</b> Submit one copy to the State Auditor's Office</p>	<p><b>OFFICE OF THE STATE AUDITOR AND INSPECTOR</b> <b>STATE OF OKLAHOMA</b> Gary Jones, Auditor and Inspector Annual Survey of City and Town Finances</p>
<p style="text-align: center;"><b>IMPORTANT</b></p> <p>Please furnish data for your government's fiscal year that ended on June 30, 2013.</p> <p>This report will be used by the Office of the State Auditor, the Oklahoma Municipal League, public interest groups, and State and Federal agencies. The information will also be furnished to the Census Bureau.</p> <p>Please file electronically at <a href="http://www.sai.ok.gov">www.sai.ok.gov</a></p>	<p style="text-align: center;">Town of Knowles, Oklahoma</p> <p style="text-align: center;">Rt 1, Box 83A</p> <p style="text-align: center;">Knowles, Oklahoma 73844</p>
<p><b>RETURN TO</b></p> <p style="text-align: center;"><b>Office of the Auditor and Inspector</b> <b>State of Oklahoma</b> at <a href="http://www.sai.ok.gov">www.sai.ok.gov</a></p>	<p style="text-align: center;"><i>(Please correct any error in name, address, and ZIP Code)</i></p>

**Part I TAX REVENUES**

Report all funds of your government, including public trusts, water districts, joint airport boards, parking districts, rural water, sewer, gas and solid waste management districts (with ex officio boards), separate road districts, sewer districts, utilities authorities, and zoning districts.

Transfers — Exclude transfers and amounts drawn from sale or purchase of investments.

Item	General Fund Amount (Omit cents)	Other Funds Amount (Omit cents)
<b>A. Tax revenues</b>		
1. <b>Property taxes, penalties and interest</b> - Report all municipal property taxes, including property taxes collected by the county and paid to your municipality for the retirement of G.O. bonds	101	101
2. <b>Municipal sales tax</b> - If your municipality imposes a local sales tax, report the amount of this tax actually received from the State, which collects this tax for cities and towns	104 939	104
3. <b>Franchise taxes</b> - Taxes imposed by your city or town on the receipts of a utility, such as gas, electric, telephone, cable, etc	115	115
4. <b>Business and occupation licensing and permits</b> - Licenses and inspection charges on occupations and businesses. Includes building permits, plumbing and electrical permits, dog tags, taxi and bicycle license, vending machine licenses, beer and liquor licenses, etc	124	124
5. <b>Other licensing and permits</b>	129	129
6. <b>Other</b>	199	98
<b>TOTAL TAX REVENUES</b>	<b>\$ 939</b>	<b>\$ 98</b>
<b>B. Intergovernmental revenues</b>		
1. Liquor tax from State	C32	C32
2. Gas tax, tags, vehicle fees from State	C46 857	C46
State Grant	C89	C89
3. Other State grants and reimbursements (Identify)	4,258	4,258
4. Reimbursements from other local governments	D89	D89
5. Federal grants	E89	E89
a		
b		
6. Utility grants (type of utility)	GAA	GAA
a		
b		
<b>TOTAL INTERGOVERNMENTAL REVENUES</b>	<b>\$ 5,115</b>	<b>\$</b>
<b>C. Other revenues</b>		
1. Trash collection charges	A91	A91
2. Sewer fees	A92	A92
3. Water utility charges	A91 2,003	A91
4. Electric utility charges	A92	A92
5. Gas utility charges	A93	A93
6. Miscellaneous commercial activity	A93 480	A93
7. All other charges for services	A89 190	A89
8. Interest earnings	U20 133	U20
9. Fines and forfeits (City or town share only)	U30	U30
10. Other miscellaneous revenues	U99 19	U99
<b>TOTAL OTHER REVENUES</b>	<b>\$ 2,825</b>	<b>\$</b>

<b>Part IIA EXPENDITURES -- CURRENT AND CAPITAL</b>		
<p><b>Current expenditures</b> are for salaries and wages and day-to-day operations.  <b>Capital expenditures</b> are for purchase of equipment, land, buildings, and for construction.</p>		
Expenditures	Amount (Omit cents)	
	Current (a)	Capital (b)
1. Financial -- general administration	E.23 10912	F.23
2. Streets and alleys	E.44	F.44
3. Police	E.52	F.52
4. Fire	E.24	F.24
5. Trash collection	E.61	F.61
6. Sewer	E.82	F.82
7. Water utility	E.91	F.91
8. Electric utility	E.92	F.92
9. Gas utility	E.93	F.93
10. Debt service	E.23	
11. Miscellaneous commercial activity	E.21	F.21
12. All other expenditures	E.99	F.99
<b>TOTALS</b>	<b>\$ 10912</b>	<b>\$</b>

<b>Part IIB EXPENDITURES -- SALARIES AND WAGES</b>	
Report salaries and wages for all employees, full- and part-time. Include salaries paid by any utility owned and operated by your government. Report salaries and wages before deductions for income taxes, social security or retirement coverage.	Amount (Omit cents) \$

<b>Part III DEBT</b>						
Also include industrial revenue or pollution control bonds, if issued by your city or town.						
Item	Amount (Omit cents)					
	Outstanding debt, beginning of year (a)	Debt during this fiscal year		Outstanding at end fiscal year		Interest paid this fiscal year (f)
		Issued (b)	Retired (c)	Revenue bonds (d)	G.O. bonds (e)	
1. Water utility	19U	29U	39U	49U	41U	14
2. Electric utility	19U	29U	39U	49U	41U	14
3. Gas utility	19U	29U	39U	49U	41U	14
4. All other debt	19U	29U	39U	49U	41U	14
5. Industrial revenue and pollution control debt	19T	24T	34T	44T		

<b>Part IV ASSETS</b>	
Total cash and investments of municipal funds at the end of the fiscal year.	Amount (Omit cents) \$ <b>34,632</b>

Remarks

UNAUDITED----SEE ACCOUNTANT'S COMPILATION REPORT

<b>Part V DATA SUPPLIED BY:</b>				
Signature of official		Date	5-26-14	
Printed name of official	Jerry W. Putnam, CPA	Title	Budget Maker	
Official's Email Address	jwpcpa@flash.net	Telephone	Area code	Number
			405	348-3800