

Independent Auditor's Report

McClain County 911 Trust Authority

Year Ending June 30, 2015

McCLAIN COUNTY 911 TRUST AUTHORITY
Purcell, Oklahoma
June 30, 2015

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees
McClain County 911 Trust Authority
Purcell, Oklahoma

Report on the Financial Statements

We have audited the accompanying modified cash basis financial statements of the McClain County 911 Trust Authority, Purcell, Oklahoma, a component unit of McClain County, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Authority'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 these financial statements in accordance with the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 the 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 Authority'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 Authority'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

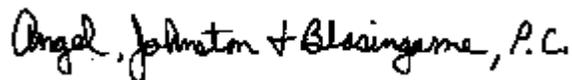
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position-modified cash basis of the McClain County 911 Trust Authority as of June 30, 2015, and the respective changes in financial position-modified cash basis and cash flows-modified cash basis, thereof for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated, January 13, 2016, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 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 Authority's internal control over financial reporting and compliance.



Angel, Johnston & Blasingame, P.C.
Chickasha, Oklahoma
January 13, 2016

McCLAIN COUNTY 911 TRUST AUTHORITY
STATEMENT OF NET POSITION
MODIFIED CASH BASIS
June 30, 2015

ASSETS

Current Assets

Cash and cash equivalents	\$ <u>353,326.14</u>
<i>Total Current Assets</i>	<u>353,326.14</u>

Noncurrent Assets

Capital Assets (net of accumulated depreciation)	<u>69,862.14</u>
<i>Total Noncurrent Assets</i>	<u>69,862.14</u>

<i>Total Assets</i>	\$ <u><u>423,188.28</u></u>
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LIABILITIES

Current Liabilities	\$ <u>0.00</u>
<i>Total Current Liabilities</i>	<u>0.00</u>

Noncurrent Liabilities	<u>0.00</u>
<i>Total Noncurrent Liabilities</i>	<u>0.00</u>

<i>Total Liabilities</i>	\$ <u><u>0.00</u></u>
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NET POSITION

Net Investment in Capital Assets	69,862.14
Restricted	0.00
Unrestricted	<u>353,326.14</u>
<i>Total Net Position</i>	<u><u>\$ 423,188.28</u></u>

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

McCLAIN COUNTY 911 TRUST AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
MODIFIED CASH BASIS
For the Year Ended June 30, 2015

Operating Revenues:	
Wireline 911 service fees	\$ 53,353.54
Wireless 911 service fees	191,360.59
Wireless 911 Pre-Paid	28,586.38
Agency Usage fees	30,927.42
VOIP User fees	514.58
Map/Audio tape reimbursements	25.00
Refunds and rebates	30,234.54
Total Operating Revenues	<u>335,002.05</u>
Operating Expenses:	
Salaries	116,106.63
911 Network Database	48,548.87
Equipment Maintenance	40,936.87
Professional Fees	12,387.50
Agency Dispatch Fees	33,195.30
Utilities	2,288.09
Dues/Memberships	362.00
Office Supplies	1,065.94
Training Costs	1,252.70
Vehicle Fuel/Maintenance	6,292.38
Web Site Hosting	51.00
Depreciation	<u>37,183.92</u>
Total Operating Expenses	<u>299,671.20</u>
Operating Income (Loss)	35,330.85
Non-Operating Revenues (Expenses)	
Interest Income	<u>328.68</u>
Total Non-Operating Revenues (Expenses)	<u>328.68</u>
Change in Net Position	35,659.53
Net Position-Beginning of Year	<u>387,528.75</u>
Net Position-End of Year	<u><u>\$ 423,188.28</u></u>

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

McCLAIN COUNTY 911 TRUST AUTHORITY
STATEMENT OF CASH FLOWS
MODIFIED CASH BASIS
For the Year Ended June 30, 2015

Cash flows from operating activities:	
Operating receipts	\$ 335,002.05
Cash paid for operating expenses	(146,380.65)
Cash paid for employee services	<u>(116,106.63)</u>
<i>Net Cash provided (used) by operating activities</i>	<u>72,514.77</u>
 Cash flows from noncapital financing activities:	
Transfers to other funds	0.00
Transfers from other funds	<u>0.00</u>
<i>Net cash provided (used) by noncapital financing activities</i>	0.00
 Cash flows from capital and related financing activities:	
Interest Expense	0.00
Acquisition/disposal of capital assets	<u>(2,442.96)</u>
<i>Net Cash provided (used) by capital and related financing activities</i>	<u>(2,442.96)</u>
 Cash flows from investing activities:	
Investment income received (interest)	<u>328.68</u>
<i>Net cash provided (used) by investing activities</i>	328.68
<i>Net Increase (Decrease) in cash and cash equivalents</i>	70,400.49
<i>Beginning Cash and Cash Equivalents</i>	<u>282,925.65</u>
<i>Ending Cash and Cash Equivalents</i>	<u><u>\$ 353,326.14</u></u>
 Reconciliation of Operating Income to Net Cash Provided (used) by Operating Activities:	
Operating Income	\$ 35,330.85
Adjustment to Reconcile Operating Income to Net Cash Provided (used) by Operating Activities:	
Depreciation Expense	<u>37,183.92</u>
Net Cash Provided (used) by Operating Activities	<u><u>\$ 72,514.77</u></u>

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

McCLAIN COUNTY 911 TRUST AUTHORITY
PURCELL, OKLAHOMA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

Note 1 – Summary of Significant Accounting Policies

1.A. Reporting Entity

McClain County 911 Trust Authority, Purcell, Oklahoma was established September 18, 2000, pursuant to Title 60 of O.S. 1991, Section 176 to 180.3, inclusive. The purpose of this trust is to provide to the residents of McClain County the highest quality emergency services possible with the shortest response time possible.

Related Organizations

McClain County - McClain County is the beneficiary of the trust. The elected McClain County commissioners are the Authority's trustees. The Authority's financials are material to McClain County. Therefore the Authority is considered to be a component unit of McClain County.

McClain County is the trust beneficiary and will receive all resident trust assets upon termination of the trust. The accompanying financial statements include all functions and activities over which the Authority exercises financial accountability. There are no other entities for which the Authority is considered to be financially accountable, and as such, no other entities are presented. The Authority is considered to be a component unit of McClain County. McClain County's financial information is not presented in these financial statements. McClain County financial audits are readily obtainable at, www.sai.ok.gov, the State Auditor's website.

1.B. Basis of Presentation

The Authority's fund is an enterprise fund. Enterprise funds are proprietary funds used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector.

1.C. Measurement Focus and Basis of Accounting

Measurement focus refers to how transactions are recorded within the various financial statements. Basis of accounting refers to when transactions are recorded regardless of the measurement focus applied.

The Authority's financial statements use the economic resources measurement focus and the modified cash basis of accounting. Revenues are recognized when they are received and expenses are recorded when paid with the following modifications:

- Capital assets are recorded when purchased and related depreciation is recorded.

McCLAIN COUNTY 911 TRUST AUTHORITY
PURCELL, OKLAHOMA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

1.C. Measurement Focus and Basis of Accounting (continued)

If the Authority utilized the basis of accounting recognized as generally accepted, the financial statements would use the accrual basis of accounting. In other words, revenue would be recognized when earned and expenses would be recorded when the liability is incurred or economic asset used.

1.D. Assets, Liabilities and Net Position

Cash & Cash Equivalents - For the purposes of the statement of cash flows, the Authority considers all cash on hand, demand deposit accounts, interest bearing checking accounts and time deposit accounts including certificates of deposit with maturities of three months or less to be cash and cash equivalents.

Capital Assets - All capital assets are capitalized at cost and updated for additions and retirements during the year. The Authority capitalizes assets with an initial cost of \$500 or greater and a life in excess of one year. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset’s life are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Equipment and Vehicles	5
Hardware and Software	5
Furniture	7
Buildings	25

Notes Payable - Notes Payable are to be repaid from the authority resources are reported as liabilities in the statement of net position. The Authority had no notes payable during the year.

Net Position – Net Position is divided into three components:

- a. *Net Investment in Capital Assets* – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributed to the acquisition, construction, or improvements of those assets.
- b. *Restricted net position* – Consists of net assets 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.

McCLAIN COUNTY 911 TRUST AUTHORITY
PURCELL, OKLAHOMA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

1.D. Assets, Liabilities and Net Position (continued)

- c. *Unrestricted net position* – All other net assets that do not meet the definition of “restricted” or “net investment in capital assets.”

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

1.E. Revenues and Expenses

Operating and Non-Operating Revenue - Operating revenues are considered those whose cash flows are related to operating activities, while revenues related to financing, capital and investing activities are reported as non-operating.

Expenses - The Authority reports expenses relating to the use of economic resources including depreciation.

1. F. Estimates

The preparation of financial statements in conformity with the modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

1.G. Differences from GAAP

Modified Cash Basis- As described in Note 1.C., the Authority reports its financial information on the modified cash basis of accounting rather than the GAAP prescribed accrual basis.

Note 2 – Detailed Notes on Transaction Classes/Accounts

2.A. Cash and Investments

Deposits and Investments - The Authority has a written investment policy that limits its investment choices. Investments are restricted to United States Treasury Bills, Notes, Bonds and obligations fully insured or unconditionally guaranteed by the United States Government or any of its agencies and instrumentalities with a maximum maturity of ten years and a rating of BBB or better. The purchase of financial products may not exceed fifty percent (50%) of total cash available for investments and no more than ten percent (10%) of investments shall

McCLAIN COUNTY 911 TRUST AUTHORITY
PURCELL, OKLAHOMA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

2.A. Cash and Investments (continued)

be invested in any one issuer. With the exception of banks insured by the FDIC and obligations fully insured or unconditionally guaranteed by the United States Government. Investments are in compliance with Oklahoma statutes.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority does have a written policy for custodial risk. Collateral is required for demand deposits, certificates of deposit, and savings accounts for amounts not covered by FDIC insurance. At year-end the carrying amount and the bank balance of the Authority's deposits was \$363,739.15; \$250,000 was insured by FDIC. The Authority's bank has pledged securities with a market value of \$172,476.50, removing custodial credit risk for the uninsured balance at year-end.

2.B. Capital Assets

The following is a summary by category of changes in capital assets:

	June 30, 2014	Current Deletions	Current Additions	June 30, 2015
Mapping and Addressing	\$ 178,493	\$ 0	\$ 0	\$ 178,493
Vehicles	47,356	0	0	47,356
Equipment & Furniture	299,055	77,605	2,443	223,893
Total	<u>524,904</u>	<u>77,605</u>	<u>2,443</u>	<u>449,742</u>
Less: Depreciation	420,301	77,605	37,184	379,880
Net Capital Assets	<u>\$ 104,603</u>	<u>\$ -</u>	<u>\$ 39,627</u>	<u>\$ 69,862</u>

Note 3 - Risk Management

The Authority is exposed to various risks of loss related to torts, errors and omissions. The Authority carries surety bonds and property insurance to mitigate the risk of loss associated with torts, errors and omissions. They have a policy with the Association of County Commissioners of Oklahoma Self-Insurance Group (ACCO-SIG) consisting of the following coverage:

Blanket Bond Coverage -	\$100,000
Casualty (General Liability) -	\$1,000,000
Public Officials Wrongful Act -	\$2,000,000

Coverage is subject to a \$10,000 deductible. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past 3 years.

McCLAIN COUNTY 911 TRUST AUTHORITY
PURCELL, OKLAHOMA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

Note 4 - Employee Retirement System

Plan Description – The Authority, included as part of McClain County, participates in the Oklahoma Public Employees Retirement Plan (the “Plan”), a cost-sharing, multiple-employer defined benefit pension plan administered by the Oklahoma Public Employees Retirement System (OPERS). Benefit provisions are established and amended by the Oklahoma Legislature. The Plan provides retirement, disability, and death benefits to Plan members and beneficiaries. Title 74, Sections 901 through 943, as amended, establishes the provisions of the Plan. The Authority has no responsibility or authority for the operation and administration of the System.

OPERS issues a publicly available financial report that includes financial statements and supplementary information. That report may be obtained online at www.opers.ok.gov or by calling 405-858-6737.

Funding Policy - The contribution rate for the Authority is established by Statute. The Authority is required to contribute 11.5% - 16.5% and the employee is required to contribute 3.5% - 8.5%. The total employer and employee contribution must equal 20% for the year ended June 30, 2015. The Authority is responsible for determining how much the employer and employee pays within the given range. Currently, the Authority pays 16.5% and the employee pays 3.5%.

The Authority’s employees also have the option to participate in the 2.5% Step-Up, which allows members to increase their retirement benefits by paying an additional member contribution each pay period.

The Authority’s contributions to the Plan for the years ending June 30, 2015, 2014, and 2013 were \$17,812, \$18,381, and \$16,288, respectively.

The compensation for employees covered by the System for the year ended June 30, 2015 was \$107,951 the Authority’s total compensation was \$107,951. Also, there were \$3,778 contributions made by employees during the year ended June 30, 2015.

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed to date and is adjusted for the effect of projected salary increases. There are no actuarial valuations performed on individual state and local agencies. The non-funded pension benefit obligation of the System as determined as part of the latest audited actuarial valuation dated July 1, 2014, is as follows:

Total pension obligation	\$ 8,753,669,153
Net assets available for benefits, at cost	<u>7,759,257,716</u>
Nonfunded pension benefit obligation	<u>\$ 994,411,437</u>

McCLAIN COUNTY 911 TRUST AUTHORITY
PURCELL, OKLAHOMA
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2015

Ten-year historical trend information is presented in the Oklahoma Public Employees Retirement System Annual Report as of July 1, 2014. This information is useful in assessing the pension plan's accumulation of sufficient assets to pay pension benefits as they come due.

Optional Plan Description- The Authority employees are also offered participation in a defined contribution plan administered by Nationwide Retirement Solutions. There is no matching provision of contributions.

Note 5 - Commitments and Contingencies.

The Authority is not involved with any legal proceedings, which normally occur in the course of governmental operations at this time. While legal proceedings cannot be foreseen, the Authority feels that any settlement or judgment not covered by insurance would not have a material effect on the financial condition of the Authority.

Note 6 – Subsequent Events

Management has evaluated subsequent events through the date of the audit report, which is the date the financial statements were available to be issued and has determined that no additional information needs to be added to the financial statements.

*Report on Internal Control
and Compliance*

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

To the Board of Trustees
McClain County 911 Trust Authority
Purcell, 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 accompanying modified cash basis financial statements of the McClain County 911 Trust Authority, a component unit of McClain County, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements and have issued our report thereon dated, January 13, 2016. Our report on the financial statements disclosed, that, as described in Note 1 to the financial statements, the Authority prepares its financial statements on a modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered McClain County 911 Trust Authority'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 the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

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 weakness or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Authority'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. We consider the deficiencies described in the accompanying schedule of findings and responses to be material weaknesses. 15-01, 15-02.

Compliance and Other Matters

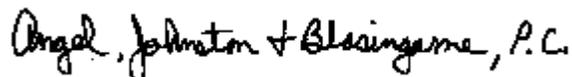
As part of obtaining reasonable assurance about whether McClain County 911 Trust Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have 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*.

McClain County 911 Trust Authority's Response to Findings

McClain County 911 Trust Authority's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. The Authority's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 Authority's internal control or on compliance. This report is an integral part of an audit performed in accordance with the *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Angel, Johnston & Blasingame, P.C.
Chickasha, Oklahoma
January 13, 2016

15-01 *Criteria* – The segregation of duties and responsibilities between different individuals for custody of assets, record keeping for those assets, and reconciliation of those asset accounts is an important control activity needed to adequately protect the entity’s assets and ensure accurate financial reporting.

Condition – Presently the same individual performs all accounting functions; receives cash, makes bank deposits, writes checks, reconciles the monthly bank statements and prepares monthly financial summaries. This is a recurring finding.

Cause – The entity’s limited size and staffing resources have made it difficult for management to provide sufficient staffing to fully segregate incompatible duties in a cost-effective manner.

Effect or Potential Effect – Without sufficient segregation of duties, the risk significantly increases that errors and fraud related to the accounting functions, including misappropriation of assets, could occur and not be detected within a timely basis.

Recommendation – While it may not be cost effective to hire the additional administrative staff that would be necessary in order to adequately segregate the responsibilities, the Board should consider a formal evaluation of their risks associated with this lack of segregation of duties. In response to the identified risks, consideration should be given to identifying and implementing controls that could help mitigate the risks associated with lack of segregation of duties.

Management response –McClain County 911 Trust Authority has only one full time employee, and thus segregation of duties is not practical. The 911 Board of Trustees has (and will continue to be) directly involved in authorizing all expenses prior to them being paid. Invoices and receipts are presented for review prior to Board authorization. All expenditures require authorization of all board members present at the meeting, and the signature of two (2) Board members prior to processing. Cash withdrawals are not permitted.

McClain County 911 Trust Authority
Schedule of Findings and Responses
For the Year Ended June 30, 2015

15-02 *Criteria* – In accordance with the trust indenture the Secretary shall keep minutes of all meetings of the Trustees and shall maintain complete and accurate records of all their financial transactions and all such minutes, books and records shall be on file in the office of the trust.

Condition – The Trustees held a meeting on June 10, 2015. No record of this meeting could be located by the trust Secretary.

Cause – The former Secretary failed to make a record of the meeting.

Effect or Potential Effect – By not maintaining a complete and accurate record of the minutes, the trust was not in compliance with the trust indenture. There is an increased risk that errors and fraud, including misappropriation of assets, could occur and not be detected within a timely basis.

Recommendation – If the trust Secretary or an assistant is not able to maintain an accurate record of trust activity, management should develop alternate procedures to ensure compliance with the trust indenture.

Management response – The above mentioned failure to record meeting notes occurred during the transition of personnel and management the McClain County 911 Trust Authority experienced in June of 2015. After that time, no such occurrence has occurred, and this lapse in reporting of Trust Activities is not anticipated to occur in the future.