

**TOWN OF BYNG AND PUBLIC TRUSTS
BYNG, OKLAHOMA**

**Agreed Upon Procedures
June 30, 2011**

With Independent Accountants' Report Thereon

JOHNSTON & BRYANT

Certified Public Accountants

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MEMBER
American Institute of Certified Public Accountants
Oklahoma Society of Certified Public Accountants

Independent Accountant's Report

Town Council
Town of Byng and Public Trusts
Byng, Oklahoma

We have compiled the accompanying Summary of Changes in Fund Balances-Cash Basis of the Town of Byng and Public Trusts, Byng, Oklahoma as of June 30, 2011 and the related Budgetary Comparison Schedule of General Fund-Cash Basis; Statement of Revenues, Expenses and Changes in Fund Balance of the Public Works Authority-Cash Basis; and Schedule of Grant Activity-Cash Basis for the fiscal year ended June 30, 2011 in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements have been prepared in a format and basis of accounting, as prescribed by Oklahoma Statutes, that demonstrates compliance with the cash basis and budget laws of the state of Oklahoma, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting information in the form of financial statements prescribed by Oklahoma Statutes that is the representation of the management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements; they might influence the user's conclusions about the Town's assets, liabilities, equity, revenues and expenses. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Additionally, we have performed the procedures enumerated below which were agreed to by the specified users of the report, as identified above, and as defined within the applicable state laws of the state of Oklahoma solely to assist the Town and Public Works Authority in meeting its financial accountability requirements as prescribed by Oklahoma Statutes 11-17 (105-107) and 60-180.1-.3 and

evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2011. Management of the Town of Byng is responsible for the Town's financial accountability and its compliance with those legal and contractual requirements. This agreed-upon procedures engagement was conducted in accordance with the attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of the procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Procedures and Findings

As to the **Town of Byng** as of and for the fiscal year ended June 30, 2011:

1. **Procedures Performed:** From the Town's trial balances, we prepared a schedule of changes in fund balances for each fund (see accompanying Exhibit 1) and compared the schedule results to the statutory prohibition of creating fund balance deficits to report any noted instances of non compliance.

Findings: None Noted

2. **Procedures Performed:** From the Town's trial balances, we prepared a budget and actual financial schedule for the General Fund (see accompanying Exhibit 2) and compared the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances of noncompliance with the appropriation limitations.

Findings: None Noted.

3. **Procedures Performed:** We agreed the Town's material bank account balances to bank statements, and traced the timely clearance of significant reconciling items to report any significant or unusual instances of reconciling items that have not cleared.

Findings: None Noted

4. **Procedures Performed:** We compared the Town's uninsured deposits to fair value of pledged collateral to report any amounts of uninsured and uncollateralized deposits.

Findings: None Noted

5. **Procedures Performed:** We compared use of material-restricted revenues and resources to their restrictions to report any noted instances of noncompliance.

Findings: None Noted

6. **Procedures Performed:** We compared the accounting for the Town's activities by fund to the legal and contractual requirements for separate funds to report any noted instances of noncompliance.

Findings: None Noted

7. **Procedures Performed:** We compared the Town's account balances in reserve accounts to contractually required balances and debt service coverage requirements of bond indentures to the actual coverage to report any noted instances of non compliance.

Findings: None Noted

As to the **Byng Public Works Authority**, as of and for the fiscal year ended June 30, 2011:

1. **Procedures Performed:** From the Authority's trial balances, we prepared a schedule of revenues, expenditures/expenses and changes in fund balances/net assets for each fund (see accompanying Exhibit 3) and compared the schedule results to the applicable trust prohibitions for creating fund balance deficits to report any noted instance of noncompliance.

Findings: None Noted

2. **Procedures Performed:** We agreed the Authority's material bank account balances to bank statements, and traced the timely clearance of significant reconciling items to report any significant or unusual instances or reconciling items that have not cleared.

Findings: None Noted.

3. **Procedures Performed:** We compared the Authority's uninsured deposits to fair value of pledged collateral to report any amounts of uninsured and uncollateralized deposits.

Findings: None Noted

4. **Procedures Performed:** We compared the Authority's use of material-restricted revenues and resources to their restrictions to report any noted instances of compliance.

Findings: None Noted

5. **Procedures Performed:** We compared the accounting for the Authorities activities by fund to the legal and contractual requirements for separate funds to report any noted instances of noncompliance.

Findings: None Noted

6. **Procedures Performed:** We compared the Authority's account balances in reserve accounts to contractually required balances and debt service coverage requirements of bond indentures to the actual coverage to report any noted instances of noncompliance.

Findings: None Noted

As to the **Town of Byng and Public Works Grant Programs**, as of and for the fiscal year ended June 30, 2011:

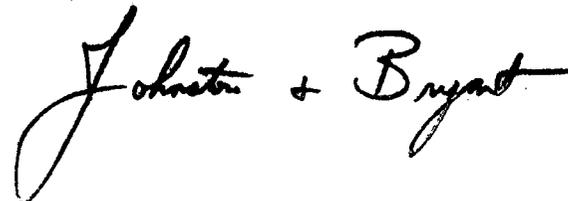
1. **Procedures Performed:** From the Town and Authority's trial balances, we prepared a schedule of grant activity for each grant/contract (see accompanying Exhibit 4) and compared the receipts and disbursements to grant agreements and supporting information to report any noted instances of noncompliance with the grant agreement.

Findings: None Noted

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the specified users, as identified above, and is not intended to be and should not be used by anyone other than these specified parties.

January 12, 2012

A handwritten signature in black ink that reads "Johnston + Bryant". The signature is written in a cursive, flowing style.

TOWN OF BYNG AND PUBLIC TRUSTS
BYNG, OKLAHOMA
Summary of Changes in Fund Balance – Cash Basis
For the Fiscal Year Ended June 30, 2011
(Unaudited)

	<u>Fund Balance June 30, 2010</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>Fund Balance June 30, 2011</u>
Town:				
General	\$ 17,347	\$ 368,210	\$ 375,328	\$ 10,229
Street and Alley	29,220	11,089	2,279	38,030
Fire Department	373	43,703	29,098	14,978
Town Sub-Totals	<u>46,940</u>	<u>423,002</u>	<u>406,705</u>	<u>63,237</u>
Public Works Authority				
Utilities Fund	<u>904,667</u>	<u>5,777,711</u>	<u>6,080,799</u>	<u>601,579</u>
PWA Sub-Totals	<u>904,667</u>	<u>5,777,711</u>	<u>6,080,799</u>	<u>601,579</u>
Overall Totals	<u>\$ 951,607</u>	<u>\$ 6,200,713</u>	<u>\$ 6,487,504</u>	<u>\$ 664,816</u>

TOWN OF BYNG AND PUBLIC TRUSTS
BYNG, OKLAHOMA
 Budgetary Comparison Schedule – Cash Basis
 General Fund
 For the Fiscal Year Ended June 30, 2011
 (Unaudited)

	Budgetary Amounts	Actual	Variance
Beginning Budgetary Fund Balance	\$ 148,000	\$ 17,347	\$ 2,547
Resources (Inflows):			
Sales and Use Tax	44,000	50,865	6,865
Alcohol Tobacco Tax	6,500	6,951	451
Franchise Tax	23,000	19,837	(3,163)
Miscellaneous	11,500	3,107	(8,393)
	85,000	80,760	(4,240)
Total			
Transfers from Other Funds	314,672	273,700	(40,972)
Grant Revenue	-	13,750	13,750
	414,472	385,557	(28,915)
Charges to Appropriation (Outflows):			
Personal Services	60,000	59,584	416
Maintenance and Operations	326,250	301,994	24,256
Grant Expenditures	13,750	13,750	-
	400,000	375,328	24,672
Total Expenditures			
Ending Fund Balance	\$ 14,472	\$ 10,229	\$ (4,243)

(7)

See accompanying accountants' report

**TOWN OF BYNG AND PUBLIC TRUSTS
BYNG, OKLAHOMA**

**Statement of Revenues, Expenses and Changes in Fund Balance – Cash Basis
Byng Public Works Authority
Year Ended June 30, 2011
(Unaudited)**

Operating Revenue	
Electricity	\$ 5,773,241
	<u>5,773,241</u>
Total Operating Revenue	<u>5,773,241</u>
Operating Expenses	
Cost of Electricity	5,760,102
Maintenance and Operations	16,669
	<u>5,776,771</u>
Total Operating Expenses	<u>5,776,771</u>
Net Operating Income (Loss)	<u>(3,530)</u>
Non-operating Revenue (Expense)	
Transfer to Other Funds	(304,028)
Interest Income	4,470
	<u>(299,558)</u>
Net Non-Operating Revenue (Expense)	<u>(299,558)</u>
Net Income (Loss)	(303,088)
Fund Balance - Beginning	<u>904,667</u>
Fund Balances - Ending	<u>\$ 601,579</u>

TOWN OF BYNG AND PUBLIC TRUSTS
BYNG, OKLAHOMA
Schedule of Grant Activity – Cash Basis
Year Ended June 30, 2011
(Unaudited)

	<u>Beginning of Year Unexpended Grant Funds</u>	<u>Current Year Receipts</u>	<u>Current Year Disbursements</u>	<u>End of Year Unexpended Grant Funds</u>
State of Oklahoma				
Fire Grant	\$ -	\$ 4,398	\$ 4,398	\$ -
Southern Oklahoma Development Authorits	-	7,916	7,916	-
State of Oklahoma				
Department of Emergency Management	-	13,750	13,750	-
	<u>\$ -</u>	<u>\$ 26,064</u>	<u>\$ 26,064</u>	<u>\$ -</u>