

TOWN OF MARBLE CITY

**INDEPENDENT ACCOUNTANT'S REPORT ON APPLING AGREED
UPON PROCEDURES**

AS OF AND FOR THE FISCAL YEAR ENDED JUNE 30TH 2009

BY
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INDEPENDENT ACCOUNTANT'S REPORTIndependent Accountant's Report

To the Specified Users of the Report:

Town Council, Town of Marble City
Marble City, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

We have compiled the accompanying Summary of Changes in Fund Balances-Cash Basis of the Town of Marble City, Oklahoma as of June 30, 2009 and the related Budgetary Comparison Schedule of General Fund-Cash Basis, for the fiscal year ended June 30, 2009 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 prepared on the cash basis of accounting. If the omitted disclosures were included in the 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 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, 2009. Management of the Town of Marble City 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 and the fieldwork and reporting standards applicable to attestation engagements as contained in *Government Auditing Standards* of the Comptroller General of the United States of America. 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 Marble City** as of and for the fiscal year ended June 30, 2009:

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

Findings: No exceptions found.

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

Findings: Budget was not prepared

Specific Requirement – Oklahoma Statutes require a budget be prepared and filed with State Auditor and Inspector (New Budget Act) or the County Excise Board (Old Budget Act) and no expenditure may be authorized or made by any officer or employee which exceeds the budget amounts.

Recommendation – The Town should prepare and file budgets in accordance with Oklahoma Statues.

Management Response – Management agrees

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: No exceptions found

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: No exceptions found

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

Findings: No exceptions found

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: No exceptions found

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.

Barry Spyres CPA
August 27, 2012

TOWN OF MARBLE CITY
Marble City, Oklahoma

SUMMARY OF CHANGES IN FUND BALANCE-CASH BASIS
For the Fiscal Year Ended June 30, 2009
(Unaudited)

TOWN:	Beginning of Year <u>Fund Balances</u>	Current Year <u>Receipts</u>	Current Year <u>Disbursements</u>	End of Year <u>Fund Balances</u>
General Fund	\$ 846	\$ 75,571	\$ 64,627	\$ 11,790
Overall Totals	<u>846</u>	<u>75,571</u>	<u>64,627</u>	<u>11,790</u>

See Accountant's Report

TOWN OF MARBLE CITY
Marble City, Oklahoma

BUDGETARY COMPARISON SCHEDULE-CASH BASIS
GENERAL FUND
For the Fiscal Year Ended June 30, 2009
(Unaudited)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Beginning Budgetary Fund Balance:	\$0	\$0	\$846	\$846
Resources (Inflows):				
Taxes:				
Sales and Use	0	0	13,583	13,583
Other Taxes	0	0	1,734	1,734
Total Taxes	<u>0</u>	<u>0</u>	<u>15,317</u>	<u>15,317</u>
Intergovernmental:				
Alcoholic beverage tax	0	0	2,387	2,387
Grant revenue	0	0	0	0
Total Intergovernmental	<u>0</u>	<u>0</u>	<u>2,387</u>	<u>2,387</u>
Fines and Forfeitures:				
Court fines	0	0	2,699	2,699
Charges for Services	<u>0</u>	<u>0</u>	<u>26,660</u>	<u>26,660</u>
Miscellaneous Income:	<u>0</u>	<u>0</u>	<u>27,662</u>	<u>27,662</u>
Other Financing Sources:				
Transfers from other funds	0	0	0	0
Total Other Financing Sources	<u>0</u>	<u>0</u>	<u>0</u>	<u>-</u>
Amounts available for appropriation	<u>0</u>	<u>0</u>	<u>75,571</u>	<u>75,571</u>

(Continued)

TOWN OF MARBLE CITY
Marble City, Oklahoma

BUDGETARY COMPARISON SCHEDULE-CASH BASIS
GENERAL FUND
For the Fiscal Year Ended June 30, 2009
(Unaudited)

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Charges to Appropriations (Outflows):				
General Government:				
Personal services	\$0	\$0	\$10,737	(\$10,737)
Other services and charges	0	0	53,890	(53,890)
Capital outlay	0	0	-	0
Total General Government	<u>0</u>	<u>0</u>	<u>64,627</u>	<u>(64,627)</u>
Clerk-Treasurer:				
Personal services	0	0	0	0
Materials and supplies	0	0	0	0
Other services and charges	0	0	0	0
Capital outlay	0	0	0	-
Total Clerk-Treasurer	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fire:				
Personal services	0	0	0	-
Materials and supplies	0	0	0	0
Other services and charges	0	0	0	0
Capital outlay	0	0	0	0
Total Fire	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Parks:				
Personal services	0	0	0	0
Materials and supplies	0	0	0	0
Other services and charges	0	0	0	0
Total Parks	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Police:				
Personal services	0	0	0	0
Materials and supplies	0	0	0	0
Other services and charges	0	0	0	0
Capital outlay	0	0	0	0
Debt service	0	0	0	0
Total Police	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Streets:				
Personal services	0	0	0	0
Materials and supplies	0	0	0	0
Other services and charges	0	0	0	0
Capital outlay	0	0	0	0
Total Streets	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Uses:				
Transfers to other funds	0	-	0	0
Total Charges to Appropriations	<u>0</u>	<u>0</u>	<u>64,627</u>	<u>(64,627)</u>
Ending Budgetary Fund Balance	<u>-</u>	<u>\$0</u>	<u>\$10,944</u>	<u>\$10,944</u>

See Accountant's Report