

INDEPENDENT ACCOUNTANT'S REPORT
TOWN OF SCHULTER, OKLAHOMA
June 30, 2023

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Independent Accountant's Report
On Applying Agreed Upon Procedures
To the Specified Users of the Report:

Town Council, Town of Schuler
Schuler, Oklahoma

Oklahoma Office of State Auditor and Inspector
Oklahoma City, Oklahoma

Report on Compiled Financial Statements and Schedules

Management is responsible for the accompanying financial statements and schedules of the Town of Schuler, Schuler, Oklahoma, which comprise a Summary of Changes in Fund Balances-Modified Cash Basis as of the year ended June 30, 2023, and the related Budgetary Comparison Schedule-Modified Cash Basis-General Fund, Budgetary Comparison Schedule-Modified Cash Basis Street Fund for the year then ended in accordance with the modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying financial statements and schedules nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements and schedules.

The financial statements and schedules have been prepared in a format and basis of accounting, as prescribed by Oklahoma Statutes, that demonstrates compliance with the modified cash basis and budget laws of the State of Oklahoma which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosure ordinarily included in financial statements and schedules prepared in accordance with the modified cash basis of accounting. If the omitted disclosures were included in the financial statements and schedules, they might influence the user's conclusions about the Town's assets, liabilities, equity, revenues, and expenses. Accordingly, these financial statements and schedules are not designed for those who are not informed about such matters.

Report on Applying Agreed-upon Procedures

We have performed the procedures enumerated below 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 evaluating compliance with specified legal or contractual requirements for the fiscal year ended June 30, 2023. Management of

the Town of Schuler is responsible for the Town's financial accountability and its compliance with those legal and contractual requirements.

Town of Schuler has agreed to and acknowledge that the procedures performed are appropriate to meet the intended purpose of assisting users in evaluating the selected financial information and compliance requirements of the Town of Schuler as of and for the fiscal year ended June 30, 2023. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

Procedures and Findings

As to the **Town of Schuler** as of and for the fiscal year ended June 30, 2023.

1. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis 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 noncompliance.

Findings: No instances of noncompliance noted.

2. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis budget and actual financial schedule for the General Fund any other significant funds (any fund whose revenues, expenditures or ending fund balance exceeds 10% of the Town's total revenues, expenditures or fund balances) listing separately each federal 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: No instances of noncompliance noted.

3. **Procedures Performed:** From the Town's trial balances, we prepared a modified cash basis budget and actual financial schedule for the Street Fund and compared the actual expenditures and encumbrances reported to the authorized appropriations to report any noted instances of noncompliance with appropriate limitations.(see accompanying Exhibit 3).

Findings: No instances of noncompliance noted.

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

Findings: No instances of noncompliance noted.

5. **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 instances of noncompliance noted.

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

Findings: No instances of noncompliance noted.

7. **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 instances of noncompliance noted.

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

Findings: No instances of noncompliance noted.

As to the Town of Schuler Grant Programs, as of and for the fiscal year ended June 30, 2023:

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

Findings: No instances of noncompliance noted.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion on compliance, and an opinion or conclusion on the related financial statements and schedules. Accordingly, we do not express such an opinion or conclusion. 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.

Sincerely,



Ralph Osborn
May 9, 2024

TOWN OF SCHULTER
SCHULTER, OKLAHOMA
SUMMARY OF CHANGES IN FUND BALANCE
CASH BASIS
FOR THE FISCAL YEAR ENDED June 30, 2023
(UNAUDITED)
Exhibit 1

	Beginning of Year Fund <u>Balances</u>	Current Year <u>Receipts</u>	Interfund <u>Transfers</u>	Prior Year <u>Disbursements</u>	Current Year <u>Disbursements</u>	End of Year <u>Fund Balances</u>
General Fund	\$ 19,076	\$ 25,652	\$ -	\$ -	\$ (24,416)	\$ 20,312
Street and Alley Fund	28,208	4,807	-	-	(3,556)	29,459
Grant Fund	<u>14,694</u>	<u>160,864</u>	<u>-</u>	<u>-</u>	<u>(124,830)</u>	<u>50,728</u>
Overall Totals	<u>\$ 61,978</u>	<u>\$191,323</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (152,802)</u>	<u>\$ 100,499</u>

Please see accompanying Accountant's Reports.

TOWN OF SCHULTER
SCHULTER, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
CASH BASIS
GOVERNMENTAL FUND
FOR THE FISCAL YEAR ENDED June 30, 2023
(UNAUDITED)
Exhibit 2

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
Beginning Budgetary Fund Balance:	\$ 19,076	\$ 19,076	\$ 19,076	\$ -
Resources (Inflows):				
Taxes	22,500	22,500	23,696	1,196
Rent	-	-	1,672	1,672
Grant	-	-	-	-
Miscellaneous	-	-	150	150
Interest Income	-	-	134	134
Total Inflows	<u>22,500</u>	<u>22,500</u>	<u>25,652</u>	<u>3,152</u>
Amounts Available for Appropriation	<u>\$ 41,576</u>	<u>\$ 41,576</u>	<u>\$ 44,728</u>	<u>\$ 3,152</u>
Charges to Appropriations (Outflows):				
General Government:				
Maintenance, Operations, Repairs	41,200	41,200	24,416	16,784
Capital Outlay	19,000	19,000	-	19,000
Transfer to other funds	-	-	-	-
Total General Government	<u>60,200</u>	<u>60,200</u>	<u>24,416</u>	<u>35,784</u>
Total Charges to Appropriations	<u>60,200</u>	<u>60,200</u>	<u>24,416</u>	<u>35,784</u>
Ending Budgetary Fund Balance:	<u>\$ (18,624)</u>	<u>\$ (18,624)</u>	<u>\$ 20,312</u>	<u>\$ 38,936</u>

Please see accompanying Accountant's Reports.

TOWN OF SCHULTER
SCHULTER, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
CASH BASIS
STREET AND ALLEY FUND
FOR THE FISCAL YEAR ENDED June 30, 2023
(UNAUDITED)
Exhibit 3

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
Beginning Budgetary Fund Balance:	\$ 28,208	\$ 28,208	\$ 28,208	\$ -
Resources (Inflows):				
Taxes	4,500	4,500	4,807	307
Grant	-	-	-	-
Miscellaneous	-	-	-	-
Interest Income	-	-	-	-
Transfer from other funds	-	-	-	-
Total Inflows	<u>4,500</u>	<u>4,500</u>	<u>4,807</u>	<u>307</u>
Amounts Available for Appropriation	<u>\$ 32,708</u>	<u>\$ 32,708</u>	<u>\$ 33,015</u>	<u>\$ 307</u>
Charges to Appropriations (Outflows):				
General Government:				
Maintenance, Operations, Repairs	4,500	4,500	3,556	944
Capital Outlay	-	-	-	-
Total General Government	<u>4,500</u>	<u>4,500</u>	<u>3,556</u>	<u>944</u>
Total Charges to Appropriations	<u>4,500</u>	<u>4,500</u>	<u>3,556</u>	<u>944</u>
Ending Budgetary Fund Balance:	<u>\$ 28,208</u>	<u>\$ 28,208</u>	<u>\$ 29,459</u>	<u>\$ 1,251</u>

Please see accompanying Accountant's Reports.

TOWN OF SCHULTER
SCHULTER, OKLAHOMA
BUDGETARY COMPARISON SCHEDULE
CASH BASIS
GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)
Exhibit 4

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	
Beginning Budgetary Fund Balance:	\$ 14,694	\$ 14,694	\$ 14,694	\$ -
Resources (Inflows):				
ARPA Grant	47,775	47,775	23,888	(23,888)
REAP Grant	-	-	136,976	136,976
Total Inflows	<u>47,775</u>	<u>47,775</u>	<u>160,864</u>	<u>113,088</u>
Amounts Available for Appropriation	<u>\$ 62,469</u>	<u>\$ 62,469</u>	<u>\$ 175,558</u>	<u>\$ 113,088</u>
Charges to Appropriations (Outflows):				
Grant Use:				
Tornado Sirens	-	-	26,830	26,830
Street Asphalt	-	-	98,000	98,000
Total Grant Use	<u>-</u>	<u>-</u>	<u>124,830</u>	<u>124,830</u>
Total Charges to Appropriations	<u>-</u>	<u>-</u>	<u>124,830</u>	<u>124,830</u>
Ending Budgetary Fund Balance:	<u>\$ 62,469</u>	<u>\$ 62,469</u>	<u>\$ 50,728</u>	<u>\$ (11,742)</u>

Please see accompanying Accountants Reports

