

CITY & TOWN  
2009-2010  
ESTIMATE OF NEEDS  
AND FINANCIAL STATEMENT OF THE  
FISCAL YEAR 2008-2009

THE GOVERNING BOARD OF  
THE CITY/TOWN OF WASHINGTON  
COUNTY OF MCCLAIN  
STATE OF OKLAHOMA

Two copies of this Financial Statement and Estimate of Needs should be filed with the County Clerk not later than August 22 for all Towns and August 27 for all Cities. After approval by the Excise Board and the levies are made, both statements should be signed by the appropriate Board Members. One complete signed copy must be sent to the State Auditor and Inspector, Suite 106, 4545 N. Lincoln Blvd., Oklahoma City, OK 73105-3453. If publication may not be had by date required for filing, affidavit and proof of publication are required to be attached within five days after date of filing.

THE 2009-2010 ESTIMATE OF NEEDS AND FINANCIAL  
STATEMENT OF THE FISCAL YEAR 2008-2009

PREPARED BY MICHAEL DOUGLAS, C.P.A., A PROFESSIONAL CORP

SUBMITTED TO THE MCCLAIN COUNTY

EXCISE BOARD THIS 17 DAY OF August 2009.

GOVERNING BOARD

Chairman

Member

Member

Member

Member

Treasurer

City/Town Clerk

WASHINGTON, OKLAHOMA  
2009-2010  
ESTIMATE OF NEEDS  
AND FINANCIAL STATEMENT OF THE  
FISCAL YEAR 2008-2009

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Certificate of Excise Board . . . . .	Exhibit "Y" - Page 1

Exhibits:

Exhibit "A" General Fund. . . . .	Filed Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
Exhibit "G" Sinking Fund. . . . .	Filed Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Exhibit "H" Industrial Development Bond Fund . . . . .	Filed Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Exhibit "I" Special Revenue Funds . . . . .	Filed Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Exhibit "J" Capital Project Funds . . . . .	Filed Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Exhibit "K" Enterprise Funds. . . . .	Filed Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Exhibit "L" Internal Service Funds. . . . .	Filed Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>
Exhibit "Y" Certificate of Excise Board Estimate of Needs . . . . .	Filed Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>
Exhibit "Z" Publication Sheet . . . . .	Filed Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>

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THE CITY/TOWN OF WASHINGTON  
2009-2010  
ESTIMATE OF NEEDS  
AND FINANCIAL STATEMENT OF THE  
FISCAL YEAR 2008-2009

CITY/TOWN OF WASHINGTON, STATE OF OKLAHOMA  
STATE OF OKLAHOMA, COUNTY OF MCCLAIN, ss:

To the County Excise Board of said County and State, Greeting:-

Pursuant to the requirements of 68 O.S. 1991 Section 3002, we submit herewith for your consideration, the within statement of the fiscal condition of the City/Town of WASHINGTON, State of Oklahoma, for the fiscal year beginning July 1, 2008 and ending June 30, 2009, together with an itemized statement of the estimated needs thereof for the fiscal year beginning July 1, 2009 and ending June 30, 2010. The same have been prepared in conformity to Statute, in relation to which be it further noted that:

1. We, the members of the Governing Board of said City/Town and State, do hereby certify that the statements herein submitted show the true and correct conditions of the fiscal affairs of said City/Town for the fiscal year ending June 30, 2009, that said statements comprise a "full and accurate statement of the assessments, receipts and expenditures of the preceding year, made out in detail under separate heads"; that said preparation was had at an official session of said Board, begun on the first Monday in July, 2009 pursuant to the provisions of 68 O.S. 1991 Section 3002.

2. And we further certify that the estimates of the several amounts necessary for current expenses for the fiscal year beginning July 1, 2009 and ending June 30, 2010 as shown under "Schedule 8" were prepared and filed with the Governing Board as of the first Monday in July 2009, that the same have been correctly entered, and that all estimates made are entered as certified by Department Heads for the respective purposes herein set out. We further certify that the sums requested for salaries of City/Town officers and the deputies are calculated and based upon authority of salary statutes currently effective and applicable.

3. We further certify that the estimated income from sources other than ad valorem tax, shown on "Schedule 4", may reasonably be expected to be collected as a revenue during the ensuing fiscal year, and is not in excess of the 90% of the amounts collected for the same sources during the fiscal year ending June 30, 2009.

Dated at the office of the City/Town Clerk, at WASHINGTON, Oklahoma, this \_\_\_\_ day of \_\_\_\_\_, 2009.

Tracy S. Noll  
Chairman

Paul L. Rung  
Member

Patricia W. Wicks  
Member

Susan Noll  
Member

Susan Noll  
Member

Susan Noll  
Treasurer

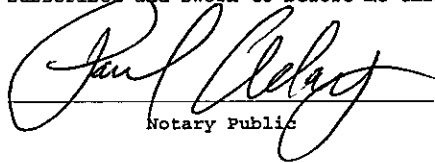
Susan Noll  
City/Town Clerk

Filed this 2 day of Sept, 2009 Secretary and Clerk of Excise Board, MCCLAIN County, Oklahoma.

## AFFIDAVIT OF PUBLICATION

STATE OF OKLAHOMA, CITY/TOWN OF WASHINGTON

Personally appeared before me, the undersigned Notary Public, \_\_\_\_\_,  
City/Town Clerk of the City/Town and State aforesaid, who being first duly sworn according to law, deposes and says:  
That he/she complied with the law by having the financial statement for the fiscal year ending June 30, 2009,  
and the estimated needs and the estimated income from sources other than ad valorem taxes, for the fiscal year  
beginning July 1, 2009 and ending June 30, 2010 published in one issue of THE PURCELL REGISTER  
a legally-qualified newspaper published - of general circulation, in said county (strike inapplicable phrase)  
a copy of which together with proof of publication is herewith attached marked Exhibit "Z" and made a part  
of hereof.

\_\_\_\_\_  
City/Town ClerkSubscribed and sworn to before me this 30 day of Aug, 2009.  
Notary Public

Honorable Governing Board of  
WASHINGTON Oklahoma

We have compiled the 2008-09 financial statements and 2009-10 Estimate of Needs (S.A.&I. Form 268fR98) and 2009-10 Publication Sheet (S.A.&I. Form 268FR98, Exhibit "Z") included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The financial statements and schedules have been prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and the budget laws of the State of Oklahoma which is a basis of accounting other than generally accepted accounting principles.

Our compilation was limited to presenting, in the form prescribed by the State Auditor and Inspector of Oklahoma, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and schedules referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements and schedules are presented in accordance with the requirements of the State of Oklahoma are not intended to be a presentation in conformity with generally accepted accounting principles. This report is intended solely for the information and use of WASHINGTON Oklahoma and for filing with the State Auditor and Inspector of Oklahoma and should not be used for any other purpose. Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements and schedules, they might influence the user's conclusions about the financial position and the results of operations. Accordingly, these financial statements and schedules are not designed for those who are not informed about such differences.

MICHAEL DOUGLAS, C.P.A., A PROFESSIONAL CORP

*Michael Douglas, CPA,  
A Professional Corporation*

August 12, 2009

CERTIFICATE OF EXCISE BOARD  
ESTIMATE OF NEEDS FOR 2009-10

STATE OF OKLAHOMA, COUNTY OF MCCLAIN

We, the members of the Excise Board of said County and State, do hereby certify that we have examined the foregoing estimates of proposed current expenses for the ensuing fiscal year as filed with the Governing Board of WASHINGTON Oklahoma, and those directly under, or in contractual relationship with, the Governing Board of WASHINGTON Oklahoma; we have ascertained from the Financial Statements submitted therewith the amount of Surplus Balances of Cash on Hand; we have considered the uncollected ad valorem taxes of the previous year or years; and we have ascertained that the probable Income estimated to be collected from all sources other than ad valorem taxation may reasonably be expected as a revenue for the ensuing fiscal year, and that the same does not exceed 90% of the actual collection from such sources for the previous fiscal year.

In so doing, we have diligently performed the duties imposed upon the Excise Board by 68 O.S. 1991 Section 3007, (1) ascertaining that the financial statements, as to statistics therein contained reflect the true fiscal condition at the close of the fiscal year, or caused the same to be corrected so to show; (2) struck from the estimate of needs so submitted any items not authorized by law and reduced to the sum authorized by law any items restricted by statute as to the amount lawfully expendable therefor; (3) supplemented such estimate, after proper publication, by an estimate of needs prepared by this Excise Board to make provision for mandatory governmental functions where the estimate submitted wholly failed or was deemed inadequate to fulfill the mandate of the Constitutions or of the Legislature; (4) computed the total means available to each fund in the manner provided; and (5) then and only thereafter. -

Accordingly, we have and do hereby appropriate the Surplus Balances of Cash on Hand, and the Revenues and Levies hereinafter set forth for each Fund to the several and specific purposes named in such estimates, by each, to the intent and purpose that CONSTITUTIONAL GOVERNMENTAL FUNCTIONS shall be first assured and provided for, and subsequently to provide for Legislative Governmental Functions insofar as to the available Surpluses, Revenues and Levies will permit; and we have provided also that the Levies are in excess of the amount appropriated to needs after deducting the surplus cash balance on hand, and Estimated Revenues other than tax, by the percentage and amount or reserve for delinquent tax as hereinafter set forth, which we have determined in the manner provided by law.

We further certify that we have examined the within statements of account and estimated needs or requirements of the Governing Board of WASHINGTON Oklahoma, in relation to the Sinking Fund or Funds thereof, and after finding the same correct or having caused the same to be corrected pursuant to 68 O. S. 1991 Section 3009, have approved the requirements therefor to fulfill the conditions of Section 26 and 28 of Article 10, Oklahoma Constitution, and have made and certified a tax levy therefor to the extent of the excess of said total requirements over the total of items 2, 3, 6, and 12 of Exhibit "Y" (Page 2) and any other legal deduction, including a reserve of % for delinquent taxes.



Schedule 1, Current Balance Sheet - June 30, 2009		
	Amount	
ASSETS:		
Cash Balance June 30, 2009	\$	67,255 65
Investments		0 00
TOTAL ASSETS	\$	67,255 65
LIABILITIES AND RESERVES:		
Warrants Outstanding		0 00
Reserve for Interest on Warrants		0 00
Reserves From Schedule 8		0 00
TOTAL LIABILITIES AND RESERVES	\$	0 00
CASH FUND BALANCE JUNE 30, 2009	\$	67,255 65
TOTAL LIABILITIES, RESERVES AND CASH FUND BALANCE	\$	67,255 65

Schedule 2, Revenue and Requirements - 2009-10				
	Detail		Total	
REVENUE:				
Cash Balance June 30, 2008	\$	69,210 79		
Cash Fund Balance Transferred From Prior Years		0 00		
Current Ad Valorem Tax Apportioned		0 00		
Miscellaneous Revenue Apportioned		176,197 58		
TOTAL REVENUE			\$	245,408 37
REQUIREMENTS:				
Claims Paid by Warrants Issued	\$	178,152 72		
Reserves From Schedule 8		0 00		
Interest Paid on Warrants		0 00		
Reserve for Interest on Warrants		0 00		
TOTAL REQUIREMENTS			\$	178,152 72
ADD: CASH FUND BALANCE AS PER BALANCE SHEET 6-30-09			\$	67,255 65
TOTAL REQUIREMENTS AND CASH FUND BALANCE			\$	245,408 37

Schedule 3, Cash Fund Balance Analysis - June 30, 2009		Amount	
ADDITIONS:			
Miscellaneous Revenue Collected in Excess of Estimates-Net	\$	51,332	16
Warrants Estopped, Cancelled or Converted		0	00
Fiscal Year 2008-09 Lapsed Appropriations		15,923	49
Fiscal Year 2007-08 Lapsed Appropriations		0	00
Ad Valorem Tax Collections in Excess of Estimate		0	00
Prior Years Ad Valorem Tax		0	00
TOTAL ADDITIONS	\$	67,255	65
DEDUCTIONS:			
Supplemental Appropriations	\$	0	00
Current Tax in Process of Collection		0	00
TOTAL DEDUCTIONS	\$	0	00
Cash Fund Balance as per Balance Sheet 6-30-09	\$	67,255	65
Composition of Cash Fund Balance:			
Cash		67,255	65
Cash Fund Balance as per Balance Sheet 6-30-09	\$	67,255	65



## GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009

## ESTIMATE OF NEEDS FOR 2009-10

EXHIBIT "A"

2a

Schedule 4, Miscellaneous Revenue			
SOURCE	2008-09 ACCOUNT		
	AMOUNT		ACTUALLY
	ESTIMATED		COLLECTED
1000 CHARGES FOR SERVICES:			
1111 Inspection Fees	\$	0 00	\$ 0 00
1112 Permit Fees		4,956 98	15,611 44
1113 Garbage Disposal Fees		0 00	0 00
1114 Sewer Connection Fees		0 00	0 00
1115 Dog Pound Fees		0 00	0 00
1116 City Engineer Fees		0 00	0 00
1117 Police Dept. Fees		0 00	0 00
1118 Fire Dept. Fees		0 00	0 00
1119 Other -		10,835 60	11,062 73
1120 Other -		0 00	0 00
1121 Other -		0 00	0 00
1122 Other -		0 00	0 00
Total Charges For Services	\$	15,792 58	\$ 26,674 17
INTERGOVERNMENTAL REVENUES:			
2000 INTERGOVERNMENTAL REVENUES - LOCAL SOURCES:			
2111 Occupation Tax	\$	0 00	\$ 0 00
2112 Franchise Tax		11,743 03	2,572 27
2113 Dog License and Tax		0 00	0 00
2114 User Tax		0 00	0 00
2115 Water Utility Revenues		0 00	0 00
2116 Light & Power Utility Revenues		0 00	0 00
2117 Library Fines		0 00	0 00
2118 Police Fines		0 00	0 00
2119 Public Health Contributions		0 00	0 00
2120 Housing Authority Payments in Lieu of Tax Revenue		0 00	0 00
2121 Other -		0 00	0 00
2122 Other -		0 00	0 00
2123 Other -		0 00	0 00
2124 Other -		0 00	0 00
Total - Local Sources	\$	11,743 03	\$ 2,572 27
3000 INTERGOVERNMENTAL REVENUES - STATE SOURCES:			
3111 Sales Tax - OTC	\$	35,887 19	\$ 64,377 68
3112 Motor Vehicle Collections for Cities & Towns - OTC Code 0814		1,476 63	897 29
3113 Alcohol Beverage Tax For Cities & Towns - OTC Code 6314		4,956 98	10,273 89
3114 Other - OTC		0 00	0 00
3115 Other - OTC		0 00	0 00
3116 Other - OTC		0 00	0 00
3117 Other - OTC		0 00	0 00
Sub-Total - OTC	\$	42,320 80	\$ 75,548 86
3211 State Grants		0 00	0 00
3212 State Election Reimbursement		0 00	0 00
3213 State Payments in Lieu of Tax Revenue		0 00	0 00
3214 Homestead Exemption Reimbursement		0 00	0 00
3215 Additional Homestead Exemption Reimbursement		0 00	0 00
3216 Transportation of Juveniles		0 00	0 00
3217 DARE Grant - Police Dept.		0 00	0 00
3218 State Forestry Grant - Fire Dept.		0 00	0 00
3219 Emergency Management Reimbursement		0 00	0 00

Continued on page 2b

S.A.&amp;I. Form 268FR98 Entity: WASHINGTON, Oklahoma

S.A.&I. Form 268FR98 Entity: WASHINGTON, Oklahoma

## GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009

## ESTIMATE OF NEEDS FOR 2009-10

EXHIBIT "A"

2b

## Schedule 4, Miscellaneous Revenue

Continued from page 2a	SOURCE	2008-09 ACCOUNT	
		AMOUNT	ACTUALLY
		ESTIMATED	COLLECTED
3220 Civil Defense Reimbursement - State		\$ 0 00	\$ 0 00
3221 Other -		0 00	0 00
3222 Other -		0 00	0 00
3223 Other -		0 00	0 00
3224 Other -		0 00	0 00
3225 Other -		0 00	0 00
Total State Sources		\$ 42,320 80	\$ 75,548 86
4000 INTERGOVERNMENTAL REVENUES - FEDERAL SOURCES:			
4111 Federal Grants		\$ 0 00	\$ 0 00
4112 Federal Payments in Lieu of Tax Revenues		0 00	0 00
4113 J.T.P.A. Salary Reimbursement		0 00	0 00
4114 FEMA		0 00	0 00
4115 Other -		0 00	0 00
4116 Other -		0 00	0 00
4117 Other -		0 00	0 00
Total Federal Sources		\$ 0 00	\$ 0 00
Grand Total Intergovernmental Revenues		\$ 54,063 83	\$ 78,121 13
5000 MISCELLANEOUS REVENUE:			
5111 Interest on Investments		\$ 4,486 25	\$ 4,490 49
5112 Rental or Lease of Property		472 50	1,990 06
5113 Sale of Property		0 00	0 00
5114 Royalty		0 00	0 00
5115 Insurance Recoveries		0 00	0 00
5116 Insurance Reimbursement		0 00	0 00
5117 Rural Fire Runs		0 00	0 00
5118 Copies		0 00	0 00
5119 Return Check Charges		0 00	0 00
5120 Mowing & Trash Reimbursement		0 00	0 00
5121 Utility Reimbursements		2,700 00	16,919 91
5122 Vending Machine Commissions		0 00	0 00
5123 Other Concessions		0 00	0 00
5124 Police Salary Reimbursement		0 00	0 00
5125 Gross Receipts O. G. & E. Company		0 00	0 00
5126 Gross Receipts O. N. G. Company		0 00	0 00
5127 Gross Receipts Public Service Company		0 00	0 00
5128 Gross Receipts S. W. Bell Telephone Company		0 00	0 00
5129 Gross Receipts Cable TV		0 00	0 00
5130 Other -		0 00	0 00
5131 Other -		0 00	0 00
5132 Other -		0 00	0 00
5133 Other -		0 00	0 00
5134 Other -		0 00	0 00
5135 Other -		0 00	0 00
5136 Other -		0 00	0 00
Total Miscellaneous Revenue		\$ 7,658 75	\$ 23,400 46
6000 NON-REVENUE RECEIPTS:			
6111 Contributions from Other Funds		\$ 47,350 26	\$ 48,001 82
Grand Total General Fund		\$ 124,865 42	\$ 176,197 58

[illegible]

## GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009

## ESTIMATE OF NEEDS FOR 2009-10

EXHIBIT "A"

3

Schedule 5, Expenditures General Fund Cash Accounts of Current and All Prior Years			
CURRENT AND ALL PRIOR YEARS		2008-09	
Cash Balance Reported to Excise Board 6-30-08		\$	0 00
Cash Fund Balance Transferred Out			0 00
Cash Fund Balance Transferred In			69,210 79
Adjusted Cash Balance		\$	69,210 79
Ad Valorem Tax Apportioned To Year In Caption			0 00
Miscellaneous Revenue (Schedule 4)			176,197 58
Cash Fund Balance Forward From Preceding Year			0 00
Prior Expenditures Recovered			0 00
TOTAL RECEIPTS		\$	176,197 58
TOTAL RECEIPTS AND BALANCE		\$	245,408 37
Warrants of Year in Caption			178,152 72
Interest Paid Thereon			0 00
TOTAL DISBURSEMENTS		\$	178,152 72
CASH BALANCE JUNE 30, 2009		\$	67,255 65
Reserve for Warrants Outstanding			0 00
Reserve for Interest on Warrants			0 00
Reserves From Schedule 8			0 00
TOTAL LIABILITIES AND RESERVE		\$	0 00
DEFICIT: (Red Figure)		\$	0 00
CASH FUND BALANCE FORWARD TO SUCCEEDING YEAR		\$	67,255 65

Schedule 6, General Fund Warrant Account of Current and All Prior Years			
CURRENT AND ALL PRIOR YEARS		TOTAL	
Warrants Outstanding 6-30-08 of Year in Caption		\$	0 00
Warrants Registered During Year			178,152 72
TOTAL		\$	178,152 72
Warrants Paid During Year			178,152 72
Warrants Converted to Bonds or Judgments			0 00
Warrants Cancelled			0 00
Warrants Estopped by Statute			0 00
TOTAL WARRANTS RETIRED		\$	178,152 72
BALANCE WARRANTS OUTSTANDING JUNE 30, 2009		\$	0 00

Schedule 7, 2008 Ad Valorem Tax Account			
2008 Net Valuation Certified To County Excise Board \$	0.00	10.00 Mills	Amount
Total Proceeds of Levy as Certified			\$ 0 00
Additions:			0 00
Deductions:			0 00
Gross Balance Tax			\$ 0 00
Less Reserve for Delinquent Tax			0 00
Reserve for Protest Pending			0 00
Balance Available Tax			\$ 0 00
Deduct 2008 Tax Apportioned			0 00
Net Balance 2008 Tax in Process of Collection or			\$ 0 00
Excess Collections			\$ 0 00

GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009  
ESTIMATE OF NEEDS FOR 2009-10

Page 3

Schedule 5, (Continued)													
2007-08		2006-07		2005-06		2004-05		2003-04		2002-03		TOTAL	
\$	69,210 79	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	69,210 79
69,210 79			0 00		0 00		0 00		0 00		0 00		69,210 79
0 00			0 00		0 00		0 00		0 00		0 00		69,210 79
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	69,210 79
0 00			0 00		0 00		0 00		0 00		0 00		0 00
0 00			0 00		0 00		0 00		0 00		0 00		176,197 58
0 00			0 00		0 00		0 00		0 00		0 00		0 00
0 00			0 00		0 00		0 00		0 00		0 00		0 00
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	176,197 58
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	245,408 37
0 00			0 00		0 00		0 00		0 00		0 00		178,152 72
0 00			0 00		0 00		0 00		0 00		0 00		0 00
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	178,152 72
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	67,255 65
0 00			0 00		0 00		0 00		0 00		0 00		0 00
0 00			0 00		0 00		0 00		0 00		0 00		0 00
0 00			0 00		0 00		0 00		0 00		0 00		0 00
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	67,255 65

Schedule 6, (Continued)													
2008-09		2007-08		2006-07		2005-06		2004-05		2003-04		2002-03	
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00
	178,152 72		0 00		0 00		0 00		0 00		0 00		0 00
\$	178,152 72	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00
	178,152 72		0 00		0 00		0 00		0 00		0 00		0 00
	0 00		0 00		0 00		0 00		0 00		0 00		0 00
	0 00		0 00		0 00		0 00		0 00		0 00		0 00
	0 00		0 00		0 00		0 00		0 00		0 00		0 00
\$	178,152 72	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00
\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00	\$	0 00

Schedule 9, General Fund Investments						
INVESTED IN	Investments on Hand June 30, 2008	Since Purchased	LIQUIDATIONS		Barred by Court Order	Investments on Hand June 30, 2009
			By Collections of Cost	Amortized Premium		
1.	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
2.	0 00	0 00	0 00	0 00	0 00	0 00
3.	0 00	0 00	0 00	0 00	0 00	0 00
4.	0 00	0 00	0 00	0 00	0 00	0 00
5.	0 00	0 00	0 00	0 00	0 00	0 00
6.	0 00	0 00	0 00	0 00	0 00	0 00
7.	0 00	0 00	0 00	0 00	0 00	0 00
8.	0 00	0 00	0 00	0 00	0 00	0 00
9.	0 00	0 00	0 00	0 00	0 00	0 00
10.	0 00	0 00	0 00	0 00	0 00	0 00
TOTAL INVESTMENTS	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00

## GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009

## ESTIMATE OF NEEDS FOR 2009-10

EXHIBIT "A"

4a

Schedule 8(j), Report Of Prior Year's Expenditures				
DEPARTMENTS OF GOVERNMENT APPROPRIATED ACCOUNTS	FISCAL YEAR ENDING JUNE 30, 2008			ORIGINAL APPROPRIATIONS
	RESERVES	WARRANTS	BALANCE	
	6-30-08	SINCE ISSUED	LAPSED APPROPRIATIONS	
87 SANITATION BUDGET ACCOUNT:				
87a Personal Services	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
87b Part Time Help	0 00	0 00	0 00	0 00
87c Travel	0 00	0 00	0 00	0 00
87d Maintenance and Operation	0 00	0 00	0 00	0 00
87e Capital Outlay	0 00	0 00	0 00	0 00
87f Intergovernmental	0 00	0 00	0 00	0 00
87g Other -	0 00	0 00	0 00	0 00
87 Total	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
88 GARBAGE DISPOSAL BUDGET ACCOUNT:				
88a Personal Services	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
88b Part Time Help	0 00	0 00	0 00	0 00
88c Travel	0 00	0 00	0 00	0 00
88d Maintenance and Operation	0 00	0 00	0 00	0 00
88e Capital Outlay	0 00	0 00	0 00	0 00
88f Intergovernmental	0 00	0 00	0 00	0 00
88g Other -	0 00	0 00	0 00	0 00
88h Other -	0 00	0 00	0 00	0 00
88 Total	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
89 WATER BUDGET ACCOUNT:				
89a Personal Services	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
89b Part Time Help	0 00	0 00	0 00	0 00
89c Travel	0 00	0 00	0 00	0 00
89d Maintenance and Operation	0 00	0 00	0 00	0 00
89e Capital Outlay	0 00	0 00	0 00	0 00
89f Intergovernmental	0 00	0 00	0 00	0 00
89g Other -	0 00	0 00	0 00	0 00
89h Other -	0 00	0 00	0 00	0 00
89 Total	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
90 LIGHT & POWER BUDGET ACCOUNT:				
90a Personal Services	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
90b Part Time Help	0 00	0 00	0 00	0 00
90c Travel	0 00	0 00	0 00	0 00
90d Maintenance and Operation	0 00	0 00	0 00	0 00
90e Capital Outlay	0 00	0 00	0 00	0 00
90f Intergovernmental	0 00	0 00	0 00	0 00
90g Other -	0 00	0 00	0 00	0 00
90 Total	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
91 DOG POUND BUDGET ACCOUNT:				
91a Personal Services	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
91b Part Time Help	0 00	0 00	0 00	0 00
91c Travel	0 00	0 00	0 00	0 00
91d Maintenance and Operation	0 00	0 00	0 00	0 00
91e Capital Outlay	0 00	0 00	0 00	0 00
91f Intergovernmental	0 00	0 00	0 00	0 00
91g Other -	0 00	0 00	0 00	0 00
91h Other -	0 00	0 00	0 00	0 00
91 Total	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00



## GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009

## ESTIMATE OF NEEDS FOR 2009-10

Page 4a

Governmental Budget Accounts									
FISCAL YEAR ENDING JUNE 30, 2009						FISCAL YEAR 2009-10			
SUPPLEMENTAL		NET AMOUNT	WARRANTS	RESERVES	LAPSED BALANCE	NEEDS AS	APPROVED BY		
ADJUSTMENTS		OF	ISSUED		KNOWN TO BE	ESTIMATED BY	COUNTY		
		APPROPRIATIONS			UNENCUMBERED	GOVERNING	EXCISE BOARD		
ADDED	CANCELLED					BOARD			
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00

## GENERAL FUND ACCOUNTS COVERING THE PERIOD JULY 1, 2008, to JUNE 30, 2009

## ESTIMATE OF NEEDS FOR 2009-10

EXHIBIT "A"

4b

## Schedule 8(k), Report Of Prior Year's Expenditures

Schedule 8(k), Report Of Prior Year's Expenditures								
	FISCAL YEAR ENDING JUNE 30, 2008							
DEPARTMENTS OF GOVERNMENT	RESERVES		WARRANTS		BALANCE		ORIGINAL	
APPROPRIATED ACCOUNTS	6-30-08		SINCE		LAPSED		APPROPRIATIONS	
			ISSUED		APPROPRIATIONS			
92 POLICE BUDGET ACCOUNT:								
92a Personal Services	\$	0 00	\$	0 00	\$	0 00	\$	30,028 12
92b Part Time Help		0 00		0 00		0 00		0 00
92c Travel		0 00		0 00		0 00		0 00
92d Maintenance and Operation		0 00		0 00		0 00		20,313 85
92e Capital Outlay		0 00		0 00		0 00		0 00
92f Intergovernmental		0 00		0 00		0 00		0 00
92g Other -		0 00		0 00		0 00		0 00
92h Other -		0 00		0 00		0 00		0 00
92i Other -		0 00		0 00		0 00		0 00
92 Total	\$	0 00	\$	0 00	\$	0 00	\$	50,341 97
93 FIRE DEPARTMENT BUDGET ACCOUNT:								
93a Personal Services	\$	0 00	\$	0 00	\$	0 00	\$	0 00
93b Part Time Help		0 00		0 00		0 00		0 00
93c Travel		0 00		0 00		0 00		0 00
93d Maintenance and Operation		0 00		0 00		0 00		2,029 93
93e Capital Outlay		0 00		0 00		0 00		0 00
93f Intergovernmental		0 00		0 00		0 00		0 00
93g Other -		0 00		0 00		0 00		0 00
93h Other -		0 00		0 00		0 00		0 00
93 Total	\$	0 00	\$	0 00	\$	0 00	\$	2,029 93
94 OTHER								
94a Personal Services	\$	0 00	\$	0 00	\$	0 00	\$	87,658 46
94b Part Time Help		0 00		0 00		0 00		0 00
94c Travel		0 00		0 00		0 00		0 00
94d Maintenance and Operation		0 00		0 00		0 00		54,045 85
94e Capital Outlay		0 00		0 00		0 00		0 00
94f Intergovernmental		0 00		0 00		0 00		0 00
94g Other -		0 00		0 00		0 00		0 00
94h Other -		0 00		0 00		0 00		0 00
94 Total	\$	0 00	\$	0 00	\$	0 00	\$	141,704 31
98 OTHER USES:								
98a Other Deductions	\$	0 00	\$	0 00	\$	0 00	\$	0 00
98 Total	\$	0 00	\$	0 00	\$	0 00	\$	0 00
TOTAL GENERAL FUND ACCOUNT	\$	0 00	\$	0 00	\$	0 00	\$	194,076 21
SUBJECT TO WARRANT ISSUE:								
99 Provision for Interest on Warrants	\$	0 00	\$	0 00	\$	0 00	\$	0 00
GRAND TOTAL GENERAL FUND	\$	0 00	\$	0 00	\$	0 00	\$	194,076 21

ESTIMATE OF NEEDS FOR THE FISCAL YEAR
PURPOSE:
Current Expense
Pro rata share of County Assessor's Budget as determined by County Excise Board \$0.00
GRAND TOTAL - General Fund

S.A.E.I. Form 2687R98 Exemptly: WASHINGTON, Oklahoma

CERTIFICATE OF EXCISE BOARD  
ESTIMATE OF NEEDS FOR 2009-10

Page 2

EXHIBIT "Y"						
County Excise Board's Appropriation of Income and Revenue	General Fund		Industrial Bonds		Sinking Fund (Exc. Homesteads)	
Appropriation Approved & Provision Made	\$	225,833 47	\$	0 00	\$	0 00
Appropriation of Revenues:						
Excess of Assets Over Liabilities	\$	67,255 65	\$	0 00	\$	0 00
Unclaimed Protest Tax Refunds		0 00		0 00		0 00
Miscellaneous Estimated Revenues		158,577 82		None 0 00		None 0 00
Est. Value of Surplus Tax in Process		0 00		None 0 00		None 0 00
Sinking Fund Contributions		0 00		0 00		0 00
Total Other Than 2009 Tax	\$	225,833 47	\$	0 00	\$	0 00
Balance Required	\$	0 00	\$	0 00	\$	0 00
Add 10% for Delinquency	\$	0 00	\$	0 00	\$	0 00
Total Required for 2009 Tax	\$	0 00	\$	0 00	\$	0 00
Rate of Levy Required and Certified:	0.00 Mills		0.00 Mills		0.00 Mills	

We further certify that the net assessed valuation of the Property, subject to ad valorem taxes, after the amount of all Homestead Exemptions have been deducted in the said County as finally equalized and certified by the State Board of Equalization for the current year 2009-10 is as follows:

VALUATION AND LEVIES EXCLUDING HOMESTEADS				
County	Real	Personal	Public Service	Total
Total Valuation, McClain County	\$ 0 00	\$ 0 00	\$ 0 00	\$ 0 00

and that the assessed valuations herein certified have been used in computing the rates of mill levies and the proceeds thereof appropriated as aforesaid; and that having ascertained as aforesaid, the aggregate amount to be raised by ad valorem taxation, we thereupon made the levies therefor as provided by law as follows:

General Fund 0.00 Mills; Industrial Bonds 0.00 Mills; Sinking Fund 0.00 Mills; Sub-Total 0.00 Mills;

and we do hereby order the above levies to be certified forthwith by the Secretary of this Board to the County Assessor of said County, in order that the County Assessor may immediately extend said levies upon the Tax Rolls for the year 2009 without regard to any protest that may be filed against any levies, as required by 68 O. S. 1991, Section 2869.

Dated at Purcell, Oklahoma, this 16 day of October, 2009.

Steve Vaughn  
Excise Board Member

Janie Lippert  
Excise Board Chairman

\_\_\_\_\_  
Excise Board Member

Lois Hawkins  
Excise Board Secretary



## PUBLICATION SHEET - WASHINGTON, OKLAHOMA

FINANCIAL STATEMENT OF THE VARIOUS FUNDS FOR THE FISCAL YEAR ENDING JUNE 30, 2009, AND ESTIMATE OF NEEDS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010, OF THE GOVERNING BOARD OF

WASHINGTON, OKLAHOMA

EXHIBIT "Z"

Page 1

STATEMENT OF FINANCIAL CONDITION AS OF JUNE 30, 2009		GENERAL FUND Detail	
<b>ASSETS:</b>			
Cash Balance June 30, 2009		\$ 67,255	65
Investments		0	00
<b>TOTAL ASSETS</b>		\$ 67,255	65
<b>LIABILITIES AND RESERVES:</b>			
Warrants Outstanding		0	00
Reserve for Interest on Warrants		0	00
Reserves From Schedule 8		0	00
<b>TOTAL LIABILITIES AND RESERVES</b>		\$ 0	00
<b>CASH FUND BALANCE (Deficit) JUNE 30, 2009</b>		\$ 67,255	65

## ESTIMATED NEEDS FOR FISCAL YEAR ENDING JUNE 30, 2010

GENERAL FUND	GENERAL FUND	SINKING FUND BALANCE SHEET	SINKING FUND
Current Expense	\$ 225,833 47	1. Cash Balance on Hand June 30, 2009	\$ 0 00
Reserve for Int. on Warrants & Revaluation	0 00	2. Legal Investments Properly Maturing	0 00
<b>Total Required</b>	\$ 225,833 47	3. Judgments Paid To Recover by Tax Levy	0 00
<b>FINANCED:</b>		4. Total Liquid Assets	\$ 0 00
Cash Fund Balance	\$ 67,255 65	Deduct Matured Indebtedness:	
Estimated Miscellaneous Revenue	158,577 82	5. a. Past-Due Coupons	\$ 0 00
<b>Total Deductions</b>	\$ 225,833 47	6. b. Interest Accrued Thereon	0 00
Balance to Raise from Ad Valorem Tax	\$ 0 00	7. c. Past-Due Bonds	0 00
<b>ESTIMATED MISCELLANEOUS REVENUE:</b>		8. d. Interest Thereon After Last Coupon	0 00
1000 Charges For Services	\$ 24,006 76	9. e. Fiscal Agency Commissions on Above	0 00
2000 Local Sources of Revenue	2,315 04	10. f. Judgments and Int. Levied for/Unpaid	0 00
3000 State Sources of Revenue	67,993 97	11. Total Items a. Through f.	\$ 0 00
4000 Federal Sources of Revenue	0 00	12. Balance of Assets Subject to Accruals	\$ 0 00
5000 Miscellaneous Revenues	21,060 41	Deduct Accrual Reserve If Assets Sufficient:	
6111 Contributions From Other Funds	43,201 64	13. g. Earned Unmatured Interest	\$ 0 00
<b>Total Estimated Revenue</b>	158,577 82	14. h. Accrual on Final Coupons	0 00
<b>INDUSTRIAL DEVELOPMENT BONDS</b>	<b>INDUSTRIAL BONDS</b>	15. i. Accrued on Unmatured Bonds	0 00
1. Cash Balance on Hand June 30, 2009	\$ 0 00	16. Total Items g. Through i.	\$ 0 00
2. Legal Investments Properly Maturing	0 00	17. Excess of Assets Over Accrual Reserves **	\$ 0 00
3. Total Liquid Assets	\$ 0 00	<b>SINKING FUND REQUIREMENTS FOR 2009-10</b>	
Deduct Matured Indebtedness:		1. Interest Earnings on Bonds	\$ 0 00
4. a. Past-Due Coupons	\$ 0 00	2. Accrual on Unmatured Bonds	0 00
5. b. Interest Accrued Thereon	0 00	3. Annual Accrual on "Prepaid" Judgments	0 00
6. c. Past-Due Bonds	0 00	4. Annual Accrual on Unpaid Judgments	0 00
7. d. Interest Thereon After Last Coupon	0 00	5. Interest on Unpaid Judgments	0 00
8. e. Fiscal Agency Commissions on Above	0 00	6. Annual Accrual From Exhibit KK	0 00
9. Balance of Assets Subject to Accruals	\$ 0 00		
10. Deduct: g. Earned Unmatured Interest	\$ 0 00		
11. h. Accrual on Final Coupons	0 00		
12. i. Accrued on Unmatured Bonds	0 00		
13. Excess of Assets Over Accrual Reserves*	\$ 0 00		
<b>INDUSTRIAL BOND REQUIREMENTS FOR 2009-10</b>			
1. Interest Earnings on Bonds	\$ 0 00		
2. Accrual on Unmatured Bonds	0 00		
<b>Total Sinking Fund Requirements</b>	\$ 0 00	<b>Total Sinking Fund Requirements</b>	\$ 0 00
Deduct:		Deduct:	
1. Excess of Assets Over Liabilities	\$ 0 00	1. Excess of Assets Over Liabilities	\$ 0 00
2. Surplus Cash	0 00	2. Surplus Cash	0 00
<b>Balance Required</b>	\$ 0 00	<b>Balance To Raise By Tax Levy</b>	\$ 0 00

PUBLICATION SHEET - WASHINGTON, OKLAHOMA  
FINANCIAL STATEMENT OF THE VARIOUS FUNDS FOR THE FISCAL YEAR ENDING JUNE 30, 2009, AND ESTIMATE OF NEEDS  
FOR THE FISCAL YEAR ENDING JUNE 30, 2010, OF THE GOVERNING BOARD OF  
WASHINGTON, OKLAHOMA

EXHIBIT "Z"

Page 2

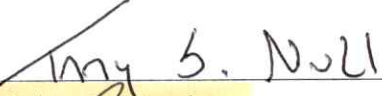
** If line 12 is less than line 16 after omitting "h" deduct the following each in turn from line 4, "Total liquid Assets".	SINKING FUND	
13d. j. Unmatured Coupons Due Before 4-1-10	\$	0 00
14d. k. Unmatured Bonds So Due		0 00
15d. l. Whatever Remains is for Exhibit KK Line E.	\$	0 00
16d. Deficit as Shown on Sinking Fund Balance Sheet.	\$	0 00
17d. Less Cash Requirements for Current Fiscal Year in Excess of Cash on Hand (From Line 15d Above).		0 00
18d. Remaining Deficit is for Exhibit KK Line F.	\$	0 00


* If line 14 is less than the sum of lines g. h. i. after omitting "h" deduct the following each in turn from line 4, "Total liquid Assets".	INDUSTRIAL BOND FUND	
13d. j. Unmatured Coupons Due Before 4-1-10	\$	0 00
14d. k. Unmatured Bonds So Due		0 00
15d. l. Whatever Remains is for Exhibit KKI Line E.	\$	0 00
16d. Deficit as Shown on Industrial Bonds Balance Sheet.	\$	0 00
17d. Less Cash Requirements for Current Fiscal Year in Excess of Cash on Hand (From Line 15d Above).		0 00
18d. Remaining Deficit is for Exhibit KKI Line F.	\$	0 00

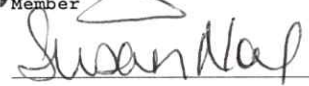
CERTIFICATE - GOVERNING BOARD

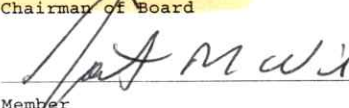
STATE OF OKLAHOMA, CITY/TOWN OF WASHINGTON, ss:


We, the undersigned duly elected, qualified Governing Officers of WASHINGTON, Oklahoma, do hereby certify that at a meeting of the Governing Body of the said City/Town, begun at the time provided by law for Cities/Towns and pursuant to the provisions of 68 O. S. 1991 Sec. 3002, the foregoing statement was prepared and is a true and correct condition of the Financial Affairs of said City/Town as reflected by the records of the City/Town Clerk and Treasurer. We further certify that the foregoing estimate for current expenses for the fiscal year beginning July 1, 2009, and ending June 30, 2010, as shown are reasonably necessary for the proper conduct of the affairs of the said City/Town, that the Estimated Income to be derived from sources other than ad valorem taxation does not exceed the lawfully authorized ratio of the revenue derived from the same sources during the preceding fiscal year.


  
 Chairman of Board

  
 Member

  
 Treasurer

  
 Member

  
 Member

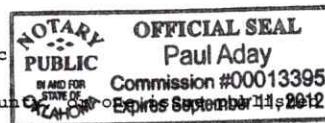
Attest   
 Clerk

Seal

Subscribed and sworn to before me this 12 day of August, 2009.

  
 Notary Public

Required to be published in a legally-qualified newspaper printed in the County of Washington, Oklahoma, in a legally-qualified newspaper of general circulation in the County.





INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees  
Town of Washington, Oklahoma

We have audited the accompanying combined financial statements - cash basis of the Town of Washington, Oklahoma as of and for the year ended June 30, 2009, as listed in the table of contents. These combined financial statements are the responsibility of the Town of Washington's management. Our responsibility is to express an opinion on these combined 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 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 combined financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements.

An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall combined financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note A, the Town of Washington prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles

As more fully described in Note B, the financial statements referred to above do not include the general fixed assets account group, which should be included to conform with generally accepted accounting principles. The amount that should be recorded in the general fixed assets account group is not known.



To the Board of Trustees  
Town of Washington, Oklahoma

Management has not presented government-wide financial statements to display the cash basis financial position and changes in cash basis financial position of its governmental activities, business-type activities, and discretely presented component units. Accounting principles generally accepted in the United States of America, as applied to the Town's cash basis of accounting, require the presentation of government-wide financial statements. The amounts that would be reported in government-wide financial statements resulting from cash basis transactions for the Town's governmental activities, business-type activities, and discretely presented component units are not reasonably determinable.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the combined financial statements referred to in the first paragraph do not present fairly, the cash and unencumbered cash balances of the Town of Washington, Oklahoma as of June 30, 2008, and the revenues it received and expenditures it paid for the year then ended on the basis of accounting described in Note A.

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole and on the combining financial statements. The combining financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements - cash basis of the Town of Washington, Oklahoma. Such information has been subjected to the auditing procedures applied in the audit of the financial and combining financial statements - cash basis and, in our opinion, is fairly presented in all material respects in relation to the financial statements - cash basis taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated December 10, 2009 on our consideration of the Town of Washington's internal control over financial reporting and our tests on its compliance with certain provisions of laws, regulations, contracts and grants.

*Michael Douglas, CPA,  
A Professional Corporation*

Michael Douglas, CPA,  
A Professional Corporation  
Norman, Oklahoma  
December 10, 2009

## Exhibit A

TOWN OF WASHINGTON, OKLAHOMA  
 COMBINED BALANCE SHEET - CASH BASIS  
 ALL FUND TYPES AND ACCOUNT GROUPS  
 JUNE 30, 2009

	Governmental	Fund Types	Proprietary Fund Type	Fiduciary Fund Type	(Totals memorandum only)	
	General	Special Revenue	Municipal Authority	Agency Funds	June 30, 2009	June 30, 2008
<b>ASSETS</b>						
Cash	\$16,327.24	\$33,674.91	\$36,627.90	\$77,956.40	\$164,586.45	\$194,194.59
Investments - Note A	0.00	0.00	0.00	0.00	0.00	0.00
Property, Plant, and Equipment - Note B	0.00	0.00	388,910.01	0.00	388,910.01	404,173.01
	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL ASSETS</b>	<b>\$16,327.24</b>	<b>\$33,674.91</b>	<b>\$425,537.91</b>	<b>\$77,956.40</b>	<b>\$553,496.46</b>	<b>\$598,367.60</b>
<b>LIABILITIES AND FUND EQUITY</b>						
<b>LIABILITIES</b>						
Customer Meter Deposit Reserves	\$0.00	\$0.00	\$0.00	\$19,238.41	\$19,238.41	\$18,307.22
Notes Payable	0.00	0.00	178,852.14	0.00	178,852.14	200,359.12
	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL LIABILITIES</b>	<b>0.00</b>	<b>0.00</b>	<b>178,852.14</b>	<b>19,238.41</b>	<b>198,090.55</b>	<b>218,666.34</b>
<b>FUND EQUITY</b>						
Retained Earnings			246,685.77		246,685.77	237,304.74
Fund balances						
Unreserved	16,327.24	33,674.91	0.00	58,717.99	108,720.14	142,396.52
<b>TOTAL FUND EQUITY</b>	<b>16,327.24</b>	<b>33,674.91</b>	<b>246,685.77</b>	<b>58,717.99</b>	<b>355,405.91</b>	<b>379,701.26</b>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$16,327.24</b>	<b>\$33,674.91</b>	<b>\$425,537.91</b>	<b>\$77,956.40</b>	<b>\$553,496.46</b>	<b>\$598,367.60</b>

Governmental Fund Types		(Totals memo random only)	
General	Special	June 30, 2009	June 30, 2008
REVENUES			
Sales and use tax	\$64,377.68	\$64,377.68	\$60,402.67
Franchise tax	19,492.18	19,492.18	13,047.61
Rent	1,990.06	1,990.06	525.00
Fire Department	643.83	643.83	8,994.00
Interest on investments	34.26	116.25	1,041.60
Intergovernmental	11,903.30	11,903.30	7,228.64
Grant revenue - ASCOG	0.00	0.00	3,000.00
Grant revenue - Senior Citizen	0.00	0.00	0.00
Grant revenue - Fire Dept.	15,611.44	15,611.44	5,219.59
Building permits	6,700.00	6,700.00	6,483.62
Grave openings	0.00	0.00	0.00
Donations	9,028.00	15,419.56	7,383.47
Grant revenue - OHFA	0.00	0.00	0.00
Grant revenue - Fire Dept.	16,347.49	16,347.49	229,722.51
Miscellaneous receipts	7,882.30	8,282.30	8,387.41
TOTAL REVENUES	152,374.10	160,884.09	351,436.12
EXPENDITURES			
Salaries	88,550.67	96,350.67	77,869.00
Payroll taxes	7,506.75	8,119.05	6,914.84
Repairs and maintenance	17,773.80	18,433.80	947.46
Police	20,313.85	20,313.85	7,103.95
Fire	7,619.72	7,619.72	33,106.24
Insurance	21,848.03	21,848.03	34,329.18
Utilities	11,284.92	11,284.92	12,452.31
Streets and highways	0.00	4,296.89	989.76
Office expense	7,406.56	7,406.56	2,652.97
Gasoline and mileage	5,096.09	5,096.09	4,703.77
Professional fees	5,746.00	5,746.00	6,165.00
Telephone	3,418.07	3,418.07	3,709.92
Grant expenditure - ASCOG	0.00	0.00	3,000.00
Grant expenditure - Park	0.00	0.00	0.00
Grant expenditure - Fire Dept.	16,347.49	16,347.49	229,722.51
Dues and fees	2,574.36	2,574.36	1,308.85
Grant expenditure - OHFA	0.00	0.00	0.00
TOTAL EXPENDITURES	215,486.31	228,855.50	424,975.76
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES			
(63,112.21)	(4,859.20)	(67,971.41)	(73,539.64)
OTHER FINANCING SOURCES (USES)			
Operating transfers in	48,001.82	50,001.82	18,331.20
Operating transfers out	0.00	0.00	0.00
TOTAL OTHER FINANCING SOURCES (USES)	48,001.82	50,001.82	18,331.20
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)			
(15,110.39)	(2,859.20)	(17,969.59)	(55,208.44)
FUND BALANCES - July 1, 2008	31,437.63	67,961.74	123,170.18
FUND BALANCES - June 30, 2009	\$16,327.24	\$49,992.15	\$67,961.74

TOWN OF WASHINGTON, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCE - CASH BASIS - ALL FIDUCIARY FUND TYPES  
 FOR THE YEAR ENDED JUNE 30, 2009

Exhibit C

	Fiduciary Fund Types			(Totals memo random only)	
	Meter Deposit	Court Bond	Cemetery Perpetual	June 30, 2009	June 30, 2008
REVENUES					
Meter deposits	\$2,300.00	\$0.00	\$0.00	\$2,300.00	\$2,800.00
Donations	0.00	0.00	0.00	0.00	0.00
Fines and bonds	0.00	13,126.41	0.00	13,126.41	3,792.00
Interest on investments	43.07	3.00	665.18	711.25	1,563.44
Cemetery lot sales	0.00	0.00	4,820.00	4,820.00	4,100.00
	0.00	0.00	0.00	0.00	0.00
<b>TOTAL REVENUES</b>	<b>2,343.07</b>	<b>13,129.41</b>	<b>5,485.18</b>	<b>20,957.66</b>	<b>12,255.44</b>
EXPENDITURES					
Meter deposits refunded	2,343.07	0.00	0.00	2,343.07	2,878.72
Repairs and maintenance	0.00	0.00	20,485.99	20,485.99	10,494.89
Capital outlay	0.00	0.00	0.00	0.00	0.00
Police	0.00	1,035.39	0.00	1,035.39	613.46
Miscellaneous expenditures	0.00	0.00	0.00	0.00	0.00
<b>TOTAL EXPENDITURES</b>	<b>2,343.07</b>	<b>1,035.39</b>	<b>20,485.99</b>	<b>23,864.45</b>	<b>13,987.07</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	0.00	12,094.02	(15,000.81)	(2,906.79)	(1,731.63)
OTHER FINANCING SOURCES (USES)					
Operating transfers in	0.00	0.00	0.00	0.00	0.00
Operating transfers (out)	0.00	(12,800.00)	0.00	(12,800.00)	(9,000.00)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>0.00</b>	<b>(12,800.00)</b>	<b>0.00</b>	<b>(12,800.00)</b>	<b>(9,000.00)</b>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES & OTHER FINANCING SOURCES (USES)	0.00	(705.98)	(15,000.81)	(15,706.79)	(10,731.63)
FUND BALANCES - July 1, 2008	0.00	1,770.80	72,653.96	74,424.78	85,156.41
<b>FUND BALANCES - June 30, 2009</b>	<b>\$0.00</b>	<b>\$1,064.82</b>	<b>\$57,653.17</b>	<b>\$58,717.99</b>	<b>\$74,424.78</b>

TOWN OF WASHINGTON, OKLAHOMA  
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - CASH BASIS  
 BUDGET AND ACTUAL - GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2009

	GENERAL FUND		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES			
Sales and use tax	\$60,000.00	\$64,377.68	\$4,377.68
Franchise tax	15,000.00	19,492.18	4,492.18
Rent	250.00	1,990.06	1,740.06
Fire Department	8,000.00	8,035.39	35.39
Interest on investments	30.00	34.26	4.26
Intergovernmental	10,000.00	11,903.30	1,903.30
Building permits	15,000.00	15,611.44	611.44
Grave openings	6,400.00	6,700.00	300.00
Grant revenue - ASCOG	0.00	0.00	0.00
Grant revenue - Fire Department	15,000.00	16,347.49	1,347.49
Miscellaneous receipts	7,600.00	7,882.30	282.30
TOTAL REVENUES	137,280.00	152,374.10	15,094.10
EXPENDITURES			
Salaries	89,000.00	88,550.67	449.33
Payroll taxes	7,600.00	7,506.75	93.25
Repairs and maintenance	17,800.00	17,773.80	26.20
Police	20,400.00	20,313.85	86.15
Fire	7,650.00	7,619.72	30.28
Insurance	21,900.00	21,848.03	51.97
Utilities	11,300.00	11,284.92	15.08
Professional fees	5,800.00	5,746.00	54.00
Office expense	7,449.45	7,406.56	42.89
Gasoline and mileage	5,200.00	5,096.09	103.91
Telephone	3,520.00	3,418.07	101.93
Grant expenditures - ASCOG	0.00	0.00	0.00
Dues and fees	2,600.00	2,574.36	25.64
Grant expenditures - Fire Dept.	16,500.00	16,347.49	152.51
TOTAL EXPENDITURES	216,719.45	215,486.31	1,233.14
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(79,439.45)	(63,112.21)	16,327.24
OTHER FINANCING SOURCES (USES)			
Operating transfers in (out)	48,001.82	48,001.82	0.00
	0.00	0.00	0.00
TOTAL OTHER FINANCING SOURCES (USES)	48,001.82	48,001.82	0.00
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES & OTHER FINANCING SOURCES (USES)	(31,437.63)	(15,110.39)	16,327.24
FUND BALANCES - July 1, 2008	31,437.63	31,437.63	0.00
FUND BALANCES - June 30, 2009	(\$0.00)	\$16,327.24	\$16,327.24

TOWN OF WASHINGTON, OKLAHOMA  
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED  
 EARNINGS - CASH BASIS - PROPRIETARY FUND TYPE (MUNICIPAL AUTHORITY)  
 FOR THE YEAR ENDED JUNE 30, 2009

	Municipal Authority	Totals Memorandum only
	June 30, 2009	June 30, 2008
OPERATING REVENUES		
Water	\$93,751.22	\$80,522.86
Sewer	33,519.67	25,627.51
Taps	110.55	887.13
Sanitation	39,182.33	41,780.24
Rent	150.00	1,350.00
Miscellaneous fees and receipts	0.00	57.61
TOTAL REVENUES	166,713.77	150,225.35
OPERATING EXPENSES		
Salaries	0.00	19,200.00
Taxes	0.00	1,468.80
Insurance	7,039.02	1,100.88
Repairs and maintenance	17,363.44	17,480.32
Utilities	9,013.78	5,570.45
Office supplies and postage	11,164.58	10,914.67
Gas and oil	10,064.54	8,931.52
Solid waste disposal	33,916.32	32,794.98
Professional fees	3,124.00	176.00
Returned checks	1,721.86	1,504.80
Fees and dues	5,589.30	2,350.00
Miscellaneous	1,374.02	1,444.90
Depreciation	15,263.00	15,263.00
TOTAL OPERATING EXPENSES	115,633.86	118,200.32
NET INCOME (LOSS) FROM OPERATIONS	51,079.91	32,025.03
NON-OPERATING REVENUES (EXPENSES)		
Interest revenue	96.18	114.82
Loan payments	0.00	0.00
Transfers out	(35,201.82)	(9,331.20)
Interest expense	(6,593.24)	(7,284.48)
TOTAL NON-OPERATING REVENUES (EXPENSES)	(41,698.88)	(16,500.86)
NET INCOME (LOSS)	9,381.03	15,524.17
RETAINED EARNINGS, BEGINNING OF PERIOD	237,304.74	221,780.57
RETAINED EARNINGS, END OF PERIOD	\$246,685.77	\$237,304.74

TOWN OF WASHINGTON, OKLAHOMA  
STATEMENT OF CASH FLOWS - CASH BASIS  
PROPRIETARY FUND TYPE (MUNICIPAL AUTHORITY)  
FOR THE YEAR ENDED JUNE 30, 2009

Exhibit F

	Totals memorandum only	
	JUNE 30	JUNE 30
	2009	2008
Cash Flows from Operating Activities		
Net Income (Loss)	\$9,381.03	\$15,524.17
Adjustment to reconcile net loss to net cash from operating activities		
Depreciation and amortization	15,263.00	15,263.00
Increase (decrease) in accrued inter	0.00	0.00
Total cash flows from operating	24,644.03	30,787.17
Cash Flows from Investing Activities		
Capital expenditures	0.00	0.00
Land purchases	0.00	0.00
Total cash flows from investing	0.00	0.00
Cash Flows from Capital and Related Financing Activ:		
Loan proceeds	0.00	0.00
Principal payments	(21,506.98)	(25,181.05)
Total cash flows from capital an activities	(21,506.98)	(25,181.05)
Cash Flows from Non-Capital Financing Activities		
Sale of asset	0.00	0.00
Transfer in	0.00	0.00
Total cash flows from non-capita	0.00	0.00
Net Increase (Decrease) in Cash and Cash Eq	3,137.05	5,606.12
Cash, beginning of period	33,490.85	27,884.73
Cash, end of period	\$36,627.90	\$33,490.85



TOWN OF WASHINGTON  
NOTES TO FINANCIAL STATEMENTS  
FISCAL YEAR ENDED JUNE 30, 2009

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Town of Washington, Oklahoma ("Town") operates under a Board of Trustees-Mayor form of government and provides the following services as authorized by it's charter: Public safety (police and fire); streets and highways; sanitation; culture-recreation; public improvements; planning and zoning; and general administrative services.

The financial statements of the Town have been prepared on the cash basis of accounting, which is not in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

1. Reporting Entity

In evaluating how to define the Town, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic--but not the only--criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the Town is able to exercise oversight responsibilities. Based upon the application of these criteria, the Town has considered the Washington Municipal Authority a component unit.

In accordance with governmental accounting standards, the financial statements of the Washington Municipal Authority are included in these financial statements.

## 2. Fund Accounting

The accounts of the Town are organized on the basis of funds or account groups, each of which is considered to be a separate accounting entity. The operations of each fund or account group are summarized by providing a separate set of self-balancing accounts which include its assets, liabilities, fund equity, revenues and expenses or expenditures. The various funds are grouped in this report, into four generic fund types and three broad categories as follows:

### Governmental Fund Types:

#### General Fund-

The General Fund is used to account for all of the general revenues of the Town not specifically levied or collected for other Town funds, and for expenditures primarily related to the rendering of the general services to the Town.

#### Special Revenue Funds-

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The Town currently utilizes the following Special Revenue Funds: Street and Alley Fund and Cemetery Care Fund.

### Proprietary Fund Types:

#### Municipal Authority-

The Proprietary Fund uses the economic resources measurement focus. The accounting objectives are determination of net income, financial position, and cash flows. All assets and liabilities associated with a proprietary fund's activities are included on its balance sheet. Proprietary fund equity is segregated into contributed capital and retained earnings.

Washington Municipal Authority leases the water and sewer utility system from the Town of Washington. The lease rental each year is the revenues remaining after payments have been made for debt service requirements and all operating expenses of the Authority have been paid.

#### Fiduciary Fund Types:

##### Agency Fund-

The Agency Fund is used to account for restricted assets held by the Town in a fiduciary capacity for individuals, private organizations, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The Town's meter fund, cemetery perpetual care fund and court bond fund are classified as agency funds.

#### 3. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the cash basis of accounting, which is not in accordance with generally accepted accounting principles. Their revenues are recorded when they received and expenditures are recorded when paid.

Revenues are generally recognized under the modified accrual basis of accounting. Revenues would be recorded when susceptible to accrual (i.e. both measurable and available.)

Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. Exceptions to this general rule include principal and interest on general long-term debt, which is recognized when due.

All proprietary funds are accounted for using the cash basis of accounting, which is not in accordance with generally accepted accounting principles. Their revenues are recognized when they are received, and their expenses are recognized when they are paid.

#### 4. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting--under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation--is utilized in the governmental funds. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

#### 5. Cash and Investments

Oklahoma State Law allows for investment of funds in the following:

- a. Direct obligations of the United States Government to the payment of which the full faith and credit and the Government of the United States or of this state is pledged.
- b. Certificates of deposit of savings and loan associations, banks, and trust companies when the certificates of deposits are secured by acceptable collateral as in the deposit of other public monies.
- c. Savings accounts or savings certificates of savings and loan associations, banks, and trust companies, to the extent that the accounts or certificates are fully insured by the Federal Government.
- d. Negotiable certificates of deposits, prime bankers acceptances, prime commercial paper and repurchase agreements with certain limitations. Any investment in these instructions must be fully collateralized with investments specified in previous paragraphs 1 through 3, where the collateral has been deposited with a trustee or custodian bank in an irrevocable trust or escrow account.

According to State Law, collateral to secure deposits of public funds must be:

- a. U.S. Treasury bonds, notes, or certificates payable by the Treasurer of the United States, issued by an agency of the United States under authority of an Act of Congress where the full faith and credit of the United States is pledged to the payment.

- b. State of Oklahoma bonds, notes, or certificates payable by the State Treasurer, issued by an agency of the State under authority of an act of the legislature where full faith and credit is pledged to the payment.
- c. Bonds issued by any county in Oklahoma.
- d. Bonds issued by any school district or board of education.
- e. Bonds issued by any city or town where an ad valorem tax levy is pledged to the payment, with certain restrictions of sinking fund indebtedness of the issuing city or town.
- f. A surety bond.

The following is a table of deposits and investments for the Town at June 30, 2009 by risk category, carrying amount/bank balance and market value.

	Risk Category			Total Bank Balance	Total Carrying Value
	(1)	(2)	(3)		
Cash:					
Cash in Bank	\$164,411.22	\$0.00	\$0.00	\$164,411.22	\$164,411.22
Certificates of Deposit	0.00	0.00	0.00	0.00	0.00
	-----	-----	-----	-----	-----
Total Cash	\$164,411.22	\$0.00	\$0.00	\$164,411.22	\$164,411.22
	=====	=====	=====	=====	=====

#### Risk Categories:

Category 1 - Investments that are insured or registered, or securities held by the Town or its agent in the Town's name.  
Deposits that are insured or collateralized with securities held by the Town or its agent in the Town's name.

Category 2 - Investments that are uninsured or unregistered with securities held by the counter party's trust department or agent in the Town's name.  
Deposits that are collateralized with securities held by the pledging financial institution's trust department or agent in the Town's name.

Category 3 - Investments that are uninsured or unregistered with securities held by the counter party or by its trust department in the Town's name.  
Deposits that are uncollateralized with securities held by the pledging financial institution or by its trust department or agent in the Town's name.

#### 6. Total Columns on Combined Statements - Overview

Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to facilitate analysis. Data in these columns do not present financial position, results of operations, or changes in cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

#### 7. Budgets and Budgetary Accounting

The Town adopts an annual budget in compliance with Oklahoma statutes, Title 68, section 2483, Oklahoma Municipal Code established guidelines which the Town follows when establishing its budget.

#### NOTE B - FIXED ASSETS

The Town records all fixed asset acquisitions only as expenditures and does not maintain detailed records of the fixed assets.

The general fixed assets of the Town have not been inventoried, and, because detailed records have not been maintained, the General Fixed Assets Account Group is excluded from these financial statements, which should be included to conform with generally accepted accounting principles.

All property, plant and equipment used by the Washington Municipal Authority is determined by the original cost of the assets by reference to vendor invoices and contracts. Depreciation on these assets has been included in the balance sheet and depreciation on these assets, calculated using the straight-line method, has been included in the accompanying statement of revenues, expenses and changes in retained earnings.

NOTE C - LONG-TERM DEBT

The following is a summary of long-term debt for the proprietary fund payable for the year ended June 30, 2009:

	Balance 1-Jul-08	Additions	Deductions	Balance 30-Jun-09
Oklahoma Water Resources Board Oklahoma City, OK	200,359.12	0.00	(21,506.98)	178,852.14
Total	\$200,359.12	\$0.00	(\$21,506.98)	\$178,852.14

TERMS:

Oklahoma Water Resources Board, Note for \$371,683.81 @3.263%, payable in semi-annual payments, secured by sewage lagoon and Authority revenues, due February, 2017.

The schedule of payments is as follows:

<u>Payment Period</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
June 30, 2010	6,214.22	22,014.25	28,228.47
June 30, 2011	5,827.44	22,629.25	28,456.69
June 30, 2012	5,418.44	23,240.25	28,658.69
Thereafter	16,832.82	110,968.39	127,801.21
	<u>\$ 34,292.92</u>	<u>\$178,852.14</u>	<u>\$213,145.06</u>



#### NOTE D - INTERFUND TRANSACTIONS

During the course of normal operations, the Town has transactions between funds including expenditures and transfers of resources to provide services, purchase assets and service debt. Transactions which are normal and recurring between funds are recorded as operating transfers. Transactions which are nonrecurring and represent a transfer of equity between funds are recorded as a change in fund balance.

#### NOTE E - LITIGATION

Neither the Town nor the Authority have any pending claims or lawsuits against them as of June 30, 2009.

TOWN OF WASHINGTON, OKLAHOMA  
 COMBINING BALANCE SHEET - CASH BASIS  
 SPECIAL REVENUE FUNDS  
 JUNE 30, 2009

Schedule 1

(Totals memo random only)

	Street & Alley	Cemetery Care	June 30, 2009	June 30, 2008
	-----	-----	-----	-----
ASSETS				
Cash	\$24,708.80	\$8,966.11	\$33,674.91	\$36,534.11
Investments	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00
	-----	-----	-----	-----
TOTAL ASSETS	\$24,708.80	\$8,966.11	\$33,674.91	\$36,534.11
	=====	=====	=====	=====
LIABILITIES AND FUND EQUITY				
LIABILITIES				
	\$0.00	\$0.00	\$0.00	\$0.00
	-----	-----	-----	-----
TOTAL LIABILITIES	0.00	0.00	0.00	0.00
	-----	-----	-----	-----
FUND EQUITY				
Fund balances				
Unreserved	24,708.80	8,966.11	33,674.91	36,534.11
	-----	-----	-----	-----
TOTAL FUND EQUITY	24,708.80	8,966.11	33,674.91	36,534.11
	-----	-----	-----	-----
TOTAL LIABILITIES AND FUND EQUITY	\$24,708.80	\$8,966.11	\$33,674.91	\$36,534.11
	=====	=====	=====	=====

TOWN OF WASHINGTON, OKLAHOMA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - CASH BASIS - SPECIAL REVENUE FUND  
 FOR THE YEAR ENDED JUNE 30, 2009

Schedule 2

			(Totals memo random only)	
	Street & Alley	Cemetery Care	June 30, 2009	June 30, 2008
REVENUES				
Motor vehicle tax	\$0.00	\$0.00	\$0.00	\$3,027.93
Miscellaneous				
Donations	0.00	8,028.00	8,028.00	7,383.47
Miscellaneous	0.00	400.00	400.00	130.00
Interest on investments	69.90	12.09	81.99	135.01
TOTAL REVENUES	69.90	8,440.09	8,509.99	10,676.41
EXPENDITURES				
Streets and highways	4,296.89	0.00	4,296.89	989.76
Repairs and maintenance	0.00	660.00	660.00	460.00
Salaries	0.00	7,800.00	7,800.00	7,800.00
Payroll taxes	0.00	612.30	612.30	612.30
TOTAL EXPENDITURES	4,296.89	9,072.30	13,369.19	9,862.06
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,226.99)	(632.21)	(4,859.20)	814.35
OTHER FINANCING SOURCES (USES)				
Operating transfers (out)	0.00	2,000.00	2,000.00	2,000.00
TOTAL OTHER FINANCING SOURCES (USES)	0.00	2,000.00	2,000.00	2,000.00
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES & OTHER FINANCING SOURCES (USES)	(4,226.99)	1,367.79	(2,859.20)	2,814.35
FUND BALANCES - July 1, 2008	28,935.79	7,598.32	36,534.11	33,719.76
FUND BALANCES - June 30, 2009	\$24,708.80	\$8,966.11	\$33,674.91	\$36,534.11

TOWN OF WASHINGTON, OKLAHOMA  
 COMBINING BALANCE SHEET - CASH BASIS  
 AGENCY FUNDS  
 JUNE 30, 2009

Schedule 3

(Totals memo random only)

	Meter Deposit	Court Bond	Cemetery Perpetual	June 30, 2009	June 30, 2008
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ASSETS					
Cash	\$19,238.41	\$1,064.82	\$57,653.17	\$77,956.40	\$92,732.00
Investments	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00
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TOTAL ASSETS	\$19,238.41	\$1,064.82	\$57,653.17	\$77,956.40	\$92,732.00
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LIABILITIES AND FUND EQUITY					
LIABILITIES					
Meter deposits	\$19,238.41	\$0.00	\$0.00	\$19,238.41	\$18,307.22
TOTAL LIABILITIES	19,238.41	0.00	0.00	19,238.41	18,307.22
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FUND EQUITY					
Fund balances					
Unreserved	0.00	1,064.82	57,653.17	58,717.99	74,424.78
TOTAL FUND EQUITY	0.00	1,064.82	57,653.17	58,717.99	74,424.78
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TOTAL LIABILITIES AND FUND EQUITY	\$19,238.41	\$1,064.82	\$57,653.17	\$77,956.40	\$92,732.00
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND ON INTERNAL  
CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF  
COMBINED FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS

To the Board of Trustees  
Town of Washington, Oklahoma

We have audited the combined financial statements of the Town of Washington, Oklahoma as of and for the year ended June 30, 2009, and have issued our report thereon dated December 10, 2009. The Town of Washington prepares its financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

As more fully described in Note B, the financial statements referred to above do not include the general fixed assets account group, which should be included to conform with generally accepted accounting principles. The amount that should be recorded in the general fixed assets account group is not known.

We conducted our audit in accordance with 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.

Compliance

As part of obtaining reasonable assurance about whether the Town of Washington's combined financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 of the combined financial statements and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

To the Board of Trustees  
Town of Washington

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Town of Washington's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the combined financial statements and not to provide assurance on the internal control over financial reporting. Our considerations of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in the amounts that would be material in relation to the combined financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Town's Board of Trustees and management and is not intended to be and should not be used by anyone other than these specified parties.

*Michael Douglas, CPA,  
A Professional Corporation*

Michael Douglas, CPA,  
A Professional Corporation  
Norman, Oklahoma  
December 10, 2009