



# MEMORANDUM

The City of  
**OKLAHOMA CITY**

Council Agenda  
Item No. VI. FF.  
1/3/91

TO: Mayor and City Council  
FROM: Paula A. Hearn, City Manager *PAH/lf*

**APPROVED**  
JAN 3 1991  
BY THE CITY COUNCIL  
*Thomas P. Healy* CITY CLERK

Delivery of fiscal year 1990 Comprehensive Annual Financial Report (CAFR)

**Background** The City of Oklahoma City audited financial report is presented herewith. The report is prepared by the Department of Finance, Accounting Services Division, with design assistance from the Public Information Office. It is audited by Coopers & Lybrand. City Management assumes full responsibility for the contents of the report, except for the Report of the Independent Auditors.

The auditor's management letter as well as the Single Audit Report are also being provided, and accompany the CAFR.

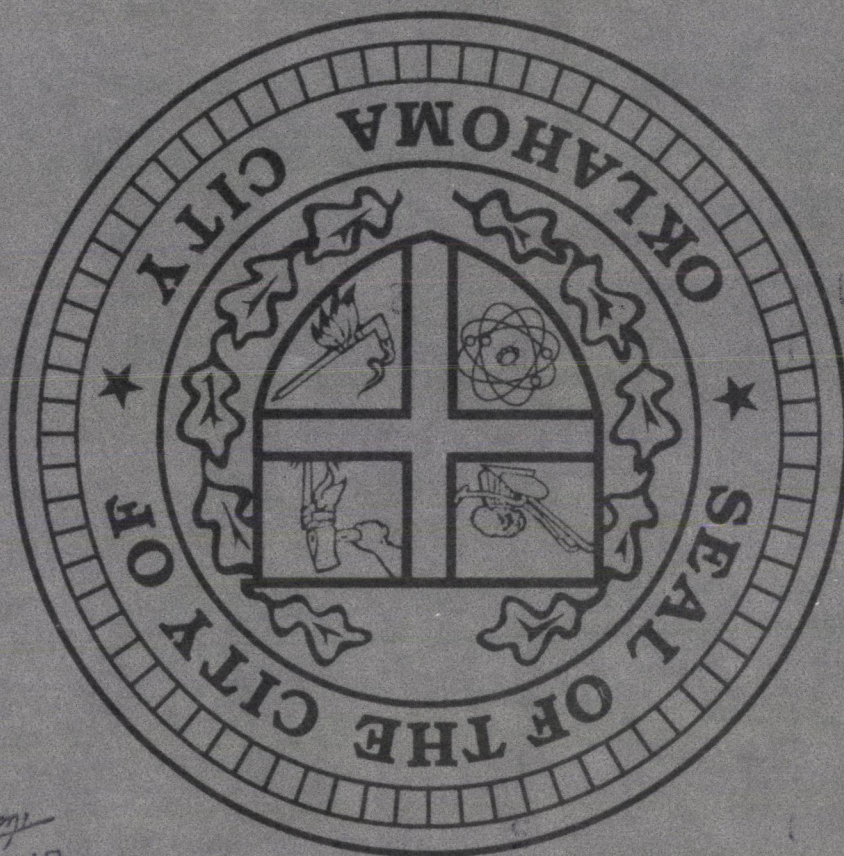
The financial report will be submitted again to the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting program. A reproduction of the award earned for the 1989 financial report is included in the Introductory Section of this report.

**Review** Finance Department

**Recommendation:** Accept the 1990 Comprehensive Annual Financial, auditor's management letter, and Single Audit Report.

CAH:dd  
Attachment

OKLAHOMA CITY, OKLAHOMA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR FISCAL YEAR ENDED JUNE 30, 1990



W. F. F.  
BY THE CITY COUNCIL  
JAN 9 1991  
APPROVED  
Accpt -

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*Account -*  
**APPROVED**

JUL 3 1991

BY THE CITY COUNCIL  
*Tom R. Kelly*  
CITY CLERK



OKLAHOMA CITY, OKLAHOMA  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
FOR FISCAL YEAR ENDED JUNE 30, 1990

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*for the year ended June 30, 1990*

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The City of  
**OKLAHOMA CITY**

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## **TRANSMITTAL LETTER**

*Citizens of Oklahoma City  
Honorable Mayor and City Council  
and other interested readers*

*October 19, 1990*

**T**he City of Oklahoma City was founded in 1889 and incorporated in 1890, seventeen years before Oklahoma became a state. It is the capital of Oklahoma and located in the state's geographic center. The City shows its commitment to excellence in local government through strong leadership, high standards of professionalism, active citizen participation, and public accountability. As proof of that commitment, the June 30, 1990, Comprehensive Annual Financial Report (CAFR) is submitted. Additionally, this report complies with requirements of the City Charter.

**T**he City's Finance Department, Accounting Services Division, prepared this report using generally accepted accounting principles (GAAP). It is fairly stated in all material respects. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. The guidelines of the Governmental Accounting Standards Board (GASB) set forth the organization of the CAFR. The CAFR has three sections:

- ♦ **I**ntroduction- provides an overview of the community, the city and its governmental organization and finances.
- ♦ **F**inancial Section- includes financial statements, notes, and the independent auditors' report.
- ♦ **S**tatistical Section- provides historical and current financial data on general government operations, long-term debt, property taxes, and general information on the City's growth and quality of life.

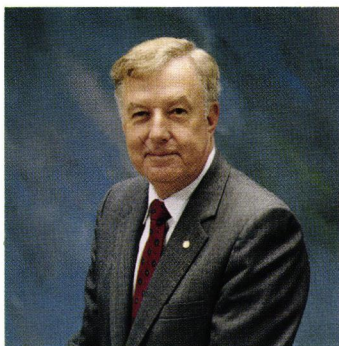
*The City is governed by  
Charter under the  
Council-Manager form of  
government.*



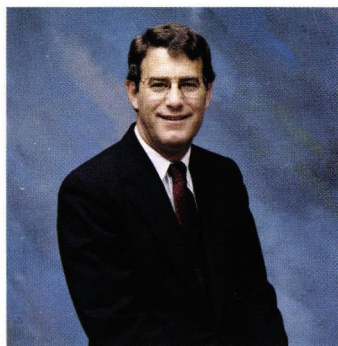
Mayor **Ronald J. Norick**

Citizens elect the Mayor at-large and the eight Council members by wards. The Mayor has an equal vote with Council members. The Mayor and Council, the City's legislative branch, appoint the City Manager, Municipal Counselor, City Auditor, and Municipal Judges. The City Manager is the chief administrative officer of the City and is responsible for the administration of City services.

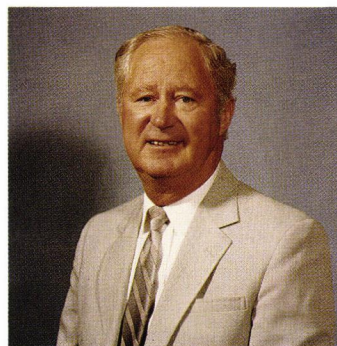
The U.S. Census Bureau's 1990 preliminary population estimate for the City is 441,154. This ranks Oklahoma City as the 30th largest city in the United States. The Metropolitan Statistical Area (MSA) is approximately 952,000. Oklahoma City is also one of the nation's largest cities in terms of land area, comprising more than 648 square miles and extending into five counties.



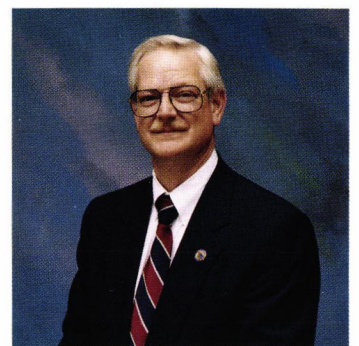
Ward One  
**I.G. Purser**



Ward Two  
**Mark Schwartz**

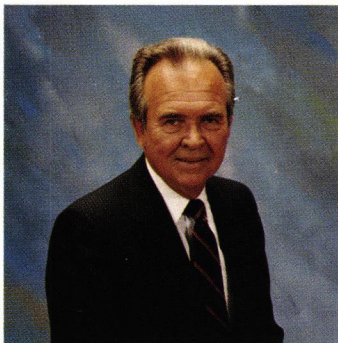
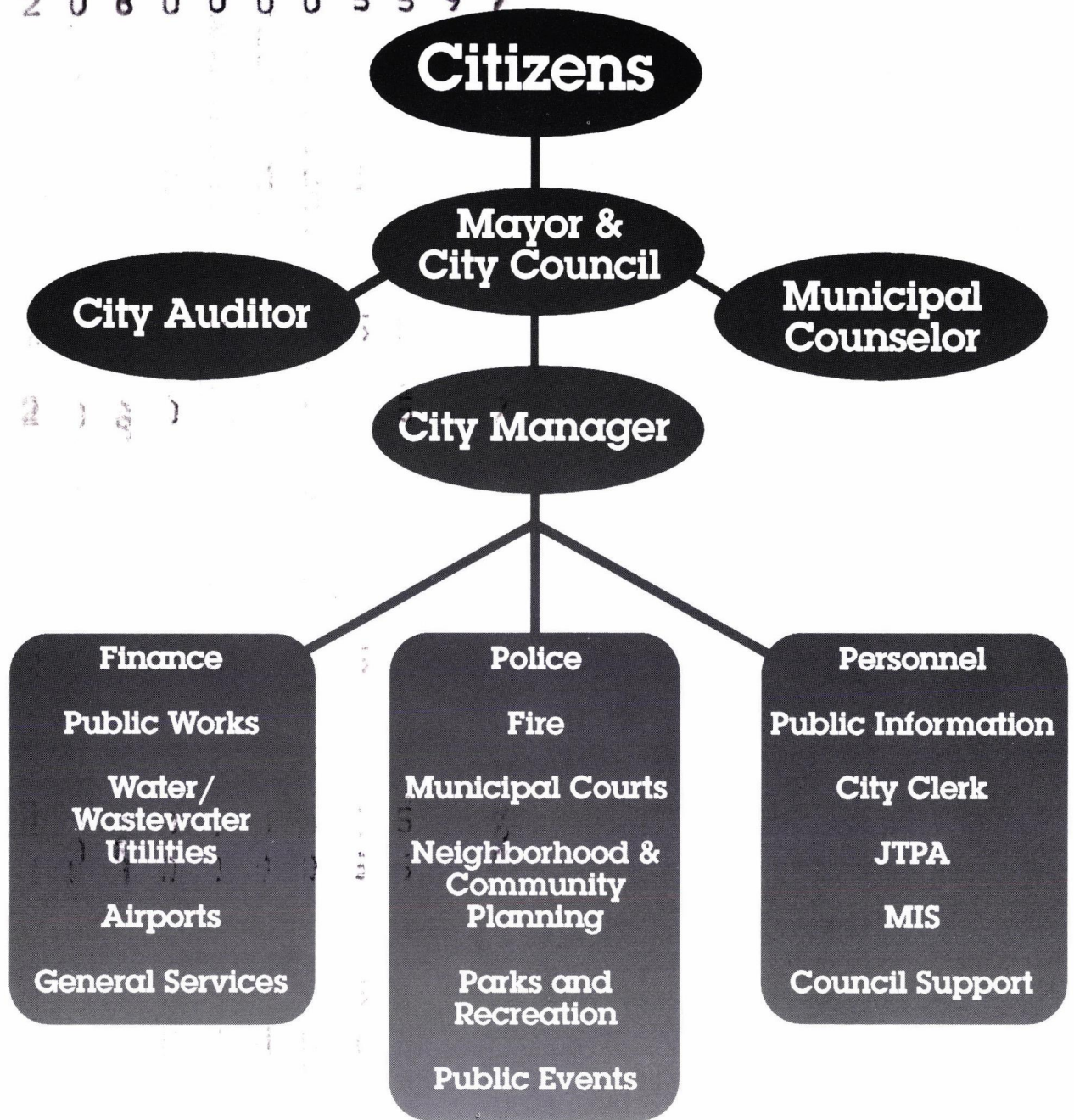


Ward Three  
**Jack Cornett**



Ward Four  
**Daniel Fine**

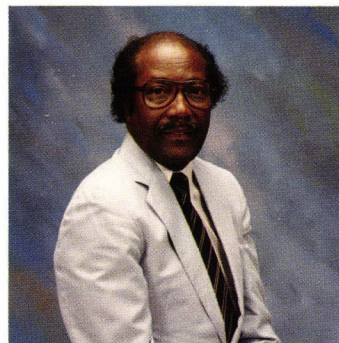
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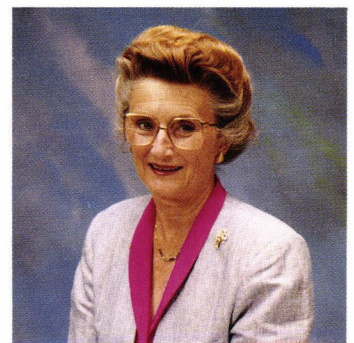
Ward Five  
**Jim Scott**



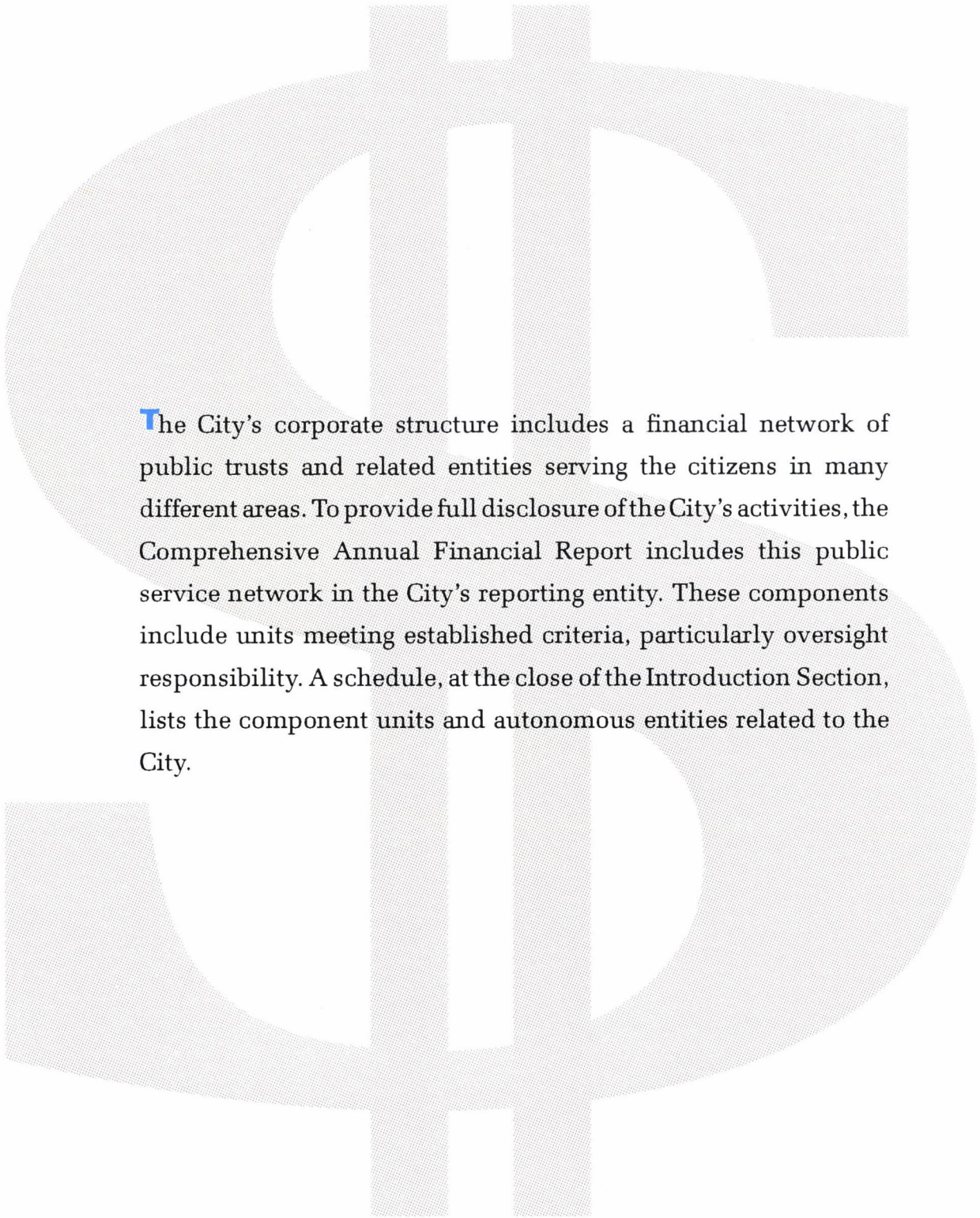
Ward Six  
**Beverly Hodges**



Ward Seven  
**Goree James**



Ward Eight  
**Jackie Carey**



The City's corporate structure includes a financial network of public trusts and related entities serving the citizens in many different areas. To provide full disclosure of the City's activities, the Comprehensive Annual Financial Report includes this public service network in the City's reporting entity. These components include units meeting established criteria, particularly oversight responsibility. A schedule, at the close of the Introduction Section, lists the component units and autonomous entities related to the City.

In January of 1989, the citizens of Oklahoma City passed the largest bond issue in the City's history to fund street, intersection, bridge, and drainage system improvements. Improvements approved at this vote of the people will continue throughout the 1990's. In June of 1989, the citizens returned to the polls and approved a 3/4 cent sales tax increase dedicated to improving public safety. This new dedicated tax for police and fire was implemented during the 1989-90 fiscal year. It funds increase protection and service for our citizens, improving the quality of life in Oklahoma City. On July 17, 1990, citizens approved an additional one-eighth cent sales tax to fund projects and operations of the Oklahoma City Zoo. With these commitments, the citizens invested public funds in the future of the City.

*Oklahoma City is the 30th largest city in the United States.*



As the City moves into the 1990's, City leaders continue to work on economic development, devoting new resources to bring new business to Oklahoma City, as well as helping existing businesses expand and become more profitable. These efforts brought results in the past year that will benefit future years. Some of those results are as follows:

*As the City moves into the 1990's, City leaders continue to work on economic development*

- ♦ Officials of metro Oklahoma City's Tinker Air Force Base announced construction totaling over \$643 million. Close to \$399 million of the construction will be completed by December, 1994. Approximately 70% of Tinker's construction dollars will be spent on labor and materials in the state.
- ♦ Cytodiagnostics, Inc. brought its headquarters to Oklahoma City. The company is the first medical diagnostics company established as a direct outgrowth of research at the University of Oklahoma Health Sciences Center.



• **X**erox unveiled a \$45 million plan to expand the company's Oklahoma City plant. The plant addition is scheduled for completion by late 1991 and will add a significant number of employees.

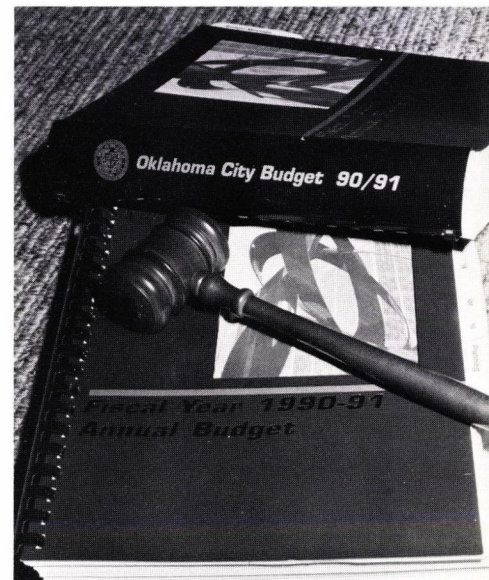
• **G**ulfstream, an Oklahoma City aerospace technologies firm, signed an \$85 million, 10-year contract to provide 200 sets of wings for the British Aerospace Jetstream 41, a 29 seat airliner to be assembled in Scotland.

**G**eneral local economic indicators suggest that the worst is over, and Oklahoma City can expect a slow recovery. Listed below are some state and local statistical trends and forecasts over a five year period:

### ■ **Employment**

**F**or the 1989 calendar year, City employment averages compared favorably to 1988. The total labor force was down by about 5,000 persons and average non-agricultural wage and salary employment was up by almost 9,000. The unemployment rate dropped from 5.3% in 1988 to 4.8% last year. Manufacturing and non-manufacturing employment were higher than last year by about 2,000 and 7,000 workers respectively. If these trends continue, 1990 will bring positive economic news.

## **FUTURE ECONOMIC OUTLOOK**





*For the 1989 calendar year, City employment averages compared favorably to 1988.*

#### ■ **Real Estate**

City housing costs reflect the overbuilding and economic slump. Figures for the 1989 calendar year show that the Oklahoma City Metropolitan area

housing costs were up slightly over the previous year, but were still about 15 percentage points below the nation's average. Availability of affordable homes is a strong selling point for Oklahoma City.

There is positive economic news to report in office vacancies in Oklahoma City. The City's overall average office vacancy dropped to a little less than 27%. However, vacancy rates in downtown and suburban areas remain among the nation's highest.

#### ■ **Personal Income**

Oklahoma personal income should increase over the next five years. The real annual growth rate (after adjusting for inflation) is expected to reach 2-3%.

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## ■ Sales Tax Revenue

The numbers for sales tax revenue are not directly comparable because of the 3/4 cent increase voters approved last June for public safety. As a result of a change in Oklahoma State policy, the Oklahoma Tax Commission now pays the City interest for the 60 days' sales tax collections it holds. The percentage increase in the tax rate was 37.5% and, with the additional interest, the City can expect extra revenues of about 38%. Sales tax revenues adjusted for these changes have grown 5.2% from fiscal year 1988-89 to fiscal year 1989-90.

## ■ Energy

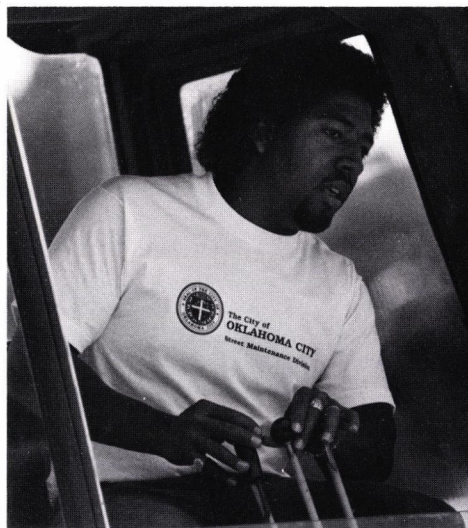
Oil and natural gas prices should show some improvement in the next five years. In the long-term, oil prices should fluctuate between \$15 to \$25 per barrel and stabilize in the \$18 - \$20 dollar range. Natural gas prices should increase and reach \$3.50 per thousand cubic feet by 1994. The long-term perspective for rig activity should remain positive. However, the recent Middle East crisis affects these projections, particularly in the short-term. In late summer, 1990, Oklahoma oil prices reached \$37 per barrel, the highest since 1981.





### ■ **General Business Index**

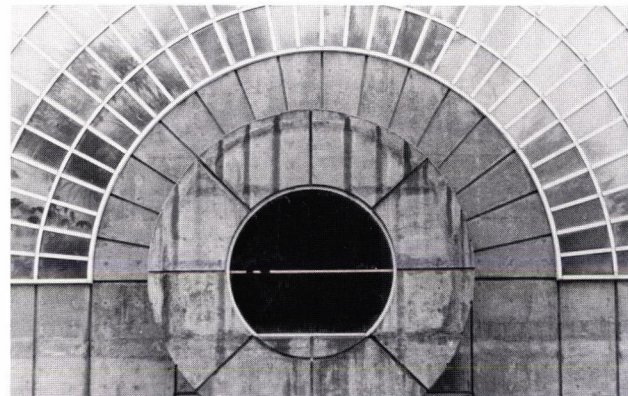
○klahoma's economy showed signs of continued growth, according to the latest General Business Index released by Southwestern Bell Telephone. The General Business Index or GBI, is a composite of 25 economic variables, and indicates the overall level of business activity. The report said that during the third quarter of 1989, the economy climbed 2.6% above the second quarter and 3.1% above the third quarter of 1988. Oklahoma's economy was also 3.9% above the third quarter of 1987. With strong showings in the natural gas industry, solidified employment figures and increased agricultural exports, the economy should continue this pattern into the 1990's.

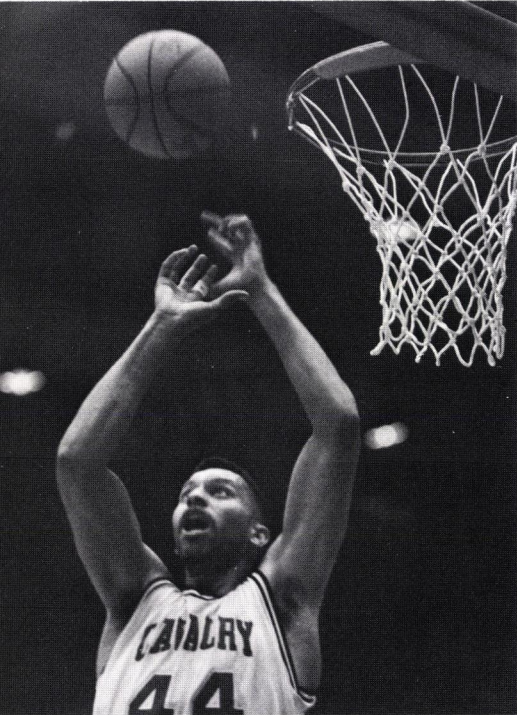




**T**he City planted 3,000 more trees on public property last year, completing the third year of its five-year tree-planting program. The program goal is to plant 15,000 trees by 1991. The City also launched a program to encourage citizens to plant more trees on private property. Private organizations and businesses are working with the "Putting Down Roots" campaign to meet the goal of 25,000 new trees on private property by 1992.

**N**inety-eight acres of wildflowers burst into bloom in calendar year 1989, painting several public areas with brilliant color. With help from Oklahoma City Beautiful, some 50 acres were reseeded last year. Wildflowers are now growing along several of the City's main thoroughfares. Parks department workers also planted 30 new beds of cultivated flowers. More than 200 tended flower beds now brighten the City.

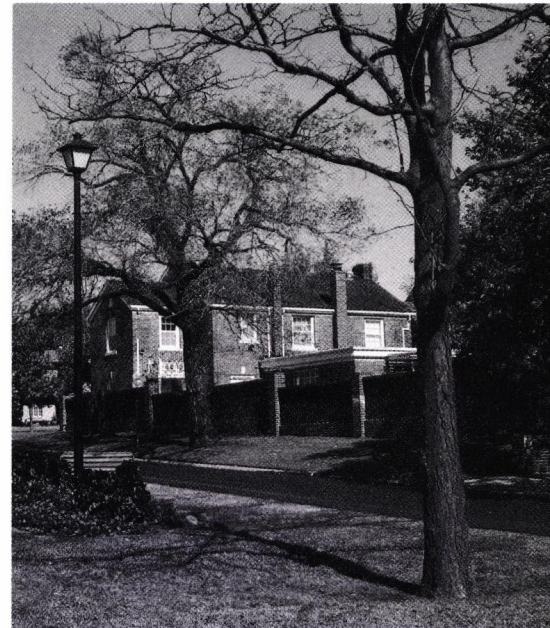




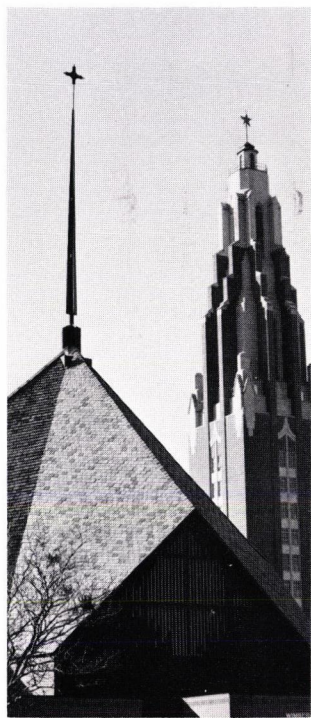
In the sports industry, the last year proved to be an historic and successful year in Oklahoma City. The Olympic Festival was the highlight of the year, as the eyes of the nation turned to Oklahoma City for 10 days of record-setting activity. Bobby Murcer, hometown hero and New York Yankee great, became president of the Oklahoma City 89ers, and promises to make the 1990's exciting for Oklahoma City baseball fans. The City also attracted a franchise in the Continental Basketball Association, the developmental league for the National Basketball Association. In the 1990-91 season, the Oklahoma City Cavalry will make its debut as an exciting new team, one of only 17 in the country. Oklahoma City has also attracted semi-professional football and soccer teams.

The Oklahoma City Zoo is an active participant in the Species Survival Plan, a program concerned with proper animal husbandry, study of genetics, reproduction, and other factors related to animals in captivity. Endangered animals represented at the Zoo include the black rhinoceros, lowland gorilla, African cheetah, bald eagle, and snow leopard. The Zoo is in the forefront of research in reproductive management techniques, contributing knowledge that will help zoos all over the world protect threatened species against extinction.

**T**he City continues to look for ways to help revitalize our inner-city neighborhoods. The City Council approved the Paseo Neighborhood Revitalization Plan, a pilot neighborhood project, and awarded a \$200,000 federal grant to the Capitol Hill Neighborhood Housing Service. Last year the City spent more than half a million dollars to mow overgrown lots and board up or tear down 667 abandoned buildings. Deferred federal loans helped 113 qualifying homeowners make major repairs to their homes. The Urban Homestead Program allowed nine families to move into a home for the cost of making repairs.



**N**ew programs are helping the homeless and also paving the way for transforming “Skid Row” into an expanded cultural area for the entire community. FirstStep, a public-private partnership which provides residential treatment for indigent alcoholics, expanded its program to include women. With a \$50,000 grant from the City, the Downtown Outreach Committee opened REST, a day shelter for the homeless. REST provides a clean, safe place where the homeless can go during the day, receive mail and phone calls and social service referral help.

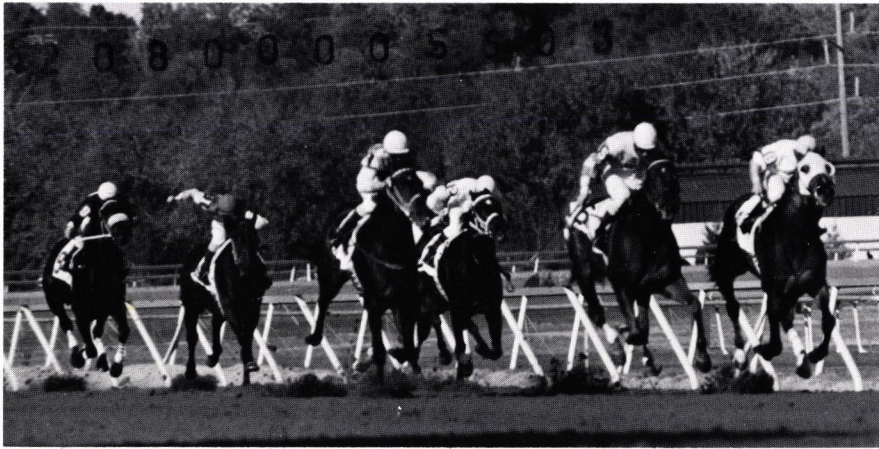


**M**ore than 3,000 people received job training or other employment services through City offices administering the federal Job Training Partnership Act (JTPA) program. Working with local employers, JTPA found jobs for more than 900 people last year and helped more than 1,200 disadvantaged young people get summer jobs, training, or remedial education.

*The metro area is surrounded by public and private colleges and universities.*

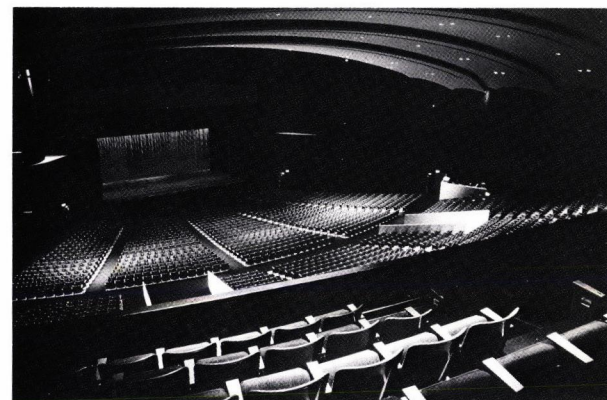
Opportunities for higher education are also an important part of the Oklahoma City community. The metro area is surrounded by public and private colleges and universities. The University of Oklahoma in Norman is located just 20 miles south of downtown Oklahoma City. With a student enrollment of 19,250 and 810 full-time faculty members, the University of Oklahoma has a nationally-ranked College of Engineering, an outstanding health sciences program, and is a world leader in energy and meteorology research. Other public colleges of higher education include Oklahoma City Community College in southwest Oklahoma City and Rose State College, a few minutes east of the downtown area. Private institutions include Oklahoma City University, with a current enrollment of 3,778 students, which is also a cultural attraction with its art galleries, and outstanding music and drama programs. Oklahoma Christian College and Southern Nazarene University are in adjacent suburbs. The University of Central Oklahoma, 15 minutes north of Oklahoma City in Edmond, offers a curriculum tailored to both working adults and students just out of high school; its current enrollment is 14,214. Oklahoma State University, with a student enrollment of 19,354, is only 65 miles northeast of Oklahoma City at Stillwater.

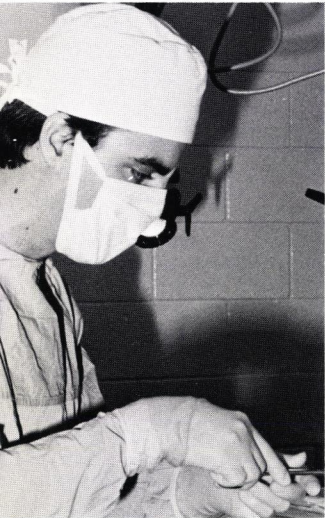




Metropolitan residents and out-of-town visitors enjoy many year-round cultural and recreational opportunities. The nationally known Cowboy Hall of Fame celebrates the history of the Old West. Ballet Oklahoma has been a resident company in the Oklahoma City Civic Center for the past six years, and performs in the auditorium several times a year. Symphonic music returned to Oklahoma City in 1989, as the Oklahoma City Philharmonic performed in its inaugural season. A host of visitors also attended the Remington Park pari-mutual race track, located in Oklahoma City. This last season marked Remington Park as the premier track for quarterhorse racing. The Myriad Convention Center and the Civic Center Music Hall enhance the quality of life for the citizens of Oklahoma City, hosting a wide variety of cultural, recreational, and entertainment events which also stimulate the visitor-based economy in Oklahoma City.

*This last season marked Remington Park as the premier track for quarter-horse racing.*





Citizen involvement is the cornerstone for the City's quality of life and community improvements. The Mayor and Council members held Town Hall meetings to listen and talk with citizens one at a time or in small groups. Council members often met with groups in their wards on a variety of issues and concerns. Cable television carried live Council meetings, Finance Committee meetings and other meetings of public interest. In April, 1990, the City published the fourth annual State of the City Report which portrays the City's service levels and accomplishments. This colorful tabloid is distributed to every household. These efforts continued to keep citizens informed and involved in the business of City government.

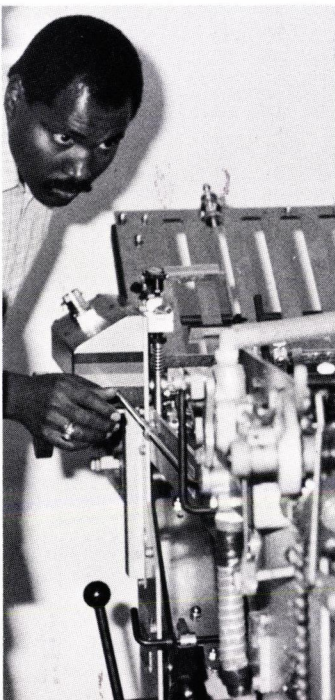


## Police

The war on drugs remained the Police Department's number one priority. The department continued to use both preventive education and law enforcement to wage the battle. Although national statistics show that drug use is down, the Police Department's enforcement activity is up. The National Institute on Drug Abuse reported in 1989 that drug use among Americans has dropped 37% since 1985. However, police investigators filed over 3,400 charges against drug offenders in the 1989 calendar year, a 21% increase over 1988. Police also seized \$3.2 million worth of illegal drugs. A new drug offense telephone hotline (232-NARC) made it simpler and safer for citizens to help with the war on drugs. More than 3,500 callers used the hotline in 1989, to provide information about drug-related crime while remaining anonymous. The department continued its highly successful Drug Awareness Resistance Education (D.A.R.E.) program. The program will be taught to 28,500 fifth and sixth graders throughout the City.

A new combined police briefing station and fire station was built in 1989 and opened early in 1990. It provides a new police

presence in the northeast quadrant of Oklahoma City, with 115 uniformed officers on duty. A new northwest police briefing station is under construction and scheduled for completion in the Fall of 1990. The department is adding 55 cars to the take-home vehicle program which began in 1988. The marked police cars provide an additional visible police presence to help deter crime in neighborhoods.



## MAJOR INITIATIVES AND SERVICE EFFORTS

Citizens made a record 9,500 calls to the Police Department's Crimestoppers hotline in 1989, remaining anonymous while providing information that helped police arrest 115 felony suspects and clear more than 250 unsolved felonies. The calls helped the police solve several major crimes. The police recovered \$92,000 worth of property and \$50,000 worth of drugs as a result of the citizen assistance. Citizens received \$10,700 in rewards for their information.



### Fire

*Property losses due to arson were the lowest in five years.*

Although the Fire Department responded to almost 50% more calls in the 1989 calendar year, firefighters managed to reduce property losses by nearly half when compared to 1988 losses. Firefighters made 29,500 responses in 1989, compared with 20,600 in 1988. Property loss was estimated at \$11.4 million last year compared with more than \$22 million in 1988. Property losses due to arson were the lowest in five years.



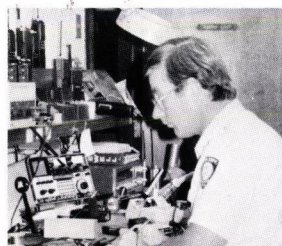


**U**sing General Obligation Bond funding, the City launched a major effort to renovate, upgrade, and repair existing fire stations, as well as construct new ones. These improved fire-fighting facilities will lower maintenance costs and, most importantly, reduce response time.

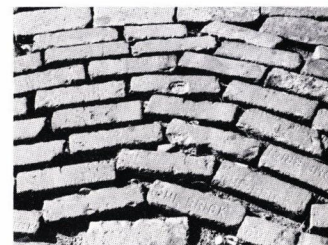
**A**s a result of the dedicated sales tax, the Fire Department is acquiring new equipment to upgrade response to situations involving hazardous materials. The department is also upgrading equipment to improve response in underwater, cave-in, and automobile rescues.

**K**id Safe, a comprehensive fire safety education program for preschool children, continued to expand. Nearly three-fourths of the day care homes in Oklahoma City became involved with Kid Safe. Kansas, Texas and Florida have also adopted the Kid Safe program.

**T**he Fire Department initiated an intensified effort to address the serious and unusual arson problems within the City's Linwood community (located near the City's central district). The Linwood Task Force was comprised of the City's Fire, Police, Code Enforcement, and Environmental Services Departments. The Task Force got results. There were 18 arrests, 10 convictions, and a 50% decrease in arson in the Linwood area. This highly successful response to a neighborhood in need led to similar efforts in other areas.



# MAJOR INITIATIVES AND SERVICE EFFORTS

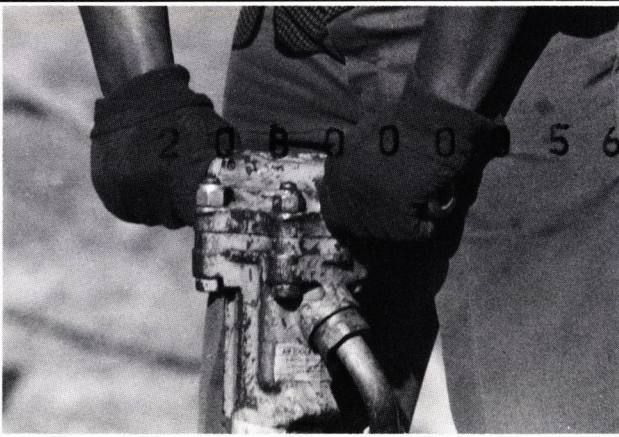


## Infrastructure

Voters approved the sale of \$153,740,000 in General Obligation bonds on January 20, 1989, to fund improvements to streets, bridges, intersections and storm drainage. The City has awarded architectural and engineering contracts for the design of 10 bridges, nine street projects, nine storm drainage projects and three intersection improvements. The City installed new traffic signals at 30 intersections and upgraded 21 others. The intersections now all have “mast arm” signals, which extend over the street and are much easier to see than the older corner-mounted signals. The City will install more than 160 new or upgraded signals in the next two years.

Contractors finished resurfacing 340 lane miles of street, at a cost of over \$8,000,000. During the year ended December, 1989, the City awarded approximately \$2,500,000 in contracts to resurface another 100 lane miles. City crews repaired potholes, replaced and fixed concrete and sealed cracks to protect streets against damage. Contractors performed \$1.3 million worth of repairs to street cuts and deteriorated street base.





There were two primary sources of funding for most of the City's infrastructure projects - General Obligation bonds and sales tax revenues. The 3/4 cent sales tax increase approved in June of 1989 will provide about \$30 million a year for capital projects of the Police and Fire Departments. Many expenditures were made during the fiscal year for new personnel, vehicles and a variety of other public safety improvements. Of the General Obligation bonds approved by the voters, the City issued approximately \$52 million in 1989 and \$14 million in 1990. These funds were allocated among four major areas - improvements to streets, drainage systems, bridges and traffic control. All the infrastructure projects are included in the City's Five Year Capital Improvement Plan. The plan lists all funded capital projects and identifies priorities for long range expenditures in basic program areas. The Five Year Capital Improvement Plan is discussed in a subsequent section of the Transmittal Letter.

*The 3/4 cent sales tax increase approved in 1989 will provide \$30 million a year for Police and Fire capital projects.*

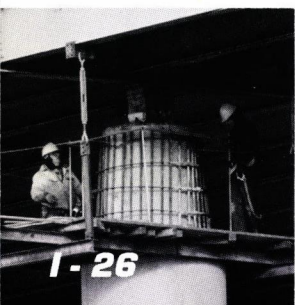




## Airports

Calendar year 1989 concluded a decade of unparalleled growth and development at Oklahoma City's Will Rogers World Airport. The airport served a record 3,000,000 passengers, an increase of 92,000 over the last year. The airport is prepared to accommodate even more passengers in the new decade. A long list of improvements were completed in the 80's - to the airfield, terminal, roads, and parking areas. The airfield is one of the safest and most advanced in the United States. It features new pavement, a rebuilt runway, and a state-of-the-art lighting system. The terminal and concourses were enlarged and renovated. Other improvements made it much easier to get in and out of the airport. Lanes were added to the upper-level drive to accommodate more cars for incoming and outgoing passengers. New terminal approach roads were built, and new signs erected. For 1990 and beyond, airport officials expect progress in many areas, including improvements in the airport's instrument landing system and attracting industrial aviation development. Work continued on the National Airspace Systems Training Facility in the Mike Monroney Aeronautical Center, adjacent to the airport. When the training facility is completed, it will offer the latest in technological training to air traffic controllers.

*The airfield is one of the safest and most advanced in the United States.*





## Downtown Revitalization

The City continues efforts to revive the downtown area. Opening Night, the community New Year's Eve festival, was once again a success. In just its third year, Opening Night drew over 40,000 people to downtown Oklahoma City for what is becoming a tradition. The opening of the "Spaghetti Warehouse" in Bricktown signaled a new beginning in the development of that area of downtown. During its first night and first week, the new Bricktown restaurant did more business than any other Spaghetti Warehouse in the United States. Several other establishments are also opening in the area, indicating that Bricktown is preparing to "take off." The Crystal Bridge Tropical Conservatory is also a major downtown attraction with attendance exceeding all expectations.



## Accountability And Budgetary Controls

The City has a comprehensive accounting and budgetary information system. Interim financial statements provide City management, the Mayor and City Council with regular financial analyses. The City has a balanced budget and complies with requirements of the Oklahoma Municipal Budget Act, as more fully explained in Note I of the financial statements.

The City has a set of internal controls which are reviewed annually as a part of the independent audit and routinely by the internal auditors. The City implements cost effective management and internal control recommendations.

Receipt of material federal and state financial assistance subjects the City to additional internal control analysis. Compliance with the Single Audit Act requires evaluation of internal controls for grant recipients. That internal control evaluation report is available in a separate document. The results of the City's Single Audit revealed no material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

The Mayor and City Council members comprise the Finance Committee. The Committee has oversight responsibilities in the independent auditor selection process, review of the audit management letter, review of the budget in detail, and other significant financial matters of the City.

*The Mayor and City Council members comprise the Finance Committee.*



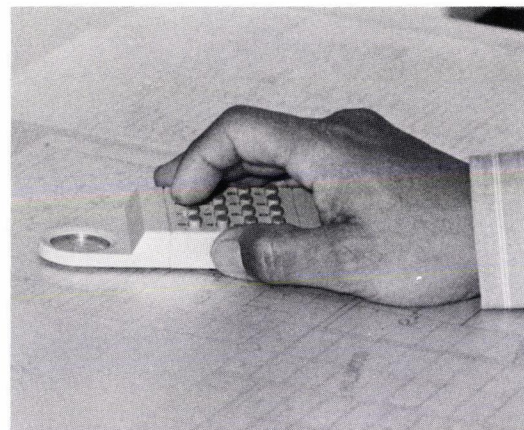


The City Auditor supervises the Auditing Department. The duties of that office include: (1) internal audit of City financial records and reports, (2) examining claims for payment and certifying the availability of appropriations to pay claims, (3) review of accounting records, property and equipment inventories, and accounting internal controls, (4) audit of concessionaires, agreements and contracts whereby the City receives revenue, and (5) special projects as directed by the City Council.

Additionally, the City maintains budgetary controls to ensure compliance with legal provisions incorporated in the annual appropriated budget. The City Council approves annually appropriated budgets for the General Fund, budgeted special revenue funds, the Debt Service Fund, and budgeted proprietary fund operations. The level of budgetary control within the fund is by department and character.

City leaders made an important commitment to improve the quality of accounting and financial reporting systems. An Integrated Financial Management and Personnel System (IFMAPS) is currently in the final stages of evaluation. The application systems included in the scope of IFMAPS are critical to the efficient financial operation of the City. IFMAPS implementation should begin during the 1990-91 fiscal year.

*An Integrated Financial Management and Personnel System is currently in the final stages of evaluation.*



**FUNCTIONS**

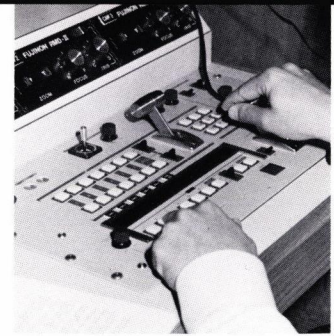
The General Fund reports the primary general government functions of the City. The General Fund budget includes most typical municipal activities. The following summary schedules depict financial information for the City's General Fund using the budgetary basis of accounting (dollars are in thousands):

Revenues and Other Budgeted Sources	1990 Actual	Percent of Total	Increase (Decrease) from 1989	Percent of Increase (Decrease)	Budgeted 1991
Taxes	\$106,152	72%	\$6,715	6%	\$108,977
Licenses, permits and fees	3,353	2%	5	-	3,882
Fines and forfeitures	7,264	5%	7	-	8,253
Investment income	9,528	7%	6,593	69% (1)	8,370
Charges for services	2,111	1%	154	7%	2,881
Other	1,655	1%	(785)	(47%) (3)	1,059
Administrative charges	8,469	6%	3,041	36% (2)	6,129
Transfers-in	8,179	6%	4,819	(59%) (4)	25,549
Fund balance	-	-	-	-	5,362
<b>Total revenues and other budgeted sources</b>	<u>\$146,711</u>	<u>100%</u>	<u>\$20,549</u>	14%	<u>\$170,462</u>

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Expenditures, transfers and encumbrances	1990 Actual	Percent of Total	Increase (Decrease) from 1989	Percent of Increase (Decrease)	Budgeted 1991
General Government	\$23,372	17%	\$1,621	7%	\$28,083
Public Safety	79,350	56%	12,711	16% (5)	98,258
Public Services	9,894	7%	(1,105)	(11%) (6)	12,101
Culture and recreation	6,223	4%	(2,380)	(38%) (7)	7,547
Transfers-out	<u>22,740</u>	<u>16%</u>	<u>5,808</u>	<u>26% (8)</u>	<u>24,473</u>
<b>Total expenditures, transfers and encumbrances</b>	<b><u>\$141,579</u></b>	<b><u>100%</u></b>	<b><u>\$16,655</u></b>	<b>12%</b>	<b><u>\$170,462</u></b>

- (1) Increase is due to interest earned on the proceeds of currently issued General Obligation Bonds.
- (2) Increase is due to additional administrative charges for public utility and tourism activities, as well as newly initiated charges to the Recreation, Golf, and Riverfront funds.
- (3) Decrease is a result of reclassification of revenue items such as court costs to fines and forfeitures and police fees to charges for services.
- (4) Increase resulted from the sales tax dedicated to police and fire protection authorized in the 1990 fiscal year.
- (5) Increase is due to the passage of a 3/4 cent sales tax earmarked for Police and Fire.
- (6) Decrease is due to the reorganization of Environmental Services.
- (7) Decrease is due to the establishment of the Recreation Enterprise Fund.
- (8) Increase is due to the establishment of an operating subsidy to the Recreation Enterprise Fund.



### General Fund Balance

The following schedule illustrates the relationship of the unreserved, undesignated budgetary basis General Fund Balance to the City's General Fund operating budget for the following years (*dollars are in thousands*):

Fiscal Year Ended June 30	Unreserved, Undesignated General Fund Balance	General Fund Operating Budget Succeeding Year	Ratio of Unreserved General Fund Balance to Succeeding Year's Budget
1986	\$6,097	\$185,270	3%
1987	9,986	184,742	5%
1988	10,500	134,712 (1)	8%
1989	11,500	144,492	8%
1990	17,348	170,462	10%

(1) The General Fund budget for fiscal years before 1988 included the budgeting of operating activities for Water, Wastewater, Sanitation, and Airports enterprises.



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**Enterprise Operations**

The following schedule summarizes the results of operations, financial condition, and relationship to general government operations for the City's enterprise operations (in thousands):

	Operating Revenues	Net Income (Loss)	Retained Earnings (Deficit)	Transfer From/(To) The General Fund
Parking	\$3,680	\$(558)	\$(9,666)	\$1,017
Transportation	1,684	(1,858)	950	1,701
Airports	19,917	(3,755)	39,589	130
Water	28,857	(2,995)	(10,946)	16
Wastewater	40,093	8,860	(47,944)	6
Sanitation	11,246	280	(3,033)	(232)
Golf Courses	4,722	860	3,153	-
Zoological	3,502	90	6,209	2,138
AmCare	11,385	453	-	-
Fairgrounds and Stadium	317	(417)	4,798	-
Myriad Gardens	246	(397)	(3,441)	367
Parks & Recreation	452	(52)	(52)	1,637
Public Events	2,355	(726)	(885)	1,180
Port Authority	6	7	12	-

### Pension Obligations

Reporting entity employees participate in four pension plans. Firefighters and police officers are members of State plans to which the City, employees, and the State contribute. The limitation on the City's required contribution to these plans is 10% of salaries. Retirement systems included in the reporting entity are all actuarially soundly funded. These include (dollars are in thousands): (1) Oklahoma City Employee Retirement System, which as of December 31, 1989, had an "unfunded pension benefit obligation" of \$18,145 with an asset market value of \$95,937, and (2) Central Oklahoma Transportation and Parking Authority Pension Plan, which as of July 1, 1990, had a fully funded pension benefit obligation with an asset market value of \$816.

The outstanding bonds of the reporting entity are (in thousands):

<b>Indebtedness</b>	<b>Amount</b>
General obligation bonds	\$166,266
Revenue bonds, net of unamortized discount	286,809
Special assessment bonds	<u>506</u>
Total	<u>\$453,581</u>

The following tabulation compares interest cost per borrowed dollar for bonds issued since 1985:

<b>Revenue</b>	<b>Tax Status</b>	<b>Purpose</b>	<b>Date Of Issue</b>	<b>Interest Cost Per Borrowed Dollar</b>
Water & Sewer				
Series A	Tax-Exempt	Refunding	7/1/86	\$1.14
Water & Sewer				
Series B	Taxable	Refunding	7/1/86	.21
Water & Sewer System				
Series C & D	Tax-Exempt	Water & Sewer System Capital Improvements	8/1/86	2.43
COTPA Refunding				
Series 1986	Tax-Exempt	Refunding	7/1/86	1.13
Airport Junior Lien 14	Tax-Exempt	Aviation Career Center Facility	5/1/87	1.03
Airport Junior Lien 15	Taxable	Purchase Aviation Facilities	1/1/88	1.25
Airport Senior Lien 15	Tax-Exempt	Construction and renovation of Mike Monroney Aeronautical Center	4/1/86	1.30

(continued)

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Revenue	Tax Status	Purpose	Date Of Issue	Interest Cost Per Borrowed Dollar
Airport Senior Lien 16	Taxable	Construction and renovation of Mike Monroney Aeronautical Center	4/1/89	\$1.58
Airport Junior Lien 16A	Taxable	Construction of U.S. Customs National Aviation Center	12/1/89	1.09
Airport Junior Lien 16B	Tax-Exempt	Renovation and improvements at the vo-tech center	12/1/89	.89
<b>General Obligation</b>				
Combined Purpose	Tax-Exempt	Police, Fire, & Traffic Capital Improvements	11/1/86	.71
Combined Purpose	Tax-Exempt	Storm Sewer, Limited Access & Traffic Capital Improvements	6/1/89	.75
Combined Purpose	Tax-Exempt	Storm Sewer, Limited Access & Traffic Capital Improvements	4/1/90	.78

The City's general obligation bonded debt per capita is \$377. The ratios of general obligation bonded debt to net assessed valuation and estimated market value are 9% and 1.1%, respectively.

*Rated bonds of the reporting entity carry the following grades:*

<b>Type</b>	<b>Moody's</b>	<b>Standard and Poor's</b>
General obligation	Aa	AA
Oklahoma City Airport Trust:		
Junior lien	Aaa (1)	AAA (1)
Senior lien	Aa	AA
Central Oklahoma Transportation and Parking Authority:		
1986 Refunding Series	-	AAA (1)
Oklahoma City Water Utilities Trust:		
1986 Refunding		
Series A and B	-	AAA (1)
1986 Series C	-	AAA (1)
1986 Series D	Aaa (1)	-

*(1) Insured*

On January 10, 1989, the citizens authorized \$153,740,000 in General Obligation Bonds. As of June 30, 1990, the City has issued \$65,850,000 of those bonds for improvements to storm drainage, bridges, streets, and traffic control systems.

*The remaining outstanding long-term (excluding compensated absences) debt of the reporting entity includes (in thousands):*

<b>Indebtedness</b>	<b>Amount</b>
Estimated Tort Claims Payable	\$ 2,000
Notes Payable	1,915
Lease Obligations Payable	1,286
Due to Federal Government	90,465
Revenue Bond Long-Term Interest Payable	20,263
Other	<u>7,319</u>
Total	<u><u>\$123,248</u></u>

## Compensated Absences

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The City records its liabilities for compensated absences. The reporting entity's sick leave and vacation liabilities (in thousands), including the current portion, are \$21,915 and \$4,127 for the governmental funds and for the proprietary funds, respectively.

## Cash Management

The City adopted formal investment policies for municipal funds in March, 1988. These policies generally provide criteria for investment decisions and guidelines for investing City funds. The City's unrestricted, idle cash is pooled for short-term investments. During the 1990 fiscal year, the City expanded its investment program by adding an investment manager to the City Treasurer's staff.

*The City invests primarily in:*

- Direct obligations of the United States Government pledging its full faith and credit.
- Certificates of deposit at savings and loan associations and banks which are federally insured, secured by acceptable collateral.
- Savings accounts at savings and loan associations and banks fully federally insured.

The City's liquidity needs and the yield curve determine the mix and term of investments. Investment terms are from overnight to a maximum of thirty-six months, and the average earnings on short-term pooled investments for the year were approximately 8.35%. Trustee banks invest restricted assets related to bond issues in compliance with the applicable bond indentures.

Proceeds from tax-exempt general obligation bonds issued after September 1, 1986, are subject to the 1986 Tax Reform Act. The City invests, records, and reports these proceeds in the manner set forth by the U.S. Treasury and Internal Revenue Service so as not to cause the bonds to become taxable.

Board of Trustees manages the Oklahoma City Employee Retirement System. The Trustees have established investment policies and objectives. These ensure that the system remains financially and actuarially sound and able to achieve its final objective of paying all benefits when due. The Trustees have contractually delegated the purchase and sale of equities, fixed income securities, and cash equivalents to three investment managers. A financial advisor periodically evaluates the investment managers for achieved investment performance.

### **Risk Management**

The City has a comprehensive risk management program which includes property, liability, safety, workers' compensation, health, life, and wellness. The City self-insures for one employee health option, workers' compensation, and disability programs. Administration of these complex functions is a concerted effort of the Municipal Counselor, Personnel, and Finance Departments. *For additional information on the City's risk management activities, see Note I.E.8.*

## OTHER SIGNIFICANT

### **MATTERS**

#### **Five Year Capital Improvement Plan**

The City's capital planning process systematically identifies and prioritizes major improvement projects and purchases. The planning process determines the need for a variety of public improvements necessary for the continued provision of services to the community. Services such as a safe and reliable transportation system, clean water, fire protection or cultural and recreational events are an important part of the quality of life in a community. To provide these services, it is important for a local government to plan for the repair, replacement or addition of facilities and equipment that support services and maintain infrastructure. A Capital Improvement Plan is a multi-year plan to prioritize and schedule projects to allow for financing and implementing in a manner that maximizes the return to the public.

The Capital Improvement Plan is implemented through the Capital Improvement Budget. The Capital Budget lists projects to be implemented or continued during the first fiscal year of the Plan. Projects initiated in prior fiscal years are included to provide continuity from one Capital Improvement Plan to the next and inform the community about the many projects that are in progress. All of the projects included in the 1989-90 and 1990-91 capital budgets are funded from various sources.

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**Summaries of the City's 1989-90 and 1990-91 Capital Budgets by function (in thousands):**

<b>Function</b>	<b>Budget 1989-90</b>	<b>Actual 1989-90</b>	<b>Budget 1990-91</b>
Culture	\$2,900	\$372	\$5,300
Communications	5,300	328	4,700
Building Repair/Renovation	4,100	15	4,400
Equipment	9,800	5,554	9,400
Public Safety	11,700	3,782	14,800
Drainage	21,300	3,575	25,100
Streets	25,900	5,067	29,500
Traffic Control	15,000	4,547	8,200
Bridges	8,400	438	9,600
Water	14,100	3,195	20,300
Wastewater	20,800	9,123	22,200
Transportation	49,000	18,685	25,000
Miscellaneous	<u>2,200</u>	<u>2,112</u>	<u>2,500</u>
<b>Total</b>	<b><u>\$190,500</u></b>	<b><u>\$56,793</u></b>	<b><u>\$181,000</u></b>

*The Five Year Capital Improvement Plan is available from the City's Office of Management and Budget.*

### **Five Year Financial Forecast**

The five year financial forecast is not a prediction of what will happen in the future. It is instead a picture of what is most likely to happen if no other action related to revenues or expenditures is taken by management and the City Council. The forecast is also based on several assumptions regarding population, inflation, oil prices, interest rates and other economic variables. The current forecast is generally more optimistic than previous years. This is the result of two factors: the development of new General Fund revenue sources and increases in rates, which previous forecasts indicated were necessary, and the new 3/4 cent sales tax. Although the overall local economic outlook is better than in previous years, growth will be slow. The forecast serves as a planning guideline for the coming year and the first half of the 1990's.

**T**he 1990 Five Year Financial Forecast has three major purposes:

- ♦ To serve as a long-term strategic planning guide.
- ♦ To alert management of any immediate budget problems.
- ♦ To demonstrate the City's financial planning process and improve the accountability of City government.

This forecast is intended to serve the City Council and city management, the financial community, and the general public.

*The Five Year Financial Forecast is available from the City's Office of Management and Budget.*

## **SUPPLEMENTAL FINANCIAL INFORMATION**

**A** supplement to the CAFR prepared by the Accounting Services Division of the Finance Department provides additional detail on the following:

- ♦ Outstanding debt of the City and its related Public Trusts;
- ♦ Blended proprietary funds;
- ♦ Budget and actual comparisons for proprietary operations;
- ♦ Capital expenditures by funding sources.

*The Supplemental Financial Information is available upon request.*

### **Award For Distinguished Budget Presentation**

**T**he Government Finance Officers Association of the United States and Canada (GFOA) presents an award for Distinguished Budget Presentation. The City's Office of Management and Budget received this award for its annual budget for the fiscal year beginning July 1, 1989.

**T**o receive this award, the governmental unit must publish a budget document that meets program criteria. The budget should be a policy document, an operations guide, a financial plan and a communications medium. The award is valid for one year. The annual budget for the fiscal year beginning July 1, 1990, has been submitted to determine its eligibility for a seventh consecutive award.

## **Certificate Of Achievement For Excellence In Financial Reporting**

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Oklahoma City for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1989.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements and are submitting it to GFOA.

## **Oklahoma Financial Reporting Achievement Program**

In calendar year 1989, the Oklahoma Government Finance Officers Association (GFOAO) established the Financial Reporting Achievement Program to encourage government units to publish financial reports and to provide peer recognition and educational assistance to the officials preparing the reports. Reports meeting program standards are awarded Certificates at the level for which they qualify. The City received a Gold certificate, the highest award level, for its June 30, 1989, CAFR.



## **Independent Audit**

The City Charter requires an annual independent audit. The City engaged Coopers & Lybrand to provide audit services. Their examination encompassed the combined, combining, and individual fund statements for the fiscal year ended June 30, 1990. Coopers & Lybrand also audited the City's federal financial assistance, complying with the provisions of the Single Audit Act of 1984.

The dedicated work of the entire Accounting Services Division staff and the Creative Services Group, made possible the preparation of the City's Comprehensive Annual Financial Report. Other accountants and administrators at various sites throughout the City provided additional, valuable help. The City also gratefully acknowledges our professional and highly competent independent auditors, Coopers & Lybrand.

In addition, the City staff extends appreciation to the City Council which encourages and supports progressive accounting and reporting for both internal and external use.

*Respectfully submitted:*



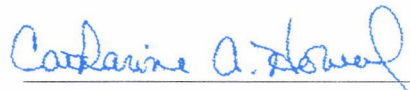
*Paula A. Hearn*

City Manager



*Catherine O'Connor Ginter*

Finance Director



*Catharine A. Howell, CPA*

Controller

## **CITY OF OKLAHOMA CITY**

### **SELECTED CITY OFFICIALS**

#### **CITY MANAGER AND DEPARTMENT HEADS**

Paula A. Hearn	City Manager
James E. Thompson	Deputy City Manager
Joe Van Bullard	Assistant City Manager
James Twombly	Assistant to the City Manager
James G. Hamill	Municipal Counselor
Mary M. Hill	Municipal Court Administrator
Catherine O'Connor-Ginter	Finance Director
James McAuliffe	Chief of Staff/Mayor and Council
Karen E. Farney	Public Information Director
Neldon Demke	Personnel Director
Thomas P. Hurley	City Clerk
Mike D. Randall	Neighborhood and Community Planning Director
Susan R. Nicewander	City Auditor
Paul H. Brum	Public Works Director
Donald D. Bown	General Services Director
David R. McBride	Police Chief
Tom C. Smith	Fire Chief
JoAnn Pearce	Parks and Recreation Director
Wes Gray	Acting Public Events Director
Jana L. Bagwell	Management Information Systems Director
Jim D. Patty	Emergency Management Director
Leroy B. Hansen	Airports Director
James D. Couch	Director of Water/Wastewater Utilities
Steven Klicka	Director of Transit Services
Sylvia Flemming	Director of Job Training and Education

#### **SELECTED DIVISION HEADS AND BUSINESS MANAGERS**

John W. Ingraham	Water Utilities Business Manager
Luther E. Trent Jr.	Airports Business Manager
Robert A. Lewis	Assistant Finance Director
Laura A. Rundell	Assistant Finance Director
Catharine A. Howell	Controller
Rana K. Bohan	Purchasing Agent
Nancy G. Wellhousen	City Treasurer
Richard W. Woodruff	Risk Manager
Jean Benson	Capital Budget Officer
Jack W. Crockett	Development Center Manager
Herbert D. Heiser	Planning Director
Bradford C. Holt	Budget Director

## Overview of Component Units and Related Autonomous Entities

*June 30, 1990*

NAME	DATE ESTABLISHED	COMPONENT UNIT	ACTIVITY PERFORMED
<b>PUBLIC TRUSTS</b>			
1. Central Oklahoma Transportation and Parking Authority	February 1, 1966	yes	Public transportation and parking services
2. Oklahoma City Zoological Trust	January 7, 1975	yes	Oklahoma City Zoo
3. Central Oklahoma Ambulance Trust	March 2, 1976	yes	Emergency and routine medi- cal transport services
4. Oklahoma City Riverfront Redevelopment Authority	March 19, 1985	yes	String of Pearls Parks
5. Port Authority of Greater Oklahoma City	October 30, 1962	yes	Airport facilities/Foreign Trade zone
6. Oklahoma City Municipal Facilities Authority	November 10, 1976	yes	Municipal services
7. Oklahoma City Water Utilities Trust	August 1, 1960	yes	Water and wastewater services
8. Oklahoma City Development Trust	January 2, 1958	yes	Sanitation and airport services
9. Oklahoma City Airport Trust	April 1, 1956	yes	Airport services
10. Oklahoma City Myriad Gardens Authority	September 16, 1975	yes	Downtown park and commercial facilities, construction and operation
11. Oklahoma City Public Property Authority	August 15, 1961	yes	Golf courses operation, Fairgrounds improvements, and various municipal services
12. McGee Creek Authority	August 1, 1977	yes	Water supply services
13. Oklahoma City Environmental Assistance Trust	January 23, 1979	yes	Sanitation and pollution control
14. Oklahoma City Fairgrounds Trust	October 18, 1983	yes	Inactive/Fairgrounds
15. Oklahoma City Industrial and Cultural Facilities Trust	December 15, 1962	no	National Cowboy Hall of Fame and Western Heritage Center
16. Oklahoma County Utilities Services Authority	January 20, 1955	no	Rural utilities services
17. Oklahoma City Redevelopment Authority	April 30, 1985	no	Central business district redevelopment
18. Emergency Medical Services Authority	March 13, 1990*	no	Emergency medical services

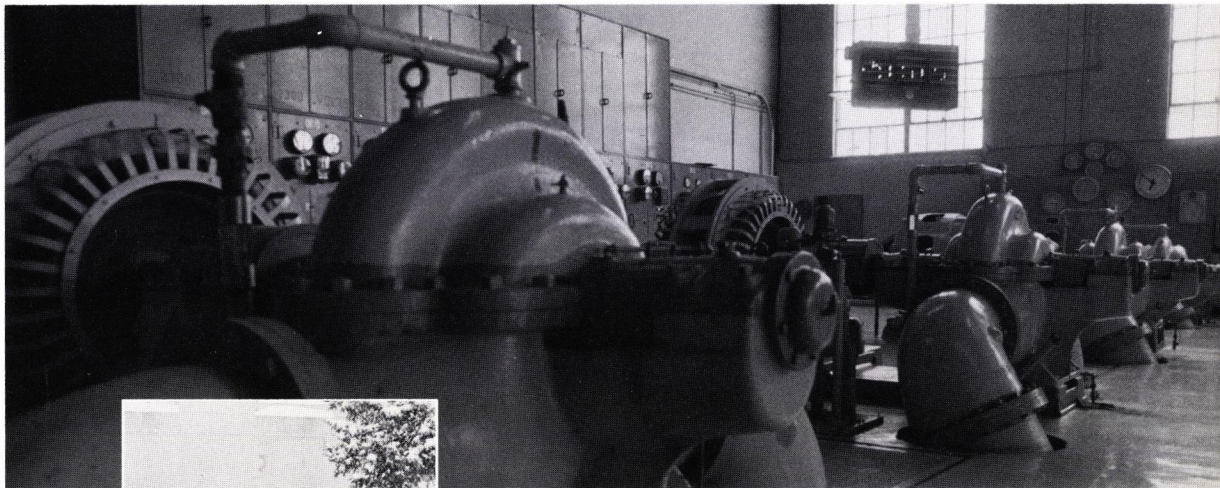
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## Overview of Component Units and Related Autonomous Entities

June 30, 1990 continued

NAME	DATE ESTABLISHED	COMPONENT UNIT	ACTIVITY PERFORMED
<b>NON-PROFIT ENTITIES</b>			
1. Oklahoma City Convention and Visitors Commission	December 5, 1972	yes	Oklahoma City promotion
2. Oklahoma City Myriad Gardens Foundation	October 22, 1981	yes	Downtown park construction
3. Lake Atoka Reservation Association	January 31, 1974	yes	Atoka Reservoir security
4. Special Assessments Districts	As required	yes	Construction of facilities which benefit certain property owners rather than all citizens
5. City-County Board of Health	July 1, 1988*	no	Public health services
<b>PUBLIC CORPORATIONS</b>			
1. Oklahoma City Urban Renewal Authority	November 2, 1961	no	Downtown redevelopment services
2. Oklahoma City Housing Authority	June 29, 1965	no	Public housing development and operation

\*City participation by formal agreement

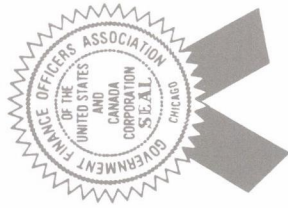


# Certificate of Achievement for Excellence in Financial Reporting

Presented to  
**City of Oklahoma City**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 1989

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFR's) achieve the highest standards in government accounting and financial reporting.



*Gary R. Nordheim*

President

*Jeffrey L. Ecker*

Executive Director

REPORT OF INDEPENDENT ACCOUNTANTS

The Honorable Mayor and City Council Members  
The City of Oklahoma City, Oklahoma

We have audited the accompanying general purpose financial statements and the combining and individual fund and account group financial statements and schedules of The City of Oklahoma City, Oklahoma, as of June 30, 1990, and for the year then ended as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit. We did not audit the financial statements of the Oklahoma City Zoological Trust included in the Zoological Fund, which represent 1 percent and 3 percent, respectively, of the assets and revenues of the Enterprise Funds, or the financial statements of the Central Oklahoma Ambulance Trust included in the AmCare Fund, which represent 0 percent and 9 percent, respectively, of the assets and revenues of the Enterprise Funds. Those financial statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Oklahoma City Zoological Trust and the Central Oklahoma Ambulance Trust is based solely upon the reports of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards and "Government Auditing Standards", issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based upon our audit and the reports of other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of The City of Oklahoma City, Oklahoma, as of June 30, 1990, and the results of its operations and cash flows of its proprietary funds for the year then ended in conformity with generally accepted accounting principles. Also, in our opinion,

based upon our audit and the reports of other auditors, the combining and individual fund and account group financial statements and schedules referred to above present fairly, in all material respects, the financial position of each of the individual funds and account groups of The City of Oklahoma City, Oklahoma, as of June 30, 1990, and the results of operations of such funds and the cash flows of individual proprietary funds for the year then ended in conformity with generally accepted accounting principles.

As discussed in Note I of the Notes to Financial Statements, in 1990 the City adopted provisions of Government Accounting Standards Board Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting".

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole and on the combining and individual fund and account group financial statements and schedules. The accompanying other financial information listed as Supplementary Information in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of The City of Oklahoma City, Oklahoma. Such information has been subjected to the auditing procedures applied in the audit of the general purpose, combining and individual fund and account group financial statements and schedules and, in our opinion, based upon our audit and the reports of other auditors, is fairly presented in all material respects in relation to the financial statements of each of the respective individual funds and account groups taken as a whole. The other information, listed in the table of contents under the Statistical Section, has not been audited by us and, accordingly, we express no opinion on such data.

*Cosper + Lybrand*

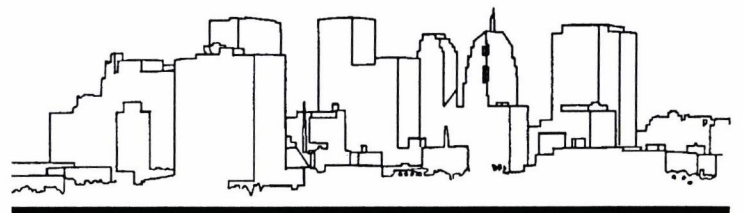
Oklahoma City, Oklahoma  
October 19, 1990

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**The GPFS, also called the Combined Statements-Overview, are intended to provide a summary of the financial position and results of operations for all fund types and a summary of the financial position for the account groups. The GPFS include the independent auditors' report and the notes to the financial statements. The GPFS are "liftable" and may be published as a separate document from the Comprehensive Annual Financial Report for those readers who require less detailed financial information.**

**GENERAL  
PURPOSE  
FINANCIAL  
STATEMENTS  
(GPFS)**

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CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 June 30, 1990  
 with comparative totals for June 30, 1989  
 (dollars are in thousands)

	Governmental Fund Types				Proprietary Fund Types		Fiduciary	Account Groups		Totals	
	General	Special	Debt	Capital	Enterprise	Internal	Trust and	General	General	(memorandum only)	
		Revenue	Service	Projects		Services	Agency	Fixed Assets	Long-term	Debt	1990
<b>ASSETS AND OTHER DEBITS</b>											
Pooled cash and cash equivalents.....	\$25,615	\$26,879	\$22,625	\$110,782	\$71,513	\$6,492	\$1,153	\$ -	\$ -	\$265,059	\$236,246
Non-pooled cash and cash equivalents.....	-	12	-	-	3,388	1,198	328	-	-	4,926	1,905
Investments.....	-	73	-	-	11,237	3,700	107,024	-	-	122,034	111,549
Sales taxes receivable.....	16,060	5,668	-	-	-	-	-	-	-	21,728	14,229
Property taxes receivable.....	-	-	3,332	-	-	-	-	-	-	3,332	3,912
Special assessments receivable.....	-	-	397	-	-	-	-	-	-	397	544
Accounts receivable.....	1,280	614	-	-	11,636	45	112	-	-	13,687	14,508
Allowance for uncollectible accounts receivable....	-	-	-	-	(2,262)	-	-	-	-	(2,262)	(4,603)
Interest receivable.....	5,184	862	26	925	2,818	145	1,276	-	-	11,236	9,450
Due from Federal government.....	-	942	-	-	2,201	-	-	-	-	3,143	901
Due from other funds.....	1,311	37	1,058	-	540	520	197	-	-	3,663	4,922
Interfund receivables.....	-	-	-	-	-	-	-	-	-	-	1,151
Notes receivable.....	-	43	-	-	-	-	-	-	-	43	37
Inventories.....	2,630	2,819	-	-	4,594	467	-	-	-	10,510	8,494
Other.....	-	-	-	-	86	139	-	-	-	225	371
<b>Restricted assets:</b>											
Pooled cash and cash equivalents.....	-	-	-	-	1,682	-	-	-	-	1,682	6,827
Non-pooled cash and cash equivalents.....	-	-	-	-	35,734	-	-	-	-	35,734	6,360
Cash with fiscal agent.....	-	-	23	-	2	-	-	-	-	25	268
Investments, at cost.....	-	-	-	-	53,349	-	-	-	-	53,349	100,562
Accounts receivable.....	-	-	-	-	3	-	-	-	-	3	1,771
Interest receivable.....	-	-	-	-	1,311	-	-	-	-	1,311	1,448
Due from Federal government.....	-	-	-	-	-	-	-	-	-	-	451
Other.....	-	-	-	-	121	-	-	-	-	121	-
Property and equipment, net.....	-	-	-	-	739,752	1,931	-	138,371	-	880,054	860,919
Notes receivable, non-current.....	-	801	-	-	13,429	-	-	-	-	14,230	15,195
Water rights.....	-	-	-	-	89,376	-	-	-	-	89,376	113,089
Advances to other funds.....	-	-	-	-	2,393	-	-	-	-	2,393	2,555
Special assessments receivable, delinquent.....	-	-	104	-	-	-	-	-	-	104	126
Deferred debt expense, net.....	-	-	-	-	3,467	-	-	-	-	3,467	3,274
Prepaid judgements.....	-	-	-	-	-	-	-	-	-	-	1,411
Amount available in Debt Service Fund.....	-	-	-	-	-	-	-	-	24,477	24,477	26,779
Amount to be provided for retirement of bonds, compensated absences, notes, leases, and special assessments.....	-	-	-	-	-	-	-	-	166,775	166,775	168,913
<b>Total assets and other debits.....</b>	<b>\$52,080</b>	<b>\$38,750</b>	<b>\$27,565</b>	<b>\$111,707</b>	<b>\$1,046,370</b>	<b>\$14,637</b>	<b>\$110,090</b>	<b>\$138,371</b>	<b>\$191,252</b>	<b>\$1,730,822</b>	<b>\$1,713,564</b>

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(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS  
 June 30, 1990  
 with comparative totals for June 30, 1989  
 (dollars are in thousands)

LIABILITIES, FUND EQUITY, AND OTHER CREDITS	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (memorandum only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Services	Trust and Agency	General Fixed Assets	General Long-term Debt	1990	1989
<b>LIABILITIES</b>											
Accounts payable and accrued expenses.....	\$6,556	\$4,148	\$	\$3,374	\$11,549	\$11,078	\$499	\$	\$	\$37,204	\$25,504
Due to other funds.....	765	1,107	-	133	558	1,066	34	-	-	3,663	4,922
Interfund payables.....	-	-	-	-	-	-	-	-	-	-	1,151
Due to depositors.....	-	-	-	-	-	-	547	-	-	547	546
Current portion of long-term debt.....	1,475	184	-	-	949	1,510	-	-	-	4,118	2,302
Deferred compensation benefits.....	-	-	-	-	-	-	14,340	-	-	14,340	11,425
Liabilities payable from restricted assets.....	-	-	24	-	25,883	-	-	-	-	25,907	33,640
Revenue bonds, net of unamortized bond discount of \$ 4,413.....	-	-	-	-	286,809	-	-	-	-	286,809	292,280
Revenue bond interest payable.....	-	-	-	-	20,263	-	-	-	-	20,263	14,461
Deferred revenue.....	-	-	3,064	-	5,432	-	-	-	-	8,496	11,473
Advances from other funds.....	-	-	-	-	2,393	-	-	-	-	2,393	2,555
Compensated absences, non-current.....	-	-	-	-	3,340	320	-	-	20,256	23,916	21,268
Estimated tort claims payable.....	-	-	-	-	-	2,000	-	-	-	2,000	-
Due to Federal government.....	-	-	-	-	88,705	-	-	-	1,760	90,465	113,610
Notes payable.....	-	-	-	-	685	-	-	-	1,230	1,915	2,292
Lease obligations payable.....	-	-	-	-	52	-	-	-	1,234	1,286	2,351
Water main extension contracts.....	-	-	-	-	4,926	-	-	-	-	4,926	6,067
General long-term debt.....	-	-	-	-	-	-	-	-	166,266	166,266	173,068
Special assessment debt-with governmental commitment.....	-	-	-	-	-	-	-	-	506	506	733
<b>Total liabilities.....</b>	<b>8,796</b>	<b>5,439</b>	<b>3,088</b>	<b>3,507</b>	<b>451,544</b>	<b>15,974</b>	<b>15,420</b>	<b>-</b>	<b>191,252</b>	<b>695,020</b>	<b>719,668</b>
<b>FUND EQUITY AND OTHER CREDITS</b>											
Contributed capital.....	-	-	-	-	616,082	3,274	-	-	-	619,356	601,901
Investment in general fixed assets.....	-	-	-	-	-	-	-	138,371	-	138,371	139,125
Retained earnings (deficit):											
Reserved for restricted assets.....	-	-	-	-	28,526	-	-	-	-	28,526	41,848
Unreserved.....	-	-	-	-	(49,782)	(4,611)	-	-	-	(54,393)	(63,669)
Fund balance:											
Reserved for encumbrances.....	1,360	5,395	-	12,938	-	-	-	-	-	19,693	6,810
Reserved for debt service.....	-	-	24,477	-	-	-	-	-	-	24,477	26,779
Reserved for inventories.....	2,630	2,819	-	-	-	-	-	-	-	5,449	3,241
Reserved for non-current receivables.....	-	801	-	-	-	-	-	-	-	801	840
Reserved for employee retirement benefits.....	-	-	-	-	-	-	94,128	-	-	94,128	86,755
Unreserved:											
Designated for specific fund purposes.....	-	-	-	95,262	-	-	542	-	-	95,804	108,138
Undesignated.....	39,294	24,296	-	-	-	-	-	-	-	63,590	42,128
<b>Total fund equity and other credits.....</b>	<b>43,284</b>	<b>33,311</b>	<b>24,477</b>	<b>108,200</b>	<b>594,826</b>	<b>(1,337)</b>	<b>94,670</b>	<b>138,371</b>	<b>-</b>	<b>1,035,802</b>	<b>993,896</b>
<b>Total liabilities, fund equity, and other credits.....</b>	<b>\$52,080</b>	<b>\$38,750</b>	<b>\$27,565</b>	<b>\$111,707</b>	<b>\$1,046,370</b>	<b>\$14,637</b>	<b>\$110,090</b>	<b>\$138,371</b>	<b>\$191,252</b>	<b>\$1,730,822</b>	<b>\$1,713,564</b>

See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS  
 year ended June 30, 1990  
 with comparative totals for the year ended June 30, 1989  
 (dollars are in thousands)

	Governmental Fund Types				Fiduciary	Totals	
	General	Special Revenue	Debt Service	Capital Projects	Expendable	(memorandum only)	
					Trust	1990	1989
<b>REVENUES</b>							
Sales taxes.....	\$90,437	\$31,834	\$ -	\$ -	\$ -	\$122,271	\$83,584
Hotel/Motel taxes.....	1,366	-	-	-	-	1,366	1,323
Franchise taxes.....	15,628	-	-	-	-	15,628	14,808
Property taxes.....	-	-	24,923	-	-	24,923	24,786
Other taxes.....	607	5,217	-	-	-	5,824	4,316
Special assessments.....	-	-	138	-	-	138	194
Licenses, permits, and fees.....	6,499	175	-	108	-	6,782	5,342
Fines and forfeitures.....	7,822	901	-	-	-	8,723	7,764
Investment income.....	10,614	2,325	199	2,140	41	15,319	11,409
Other.....	7,694	633	1	40	66	8,434	10,180
Intergovernmental grants.....	-	13,817	-	-	-	13,817	14,242
Total revenues.....	140,667	54,902	25,261	2,288	107	223,225	177,948
<b>EXPENDITURES</b>							
Current:							
General government.....	23,032	1,264	-	-	4	24,300	26,034
Public safety.....	71,739	13,727	-	-	16	85,482	75,482
Public services.....	857	9,276	-	-	42	10,175	10,091
Culture and recreation.....	6,928	691	-	-	43	7,662	9,809
Community development.....	6,654	246	-	-	-	6,900	7,704
Federal programs.....	-	13,489	-	-	-	13,489	14,783
Other.....	-	-	-	-	-	-	53
Capital outlay.....	7	9,826	-	22,383	-	32,216	23,851
Debt service:							
Principal.....	-	-	16,645	-	-	16,645	20,513
Interest and fiscal charges.....	-	-	9,752	-	-	9,752	7,069
Total expenditures.....	109,217	48,519	26,397	22,383	105	206,621	195,389
Excess (deficiency) of revenues over expenditures.....	31,450	6,383	(1,136)	(20,095)	2	16,604	(17,441)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS

year ended June 30, 1990

with comparative totals for the year ended June 30, 1989

(dollars are in thousands)

	Governmental Fund Types				Fiduciary	Totals	
	General	Special	Debt	Capital	Expendable	(memorandum only)	
		Revenue	Service	Projects	Trust	1990	1989
<u>OTHER FINANCING SOURCES (USES)</u>							
Operating transfers in.....	250	13,637	261	1,018	-	15,166	10,659
Operating transfers out.....	(23,178)	(3,072)	(1,420)	(48)	(18)	(27,736)	(19,169)
Capital financing.....	7	49	-	-	-	56	1,873
Sale of assets.....	-	315	-	205	-	520	-
Proceeds of general obligation bonds.....	-	-	-	13,850	-	13,850	52,000
Net other financing sources (uses).....	(22,921)	10,929	(1,159)	15,025	(18)	1,856	45,363
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	8,529	17,312	(2,295)	(5,070)	(16)	18,460	27,922
Fund balance, beginning.....	37,539	9,760	26,779	113,270	588	187,936	161,564
Restatements.....	-	-	-	-	-	-	(377)
Residual equity transfers.....	(2,792)	4,042	(7)	-	(30)	1,213	(1,404)
Increase (decrease) in reserve for inventories.....	8	2,197	-	-	-	2,205	231
Fund balance, ending.....	\$43,284	\$33,311	\$24,477	\$108,200	\$542	\$209,814	\$187,936

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CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
 AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL, BUDGETED SPECIAL REVENUE, AND DEBT SERVICE FUNDS  
 year ended June 30, 1990  
 (dollars are in thousands)

	<u>General Fund</u>			<u>Budgeted Special Revenue Funds</u>			<u>Debt Service Fund</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<b><u>REVENUES</u></b>									
Taxes.....	\$101,008	\$106,152	\$5,144	\$28,672	\$31,486	\$2,814	\$26,338	\$23,506	(\$2,832)
Licenses, permits, and fees.....	3,971	3,353	(618)	142	146	4	-	-	-
Fines and forfeitures.....	8,072	7,264	(808)	-	-	-	-	-	-
Investment income.....	6,476	9,528	3,052	1,497	1,352	(145)	250	1,400	1,150
Other revenues.....	3,929	1,655	(2,274)	1,012	83	(929)	-	1	1
Charges for services.....	1,703	2,111	408	-	-	-	-	-	-
Administrative charges.....	9,418	8,469	(949)	-	-	-	-	-	-
<b>Total revenues.....</b>	<b>134,577</b>	<b>138,532</b>	<b>3,955</b>	<b>31,323</b>	<b>33,067</b>	<b>1,744</b>	<b>26,588</b>	<b>24,907</b>	<b>(1,681)</b>
<b><u>EXPENDITURES AND ENCUMBRANCES</u></b>									
General government.....	24,067	23,372	695	2,334	2,260	74	-	-	-
Public safety.....	80,567	79,350	1,217	520	-	520	-	-	-
Public services.....	9,998	9,894	104	8,704	8,135	569	-	-	-
Culture and recreation.....	6,428	6,223	205	847	816	31	-	-	-
Other.....	-	-	-	-	-	-	45	45	-
Redemption of debt.....	-	-	-	-	-	-	17,595	16,270	1,325
Interest.....	-	-	-	-	-	-	9,656	9,540	116
<b>Total expenditures and encumbrances.....</b>	<b>121,060</b>	<b>118,839</b>	<b>2,221</b>	<b>12,405</b>	<b>11,211</b>	<b>1,194</b>	<b>27,296</b>	<b>25,855</b>	<b>1,441</b>
<b>Excess (deficiency) of revenues over expenditures and encumbrances.....</b>	<b>13,517</b>	<b>19,693</b>	<b>6,176</b>	<b>18,918</b>	<b>21,856</b>	<b>2,938</b>	<b>(708)</b>	<b>(948)</b>	<b>(240)</b>
<b><u>OTHER FINANCING SOURCES (USES)</u></b>									
Operating transfers in.....	9,915	8,179	(1,736)	5,735	5,601	(134)	-	-	-
Operating transfers out.....	(23,432)	(22,740)	692	(24,653)	(9,749)	14,904	-	(1,420)	(1,420)
<b>Total other financing sources (uses).....</b>	<b>(13,517)</b>	<b>(14,561)</b>	<b>(1,044)</b>	<b>(18,918)</b>	<b>(4,148)</b>	<b>14,770</b>	<b>-</b>	<b>(1,420)</b>	<b>(1,420)</b>
<b>Excess (deficiency) of revenues and other sources over expenditures, encumbrances and other uses.....</b>	<b>-</b>	<b>5,132</b>	<b>5,132</b>	<b>-</b>	<b>17,708</b>	<b>17,708</b>	<b>(708)</b>	<b>(2,368)</b>	<b>(1,660)</b>

CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
 AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GENERAL, BUDGETED SPECIAL REVENUE, AND DEBT SERVICE FUNDS  
 year ended June 30, 1990  
 (dollars are in thousands)

	<u>General Fund</u>			<u>Budgeted Special Revenue Funds</u>			<u>Debt Service Fund</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Fund balance, beginning (Non-GAAP budgetary basis).....	13,323	13,323	-	4,919	4,919	-	25,988	25,988	-
Expenditures and encumbrances related to prior year budgets.....	-	(507)	(507)	-	(3,065)	(3,065)	-	-	-
<b>Fund balance, ending (Non-GAAP budgetary basis).....</b>	<b>\$13,323</b>	<b>17,948</b>	<b>\$4,625</b>	<b>\$4,919</b>	<b>19,562</b>	<b>\$14,643</b>	<b>\$25,280</b>	<b>23,620</b>	<b>(\$1,660)</b>
<b><u>ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES</u></b>									
Current year encumbrances included in expenditures.....		1,212			269			-	
Reserve for inventories.....		2,630			2,819			-	
Revenue and transfer accruals.....		15,239			6,695			656	
Expenditure and transfer accruals.....		6,255			(1,422)			-	
Cumulative effect of non-budgeted activity.....		-			5,388			201	
<b>Fund balance, June 30, 1990 (GAAP basis).....</b>		<b>\$43,284</b>			<b>\$33,311</b>			<b>\$24,477</b>	

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See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS (DEFICIT)/FUND BALANCES  
 PROPRIETARY FUND TYPES AND PENSION TRUST FUNDS

year ended June 30, 1990

with comparative totals for the year ended June 30, 1989

(dollars are in thousands)

	Proprietary Fund Types		Fiduciary	Totals	
	Enterprise	Internal Service	Fund Type Pension Trusts	(memorandum only)	
				1990	1989
<b>REVENUES</b>					
Charges for services.....	\$127,177	\$ -	\$ -	\$127,177	\$121,998
Internal services charges.....	-	24,554	-	24,554	5,992
Investment income.....	-	-	7,377	7,377	6,407
Pension contributions.....	-	-	7,270	7,270	7,168
Other.....	1,285	-	11	1,296	1,601
Total operating revenues.....	128,462	24,554	14,658	167,674	143,166
<b>OPERATING EXPENSES</b>					
Personal services.....	40,266	3,094	-	43,360	38,139
Maintenance, operations, and contractual services.....	43,619	20,565	-	64,184	44,469
Materials and supplies.....	11,175	2,542	-	13,717	13,092
Bad debt expense.....	7,521	-	-	7,521	7,743
Depreciation.....	29,930	101	-	30,031	27,813
Interest.....	7	-	-	7	146
Benefits paid.....	-	-	4,987	4,987	4,754
Investment expenses.....	-	-	461	461	405
Employees' contributions refunded.....	-	-	1,592	1,592	1,729
Other.....	141	-	35	176	173
Distribution of assets.....	-	-	207	207	-
Total operating expenses.....	132,659	26,302	7,282	166,243	138,463
Operating income (loss).....	(4,197)	(1,748)	7,376	1,431	4,703

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(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS (DEFICIT)/FUND BALANCES  
 PROPRIETARY FUND TYPES AND PENSION TRUST FUNDS

year ended June 30, 1990

with comparative totals for the year ended June 30, 1989

(dollars are in thousands)

	Proprietary Fund Types		Fiduciary	Totals	
	Enterprise	Internal Service	Fund Type	(memorandum only)	
			Pension Trusts	1990	1989
<b>NON-OPERATING REVENUES (EXPENSES)</b>					
Operating grants.....	3,530	-	-	3,530	3,363
Investment income.....	15,595	772	-	16,367	12,484
Interest on bonds, notes, and lease obligations.....	(24,965)	-	-	(24,965)	(20,036)
Interest on judgments.....	-	(152)	-	(152)	-
Amortization of deferred debt expense.....	(643)	-	-	(643)	(669)
Oil and gas royalties.....	2,032	-	-	2,032	2,483
Other revenues (expenses).....	(1,884)	(3)	-	(1,887)	1,181
Settlement of litigation.....	-	-	-	-	(4,775)
Net non-operating revenues (expenses).....	(6,335)	617	-	(5,718)	(5,969)
Income (loss) before operating transfers.....	(10,532)	(1,131)	7,376	(4,287)	(1,266)
Operating transfers in.....	10,925	3,443	103	14,471	8,540
Operating transfers out.....	(601)	(1,300)	-	(1,901)	(30)
Net operating transfers.....	10,324	2,143	103	12,570	8,510
Net income (loss).....	(208)	1,012	7,479	8,283	7,244
Depreciation transferred to contributions.....	1,317	-	-	1,317	1,312
Increase (decrease) in retained earnings.....	1,109	1,012	7,479	9,600	8,556
Retained earnings (deficit)/fund balances, beginning.....	(21,242)	(579)	86,754	64,933	59,639
Liabilities assumed from General Long-Term Account Group.....	-	(4,426)	-	(4,426)	-
Restatements.....	-	-	-	-	(3,027)
Residual equity transfers.....	(1,123)	(618)	(105)	(1,846)	(235)
Retained earnings (deficit)/fund balances, ending.....	(\$21,256)	(\$4,611)	\$94,128	\$68,261	\$64,933

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See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY  
 COMBINED STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND TYPES

Increase (Decrease) in Cash and Cash Equivalents  
 year ended June 30, 1990  
 (dollars are in thousands)

	Proprietary Fund Types		Totals
	Enterprise	Internal Services	(memorandum only)
			1990
<u>Cash flows from operating activities:</u>			
Cash received from customers.....	\$120,112	\$24,421	\$144,533
Cash payments to suppliers for goods and services.....	(52,556)	(21,175)	(73,731)
Cash payments to employees for services.....	(38,295)	(3,008)	(41,303)
Cash payments for damages.....	-	(62)	(62)
Cash payments for judgments.....	-	(971)	(971)
Other operating revenues (expenses).....	(706)	-	(706)
Net cash provided (used) by operating activities.....	28,555	(795)	27,760
<u>Cash flows from non-capital financing activities:</u>			
Residual equity transfers.....	(57)	5,734	5,677
Interest on judgments.....	-	(95)	(95)
Payments on notes receivable.....	8	-	8
Receipts from oil and gas royalties.....	1,938	-	1,938
Receipts for damages to property.....	23	-	23
Operating grants received.....	3,584	-	3,584
Operating transfers in (out).....	10,523	1,784	12,307
Contributions.....	398	-	398
Net cash provided (used) by non-capital financing activities.....	16,417	7,423	23,840
<u>Cash flows from capital and related financing activities:</u>			
Proceeds from sale of revenue bonds and notes payable.....	7,129	-	7,129
Acquisition and construction of capital assets.....	(46,913)	(66)	(46,979)
Principal paid on bonds, notes, and lease obligations.....	(13,775)	-	(13,775)
Interest paid on bonds, notes, and lease obligations.....	(19,238)	-	(19,238)
Proceeds from sale of equipment.....	107	-	107
Grant repayment.....	(83)	-	(83)
Contributions.....	10,843	11	10,854
Net cash provided (used) by capital and related financing activities.....	(61,930)	(55)	(61,985)
<u>Cash flows from investing activities:</u>			
Purchase of investments.....	(107,728)	(126)	(107,854)
Proceeds from sale of investments.....	123,397	-	123,397
Investment income.....	13,761	628	14,389
Net cash provided (used) by investing activities.....	29,430	502	29,932
Net increase (decrease) in cash and cash equivalents.....	12,472	7,075	19,547
Cash and cash equivalents at July 1, 1989.....	99,847	615	100,462
Cash and cash equivalents at June 30, 1990.....	\$112,319	\$7,690	\$120,009

CITY OF OKLAHOMA CITY  
 COMBINED STATEMENT OF CASH FLOWS  
 PROPRIETARY FUND TYPES

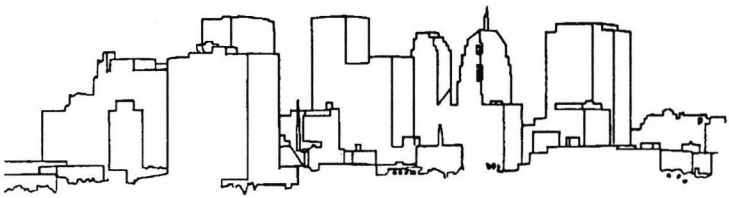
Increase (Decrease) in Cash and Cash Equivalents  
 year ended June 30, 1990  
 (dollars are in thousands)

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	Proprietary Fund Types		Totals
	Enterprise	Internal Services	(memorandum only) 1990
<u>Reconciliation of operating income to net cash provided (used) by operating activities:</u>			
Operating income (loss).....	(\$4,197)	(\$1,748)	(\$5,945)
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities:			
Depreciation.....	29,930	101	30,031
Amortization of deferred lease revenue.....	(46)	-	(46)
Transfers reducing operating expenses.....	(21)	-	(21)
Assets received in lieu of revenue.....	(250)	-	(250)
Non-cash operating expenses.....	2,419	-	2,419
Non-operating revenues (expenses).....	(437)	-	(437)
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable.....	(901)	(45)	(946)
(Increase) decrease in due from other funds.....	(320)	(88)	(408)
(Increase) decrease in interfund receivables.....	229	-	229
(Increase) decrease in inventories.....	284	(29)	255
(Increase) decrease in other assets.....	(78)	(139)	(217)
(Increase) decrease in note receivable.....	(110)	-	(110)
Increase (decrease) in accounts payable and accrued expenses.....	1,463	912	2,375
Increase (decrease) in due to other funds.....	13	-	13
Increase (decrease) in liabilities payable from restricted assets.....	75	-	75
Increase (decrease) in deferred revenue.....	482	-	482
Increase (decrease) in compensated absences.....	14	68	82
Increase (decrease) in estimated tort claims payable.....	-	173	173
Increase (decrease) in due to Federal government.....	6	-	6
Total adjustments.....	32,752	953	33,705
Net cash provided (used) by operating activities.....	\$28,555	(\$795)	\$27,760
<u>Non-cash investing, capital, and financing activities:</u>			
Deferred interest expense on revenue bonds.....	\$5,802	\$ -	\$5,802
Capital assets contributed by developers.....	1,369	-	1,369
Water rights acquired by issuance of notes payable.....	750	-	750
Change in estimate for McGee Creek water rights.....	(24,460)	-	(24,460)
Non-cash residual equity transfers:			
Non-pooled investments.....	-	3,574	3,574
Reserve for insurance liabilities.....	-	(8,926)	(8,926)
Accounts receivable.....	(1,193)	-	(1,193)
Property and equipment, net.....	(1,338)	-	(1,338)
Other assets.....	(199)	-	(199)
Accounts payable and accrued expenses.....	1,218	(1,000)	218
Deferred revenue.....	1,074	-	1,074
Amortization of judgments paid in previous years.....	-	353	353
Total non-cash investing, capital, and financing activities.....	(\$16,977)	(\$5,999)	(\$22,976)

See accompanying notes to financial statements.

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**NOTES TO  
FINANCIAL  
STATEMENTS**

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 NOTES TO FINANCIAL STATEMENTS  
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**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**I. A. INTRODUCTION**

The City complies with generally accepted accounting principles (GAAP). Early implementation of new accounting and reporting standards for cash flows, risk management, and other post-employment benefits is included. Comparability with previous years' financial reports may be affected. Additionally, certain accounts and funds for the prior year have been reclassified to conform with the current year's classifications. The accounting and reporting framework and the more significant accounting principles and practices are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide concise explanation, including required disclosures, of the City's financial activities for the fiscal year ended June 30, 1990.

**I. B. FINANCIAL REPORTING ENTITY - BASIS OF PRESENTATION**

**I. B. 1. COMPONENT UNITS**

The City has eighteen component units and seven related autonomous entities all of which are discussed in the Notes. The accompanying financial statements include all City funds, governmental functions and entities over which the City exercises significant influence. Significant influence or accountability is based on the responsibility and oversight exercised by the City Council in selection of the governing authority, designation of management, budget adoption, significant influence over operations, financing debt obligations, financing deficits or entitlement to surpluses, location within the City's geographic boundaries and benefit and general availability to the citizens of the City. Based upon these criteria, the City determined that there are seventeen active and one inactive component units in the financial reporting entity.

Of the City's active component units, thirteen are Public Trusts established pursuant to State law. Public Trusts (often called Authorities) have no taxing power. The Trusts are generally created to finance City services through issuing revenue bonds or securing other types of non-general obligation financing and/or to enable the City Council to delegate certain functions to the Trustees (governing board) of the Public Trust. Public Trusts may also be created to enable the City to contract for its on-going activities and projects which overlap fiscal years and would be difficult to efficiently perform on a fiscal year budgetary basis. Public Trusts generally retain title to assets which were acquired or constructed with revenue bond proceeds or with other resources generated by Trust operations. The City, as beneficiary of the Trusts, receives title to any residual assets when a Public Trust is dissolved. Active Public Trusts for which the City is beneficiary, except the Port Authority of Greater Oklahoma City, the Oklahoma City Myriad Gardens Authority, and the Oklahoma City Development Trust, issue separately audited Component Unit Financial Statements (CUFS). Copies of the CUFS may be obtained from the City's Accounting Services Division.

Component units are blended in the reporting funds of the City's CAFR as shown in the table that follows.

<u>Component Unit</u>	<u>Brief Description of Activities and Key Inclusion Criteria</u>	<u>Reporting Funds</u>
<b>Public Trusts:</b>		
Central Oklahoma Transportation and Parking Authority (COTPA)	Finance, develop, and operate public transportation and parking systems. The Mayor, City Manager, City Finance Director, and five Mayor-selected and City Council-approved appointees are Trustees. The City Council approves the budget of the COTPA and provides regular operating subsidies to the Trust. See Note I.B.2.	Transportation and Parking Enterprise Funds

(continued)

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**NOTES TO FINANCIAL STATEMENTS**  
*June 30, 1990*

<u>Component Unit</u>	<u>Brief Description of Activities and Key Inclusion Criteria</u>	<u>Reporting Funds</u>
Oklahoma City Zoological Trust (OCZT)	Finance and operate the Oklahoma City Zoo. Trustees include the Mayor, one City Council member, the City Manager, and six Mayor-selected and City Council-approved appointees. The City Council approves the OCZT budget and provides regular operating subsidies to the Trust.	Zoological Enterprise Fund
Central Oklahoma Ambulance Trust (COAT)	Provide emergency and routine ambulance service. The five COAT Trustees are appointed by the Mayor and confirmed by the City Council. See Note I.B.2.	AmCare Enterprise Fund
Oklahoma City Riverfront Redevelopment Authority (OCRRA)	Develop, finance, and maintain a park system known as the String of Pearls. The Mayor and two City Council members serve with four other Trustees appointed by the Mayor and approved by the Council. City employees manage Trust assets.	Riverfront Park Capital Projects Fund and General Fixed Asset Account Group
Port Authority of Greater Oklahoma City	Develop airport terminal facilities and administer the foreign trade zone. The five citizens who govern the Port Authority are appointed by the Mayor with the advice and consent of the City Council. City employees manage Authority assets.	Port Authority Enterprise Fund
Oklahoma City Municipal Facilities Authority (OCMFA)	Finance water, wastewater, sanitation, Myriad Gardens, risk management, general government and other activities. City Council members serve as Trustees. City employees manage Trust assets.	Airports, Public Events, Zoo, Myriad Gardens, Fairgrounds, Water, Wastewater, and Sanitation Enterprise Funds; Equipment Services and Risk Management Internal Services Funds; Capital Improvement Fund; Federal Grants and General Purpose Special Revenue Funds; General Long-Term Debt and General Fixed Asset Account Groups
Oklahoma City Water Utilities Trust (OCWUT)	Finance water and wastewater system projects. The City Manager, the Mayor and one City Council member serve as Trustees of the Trust along with two Mayor and City Council appointees. City employees manage Trust assets. See Note I.B.2.	Water and Wastewater Enterprise Funds
Oklahoma City Development Trust (OCDT)	Finance airport and sanitation projects. The Mayor, City Manager, two Council members, and a Trustee Banker serve as Trustees. Assets financed by the Trust are managed by City employees.	Airports and Sanitation Enterprise Funds, and General Purpose Special Revenue Fund
Oklahoma City Airport Trust (OCAT)	Finance the development of the City's airports. The City Manager, a Trustee Banker and a City Council member serve as Trustees. City employees manage Trust assets.	Airports Enterprise Fund
Oklahoma City Myriad Gardens Authority (OCMGA)	Finance the development of the Myriad Gardens commercial, parking, and recreational facilities. The Mayor, City Manager, and Park Commission President serve with four Mayor-nominated and City Council-appointed citizens as Trustees. City employees manage Trust assets.	Myriad Gardens Enterprise Fund

*(continued)*

CITY OF OKLAHOMA CITY, OKLAHOMA 2 8  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 1990

<u>Component Unit</u>	<u>Brief Description of Activities and Key Inclusion Criteria</u>	<u>Reporting Funds</u>
Oklahoma City Public Property Authority (OCPPA)	Finance four municipal golf courses, the Oklahoma City Fairgrounds, and a City office building. The City Council members serve as Trustees, and the City Manager is General Manager.	Golf Courses, Fairgrounds and Stadium, and Public Events Enterprise Funds; General Purpose Special Revenue Fund; Debt Service Fund; General Long-term Debt and General Fixed Asset Account Groups
McGee Creek Authority (MCA)	Contract with the Federal government to build the McGee Creek Reservoir. The City is the major participant in the MCA, and it is expected that the other participants will transfer their water rights and pro rata liabilities to the City. The M C A T r u s t e e s a r e t h e Mayors/Chairpersons of the respective beneficiaries and the Chairperson of the OCWUT.	Water Enterprise Fund
Oklahoma City Environmental Assistance Trust (OCEAT)	Encourage, promote, and finance pollution control, waste disposal, cultural, educational, and housing activities. The City Council members serve as Trustees, and the City Manager is General Manager. City employees manage Trust assets.	Sanitation Enterprise Fund
<b>Inactive Public Trust:</b> Oklahoma City Fairgrounds Trust (OCFT)	Coordinate the management of the Oklahoma City Fairgrounds. The Mayor and two City Council members serve with four Trustees who are appointed by the Mayor and confirmed by the City Council.	No significant financial transactions or account balances for the year ended June 30, 1990
<b>Non-Profit Entities:</b> Oklahoma City Convention and Visitors Commission (CVC)	Encourage convention and tourism activities for the City. The CVC is financed by the City's levy of a 2% excise tax on all hotel and motel rents. The management of the Commission activities is contracted annually to the Oklahoma City Chamber of Commerce.	Reported activities are transacted within the General Fund.
Oklahoma City Myriad Gardens Foundation (OCMGF)	Serve as conduit for charitable contributions intended to finance a portion of the Myriad Gardens development. The directors of the OCMGF are composed of three members of the OCMGA appointed by the OCMGA Chairperson and two outside persons appointed by the Mayor.	Myriad Gardens Enterprise Fund
Lake Atoka Reservation Association (LARA)	Administer the use of the Atoka Reservoir and its facilities. The Managing Board consists of the Mayor of Oklahoma City, Mayor of Atoka, City Manager of Oklahoma City, Chairman of the Board of Trustees of OCWUT, one member appointed by the governing body of Oklahoma City, and three citizens of Atoka county appointed by the governing body of Atoka.	Water Enterprise Fund
Special Assessments Districts	Construct facilities which benefit certain City property owners rather than all citizens of the City.	Capital Improvement Fund, Debt Service Fund, Water and Wastewater Enterprise Funds, General Fixed Asset and General Long-Term Debt Account Groups

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**NOTES TO FINANCIAL STATEMENTS**  
*June 30, 1990*

**I. B. 2. SIGNIFICANT CHANGES IN COMPONENT UNITS**

On May 12, 1989, a proposed reorganization of COTPA was prepared and presented to Council and the COTPA Board of Trustees. The reorganization of the Authority integrates the public transit and parking systems into the City's operational structure. The Interlocal Cooperation Agreement was approved by the COTPA Board of Trustees on June 23, 1989, and the City Council on July 11, 1989. This agreement provides that the management of both the transit and parking systems will be assumed by the City and the nonadministrative employees will remain COTPA Trust employees.

On October 10, 1989, the Trustees of the COAT relinquished the management and operations of the Trust to the City. The City discontinued the operation of the COAT as of April 15, 1990. The City Council entered into an agreement accepting a beneficial interest in the Emergency Management Services Authority (EMSA) to provide the services described. As agreed, residual balances were transferred. The EMSA received \$1.264 million as a net start-up investment, and the City received assets and liabilities with a net value of \$13.5 thousand. The assets and liabilities retained by the City were recorded in the General Fixed Asset and the General Long-Term Debt Account Groups. The pension plan for COAT employees (AmCare) was terminated as of May 31, 1990. Assets of \$207 thousand are to be distributed and a plan surplus of \$105 thousand was transferred to the COAT and subsequently to EMSA. See Note III.A.5.

On March 20, 1990, the Trustees of the OCWUT voted to change the name of the Trust from the Oklahoma City Municipal Improvement Authority (OCMIA) to the OCWUT.

**I. B. 3. RELATED AUTONOMOUS UNITS**

There are four Public Trusts and three other related units which are excluded from the financial reporting entity because the City does not exercise significant influence over their respective operations. Audited financial statements are available from the respective autonomous units. They are:

<u>Related Autonomous Units</u>	<u>Brief Description of Activities and Reason for Exclusion</u>
<b>Public Trusts:</b> Oklahoma City Industrial and Cultural Facilities Trust	Promote the development of industrial, manufacturing, cultural, and educational activities both inside and outside the corporate City limits. The five Trustees are appointed by the City of Oklahoma City Chamber of Commerce. The City has no significant influence over the management, budget, or policies of the Trust. The City Council does not approve the Trust's contracts, nor does the City have any financial transactions with the Trust.
Oklahoma County Utilities Services Authority (OCUSA)	Furnish water services to residents in rural areas of Oklahoma County who are not served by other water systems. Oklahoma County and the City are joint beneficiaries of the Trust, but the Trust is operated under the auspices of the County government. The City has no significant influence over the Trust operations; and since 1972, no resident within the City's corporate limits has been served by OCUSA.
Oklahoma City Redevelopment Authority (OCRA)	Conserve, develop, and redevelop the central business district. The City has no significant influence over the management, budget, or policies of the Trust.
Emergency Medical Services Authority (EMSA)	See Note III.A.5.
<b>Other Related Units:</b> Oklahoma City Urban Renewal Authority (OCURA)	Administer community development and renewal activities approved by the United States Department of Housing and Urban Development. The five citizens who serve as the Governing Board are appointed by the Mayor and confirmed by the City Council. The City Council has no significant influence over the management, budget, or policies of the Authority.
Oklahoma City Housing Authority (OCHA)	Obtain Federal funding and/or other financing for improvement of housing conditions in the City. The five citizens who serve as the Governing Board are appointed by the Mayor and approved by the City Council. The City has no significant influence over the management, budget, or policies of the OCHA.
City-County Board of Health	See Note III.A.6.

I. B. 4. FUNDS AND ACCOUNT GROUPS

The accounts of the reporting entity are organized into funds and account groups, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts which constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses. Each account group also comprises a separate self-balancing group of accounts. Funds are ordered into three major categories: governmental, proprietary, and fiduciary. Funds within each major category are grouped by fund type in the combined financial statements. The major fund categories and account groups of the reporting entity are:

*Governmental Fund Types*

Governmental funds are accounted for using a spending (or financial flow) measurement focus. Only current assets and current liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable resources during a given period.

*Proprietary Fund Types*

Proprietary funds are accounted for using a capital maintenance measurement focus; the accounting objectives are determination of net income, financial position, and cash flows. All assets and liabilities (whether current or non-current) associated with a proprietary fund's activities are included on its balance sheets. Proprietary fund equity is segregated into contributed capital and retained earnings.

*Fiduciary Fund Types*

Fiduciary funds account for assets held by the City in a trustee or agency capacity. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Pension trust funds are accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (i.e., assets equal liabilities) and do not involve measurement of results of operations. However, Agency fund assets and liabilities are recognized using the modified accrual basis, described subsequently in this note.

*Account Groups*

The account groups are used to account for fixed assets and long-term liabilities which are not accounted for in the respective governmental funds.

- \* General Fixed Asset Account Group - Used to account for land, buildings, improvements, vehicles, and equipment purchased and lease-purchased by governmental funds. The City has elected not to report public domain or "infrastructure" fixed assets which include roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, lighting systems, and similar assets that are immovable and of value only to the City government. However, the City does maintain records of cost with appropriate legal and descriptive information for management with approximate cost of \$277 million. See Note I.E.4.
- \* General Long-term Debt Account Group - Used to account for the unmatured principal of general obligation and special assessment bond indebtedness, judgments against the City, and governmental fund compensated absences, notes, and capital leases. These debts are not a specific liability of any fund. The City's policy is to record general obligation bonds whose proceeds were used to construct or acquire assets subsequently contributed to the various enterprise funds in the General Long-term Debt Account Group and to service such debt with property taxes rather than with user charges. The maximum terms for general obligation bonds, special assessment bonds, and judgments are 25, 10, and 3 years, respectively.

I. B. 5. TOTAL COLUMNS (MEMORANDUM ONLY)

Total columns on the combined statements are captioned "memorandum only" to indicate that they are presented only to aid in financial analysis. Interfund eliminations have not been made in the aggregation of this data and it is, therefore, not comparable to a consolidation.

CITY OF OKLAHOMA CITY, OKLAHOMA  
NOTES TO FINANCIAL STATEMENTS  
June 30, 1990

I. C. BASIS OF ACCOUNTING

I. C. 1. MODIFIED ACCRUAL BASIS OF ACCOUNTING

The City uses the modified accrual basis of accounting for all governmental fund types and for two fiduciary funds, the Expendable Trust Fund and the Agency Fund. Under the modified accrual basis of accounting, revenues are recognized when both "measurable and available." Measurable means knowing, or being capable of calculating or estimating, the amount to be received. Available means collectable within the current period or soon enough thereafter to pay current liabilities. Also, under the modified accrual basis of accounting, expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include:

- \* Sales taxes are a General Fund revenue which are collected by the State and remitted to the City.
- \* Hotel/Motel taxes are remitted monthly by hotels and motels. Payment is due directly to the City by the 15th of the month following the reporting period.
- \* Franchise taxes are remitted in regular periods by franchise owners for gas, electric, telephone, and cable utilities.
- \* Property taxes are collected and remitted to the City by the five county governments within the City. Taxes are levied annually on November 1 and are due one-half by December 31 and one-half by March 31. Major tax payments are received from the counties in the months December through April, and are recognized as revenue in the year received. Lien dates for personal and real property are in June and October, respectively. Delinquent tax payments are received throughout the year and are recognized as revenue in the year received, except for those received within 60 days of year-end, which are recognized as revenues as of June 30. Property taxes receivable are described in Note III.A.1.
- \* Special assessments payments are received throughout the year and are recognized as revenue in the year received, except for those payments received within 60 days of year-end, which are recognized as revenues as of June 30.
- \* Intergovernmental revenues are recognized when the expenditures are made for expenditure-driven grants.
- \* Interest income has been accrued through June 30, 1990, based on individual investments' interest rates for U.S. Governmental securities and Certificates of Deposit.

I. C. 2. ACCRUAL BASIS OF ACCOUNTING

The accrual basis of accounting is used in all proprietary fund types and pension trust funds. Under the accrual basis of accounting, revenues are recognized when earned, and expenses (including depreciation and amortization) are recorded when incurred.

I. D. BUDGETARY DATA

I. D. 1. BUDGET LAW AND PRACTICE

The City Manager submits an annual budget to the City Council in accordance with the City Charter and the Oklahoma Municipal Budget Act. In June, the City Council adopts annual fiscal year appropriated budgets for City operating funds (General, Street and Alley, Hunting and Fishing, Emergency Management, Police, and Fire Funds), the Debt Service Fund and certain budgeted proprietary fund operations (Parking, Transportation, Airports, Water, Wastewater, Sanitation, Parks and Recreation, Public Events, Equipment Services, and Risk Management Funds). The legal level of control is that expenditures budgeted in each fund may not exceed the budgeted revenues, including fund balance, for the fund. Once approved, the City Council may amend the legally adopted budget when unexpected modifications are required in estimated revenues and appropriations.

Resulting primarily from the passage of a restricted use sales tax referendum, the City Council amended the 1990 operating budget. The General Fund and budgeted Special Revenue funds recorded supplemental appropriations of

approximately \$1.352 million and \$23.5 million respectively. The Police and Fire Funds were created as a result of this amendment.

The budgets for the operating funds and proprietary fund operations are prepared on the cash and expenditures/encumbrances basis. Revenues are budgeted in the year receipt is expected; and expenditures, which include encumbrances, are budgeted in the year that the applicable purchase orders are expected to be issued. The Debt Service Fund budget is prepared to provide a level ad valorem tax levy throughout the tax year life of the outstanding debt. The budget and actual financial statements are reported on these bases. Unencumbered appropriations for annually budgeted funds lapse at fiscal year-end.

Legally authorized, non-appropriated budgets are prepared for the Enforcement and Training Fund, and the Federal Grants Fund. Expenditures for these funds, as well as certain capital projects funds, are controlled on a project basis and are carried forward each year until the project is completed or the grant award has been expended.

The General Fund appropriated budget includes operating expenditures for the Myriad Gardens Fund and the airports police activities of the Airports Fund. These enterprise activities are presented as a part of General Fund revenues and expenditures only in the budget and actual financial statement. Other funds not mentioned above have annual, non-budgeted financial activities and plans which provide the necessary operating guidance and control.

#### I. D. 2. BUDGETARY CONTROL

Each fund's appropriated budget is prepared on a detailed line item basis. Revenues are budgeted by source. Expenditures are budgeted by department and character (personal services, maintenance and operations, capital outlay, debt service). As a matter of City policy, expenditures may not exceed appropriations at this level. All budget revisions are subject to final review by the City Council at the level of budgetary control, which is the department level, by character. Revisions to the budget were made throughout the year.

#### I. D. 3. ENCUMBRANCES

Encumbrance accounting is used for the General Fund, special revenue funds, and capital projects funds. An encumbrance is recorded when a purchase order is issued. Encumbrances are not considered expenditures until a liability for payment is incurred. Encumbrances are reported as a reservation of fund balance on the balance sheet. Encumbrances for the General, Hunting and Fishing, Street and Alley, Emergency Management, Police, and Fire Funds are carried forward for three fiscal years subsequent to the year of encumbrance. Encumbrances outstanding longer than three years lapse and are closed to unreserved fund balance. Encumbrances for the capital projects funds and the remaining special revenue funds do not lapse.

#### I. E. ASSETS AND LIABILITIES

##### I. E. 1. CASH AND INVESTMENTS

The City maintains and controls five major cash and investment pools. Each fund's portion of this pool is displayed on the combined balance sheet as "Pooled cash and cash equivalents." In addition, non-pooled cash and investments are separately held by the proprietary funds and the pension trust funds and reflected in their respective funds as "Cash and cash equivalents" and "investments," some of which are restricted assets. The cash and investments of these funds are held separately from those of other City funds.

Investments are carried at cost, except for the deferred compensation plan investments of the agency fund, which are carried at fair market value. Additional cash and investment information, and market values are presented in Note III.A.4.

##### I. E. 2. INVENTORIES

Inventories in governmental funds consist of expendable supplies held for consumption. They are reported at cost which is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Proprietary fund inventories are recorded at the lower of cost or market on a first in-first out basis.

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I. E. 3. ANIMAL COLLECTION

The Zoo's animal collection is not recorded in the financial statements. The original historical cost is not determinable. Current acquisitions are expensed, and are often part of an animal exchange transaction. The animal collection consists of approximately 1,800 animals representing 500 species with an estimated current value, determined by management, of \$3 million.

I. E. 4. FIXED ASSETS AND DEPRECIATION

Property, plant, and equipment of all the funds are stated at actual or estimated historical cost. Donated fixed assets are stated at their fair market value on the date donated. Governmental fund fixed assets are recorded in the General Fixed Asset Account Group and are not depreciated. Proprietary fund fixed assets are recorded in the respective funds and are depreciated using the straight-line method with estimated useful lives ranging from 3 to 50 years. When governmental fund fixed assets are disposed, the cost is removed from the General Fixed Asset Account Group and any proceeds from the disposal are recorded as another financing source in the Capital Improvement Fund. When proprietary fund fixed assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts and the resulting gain or loss is recorded in operations. For further information regarding fixed assets, see Note I.B.4. describing the General Fixed Asset Account Group, and Note III.A.7. describing property and equipment.

I. E. 5. INTEREST CAPITALIZATION

Interest costs incurred by proprietary funds on debt where proceeds were used to finance the construction of assets are capitalized. Interest earned on proceeds of tax-exempt borrowing arrangements restricted to the acquisition of qualifying assets is offset against interest costs in determining the amount to be capitalized. During 1990, the interest revenue (in thousands) which was used to offset interest costs in the Wastewater Fund was \$1,208. Total interest costs (in thousands) incurred in the Airports, Golf Courses, Water and Wastewater Funds were \$13,036, \$80, \$4,863, and \$5,615, of which \$1,231, \$2, \$176, and \$444 have been capitalized, respectively.

I. E. 6. DEFERRED COMPENSATION PLAN

The City has three deferred compensation plans created in accordance with the Internal Revenue Code Section 457. The plans are administered by independent plan administrators through administrative service agreements. One of the plans is available to all City employees, one of the plans is available only to a certain level of management employees, and the other plan has only one participant and is no longer available for participation. The plans permit employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or financial hardship.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the City (without being restricted to the provisions of benefits under the plan), subject only to the claims of the City's general creditors. Participants' rights under the plan are equal to those of general creditors of the City in an amount equal to the fair market value of the deferred amount for each participant.

It is the opinion of the City's legal counsel that the City has no liability for losses under the plan agreement but does have the duty of due care that would be required of an ordinary prudent investor. The City believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

The deferred compensation plans are accounted for in the Agency Fund. The plans' assets are presented at fair market value and captioned as "Deferred Compensation Investments" assets with corresponding liabilities captioned "Deferred compensation benefits due to employees and beneficiaries." As of June 30, 1990, the deferred compensation plans were composed as follows (in thousands):

Public Employees Benefit Services Corporation	\$10,847
International City Manager's Association Retirement Corporation	3,489
Insurance Company of North America	<u>4</u>
	<u>\$14,340</u>

#### I. E. 7. DEFERRED DEBT EXPENSE AND BOND DISCOUNT

Bond issuance costs and bond discounts are capitalized and amortized over the terms of the respective bonds using the effective interest method or a method which approximates the effective interest method.

#### I. E. 8. RISK MANAGEMENT

##### *Description*

The City's risk management activities are recorded in the Risk Management Fund. The purpose of the fund is to administer employee life, health, property and liability, workers' compensation, unemployment and disability insurance programs of the City on a cost-reimbursement basis. This fund accounts for the risk financing activities of the City but does not constitute a transfer of risk from the City.

The City provides \$5 thousand basic life insurance on eligible employees at no cost to the employee. Eligible employees have the option to carry additional life insurance on self or dependents. The cost of additional life insurance is paid by the employee.

Employee health insurance is administered through two private carriers. Employees can select PacifiCare, a health maintenance organization, for which a premium is paid and the City retains no more liability. Alternatively, employees can select an insurance program administered by Aetna under which the City retains all risk of loss.

Property and liability insurance is purchased as required by bond indentures and as considered prudent. Property insurance policies have deductibles ranging from \$5 thousand to \$50 thousand. Liability insurance is purchased in limited areas. Generally, tort claims under \$750 (damages) are paid when awarded while tort claims greater than \$750 (judgments) are included and wholly recovered in the City's property tax levy.

There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

Workers' compensation claims are administered by Adjustco, a private contractor. The City retains all liability and, therefore, pays all claims as submitted by the contractor. This self-insurance agreement is approved by the State.

The City retains all risk of loss for unemployment compensation purposes and, as such, reimburses the Oklahoma Employment Security Commission on a quarterly basis for claims paid by the Commission on behalf of the City.

The City retains all risk of loss and administers its disability program.

##### *Risk Management Charges*

The total charge to the other funds is based on estimated cost information to be adjusted over a reasonable period of time so that internal service fund revenues and expenses are approximately equal. Historical cost information will be the basis for determining total charges as this information becomes available.

##### *Claims Liabilities*

The City records an estimated liability for torts and other claims against the City. Claims liabilities are based on estimates of the ultimate cost of reported claims (including future claim adjustment expenses) and an estimate for claims which have not been reported based on historical experience. The bases for estimating liabilities are as follows:

Health claims: The June 30, 1990, estimated liability is comprised of the sum of (1) claims incurred but not reported (IBNR), (2) extended liability, and (3) maternity claims. The total is multiplied by a 20% inflation factor. IBNR's are based on the City's claim pattern (historical experience).

Workers' compensation claims: Claims liabilities are recomputed annually using various actuarial and statistical techniques to produce current estimates that reflect recent settlements, claims frequency, and other economic and social factors.

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Tort liability: The Municipal Counselor's office prepared a listing of pending litigation which was determined probable and estimable in favor of the claimant. An estimated liability was based upon this information and historical experience. The amount of possible tort losses at June 30, 1990, was approximately \$6 million.

*Unpaid Claims Liabilities*

The fund establishes a liability for both reported and unreported events, which includes estimates of both future payments of losses and related claim adjustment expenses. The following represents the change in approximate aggregate liabilities for the City from July 1, 1989, to June 30, 1990 (in thousands):

	<u>Liability</u> <u>Balance</u> <u>July 1, 1989</u>	<u>Current Year</u> <u>Claims and</u> <u>Changes in</u> <u>Estimates</u>	<u>Claims</u> <u>Payments</u>	<u>Liability</u> <u>Balance</u> <u>June 30, 1990</u>
Health insurance	\$ 3,326	\$ 10,965	\$ 10,192	\$ 4,099
Workers' compensation	6,600	2,647	3,247	6,000
Tort	2,971	1,454	971	3,454

At June 30, 1990, funded reserves for health liability include approximately \$4.9 million, of which \$3.9 million is held in a contractually restricted termination reserve. Funded reserves for workers' compensation include approximately \$3.1 million. Reported judgements (tort liability) are wholly funded through property taxes over a three-year period.

Since the Risk Management Internal Service Fund was established July 1, 1989, a comparative schedule of unpaid claims liabilities is not available. The fund will accumulate and report this information when it becomes available.

**I. E. 9. WATER MAIN EXTENSION CONTRACTS**

The City contracts with developers for the construction of water mains to provide water service for areas under development. The water mains are an extension of the City's existing water distribution system. Under such contracts, the contractor initially pays for all construction costs. Repayments to the contractor are subject to limits of 30% to 60% of the collected revenues generated by the respective water main extensions, not to exceed the total cost as defined in the contract. These contract liabilities are recorded in the Water Fund.

**I. F. REVENUES, EXPENDITURES, AND EXPENSES**

**I. F. 1. LEASE REVENUE**

The Airports Fund leases its property to commercial airlines, car rental companies, a parking facilities management company, concessionaires, and several fixed base operators who service the airline industry. All these leases are non-cancellable operating leases.

Minimum rentals on non-cancellable leases for the next five years are as follows (in thousands):

<u>Year</u>	<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>	<u>Total</u>
Amount	\$9,359	\$9,432	\$11,065	\$12,664	\$12,422	\$54,942

Several of the leases in these balances include rental amounts that are redetermined annually based on formulas prescribed in the individual lease agreements. Generally, these formulas are intended to adjust rental charges to recover related costs. The minimum future rentals for these leases were determined using the rates in effect at June 30, 1990.

The Airports Fund also has several leases that require the lessee to remit a percentage of its revenue as the rental charge. Rental income under leases of this type is not included in the future minimum rental amounts above. Rental income for 1990 received through these leases was approximately \$5 million. Although the actual income to be received in future periods cannot be known due to the nature of these leases, management does not anticipate a significant decrease in these rental amounts.

The OCZT entered into a lease agreement whereby approximately 370 acres of land owned by the City and leased to the Trust will be subleased to Oklahoma Racing Associates (lessee) for the development of a race track. The agreement specifies an initial lease term of 25 years with five 10-year renewal periods. Terms of the lease stipulated an initial payment by the lessee of approximately \$4 million. This initial payment was used to pay certain costs necessary to complete and ready the lease parcel according to the terms of the lease agreement. Annual lease payments commenced December 31, 1988. Minimum lease payments to be received by the Trust under this lease agreement for each year ending June 30 are as follows (in thousands):

1990 to 1993	\$ 32
1994 to 1998	54
1999 to 2013	\$ 76

In addition to the fixed lease payments described above, the lessee agrees to pay the Trust 90% of one-half of one percent of the total money wagered at the leased property, in excess of \$187 million in all races conducted on the leased property during a racing season under the authority of the license issued by the Oklahoma Horse Racing Commission.

**I. F. 2. COMPENSATED ABSENCES**

Full-time, permanent employees are granted vacation benefits in varying amounts depending on tenure with the City. These benefits accumulate pro rata by pay period up to specified maximums, again varying with tenure. The employee's right to use accumulated vacation and to receive an accumulated vacation payment upon termination vests after one year of employment. Sick leave accrues to full-time, permanent employees at the rate of approximately 16 days per year with a maximum accrual of approximately 200 days. After one year of service, employees other than police officers and firefighters are entitled to a percentage of their sick leave balance upon termination. This percentage increases with tenure. Police officers and firefighters are not entitled to their sick leave balance until they retire or become disabled. At such time, they receive 50% of their sick leave balance. Based on past experience, most police officers and firefighters work until retirement; therefore, the City treats 50% of their accumulated sick leave as vested for accounting purposes.

The estimated current portion of the liability for vested vacation and sick leave benefits attributable to the City's governmental funds is \$1.659 million which is recorded as an expenditure and liability in the respective funds. The long-term portion is recorded in the General Long-term Debt Account Group. The amount attributable to proprietary funds is charged to expense and a corresponding liability in the applicable fund.

**II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY - DEFICIT RETAINED EARNINGS**

*Enterprise Funds (in thousands)*

- \* Parking Fund - The Parking Fund's deficit balance in retained earnings of \$9,666 is the result of revenues inadequate to cover expenses currently, and the extraordinary loss on advance refunding recognized in fiscal year 1987.
- \* Water Fund - The Water Fund's deficit balance in retained earnings of \$10,946 is the result of revenues inadequate to cover expenses currently, and the extraordinary loss on advance refunding recognized in fiscal year 1987.
- \* Wastewater Fund - The Wastewater Fund's deficit balance in retained earnings of \$47,944 is the result of revenues inadequate to cover operating expenses including depreciation and the extraordinary loss on advance refunding recognized in fiscal year 1987.
- \* Sanitation Fund - The Sanitation Fund's deficit in retained earnings of \$3,033 is the result of the inclusion of OCMFA expenses in this fund in fiscal year 1983.
- \* Myriad Gardens Fund - The Myriad Gardens Fund has a deficit retained earnings balance of \$3,441 resulting from operating expenses incurred before the completion of the Gardens and Botanical Tube and current year revenues inadequate to cover expenses including depreciation.
- \* Parks and Recreation Fund - The Parks and Recreation Fund's deficit in retained earnings of \$52 is the result of revenues inadequate to cover operating expenses in fiscal year 1990.

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- \* Public Events Fund - The Public Events Fund's deficit balance in retained earnings of \$885 is the result of revenues inadequate to cover expenses in fiscal year 1989 and 1990.

*Internal Service Fund (in thousands)*

- \* Equipment Services Fund - The Equipment Services Fund's deficit balance in retained earnings of \$586 is the result of charges for services inadequate to cover expenses including depreciation in fiscal year 1989.
- \* Risk Management Fund - Deficit retained earnings of \$4,025 resulted from the assumption of debt from other City funds and the General Long-Term Debt Account Group.

*Funding Of Deficit Retained Earnings*

- \* Deficit retained earnings, for funds other than Risk Management, are substantially funded with contributed capital.
- \* The Risk Management Fund is expected to fund its deficit through charges over time and the recovery of tort losses through property taxes.

**III. DETAILED NOTES ON FUNDS AND ACCOUNT GROUPS**

**III. A. ASSETS**

**III. A. 1. PROPERTY TAXES RECEIVABLE**

Property taxes receivable are recorded in the Debt Service Fund fifteen days (taxpayer protest period) after the debt service budget is approved by the Excise Board. At the end of the fiscal year, the receivables represent delinquent and escrowed paid-under-protest taxes. Approximately \$852 thousand of the receivable is comprised of payments to the counties (which act as the City's tax collection agents) made under protest. Paid-under-protest and delinquent taxes are recorded as receivables; if not paid within 60 days of year-end, they are recorded as deferred revenues. See Note I.C.1 for significant details of the property tax calendar.

**III. A. 2. RESTRICTED ASSETS**

Certain enterprise fund assets are restricted for construction which is being funded through long-term debt and Federal grant revenues; therefore, retained earnings have not been reserved for these amounts. The excess of assets over certain liabilities restricted for the payment of debt service on general obligation debt and revenue bonds payable is included as reserved retained earnings.

**III. A. 3. NOTES RECEIVABLE**

*Wastewater Fund*

The note receivable of \$13.336 million, the proceeds of which were used to build the Cow Creek wastewater treatment facilities, is due from Spitz Development Oklahoma City Limited Partnership (Spitz Development) to the Wastewater Fund through the OCWUT. Such facilities become the property of OCWUT at the expiration of the ground lease in 2006 between OCWUT and Spitz Development. The note receivable represents a loan which was previously due to the Oklahoma City Development Trust (OCDT) as repayment for the proceeds of the OCDT Sanitary System Bonds, Series 1984. These bonds were defeased by proceeds of the Oklahoma City Water Utilities Trust Water and Sewer System Revenue Bonds Refunding, Series 1986B; and, as a result, the loan agreement was amended April 22, 1987, to transfer assignment of receipts to the OCWUT. The note bears interest at 9.75% payable monthly. The principal is due monthly in amounts varying from \$75 thousand to \$181 thousand through August, 1998.

The note receivable of \$93 thousand from the City of Mustang is the result of an agreement regarding payment of their wastewater charges in prior years.

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 NOTES TO FINANCIAL STATEMENTS  
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III. A. 4. DEPOSITS AND INVESTMENTS

The City considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents. The City's cash management pools are treated as demand deposit accounts. See Note I.E.1. The Pension Trust funds, excluded from cash flow reporting, classify only cash as cash equivalents in order to appropriately report investment activity.

*Deposits*

It is the City's policy for deposits to be 110% secured by collateral valued at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The City's pooled and non-pooled deposits are categorized to give an indication of the level of risk assumed by the City at June 30, 1990. The categories are described as follows:

Category 1 - Insured or collateralized with securities held by the entity or by its agent in the entity's name.

Category 2 - Collateralized with securities held by the pledging financial institution's trust department or agent in the entity's name.

Category 3 - Uncollateralized.

	Bank Balance	Category			Carrying Amount	Governmental Mutual Funds	Total
		1	2	3			
<u>POOLED DEPOSITS (in thousands):</u>							
Pooled cash and cash equivalents	\$ 4,631	\$ 4,631	\$ -	\$ -	\$ 2,773	\$ -	\$ 2,773
Pooled certificates of deposit	20,975	20,975	-	-	20,975	-	20,975
	<u>25,606</u>	<u>25,606</u>	<u>-</u>	<u>-</u>	<u>23,748</u>	<u>-</u>	<u>23,748</u>
<u>NON-POOLED DEPOSITS (in thousands):</u>							
Non-pooled cash and cash equivalents							
Special Revenue Funds	17	17	-	-	12	-	12
Debt Service Fund - cash with fiscal agent	23	-	23	-	23	-	23
Enterprise Funds	1,838	840	994	4	1,299	37,198	38,497
Enterprise Funds - certificates of deposits	625	625	-	-	625	-	625
Enterprise Funds - cash with fiscal agent	2	-	2	-	2	-	2
Internal Service Funds	1,198	1,198	-	-	1,198	-	1,198
Pension Trust Funds	455	146	309	-	328	-	328
	<u>4,158</u>	<u>2,826</u>	<u>1,328</u>	<u>4</u>	<u>3,487</u>	<u>37,198</u>	<u>40,685</u>
Non-pooled certificates of deposit							
Enterprise Funds	105	105	-	-	105	-	105
Internal Service Funds	3,700	3,700	-	-	3,700	-	3,700
Expendable Trust Fund	3	3	-	-	3	-	3
	<u>3,808</u>	<u>3,808</u>	<u>-</u>	<u>-</u>	<u>3,808</u>	<u>-</u>	<u>3,808</u>
Total deposits	<u>\$ 33,572</u>	<u>\$ 32,240</u>	<u>\$ 1,328</u>	<u>\$ 4</u>	<u>\$ 31,043</u>	<u>\$ 37,198</u>	<u>\$ 68,241</u>

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*Investments*

The management of the investment pools is under the custody of the City Treasurer. Investing is performed in accordance with the formally adopted investment policies of the City which comply with State statutes and the City Charter. The pooled funds may be invested in: (1) direct obligations of the United States government to the payment of which the full faith and credit of the United States government is pledged, (2) certificates of deposit at savings and loan associations and banks which are federally insured, when the funds are secured by acceptable collateral, (3) savings accounts at savings and loan associations and banks, to the extent they are fully insured, and (4) any bond, note, or other indebtedness issued by those agencies, authorities, or public entities whose governing boards are appointed by the City Council, or issued by any public trust of which it is sole beneficiary. Any uninvested funds shall be deposited in a bank or banks within Oklahoma County, which are approved and designated by the City Council. The management of the non-pooled investments are basically performed in accordance with applicable bond indentures at the direction of trustee bank departments. The pension funds contractually delegate the management of investments to investment managers.

The City's investments are categorized to give an indication of the level of risk assumed by the City at June 30, 1990. The categories are described as follows:

Category 1 - Insured or registered, with securities held by the entity or its agent in the entity's name.

Category 2 - Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the entity's name.

Category 3 - Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the entity's name.

Types of Investments	Category			Carrying Amount	Market Value
	1	2	3		
<u>POOLED INVESTMENTS (in thousands):</u>					
Repurchase agreements	\$ -	\$ 13,792	\$ -	\$ 13,792	\$ 13,792
U.S. Governmental securities	157,876	71,325	-	229,201	237,444
Total pooled investments	<u>\$157,876</u>	<u>\$ 85,117</u>	<u>\$ -</u>	<u>242,993</u>	<u>251,236</u>
<u>NON-POOLED INVESTMENTS (in thousands):</u>					
U.S. Governmental securities	\$ 85,242	\$ -	\$ -	85,242	86,722
Corporate bonds	16,243	-	-	16,243	16,068
Common stock	43,329	-	-	43,329	49,366
Other	1,033	-	-	1,033	1,033
Total non-pooled investments	<u>\$145,847</u>	<u>\$ -</u>	<u>\$ -</u>	<u>145,847</u>	<u>153,189</u>
Deferred compensation mutual funds and annuities administered by independent plan administrator				14,340	14,340
Governmental mutual funds				<u>11,388</u>	<u>11,388</u>
Total investments				<u>\$414,568</u>	<u>\$430,153</u>

**III. A. 5. JOINT VENTURE**

On March 13, 1990, the City accepted a beneficial interest in the Emergency Medical Services Authority (EMSA) Trust Indenture. See Note I.B.2. The purpose of EMSA is to provide emergency medical services to participating jurisdictions. At June 30, 1990, the cities of Tulsa and Oklahoma City were primary beneficiary jurisdictions. The EMSA Board of Trustees is comprised of six trustees appointed by the City of Tulsa and two trustees appointed by the City of Oklahoma City. The beneficiary jurisdictions have no authority to transact any business for, or binding upon, the EMSA trust, nor the right to control or direct the actions of the trustees (i.e. budgeting or financing). EMSA has established capital accounts for each beneficiary jurisdiction. These capital accounts record the economic activity of the jurisdiction and represent an equity interest. The City has recorded this equity interest in the General Fixed Asset Account Group.

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Appointment of trustees will be revised as relative capital accounts change over time. Assets and revenue of EMSA are pledged as security for its debt. EMSA issues separate financial statements available from the City's Accounting Services Division. Summarized information for EMSA's fiscal year ending June 30, 1990, is included in the table following (in thousands):

	City of Oklahoma City	City of Tulsa	Summarized totals for EMSA:	
Capital interests:			Assets	\$ 13,790
Beginning capital	\$ -	\$3,393	Liabilities	7,308
Net assets transferred	1,264	-	Total equity	6,482
Net income	145	644	Operating revenues	8,806
Ending capital	<u>\$1,409</u>	<u>\$4,037</u>	Operating expenses	7,839
			Non-operating revenues (expenses)	(178)
			Net increase in fund equity	2,115
Percentage	26%	74%	Joint venture debt:	
			Short-term	154
			Long-term	3,248

The City's participation in EMSA began during the 1990 fiscal year; therefore, comparison information is not presented.

III. A. 6. JOINTLY GOVERNED ORGANIZATION

Effective July 1, 1988, the City entered into an agreement with the Board of County Commissioners of Oklahoma County to participate in the City-County Board of Health (the Board) whose purpose is to preserve and promote public health. Five members of the Board are appointed by the City Council, and four members are appointed by the Oklahoma County Commissioners with removal only for cause. The primary source of funding for the Board is an ad valorem tax levy by the County who exercises accountability. The Board is a component unit of Oklahoma County. During the fiscal years ending June 30, 1989, and 1990, the City contributed approximately \$7 thousand and \$58.5 thousand, respectively, to the operations of the Board. At June 30, 1990, approximately \$51 thousand was due from the City to the Board. The City has no equity interest nor does the City materially contribute to the continued existence of the Board. The City has interests in these public health services other than financial and, therefore, participates in the City-County Board of Health as a jointly governed organization.

III. A. 7. PROPERTY AND EQUIPMENT

A summary of changes in general fixed assets follows (in thousands):

	Balance June 30, 1989	Deletions For Capitalization Policy Change*	Additions	Deletions	Balance June 30, 1990
Land	\$ 25,893	\$ -	\$ 276	\$ -	\$ 26,169
Buildings	52,609	30	901	10,771	42,709
Improvements other than buildings	10,004	26	2,461	609	11,830
Machinery and equipment	41,144	3,608	16,765	2,704	51,597
Assets under capital leases	8,016	-	55	5,783	2,288
Equity interest in joint venture	-	-	1,409	-	1,409
Construction in progress	<u>1,459</u>	<u>-</u>	<u>2,718</u>	<u>1,808</u>	<u>2,369</u>
	<u>\$139,125</u>	<u>\$ 3,664</u>	<u>\$ 24,585</u>	<u>\$ 21,675</u>	<u>\$138,371</u>

\* Effective July 1, 1989, the City changed its capitalization policy from a minimum cost of \$250 to \$1,000.

Construction in progress is composed of the following (in thousands):

	Project Authorization	Expended to June 30, 1990	Committed	Required Future Financing
City-wide park improvements	\$ 460	\$ 82	\$ 378	None
Building renovations	<u>8,096</u>	<u>2,287</u>	<u>5,809</u>	None
Total	<u>\$8,556</u>	<u>\$2,369</u>	<u>\$6,187</u>	

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Property and equipment recorded in the City's various proprietary funds at June 30, 1990, are (in thousands):

	<u>Land and Improvements</u>	<u>Buildings and Grounds</u>	<u>Mobile Equipment</u>	<u>Furniture, Fixtures, and Equipment</u>	<u>Accumulated Depreciation</u>	<u>Construction in Progress</u>	<u>Total</u>
Enterprise funds:							
Parking Fund	\$ 3,356	\$ 32,993	\$ -	\$ 567	\$ (9,505)	\$ -	\$ 27,411
Transportation Fund	1,987	3,886	12,432	1,198	(8,888)	-	10,615
Airports Fund	131,059	154,514	3,570	2,143	(103,803)	18,192	205,675
Water Fund	236,492	16,755	5,679	21,754	(110,121)	6,029	176,588
Wastewater Fund	213,329	54,931	2,648	35,253	(69,157)	11,780	248,784
Sanitation Fund	223	1	1,680	71	(1,412)	2	565
Golf Courses Fund	2,867	1,960	1,919	804	(4,174)	20	3,396
Zoological Fund	5,616	8,841	384	738	(3,045)	187	12,721
Fairgrounds and Stadium Fund	7,487	17,509	208	468	(13,091)	922	13,503
Myriad Gardens Fund	7,755	6,839	18	1,398	(2,668)	92	13,434
Parks and Recreation Fund	174	10,752	18	127	(8,129)	-	2,942
Public Events Fund	<u>1,522</u>	<u>29,335</u>	<u>142</u>	<u>1,777</u>	<u>(8,754)</u>	<u>96</u>	<u>24,118</u>
Total	<u>\$611,867</u>	<u>\$338,316</u>	<u>\$28,698</u>	<u>\$66,298</u>	<u>\$(342,747)</u>	<u>\$37,320</u>	<u>\$739,752</u>
Internal Services funds:							
Equipment Services	\$ 1,003	\$ 2,035	\$ 427	\$ 656	\$ (2,225)	\$ -	\$ 1,896
Risk Management	-	-	11	38	(14)	-	35
Total	<u>\$ 1,003</u>	<u>\$ 2,035</u>	<u>\$ 438</u>	<u>\$ 694</u>	<u>\$ (2,239)</u>	<u>\$ -</u>	<u>\$ 1,931</u>

Estimated useful lives, in years, are as follows:

	<u>Improvements</u>	<u>Buildings and Grounds</u>	<u>Mobile Equipment</u>	<u>Furniture, Fixtures, and Equipment</u>
Enterprise funds:				
Parking Fund	5 - 20	45	-	3 - 10
Transportation Fund	2 - 40	5 - 45	4 - 12	3 - 10
Airports Fund	30	30	2 - 10	5 - 10
Water Fund	30 - 50	20 - 50	3 - 30	3 - 50
Wastewater Fund	30 - 50	5 - 50	3 - 30	5 - 20
Sanitation Fund	20	10	5 - 10	3 - 5
Golf Courses Fund	10 - 30	5 - 30	3 - 10	3 - 5
Zoological Fund	5 - 20	20	3 - 10	5
Fairgrounds and Stadium Fund	10 - 50	20 - 50	5 - 10	3 - 10
Myriad Gardens Fund	10 - 30	30	5	3 - 15
Parks and Recreation Fund	5 - 30	5 - 50	5 - 10	3 - 50
Public Events Fund	5 - 30	5 - 30	5 - 10	3 - 30
Internal services funds:				
Equipment Services	10	5 - 40	2 - 10	3 - 15
Risk Management	-	-	3	3 - 10

**III. B. LIABILITIES**

**III. B. 1. LEASE COMMITMENTS**

*General Fund*

The City has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations by the City Council. For the year ended June 30, 1990, rent expenditures approximated \$1.2 million for all types of leases. These expenditures were made primarily from the General and General Purpose Funds.

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*Capital And Non-Cancellable Operating Leases*

The present value of capital leases and the minimum lease payments under non-cancellable operating leases are (in thousands):

	<u>Capital Leases</u>		<u>Non-Cancellable Operating Lease</u>
	<u>General Long-Term Debt (1)</u>	<u>Sanitation</u>	<u>General Purpose (2)</u>
1991	\$ 301	\$ 27	\$ 142
1992	150	27	142
1993	144	27	142
1994	142	4	142
1995	140	-	142
Thereafter	<u>452</u>	<u>-</u>	<u>572</u>
Total	1,329	85	\$ <u>1,282</u>
Less amount representing interest (5.14% to 18.82%)	<u>95</u>	<u>12</u>	
Present value of future minimum lease payments	\$ <u>1,234</u>	\$ <u>73</u>	
Cost of equipment	\$ 2,288	\$ 108	
Accumulated depreciation		39	
Current year rent expense			\$ 165

(1) These leases, primarily payable from the General Fund and the General Purpose Fund, are reported as an expenditure and other financing source in the year of acquisition.

(2) Lease payments are subject to a Consumer Price Index adjustment.

III. B. 2. DEBT SERVICE FUND

The City's Debt Service Fund, sometimes called a "sinking fund," accounts for the accumulation of financial resources for the payment of principal and interest on the City's general obligation debt and special assessments debt with governmental commitment. The Debt Service Fund reports all ad valorem taxes and special assessment collections paid to the City. Such taxes and collections are used to pay principal, interest, and fiscal agent fees on the City's general obligation and special assessment bonds, and judgments. Other general government long-term debt is payable from the City's general revenues.

III. B. 3. LONG-TERM DEBT

*General Long-Term Debt*

At June 30, 1990, the Constitution of the State of Oklahoma prohibited a city from becoming indebted in an amount exceeding revenue received for any fiscal year without prior approval of the voters. See Note VII. General obligation bonds have been approved by the voters and issued by the City of Oklahoma City for various municipal improvements. These bonds are required to be fully paid within 25 years from the date of issue and are backed by the full faith and credit of the City. Within these constraints, the City of Oklahoma City has no legal debt limitations.

In accordance with State statutes, the City annually levies property taxes for the retirement of general obligation installment bonds. The amount of the tax levied is computed by dividing the original principal amount of the bonds by the number of tax years the bonds will be outstanding. State law requires that a fund be established for the retirement of general obligation installment bonds; therefore, the City has established a reserve for general obligation debt retirement in the Debt Service Fund.

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*Special Assessments Debt With Governmental Commitment*

Special assessment bonds and related interest costs are payable solely from assessments and interest collected from the property owners benefited by the respective improvements. The City has no liability for payment of the bonds should the assessments be insufficient to cover bond principal and interest; however, due to the City's oversight responsibility regarding the Special Assessment Districts, they are included in the City's reporting entity as Special Assessments Debt with Governmental Commitment.

*Revenue Bonds*

Revenue bonds outstanding consist of debt issued by the various public trusts. The debt of these trusts does not constitute debt of the City and is payable solely from resources of the trusts. See Note I.B.1. Revenue bonds are collateralized primarily by the respective facilities and revenues derived therefrom. Debt is issued for the purposes of the fund responsible for payment as shown in the table.

Various bond indentures contain significant limitations and/or restrictions for annual debt requirements and maintenance of and flow of monies through the various restricted accounts. Specifically, the bond indentures for the airports bonds require project, bond (sinking), and various construction accounts. The general bond indenture and its supplements for water/wastewater system bonds require the use of revenue, bond, operations and maintenance, reserve, construction, and renewal or replacement accounts. The bond indentures for the Golf Courses and Fairgrounds require the use of gross revenue, sinking, bond reserve, contingency, and future expansion accounts. The City is in compliance with all significant limitations and restrictions of the various bond covenants.

*Changes In Long-Term Debt*

The following is a summary of changes in long-term debt, excluding deferred revenue, for the year ended June 30, 1990 (dollars are in thousands):

<u>Description and purpose</u>	<u>Amount Of Original Issue (bonds only)</u>	<u>Range Of Final Maturity Dates</u>	<u>Range of Interest Rates, %</u>	<u>Balance July 1, 1989</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 1990</u>
<b>General long-term debt:</b>							
General obligation bonds:							
Combined purpose	\$291,276	1990-2009	.05% to 9.5%	\$147,081	\$ 13,850	\$ 11,505	\$149,426
Limited access	61,900	1992-1995	4.5% to 5.2%	21,595	-	4,755	16,840
Traffic control	240	1990	.1%	10	-	10	-
Total general obligation bonds	<u>\$353,416</u>			<u>168,686</u>	<u>13,850</u>	<u>16,270</u>	<u>166,266</u>
Judgments			7.74% to 10%	<u>4,383</u>	-	<u>4,383</u>	-
Special assessments bonds:							
Paving	\$ 1,025	1990-1997	12%	462	-	95	367
Water	896	1990-1995	12%	197	-	86	111
Sewer	315	1990-1992	12%	74	-	46	28
Total special assessments bonds	<u>\$ 2,236</u>			<u>733</u>	-	<u>\$ 227</u>	<u>506</u>
Compensated absences		-	-	17,787	4,128	1,659	20,256
Due to Federal government (estimated rebatable arbitrage)		1991-1994	-	415	1,345	-	1,760
Notes payable		1990-1991	7.5% to 8.65%	1,411	-	181	1,230
Lease obligations payable		1990-2003	6.5% to 18.82%	<u>2,278</u>	<u>56</u>	<u>1,100</u>	<u>1,234</u>
Total general long-term debt				<u>\$195,693</u>	<u>\$ 19,379</u>	<u>\$ 23,820</u>	<u>\$191,252</u>

(continued)

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NOTES TO FINANCIAL STATEMENTS

June 30, 1990

Description and purpose	Amount Of Original Issue (bonds only)	Range Of Final Maturity Dates	Range of Interest Rates, %	Balance July 1, 1989	Issued	Retired	Balance June 30, 1990
<b>Proprietary funds debt:</b>							
<b>Enterprise funds:</b>							
Revenue bonds:							
Parking Fund	\$ 43,020	2010	5% to 8.1352%	\$ 41,480	\$ -	\$ 1,020	\$ 40,460
Airports Fund	164,990	1992-2013	3% to 12.5%	139,134	6,410	3,959	141,585
Water Fund	51,330	2003	6.2% to 8.21%	51,330	-	-	51,330
Wastewater Fund	89,000	1990-2019	4.75% to 7.85%	76,310	-	6,895	69,415
Golf Courses Fund	2,078	1991-2002	4.5% to 7%	905	-	104	801
Zoological Fund	930	2000	7% to 7.9%	-	930	-	930
Fairgrounds and Stadium Fund	325	1991	3.75% to 4.2%	72	-	20	52
Total revenue bonds	<u>\$351,673</u>			<u>309,231</u>	<u>7,340</u>	<u>11,998</u>	<u>304,573</u>
Less current portion				(11,893)			(13,351)
Total long-term revenue bonds				297,338			291,222
Unamortized discount				(5,058)			(4,413)
Net revenue bonds				<u>292,280</u>			<u>286,809</u>
Notes payable:							
Water Fund		1993	-	-	750	-	750
Golf Courses Fund		1995	10%	22	693	492	223
Zoological Fund		1990	Prime	1,081	-	1,081	-
AmCare Fund		1990	Prime + 1	210	-	210	-
Public Events Fund		1990	9%	13	-	13	-
Total notes payable				1,326	1,443	1,796	973
Less current portion				(445)			(288)
Total long-term notes payable				<u>881</u>			<u>685</u>
Due to Federal government:							
Water Fund		2037	7.215%	113,089	6	24,460	88,635
Myriad Gardens Fund		1994	-	140	-	35	105
Total due to Federal government				113,229	6	24,495	88,740
Less current portion				(35)			(35)
Total due to Federal government				<u>113,194</u>			<u>88,705</u>
Revenue bond long-term interest payable:							
Parking Fund		2009	8.14%	107	43	-	150
Water Fund		1993-2003	7.56% to 8.21%	8,922	3,549	-	12,471
Wastewater Fund		2004-2016	7.60% to 7.85%	5,432	2,210	-	7,642
Total revenue bond long-term interest payable				<u>14,461</u>	<u>5,802</u>	<u>-</u>	<u>20,263</u>
Compensated absences:							
Parking Fund				7	-	5	2
Transportation Fund				221	-	62	159
Airports Fund				602	70	-	672
Water Fund				1,112	160	-	1,272
Wastewater Fund				357	25	-	382
Sanitation Fund				471	9	-	480
Golf Courses Fund				40	17	-	57
Zoological Fund				207	146	-	353
AmCare Fund				330	-	330	-
Myriad Gardens Fund				15	10	-	25
Parks and Recreation Fund				-	118	-	118
Public Events Fund				-	-	-	-
Total compensated absences				219	12	-	231
Less current portion				(317)	567	397	(411)
Total long-term portion compensated absences				<u>3,264</u>			<u>3,340</u>

(continued)

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<u>Description and purpose</u>	<u>Amount Of Original Issue (bonds only)</u>	<u>Range Of Final Maturity Dates</u>	<u>Range of Interest Rates, %</u>	<u>Balance July 1, 1989</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance June 30, 1990</u>
Advances from other funds:							
Parking Fund		-	-	\$ 2,393	\$ -	\$ -	\$ 2,393
Lease obligations payable:							
Sanitation Fund		1993	8.47%	92	-	19	73
Less current portion				(19)			(21)
Total long-term lease obligations payable				73			52
Water main extension contracts:							
Water Fund		-	-	6,236	-	1,181	5,055
Less current portion				(149)			(129)
Total long-term water main extension contracts				6,087			4,926
Total enterprise funds				<u>\$432,633</u>			<u>\$407,173</u>
<u>Internal services funds</u>							
Compensated absences:							
Equipment Services Fund		-		\$ 266	\$ 62	\$ -	\$ 328
Risk Management Fund		-		-	48	-	48
Total compensated absences				266	110	-	376
Less current portion				(48)			(56)
Total long-term portion compensated absences				218			320
Estimated tort claims payable (judgments):							
Risk Management Fund		-	10%	-	4,425	971	3,454
Less current portion				-			(1,454)
Total long-term portion estimated tort claims payable				-			2,000
Total internal services funds				\$ 218			\$ 2,320
Total proprietary funds				<u>432,851</u>			<u>409,493</u>
Total long-term debt				<u>\$628,544</u>			<u>\$600,745</u>

The annual debt service requirements, including principle and interest, to maturity for long-term debt as of June 30, 1990, are as follows (in thousands):

<u>Year Ending June 30</u>	<u>Proprietary Debt</u>	<u>General Long-Term Debt</u>	<u>Total</u>
1991	\$ 33,250	\$ 28,611	\$ 61,861
1992	33,402	28,882	62,284
1993	33,014	24,985	57,999
1994	32,036	22,586	54,622
1995	31,883	19,878	51,761
1996-2000	155,718	57,745	213,463
2001-2005	148,643	38,154	186,797
2006-2010	123,004	21,247	144,251
2011-2015	68,873	-	68,873
2016-2019	<u>44,587</u>	-	<u>44,587</u>
Total principal and interest	704,410	242,088	946,498
Less interest	<u>398,791</u>	<u>72,852</u>	<u>471,643</u>
Liability as of June 30, 1990	<u>\$305,619</u>	<u>\$169,236</u>	<u>\$474,855</u>

It is not practicable to determine specific year for payment of compensated absences, water main extension contracts, estimated tort claims payable, advances to other funds, and due to the Federal government.

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*General Obligation Bonds Authorized But Unissued*

General obligation bonds authorized but unissued at June 30, 1990, totaled \$87,890 for the following purposes (in thousands):

Purpose:	Storm <u>Drainage</u>	Bridge Construction/ <u>Repair</u>	Street <u>Improvements</u>	Traffic <u>Control</u>	<u>Total</u>
Unissued	\$22,422	\$19,640	\$43,848	\$1,980	\$87,890

*Prior Year Defeasance Of Debt*

In prior years, the City defeased certain outstanding revenue bonds by placing proceeds of new bonds in an irrevocable trust to provide for all future debt service payments of the old bonds. Accordingly, the trust accounts and the defeased bonds are not included in the City's financial statements.

At June 30, 1990, the following revenue bonds are considered defeased (in thousands):

OCWUT	Water system	Series A	\$34,695
OCWUT	Water system	Series B	5,140
OCWUT	Water system	Series C (refunding)	3,445
OCWUT	Water system	Series D	3,515
OCWUT	Water system	Series E	2,790
OCWUT	Water system	Series F	6,190
OCWUT	Water system	Series G	1,785
OCWUT	Water system	Series 1985 A	30,025
OCDT	Sanitary system	Series 1984	17,125
COTPA	Parking system	Series 1982	9,350
COTPA	Parking system	Series 1973	11,050
COTPA	Parking system	Series 1980	14,785
COTPA	Parking system	Series 1983	11,420
COTPA	Parking system	Series 1985	35,415
OCAT	Airport junior lien	Twelfth Series	300

*Forward Refunding Obligations*

December 1, 1989, the Oklahoma City Airport Trust (OCAT) entered into two escrow and forward purchase agreements for the purpose of committing OCAT to future issuance of Junior Lien Seventeenth and Eighteenth Series bonds at agreed interest rates and purchase prices. To effect the agreements the Underwriters offered and sold (1) \$14.99 million principal amount of United States Treasury Notes maturing August 15, 1990, bearing interest at 7.875% per annum (the "1990 Treasury Notes") and the obligation and right to purchase \$14.99 million aggregate principal amount of OCAT Seventeenth Series Junior Lien Bonds (the "1990 Bonds") and (2) \$18.89 million principal amount of United States Treasury Notes maturing June 30, 1992, bearing interest at 8.25% per annum (the "1992 Treasury Notes") and the obligation and right to purchase \$18.89 million aggregate principal amount of OCAT Eighteenth Series Junior Lien Bonds (the "1992 Bonds"). The Treasury Notes were placed in escrow with Escrow Receipts issued to the investors which evidenced the investors' rights to receive interest payments on the Notes and the obligation and right to purchase the Bonds with the maturing principal of the Notes. On August 15, 1990, the Escrow Agent will transfer the proceeds from the maturity of the 1990 Treasury Notes to the Trustee for the Bonds in exchange for the 1990 Bonds which will be delivered to the investors by the Escrow Agent. Likewise, on June 30, 1992, the Escrow Agent will transfer the proceeds from the maturity of the 1992 Treasury Notes to the Trustee for the Bonds in exchange for the 1992 Bonds which will be delivered to the investors by the Escrow Agent. OCAT will use the proceeds from the Seventeenth and Eighteenth Series Junior Lien Bonds to pay the bonds outstanding on the Eleventh and Thirteenth Series Junior Lien Bonds, respectively. If OCAT does not issue the Bonds, the Escrow Agent will return the funds in escrow to the investors. OCAT has no liability from the forward refunding obligations at June 30, 1990. See Note VII.

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*McGee Creek Authority Obligation*

The MCA, which is discussed in Note I.B.1., has contracted with the Federal government to build a water reservoir. The project will be accepted in fiscal year 1991, and, under the terms of the original contract, payments will be due to the Federal government in August of the following year. The liability to the Federal government was \$113 million at June 30, 1989. A bill is currently in the U.S. Congress for a buyout of the project at a discount of approximately \$24.46 million. This discount benefit results from an upfront buyout rather than long-term financing by the Federal government. The bill was approved by the House of Representatives on June 13, 1990, and is in committee in the Senate. The amount approved by the House of Representatives is \$88.6 million. There is reasonable expectation that the obligation will not exceed this amount. The asset and corresponding liability reported in the Water Fund at June 30, 1990, reflect this expectation. The MCA expects this agreement to be finalized in the 1991 fiscal year and to issue revenue bonds to finance the buyout. The repayment of these bonds will be assured by the pledging of future revenues under an Agreement of Support with the OCWUT.

III. C. FUND EQUITY

III. C. 1. RESERVED FUND EQUITY

Reservations of fund equity show amounts that are not appropriate for expenditure or are legally restricted for specific uses. The purpose for each reserve is indicated by the account title on the face of the balance sheet.

III. C. 2. DESIGNATED FUND EQUITY

Designations of fund equity are used to show the amounts within unreserved fund equity which are intended to be used for specific purposes, but are not legally restricted.

III. C. 3. CONTRIBUTIONS

Proprietary fund contributions for the year ended June 30, 1990, were received from the following sources (in thousands):

	Enterprise						
	Parking Fund	Transportation Fund	Airports Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Courses Fund
Debt Service Fund	\$ -	\$ -	\$ -	\$ -	\$ 507	\$ -	\$ -
Expendable Trust Fund	-	-	-	-	-	-	-
Federal government	-	2,467	5,711	-	19	-	-
State government	-	119	-	-	-	-	-
Capital projects funds	-	-	-	1,391	103	1	2
Federal Grants Fund	-	-	-	-	1,114	-	-
Revenue Sharing	-	-	-	-	-	-	-
Private developers	-	40	-	1,525	437	-	-
General Fund	-	430	-	-	-	(9)	-
Enterprise funds	-	628	-	(11)	11	-	-
General Purpose Fund	-	-	-	-	-	-	-
Total contributions	-	3,684	5,711	2,905	2,191	(8)	2
Disposal of grant-financed asset	-	(48)	-	-	-	-	-
Less depreciation on assets acquired with proceeds from Federal grants	-	(1,317)	-	-	-	-	-
Contributed capital, July 1, 1989	858	7,732	82,467	152,632	296,778	2,685	1,472
Contributed capital, June 30, 1990	\$ 858	\$ 10,051	\$ 88,178	\$ 155,537	\$ 298,969	\$ 2,677	\$ 1,474

(continued)

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 NOTES TO FINANCIAL STATEMENTS  
 June 30, 1990

Proprietary contributions (continued)

	Enterprise					Internal Services		Total
	Zoological Fund	Fairgrounds and Stadium Fund	Myriad Gardens Fund	Parks and Recreation Fund	Public Events Fund	Equipment Services Fund	Risk Management Fund	
Debt Service Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 507
Expendable Trust Fund	-	-	-	5	-	-	-	5
Federal government	-	-	-	-	-	-	-	8,197
State government	-	-	-	-	-	-	-	119
Capital projects funds	-	657	33	2,976	377	20	12	5,572
Federal Grants Fund	-	-	-	1	-	-	-	1,115
Revenue Sharing	-	-	-	104	-	-	-	104
Private developers	-	-	79	7	-	-	-	2,088
General Fund	-	-	-	54	-	-	1	476
Enterprise funds	-	-	-	-	-	-	-	628
General Purpose Fund	-	-	-	3	-	-	7	10
Total contributions	-	657	112	3,150	377	20	20	18,821
Disposal of grant-financed assets	-	-	-	-	-	-	-	(48)
Less depreciation on assets acquired with proceeds from Federal grants	-	-	-	-	-	-	-	(1,317)
Contributed capital, July 1, 1989	2,049	8,051	18,108	-	25,834	3,234	-	601,900
Contributed capital, June 30, 1990	\$ 2,049	\$ 8,708	\$ 18,220	\$ 3,150	\$ 26,211	\$ 3,254	\$ 20	\$ 619,356

III. D. INTERFUND TRANSACTIONS

III. D. 1. INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 1990, consisted of the following (in thousands):

Transfer out/from	Transfers in/to							Total Transfers Out
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Services	Pension Trust	
Operating:								
General	\$ -	\$ 12,130	\$ -	\$ 730	\$ 8,192	\$ 2,023	\$ 103	\$ 23,178
Special Revenue	-	102	261	99	2,610	-	-	3,072
Debt Service	-	-	-	-	-	1,420	-	1,420
Capital Projects	-	-	-	-	48	-	-	48
Enterprise	232	105	-	189	75	-	-	601
Internal Services	-	1,300	-	-	-	-	-	1,300
Expendable Trust	18	-	-	-	-	-	-	18
Total	\$ 250	\$ 13,637	\$ 261	\$ 1,018	\$ 10,925	\$ 3,443	\$ 103	\$ 29,637

	General	Special Revenue	Enterprise	Enterprise Contributions	Total Transfers Out
	Residual Equity:				
General	\$ -	\$ 3,636	\$ -	\$ -	\$ 3,636
Special Revenue	199	-	694	-	893
Debt Service	2	5	-	-	7
Enterprise	-	1,294	-	628	1,922
Internal Services	618	-	-	-	618
Expendable Trust	25	-	-	5	30
Pension trust	-	-	105	-	105
Total	\$ 844	\$ 4,935	\$ 799	\$ 633	\$ 7,211

CITY OF OKLAHOMA CITY, OKLAHOMA  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 1990

III. D. 2. INTERFUND RECEIVABLES/PAYABLES

Interfund receivables and payables at June 30, 1990, are as follows (in thousands):

<u>Amount</u>	<u>Due To</u>	<u>Due From</u>
\$ 133	General Fund	Federal Grants Fund
291	General Fund	Police Special Revenue Fund
499	General Fund	Fire Special Revenue Fund
6	General Fund	Fire Bond Fund
31	General Fund	Limited Access Bond Fund
10	General Fund	Police Bond Fund
27	General Fund	Storm Sewer Bond Fund
59	General Fund	Traffic Control Bond Fund
15	General Fund	Parking Fund
94	General Fund	Water Fund
146	General Fund	Wastewater Fund
3	General Purpose Fund	General Fund
34	General Purpose Fund	Agency Fund
1,058	Debt Service Fund	Risk Management Fund
3	Transportation Fund	General Fund
24	Airports Fund	General Fund
183	Water Fund	General Fund
22	Water Fund	Street and Alley Fund
226	Wastewater Fund	General Fund
1	Parks and Recreation Fund	Hunting and Fishing Fund
81	Parks and Recreation Fund	Water Fund
248	Equipment Services Fund	General Fund
134	Equipment Services Fund	Street and Alley Fund
1	Equipment Services Fund	Hunting and Fishing Fund
1	Equipment Services Fund	Enforcement and Training Fund
2	Equipment Services Fund	Federal Grants Fund
1	Equipment Services Fund	Emergency Management Fund
8	Equipment Services Fund	Airports Fund
36	Equipment Services Fund	Water Fund
21	Equipment Services Fund	Wastewater Fund
62	Equipment Services Fund	Sanitation Fund
1	Equipment Services Fund	Parks and Recreation Fund
5	Risk Management Fund	General Fund
15	Agency Fund	Golf Courses
73	Oklahoma City Employee Retirement System	General Fund
13	Oklahoma City Employee Retirement System	Street and Alley Fund
4	Oklahoma City Employee Retirement System	Federal Grants Fund
5	Oklahoma City Employee Retirement System	Emergency Management Fund
1	Oklahoma City Employee Retirement System	Transportation Fund
6	Oklahoma City Employee Retirement System	Airports Fund
27	Oklahoma City Employee Retirement System	Water Fund
10	Oklahoma City Employee Retirement System	Wastewater Fund
7	Oklahoma City Employee Retirement System	Sanitation Fund
4	Oklahoma City Employee Retirement System	Golf Courses
17	Oklahoma City Employee Retirement System	Zoological Fund
2	Oklahoma City Employee Retirement System	Parks and Recreation Fund
3	Oklahoma City Employee Retirement System	Public Events Fund
7	Oklahoma City Employee Retirement System	Equipment Services Fund
1	Oklahoma City Employee Retirement System	Risk Management Fund
2	COTPA Employee Retirement Fund	Transportation Fund
<u>\$3,663</u>		
<u>Amount</u>	<u>Advance From</u>	<u>Advance To</u>
\$1,197	Water Fund	Parking Fund
1,196	Wastewater Fund	Parking Fund
<u>\$2,393</u>		

CITY OF OKLAHOMA CITY, OKLAHOMA  
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IV. SEGMENT INFORMATION - ENTERPRISE FUNDS

The City of Oklahoma City maintains fourteen enterprise funds which provide a variety of public services. Selected financial information for business segments of enterprise funds for the year ended June 30, 1990, is presented as follows (in thousands):

	Utility			Transportation			
	Water	Wastewater	Sanitation	Airports	Port Authority	Parking	Transportation
Operating revenues	\$ 28,857	\$ 40,093	\$ 11,246	\$ 19,917	\$ 6	\$ 3,680	\$ 1,684
Depreciation and amortization	6,801	9,089	67	8,657	-	973	1,382
Operating income (loss)	(1,168)	8,421	474	1,881	6	1,097	(7,171)
Operating grants	-	-	-	-	-	-	3,530
Operating transfers:							
In	318	29	-	130	-	1,017	1,701
Out	22	21	390	128	-	-	-
Net income (loss)	(2,995)	8,860	280	(3,755)	7	(558)	(1,858)
Current capital:							
Contributions	2,905	2,191	(8)	5,711	-	-	3,684
Residual equity transfers	-	-	-	-	-	(628)	-
Property and equipment:							
Additions	1,109	3,786	15	21,155	-	14	3,162
Deletions	23	5	167	1,841	-	-	477
Net working capital	28,164	40,914	1,296	16,505	12	69	542
Total assets	310,304	331,848	3,181	276,660	12	34,888	12,165
Bonds and other long-term liabilities payable from operations	157,737	69,759	2,217	135,838	-	40,705	156
Total equity	\$144,591	\$251,025	\$ (356)	\$127,767	\$ 12	\$ (8,808)	\$ 11,001

	Health Care		Recreation				
	AmCare	Golf Courses	Zoological	Fairgrounds and Stadium	Myriad Gardens	Parks and Recreation	Public Events
Operating revenues	\$ 11,385	\$ 4,722	\$ 3,502	\$ 317	\$ 246	\$ 452	\$ 2,355
Depreciation and amortization	386	467	443	746	415	279	868
Operating income (loss)	(1,110)	737	(2,228)	(438)	(886)	(1,807)	(2,005)
Operating grants	-	-	-	-	-	-	-
Operating transfers:							
In	2,214	-	2,138	-	468	1,730	1,180
Out	-	-	-	-	-	-	40
Net income (loss)	453	860	90	(417)	(397)	(52)	(726)
Current capital:							
Contributions	-	2	-	657	112	3,150	377
Residual equity transfers	(495)	-	-	-	-	-	-
Property and equipment:							
Additions	694	1,162	147	1,102	66	11,071	485
Deletions	3,632	1,073	191	231	11	-	365
Net working capital	-	1,680	98	300	1,436	259	1,420
Total assets	-	6,097	13,098	13,871	14,988	3,344	25,914
Bonds and other long-term liabilities payable from operations	-	899	4,582	306	91	103	212
Total equity	\$ -	\$ 4,627	\$ 8,258	\$ 13,506	\$ 14,779	\$ 3,098	\$ 25,326

V. COMMITMENTS AND CONTINGENT LIABILITIES

V. A. FEDERAL GRANTS

In the normal course of operations, the City receives grant funds from various Federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

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**NOTES TO FINANCIAL STATEMENTS**  
*June 30, 1990*

**V. B. LITIGATION**

The City is party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the City. Resulting judgements will be paid from tax monies to be received over a three year period. In addition, the City currently has approximately \$9.5 million accrued in the Risk Management Fund that is intended to include potential liability resulting from the types of actions described.

**V. C. COMMITMENTS**

As of June 30, 1990, the following funds have service, construction, and equipment purchases commitments (in thousands):

	<u>Service Contracts</u>	<u>Construction Contracts</u>	<u>Equipment Purchases</u>
Enterprise:			
Airports	\$ -	\$ 4,586	\$ -
Water	6	11,230	347
Wastewater	4,758	3,997	840
Sanitation	18,676	-	1,221
Capital Projects:			
Fire	-	288	-
Limited Access	-	3,507	-
Police	-	595	-
Storm Sewer	-	4,382	-
Traffic	-	458	-
Sanitary Sewer	-	15	-
Capital Improvements	-	1,515	-
Special Revenue:			
Street and Alley	-	865	-
Police	-	1,715	-
Fire	-	1	-

**VI. RETIREMENT PLANS**

**VI. A. SINGLE-EMPLOYER PLANS**

**VI. A. 1. PLAN DESCRIPTIONS**

*General*

The City participates in three single-employer public employee retirement systems as follows:

- \* Oklahoma City Employee Retirement System (ERS) on behalf of substantially all full-time, non-uniformed employees of the City.
- \* COTPA Employee Retirement Fund (COTPA) on behalf of all COTPA employees.
- \* Central Oklahoma Ambulance Trust Retirement Plan for employees of AmCare (AmCare) on behalf of all COAT employees. The plan was terminated effective May 31, 1990, and assets are to be distributed based on the present value of accrued benefits under the Pension Benefit Guaranty Corporation assumptions. See Note I.B.2.

These plans are defined benefit plans. Memberships of the plans and payrolls are as follows:

	As of 12/31/89 <u>ERS</u>	As of 7/1/90 <u>COTPA</u>	Total (Memorandum Only)
Non-vested active employees	1,571	74	1,645
Fully vested active employees	789	26	815
Retired participants and beneficiaries	919	34	953
Deferred vested inactive participants	25	4	29
	<u>3,304</u>	<u>138</u>	<u>3,442</u>
Total payroll (in thousands)	<u>\$102,718</u>	<u>\$2,743</u>	<u>\$105,461</u>
Payroll for covered employees (in thousands)	<u>\$ 49,267</u>	<u>\$2,395</u>	<u>\$ 51,662</u>

Total payroll (in thousands) for the reporting entity as of June 30, 1990, was \$119,097.

Actuarial valuations are performed annually.

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The following is a summary of eligibility, contribution methods, and benefit provisions:

	<u>ERS</u>	<u>COTPA</u>
Year established and governing authority	1958; City Council Ordinance	1970; COTPA Trustees' resolution
Contribution requirements actuarially determined:	yes	no
Employer	8.35% of covered payroll	\$7.10 per week
Employee	6.00% of covered payroll	\$5.10 per week
Eligible to participate	full-time, non-uniformed employees of the City	COTPA employees after six months of employment
Period required to vest	10 years	10 years
Eligibility for distribution	30 years credited service regardless of age, or Age 60 with 10 years (Pre 3/67 hires) Age 65 with 10 years (Post 3/67 hires), or Age 55 with 20 years on a reduced basis, or 10 years service, with benefit to begin at 65 (60 if Pre 3/67 hire) or age 55 on a reduced basis.	
Increases in benefits	Cost of living adjustments only after employee has been retired for 4 years  Increases must be recommended by the Board and approved by City Council ordinance	Increases must be approved by the Pension Plan Committee
Terms of benefits	Determined by certain elections made by member, level of earnings, and length of service	(a) \$5.20 times years of service from 2/60 to 2/70 (b) \$7.45 times years of service from 2/70 to 2/77 (c) \$10.50 times years of service from 2/77 to 1/81 (d) \$12.50 times years of service from 1/81 to 5/88 (e) \$14.90 times years of service after 5/88
Provisions for:		
Disability benefits	yes	yes
Death benefits	yes	yes

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The contributions to the plans by employer and employees as of last actuarial valuation are as follows:

	As of 12/31/89 <u>ERS</u>	As of 7/1/90 <u>COTPA</u>	Total (Memorandum Only)
Contributions for ERS and COTPA, respectively (in thousands):			
Employer	\$ 4,084	\$ 28	\$ 4,112
Employee	2,932	39	2,971
Total contributions	<u>\$ 7,016</u>	<u>\$ 67</u>	<u>\$ 7,083</u>
Net assets available for benefits, at cost	<u>\$89,190</u>	<u>\$854</u>	<u>\$ 90,044</u>

**VI. A. 2. FUNDING STATUS AND PROGRESS**

The amount shown below as the "pension benefit obligation" (the "PBO") is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and any step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to help users assess the plan's funding status on a going-concern basis, assess progress being made in accumulating sufficient assets to pay benefits when due, and allow for comparisons among public employee retirement plans. The measure is independent of the actuarial funding method used to determine contributions to the plan.

	As of 12/31/89 <u>ERS</u>	As of 7/1/90 <u>COTPA</u>	Total (Memorandum Only)
PBO (in thousands):			
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	\$ 52,844	\$ 396	\$ 53,240
Current employees -			
Accumulated employee contributions including allocated investment income	17,852	267	18,119
Employer financed - vested	29,361	76	29,437
Employer financed - non-vested	<u>7,278</u>	<u>58</u>	<u>7,336</u>
Total PBO	107,335	797	108,132
Net assets available for benefits, at cost (market values were \$95,937, and \$816, respectively)	<u>89,190</u>	<u>854</u>	<u>90,044</u>
Unfunded (funded) PBO	<u>\$ 18,145</u>	<u>\$ (57)</u>	<u>\$ 18,088</u>

Significant actuarial assumptions used to determine the standardized measure of the PBO include:

	<u>ERS</u>	<u>COTPA</u>
Rate of return on the investment of present and future assets (compounded annually)	7.5%	7.0%
Projected salary increases (compounded annually)	5.5%	none
Post retirement benefit increases	5.0%	none
Other assumptions	.2% to 3.8% additional projected salary increases, depending on age, attributable to seniority/merit	1965 projected annuity mortality table Scale 355 withdrawal rates

There were no significant changes in actuarial assumptions or benefit provisions during the 12 months ended as referenced for both plans.

VI. A. 3. CONTRIBUTION REQUIREMENTS AND CONTRIBUTIONS MADE

	<u>ERS</u>	<u>COTPA</u>
Actuarial cost method	Entry age normal cost	Entry age normal cost
Actuarial assumptions	Same as for PBO	Same as for PBO
Funding policy	Periodic contributions at actuarially determined rates, expressed as a percent of covered payroll.  Total contribution rate is 14.35%, of which 11.27% funds normal cost and 3.08% funds the unfunded actuarial accrued liability (UAAL).  Based on 14.35% contribution rate, the UAAL is being amortized as a level percent of payroll over a period of 22 years.	Contributions are not actuarially determined. Plan requires: \$7.10 per week by employee; \$5.10 per week by employer.  Based on these rates, actuaries have determined that past service cost would be funded in approximately 18.1 years.
Fiscal year 1990 contribution (in thousands)	\$7,203	\$67
Employer (in thousands)	\$4,192	\$28
% of covered payroll	8.35%	1.2%
Employee (in thousands)	\$3,011	\$39
% of covered payroll	6.0%	1.6%

VI. A. 4. RELATED-PARTY INVESTMENTS

As of June 30, 1990, the ERS held judgments rendered against the City in the amount of \$957 thousand. The judgments earn a 10% interest rate, which is a competitive interest rate. The State statutes permit the ERS to purchase judgments throughout the year. In October of each year, the City (through the property tax levy process) pays the ERS for the principal amount and earned interest for each purchased judgment. No other related-party investments of the City were held by the ERS. The COTPA and AmCare Employee Retirement funds held no related-party investments as of June 30, 1990. The Plans held no individual investments (other than U.S. government and U.S. government guaranteed obligations) whose market value exceeds five percent or more of net assets available for benefits.

VI. A. 5. TREND INFORMATION

The trend information provided gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. Showing unfunded PBO as a percentage of annual covered payroll approximately adjusts for the effects of inflation for analysis purposes.

	<u>Year</u>	<u>Percent Of PBO Funded</u>	<u>Unfunded PBO as a Percent of Covered Payroll</u>	<u>Employer's Contribution as a Percent of Covered Payroll</u>
ERS	1987*	76.3%	51.4%	7.75% (a)
	1988*	77.0%	49.6%	8.35% (a)
	1989*	83.1%	36.8%	8.35% (a)
COTPA	1988	94.8%	1.4%	1.2% (b)
	1989	98.5%	.4%	1.0% (b)
	1990	107.2%	N/A (c)	1.2% (b)

\* Calendar year

(a) Contributions were made in accordance with actuarially determined requirements.

(b) Contributions were not actuarially determined, but were made in accordance with the provisions of the plan.

(c) PBO fully funded.

Ten-year historical trend information is located in the Supplementary Information section of this report.

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**VI. B. COST-SHARING, MULTIPLE-EMPLOYER PLANS**

**VI. B. 1. PLAN DESCRIPTIONS**

*Oklahoma Police and Firefighter's Pension and Retirement Systems*

The City of Oklahoma City, as the employer, participates in two statewide cost-sharing multi-employer defined benefit plans on behalf of the policemen and firefighters. The systems are funded by contributions from participants, employers, insurance premium taxes, and state appropriations, as necessary. The following is a summary of eligibility factors, contribution methods, and benefit provisions.

	<u>Oklahoma Police Pension and Retirement System</u>	<u>Oklahoma Firefighter's Pension and Retirement System</u>
Eligibility to participate	All full-time officers employed by a participating municipality; not less than 21 years of age or more than 45 years of age when hired.	All full-time or voluntary firefighters of a participating municipality and hired before age 45.
Authority establishing contribution obligations and benefits.	State Statute.	State Statute.
Employee's contribution rate (percent of covered payroll).	8%	8%
City's contribution rate (percent of covered payroll).	10%	10%
State obligation.	State appropriation to fund the unfunded actuarial accrued liability.	State appropriation to fund the unfunded actuarial accrued liability.
Period required to vest.	10 years	10 years
Eligibility and benefits for distribution (full-time).	20 years credited service, 2 1/2% of final average salary multiplied by the years of credited service with a maximum of 30 years considered. If vested, at or after age 50, or after 10 but before 20 years of credited service, with reduced benefits.	20 years credited service, 2 1/2% of final average salary multiplied by the years of credited service with a maximum of 20 years considered. If vested, at or after age 50, or after 10 but before 20 years of credited service, with reduced benefits.
Eligibility and benefits for distribution (volunteer).	--	20 years credited service equal to \$5.06 per year of service, with a maximum of 30 years considered.  If vested, same as full-time.
Provisions for:		
Cost of living adjustments (normal retirement).	yes	yes, if vested by 5/83.
Death (duty, non-duty, post retirement).	yes	yes
Disability (duty, non-duty).	yes	yes
Cost of living allowances.	yes	yes

**VI. B. 2. PLAN AMENDMENTS**

*Oklahoma Police Pension and Retirement System*

The System's plan was amended by House Bills 1448 and 1236. The provisions of the bills regarding the age of police officers eligible to participate in the plan were taken into consideration. Increasing the maximum age from 35 to 45 did not have a material impact on costs. There were no changes in valuation procedures, actuarial cost method, plan provisions, or actuarial assumptions. The City's contribution rate was not affected.

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*Oklahoma Firefighter's Pension and Retirement System*

A summary of the System's plan changes as of July 1, 1989.

<u>Item</u>	<u>Prior Provision</u>	<u>Current Provision</u>
Deferred Retirement Income option	None	Available for five years for any member with 20 years of service

This plan change does not have a material impact on the contribution requirements of the plan. There were no changes in valuation procedures, actuarial cost method, or assumptions. The City's contribution rate was not affected.

VI. B. 3. PLAN INFORMATION

Information as of the most current actuarial valuations is as follows:

	<u>Oklahoma Police Pension System</u>	<u>Oklahoma Fire Pension System</u>
Date of latest actuarial valuation	July 1, 1989	July 1, 1989
Total active participants	3,185	8,568
City's share of active participants	731	714
Total system retirees/beneficiaries	1,410	5,709
City's share of retirees/beneficiaries	442	660
City's payroll for covered employees (in thousands)	\$22,043	\$22,129
City's payroll for all employees (in thousands)	\$98,811	\$98,811
City contributions required by State statute (10% of covered payroll) (in thousands)	\$2,204	\$2,213
Employee contributions required by State statute (8% of covered payroll) (in thousands)	\$1,763	\$1,770
Pension Benefit Obligation (PBO) (in thousands) (a)	\$467,771	\$836,265
Net assets available for benefits (at market) (in thousands)	\$379,490	\$405,812
Unfunded Pension Obligation (in thousands)	\$88,281	\$430,453
The City's actual contributions for the valuation periods shown as a percent of the total current-year actuarially determined contributions for all employers covered by the System.	26.9%	25.7%

(a) The "pension benefit obligation" (the "PBO") is described in Note VI.A.2.

Historical trend information showing the progress of the Systems in accumulating sufficient assets to pay benefits when due is presented in their respective annual financial reports for June 30, 1990.

As of June 30, 1990, the Systems held no related-party investments of the City or of its entities.

VI. C. OTHER POST-EMPLOYMENT BENEFITS

In addition to the pension benefits described in Note VI.A.1., the City provides post-employment benefit options for health care, life insurance, dental insurance, and disability income to eligible retirees, terminated employees, and their dependents. The benefits are provided in accordance with City Ordinances, collective bargaining agreements, and the Consolidated Omnibus Budget Reconciliation Act of 1985 (COBRA). The criteria to determine eligibility include: years of service, employee age, disability due to line of duty, and whether the employee has vested in the ERS. The City basically funds the benefits on a pay-as-you-go basis. Eligible employees are required to pay set premiums for a portion of the cost with the City subsidizing the remaining costs. During the year, expenses (net of participant contributions) of

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\$1.7 million were recognized for post-employment benefits. There are 2,031 participants currently eligible. Expenses for post-retirement health care benefits are recognized as eligible employee claims are paid and include a provision for IBNR's.

**VII. SUBSEQUENT EVENTS**

On August 15, 1990, the Oklahoma City Airport Trust (OCAT) and the Escrow Agent satisfied the conditions of the forward purchase agreement dated December 1, 1989. The Seventeenth Series Junior Lien Bonds of \$14.99 million were delivered by the Trustee for the Bonds to the Escrow Agent in exchange for \$14.99 million Treasury Note proceeds held by the Escrow Agent. On September 1, 1990, the outstanding Eleventh Series Junior Lien Bonds of \$14.99 million were called by the Trustee for the Bonds. The positive net cash flow to OCAT from entering into the forward purchase agreement will be approximately \$6.6 million over the next 25 years. See Note III.B.3.

On July 17, 1990, citizens approved an additional one-eighth percent excise tax to be expended only to fund projects and operations of the Oklahoma City Zoo. Monies will be accumulated in the Oklahoma City Zoo Tax Fund.

On August 28, 1990, the citizens of Oklahoma amended the State Constitution. This amendment adds a new section allowing cities to borrow money for buying, building, or improving public utilities to be repaid from revenues. This process would require approval by three-fourths of the governing body of the city, and, in some cases, voters would be required to approve the financing of the projects. The utility would be owned by the city, but the borrowed money would not be considered a debt of the city for purposes of any debt limit.

Due to the decline in the market value of equity securities, the cost of common stock and corporate bonds held as of September 30, 1990, exceeded the market value by \$3.8 million. These investments are reported in the Oklahoma City Employee Retirement Fund.

2 0 8 0 0 0 0 5 6 4 3

## COMBINING & INDIVIDUAL FUNDS

**C**ombining financial statements are presented for all fund types that have multiple funds. The combining statements for all funds of each type are presented in a columnar format. The “total” columns of the combining statements carry forward to the corresponding presentations of that fund type in the combined financial statements.

**I**ndividual financial statements present information for selected individual funds and the General Fixed Asset Account Group where the combined and combining financial statement formats are not sufficient to present the necessary detail to satisfy financial reporting objectives.

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## GENERAL FUND

**The General Fund is the primary fund of the City. This fund is used to account for all financial resources not accounted for in other funds.**

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1 2 3 4 5 6 7 8 9 0

1 2 3 4 5 6 7 8 9 0

CITY OF OKLAHOMA CITY, OKLAHOMA  
GENERAL FUND 8 0 0 0 0 5 6 4 5  
SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
year ended June 30, 1990  
with comparative actual amounts for year ended June 30, 1989  
(dollars are in thousands)

	1990						Variance		1989 Actual
	1989-90	Revisions	Revised	Expenditures	Encumbrances	Total	Favorable		
	Budget	To Date	Budget			Actual	(Unfavorable)		
<b>REVENUES</b>									
<b>Taxes</b>									
Sales taxes.....	\$82,155	\$1,668	\$83,823			\$88,607	\$4,784	\$82,667	
Hotel/motel taxes.....	1,375	-	1,375			1,373	(2)	1,321	
Franchise taxes.....	15,000	-	15,000			15,576	576	14,992	
Alcoholic beverage taxes.....	550	-	550			468	(82)	457	
Other taxes.....	260	-	260			128	(132)	-	
	<u>99,340</u>	<u>1,668</u>	<u>101,008</u>			<u>106,152</u>	<u>5,144</u>	<u>99,437</u>	
Licenses, permits, and fees.....	3,971	-	3,971			3,353	(618)	3,348	
Fines and forfeitures.....	8,072	-	8,072			7,264	(808)	7,257	
Investment income.....	6,476	-	6,476			9,528	3,052	2,935	
Other revenues.....	3,929	-	3,929			1,655	(2,274)	2,440	
Charges for services.....	2,000	(297)	1,703			2,111	408	1,957	
Administrative charges.....	9,437	(19)	9,418			8,469	(949)	5,428	
Total revenues.....	<u>133,225</u>	<u>1,352</u>	<u>134,577</u>			<u>138,532</u>	<u>3,955</u>	<u>122,802</u>	
<b>EXPENDITURES AND ENCUMBRANCES</b>									
<b>General government:</b>									
<b>Mayor and council:</b>									
Personal services.....	93	2	95	95	-	95	-	68	
Maintenance and operation.....	181	-	181	158	20	178	3	179	
<b>City manager:</b>									
Personal services.....	502	(1)	501	495	-	495	6	499	
Maintenance and operation.....	4	-	4	4	-	4	-	7	
Capital outlay.....	-	-	-	-	-	-	-	2	
<b>Municipal counselor:</b>									
Personal services.....	2,384	(90)	2,294	2,294	-	2,294	-	2,292	
Maintenance and operation.....	177	13	190	174	16	190	-	171	
Capital outlay.....	-	11	11	8	3	11	-	3	
<b>Management services group:</b>									
Personal services.....	2,973	(59)	2,914	2,914	-	2,914	-	4,338	
Maintenance and operation.....	1,249	(6)	1,243	1,153	53	1,206	37	1,486	
Capital outlay.....	-	6	6	5	-	5	1	44	
<b>Personnel:</b>									
Personal services.....	975	23	998	986	12	998	-	995	
Maintenance and operation.....	22	3	25	23	-	23	2	24	
<b>City clerk:</b>									
Personal services.....	453	(2)	451	442	-	442	9	438	
Maintenance and operation.....	69	-	69	63	1	64	5	61	
Capital outlay.....	-	-	-	-	-	-	-	17	
<b>Finance:</b>									
Personal services.....	1,963	36	1,999	1,995	4	1,999	-	1,906	
Maintenance and operation.....	95	-	95	79	5	84	11	83	
Capital outlay.....	-	2	2	2	-	2	-	10	

CITY OF OKLAHOMA CITY, OKLAHOMA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
year ended June 30, 1990  
with comparative actual amounts for year ended June 30, 1989  
(dollars are in thousands)

	1990						Variance Favorable (Unfavorable)	1989 Actual
	1989-90	Revisions	Revised			Total		
	Budget	To Date	Budget	Expenditures	Encumbrances	Actual		
City auditor:								
Personal services.....	415	(53)	362	361	-	361	1	292
Maintenance and operation.....	10	8	18	15	2	17	1	6
Capital outlay.....	-	11	11	5	6	11	-	2
General services:								
Personal services.....	1,851	(1)	1,850	1,848	-	1,848	2	2,033
Maintenance and operation.....	686	(17)	669	526	18	544	125	965
Capital outlay.....	-	34	34	29	5	34	-	47
Non-departmental:								
Personal services.....	278	371	649	606	7	613	36	257
Maintenance and operation.....	12,016	(2,620)	9,396	8,754	186	8,940	456	5,423
Capital outlay.....	-	-	-	-	-	-	-	103
	<u>26,396</u>	<u>(2,329)</u>	<u>24,067</u>	<u>23,034</u>	<u>338</u>	<u>23,372</u>	<u>695</u>	<u>21,751</u>
Public safety:								
Municipal courts:								
Personal services.....	2,428	41	2,469	2,453	16	2,469	-	2,323
Maintenance and operation.....	89	(4)	85	76	1	77	8	88
Police:								
Personal services.....	34,810	3,822	38,632	38,375	78	38,453	179	32,280
Maintenance and operation.....	4,066	(273)	3,793	3,518	115	3,633	160	3,177
Capital outlay.....	46	143	189	141	45	186	3	1
Fire:								
Personal services.....	27,771	4,940	32,711	32,399	3	32,402	309	27,801
Maintenance and operation.....	1,043	1,645	2,688	1,884	246	2,130	558	864
Capital outlay.....	-	-	-	-	-	-	-	105
	<u>70,253</u>	<u>10,314</u>	<u>80,567</u>	<u>78,846</u>	<u>504</u>	<u>79,350</u>	<u>1,217</u>	<u>66,639</u>
Public services:								
Public works:								
Personal services.....	6,344	(106)	6,238	6,215	-	6,215	23	5,947
Maintenance and operation.....	615	(2)	613	475	67	542	71	767
Capital outlay.....	-	4	4	-	3	3	1	15
Neighborhood and community services:								
Personal services.....	925	6	931	930	-	930	1	1,980
Maintenance and operation.....	95	143	238	65	165	230	8	432
Planning and economic development:								
Personal services.....	1,742	95	1,837	1,835	2	1,837	-	1,676
Maintenance and operation.....	128	7	135	132	3	135	-	105
Capital outlay.....	-	2	2	2	-	2	-	17
Transportation and parking:								
Maintenance and operation.....	-	-	-	-	-	-	-	19
AmCare:								
Maintenance and operation.....	-	-	-	-	-	-	-	34
City-county health:								
Maintenance and operation.....	-	-	-	-	-	-	-	8
	<u>9,849</u>	<u>149</u>	<u>9,998</u>	<u>9,654</u>	<u>240</u>	<u>9,894</u>	<u>104</u>	<u>11,000</u>

See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY, OKLAHOMA  
 GENERAL FUND 8 0 0 0 0 5 6 4 6  
 SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
 AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 year ended June 30, 1990  
 with comparative actual amounts for year ended June 30, 1989  
 (dollars are in thousands)

	1990						Variance		1989 Actual
	1989-90	Revisions	Revised	Total		Favorable	(Unfavorable)		
	Budget	To Date	Budget	Expenditures	Encumbrances	Actual			
Culture and recreation:									
Parks:									
Personal services.....	3,881	(94)	3,787	3,778	-	3,778	9	5,448	
Maintenance and operation.....	1,114	(34)	1,080	812	73	885	195	1,499	
Capital outlay.....	-	36	36	4	31	35	1	32	
Convention and tourism:									
Maintenance and operation.....	1,525	-	1,525	1,510	15	1,525	-	1,623	
	6,520	(92)	6,428	6,104	119	6,223	205	8,602	
Total expenditures and encumbrances.....	113,018	8,042	121,060	\$117,638	\$1,201	118,839	2,221	107,992	
Excess (deficiency) of revenues over expenditures and encumbrances.....	20,207	(6,690)	13,517			19,693	6,176	14,810	
<b>OTHER FINANCING SOURCES (USES)</b>									
Operating transfers in:									
Trust Expendable Fund.....	-	-	-			43	43	12	
Police wage adjustments.....	-	-	-			2,691	2,691	-	
Fire wage adjustments.....	-	-	-			2,345	2,345	-	
Police Fund.....	-	4,240	4,240			1,291	(2,949)	-	
Fire Fund.....	-	4,985	4,985			1,575	(3,410)	-	
OCMFA.....	-	-	-			-	-	92	
Debt Service.....	-	-	-			-	-	3,185	
Special Assessments Fund.....	-	-	-			-	-	71	
Other operating transfers in.....	690	-	690			234	(456)	-	
	690	9,225	9,915			8,179	(1,736)	3,360	
Operating transfers out:									
Street and Alley Fund/Other.....	(7,314)	298	(7,016)	(7,016)	-	(7,016)	-	(6,277)	
Emergency Management Fund.....	(531)	(52)	(583)	(583)	-	(583)	-	-	
Hunting and Fishing Fund.....	(590)	59	(531)	(531)	-	(531)	-	(678)	
Transportation and Parking Funds.....	(3,000)	282	(2,718)	(2,718)	-	(2,718)	-	(1,825)	
Zoological Fund.....	(2,138)	-	(2,138)	(1,938)	-	(1,938)	200	(2,196)	
OCPPA/Other.....	(84)	-	(84)	(42)	-	(42)	42	(63)	
OCMFA/Other.....	(1,513)	(2,419)	(3,932)	(3,773)	(11)	(3,784)	148	(841)	
OCMFA/Risk/Other.....	(1,390)	(565)	(1,955)	(1,955)	-	(1,955)	-	(3,309)	
Enforcement and Training Fund.....	(408)	-	(408)	(367)	-	(367)	41	(164)	
Federal Grants Fund.....	(25)	22	(3)	-	-	-	3	-	
Public Events Fund.....	(1,160)	(13)	(1,173)	(1,173)	-	(1,173)	-	(1,522)	
Parks and Recreation Fund.....	(2,161)	(91)	(2,252)	(1,994)	-	(1,994)	258	-	
Employee Retirement System Fund.....	(103)	-	(103)	(103)	-	(103)	-	-	
Capital Improvement Fund.....	(480)	(56)	(536)	(536)	-	(536)	-	(45)	
	(20,897)	(2,535)	(23,432)	(\$22,729)	(\$11)	(22,740)	692	(16,920)	
Total other financing sources (uses).....	(20,207)	6,690	(13,517)			(14,561)	(1,044)	(13,560)	

CITY OF OKLAHOMA CITY, OKLAHOMA  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
year ended June 30, 1990  
with comparative actual amounts for year ended June 30, 1989  
(dollars are in thousands)

	1990					Variance		1989 Actual
	1989-90	Revisions	Revised	Expenditures	Encumbrances	Total	Favorable	
	Budget	To Date	Budget			Actual	(Unfavorable)	
Excess (deficiency) of revenues and other sources over expenditures and encumbrances and other uses.....	-	-	-			5,132	5,132	1,250
Fund balance, beginning (Non-GAAP budgetary basis).....	13,323	-	13,323			13,323	-	18,051
Expenditures and encumbrances related to prior year budgets....	-	-	-			(507)	(507)	(5,978)
Fund balance, ending (Non-GAAP budgetary basis) see recap below.....	\$13,323	\$ -	\$13,323			17,948	\$4,625	\$13,323

ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES

Current year encumbrances included in expenditures.....	1,212
Reserve for inventories.....	2,630
Revenue and transfer accruals.....	15,239
Expenditure and transfer accruals.....	6,255
Fund balance, June 30, 1990, (GAAP basis).....	<u>\$43,284</u>

FUND BALANCE RECAP (Non-GAAP budgetary basis)

Designated for encumbrances not recorded before close of the budget year.....	\$ 600
Unreserved, undesignated.....	17,348
Fund balance, ending.....	<u>\$17,948</u>

**Special Revenue Funds are used by the City to account for revenues derived from specific taxes, licenses, and intergovernmental grants which are designated to finance particular functions or activities of the City.**

## SPECIAL REVENUE FUNDS

- \* **Street and Alley Fund** - Established by State statute and City ordinance to receive revenues from vehicle licensing tax and fuel excise tax to be used for street improvements.
- \* **Hunting and Fishing Fund** - Established by State statute and City ordinance to receive revenues from City-owned recreation areas used to support police services for these recreational facilities.
- \* **Enforcement and Training Fund** - Established by State statute and City ordinance to receive revenues from prescribed penalty assessments to be used for law enforcement, court, and prosecution training.
- \* **Federal Grants Fund** - Established to account for the City's major Federal grant programs other than Environmental Protection Agency, Urban Mass Transit Act grants and Federal Aviation Authority grants. Major grants include Community Development Block Grants and Job Training Partnership Act entitlements.
- \* **Emergency Management Fund** - Established by City ordinance to account for revenues and expenditures related to the operation of the primary emergency response service.
- \* **Police Fund** - Established by City ordinance to account for limited purpose sales tax designated for police services.
- \* **Fire Fund** - Established by City ordinance to account for limited purpose sales tax designated for fire protection services.
- \* **General Purpose Fund** - Established for financial reporting purposes to include the general government activities of OCMFA, OCPPA, and OCDT.

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SPECIAL REVENUE FUNDS  
 COMBINING BALANCE SHEET

June 30, 1990

with comparative totals for June 30, 1989

(dollars are in thousands)

	Street and Alley	Hunting and Fishing	Enforcement and Training	Federal Grants	Emergency Management	Police	Fire	General Purpose	Totals	
	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	1990	1989
<b>ASSETS</b>										
Pooled cash and cash equivalents.....	\$6,409	\$116	\$279	\$1,342	\$534	\$5,811	\$7,720	\$4,668	\$26,879	\$12,210
Non-pooled cash and cash equivalents.....	-	-	-	1	-	-	-	11	12	3
Investments, at cost.....	-	-	-	-	-	-	-	73	73	-
Sales tax receivable.....	-	-	-	-	-	2,834	2,834	-	5,668	-
Accounts receivable.....	140	-	-	327	147	-	-	-	614	600
Interest receivable.....	231	4	10	3	17	209	278	110	862	454
Due from Federal government.....	-	-	-	942	-	-	-	-	942	552
Due from other funds.....	-	-	-	-	-	-	-	37	37	21
Notes receivable.....	-	-	-	43	-	-	-	-	43	37
Inventories.....	2,819	-	-	-	-	-	-	-	2,819	621
Notes receivable, non-current.....	-	-	-	801	-	-	-	-	801	840
Total assets.....	\$9,599	\$120	\$289	\$3,459	\$698	\$8,854	\$10,832	\$4,899	\$38,750	\$15,338
<b>LIABILITIES AND FUND BALANCES</b>										
<b>LIABILITIES</b>										
Accounts payable and accrued expenses.....	\$917	\$4	\$103	\$1,358	\$135	\$357	\$9	\$1,265	\$4,148	\$3,623
Due to other funds.....	169	2	1	139	6	291	499	-	1,107	373
Current portion of long-term debt.....	106	-	8	29	41	-	-	-	184	133
Deferred revenue.....	-	-	-	-	-	-	-	-	-	1,449
Total liabilities.....	1,192	6	112	1,526	182	648	508	1,265	5,439	5,578
<b>FUND BALANCES</b>										
Reserved for encumbrances.....	1,225	-	7	-	18	1,643	890	1,612	5,395	165
Reserved for inventories.....	2,819	-	-	-	-	-	-	-	2,819	621
Reserved for non-current receivables.....	-	-	-	801	-	-	-	-	801	840
Unreserved - undesignated.....	4,363	114	170	1,132	498	6,563	9,434	2,022	24,296	8,134
Total fund balances.....	8,407	114	177	1,933	516	8,206	10,324	3,634	33,311	9,760
Total liabilities and fund balances.....	\$9,599	\$120	\$289	\$3,459	\$698	\$8,854	\$10,832	\$4,899	\$38,750	\$15,338

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CITY OF OKLAHOMA CITY, OKLAHOMA  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
year ended June 30, 1990  
with comparative totals for year ended June 30, 1989  
(dollars are in thousands)

	Street and Alley	Hunting and Fishing	Enforcement and Training	Federal Grants	Emergency Management	Police	Fire	General Purpose	Totals	
	Fund	Fund	Fund	Fund	Fund	Fund	Fund	Fund	1990	1989
<b>REVENUES</b>										
Sales taxes.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$15,917	\$15,917	\$ -	\$31,834	\$ -
Other taxes:										
Commercial vehicle tax.....	1,949	-	-	-	-	-	-	-	1,949	1,858
Motor fuel excise tax.....	830	-	-	-	-	-	-	-	830	784
Other taxes.....	-	-	-	-	2,438	-	-	-	2,438	1,217
	<u>2,779</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,438</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,217</u>	<u>3,859</u>
Licenses, permits, and fees:										
Fishing permits.....	-	142	-	-	-	-	-	-	142	157
Hunting permits.....	-	4	-	-	-	-	-	-	4	2
Police training fees.....	-	-	29	-	-	-	-	-	29	14
	<u>-</u>	<u>146</u>	<u>29</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>175</u>	<u>173</u>
Fines and forfeitures.....	-	-	460	-	-	-	-	441	901	507
Investment income.....	476	14	23	42	37	492	630	611	2,325	711
Other.....	-	-	-	391	83	-	-	159	633	451
Intergovernmental grants.....	-	-	-	13,817	-	-	-	-	13,817	14,242
Total revenues.....	<u>3,255</u>	<u>160</u>	<u>512</u>	<u>14,250</u>	<u>2,558</u>	<u>16,409</u>	<u>16,547</u>	<u>1,211</u>	<u>54,902</u>	<u>19,943</u>
<b>EXPENDITURES</b>										
Current:										
General government.....	-	-	6	-	-	-	-	1,258	1,264	9
Public safety.....	-	-	879	-	2,607	4,477	4,434	1,330	13,727	1,744
Public services.....	9,274	-	-	-	-	-	-	2	9,276	9,398
Culture and recreation.....	-	643	-	-	-	-	-	48	691	776
Community development.....	-	-	-	-	-	-	-	246	246	-
Federal programs.....	-	-	-	13,489	-	-	-	-	13,489	14,783
Capital outlay.....	2,533	-	10	-	6	3,626	1,789	1,862	9,826	7,542
Total expenditures.....	<u>11,807</u>	<u>643</u>	<u>895</u>	<u>13,489</u>	<u>2,613</u>	<u>8,103</u>	<u>6,223</u>	<u>4,746</u>	<u>48,519</u>	<u>34,252</u>
Excess (deficiency) of revenues over expenditures.....	(8,552)	(483)	(383)	761	(55)	8,306	10,324	(3,535)	6,383	(14,309)

(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
year ended June 30, 1990  
with comparative totals for year ended June 30, 1989  
(dollars are in thousands)

	Street and Alley Fund	Hunting and Fishing Fund	Enforcement and Training Fund	Federal Grants Fund	Emergency Management Fund	Police Fund	Fire Fund	General Purpose Fund	Totals	
									1990	1989
<b><u>OTHER FINANCING SOURCES (USES)</u></b>										
Operating transfers in.....	7,016	531	367	-	583	-	-	5,140	13,637	7,127
Operating transfers out.....	(251)	(50)	-	-	(100)	(100)	-	(2,571)	(3,072)	(779)
Capital financing.....	-	-	-	-	-	-	-	49	49	-
Sale of assets.....	-	-	-	-	-	-	-	315	315	-
Net other financing sources (uses).....	6,765	481	367	-	483	(100)	-	2,933	10,929	6,348
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(1,787)	(2)	(16)	761	428	8,206	10,324	(602)	17,312	(7,961)
Fund balances, beginning.....	7,992	116	193	1,172	287	-	-	-	9,760	17,174
Restatements.....	-	-	-	-	-	-	-	-	-	754
Residual equity transfer.....	5	-	-	-	(199)	-	-	4,236	4,042	21
Increase (decrease) in reserve for inventories.....	2,197	-	-	-	-	-	-	-	2,197	(228)
Fund balances, ending.....	\$8,407	\$114	\$177	\$1,933	\$516	\$8,206	\$10,324	\$3,634	\$33,311	\$9,760

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See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY, OKLAHOMA  
STREET & ALLEY FUND  
SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)

year ended June 30, 1990

with comparative actual amounts for year ended June 30, 1989

(dollars are in thousands)

	1990				1990		1989	
	Original Budget	Revised Revisions Budget	Expenditures	Encumbrances	Total Actual	Variance Favorable (Unfavorable)	Actual	Actual
<b>REVENUES</b>								
Other taxes:								
Commercial vehicle tax.....	\$1,880	\$ -	\$1,880		\$1,949	\$69	\$1,858	
Motor fuel tax.....	842	-	842		837	(5)	784	
Bus mileage tax.....	-	-	-		-	-	-	
	2,722	-	2,722		2,786	64	2,642	
Investment income.....	1,483	-	1,483		632	(851)	787	
Total revenues.....	4,205	-	4,205		3,418	(787)	3,429	
<b>EXPENDITURES AND ENCUMBRANCES</b>								
Public services:								
Personal services.....	5,345	(36)	5,309	5,209	-	5,209	100	5,070
Maintenance and operation.....	2,999	364	3,363	2,663	228	2,891	472	2,541
Capital outlay (1).....	-	32	32	2	33	35	(3)	22
Total expenditures and encumbrances.....	8,344	360	8,704	\$7,874	\$261	8,135	569	7,633
Excess (deficiency) of revenues over expenditures and encumbrances.....	(4,139)	(360)	(4,499)		(4,717)	(218)	(4,204)	
<b>OTHER FINANCING SOURCES (USES)</b>								
Operating transfers in.....	4,149	350	4,499		4,381	(118)	3,963	
Operating transfers out.....	(10)	10	-		-	-	(148)	
Total other financing sources (uses).....	4,139	360	4,499		4,381	(118)	3,815	
Excess (deficiency) of revenues and other sources over expenditures, encumbrances and other uses.....	-	-	-		(336)	(336)	(389)	
Fund balance, beginning (Non-GAAP budgetary basis).....	3,806	-	3,806		3,806	-	1,791	
Expenditures and encumbrances related to prior year budgets.....	-	-	-		(3,064)	(3,064)	2,404	
Fund balance, ending (Non-GAAP budgetary basis) see recap below.....	\$3,806	\$ -	\$3,806		406	(\$3,400)	\$3,806	
<b>ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES</b>								
Current year encumbrances included in expenditures.....					261			
Reserve for inventories.....					2,819			
Revenue and transfer accruals.....					372			
Expenditure and transfer accruals.....					(459)			
Cumulative effect of non-budgeted activity.....					5,008			
Fund balance, June 30, 1990 (GAAP basis).....					\$8,407			
<b>FUND BALANCE RECAP (Non-GAAP budgetary basis)</b>								
Designated for encumbrances not recorded before close of the budget year.....					\$406			
Unreserved, undesignated.....					-			
Fund balance, ending.....					\$406			

(1) Overexpenditure was immaterial and a subsequent revision was made as required.

CITY OF OKLAHOMA CITY, OKLAHOMA  
HUNTING AND FISHING FUND  
2080005650  
SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
year ended June 30, 1990  
with comparative actual amounts for year ended June 30, 1989  
(dollars are in thousands)

	1990					1989		
	Original		Revised	Expenditures	Encumbrances	Total	Variance	
	Budget	Revisions	Budget			Actual	(Unfavorable)	Actual
<b>REVENUES</b>								
Licenses, permits, and fees.....	\$142	\$ -	\$142			\$146	\$4	\$162
Investment income.....	14	-	14			18	4	13
Total revenues.....	156	-	156			164	8	175
<b>EXPENDITURES AND ENCUMBRANCES</b>								
Culture and recreation:								
Personal services.....	618	115	733	701	-	701	32	670
Maintenance and operation (1).....	114	-	114	115	-	115	(1)	98
Total expenditures and encumbrances.....	732	115	847	\$816	\$ -	816	31	768
Excess (deficiency) of revenues over expenditures and encumbrances.....	(576)	(115)	(691)			(652)	39	(593)
<b>OTHER FINANCING SOURCES (USES)</b>								
Operating transfers in.....	590	115	705			637	(68)	678
Operating transfers out.....	(14)	-	(14)			-	14	-
Total other financing sources (uses).....	576	115	691			637	(54)	678
Excess (deficiency) of revenues and other sources over expenditures, encumbrances and other uses.....	-	-	-			(15)	(15)	85
Fund balance, beginning (Non-GAAP budgetary basis).....	126	-	126			126	-	37
Expenditure and encumbrances related to prior year budgets.....	-	-	-			(1)	(1)	4
Fund balance, ending (Non-GAAP budgetary basis) see recap below.....	\$126	\$ -	\$126			110	(\$16)	\$126
<b>ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES</b>								
Revenue and transfer accruals.....						4		
Fund balance, June 30, 1990 (GAAP basis).....						\$114		
<b>FUND BALANCE RECAP (Non-GAAP budgetary basis)</b>								
Designated for encumbrances not recorded before close of the budget year.....						\$110		
Unreserved, undesignated.....						-		
Fund balance, ending.....						\$110		

(1) Overexpenditure was immaterial and a subsequent revision was made as required.

CITY OF OKLAHOMA CITY, OKLAHOMA  
EMERGENCY MANAGEMENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
year ended June 30, 1990  
with comparative actual amounts for year ended June 30, 1989  
(dollars are in thousands)

	1990						1989	
	Original		Revised		Total	Variance	Favorable	1989
	Budget	Revisions	Budget	Expenditures				
<b>REVENUES</b>								
Other taxes.....	\$2,450	\$ -	\$2,450			\$2,534	\$84	\$974
Investment income.....	-	-	-			67	67	13
Refunds and reimbursements.....	72	-	72			82	10	-
Other revenue.....	940	-	940			1	(939)	-
Total revenues.....	3,462	-	3,462			2,684	(778)	987
<b>EXPENDITURES AND ENCUMBRANCES</b>								
General government:								
Personal services.....	2,221	(36)	2,185	2,137	-	2,137	48	-
Maintenance and operation.....	264	(124)	140	109	8	117	23	-
Capital outlay.....	-	9	9	6	-	6	3	-
Total expenditures and encumbrances.....	2,485	(151)	2,334	\$2,252	\$8	2,260	74	-
Excess (deficiency) of revenues over expenditures and encumbrances.....	977	151	1,128			424	(704)	987
<b>OTHER FINANCING SOURCES (USES)</b>								
Operating transfers in.....	531	-	531			583	52	-
Operating transfers out.....	(1,508)	(151)	(1,659)			(1,618)	41	-
Total other financing sources (uses).....	(977)	(151)	(1,128)			(1,035)	93	-
Excess (deficiency) of revenues and other sources over expenditures, encumbrances and other uses.....	-	-	-			(611)	(611)	987
Fund balance, beginning (Non-GAAP budgetary basis).....	987	-	987			987	-	-
Expenditures and encumbrances related to prior year budgets.....	-	-	-			-	-	-
Fund balance, ending (Non-GAAP budgetary basis) see recap below.....	\$987	\$ -	\$987			376	(\$611)	\$987
<b>ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES</b>								
Current year encumbrances included in expenditures.....						8		
Revenue and transfer accruals.....						164		
Expenditure and transfer accruals.....						(32)		
Fund balance, June 30, 1990 (GAAP basis).....						\$516		
<b>FUND BALANCE RECAP (Non-GAAP budgetary basis)</b>								
Designated for encumbrances not recorded before close of the budget year.....						\$376		
Unreserved, undesignated.....						-		
Fund balance, ending.....						\$376		

See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY, OKLAHOMA  
 POLICE FUND 8 0 0 0 0 5 6 5 1  
 SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
 AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 year ended June 30, 1990  
 (dollars are in thousands)

1990

	Original		Revised	1990		Total	Variance
	Budget	Revisions	Budget	Expenditures	Encumbrances		
<b>REVENUES</b>							
Sales tax.....	\$11,750	\$ -	\$11,750			\$13,083	\$1,333
Investment income.....	-	-	-			283	283
Total revenues.....	11,750	-	11,750			13,366	1,616
<b>EXPENDITURES AND ENCUMBRANCES</b>							
Public safety:							
Maintenance and operation.....	587	(338)	249	-	-	-	249
Capital outlay.....	6,785	(6,785)	-	-	-	-	-
Total expenditures and encumbrances.....	7,372	(7,123)	249	\$ -	\$ -	-	249
Excess (deficiency) of revenues over expenditures and encumbrances.....	4,378	7,123	11,501			13,366	1,865
<b>OTHER FINANCING SOURCES (USES)</b>							
Operating transfers in.....	-	-	-			-	-
Operating transfers out.....	(4,378)	(7,123)	(11,501)			(4,211)	7,290
Total other financing sources (uses).....	(4,378)	(7,123)	(11,501)			(4,211)	7,290
Excess (deficiency) of revenues and other sources over expenditures, encumbrances and other uses.....	-	-	-			9,155	9,155
Fund balance, ending (Non-GAAP budgetary basis) see recap below.....	\$ -	\$ -	\$ -			9,155	\$9,155
<b>ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES</b>							
Revenue and transfer accruals.....						3,043	
Expenditure and transfer accruals.....						(424)	
Cumulative effect of non-budgeted activity.....						(3,568)	
Fund balance, June 30, 1990 (GAAP basis).....						\$8,206	
<b>FUND BALANCE RECAP (Non-GAAP budgetary basis)</b>							
Designated for encumbrances not recorded before close of the budget year.....						\$9,155	
Unreserved, undesignated.....						-	
Fund balance, ending.....						\$9,155	

CITY OF OKLAHOMA CITY, OKLAHOMA  
 FIRE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES, ENCUMBRANCES,  
 AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 year ended June 30, 1990  
 (dollars are in thousands)

1990

	Original			Revised		Total		Variance
	Budget	Revisions	Budget	Expenditures	Encumbrances	Actual	Favorable	
							(Unfavorable)	
<b>REVENUES</b>								
Sales tax.....	\$11,750	\$ -	\$11,750			\$13,083	\$1,333	
Investment income.....	-	-	-			352	352	
Total revenues.....	11,750	-	11,750			13,435	1,685	
<b>EXPENDITURES AND ENCUMBRANCES</b>								
Public safety:								
Maintenance and operation.....	587	(316)	271	-	-	-	271	
Capital outlay.....	6,178	(6,178)	-	-	-	-	-	
Total expenditures and encumbrances.....	6,765	(6,494)	271	\$ -	\$ -	-	271	
Excess (deficiency) of revenues over expenditures and encumbrances.....	4,985	6,494	11,479			13,435	1,956	
<b>OTHER FINANCING SOURCES (USES)</b>								
Operating transfers in.....	-	-	-			-	-	
Operating transfers out.....	(4,985)	(6,494)	(11,479)			(3,920)	7,559	
Total other financing sources (uses).....	(4,985)	(6,494)	(11,479)			(3,920)	7,559	
Excess (deficiency) of revenues and other sources over expenditures, encumbrances and other uses.....	-	-	-			9,515	9,515	
Fund balance, ending (Non-GAAP budgetary basis) see recap below.....	\$ -	\$ -	\$ -			9,515	\$9,515	

**ADJUSTMENTS TO GENERALLY ACCEPTED ACCOUNTING PRINCIPLES**

Revenue and transfer accruals.....	3,112
Expenditure and transfer accruals.....	(507)
Cumulative effect of non-budgeted activity.....	(1,796)
Fund balance, June 30, 1990 (GAAP basis).....	\$10,324

**FUND BALANCE RECAP (Non-GAAP budgetary basis)**

Designated for encumbrances not recorded before close of the budget year.....	\$9,515
Unreserved, undesignated.....	-
Fund balance, ending.....	\$9,515

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**Capital projects funds are used for all major capital improvements, except those accounted for in proprietary funds, which are financed by the City's general obligation bond issues, Federal grants, General Fund transfers, and other designated resources.**

- \* **Fire Bond Fund** - Established to account for capital expenditures of general obligation bond proceeds designated for development of the City's fire protection system.
- \* **Limited Access Bond Fund** - Established to account for capital expenditures of general obligation bond proceeds designated for development of major City thoroughfares.
- \* **Police Bond Fund** - Established to account for capital expenditures of general obligation bond proceeds designated for development of the City's police protection system.
- \* **Storm Sewer Bond Fund** - Established to account for capital expenditures of general obligation bond proceeds designated for development of the City's storm sewer system.
- \* **Traffic Control Bond Fund** - Established to account for capital expenditures of general obligation bond proceeds designated for development of the City's traffic control system.
- \* **Water Bond Fund** - Established to account for capital expenditures of general obligation bond proceeds designated for development of the City's water supply, treatment, and distribution systems.
- \* **Other Bond Funds** - Established to account for capital expenditures of general obligation bond proceeds for development of airports, parks, wastewater system, and various other municipal facilities and services.
- \* **Riverfront Park Fund** - Established to account for developing and maintaining a park system known as The String of Pearls along the North Canadian River.
- \* **Capital Improvement Fund** - Established by State law and City ordinance to be used for various capital improvement programs. The Fund's major financial resource is transfers from the General Fund.

## CAPITAL PROJECTS FUNDS

CITY OF OKLAHOMA CITY, OKLAHOMA  
 CAPITAL PROJECTS FUNDS  
 COMBINING BALANCE SHEET

June 30, 1990

with comparative totals for June 30, 1989

(dollars are in thousands)

	Bond Funds							Riverfront	Capital	Totals	
	Fire	Limited Access	Police	Storm Sewer	Traffic Control	Water	Other	Park Fund	Improvement Fund	1990	1989
<b>ASSETS</b>											
Pooled cash and cash equivalents.....	\$2,454	\$33,946	\$3,253	\$22,972	\$20,550	\$834	\$550	\$471	\$25,752	\$110,782	\$114,175
Interest receivable.....	-	-	-	-	-	-	-	17	908	925	1,966
Total assets.....	\$2,454	\$33,946	\$3,253	\$22,972	\$20,550	\$834	\$550	\$488	\$26,660	\$111,707	\$115,541
<b>LIABILITIES AND FUND BALANCES</b>											
<b>LIABILITIES</b>											
Accounts payable and accrued expenses.....	\$81	\$898	\$180	\$317	\$877	\$	\$12	\$11	\$998	\$3,374	\$2,922
Due to other funds.....	6	31	10	27	59	-	-	-	-	133	249
Total liabilities.....	87	929	190	344	936	-	12	11	998	3,507	2,271
<b>FUND BALANCES</b>											
Reserved for encumbrances.....	288	3,507	595	4,382	678	-	15	11	3,462	12,938	5,720
Unreserved:											
Designated for specific fund purposes.....	2,079	29,510	2,468	18,246	18,936	834	523	466	22,200	95,262	107,550
Total fund balances.....	2,367	33,017	3,063	22,628	19,614	834	538	477	25,662	108,200	113,270
Total liabilities and fund balances.....	\$2,454	\$33,946	\$3,253	\$22,972	\$20,550	\$834	\$550	\$488	\$26,660	\$111,707	\$115,541

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See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY, OKLAHOMA  
 CAPITAL PROJECTS FUNDS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 year ended June 30, 1990  
 with comparative totals for year ended June 30, 1989  
 (dollars are in thousands)

	Bond Funds							Riverfront	Capital	Totals	
	Fire	Limited Access	Police	Storm Sewer	Traffic Control	Water	Other	Park Fund	Improvement Fund	1990	1989
<b>REVENUES</b>											
Licenses, permits, fees.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$108	\$108	\$52
Investment income.....	-	-	-	-	-	-	-	41	2,099	2,140	2,491
Other.....	-	-	-	-	-	-	-	20	20	40	832
Total revenues.....	-	-	-	-	-	-	-	61	2,227	2,288	3,375
<b>EXPENDITURES</b>											
Capital outlay.....	1,485	5,396	2,416	2,936	3,181	166	5	56	6,742	22,383	16,309
Total expenditures.....	1,485	5,396	2,416	2,936	3,181	166	5	56	6,742	22,383	16,309
Excess (deficiency) of revenues over expenditures.....	(1,485)	(5,396)	(2,416)	(2,936)	(3,181)	(166)	(5)	5	(4,515)	(20,095)	(12,934)
<b>OTHER FINANCING SOURCES (USES)</b>											
Operating transfers in.....	-	-	-	-	-	-	-	-	1,018	1,018	178
Operating transfers out.....	-	-	-	-	-	-	-	-	(48)	(48)	(465)
Sale of assets.....	-	-	-	26	-	-	-	-	179	205	-
Proceeds of general obligation bonds.....	-	7,980	-	4,468	1,402	-	-	-	-	13,850	52,000
Net other financing sources.....	-	7,980	-	4,494	1,402	-	-	-	1,149	15,025	51,713
Excess (deficiency) of revenues and other sources over expenditures and other uses.....	(1,485)	2,584	(2,416)	1,558	(1,779)	(166)	(5)	5	(3,366)	(5,070)	38,779
Fund balances, beginning.....	3,852	30,433	5,479	21,070	21,393	1,000	543	472	29,028	113,270	75,747
Residual equity transfers.....	-	-	-	-	-	-	-	-	-	-	(1,256)
Fund balances, ending.....	\$2,367	\$33,017	\$3,063	\$22,628	\$19,614	\$834	\$538	\$477	\$25,662	\$108,200	\$113,270

See accompanying notes to financial statements.

**E**nterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the City Council is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges, or where the City Council has decided that periodic determination of revenues earned, expenses incurred, and/or net income (loss), is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

## ENTERPRISE FUNDS

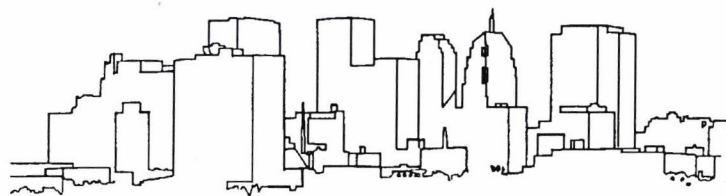
- \* **Transportation Fund** - All transportation related activity (i.e. buses) including a functional blending of certain accounts of the COTPA.
- \* **Parking Fund** - All parking related activity including a functional blending of certain accounts of the COTPA.
- \* **Airports Fund** - All airport related activity including a functional blending of certain accounts of the OCDT, the OCMFA, and all of the accounts of the OCAT. Three airports, including Will Rogers World Airport, are reported in the Fund.
- \* **Water Fund** - All water department activity including a functional blending of certain accounts of the OCWUT and the OCMFA and all accounts of the LARA and the MCA.
- \* **Wastewater Fund** - All wastewater operations including a functional blending of certain accounts of the OCWUT and the OCMFA.
- \* **Sanitation Fund** - All sanitation related activity including a functional blending of certain accounts of the OCDT, OCMFA, and all accounts of the OCEAT.
- \* **Golf Courses Fund** - The portion of the transactions of the OCPPA which relates to the operations of four municipal golf courses constitutes this Fund.
- \* **Zoological Fund** - All zoo related activity including all of the accounts of the OCZT.

*Continued*

*Enterprise Funds Continued:*

- \* **AmCare Fund** - A Public Trust, the COAT, created to provide emergency and other medical transportation services for the metropolitan area.
- \* **Fairgrounds and Stadium Fund** - The portion of the OCPPA accounts which relates to the operation and management agreements with the State Fair of Oklahoma, Inc. and with the 89'er Baseball Club of Oklahoma City, Inc. are blended into this Fund along with the assets owned by the City which were developed with general obligation bond proceeds, along with assets purchased by the State Fair of Oklahoma, Inc.
- \* **Myriad Gardens Fund** - Established to account for the Myriad Gardens, a downtown park, botanical tube greenhouse, and commercial development. The Fund's activities and account balances are accumulated from certain accounts in the OCMFA and all financial transactions and account balances of the OCMGA and the OCMGF.
- \* **Parks and Recreation Fund** - Parks and recreation activity including a functional blending of certain accounts of the OCPPA and the OCMFA.
- \* **Public Events Fund** - Established to account for the operations of the Box Office, the Myriad Convention Center, the Civic Center Music Hall and All Sports Stadium.
- \* **Port Authority Fund** - Established for the purpose of developing airport terminal facilities and administering the foreign trade zone.

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CITY OF OKLAHOMA CITY, OKLAHOMA  
ENTERPRISE FUNDS  
COMBINING BALANCE SHEET

June 30, 1990

with comparative totals for June 30, 1989

(dollars are in thousands)

	Parking Fund	Transportation Fund	Airports Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Courses Fund	Zoological Fund
<b>ASSETS</b>								
Pooled cash and cash equivalents.....	\$120	\$343	\$466	\$27,043	\$37,144	\$1,980	\$1,044	\$ -
Non-pooled cash and cash equivalents.....	-	530	1,696	17	-	-	844	242
Investments, at cost.....	-	-	11,129	-	-	3	25	-
Accounts receivable.....	-	234	1,386	3,316	5,721	712	1	71
Allowance for uncollectible accounts receivable.....	-	-	-	(1,057)	(1,058)	(147)	-	-
Interest receivable.....	4	12	213	1,007	1,387	65	42	-
Due from Federal government.....	-	270	1,931	-	-	-	-	-
Due from other funds.....	-	3	24	205	226	-	-	-
Interfund receivables.....	-	-	-	-	-	-	-	-
Inventories.....	-	158	520	2,661	890	3	136	43
Other.....	-	-	76	-	8	-	2	-
Total current assets.....	124	1,550	17,441	33,192	44,318	2,616	2,094	356
Restricted assets:								
Pooled cash and cash equivalents.....	-	-	-	1,671	-	-	-	-
Non-pooled cash and cash equivalents.....	6,764	-	9,459	2,102	16,761	-	587	-
Cash with fiscal agent.....	-	-	-	-	-	-	2	-
Investments, at cost.....	-	-	41,731	5,655	5,963	-	-	-
Accounts receivable.....	3	-	-	-	-	-	-	-
Interest receivable.....	44	-	867	142	254	-	4	-
Due from Federal government.....	-	-	-	-	-	-	-	-
Other.....	-	-	121	-	-	-	-	-
Total restricted assets.....	6,811	-	52,178	9,570	22,978	-	593	-
Property and equipment, net.....	27,411	10,615	205,675	176,588	248,784	565	3,396	12,721
Note receivable, non-current.....	-	-	-	-	13,429	-	-	-
Water rights.....	-	-	-	89,376	-	-	-	-
Advances to other funds.....	-	-	-	1,197	1,196	-	-	-
Deferred debt expense, net.....	542	-	1,366	381	1,143	-	14	21
Total assets.....	\$34,888	\$12,165	\$276,660	\$310,304	\$331,848	\$3,181	\$6,097	\$13,098
<b>LIABILITIES AND FUND EQUITY</b>								
<b>LIABILITIES</b>								
Current liabilities:								
Accounts payable and accrued expenses.....	\$38	\$1,002	\$850	\$4,225	\$3,162	\$1,185	\$345	\$176
Bank overdraft.....	-	-	-	-	-	-	12	-
Due to other funds.....	15	3	14	238	177	69	19	17
Interfund payables.....	-	-	-	-	-	-	-	-
Current portion of long-term debt.....	2	3	72	565	65	66	38	65
Total current liabilities.....	55	1,008	936	5,028	3,404	1,320	414	258
Liabilities payable from restricted assets:								
Accounts payable.....	376	-	1,181	1,671	-	-	-	-
Revenue bond interest payable.....	1,485	-	6,313	522	1,025	-	13	-
Current portion of long-term debt.....	1,075	-	4,625	755	6,635	-	144	-
Total liabilities payable from restricted assets.....	2,936	-	12,119	2,948	7,660	-	157	-
Long-term debt:								
Revenue bonds.....	39,385	-	136,960	50,575	62,780	-	657	865
Unamortized bond discount.....	(1,223)	-	(1,723)	(456)	(980)	-	-	(31)
Revenue bonds, net of unamortized discount.....	38,162	-	135,237	50,119	61,800	-	657	834
Revenue bond interest payable.....	150	-	12,471	7,642	-	-	-	-
Deferred revenue.....	-	-	1	-	-	1,730	-	3,395
Advances from other funds.....	2,393	-	-	-	-	-	-	-
Compensated absences, non-current.....	-	156	600	1,086	317	435	57	353
Due to Federal government.....	-	-	-	88,635	-	-	-	-
Notes payable.....	-	-	-	500	-	-	185	-
Lease obligations payable.....	-	-	-	-	-	52	-	-
Water main extension contracts.....	-	-	-	4,926	-	-	-	-
Total liabilities.....	43,696	1,164	148,893	165,713	80,823	3,537	1,470	4,840
<b>FUND EQUITY</b>								
Contributed capital.....	858	10,051	88,178	155,537	298,969	2,677	1,474	2,049
Retained earnings (deficit):								
Reserved for restricted assets.....	3,875	-	10,329	6,622	7,255	-	436	-
Unreserved.....	(13,541)	950	29,260	(17,568)	(55,199)	(3,033)	2,717	6,209
Total retained earnings (deficit).....	(9,666)	950	39,589	(10,946)	(47,944)	(3,033)	3,153	6,209
Total fund equity.....	(8,808)	11,001	127,767	144,591	251,025	(356)	4,627	8,258
Total liabilities and fund equity.....	\$34,888	\$12,165	\$276,660	\$310,304	\$331,848	\$3,181	\$6,097	\$13,098

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	Fairgrounds and Stadium	Myriad Gardens	Parks and Recreation	Public Events	Port Authority	Totals	
	Fund	Fund	Fund	Fund	Fund	1990	1989
<b>ASSETS</b>							
Pooled cash and cash equivalents.....	\$300	\$1,380	\$268	\$1,425	\$ -	\$71,513	\$59,272
Non-pooled cash and cash equivalents.....	-	48	-	-	11	3,388	1,889
Investments, at cost.....	-	80	-	-	-	11,237	14,369
Accounts receivable.....	-	-	-	194	1	11,636	12,534
Allowance for uncollectible accounts receivable.....	-	-	-	-	-	(2,262)	(4,603)
Interest receivable.....	-	4	-	84	-	2,818	2,189
Due from Federal government.....	-	-	-	-	-	2,201	348
Due from other funds.....	-	-	82	-	-	540	232
Interfund receivables.....	-	-	-	-	-	-	951
Inventories.....	-	40	50	93	-	4,594	4,814
Other.....	-	-	-	-	-	86	371
<b>Total current assets.....</b>	<b>300</b>	<b>1,552</b>	<b>400</b>	<b>1,796</b>	<b>12</b>	<b>105,751</b>	<b>92,366</b>
<b>Restricted assets:</b>							
Pooled cash and cash equivalents.....	7	2	2	-	-	1,682	1,475
Non-pooled cash and cash equivalents.....	61	-	-	-	-	35,734	2,786
Cash with fiscal agent.....	-	-	-	-	-	2	5
Investments, at cost.....	-	-	-	-	-	53,349	100,563
Accounts receivable.....	-	-	-	-	-	3	1,771
Interest receivable.....	-	-	-	-	-	1,311	1,448
Due from Federal government.....	-	-	-	-	-	-	451
Other.....	-	-	-	-	-	121	-
<b>Total restricted assets.....</b>	<b>68</b>	<b>2</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>92,202</b>	<b>108,499</b>
Property and equipment, net.....	13,503	13,434	2,942	24,118	-	739,752	719,847
Note receivable, non-current.....	-	-	-	-	-	13,429	14,355
Water rights.....	-	-	-	-	-	89,376	113,089
Advances to other funds.....	-	-	-	-	-	2,393	2,555
Deferred debt expense, net.....	-	-	-	-	-	3,467	3,274
<b>Total assets.....</b>	<b>\$13,871</b>	<b>\$14,988</b>	<b>\$3,344</b>	<b>\$25,914</b>	<b>\$12</b>	<b>\$1,046,370</b>	<b>\$1,053,985</b>
<b>LIABILITIES AND FUND EQUITY</b>							
<b>LIABILITIES</b>							
<b>Current liabilities:</b>							
Accounts payable and accrued expenses.....	\$ -	\$77	\$123	\$354	\$ -	\$11,537	\$10,743
Bank overdraft.....	-	-	-	-	-	12	261
Due to other funds.....	-	77	123	354	-	11,549	11,004
Interfund payables.....	-	-	3	3	-	558	517
Current portion of long-term debt.....	-	39	15	19	-	949	965
<b>Total current liabilities.....</b>	<b>-</b>	<b>116</b>	<b>141</b>	<b>376</b>	<b>-</b>	<b>13,056</b>	<b>13,407</b>
<b>Liabilities payable from restricted assets:</b>							
Accounts payable.....	7	2	2	-	-	3,239	4,225
Revenue bond interest payable.....	-	-	-	-	-	9,358	8,334
Current portion of long-term debt.....	52	-	-	-	-	13,286	11,893
<b>Total liabilities payable from restricted assets.....</b>	<b>59</b>	<b>2</b>	<b>2</b>	<b>-</b>	<b>-</b>	<b>25,883</b>	<b>24,452</b>
<b>Long-term debt:</b>							
Revenue bonds.....	-	-	-	-	-	291,222	297,338
Unamortized bond discount.....	-	-	-	-	-	(4,413)	(5,058)
Revenue bonds, net of unamortized discount.....	-	-	-	-	-	286,809	292,280
Revenue bond interest payable.....	-	-	-	-	-	20,263	14,461
Deferred revenue.....	306	-	-	-	-	5,432	6,069
Advances from other funds.....	-	-	-	-	-	2,393	2,393
Compensated absences, non-current.....	-	21	103	212	-	3,340	3,264
Due to Federal government.....	-	70	-	-	-	88,705	113,194
Notes payable.....	-	-	-	-	-	685	881
Lease obligations payable.....	-	-	-	-	-	52	73
Water main extension contracts.....	-	-	-	-	-	4,926	6,087
<b>Total liabilities.....</b>	<b>365</b>	<b>209</b>	<b>246</b>	<b>588</b>	<b>-</b>	<b>451,544</b>	<b>476,561</b>
<b>FUND EQUITY</b>							
Contributed capital.....	8,708	18,220	3,150	26,211	-	616,082	598,666
<b>Retained earnings (deficit):</b>							
Reserved for restricted assets.....	9	-	-	-	-	28,526	41,848
Unreserved.....	4,789	(3,441)	(52)	(885)	12	(49,782)	(63,090)
<b>Total retained earnings (deficit).....</b>	<b>4,798</b>	<b>(3,441)</b>	<b>(52)</b>	<b>(885)</b>	<b>12</b>	<b>(21,256)</b>	<b>(21,242)</b>
<b>Total fund equity.....</b>	<b>13,506</b>	<b>14,779</b>	<b>3,098</b>	<b>25,326</b>	<b>12</b>	<b>594,826</b>	<b>577,424</b>
<b>Total liabilities and fund equity.....</b>	<b>\$13,871</b>	<b>\$14,988</b>	<b>\$3,344</b>	<b>\$25,914</b>	<b>\$12</b>	<b>\$1,046,370</b>	<b>\$1,053,985</b>

CITY OF OKLAHOMA CITY, OKLAHOMA  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS (DEFICIT)  
year ended June 30, 1990  
with comparative totals for June 30, 1989  
(dollars are in thousands)

	Parking Fund	Transportation Fund	Airports Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Courses Fund	Zoological Fund
<b>OPERATING REVENUES</b>								
Charges for services:								
Transportation.....	\$ -	\$1,476	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Parking.....	3,297	-	3,111	-	-	-	-	-
Admissions.....	-	-	-	-	-	-	-	2,226
Rental income.....	383	3	13,804	244	-	-	1,078	189
Water charges.....	-	-	-	28,589	-	-	-	-
Wastewater charges.....	-	-	-	-	40,005	-	-	-
Sanitation charges.....	-	-	-	-	-	11,246	-	-
Ambulance charges.....	-	-	-	-	-	-	-	-
Landing fees.....	-	-	2,144	-	-	-	-	-
Green fees.....	-	-	-	-	-	-	2,765	-
Concessions.....	-	-	-	-	-	-	875	989
	3,680	1,479	19,059	28,833	40,005	11,246	4,718	3,404
Other.....	-	205	858	24	88	-	4	98
Total operating revenues.....	3,680	1,684	19,917	28,857	40,093	11,246	4,722	3,502
<b>OPERATING EXPENSES</b>								
Personal services.....	198	4,060	4,204	9,710	6,060	3,127	2,188	3,046
Maintenance, operations, and contractual services.....	1,455	2,465	4,831	9,098	13,734	7,262	370	1,304
Materials and supplies.....	3	948	416	4,042	2,764	36	966	796
Bad debt expense.....	-	-	-	602	316	273	-	-
Depreciation.....	927	1,382	8,585	6,573	8,798	67	461	443
Interest.....	-	-	-	-	-	7	-	-
Other.....	-	-	-	-	-	-	-	141
Total operating expenses.....	2,583	8,855	18,036	30,025	31,672	10,772	3,985	5,730
Operating income (loss).....	1,097	(7,171)	1,881	(1,168)	8,421	474	737	(2,228)
<b>NON-OPERATING REVENUES (EXPENSES)</b>								
Operating grants.....	-	3,530	-	-	-	-	-	-
Investment income.....	492	88	5,861	2,633	5,895	196	209	-
Interest on bonds, notes, and lease obligations.....	(3,118)	-	(11,805)	(4,687)	(5,170)	-	(78)	(87)
Amortization of deferred debt expense.....	(46)	-	(72)	(228)	(291)	-	(6)	-
Oil and gas royalties.....	-	-	1,887	145	-	-	-	-
Other revenue (expense).....	-	(6)	(1,509)	14	(3)	-	(2)	267
Settlement of litigation.....	-	-	-	-	-	-	-	-
Total non-operating revenues (expenses).....	(2,672)	3,612	(5,638)	(2,123)	431	196	123	180
Income (loss) before operating transfers.....	(1,575)	(3,559)	(3,757)	(3,291)	8,852	670	860	(2,048)
Operating transfers in.....	1,017	1,701	130	318	29	-	-	2,138
Operating transfers out.....	-	-	(128)	(22)	(21)	(390)	-	-
Net operating transfers.....	1,017	1,701	2	296	8	(390)	-	2,138
Net income (loss).....	(558)	(1,858)	(3,755)	(2,995)	8,860	280	860	90
Depreciation transferred to contributions.....	-	1,317	-	-	-	-	-	-
Increase (decrease) in retained earnings.....	(558)	(541)	(3,755)	(2,995)	8,860	280	860	90
Retained earnings (deficit), beginning.....	(8,480)	1,491	43,344	(7,951)	(56,804)	(3,313)	2,293	6,119
Restatements.....	-	-	-	-	-	-	-	-
Residual equity transfers.....	(628)	-	-	-	-	-	-	-
Retained earnings (deficit), ending.....	(\$9,666)	\$950	\$39,589	(\$10,946)	(\$47,944)	(\$3,033)	\$3,153	\$6,209

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	AmCare	Fairgrounds	Myriad	Parks and	Public	Port	Totals	
	Fund	and Stadium Fund	Gardens Fund	Recreation Fund	Events Fund	Authority Fund	1990	1989
<b>OPERATING REVENUES</b>								
Charges for services:								
Transportation.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$1,476	\$1,480
Parking.....	-	-	28	-	-	-	6,436	6,807
Admissions.....	-	-	146	308	-	-	2,680	1,149
Rental income.....	-	317	24	121	2,347	6	18,516	16,117
Water charges.....	-	-	-	-	-	-	28,589	30,662
Wastewater charges.....	-	-	-	-	-	-	40,005	36,798
Sanitation charges.....	-	-	-	-	-	-	11,246	10,364
Ambulance charges.....	11,385	-	-	-	-	-	11,385	12,429
Landing fees.....	-	-	-	-	-	-	2,144	1,946
Green fees.....	-	-	-	-	-	-	2,765	2,563
Concessions.....	-	-	48	23	-	-	1,935	1,683
	11,385	317	246	452	2,347	6	127,177	121,998
Other.....	-	-	-	-	8	-	1,285	1,583
Total operating revenues.....	11,385	317	246	452	2,355	6	128,462	123,581
<b>OPERATING EXPENSES</b>								
Personal services.....	4,317	2	384	1,136	1,834	-	40,266	35,383
Maintenance, operations, and contractual services.....	939	7	144	728	1,282	-	43,619	43,745
Materials and supplies.....	523	-	189	116	376	-	11,175	10,295
Bad debt expense.....	6,330	-	-	-	-	-	7,521	7,743
Depreciation.....	386	746	415	279	868	-	29,930	27,681
Interest.....	-	-	-	-	-	-	7	146
Other.....	-	-	-	-	-	-	141	155
Total operating expenses.....	12,495	755	1,132	2,259	4,360	-	132,659	125,148
Operating income (loss).....	(1,110)	(438)	(886)	(1,807)	(2,005)	6	(4,197)	(1,567)
<b>NON-OPERATING REVENUES (EXPENSES)</b>								
Operating grants.....	-	-	-	-	-	-	3,530	3,363
Investment income.....	10	24	21	25	140	1	15,595	12,484
Interest on bonds, notes, and lease obligations.....	(16)	(3)	-	-	(1)	-	(24,965)	(20,036)
Amortization of deferred debt expense.....	-	-	-	-	-	-	(643)	(669)
Oil and gas royalties.....	-	-	-	-	-	-	2,032	2,483
Other revenue (expense).....	(645)	-	-	-	-	-	(1,884)	1,181
Settlement of litigation.....	-	-	-	-	-	-	-	(4,775)
Total non-operating revenues (expenses).....	(651)	21	21	25	139	1	(6,335)	(5,969)
Income (loss) before operating transfers.....	(1,761)	(417)	(865)	(1,782)	(1,866)	7	(10,532)	(7,536)
Operating transfers in.....	2,214	-	468	1,730	1,180	-	10,925	8,536
Operating transfers out.....	-	-	-	-	(40)	-	(601)	-
Net operating transfers.....	2,214	-	468	1,730	1,140	-	10,324	8,536
Net income (loss).....	453	(417)	(397)	(52)	(726)	7	(208)	1,000
Depreciation transferred to contributions.....	-	-	-	-	-	-	1,317	1,312
Increase (decrease) in retained earnings.....	453	(417)	(397)	(52)	(726)	7	1,109	2,312
Retained earnings (deficit), beginning.....	42	5,215	(3,044)	-	(159)	5	(21,242)	(20,292)
Restatements.....	-	-	-	-	-	-	-	(3,027)
Residual equity transfers.....	(495)	-	-	-	-	-	(1,123)	(235)
Retained earnings (deficit), ending.....	\$ -	\$4,798	(\$3,441)	(\$52)	(\$885)	\$12	(\$21,256)	(\$21,242)

CITY OF OKLAHOMA CITY  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
Increase (Decrease) in Cash and Cash Equivalents  
year ended June 30, 1990  
(dollars are in thousands)

	Parking Fund	Transportation Fund	Airports Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Courses Fund	Zoological Fund
<u>Cash flows from operating activities:</u>								
Cash received from customers.....	\$3,689	\$1,626	\$20,441	\$28,374	\$37,635	\$11,245	\$4,740	\$3,509
Cash payments to suppliers for goods and services.....	(1,342)	(3,333)	(5,680)	(11,845)	(14,146)	(7,462)	(1,363)	(3,072)
Cash payments to employees for services.....	(194)	(3,623)	(3,708)	(9,496)	(6,104)	(3,048)	(2,158)	(2,445)
Other operating revenues (expenses).....	-	-	-	26	90	-	(1)	-
Net cash provided (used) by operating activities.....	2,153	(5,330)	11,053	7,059	17,475	735	1,218	(2,008)
<u>Cash flows from non-capital financing activities:</u>								
Borrowings under loan agreements.....	-	-	-	721	(721)	-	-	-
Residual equity transfers.....	-	-	-	-	-	-	-	-
Payments on notes receivable.....	-	-	-	-	8	-	-	-
Receipts from oil and gas royalties.....	-	-	1,938	-	-	-	-	-
Receipts for damages to property.....	-	-	23	-	-	-	-	-
Operating grants received.....	-	3,584	-	-	-	-	-	-
Operating transfers in (out).....	1,032	1,702	-	355	49	(391)	-	2,138
Contributions.....	-	-	-	-	-	2	-	-
Net cash provided (used) by non-capital financing activities.....	1,032	5,286	1,961	1,076	(664)	(389)	-	2,138
<u>Cash flows from capital and related financing activities:</u>								
Proceeds from sale of revenue bonds and notes payable.....	-	-	5,506	-	-	-	693	930
Acquisition and construction of capital assets.....	(14)	(2,802)	(23,480)	(6,278)	(10,977)	(17)	(983)	(83)
Principal paid on bonds, notes, and lease obligations.....	(1,020)	-	(3,957)	-	(6,895)	(19)	(596)	(1,081)
Interest paid on bonds, notes, and lease obligations.....	(3,001)	-	(11,530)	(1,045)	(3,457)	-	(84)	(101)
Proceeds from sale of equipment.....	-	58	-	-	-	-	-	49
Grant repayment.....	-	(48)	-	-	-	-	-	-
Contributions.....	-	2,695	4,231	1,401	1,466	-	2	156
Net cash provided (used) by capital and related financing activities.....	(4,035)	(97)	(29,230)	(5,922)	(19,863)	(36)	(968)	(130)
<u>Cash flows from investing activities:</u>								
Purchase of investments.....	-	-	(103,950)	(1,740)	(1,958)	-	-	-
Proceeds from sale of investments.....	-	-	115,879	1,832	5,662	3	1	-
Investment income.....	497	75	5,960	2,432	4,208	196	196	14
Net cash provided (used) by investing activities.....	497	75	17,889	2,524	7,912	199	197	14
Net increase (decrease) in cash and cash equivalents.....	(353)	(66)	1,673	4,737	4,860	509	447	14
Cash and cash equivalents at July 1, 1989.....	7,237	939	9,948	26,096	49,045	1,471	2,030	228
Cash and cash equivalents at June 30, 1990.....	\$6,884	\$873	\$11,621	\$30,833	\$53,905	\$1,980	\$2,477	\$242

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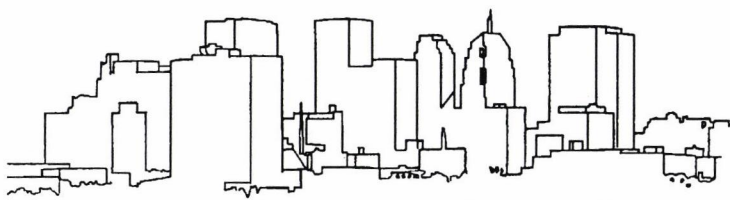
	AmCare Fund	Fairgrounds and Stadium Fund	Myriad Gardens Fund	Parks and Recreation Fund	Public Events Fund	Port Authority Fund	Totals 1990
<u>Cash flows from operating activities:</u>							
Cash received from customers.....	\$5,856	\$ -	\$243	\$377	\$2,372	\$5	\$120,112
Cash payments to suppliers for goods and services.....	(1,643)	(131)	(320)	(749)	(1,470)	-	(52,556)
Cash payments to employees for services.....	(4,240)	-	(369)	(1,117)	(1,793)	-	(38,295)
Other operating revenues (expenses).....	(822)	-	-	-	1	-	(706)
Net cash provided (used) by operating activities.....	(849)	(131)	(446)	(1,489)	(890)	5	28,555
<u>Cash flows from non-capital financing activities:</u>							
Borrowings under loan agreements.....	-	-	-	-	-	-	-
Residual equity transfers.....	(57)	-	-	-	-	-	(57)
Payments on notes receivable.....	-	-	-	-	-	-	8
Receipts from oil and gas royalties.....	-	-	-	-	-	-	1,938
Receipts for damages to property.....	-	-	-	-	-	-	23
Operating grants received.....	-	-	-	-	-	-	3,584
Operating transfers in (out).....	2,214	-	496	1,736	1,192	-	10,523
Contributions.....	-	-	80	7	309	-	398
Net cash provided (used) by non-capital financing activities.....	2,157	-	576	1,743	1,501	-	16,417
<u>Cash flows from capital and related financing activities:</u>							
Proceeds from sale of revenue bonds and notes payable.....	-	-	-	-	-	-	7,129
Acquisition and construction of capital assets.....	(867)	(850)	(66)	(18)	(478)	-	(46,913)
Principal paid on bonds, notes, and lease obligations.....	(174)	(20)	-	-	(13)	-	(13,775)
Interest paid on bonds, notes, and lease obligations.....	(16)	(3)	-	-	(1)	-	(19,238)
Proceeds from sale of equipment.....	-	-	-	-	-	-	107
Grant repayment.....	-	-	(35)	-	-	-	(83)
Contributions.....	-	856	27	9	-	-	10,843
Net cash provided (used) by capital and related financing activities.....	(1,057)	(17)	(74)	(9)	(492)	-	(61,930)
<u>Cash flows from investing activities:</u>							
Purchase of investments.....	-	-	(80)	-	-	-	(107,728)
Proceeds from sale of investments.....	-	20	-	-	-	-	123,397
Investment income.....	10	27	17	25	103	1	13,761
Net cash provided (used) by investing activities.....	10	47	(63)	25	103	1	29,430
Net increase (decrease) in cash and cash equivalents.....	261	(101)	(7)	270	222	6	12,472
Cash and cash equivalents at July 1, 1989.....	(261)	469	1,437	-	1,203	5	99,847
Cash and cash equivalents at June 30, 1990.....	\$ -	\$368	\$1,430	\$270	\$1,425	\$11	\$112,319

CITY OF OKLAHOMA CITY  
ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
Increase (Decrease) in Cash and Cash Equivalents  
year ended June 30, 1990  
(dollars are in thousands)

	Parking Fund	Transportation Fund	Airports Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Courses Fund	Zoological Fund
<u>Reconciliation of operating income to net cash</u>								
<u>provided (used) by operating activities:</u>								
Operating income (loss).....	\$1,097	(\$7,171)	\$1,881	(\$1,168)	\$8,421	\$474	\$737	(\$2,228)
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities:								
Depreciation.....	927	1,382	8,585	6,573	8,798	67	461	443
Amortization of deferred lease revenue.....	-	-	-	-	-	-	-	(46)
Transfers reducing operating expenses.....	-	-	-	-	-	-	(21)	-
Assets received in lieu of revenue.....	-	-	-	-	-	-	-	-
Non-cash operating expenses.....	-	46	-	-	2,373	-	-	-
Non-operating revenues (expenses) .....	-	28	-	171	2	-	7	-
Changes in assets and liabilities:								
(Increase) decrease in accounts receivable.....	9	(58)	541	(147)	(1,791)	184	(1)	53
(Increase) decrease in due from other funds.....	-	-	-	(93)	(153)	-	-	-
(Increase) decrease in interfund receivables.....	-	-	-	126	103	-	-	-
(Increase) decrease in inventories.....	-	-	47	799	(573)	-	8	(3)
(Increase) decrease in other assets.....	-	14	(8)	-	-	-	1	(30)
(Increase) decrease in note receivable.....	-	-	-	-	(110)	-	-	-
Increase (decrease) in accounts payable and accrued expenses...	40	494	(69)	768	368	(44)	65	(197)
Increase (decrease) in due to other funds.....	-	-	5	24	37	16	(55)	-
Increase (decrease) in liabilities payable from restricted assets..	80	-	-	-	-	-	-	-
Increase (decrease) in deferred revenue.....	-	-	-	-	-	38	-	-
Increase (decrease) in compensated absences.....	-	(65)	71	-	-	-	16	-
Increase (decrease) in due to Federal government.....	-	-	-	6	-	-	-	-
Total adjustments.....	1,056	1,841	9,172	8,227	9,054	261	481	220
Net cash provided (used) by operating activities.....	\$2,153	(\$5,330)	\$11,053	\$7,059	\$17,475	\$735	\$1,218	(\$2,008)
<u>Non-cash investing, capital and financing activities:</u>								
Deferred interest expense on revenue bonds.....	\$43	\$ -	\$ -	\$3,549	\$2,210	\$ -	\$ -	\$ -
Capital assets contributed by developers.....	-	360	-	813	196	-	-	-
Water rights acquired by issuance of notes payable.....	-	-	-	750	-	-	-	-
Change in estimate for McGee Creek water rights.....	-	-	-	(24,460)	-	-	-	-
Non-cash residual equity transfers:								
Accounts receivable.....	-	-	-	-	-	-	-	-
Property and equipment, net.....	-	-	-	-	-	-	-	-
Other assets.....	-	-	-	-	-	-	-	-
Accounts payable and accrued expenses.....	-	-	-	-	-	-	-	-
Deferred revenue.....	-	-	-	-	-	-	-	-
Total non-cash investing, capital, and financing activities.....	\$43	\$360	\$ -	(\$19,348)	\$2,406	\$ -	\$ -	\$ -

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	AmCare Fund	Fairgrounds and Stadium Fund	Myriad Gardens Fund	Parks and Recreation Fund	Public Events Fund	Port Authority	Total 1990
<u>Reconciliation of operating income to net cash provided (used) by operating activities:</u>							
Operating income (loss).....	(\$1,110)	(\$438)	(\$886)	(\$1,807)	(\$2,005)	\$6	(\$4,197)
Adjustments to reconcile operating income (loss) to net cash provided (used) for operating activities:							
Depreciation.....	386	746	415	279	868	-	29,930
Amortization of deferred lease revenue.....	-	-	-	-	-	-	(46)
Transfers reducing operating expenses.....	-	-	-	-	-	-	(21)
Assets received in lieu of revenue.....	-	(250)	-	-	-	-	(250)
Non-cash operating expenses.....	-	-	-	-	-	-	2,419
Non-operating revenues (expenses).....	(645)	-	-	-	-	-	(437)
Changes in assets and liabilities:							
(Increase) decrease in accounts receivable.....	292	-	-	-	18	(1)	(901)
(Increase) decrease in due from other funds.....	-	-	7	(81)	-	-	(320)
(Increase) decrease in interfund receivables.....	-	-	-	-	-	-	229
(Increase) decrease in inventories.....	-	-	(33)	14	25	-	284
(Increase) decrease in other assets.....	(55)	-	-	-	-	-	(78)
(Increase) decrease in note receivable.....	-	-	-	-	-	-	(110)
Increase (decrease) in accounts payable and accrued expenses.....	(210)	(122)	56	122	192	-	1,463
Increase (decrease) in due to other funds.....	(18)	-	-	3	1	-	13
Increase (decrease) in liabilities payable from restricted assets.....	-	-	(5)	-	-	-	75
Increase (decrease) in deferred revenue.....	511	(67)	-	-	-	-	482
Increase (decrease) in compensated absences.....	-	-	-	(19)	11	-	14
Increase (decrease) in due to Federal government.....	-	-	-	-	-	-	6
Total adjustments.....	261	307	440	318	1,115	(1)	32,752
Net cash provided (used) by operating activities.....	(\$849)	(\$131)	(\$446)	(\$1,489)	(\$890)	\$5	\$28,555
<u>Non-cash investing, capital and financing activities:</u>							
Deferred interest expense on revenue bonds.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$5,802
Capital assets contributed by developers.....	-	-	-	-	-	-	1,369
Water rights acquired by issuance of notes payable.....	-	-	-	-	-	-	750
Change in estimate for McGee Creek water rights.....	-	-	-	-	-	-	(24,460)
Non-cash residual equity transfers:							
Accounts receivable.....	(1,193)	-	-	-	-	-	(1,193)
Property and equipment, net.....	(1,338)	-	-	-	-	-	(1,338)
Other assets.....	(199)	-	-	-	-	-	(199)
Accounts payable and accrued expenses.....	1,218	-	-	-	-	-	1,218
Deferred revenue.....	1,074	-	-	-	-	-	1,074
Total non-cash investing, capital, and financing activities.....	(\$438)	\$ -	\$ -	\$ -	\$ -	\$ -	(\$16,977)



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**Internal services funds are used to account for the financing of goods or services provided by one department to other departments within the City.**

- \* **Equipment Services Fund** - Established to account for the operation of the City's motor pool.
- \* **Risk Management Fund** - Established to administer the City's various insurance programs.

## INTERNAL SERVICES FUNDS

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 CITY OF OKLAHOMA CITY, OKLAHOMA  
 INTERNAL SERVICES FUNDS  
 COMBINING BALANCE SHEET  
 year ended June 30, 1990  
 with comparative totals for June 30, 1989  
 (dollars are in thousands)

<u>ASSETS</u>	Equipment	Risk	Totals	
	Services Fund	Management Fund	1990	1989
Pooled cash and cash equivalents.....	\$591	\$5,901	\$6,492	\$615
Non-pooled cash and cash equivalents.....	-	1,198	1,198	-
Investments, at cost.....	-	3,700	3,700	-
Accounts receivable.....	-	45	45	-
Interest receivable.....	-	145	145	-
Due from other funds.....	515	5	520	426
Inventories.....	467	-	467	438
Other.....	-	139	139	-
Total current assets.....	1,573	11,133	12,706	1,479
Property and equipment, net.....	1,896	35	1,931	1,948
Total assets.....	\$3,469	\$11,168	\$14,637	\$3,427
 <u>LIABILITIES AND FUND EQUITY</u>				
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable and accrued expenses.....	\$466	\$10,612	\$11,078	\$498
Due to other funds.....	7	1,059	1,066	7
Current portion of long-term debt.....	50	1,460	1,510	48
Total current liabilities.....	523	13,131	13,654	553
Long-term debt:				
Compensated absences, non-current.....	278	42	320	218
Estimated tort claims payable.....	-	2,000	2,000	-
Total liabilities.....	801	15,173	15,974	771
<u>FUND EQUITY</u>				
Contributed capital.....	3,254	20	3,274	3,235
Retained earnings (deficit):				
Unreserved.....	(586)	(4,025)	(4,611)	(579)
Total retained earnings (deficit).....	(586)	(4,025)	(4,611)	(579)
Total fund equity.....	2,668	(4,005)	(1,337)	2,656
Total liabilities and fund equity.....	\$3,469	\$11,168	\$14,637	\$3,427

CITY OF OKLAHOMA CITY, OKLAHOMA  
INTERNAL SERVICES FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES, AND  
CHANGES IN RETAINED EARNINGS (DEFICIT)

year ended June 30, 1990

with comparative totals for June 30, 1989

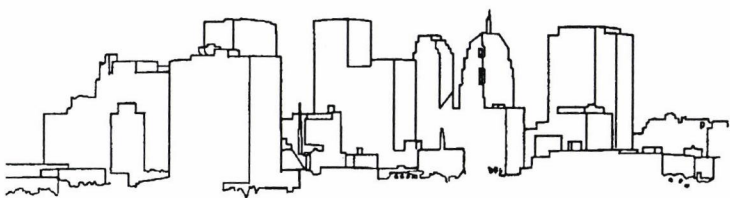
(dollars are in thousands)

	Equipment	Risk	Totals	
	Services Fund	Management Fund	1990	1989
<b><u>OPERATING REVENUES</u></b>				
Internal services charges.....	\$6,052	\$18,502	\$24,554	\$5,992
Total operating revenues.....	6,052	18,502	24,554	5,992
<b><u>OPERATING EXPENSES</u></b>				
Personal services.....	2,732	362	3,094	2,757
Maintenance, operations, and contractual services.....	716	19,849	20,565	723
Materials and supplies.....	2,513	29	2,542	2,797
Depreciation.....	95	6	101	132
Total operating expenses.....	6,056	20,246	26,302	6,409
Operating income (loss).....	(4)	(1,744)	(1,748)	(417)
<b><u>NON-OPERATING REVENUES (EXPENSES)</u></b>				
Investment income.....	-	772	772	-
Interest on judgments.....	-	(152)	(152)	-
Other revenue (expense).....	(3)	-	(3)	-
Total non-operating revenues (expenses).....	(3)	620	617	-
Income (loss) before operating transfers.....	(7)	(1,124)	(1,131)	(417)
Operating transfers in.....	-	3,443	3,443	4
Operating transfers out.....	-	(1,300)	(1,300)	(30)
Net operating transfers.....	-	2,143	2,143	(26)
Net income (loss).....	(7)	1,019	1,012	(443)
Retained earnings (deficit), beginning.....	(579)	-	(579)	(136)
Liabilities assumed from				
General Long-term Debt Account Group.....	-	(4,426)	(4,426)	-
Residual equity transfers.....	-	(618)	(618)	-
Retained earnings (deficit), ending.....	(\$586)	(\$4,025)	(\$4,611)	(\$579)

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CITY OF OKLAHOMA CITY  
INTERNAL SERVICES FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
Increase (Decrease) in Cash and Cash Equivalents  
year ended June 30, 1990  
(dollars are in thousands)

	Equipment Services Fund	Risk Management Fund	Totals 1990
<u>Cash flows from operating activities:</u>			
Cash received from customers.....	\$5,964	\$18,457	\$24,421
Cash payments to suppliers for goods and services.....	(3,287)	(17,888)	(21,175)
Cash payments to employees for services.....	(2,668)	(340)	(3,008)
Cash payments for damages.....	-	(62)	(62)
Cash payments for judgments.....	-	(971)	(971)
Net cash provided (used) by operating activities.....	9	(804)	(795)
<u>Cash flows from non-capital financing activities:</u>			
Residual equity transfers.....	-	5734	5,734
Interest on judgments.....	-	(95)	(95)
Operating transfers in (out) .....	-	1,784	1,784
Net cash provided by non-capital and related financing activities.....	-	7,423	7,423
<u>Cash flows from capital and related financing activities:</u>			
Acquisition and construction of capital assets.....	(33)	(33)	(66)
Contributions.....	-	11	11
Net cash used by capital and related financing activities.....	(33)	(22)	(55)
<u>Cash flows from investing activities:</u>			
Purchase of investments.....	-	(126)	(126)
Investment income.....	-	628	628
Net cash provided by investing activities.....	-	502	502
Net increase (decrease) in cash and cash equivalents.....	(24)	7,099	7,075
Cash and cash equivalents at July 1, 1989.....	615	-	615
Cash and cash equivalents at June 30, 1990.....	\$591	\$7,099	\$7,690
<u>Reconciliation of operating income to net cash provided (used) by operating activities:</u>			
Operating income (loss).....	(\$4)	(\$1,744)	(\$1,748)
Adjustments to reconcile operating income to net cash used for operating activities:			
Depreciation.....	95	6	101
Changes in assets and liabilities:			
(Increase) decrease in accounts receivable.....	-	(45)	(45)
(Increase) decrease in due from other funds.....	(88)	-	(88)
(Increase) decrease in inventories.....	(29)	-	(29)
(Increase) decrease in other assets.....	-	(139)	(139)
Increase (decrease) in accounts payable and accrued expenses.....	(27)	939	912
Increase (decrease) in due to other funds.....	(1)	1	-
Increase (decrease) in compensated absences.....	63	5	68
Increase (decrease) in estimated tort claims payable.....	-	173	173
Total adjustments.....	13	940	953
Net cash provided (used) by operating activities.....	\$9	(\$804)	(\$795)
<u>Non-cash investing, capital, and financing activities:</u>			
Non-cash residual equity transfers:			
Non-pooled investments.....	\$ -	\$3,574	\$3,574
Reserve for insurance liabilities.....	-	(8,926)	(8,926)
Other payables.....	-	(1,000)	(1,000)
Amortization of judgments paid in previous years.....	-	353	353
Total non-cash investing, capital, and financing activities.....	\$ -	(\$5,999)	(\$5,999)



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## TRUST & AGENCY FUNDS

- \* **Expendable Trust Fund** - *The City's Expendable Trust Fund is used to account for contributions to the City designated for specific purposes.*
- \* **Agency Fund** - *The City's Agency Fund is used to account for various deposits, bail bonds, performance bonds, escrow monies and deferred compensation plans.*
- \* **Pension Trust Funds**  
*Pension trust funds are used to account for public employee retirement systems.*

**Oklahoma City Employee Retirement System Fund** - Established in 1958 to account for the receipt, investment, and distribution of retirement contributions from the City and its non-uniformed employees.

**COTPA Employee Retirement Fund** - Established in 1970 to account for the receipt, investment, and distribution of retirement contributions of the COTPA and its employees.

**AmCare Employee Retirement Fund** - Established in 1982 to account for the receipt, investment, and distribution of retirement contributions of the COAT and its employees.

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**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**TRUST AND AGENCY FUNDS**  
**COMBINING BALANCE SHEET**  
*June 30, 1990*  
*with comparative totals for June 30, 1989*  
*(dollars are in thousands)*

	Expendable Trust Fund	Agency Fund	Pension Trust Funds			Totals	
			Oklahoma City Employee Retirement System Fund	COTPA Employee Retirement Fund	AmCare Employee Retirement Fund	1990	1989
<b>ASSETS</b>							
Pooled cash and cash equivalents.....	\$578	\$575	\$ -	\$ -	\$ -	\$1,153	\$1,140
Non-pooled cash and cash equivalents.....	-	-	12	7	309	328	13
Investments, at cost.....	3	-	91,841	840	-	92,684	85,674
Deferred compensation investments.....	-	14,340	-	-	-	14,340	11,425
	3	14,340	91,841	840	-	107,024	97,099
Accounts receivable.....	10	-	102	-	-	112	149
Interest receivable.....	-	-	1,269	7	-	1,276	1,131
Due from other funds.....	-	15	180	2	-	197	239
Total assets.....	\$591	\$14,930	\$93,404	\$856	\$309	\$110,090	\$99,771
<b>LIABILITIES AND FUND BALANCES</b>							
<b>LIABILITIES</b>							
Accounts payable and accrued expenses...	\$49	\$9	\$130	\$2	\$309	\$499	\$220
Bank overdraft.....	-	-	-	-	-	-	170
	49	9	130	2	309	499	390
Due to other funds.....	-	34	-	-	-	34	67
Due to depositors.....	-	547	-	-	-	547	546
Deferred compensation benefits due to employees and beneficiaries.....	-	14,340	-	-	-	14,340	11,425
Total liabilities.....	49	14,930	130	2	309	15,420	12,428
<b>FUND BALANCES</b>							
Reserved for employee retirement benefits.....	-	-	93,274	854	-	94,128	86,755
Unreserved:							
Designated for specific fund purposes...	542	-	-	-	-	542	588
Total fund balances.....	542	-	93,274	854	-	94,670	87,343
Total liabilities and fund balances.....	\$591	\$14,930	\$93,404	\$856	\$309	\$110,090	\$99,771

CITY OF OKLAHOMA CITY, OKLAHOMA  
 AGENCY FUND  
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 year ended June 30, 1990  
 (dollars are in thousands)

	<u>Balance</u> July 1, 1989	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> June 30, 1990
<b><u>ASSETS</u></b>				
Pooled cash and cash equivalents.....	\$563	\$2,868	\$2,856	\$575
Deferred compensation investments.....	11,425	3,536	621	14,340
Due from other funds.....	55	15	55	15
	<hr/>			
Total assets.....	\$12,043	\$6,419	\$3,532	\$14,930
	<hr/> <hr/>			
<b><u>LIABILITIES</u></b>				
Accounts payable and accrued expenses....	\$5	\$67	\$63	\$9
Due to other funds.....	67	199	232	34
Due to depositors.....	546	2,617	2,616	547
Deferred compensation benefits due to employees and beneficiaries.....	11,425	3,536	621	14,340
	<hr/>			
Total liabilities.....	\$12,043	\$6,419	\$3,532	\$14,930
	<hr/> <hr/>			

See accompanying notes to financial statements.

CITY OF OKLAHOMA CITY OKLAHOMA 5

PENSION TRUST FUNDS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES

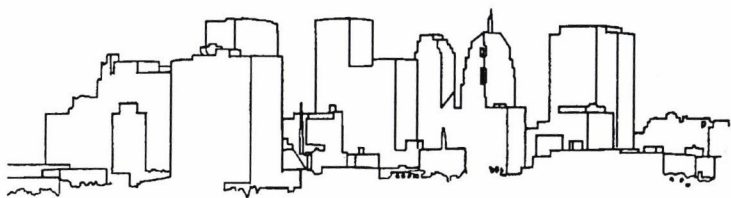
year ended June 30, 1990

with comparative totals for year ended June 30, 1989

(dollars are in thousands)

	Oklahoma City Employee Retirement <u>System Fund</u>	COTPA Employee Retirement <u>Fund</u>	AmCare Employee Retirement <u>Fund</u>	<u>Totals</u>	
				1990	1989
<b><u>OPERATING REVENUES</u></b>					
Investment income.....	\$7,274	\$67	\$36	\$7,377	\$6,407
Pension contributions:					
Employer.....	4,192	28	-	4,220	4,182
Employee.....	3,011	39	-	3,050	2,986
	7,203	67	-	7,270	7,168
Other.....	11	-	-	11	17
Total operating revenues.....	14,488	134	36	14,658	13,592
<b><u>OPERATING EXPENSES</u></b>					
Benefits paid.....	4,773	55	159	4,987	4,753
Investment expenses.....	450	7	4	461	405
Employees' contributions refunded.....	1,520	72	-	1,592	1,729
Other.....	19	4	12	35	18
Distribution of assets.....	-	-	207	207	-
Total operating expenses.....	6,762	138	382	7,282	6,905
Net income (loss) before operating transfer.....	7,726	(4)	(346)	7,376	6,687
Operating transfer in.....	103	-	-	103	-
Net operating transfer.....	103	-	-	103	-
Net income (loss).....	7,829	(4)	(346)	7,479	6,687
Fund balances, beginning.....	85,445	858	451	86,754	80,067
Residual equity transfer.....	-	-	(105)	(105)	-
Fund balances, ending.....	\$93,274	\$854	\$ -	\$94,128	\$86,754

See accompanying notes to financial statements.





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 CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF GENERAL FIXED ASSETS  
 BY SOURCE  
 June 30, 1990  
 with comparative totals for June 30, 1989  
 (dollars are in thousands)

	1990	1989
General fixed assets:		
Land.....	\$26,169	\$25,893
Buildings.....	42,709	52,609
Improvements other than buildings.....	11,830	10,004
Machinery and equipment.....	51,597	41,144
Assets under capital leases.....	2,288	8,016
Equity interest in joint venture.....	1,409	-
Construction in progress.....	2,369	1,459
	<hr/>	<hr/>
Total general fixed assets.....	<u>\$138,371</u>	<u>\$139,125</u>
Investment in general fixed assets from:		
General Fund.....	\$11,653	\$23,273
Street and Alley Fund.....	668	1,014
Hunting and Fishing Fund.....	10	11
Enforcement and Training Fund.....	214	227
Federal Grants Fund.....	2,803	2,907
Emergency Management Fund.....	1,205	-
Police Fund.....	3,626	-
Fire Fund.....	1,772	-
General Purpose Fund.....	13,365	-
Revenue Sharing Fund.....	10,718	11,304
Capital Projects Fund.....	81,170	85,632
Donations.....	7,470	6,741
Capital Lease Obligations.....	2,288	8,016
Joint Venture.....	1,409	-
	<hr/>	<hr/>
Total investment in general fixed assets.....	<u>\$138,371</u>	<u>\$139,125</u>

CITY OF OKLAHOMA CITY, OKLAHOMA  
SCHEDULE OF GENERAL FIXED ASSETS  
BY FUNCTION AND ACTIVITY

June 30, 1990

(dollars are in thousands)

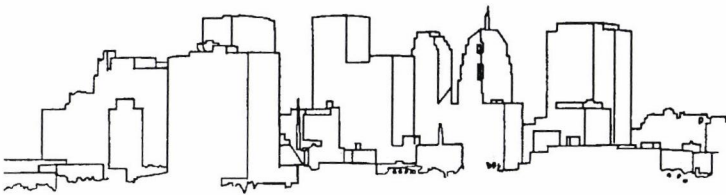
<u>FUNCTION AND ACTIVITY</u>	<u>Land</u>	<u>Buildings</u>	<u>Improvements other than buildings</u>	<u>Machinery and equipment</u>	<u>Assets under capital leases</u>	<u>Equity interest in joint venture</u>	<u>Construction in progress</u>	<u>Total</u>
General government.....	\$712	\$7,311	\$2,176	\$11,936	\$945	\$ -	\$ -	\$23,080
Public safety:								
Police.....	117	6,241	1,414	13,802	1,014	-	-	22,588
Fire.....	859	14,086	1,034	9,762	6	-	-	25,747
Safety and emergency.....	33	4,488	-	2,486	179	1,409	-	8,595
Total public safety.....	1,009	24,815	2,448	26,050	1,199	1,409	-	56,930
Community services:								
Public services.....	8,354	2,295	682	1,556	109	-	-	12,996
Culture and recreation.....	15,431	7,809	5,459	4,360	-	-	-	33,059
Community development...	663	479	1,065	7,695	35	-	-	9,937
Total community services.....	24,448	10,583	7,206	13,611	144	-	-	55,992
Total general fixed assets allocated to function.....	26,169	42,709	11,830	51,597	2,288	1,409	-	136,002
Construction in progress.....	-	-	-	-	-	-	2,369	2,369
Total general fixed assets.....	\$26,169	\$42,709	\$11,830	\$51,597	\$2,288	\$1,409	\$2,369	\$138,371

CITY OF OKLAHOMA CITY OKLAHOMA 6 8  
 SCHEDULE OF CHANGES IN GENERAL  
 FIXED ASSETS  
 BY FUNCTION AND ACTIVITY  
 year ended June 30, 1990  
 (dollars are in thousands)

<u>FUNCTION AND ACTIVITY</u>	<u>Balance July 1, 1989</u>	<u>Deletion for Capitalization Policy Change</u>	<u>Adjusted Balance July 1, 1989</u>	<u>Additions and Transfers</u>	<u>Deletions and Transfers (1)</u>	<u>Balance June 30, 1990</u>
General government.....	\$21,072	\$1,309	\$19,763	\$3,605	\$288	\$23,080
Public safety:						
Police.....	18,869	602	18,267	6,457	2,136	22,588
Fire.....	22,503	489	22,014	3,758	25	25,747
Safety and emergency.....	7,380	253	7,127	1,547 (2)	79	8,595
Total public safety.....	48,752	1,344	47,408	11,762	2,240	56,930
Community services:						
Public services.....	13,712	87	13,625	886	1,515	12,996
Culture and recreation.....	44,308	439	43,869	338	11,148	33,059
Community development.....	9,822	485	9,337	1,114	514	9,937
Total community services.....	67,842	1,011	66,831	2,338	13,177	55,992
Total general fixed assets allocated to function.....	137,666	3,664	134,002	17,705	15,705	136,002
Construction in progress.....	1,459		1,459	2,718	1,808	2,369
Total general fixed assets.....	\$139,125	\$3,664	\$135,461	\$20,423	\$17,513	\$138,371

(1) Includes \$11,052 (in thousands) transfer of general fixed assets to Parks and Recreation enterprise fund.

(2) Includes \$1,409 (in thousands) of the City's equity interest in the joint venture with EMSA-Western Division.



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**SUPPLEMENTARY  
INFORMATION**

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CITY OF OKLAHOMA CITY OF OKLAHOMA 5 6 7 0  
 CITY OF OKLAHOMA CITY EMPLOYEE RETIREMENT FUND  
 Required Supplementary Information

*Analysis of Funding Progress  
 (dollars are in thousands)*

Calendar Year	(1) Net Assets Available for Benefits, at Cost	(2) PBO	(3) Percentage Funded (1)/(2)	(4) Unfunded PBO (2)-(1)	(5) Annual Covered Payroll	(6) Unfunded PBO as a Percentage of Covered Payroll (4)/(5)
1986	\$62,277	\$ 85,661	72.7%	\$23,384	\$49,255	47.5%
1987	76,318	100,073	76.3	23,755	46,206	51.4
1988	81,514	105,843	77.0	24,329	49,024	49.6
1989	89,190	107,335	83.1	18,145	49,267	36.8

Analysis of the dollar amounts of net assets available for benefits, pension benefit obligation (PBO), and unfunded PBO in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the PBO provides one indication of the plan's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the plan. The unfunded PBO and annual covered payroll are both affected by inflation. Expressing the unfunded PBO as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids the analysis of the progress being made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the plan.

During the transition period, the complete 10 years of the standardized measure of the PBO is unavailable. The Fund will continue to accumulate this required information for disclosure purposes.

*Revenues by Source and Expenses by Type  
 (dollars are in thousands)*

Fiscal Year	Revenues By Source					Total Revenues
	Employee Contributions	Employer Contributions	Employer Contributions As A Percent Of Covered Payroll	Investment Income	Other Revenue	
1981	\$ 2,212	\$ 2,818	7.75%	\$ 2,145	\$ -	\$ 7,175
1982	2,392	3,308	7.75	2,913	-	8,613
1983	3,044	3,957	7.75	3,009	-	10,010
1984	3,226	4,060	7.75	3,649	-	10,935
1985	3,051	4,069	7.75	3,679	-	10,799
1986	2,909	3,744	7.6	7,111	9	13,773
1987	2,995	3,878	8.3	9,526	14	16,413
1988	2,802	3,617	7.37	9,164	219	15,802
1989	2,940	4,093	8.31	6,306	17	13,356
1990	3,011	4,192	8.35	7,274	114	14,591

Fiscal Year	Expenses By Type				Total Expenses
	Benefits	Investment Expenses	Refunds	Other Expenses	
1981	\$ 1,839	\$ 15	\$ 952	\$ 93	\$ 2,899
1982	2,052	17	871	68	3,008
1983	2,264	49	722	28	3,063
1984	2,523	74	936	8	3,541
1985	2,745	90	1,156	55	4,046
1986	2,947	140	1,110	17	4,214
1987	3,256	170	820	23	4,269
1988	4,558	368	1,200	18	6,144
1989	4,691	397	1,702	17	6,807
1990	4,773	450	1,520	19	6,762

Contributions were made in accordance with provisions of the Fund.

**CITY OF OKLAHOMA CITY, OKLAHOMA  
COTPA EMPLOYEE RETIREMENT FUND**  
*Required Supplementary Information*

*Analysis of Funding Progress  
(dollars are in thousands)*

<u>Fiscal Year</u>	(1) <u>Net Assets Available for Benefits, at cost</u>	(2) <u>PBO</u>	(3) <u>Percentage Funded (1)/(2)</u>	(4) <u>Unfunded (Funded) PBO (2)-(1)</u>	(5) <u>Annual Covered Payroll</u>	(6) <u>Unfunded PBO as a Percentage of Covered Payroll (4)/(5)</u>
1985	\$ 602	\$ 720	83.6%	\$ 118	\$ 3,834	3.1%
1986	687	746	92.1	59	3,391	1.7
1987	753	776	97.1	23	3,323	0.7
1988	805	849	94.8	44	3,220	1.4
1989	858	871	98.5	13	3,427	.4
1990	854	797	107.2	(57)	2,395	N/A

Analysis of the dollar amounts of net assets available for benefits, pension benefit obligation (PBO), and unfunded PBO in isolation can be misleading. Expressing the net assets available for benefits as a percentage of the PBO provides one indication of the plan's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the system is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the plan. The unfunded PBO and annual covered payroll are both affected by inflation. Expressing the unfunded PBO as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids the analysis of the progress being made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the plan.

During the transition period, the complete 10 years of the standardized measure of the PBO is unavailable. The Fund will continue to accumulate this required information for disclosure purposes.

*Revenues by Source and Expenses by Type  
(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Revenues By Source</u>					
	<u>Employee Contributions</u>	<u>Employer Contributions</u>	<u>Employer Contributions As A Percent Of Covered Payroll (2)</u>	<u>Investment Income</u>	<u>Other Revenue</u>	<u>Total Revenues</u>
1981	\$ 32	\$ 32	- %	\$ 34	\$ -	\$ 98
1982	35	35	-	43	-	113
1983	43	43	-	45	-	131
1984	48	50	-	52	-	150
1985	46	46	-	(14)	-	78
1986	46	46	1.35	61	-	153
1987	43	43	1.3	65	-	151
1988	41	38	1.2	62	1	142
1989	46	34	1.0	66	1	147
1990	39	28	1.2	67	-	134

<u>Fiscal Year</u>	<u>Expenses By Type</u>				
	<u>Benefits</u>	<u>Investment Expenses</u>	<u>Refunds</u>	<u>Other Expenses</u>	<u>Total Expenses</u>
1981	\$ -	\$ 1	\$ 35(1)	\$ -	\$ 36
1982	-	4	44(1)	-	48
1983	35	3	13	-	51
1984	40	4	21	1	66
1985	43	3	15	-	61
1986	52	5	11	1	69
1987	55	5	24	-	84
1988	54	8	29	-	91
1989	60	7	27	-	94
1990	55	7	72	4	138

Contributions were made in accordance with provisions of the Fund.

- (1) The information available for the years 1981-1982 does not separate benefits and refunds.
- (2) Information was not available for years prior to 1986.

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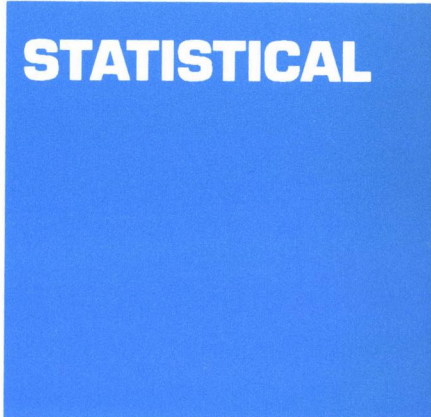
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**STATISTICAL**

TABLE 1

CITY OF OKLAHOMA CITY OKLAHOMA 6 7 2  
**GENERAL FUND**  
**EXPENDITURES AND TRANSFERS BY FUNCTION**  
*Last Ten Fiscal Years*  
*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>General Government</u>	<u>Public Safety</u>	<u>Public Services</u>	<u>Culture and Recreation</u>	<u>Community Development</u>	<u>Other</u>	<u>Net Interfund Transfers</u>	<u>Total</u>
1981	\$ 10,610	\$ 40,368	\$ 174	\$ 7,418	\$ 7,296	\$ 2,277	\$ 12,390	\$ 80,533
1982	12,822	45,101	490	8,214	8,422	3,343	33,765	112,157
1983	20,564	50,966	1,505	9,346	11,916	4,427	17,830	116,554
1984	15,262	55,924	1,829	14,543	11,394	-	24,859	123,811
1985	18,269	57,621	1,540	14,486	11,563	-	17,993	121,472
1986	20,188(1)	59,258	689	12,393	9,352	7	18,256	120,143
1987	21,787	62,088	661	11,090	9,242	-	7,758	112,626
1988	24,184	69,092	680	11,371	6,772	-	11,366	123,465
1989	26,025	73,737	694	8,969	7,704	-	11,625	128,754
1990	23,039(2)	71,739	857	6,928	6,654	-	22,921	132,138

- (1) Prior to 1986, the data processing activities were included in the General Fund. For the fiscal year 1986, an internal service fund was established for data processing activities. However, beginning July 1, 1987, data processing activities were returned to the General Fund.
- (2) This amount includes capital outlay.

TABLE 2

**GENERAL FUND**  
**RATIO OF UNRESERVED FUND BALANCE TO EXPENDITURES AND TRANSFERS**  
*Last Six Fiscal Years*  
*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Unreserved Fund Balance</u>	<u>Annual Expenditures and Net Transfers</u>	<u>Fund Balance as Percent of Expenditures</u>
1985	\$ 23,939	\$ 121,471	19.7%
1986	30,847	120,142	25.7
1987	33,618	112,626	29.8
1988	31,126	123,465	25.2
1989	33,994	128,754	26.4
1990	39,294	132,138	29.7

**CITY OF OKLAHOMA CITY, OKLAHOMA  
GENERAL FUND  
REVENUES BY SOURCE**

*Last Ten Fiscal Years*

*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses, Permits and Fees</u>	<u>Fines and Forfeitures</u>	<u>Investment Income</u>	<u>User Charges</u>	<u>Inter-Governmental Grants</u>	<u>Other Revenues</u>	<u>Total</u>
1981	\$ 74,213	\$ 3,389	\$ 6,002	\$ 1,738	\$ 1,213	\$ 46	\$ 3,559	\$ 90,160
1982	93,835	4,410	5,910	3,482	1,323	77	3,392	112,429
1983	92,585	6,632	5,672	2,901	1,701	75	4,293	113,859
1984	99,211	6,936	6,554	2,130	2,170	75	2,892	119,968
1985	100,259	6,831	7,813	4,630	1,630	-	3,437	124,600
1986	100,003	5,939	7,167	5,191	1,277	-	5,269	124,846
1987	95,613	5,021	6,227	3,045	1,358	-	4,220	115,484
1988	96,710	5,996	6,441	3,799	1,231	-	6,943	121,120
1989	100,172	5,117	7,257	6,732	35(1)	-	8,830	128,143
1990	108,038	6,499	7,822	10,614	-	-	7,694	140,667

(1) Beginning in 1989, user charges for the Myriad Convention Center are reported in the Public Events Fund.

TABLE 4

**TAX REVENUE BY SOURCE**

*Last Ten Fiscal Years*

*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Ad Valorem Tax (1)</u>	<u>Sales Tax (2)</u>	<u>Hotel Motel Tax (3)</u>	<u>Franchise Tax (3)</u>	<u>Alcoholic Beverage Tax (5)</u>
1981	\$26,968	\$ 64,604	\$ 911	\$ 8,698	\$ -
1982	22,883	82,106	1,197	10,532	-
1983	21,925	78,868	1,335	12,382	-
1984	23,445	84,453	1,222	13,535	-
1985	21,355	84,690	1,239	14,330	-
1986	20,346	82,824	1,458	15,721	-
1987	22,045	78,963	1,124	15,044	483(5)
1988	27,648	80,067	1,231	14,924	488
1989	24,786	83,584	1,323	14,808	457
1990	24,923	122,271	1,366	15,628	607

<u>Fiscal Year</u>	<u>State Commercial Vehicle Tax (4)</u>	<u>Bus Mileage Tax (4)</u>	<u>Motor Fuel Excise Tax (4)</u>	<u>Other Tax (6)</u>	<u>Total</u>
1981	\$1,294	\$ 5	\$ 594	\$ -	\$ 103,074
1982	1,465	4	593	-	118,780
1983	1,386	9	541	-	116,446
1984	1,411	4	609	-	124,679
1985	1,449	3	890	-	123,956
1986	1,806	-	955	-	123,110
1987	1,751	-	863	-	120,273
1988	1,786	-	921	-	127,065
1989	1,858	-	784	1,217	128,817
1990	1,949	-	830	2,438	170,012

- (1) These revenues are reported in the Debt Service Fund.
- (2) These revenues are reported in the Police, Fire, and General Funds.
- (3) These revenues are reported in the General Fund.
- (4) These revenues are reported in the Street and Alley Fund. Beginning in fiscal year 1986, Bus Mileage Tax is included with the State Commercial Vehicle Tax.
- (5) Prior to 1987, Alcoholic Beverage Tax was reported as other revenues.
- (6) These revenues are reported in the Emergency Management Fund.

CITY OF OKLAHOMA CITY, OKLAHOMA  
PROPERTY TAX LEVIES AND COLLECTIONS (1)

Last Ten Fiscal Years  
(dollars are in thousands)

<u>Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Total Collections as Percent of Current Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent Taxes as Percent of Current Levy</u>
1981	\$ 28,003	\$ 25,453	90.9%	\$ 1,514(3)	\$ 26,967	96.3%	\$ 2,370	8.46%
1982	23,653	22,071	93.3	812	22,883	96.7	3,139	13.27
1983	23,066	21,052	91.3	767	21,819	94.6	4,385	19.01
1984	21,557	19,985	92.7	1,059	21,044	97.6	4,865	22.57
1985	21,580	20,398	94.5	3,343(4)	23,741	110.0	5,816	26.95
1986	20,463	18,864	92.2	1,193	20,057	98.0	4,848	23.69
1987	22,983	21,122	91.9	821	21,943	95.5	5,495	23.91
1988	28,746	24,461	85.1	1,464	25,925	90.2	4,881	16.98
1989	23,589	22,134	93.8	4,318(5)	26,452	112.1	3,912	16.58
1990	25,087	23,358	93.1	1,400	24,758	98.7	3,332(2)	13.28

- (1) This schedule is prepared on a cash basis and is, therefore, not necessarily comparable to the GAAP basis financial statements.
- (2) The 1990 outstanding delinquent taxes are composed of \$307 thousand, 482 thousand, 531 thousand, 1,160 thousand for 1987, 1988, 1989 and 1990, respectively. Additionally, \$852 thousand is being held in escrow by the counties; \$684, thousand of this escrow is due to litigation arising from a State Attorney General's ruling determining that lessor's from certain Public Trusts were illegally exempted from ad valorem tax. This tax has been paid under protest subject to outcome of the litigation. The remainder of the escrow, \$168 thousand, is due to litigation arising from a 15% blanket reduction in assessed valuation on certain properties.
- (3) This amount includes approximately \$622 thousand which was previously paid under protest and held in escrow.
- (4) This amount includes approximately \$2.2 million which was previously paid under protest and held in escrow.
- (5) This amount includes approximately \$3 million which was previously paid under protest and held in escrow.

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**

*Last Ten Fiscal Years*  
*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Valuation (2)</u>	<u>Homestead Exemption</u>	<u>Net Assessed Valuation (1)</u>	<u>Estimated Fair Market Value</u>
1981	\$ 1,131,878	\$ 90,588	\$ 1,041,290	\$ 9,005,473
1982	1,197,513	90,966	1,106,547	9,529,759
1983	1,338,850	90,440	1,248,410	9,808,740
1984	1,396,581	91,141	1,305,440	10,510,352
1985	1,604,822(3)	92,568	1,512,254	11,009,399
1986	1,719,051(3)	94,197	1,624,854	11,829,988
1987	1,788,078(4)	93,545	1,694,533	12,335,147
1988	1,992,721(5)	92,830	1,899,891	16,127,489
1989	1,911,575(5)	92,843	1,818,732	15,437,502
1990	1,943,796(6)	91,759	1,852,037	15,515,601

- (1) Property taxes are collected for the City of Oklahoma City by five counties: Canadian, Cleveland, McClain, Pottawatomie, and Oklahoma. The determination of net assessed valuation is made annually by each county.
- (2) From 1980 through 1984, the assessed valuation of real estate is approximately 12% of fair market value and the valuation rates for personal property and for utility assets are approximately 15% and 25%, respectively.
- (3) The assessed valuation of real estate is approximately 13.5%, and the valuation rates for personal property and for utility assets are approximately 15% and 26.25%, respectively.
- (4) The assessed valuation of real estate is approximately 13.5%, and the valuation rates for personal property and for utility assets are approximately 15% and 25.5%, respectively.
- (5) The assessed valuation of real estate is approximately 11%, and the valuation rates for personal property and for utility assets are approximately 15% and 26.25%, respectively.
- (6) The assessed valuation of real estate is approximately 11%, and the valuation rates for personal property and for utility assets are approximately 15% and 26.60% respectively.

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**PROPERTY TAX RATES OF DIRECT AND OVERLAPPING**  
**GOVERNMENTS - OKLAHOMA COUNTY**  
**Per \$1,000 Of Net Assessed Valuation (1)**  
*Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>Oklahoma City</u>	<u>Oklahoma County</u>	<u>Oklahoma City Schools</u>	<u>Choctaw Schools</u>	<u>Crooked Oak Schools</u>	<u>Crutchcho Schools</u>	<u>Deer Creek Schools</u>	<u>Edmond Schools</u>	<u>Harrah Schools</u>
1981	26.89	14.70	50.15	69.80	52.81	53.64	52.66	62.25	66.70
1982	21.38	14.64	49.64	65.31	50.73	48.66	55.32	65.45	65.50
1983	18.48	16.50	45.15	72.66	49.12	48.52	76.70	67.92	65.22
1984	16.51	16.59	44.53	76.89	46.64	71.57	74.40	71.66	66.26
1985	14.27	16.43	47.22	73.65	69.17	64.23	82.74	69.95	65.10
1986	12.59	16.35	49.49	69.29	65.52	56.37	87.90	66.91	71.67
1987	13.56	16.30	48.94	74.60	60.87	53.48	81.40	67.59	69.36
1988	15.13	16.29	47.81	68.67	57.86	53.10	84.00	63.82	68.61
1989	12.97	16.20	47.28	74.92	70.04	52.42	71.47	66.86	68.21
1990	13.55	16.17	42.73	68.37	61.80	52.56	64.87	58.56	59.57

<u>Fiscal Year</u>	<u>Jones Schools</u>	<u>Luther Schools</u>	<u>McLoud Schools</u>	<u>Mid-Del Schools</u>	<u>Millwood Schools</u>	<u>Moore Schools</u>	<u>Mustang Schools</u>	<u>Oakdale Schools</u>	<u>Piedmont Schools</u>
1981	68.43	60.99	80.20	52.81	53.17	72.49	69.35	65.50	59.33
1982	64.62	58.65	74.51	57.57	51.93	72.08	60.19	61.85	71.99
1983	58.68	56.57	61.95	61.72	72.13	76.88	54.66	56.72	72.62
1984	60.92	66.86	58.69	64.28	81.12	67.69	74.15	51.43	71.71
1985	58.45	66.58	74.82	59.58	78.88	65.35	62.85	49.55	55.60
1986	56.53	63.13	64.60	58.58	85.49	65.14	55.06	49.45	50.07
1987	55.49	60.15	59.65	63.05	77.55	71.45	54.77	53.41	49.11
1988	53.08	81.11	77.80	69.48	62.26	68.12	44.00	50.88	45.81
1989	53.40	65.34	72.19	60.73	62.79	66.94	44.00	50.70	59.11
1990	47.76	55.07	63.93	54.30	55.61	62.80	50.15	45.87	52.90

<u>Fiscal Year</u>	<u>Putnam City Schools</u>	<u>Schwartz Schools</u>	<u>Western Heights Schools</u>	<u>Oklahoma City Community College</u>	<u>Eastern Oklahoma County Vo-Tech</u>	<u>Rose State College</u>	<u>Francis Tuttle Vo-Tech</u>	<u>Metro-Tech</u>	<u>Moore-Norman Vo-Tech</u>
1981	67.15	52.83	58.86	7.81	5.00	6.49	5.00	5.00	-
1982	64.38	52.19	56.02	7.59	11.00	6.83	5.00	5.00	-
1983	61.93	48.70	59.01	6.50	10.74	6.64	5.00	5.00	-
1984	60.27	48.64	63.84	5.00	10.13	6.46	5.00	5.00	-
1985	63.51	47.93	64.69	5.00	9.20	5.56	10.00	10.00	-
1986	58.75	47.51	62.40	5.00	10.75	5.40	9.00	10.00	-
1987	57.77	54.91	51.96	5.00	10.99	5.89	9.00	10.00	-
1988	57.38	56.89	54.94	5.00	15.46	5.79	9.00	10.00	7.00
1989	55.83	55.32	56.07	5.00	15.88	5.72	11.00	10.00	8.00
1990	52.72	49.69	40.00	5.00	15.50	10.68	12.00	12.00	10.00

(1) Total tax rate for a location may be determined by adding the tax rate for the appropriate school districts to the rate for Oklahoma City and Oklahoma County.

**CITY OF OKLAHOMA CITY, OKLAHOMA  
PROPERTY TAX RATES OF DIRECT AND OVERLAPPING  
GOVERNMENTS - CANADIAN COUNTY  
Per \$1,000 Of Net Assessed Valuation (1)  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Oklahoma City</u>	<u>Canadian County</u>	<u>Banner Schools</u>	<u>Mustang Schools</u>	<u>Piedmont Schools</u>	<u>Yukon Schools</u>	<u>Union City Schools</u>
1981	26.89	10.00	49.88	60.30	69.79	64.80	-
1982	21.38	10.00	48.51	60.19	68.01	68.31	-
1983	18.48	10.00	47.29	54.66	72.62	75.92	70.28
1984	16.51	10.00	46.86	74.15	71.71	74.39	63.46
1985	14.27	10.00	46.56	62.85	55.60	64.47	61.97
1986	12.59	10.00	41.58	55.06	50.07	68.38	58.29
1987	13.56	10.00	46.16	54.77	49.11	72.16	57.75
1988	15.13	10.00	44.00	44.00	45.81	75.22	57.28
1989	12.97	11.50	44.00	44.00	59.11	72.37	53.80
1990	13.55	11.50	40.00	50.15	52.90	65.44	40.00

- (1) Total tax rate for a location may be determined by adding the tax rate for the appropriate school district to the rate for Oklahoma City and Canadian County.

**PROPERTY TAX RATES OF DIRECT AND OVERLAPPING  
GOVERNMENTS - CLEVELAND COUNTY  
Per \$1,000 Of Net Assessed Valuation (1)  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Oklahoma City</u>	<u>Cleveland County</u>	<u>Little Axe Schools</u>	<u>Moore Schools</u>	<u>Mustang Schools</u>	<u>Robin Hill Schools</u>	<u>Schwartz Schools</u>	<u>Norman Schools</u>	<u>Moore-Norman Vo-Tech</u>
1981	26.89	15.50	54.87	72.71	60.30	59.88	55.19	-	-
1982	21.38	15.50	53.84	72.08	60.19	56.14	54.89	-	-
1983	18.48	15.50	61.13	76.88	54.66	47.71	48.70	-	-
1984	16.51	22.53	59.65	67.69	74.15	71.15	48.64	-	-
1985	14.27	17.12	72.29	65.35	62.85	66.75	47.93	-	-
1986	12.59	17.23	71.20	65.14	55.06	59.76	47.51	-	-
1987	13.56	17.40	62.58	71.45	54.77	54.52	54.91	-	-
1988	15.13	16.55	73.09	68.12	44.00	55.08	56.89	58.96	7.00
1989	12.97	16.75	85.12	66.94	44.00	52.79	55.32	62.28	8.00
1990	13.55	16.65	90.19	62.80	50.15	49.54	49.69	60.57	10.00

- (1) Total tax rate for a location may be determined by adding the tax rate for the appropriate school districts to the rate for Oklahoma City, Cleveland County and the Vo-Tech.

**CITY OF OKLAHOMA CITY OF OKLAHOMA 5**  
**PROPERTY TAX RATES OF DIRECT AND OVERLAPPING**  
**GOVERNMENTS - MCCLAIN COUNTY**  
 Per \$1,000 Of Net Assessed Valuation  
 Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Oklahoma City</u>	<u>McClain County</u>	<u>Newcastle Schools</u>	<u>Total</u>
1981	26.89	15.50	62.40	104.79
1982	21.38	15.50	67.51	104.39
1983	18.48	15.50	52.98	86.96
1984	16.51	15.50	53.91	85.92
1985	14.27	15.50	67.02	96.79
1986	12.59	15.50	61.86	89.95
1987	13.56	15.50	59.83	88.89
1988	15.13	15.50	69.00	99.63
1989	12.97	15.50	66.95	95.42
1990	13.55	15.50	76.63	105.68

**PROPERTY TAX RATES OF DIRECT AND OVERLAPPING**  
**GOVERNMENTS - POTTAWATOMIE COUNTY**  
 Per \$1,000 Of Net Assessed Valuation  
 Last Seven Fiscal Years

<u>Fiscal Year</u>	<u>Oklahoma City</u>	<u>Pottawatomie County</u>	<u>McLoud Schools</u>	<u>Total</u>
1984	16.51	14.52	58.69	89.72
1985	14.27	14.51	74.82	103.60
1986	12.59	14.50	64.60	91.69
1987	13.56	14.50	59.65	87.71
1988	15.13	14.52	77.80	107.45
1989	12.97	14.70	72.19	99.86
1990	13.55	14.66	63.93	92.14

(1) Annexation to the City was effective for 1983 and following.

TABLE 8

**CITY OF OKLAHOMA CITY, OKLAHOMA  
PRINCIPAL TAXPAYERS OF OKLAHOMA CITY**

June 30, 1990

(dollars are in thousands)

<u>Taxpayer</u>	<u>Type of Business</u>	<u>1990 Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
Southwestern Bell Telephone Company	Telephone	\$ 97,506	5.27%
Oklahoma Gas and Electric Company	Electric Utility	88,727	4.79
American Telephone and Telegraph Technologies	Communications	37,677	2.03
Oklahoma Natural Gas Company	Gas Utility	20,716	1.12
General Motors Corporation	Automobile Assembly	19,114	1.03
Remington Park	Pari-Mutuel Race Track	8,137	.44
Firestone Tire and Rubber Company	Tire Manufacturing	7,194	.39
JMB Federated Realty Association	Realty Services	6,084	.33
Oklahoma Industries Authority	Issue Industrial Revenue Board	4,291	.23
Powersmith Cogeneration	Energy Producer	3,897	.21
		<u>\$ 293,343</u>	<u>15.84%</u>

The source of this information is the Oklahoma County Assessor's office.

TABLE 9

**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS (1)**

Last Ten Fiscal Years

(dollars are in thousands)

<u>Fiscal Year</u>	<u>Street Improvement</u>		<u>Wastewater Improvement</u>		<u>Water Improvement</u>		<u>Total</u>	
	<u>Billings</u>	<u>Collections</u>	<u>Billings</u>	<u>Collections</u>	<u>Billings</u>	<u>Collections</u>	<u>Billings</u>	<u>Collections (2)</u>
1981	\$ 161	\$ 470	\$ 145	\$ 226	\$ 14	\$ 16	\$ 320	\$ 712
1982	154	192	158	157	142	132	454	481
1983	176	214	148	194	153	154	477	562
1984	183	188	119	148	120	229	422	565
1985	163	196	103	146	105	139	371	481
1986	152	176	62	110	99	106	313	392
1987	154	161	48	80	70	186	272	427
1988	139	174	41	61	65	64	245	299
1989	115	144	33	52	59	82	207	278
1990	101	134	25	40	55	55	181	229

- (1) This table is prepared on a cash basis and is, therefore, not necessarily comparable to the GAAP basis financial statements.
- (2) The special assessment collections include both principal and interest for current annual collections, prepayments, and delinquent collections.

TABLE 10

**COMPUTATION OF LEGAL DEBT MARGIN**

June 30, 1990

The City has no legal debt limit. See Note III. B. 3.

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE AND**  
**BONDED DEBT PER CAPITA**

*Last Ten Fiscal Year*

*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Bonded Debt</u>	<u>Net Assessed Valuation</u>	<u>Ratio of Debt to Net Assessed Valuation</u>	<u>Estimated Population (1) (in thousand)</u>	<u>Per Capita Debt</u>
1981	\$ 224,704	\$ 1,041,290	21.6%	404	\$ 556
1982	208,003	1,106,547	18.8	423	492
1983	190,943	1,248,410	15.3	427	447
1984	171,088	1,305,440	13.1	430	398
1985	152,706	1,512,255	10.1	443	345
1986	134,531	1,624,854	8.3	445	302
1987	152,631	1,694,532	9.0	446	342
1988	135,096	1,899,891	7.1	449	301
1989	168,686	1,818,731	9.3	445	379
1990	166,266	1,852,037	9.0	441(2)	377

- (1) Population estimates are obtained from the Oklahoma Employment Security Commission for 1988, 1989 and the U.S. Census Bureau prior to 1988.
- (2) The U.S. Census Bureau's preliminary population estimate.

TABLE 12

**RATIO OF ANNUAL DEBT SERVICE FUND EXPENDITURES**  
**TO GENERAL FUND EXPENDITURES AND TRANSFERS**

*Last Ten Fiscal Years*

*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Debt Service Expenditures (1)</u>	<u>General Fund Expenditures and Transfers</u>	<u>Ratio</u>
1981	\$ 30,455	\$ 80,533	37.8%
1982	28,520	112,157	25.4
1983	29,439	116,554	25.3
1984	27,798	123,811	22.5
1985	27,160	121,472	22.4
1986	27,771	120,143	23.1
1987	26,985	112,626	24.0
1988	30,878	123,465	25.0
1989	27,635	128,754	21.5
1990	26,397	132,138	19.9

- (1) For the years ended after June 30, 1987, expenditures for the Debt Service Fund included Special Assessment expenditures.

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**

June 30, 1990

(dollars are in thousands)

<u>Entity</u>	<u>Net Debt Outstanding (1)</u>	<u>Percentage Applicable to Oklahoma City</u>	<u>Amount Applicable to Oklahoma City</u>
Oklahoma City	\$138,504	100.00%	\$138,504
Oklahoma County	4,439	71.64	3,180
Oklahoma City Schools	13,648	88.84	12,125
Choctaw Schools	2,091	7.60	159
Cleveland County	1,206	19.39	234
Crooked Oak Schools	1,619	100.00	1,619
Crutcho Schools	174	6.29	11
Deer Creek Schools	1,459	20.83	304
Edmond Schools	18,246	28.66	5,229
Harrah Schools	1,286	2.05	26
Jones Schools	126	24.76	31
Little Axe Schools	982	12.29	121
Mid-Del Schools	8,572	29.33	2,514
Millwood Schools	713	91.10	650
McLoud Schools	713	23.96	171
Moore Schools	11,960	50.29	6,015
Mustang Schools	2,997	66.33	1,988
Newcastle Schools	1,082	2.29	25
Oakdale Schools	27	97.63	26
Piedmont Schools	718	25.44	183
Putnam City Schools	19,308	80.83	15,607
Robin Hill Schools	27	18.71	5
Schwartz Schools	180	53.03	95
Union City Schools	60	1.09	1
Yukon Schools	4,781	26.94	1,288
Eastern Oklahoma County Vo-Tech	183	8.17	15
Francis Tuttle Vo-Tech	381	61.54	234
Rose State College	861	25.02	215
Total			<u>\$ 190,575</u>

- (1) Net debt outstanding is the total outstanding general obligation bonds less the "reserved fund balance" of the Debt Service Fund. The outstanding debt balance and Debt Service Fund, "reserved fund balance," used in this table are for the 1989-90 "tax year levy." Therefore, the net debt outstanding for the City of Oklahoma City, does not agree with the June 30, 1990, Debt Service Fund and General Long-Term Debt Account Group balances.

CITY OF OKLAHOMA CITY, OKLAHOMA 7 7  
OKLAHOMA CITY AIRPORT TRUST (1)  
REVENUE BOND COVERAGE  
AIRPORT BONDS  
Last Ten Fiscal Years  
(dollars are in thousands)

Fiscal Year	Gross Revenue (2)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (2)			
				Principal	Interest	Total	Coverage
1981	\$ 11,960	\$ 5,334	\$ 6,626	\$ 3,082	\$ 1,883	\$ 4,965	1.33%
1982	13,484	5,278	8,206	3,327	1,634	4,961	1.65
1983	16,268	5,590	10,678	2,076	4,368	6,444	1.66
1984	17,725	5,785	11,940	4,158	5,397	9,555	1.25
1985	21,723	6,636	15,087	3,497	5,297	8,794	1.72
1986	24,091	7,979	16,112	2,575	5,473	8,048	2.00
1987	24,122	7,429	16,693	2,860	7,383	10,243	1.63
1988	24,688	8,974	15,714	3,341	7,306	10,647	1.48
1989	24,296	10,028	14,268	3,014	8,095	11,109	1.28
1990	27,658	10,757	16,901	3,959	11,530	15,489	1.09

- (1) The City has no obligation for repayment of revenue bond debt. The debt will be paid solely from revenues earned by the OCAT.
- (2) These totals are taken from the trust accounts which are accounted for in accordance with the bond indentures, and they will not necessarily agree with totals in the Airports Enterprise Fund. Direct operating expenses include depreciation.

OKLAHOMA CITY PUBLIC PROPERTY AUTHORITY (1)  
REVENUE BOND COVERAGE  
GOLF COURSE AND FAIRGROUNDS BONDS  
Last Ten Fiscal Years  
(dollars are in thousands)

Fiscal Year	Gross Revenue (2)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (2)			
				Principal	Interest	Total	Coverage
1982	\$ 2,792	\$ 2,486	\$ 306	\$ 128	\$ 113	\$ 241	1.27%
1983	3,448	3,013	435	128	106	234	1.86
1984	4,932	4,483	449	137	99	236	1.90
1985	4,991	4,580	411	143	94	237	1.73
1986	5,023	4,807	216	149	88	237	0.91
1987	4,129	4,083	46	245	77	322	0.14(3)
1988	4,210	3,798	412	114	68	182	2.26
1989	4,549	3,830	719	118	62	180	3.99
1990	4,964	4,022	942	124	56	180	5.23

- (1) The City has no obligation for repayment of revenue bond debt. The debt will be paid solely from revenues earned by the OCPPA.
- (2) These totals are taken from the trust accounts which are accounted for in accordance with the bond indentures, and they will not necessarily agree with totals in the Golf Course, and Fairgrounds and Stadium Enterprise Funds. Direct operating expenses include depreciation.
- (3) Large principal payments were made on the final payment of Trosper Park Golf Course Bonds Series A and Fairgrounds and Related Facilities Bonds Series A. These payments were made with funds from the Reserve Accounts.

**CITY OF OKLAHOMA CITY, OKLAHOMA  
OKLAHOMA CITY WATER UTILITIES TRUST (1)  
REVENUE BOND COVERAGE  
WATER AND WASTEWATER BONDS  
Last Ten Fiscal Years  
(dollars are in thousands)**

Fiscal Year	Gross Revenue (3)	Direct Operating Expenses (3)	Net Revenue Available for Debt Service	Debt Service Requirements (3)			
				Principal	Interest	Total	Coverage
1981	\$ 18,406	\$ 6,912	\$ 11,494	\$ 1,985	\$ 3,613	\$ 5,598	2.05
1982	17,601	6,911	10,690	2,025	3,526	5,551	1.93
1983	19,957	6,383	13,574	2,120	3,404	5,524	2.46
1984	25,672	18,047	7,625	2,285	3,292	5,577	1.37
1985	26,549	17,216	9,333	2,405	3,188	5,593	1.67
1986	26,793	21,703	5,090	1,085	3,440	4,525	1.12
1987	61,297(2)	43,752	17,545	6,250(4)	4,920(4)	11,170	1.57
1988	68,204	41,626	26,578	6,250	5,034	11,284	2.36
1989	76,041	46,993	29,048	6,440	4,607	11,047	2.63
1990	77,171	50,402	26,769	6,895	4,130	11,025	2.43

- (1) The City has no obligation for repayment of revenue bond debt. The debt will be paid solely from revenues earned by the OCWUT.
- (2) Prior to 1987, the OCWUT had only Water Bonds. In July, 1987, all of the wastewater activity was transferred to the OCWUT. All of the bonds are now Water and Sewer System Bonds.
- (3) These totals are taken from the trust accounts which are accounted for in accordance with the bond indentures, and they will not necessarily agree with totals in the Water and Wastewater Enterprise Funds. Direct operating expenses include depreciation.
- (4) This amount is obtained from the Official Statements and represents the estimated amount required to be made available.

**CENTRAL OKLAHOMA TRANSPORTATION AND PARKING AUTHORITY (1)  
REVENUE BOND COVERAGE  
PARKING GARAGE BONDS  
Last Ten Fiscal Years  
(dollars are in thousands)**

Fiscal Year	Gross Revenue (2)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements (2)			
				Principal	Interest	Total	Coverage (3)
1981	\$ 4,664	\$ 2,453	\$ 2,211	\$ 295	\$ 2,242	\$ 2,537	0.87%
1982	5,919	4,167	1,752	310	2,546	2,856	0.61
1983	7,208	3,449	3,759	330	3,489	3,819	0.98
1984	5,828	2,821	3,007	505	3,353	3,858	0.78
1985	5,636	2,488	3,148	565	3,349	3,914	0.80
1986	4,928	2,448	2,480	-	3,306	3,306	0.75
1987	4,033	3,268	765	110	3,171	3,281	0.23
1988	4,264	2,622	1,642	575	2,854	3,429	0.48
1989	4,128	2,582	1,546	965	3,085	4,050	0.38
1990	4,173	2,583	1,590	1,020	3,001	4,021	0.40

- (1) The City has no obligation for repayment of revenue bond debt. The debt will be paid solely from revenues earned by the COTPA.
- (2) These totals were taken from the trust accounts which are accounted for in accordance with the bond indentures, and they will not necessarily agree with the totals in the Transportation and Parking Enterprise Funds. Direct operating expenses include depreciation.
- (3) The parking garage bonds are secured principally by the net revenues of certain parking facilities owned or operated by COTPA, and any money which may be received from the OCWUT under an "Agreement of Support" or subsidies from the City which provide for financial assistance, if required.

**CITY OF OKLAHOMA CITY, OKLAHOMA 7 8**  
**DEMOGRAPHIC STATISTICS**

*Last Ten Fiscal Years*  
*(dollars are in thousands)*

<u>Fiscal Year</u>	<u>Estimated Population (1) (in thousands)</u>	<u>Per Capita Income (2)</u>	<u>Oklahoma City Public School District Enrollment (3) (in thousands)</u>	<u>Unemployment Rate (4)</u>
1981	404	\$ 13	42	3.1%
1982	423	14	41	4.5
1983	427	13	41	6.8
1984	430	14	41	5.5
1985	443	14	40	5.8
1986	445	14	40	6.8
1987	446	15	39	6.6
1988	449	14	39	5.1
1989	445	(5)	38	4.5
1990	441(6)	(5)	38	4.6

- (1) Population estimates are obtained from the Oklahoma Employment Security Commission Since 1988 and, the U.S. Census Bureau.
- (2) Per capita income is for all of Oklahoma County and is obtained from the Oklahoma Employment Security Commission.
- (3) The source of this information is the Oklahoma City Public Schools' Public Relations Office.
- (4) The annualized unemployment rates for calendar years are obtained from data for the Oklahoma City Metropolitan Statistical Area. The source of this information is the Oklahoma Employment Security Commission.
- (5) Per capita income information is not yet available for these years.
- (6) The U.S. Census Bureau's preliminary population estimate.

TABLE 16

**PROPERTY VALUE, CONSTRUCTION PERMITS, AND BANK DEPOSITS**

*Last Ten Fiscal Years*  
*(dollars are in thousands)*

<u>Fiscal Year (4)</u>	<u>Commercial Construction (1)</u>		<u>Residential Construction (1)</u>		<u>Bank Deposits (2)</u>	<u>Estimated Fair Market Value of City Taxable Property (3)</u>
	<u>Number of Permits</u>	<u>Construction Cost</u>	<u>Number of Permits</u>	<u>Construction Cost</u>		
1981	3,980	\$ 310,991	4,350	\$ 197,896	\$ 7,224,051	\$ 9,005,473
1982	6,823	473,512	5,321	237,582	7,570,357	9,529,759
1983	2,482	193,640	14,260	562,058	7,301,964	9,808,740
1984	7,463	283,403	9,142	338,223	7,235,081	10,510,352
1985	3,814	268,170	5,294	145,524	6,872,056	11,009,399
1986	2,615	138,074	3,884	109,184	5,257,956	11,829,988
1987	2,128	180,920	3,260	89,812	4,363,826	12,335,147
1988	1,975	128,610	3,028	95,147	3,926,272(5)	16,127,489
1989	2,068	198,461	2,831	84,494	4,208,078(6)	15,437,502
1990	-	-	-	-	-	15,515,601

- (1) The source of this information is the Oklahoma City Community Development Department annual building permit reports.
- (2) The source of this information is the Oklahoma City Chamber of Commerce.
- (3) The source of this information is the Oklahoma County Assessor's Office.
- (4) Construction information and bank deposits are reported on a calendar year basis, and 1990 statistics are not yet available. The estimated fair market value is on fiscal year basis.
- (5) The source of this information is W. C. Ferguson and Company, "BankSource History Report for Oklahoma City."
- (6) The source of this information is Liberty National Bank of Oklahoma City.

**CITY OF OKLAHOMA CITY**  
**MAJOR EMPLOYERS - PRIVATE AND PUBLIC**  
**OKLAHOMA CITY METROPOLITAN AREA**  
*Last Five Fiscal Years*

<u>Non-Governmental (3)</u>	<u>Estimated Number of Employees</u>				
	<u>1986</u>	<u>1987</u>	<u>1988</u>	<u>1989</u>	<u>1990</u>
Tinker Air Force Base (Civilian)	17,000	19,000	17,636	17,636	17,434
General Motors Assembly Division	6,750	6,500	6,000	6,000	6,300
AT&T Technologies	7,800	6,800	5,778	6,000	6,100
Oklahoma Memorial Hospital	(2)	(2)	(2)	4,618	1,627
Oklahoma Gas & Electric Company	(2)	(2)	1,500	3,460	1,858
Southwestern Bell Telephone Company	4,048	4,100	3,534	2,934	3,361
Oklahoma Healthcare Corporation (5)	(2)	2,300	2,600	2,600	3,205
Kerr McGee	(2)	(2)	2,000	2,028	1,477
Bridgestone/Firestone, Inc. (6)	1,500	1,700	1,700	1,700	1,700
St. Anthony's Hospital	2,100	2,100	1,600	1,600	1,850
South Community Hospital	(2)	(2)	1,500	1,500	1,550
Seagate Technology (1)	1,500	1,500	1,300	1,400	2,300
Homeland Stores, Inc.	(2)	(2)	(2)	(2)	1,750
 <u>Government (4)</u>					
Federal	30,900	29,500	28,700	31,000	33,185
State	32,600	33,600	33,500	35,000	36,810
Local	33,900	34,400	33,700	34,000	38,000

- (1) Company name was Magnetic Peripherals prior to 1989 and Imprimis, Inc. in 1989.
- (2) Employment information was not available.
- (3) Information was provided by the Oklahoma City Chamber of Commerce.
- (4) The source of this information is the City of Oklahoma City Geographic Information Systems Division.
- (5) Reported as Baptist Medical Center prior to 1990.
- (6) Reported as Firestone Tire and Rubber Company prior to 1990.

CITY OF OKLAHOMA CITY, OKLAHOMA 7 9  
MISCELLANEOUS STATISTICS  
June 30, 1990

GENERAL

Oklahoma City was incorporated in 1890. The City is governed by a council-manager form of government. Oklahoma City is the County Seat of Oklahoma County, and the City limits encompass a land area of more than 648 square miles. The U.S. Census Bureau's 1990 preliminary population estimate for the City is 441,154. The Oklahoma City 11 MSA population is approximately 952,000 with a number of cities including Bethany, Del City, Edmond, Midwest City, Moore, Mustang, Nichols Hills, Norman, the Village, Yukon, and Warr Acres providing additional residential and commercial stability to the Oklahoma City metropolitan area.

CITY SERVICES

Lane miles of streets: 8,400  
Fire protection: 30 stations, 859 firemen  
Police protection: 1 station, 3 sub-stations, 909 policemen  
Water meters: 159,415  
Sanitation and wastewater services  
Ambulance services  
Public transportation  
Public parking facilities  
Airport facilities

CULTURAL AND RECREATIONAL FACILITIES

11 public libraries  
88 public tennis courts including 2 tennis centers with pro shops  
4 public golf courses  
135 public ball diamonds  
143 public parks (12,643.4 acres)  
13 public swimming pools and 46 junior pools  
27 public community centers  
7 private country clubs  
Oklahoma City Zoo  
String of Pearls Riverfront Development, a park system under construction  
Oklahoma Theater Center  
Oklahoma City Philharmonic Orchestra  
Ballet Oklahoma  
National Cowboy Hall of Fame and Western Heritage Center  
Omniplex Science and Arts Museum  
Kirkpatrick Planetarium  
National Softball Hall of Fame  
Enterprise Square, USA  
Remington Park Racetrack  
Crystal Bridge Tropical Garden

Along with these facilities, the City, through private sector commitment, has a major program of attention to the arts. Coordination and leadership is provided through the Arts Council which sponsors the annual Festival of the Arts held in downtown Oklahoma City adjacent to the Myriad Gardens and attracts thousands of lookers and buyers during its week-long spring appearance.

TRANSPORTATION

Oklahoma City is a major transportation hub in the southwest. Served by Interstate Highways 35, 40, 44, and 240, the City is headquarters for several major motorfreight companies and has terminals for many others. Interstate passenger bus service is provided by the major carriers. Freight service is provided by the Santa Fe, Frisco, and Missouri-Kansas-Texas railway lines. Oklahoma City operates three airports: Will Rogers has a modern, 200,000 square foot terminal and is served by American, Southwest, Delta, Transworld Airways, United, Continental, Sun World, and Northwest Airlines, and other regional carriers. Both Wiley Post and Clarence E. Page are general aviation airports which relieve the congestion at the major commercial facility.

### CONVENTION AND TOURISM

The Convention and Visitor's center, a joint City-Chamber of Commerce operation, is operated and financed through a City hotel and motel tax. To meet the needs of these conventions and other events, the City operates two public events facilities - the Myriad Convention Center, which has 1,000,000 square feet of exhibition space and seating for 16,000 in the arena, and the Civic Center Music Hall which seats 3,200. The Sheraton Century Hotel provides accommodations within walking distance of both the Myriad Convention Center and the Civic Center Music Hall. There are 110 hotels and motels in the City area, comprising approximately 11,407 rooms with a banquet/theater capacity of 25 - 1,600.

### EDUCATION

The Oklahoma City area provides outstanding educational opportunities. The public school system includes 58 elementary, 5 fifth year centers, 9 middle schools, 3 special centers, and 7 senior high schools with an overall payroll in excess of \$84 million. There are also a number of institutions of higher learning in the area including Oklahoma City University, The University of Oklahoma at Norman, The University of Oklahoma School of Medicine, Central State University in Edmond, Oklahoma Baptist University at Shawnee, Southern Nazarene University, Oklahoma Christian College, and a number of other smaller colleges and junior colleges. It is estimated that there are more than 50 business and technical schools in the Oklahoma City area.

### STATE GOVERNMENT

Oklahoma City is the State Capital. Thousands of state employees work in the Capitol Complex and office buildings located north of the central business district. With its active oil wells on the grounds, the State Capitol Building is a major tourist attraction and an important educational resource for students of government and Oklahoma history.

### HEALTH SCIENCES CENTER

Near the Capitol Complex is a ten block area which has been developed as the center for health services for Oklahoma. Known as the Oklahoma Health Sciences Center, the area includes: the University of Oklahoma School of Medicine, University Hospital, Veteran's Administration Medical Center, Oklahoma Medical Research Foundation, State Health Department, Children's Memorial Hospital, Presbyterian Hospital Health Center, and Dean A. McGee Eye Institute. Also in the City area are other major medical facilities including: Mercy Health Center, St. Anthony Hospital, Deaconess Hospital, South Community Hospital, Bone and Joint Hospital, Doctors General Hospital, Oklahoma Allergy Clinic, Baptist Medical Center, and community hospitals in Midwest City, Bethany, Edmond, Moore, and Norman.

### DIVERSE PRIVATE SECTOR ECONOMY

The Oklahoma City area has long been known as a meat packing and oil industrial center. In recent years, the economy has diversified. Corporations operating facilities in Oklahoma City are the "cream of the crop." Major firms are: Kerr-McGee Oil Corporation, Wilson Company, General Motors, Hertz, Xerox, Western Electric, Honeywell, and Seagate. Oklahoma City is the state leader in banking, financial, and insurance industries which provide thousands of jobs. Primarily headquartered in the downtown area, these businesses and other downtown businesses have joined with government in assuring that the City maintains a viable central business district with an environment which is pleasant and beneficial to the entire community.

CITY OF OKLAHOMA CITY, OKLAHOMA  
SCHEDULE OF INSURANCE POLICIES  
June 30, 1990

Coverage	Policy Term	Policy Number	Limit	Deductible	Premium	
Workers' Compensation	11-23-89/90	Mid-Continental Casualty Company 102981	Statutory \$100,000 500,000 100,000	WC employee liability: each occurrence policy limit each employee	N/A	\$19,352
Airport General Liability	04-11-90/91	U.S. Fire Insurance Company 644-GLA 46-27220	5,000,000 100,000 25,000 5,000,000 5,000,000 1,000,000	BI&PD each occurrence subject to: BI per person PD per claim personal injury contractual liability host liquor liability	\$5,000 aggregate	47,925
Aircraft Hull & Liability	07-01-90/91	USAIG 400AC-21549	1,000,000 57,000 523,500 523,500	BI&PD each occurrence(1) Hull '81 Cessna 182 '88 Hughes 500E '88 Hughes 500E	N/A Hull \$50.00 not in motion 2.5% in motion 2.5% in motion	36,475
Non-owned Aircraft Liability	04-11-90/91	U.S. Fire Insurance Company	5,000,000 100,000 25,000	BI&PD each occurrence subject to: BI each person PD each claim	N/A	1,000
Owners, Landlords & Tenants Liability (Myriad)	01-03-90/91	Essex Insurance Company 3AB2872	100,000 50,000 1,000,000	BI each occurrence PD each occurrence aggregate	N/A	29,150 (surplus lines tax \$1,650)
Owners, Landlords & Tenants Liability (Tennis Courts)	03-10-90/91	Mid-Continent Casualty Company GL122240	100,000 25,000 1,000,000	BI each occurrence PD each occurrence (subject to) each occurrence	N/A	11,494
General Liability (100 N. Walker & 1 N. Walker)	07-30-90/91	USF&G Insurance Company ICG11735209200	1,000,000 1,000,000	each occurrence aggregate	N/A	1,987
Property & Boiler & Machinery	06-01-88/91	Allendale Mutual Insurance Company JA 200	343,015,000 750,000 750,000 100,000 5,000,000 15,000,000	blanket real & personal property scheduled location blanket extra exposure scheduled location valuable papers scheduled location transit newly acquired real property Boiler & Machinery	50,000 each occurrence 5,000 - 18 specified locations 10,000 each occurrence	149,497
Property (Myriad Convention Center)	12-02-89/90	Liberty Mutual Fire Insurance Company MMZ 190-057933-027-7	74,532,513 500,000 500,000 300,000 250,000 20,000,000 20,000,000 \$ 1,500,000	blanket real & personal prop extra expense rental value blanket real & personal property at unnamed location transit flood earthquake Newly acquired real property	\$ 5,000	\$49,513

CITY OF OKLAHOMA CITY, OKLAHOMA  
SCHEDULE OF INSURANCE POLICIES

Coverage	Policy Term	Policy Number	Limit	Limit	Deductible	Premium
Property (Airport Properties)	12-02-89/90	Liberty Mutual Fire Insurance Company MMZ 190-057933-037-5	\$ 75,027,000 500,000 10,500,000 300,000 250,000 20,000,000 20,000,000 1,500,000 2,000,000	blanket real & personal prop extra expense rental value blanket real & personal property at unnamed location transit flood earthquake newly acquired real property Increased cost of construction to meet ordinance & building code	\$ 5,000	\$ 32,191
Property (Airport Properties)	06-28-90/91	American Employers Insurance Company AR9008-004	184,371,272 7,544,714 165,858,523 10,000,000 100,000	blanket R&P property rental value earthquake boiler & mach newly acquired real property	5,000	211,701
Crime	09-02-89/90	The Travelers Indemnity Company 660-235F345-TIL89	<u>Inside</u> 125,000 125,000 135,000 <u>Outside</u> 125,000 125,000 0 <u>Safe</u> 125,000	<u>Premises</u> Music Hall Convention Center City Offices <u>Premises</u> Music Hall Convention Center City Offices <u>Burglary</u> City Offices	1,000	21,113
Public Employees Blanket Bond	03-01-90/91 continuous	Aetna Casualty & Surety Company 40F100242112BCA	10,000	honesty blanket position bond	N/A	4,218
Public Officials Bonds						
Nancy Wellhousen (City Treasurer)	01-02-90/91	United States Fidelity & Guaranty Company 56-0170-170116281	1,000,000		N/A	3,500
Lois Joan Whisler (Assistant City Treasurer)	08-28-89/90	The Travelers Indemnity Company 154-518F673A	1,000,000		N/A	3,200
Paula A. Hearn (City Manager)	07-18-89 continuous	Aetna Casualty & Surety Company	100,000		N/A	350
Property/100 Walker Building	03-22-90/91	American General Insurance Company ECA04742046	\$4,300,000		N/A	\$6,136

(1) Five million dollars BI&PD each occurrence applies while McDonnell Douglas Helicopter Company operates craft providing flight training.

(2) Descriptive Acronyms:  
BI - Bodily Injury  
PD - Property Damage  
WC - Worker's Compensation

(3) Subsequent to June 30, 1990, all policies were changed to have a common renewal date of October 1, 1990, with the exception of the Workers' Compensation policy.

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*Accept*  
APPROVED  
JAN 9 1991

# THE CITY OF OKLAHOMA CITY

## MANAGEMENT REPORT

June 30, 1990

BY THE CITY COUNCIL  
*[Signature]* CITY CLERK  
*V. FF.*

Coopers  
& Lybrand

certified public accountants  
0 0 0 0 5 5 5 0

100 Broadway, Suite 3300  
Oklahoma City, Oklahoma 73102

in principal areas of the world

telephone (405) 236-5800

October 19, 1990

The Honorable Mayor and City Council  
The City of Oklahoma City, Oklahoma:

In planning and performing our audit of the financial statements of The City of Oklahoma City for the year ended June 30, 1990, we considered the City's internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements. Although our audit was not designed to provide assurance on the internal control structure, we noted certain matters involving the internal control structure and its operation, and are submitting for your consideration related recommendations designed to help the City make improvements and achieve operational efficiencies. Our comment reflects our desire to be of continuing assistance to the City. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

The accompanying comments and recommendations are intended solely for the information and use of the City's management and should not be used for any other purpose.

Very truly yours,

*Coopers & Lybrand*

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GENERAL COMMENTS

1. **Comment:**

Some checks received by the City Treasurer are sent to individual departments instead of being restrictively endorsed upon receipt and deposited. We understand this procedure is to ensure correct coding of the deposit, which is the responsibility of the respective department.

We recommend that the City Treasurer control the checks for deposit. Alternative methods could be established to obtain the correct coding from the individual departments for deposits which coding is not evident.

**Response:**

**Respondent: Finance Department, City Treasurer**

The City Treasurer's office is now restrictively endorsing checks which are forwarded to other departments. As IFMAPS is implemented, we will work towards a more centralized revenue collection system.

Because of the magnitude of utility payment checks, approximately 50 to 300 per day, using a clearing account or a logging system for unidentifiable checks is not feasible. We do, however, restrictively endorse checks sent to Utilities Services for further processing.

2. **Comment:**

As of June 30, 1990, the Risk Management Fund had a retained deficit of \$4 million of which \$1.5 million will be funded through property taxes over a three-year period. The balance of the deficit is to be funded through charges to other departments.

We recommend that the City review current rates charged to other departments to ensure recovery of current expenses and funding of the deficit over a reasonable period of time in accordance with generally accepted accounting principles.

**Response:**

**Respondent: Finance Department, Risk Management**

Risk Management is applying the monies collected from the various Departments and Trusts, excess of expenses and claims, toward the reserve monies in the OCMFA. Additional monies

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will also be transferred into the OCMFA before the end of the current fiscal year to reduce the deficit. At this time, we feel that it could create a significant burden on the activities of the City to force a portion of the unfunded reserves into the allocations.

**3. Comment:**

We noted that the City does not carry stop-loss insurance for risk management activities in which the City is self-insured (optional health insurance program, worker's compensation, disability).

We recommend that the City consider the benefits of stop-loss insurance for its self-insured risk management activities.

**Response:**

**Respondent: Personnel Department and Finance Department,  
Risk Management**

The Risk Management Division has considered stop-loss insurance for the Worker's Compensation program. At this time stop-loss insurance for workers compensation would be counter productive to our cost control program that has produced a downward trend in claims.

Through fiscal year 1989-90, the City carried aggregate stop-loss insurance for the indemnity health insurance plan. It was recommended by the Joint Insurance Committee to the City Council in January, 1990, that this coverage be discontinued for the 1990-91 fiscal year.

The Joint Insurance Committee has reconsidered indemnity health stop-loss insurance for the 1992 fiscal year and has requested staff to seek bids on specific and aggregate stop-loss insurance. The RFP will be submitted to the City Council and responses are anticipated by Spring, 1991.

**4. Comment:**

We have reviewed several sensitive payment areas as defined by the General Accounting Office and have noted the following:

- . We understand that the City does not monitor transactions with businesses owned or controlled by officials of the City and does not have policy to address these types of transactions.

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- . The City does not have a Conflict of Interest Policy or require its employees to sign a conflict of interest statement or report possible conflict of interest on a regular basis. Since the City enters into Sole (or Single) Source Contracts; a policy governing activities of this nature should be in place.
- . The City does not have a policy in place for speaking honoraria and gifts which may be received by executive level employees.

In order to improve the internal accounting controls over sensitive payments, we recommend the following:

- . We recommend that the City formulate and implement a related party transaction policy; focusing on compliance with codes of ethics and executive conduct; and procedures designed for compliance monitoring. The objectives could be achieved through committee review of all sole source contracts and annual disclosure statements from executives for related party transactions.
- . We recommend that the City formulate and implement a policy which monitors conflict of interest activities. This could be accomplished with annual conflict of interest statements signed by appropriate personnel. The monitoring process for the signed statements could be coordinated through the personnel department.
- . The City should develop and implement a policy along with adequate procedures to monitor speaking honoraria and gifts received by executive level personnel. This could be accomplished by including in the policy a requirement that all payments for these types of activities be remitted directly to the City which would allow the City to maintain records and monitor the receipt of gifts and honoraria received by employees; the honoraria could then be returned to the employee. Alternatively, the employees could be required to submit monthly reports providing information concerning these activities.

**Response:**

**Respondent: Finance Department, Administration**

The Charter and Ordinances of the City of Oklahoma City establish the policies regarding conflict of interest and ethics. The Charter specifically addresses conflict of interest issues on the part of elected and appointed officials and City employees. Management recognizes that there are weaknesses in the Charter regarding the thresholds for

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conflict of interest and related party transactions. An election held in 1990 included a change in the City Charter that would have allowed minority stock interest by both employees and officials. This change was rejected by the voters.

The Personnel Policies includes a section on Employee Ethics and cites the Code of Ethics for Government Service adopted by the City Council in January, 1979. There is a Management Bulletin dated January, 1987, to re-emphasize the Personnel Policies regarding secondary employment. In addition to these, the Judiciary Committee of the City Council has been presented with background information on an Ethics Ordinance for elected and appointed officials and employees. Any recommendations of the Committee will be referred to the Council for consideration.

The issue of sole source contracts will be addressed by the Procurement Services Division of the Finance Department. Sole source purchase criteria are being developed and policies for these types of purchases are being prepared.

Staff of the Finance Department and Personnel Department will work to review the existing policies and procedures related to ethics and conflict of interest. Recommended changes will be prepared with input from the Municipal Counselor's office and City Auditor's office and referred to the City Council.

#### DATA PROCESSING

5. **Comment:**

The City does not have documented security standards governing the physical and password security over the computer system.

Without documented security policies and procedures, the appropriate methods by which the computer environment is secured from unauthorized access may not be communicated. The control over computer security procedures followed at the City would be diminished and could result in unauthorized access to sensitive financial data.

We recommend the City review all security procedures currently in place. Policies for the physical and password security over the computer system need to be developed and communicated to personnel. These standards should be developed to include the following:

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- . Approval and issuance of authorization to access the computer system.
- . Requirements to maintain unique user-IDs and passwords.
- . Mandatory periodic password changes to maintain password secrecy.
- . A policy to forbid the sharing or posting of user-IDs and passwords.
- . Procedures for monitoring unsuccessful access attempts to the computer system, program libraries, and data files, including documentation and investigation of violations.
- . Policies for removing access, including responsibility for notification of employee transfers and terminations.

**Response:**

**Respondent: Management Information Systems**

We concur that the policy for physical and password security should be documented, and will be. The policy, although communicated and administered informally, has been in place for several years and is well understood by MIS employees and primary users of the financial system.

All MIS employees who have authorization to the computer room are issued key cards. The key card must be used to gain entry into the computer room. At the time of issuance, the unique number on the card is recorded along with the name of the person who has been issued the card. To enter the computer room, the card key must be placed into card reader, which captures information which is stored in microcomputer. Reports are available on date, times and card numbers of entrants into the room. Upon termination, employees are required to return external door keys and key cards before receiving their final paychecks.

Within the Honeywell system there are two levels of security. The first level of security is a password that is unique to each application. Beyond that level there is a second level password which is called the logical identification (LID). Within each LID there are various levels of authorization (inquiry, update, etc) which is maintained by the Database Specialist. Any changes, additions, or deletions of LIDs must be requested by the application analyst or a responsible user supervisor.

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The LIDs are often shared by multiple employees, or terminals left on for other employees to use. These decisions are left to the divisional supervisor, for ease or efficient use of the terminal. However, MIS concurs that if ID postings are taking place, a security weakness exists. A memo will be written to all authorized users prohibiting this practice.

We do not concur that the marginal security benefits which may be gained by mandatory periodic password changes would offset the confusion and business disruption which would result. Passwords are periodically changed when either MIS or user management determine that a particular risk might exist. With the financial checks and balances and backup procedures which are in place, we believe that the risk for corruption is very low at this time.

The system will not allow access to the computer without proper passwords. The system does not track the unsuccessful access attempts for investigation purposes.

**6. Comment:**

The City does not have a standard change control process for all software change applications. The City is developing and purchasing several new applications at this time.

We recommend software change procedures for all applications be reviewed. Change procedures for all software change requests should be logged, then recorded on an approved request form. The City is performing some of these procedures currently, but not for all minor changes or applications. A request form provides the mechanism for ensuring all necessary steps occur. The request forms should be controlled to ensure that:

- . All changes or new software requests are initiated only with appropriate written authorization.
- . All such requests can be followed up to ensure their timely completion or reason for incompleteness.
- . All such requests are adequately tested.
- . All such requests are adequately reviewed and approved by both data processing and user personnel.

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We also recommend that a person other than the one making the changes to the programs be responsible for reviewing, approving, and transferring all modified programs into production. A reporting system that tracks all requests and modifications should be implemented and the requests should be monitored.

**Response:**

**Respondent: Management Information Systems**

MIS does have a standard change control process for application program modifications, but has been, admittedly, inconsistent in its application. Most of the decisions are based on the level of change requested. Over the last several months, the requirement for written detailed requests, signed by responsible supervisors, has been more strongly enforced and will continue to be.

The limited resources available to the Financial Systems Division do not permit an independent quality assurance function, separate from the application responsibility. Larger data processing organizations do have this function, operating as a separate unit. We do not believe, however, that the higher level of control can be justified in its additional cost.

**7. Comment:**

A formal documented disaster recovery plan does not exist for computer operations at the City. A plan needs to be completed, documented and tested. The City has begun the process of developing a plan and has performed a disaster recovery audit and a survey of critical applications.

Without a documented disaster plan which is tested regularly, computer processing could be impaired. Furthermore, essential system and financial data could be lost, resulting in an inability to recover completely or in a timely manner.

For the City to continue operating following a disaster, a recovery plan should be prepared to:

- . Identify employees and vendors that will need to be contacted immediately.
- . Provide a step-by-step plan defining the responsibilities of each organizational unit.
- . Identify locations where EDP operations may continue.

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- . Specify the security controls needed during recovery.

We recommend the City implement the following procedures:

- . The contingency plan should be completed and documented within a reasonable time, and kept in a secure off-site and on-site location so that it is available when needed.
- . A formal agreement should be obtained with an alternative processing site in the event of a disaster.
- . A procedure should also be implemented to test and review the disaster plan annually to help ensure complete and accurate back-up of critical data sets and continued compatibility of computer hardware at the contingency processing site.
- . Logs should be maintained at both the off-site location and in a secure area at the computer site to track backup media inventory.

**Response:**

**Respondent: Management Information Systems**

A Disaster Recovery Plan is in process with the Public Safety Division as the first phase. The Plan outline, computer room security audits, preliminary disaster recovery team responsibilities, employee emergency notification lists, and off-site storage procedures are complete. The basic media, hardware and network inventories are to be accomplished with existing personnel. Discussions are underway for a local alternate processing site for both the Financial and Public Safety Systems. Issues of compatibility as well as testing costs are yet to be determined.

OKLAHOMA CITY WATER UTILITIES TRUST

**8. Comment:**

During our evaluation of the Trust's utility billing system we noted the following:

- . Certain large utility account billings are prepared manually instead of being system generated. This process increases the amount of labor required and increases the chance of error.

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- . The utility billing system will not print accounts receivable balances in excess of 6 digits. This problem resulted in the erroneous deletion of a \$1 million account balance in 1989.

We understand that the Trust is currently installing a new utility billing system. In order to address the above items, we understand the new system will:

- . Generate billing for all utility customers.
- . Generate reports with fields large enough to fully display balances.

**Response:**

**Respondent: Water and Wastewater Utilities Department**

The Trust has previously identified the referenced deficiencies and took steps to remedy them in a new billing system currently being developed. In the interim, control measures have been put into place to monitor and verify accuracy of hand billed accounts. At the present time, no account exceeds the balance capability of the existing billing system.

OKLAHOMA CITY PUBLIC PROPERTY AUTHORITY

9. **Comment:**

During our review of the operations performed at the golf courses, we noted that discounts on purchases of inventory and equipment are often not utilized, resulting in expenses being higher than necessary.

We recommend that the responsibility of taking or rejecting a discount be shifted from the individual golf course professional to the accounting services department. Accounting services personnel would be able to monitor available cash, and could transfer cash among the courses to take advantage of available discounts.

**Response:**

**Respondent: Golf Professionals**

Some discounts were not taken due to "off season" cash flow. This year the Golf Commissions and OCPPA have approved a line of credit from the Crosspledge Fund allowing timely payment of vendors.

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**10. Comment:**

During our review of cash controls we noted that the cash register system is not tied to the green fee ticket disbursement process. Each function is performed separately.

We recommend that the Authority upgrade the cash register system to one that automatically disburses green fee tickets when the sale is recorded by the register. This upgrade would enhance control over cash receipts by reducing the possibility of tickets being disbursed without the sale being properly entered into the cash register.

**Response:**

**Respondent: Golf Professionals**

The Golf Professionals agree and will make a proposal to the Golf Commission and the OCPPA for this upgrade.

OKLAHOMA CITY AIRPORT TRUST

**11. Comment:**

During our examination of property, plant and equipment we noted the following facts regarding the client's controls and procedures on property, plant and equipment:

- . For construction projects, a manual system is kept. This manual system is time consuming and is a duplication of the automated process. The fixed asset system currently provides financial information only whereas the manual system provides management/operational information which is necessary for review of compliance with federal grant regulations/requirements.
- . During our audit, we noted that several projects which had been complete were not transferred, on a timely basis, from construction in progress to fixed assets. At year end, manual adjustments were made to record the asset in property, plant and equipment (and out of construction in progress), record the depreciation, and record the capitalized interest for the portion of the time the project was in construction.
- . Only one person has an understanding of the project tracking system. Therefore, when that person is absent no entries are posted to the system until she/he returns.

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An automated fixed asset system, by its nature, should reduce the required manual work. But, as it is, the current system is inefficient and does not provide all the necessary information that all system users require.

The manual adjustment discussed above, for fiscal year 1990 was for \$9 million. Therefore, there is a risk of understating property, plant and equipment, overstating construction in progress, overstating capitalized interest and understating depreciation.

We recommend the Trust consider utilizing the capabilities of the current automated fixed asset system. We believe the benefits outweigh the costs of automation. Benefits would include, but not be limited to:

- . Facilitating preparation of interim financial statements.
- . Providing a more economical processing of transactions.
- . Facilitating detailed fixed asset account analyses.
- . Improving the efficiency of accounting personnel.
- . Facilitating the cross training for the project monitoring system.

**Response:**

**Respondent: Department of Airports**

A member of the accounting staff has been assigned to assist the Federal Planning Specialist convert information from the manual records to the automated system. The information on the automated system must be set up in a format to provide the detail that is required for contract monitoring and grant reporting. The goal of the individuals involved will be to complete this project before the end of the current fiscal year.

The staff accountant will gain an understanding of the job duties of the Federal Planning Specialist which relate to financial matters. This cross-training will promote and ensure efficiency within the system for recording financial transactions timely.

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**12. Comment:**

During our examination of the Trust's financial statements, we noted that the Trust does not record accruals in a timely manner, but only records accruals at fiscal year end. Because the Trust is accounted for as an enterprise fund, it should adopt the accrual basis of accounting and record accruals on a monthly basis. This procedure will provide for the comparability of the monthly financial statements to the audited year end financial statements.

We recommend the Trust record monthly accruals.

**Response:**

**Respondent: Department of Airports**

The Airport accounting staff has completed accrual accounting with the November month-end close. Internal interim financial statements are currently being prepared in accordance with GAAP.

CENTRAL OKLAHOMA TRANSPORTATION AND PARKING AUTHORITY

**13. Comment:**

At June 30, 1990, the Authority has accounts receivable of \$234,074. During our audit procedures, we noticed that during the year, errors were routinely made in posting invoices and receipts to the customer receivable accounts. Consequently, significant adjustments were required at year end to correct these errors.

We recommend that the Authority review its procedures for accounts receivable transactions to determine the most efficient and effective method of accurately recording customer activity. A part of these procedures should include reconciliation of the subsidiary ledger to the general ledger.

**Response:**

**Respondent: Transit Department**

Staff concurs with the recommendation of the auditors. Prior to receiving this recommendation a reconciliation of the subsidiary ledgers was begun in order to ensure correct balances. Procedures have been implemented to provide for continued assurance of account balances. These procedures include but are not limited to: monthly reconciliation of subsidiary accounts to the general ledger control account, monthly review of the subsidiary accounts for posting errors, and monthly review of revenue accounts for reasonableness.

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**14. Comment:**

The Authority has several transactions involving its parking system revenue bonds. We noted that an administrative assistant is responsible for reconciling activity for these bonds to the general ledger accounts. We also noted that it is not uncommon for there to be errors in the reconciliations, primarily because the person performing the reconciliation does not fully understand how the reconciliations should be performed.

We recommend that the Authority consider training this employee or making the reconciliations the responsibility of an employee who understands the procedures and purpose of them to ensure that the accounts are being reconciled properly. The reconciliation should be reviewed by the Authority's accountant.

**Response:**

**Respondent: General Services Department, Parking**

Staff concurs with the recommendation of the auditors. The administrative assistant responsible for the reconciliation of the bond accounts is being trained in the reconciliation purpose and procedures in order to gain a better understanding of the process. All reconciliations will be reviewed by the Authority's accountant.

**15. Comment:**

While testing employee wage rates, we noted that when an "across the board" raise is given to employees, individual personnel files are not updated to reflect the rate change.

We recommend that the Authority implement a policy to ensure that all personnel files are updated for all pay increases or changes to ensure that employees are being paid authorized rates. This procedure can also be used as a control to verify that any "across the board" raises are properly calculated.

**Response:**

**Respondent: Transit Department**

Historically, personnel files have been updated by use of a Payroll Change Notice for all pay changes except "across the board" changes which are approved by the Board of Trustees. Per the recommendation of the auditors, documentation for "across the board" changes will also be included in the personnel files.

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**16. Comment:**

At June 30, 1990, the Authority had one person responsible for most of its accounting functions other than payroll. This individual is responsible for the recording of daily transactions, preparing monthly reconciliations, and monthly financial statements.

We recommend that the Authority review accounting responsibilities and consider if current staffing is adequate for efficient and effective processing of information and monitoring of internal accounting controls.

**Response:**

**Respondent: Transit Department**

Staff concurs with the recommendation of the auditors. The current level of staffing does not allow for the separation of some responsibilities. As staffing levels allow, these duties and responsibilities will be separated as appropriate in order to enhance the internal control structure.

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*Accept*  
**APPROVED**  
JAN 3 1991  
BY THE CITY COUNCIL  
*Thomas P. Kinley* CITY CLERK  
*VI, FF.*

# CITY OF OKLAHOMA CITY, OKLAHOMA

GRANT COMPLIANCE REPORTS

For the year ended June 30, 1990

Coopers  
& Lybrand

Certified Public Accountants

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CITY OF OKLAHOMA CITY, OKLAHOMA  
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For the year ended June 30, 1990

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**REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

**REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), for the year ended June 30, 1990, and have issued our report thereon dated October 19, 1990. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and "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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the City taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<b>Department of Housing and Urban Development</b>								
<b>Direct Programs:</b>								
<b>Community Development Block Grant Entitlement</b>								
1979-80	14.218	B-79-MC-40-0003	\$158,254	\$ -	(\$40,012)	\$100,980	\$630	\$17,892
1981-82	14.218	B-81-MC-40-0003	178,338	-	-	178,338	-	-
1983-84	14.218	B-83-MC-40-0003	123,107	-	(68,279)	(1)	-	54,829
1984-85	14.218	B-84-MC-40-0003	11,189	-	(10,381)	808	-	-
1985-86	14.218	B-85-MC-40-0003	435,708	-	(199,619)	(58,583)	18,987	313,659
1986-87	14.218	B-86-MC-40-0003	1,233,664	-	(571,407)	410,421	-	251,836
1987-88	14.218	B-87-MC-40-0003	595,631	-	(529,296)	(3,323)	-	69,658
1988-89	14.218	B-88-MC-40-0003	2,373,058 (2)	-	(470,128)	1,204,265	7,324	705,989
1989-90	14.218	B-89-MC-40-0003	-	4,293,000	1,889,122	4,275,298	364,479	2,271,303
Urban Renewal	14.218	B-79-UR-40-0002	295,602	(108,215)	-	187,387	-	-
Emergency Shelter Grant	14.218	S-89-MC-40-0002	68,000	-	-	62,963	-	5,037
Emergency Shelter Grant	14.218	S-90-MC-40-0002	-	107,000	-	-	-	107,000
Oklahoma School of Science & Math	14.218	B-89-SP-40-0003	1,000,000	-	-	529,170	-	470,830
<b>Subtotal Letter of Credit Grants</b>			<b>6,472,551</b>	<b>4,291,785</b>	<b>-</b>	<b>6,887,723</b>	<b>391,420</b>	<b>4,268,033</b>
Rental Rehabilitation	14.218	R-85-MC-40-0203	29,847 (1)	-	-	17,747	-	12,100
Rental Rehabilitation	14.218	R-86-MC-40-0203	155,000	-	-	106,546	-	48,454
Rental Rehabilitation	14.218	R-87-MC-40-0203	431,000	-	-	22,782	-	408,218
Rental Rehabilitation	14.218	R-88-MC-40-0203	-	429,000	-	83,549	-	345,451
Rental Rehabilitation	14.218	R-89-MC-40-0203	321,000	-	-	-	-	321,000
Urban Homestead	14.218	H88-UH-40-0005	- (2)	-	-	-	1,911	1,911
UDAG - Wilson Foods Loan Repayment	14.221	B-84-AA-40-0011	6,964	-	-	-	72,975	79,939
<b>Subtotal Non-Letter of Credit Grants</b>			<b>943,811</b>	<b>429,000</b>	<b>-</b>	<b>230,624</b>	<b>74,886</b>	<b>1,217,073</b>
<b>Total Dept. of Housing &amp; Urban Development</b>			<b>7,416,362</b>	<b>4,720,785</b>	<b>-</b>	<b>7,118,347</b>	<b>466,306</b>	<b>5,485,106</b>
<b>Department of Labor</b>								
<b>Pass-through State of Oklahoma Department of Commerce:</b>								
<b>Job Training Partnership Act</b>								
FY87-88 Job Training for Youth and Adults	17.246-50	1601-CE-87-IIA	897	-	-	897	-	-
FY88-89 Job Training for Youth and Adults	17.246-50	3310-CE-88-IIA	1,130,191	(1,248,213)	118,022	-	-	(4)
FY88-89 Summer Youth	17.246-50	3159-CE-88-IIIB	56,023	(203,636)	147,613	-	-	(4)
FY89-90 Summer Youth	17.246-50	3787-CE-88-JTIIB	1,267,306	(1,317,213)	49,907	-	-	(4)
FY87-88 6% Incentive Grant	17.246-50	3514-CE-87-6%	139,569	(139,569)	-	-	-	(4)
<b>Subtotal Department of Commerce Grants</b>			<b>2,593,986</b>	<b>(2,908,631)</b>	<b>315,542</b>	<b>897</b>	<b>-</b>	<b>-</b>

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CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<u>Department of Labor (continued)</u>								
Pass-through State of Oklahoma Employment Security Commission:								
<u>Job Training Partnership Act</u>								
FY88-89 Job Training for Youth and Adults	17.246-50	94258-CE-88-IIA	-	1,248,213	-	1,248,213	-	- (4)
FY89-90 Job Training for Youth and Adults	17.246-50	94259-CE-89-IIA	-	3,208,753	-	2,830,161	-	378,592
FY88-89 Summer Youth	17.246-50	95257-CE-87-IIIB	-	203,636	-	203,636	-	- (4)
FY89-90 Summer Youth	17.246-50	95258-CE-88-IIIB	-	1,317,213	-	1,184,381	-	132,832 (4)
FY90-91 Summer Youth	17.246-50	95259-CE-89-IIIB	-	1,450,277	-	210,514	-	1,239,763
FY87-88 6% Incentive Grant	17.246-50	94457-CE-87-6%	-	139,569	-	139,569	-	- (4)
FY89-90 6% Incentive Grant	17.246-50	94458-CE-88-6%	-	134,836	-	70,074	-	64,762
FY89-90 Title III Substate Program	17.246-50	93259-CE-89-IIISS	-	421,418	-	389,131	-	32,287
FY89-90 Title III Governor's Discretionary Program	17.246-50	93459-CE-89-IIILT	-	255,931	-	183,917	-	72,014
Subtotal Oklahoma Employment Security Commission Grants			-	8,379,846	-	6,459,596	-	1,920,250
<b>Total Department of Labor</b>			<b>2,593,986</b>	<b>5,471,215</b>	<b>315,542</b>	<b>6,460,493</b>	<b>-</b>	<b>1,920,250</b>
<u>Environmental Protection Agency</u>								
Direct Programs:								
Mid-Urban Interceptor	66.418	C-400-893-21-1	-	-	18,652	18,652	-	-
<b>Total Environmental Protection Agency</b>			<b>-</b>	<b>-</b>	<b>18,652</b>	<b>18,652</b>	<b>-</b>	<b>-</b>
<u>Department of Transportation</u>								
Direct Programs:								
<u>Urban Mass Transportation Administration</u>								
Capital Assistance	20.507	OK-05-0022	74,021	-	-	74,021	-	-
Capital Assistance	20.507	OK-90-X022	411,040	-	(145,898)	265,142	-	-
Capital Assistance 90	20.507	OK-90-X028	-	836,251	-	228,698	-	607,553
Capital Assistance 90	20.507	OK-90-X029	-	436,800	-	402,132	-	34,668
Capital Assistance 90	20.507	OK-90-X030	-	1,600,000	-	1,578,150	-	21,850
Olympic Festival Planning	20.507	OK-90-X026	63,042	-	-	63,042	-	-
Planning Assistance 89	20.507	OK-90-X023	96,536	-	-	96,536	-	-
Planning Assistance 90	20.507	OK-90-X028	-	237,194	-	237,194	-	-
Planning Assistance 90	20.507	OK-90-X030	-	120,000	-	77,600	-	42,400
Operating Assistance 89	20.507	OK-90-X023	685,042	-	(685,042)	-	-	-
Operating Assistance 90	20.507	OK-90-X028	-	3,124,510	-	2,743,836	-	380,674
Subtotal UMTA Grants			<b>1,329,681</b>	<b>6,354,755</b>	<b>(830,940)</b>	<b>5,766,351</b>	<b>-</b>	<b>1,087,145</b>

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(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<b>Department of Transportation (continued)</b>								
Direct Programs (continued):								
<u>Federal Aviation Administration</u>								
Land Acquisition - Will Rogers	20.102	AIP3-40-0072-03	500,000	-	-	247,353	-	252,647
Land Acquisition - Will Rogers	20.102	AIP3-40-0072-07	1,820,000	-	-	1,250,111	-	569,889
Environmental Impact - Heliport	20.102	AIP3-40-0013-01-86	14,827	-	-	14,827	-	-
Expand Apron to East & South	20.102	AIP3-40-0072-13	440,334	(71,095)	-	369,239	-	-
Part 150 Noise Study - Wiley Post	20.102	AIP3-40-0073-05	71,023	-	-	38,184	-	32,839
Part 150 Noise Study - Will Rogers	20.102	AIP3-40-0072-14	105,114	-	-	55,131	-	49,983
Rehab Runway & Extend T/W	20.102	AIP3-40-0072-15	-	3,320,674	-	2,663,410	-	657,264
Lighted R/W Distance Remaining Signs	20.102	AIP3-40-0072-16	-	1,324,914	-	681,643	-	643,271
Reconstruct Aprons	20.102	AIP3-40-0073-06	-	600,000	-	543,049	-	56,951
Subtotal FAA Grants			<u>2,951,298</u>	<u>5,174,493</u>	<u>-</u>	<u>5,862,947</u>	<u>-</u>	<u>2,262,844</u>
Subtotal Direct Programs			<u>4,280,979</u>	<u>11,529,248</u>	<u>(830,940)</u>	<u>11,629,298</u>	<u>-</u>	<u>3,349,989</u>
Pass-through Association of Central Oklahoma Governments:								
<u>Unified Work Program</u>								
Planning/Transit 89-90	20.205	OK-08-0048	-	68,492	-	67,096	-	1,396
Subtotal ACOG Grants			<u>-</u>	<u>68,492</u>	<u>-</u>	<u>67,096</u>	<u>-</u>	<u>1,396</u>
Pass-through Oklahoma Highway Safety Office:								
Radar Units - 55NMSL 88-89	20.600	89-04-01-03/B/3	8,145	-	-	8,145	-	-
Overtime - DUI 88-89	20.600	89-02-01-03/B/5	28,814	(6,358)	-	22,456	-	-
Overtime - DUI 89-90	20.600	90-02-03/E/14	-	90,000	-	59,279	-	30,721
Overtime - 55NMSL 88-89	20.600	89-04-01-04/B/3	10,975	(1,830)	-	9,145	-	-
Overtime - 55NMSL 89-90	20.600	90-04-04/B/2	-	90,000	-	41,076	-	48,924
Subtotal OHSO Grants			<u>47,934</u>	<u>171,812</u>	<u>-</u>	<u>140,101</u>	<u>-</u>	<u>79,645</u>
Subtotal Pass-through Programs			<u>47,934</u>	<u>240,304</u>	<u>-</u>	<u>207,197</u>	<u>-</u>	<u>81,041</u>
Total Department of Transportation			<u>4,328,913</u>	<u>11,769,552</u>	<u>(830,940)</u>	<u>11,836,495</u>	<u>-</u>	<u>3,431,030</u>
<u>Department of Energy</u>								
Pass-through Oklahoma Department of Commerce:								
Promotion Carpool 90		4326 OIL/SECP 90	-	10,000	-	-	-	10,000
Total Department of Energy			<u>-</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,000</u>

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CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<u>Department of Health and Human Services</u>								
Pass-through State of Oklahoma Area-wide Aging Agency:								
Transportation for Elderly 88-89	13.633	34-0801-60	41,278 (3)	(2,387)	-	38,891	-	-
Transportation for Elderly 89-90	13.633	34-0801-60	-	106,035	-	85,639	-	20,396
<b>Total Department of Health and Human Services</b>			<b>41,278</b>	<b>103,648</b>	<b>-</b>	<b>124,530</b>	<b>-</b>	<b>20,396</b>
<u>Federal Emergency Management Agency</u>								
Pass-through Oklahoma Civil Defense:								
FY 88-89	83.516	TEN-4099255000	18,000	-	-	18,000	-	-
FY 89-90	83.516	TEN-4099255000	-	72,000	-	54,000	-	18,000
<b>Total Federal Emergency Management Agency</b>			<b>18,000</b>	<b>72,000</b>	<b>-</b>	<b>72,000</b>	<b>-</b>	<b>18,000</b>
<u>Other Assistance (Non-Federal)</u>								
Oklahoma Supreme Court:								
Oklahoma Supreme Court Dispute Mediation 88-89			21,439	(21,439)	-	-	-	-
Oklahoma Supreme Court Dispute Mediation 89-90			-	23,200	-	18,070	70	5,200
<b>Total Other Assistance</b>			<b>21,439</b>	<b>1,761</b>	<b>-</b>	<b>18,070</b>	<b>70</b>	<b>5,200</b>
<b>Total Assistance</b>			<b>\$14,419,978</b>	<b>\$22,148,961</b>	<b>(\$496,746)</b>	<b>\$25,648,587</b>	<b>\$466,376</b>	<b>\$10,889,982</b>

- (1) Adjusted \$17,000 for prior period error in unexpended balance.
- (2) Adjusted (\$101,621) for prior period error in unexpended balance.
- (3) Adjusted (\$3,915) for prior period error in unexpended balance.
- (4) Pass-through grant administration was transferred from the Oklahoma Department of Commerce to the Oklahoma Employment Security Commission.

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**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**NOTES TO THE SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**  
 June 30, 1990

**General.** The accompanying Schedule of Federal Financial Assistance presents the activity of all federal financial assistance programs and other assistance programs of the City of Oklahoma City, Oklahoma. The City's reporting entity is defined in the Comprehensive Annual Financial Report (CAFR) in Note I.B. to the general purpose financial statements. Federal financial assistance received directly from federal agencies and federal financial assistance passed through other government agencies are included on the schedule.

**Basis of Accounting.** The accompanying Schedule of Federal Financial Assistance is presented using the same basis of accounting as the related fund which reports the grant activity in the general purpose financial statements. This would include modified accrual for governmental funds and accrual for proprietary funds. These bases are more fully described in Note I.C. of the general purpose financial statements.

**Relationship to Funding Agency Reports.** Expenditures reported in the accompanying schedule for major programs, i.e., Community Development Block Grant Entitlements, Job Training Partnership Act, Urban Mass Transportation Administration, and Federal Aviation Administration agree with amounts reported in the related funding agency reports except as follows:

	Expenditures Reported to Funding Agency <u>6/30/90</u>	Expenditures Reported to Funding Agency <u>6/30/89</u>	Current Year-to-Date Expenditures <u>6/30/90</u>	Letter of Credit Related Grants: Expenditures Not Included For Grantee Performance Report	Accruals <u>6/30/89</u>	Adjustments & Accruals <u>6/30/90</u>	Federal Financial Assistance Schedule Expenditures
<b>Reported on a current year-to-date basis:</b>							
<u>Community Development Block Grant Entitlement</u>							
Letter of Credit Related grants	\$6,136,997	\$ -	\$6,136,997	\$ 791,050	\$ (53,494)	\$ 13,170	\$6,887,723
<b>Reported on a total-to-date basis:</b>							
<u>Job Training Partnership Act</u>							
94258-CE-88-IIA	1,248,213	-	1,248,213	-	-	-	1,248,213
94259-CE-89-IIA	2,791,285	-	2,791,285	-	-	38,876	2,830,161
95257-CE-87-IIB	203,636	-	203,636	-	-	-	203,636
95258-CE-88-IIB	1,153,790	-	1,153,790	-	-	30,591	1,184,381
95259-CE-89-IIB	253,208	-	253,208	-	-	(42,694)	210,514
94457-CE-87-6%	139,569	-	139,569	-	-	-	139,569
94458-CE-88-6%	70,019	-	70,019	-	-	55	70,074
93259-CE-89-IIISS	388,824	-	388,824	-	-	307	389,131
93459-CE-89-IIILT	183,917	-	183,917	-	-	-	183,917
<u>Urban Mass Transportation Administration</u>							
Capital Assistance OK-90-X030	1,578,150	-	1,578,150	-	-	-	1,578,150
Operating Assistance OK-90-X028	2,743,836	-	2,743,836	-	-	-	2,743,836
<u>Federal Aviation Administration</u>							
AIP3-40-0072-03	247,353	-	247,353	-	-	-	247,353
AIP3-40-0072-07	1,250,111	-	1,250,111	-	-	-	1,250,111
AIP3-40-0013-01-86	73,149	65,813	7,336	-	-	7,491	14,827
AIP3-40-0072-13	2,106,806	1,737,567	369,239	-	-	-	369,239
AIP3-40-0073-05	47,484	9,977	37,507	-	-	677	38,184
AIP3-40-0072-14	68,852	14,886	53,966	-	-	1,165	55,131
AIP3-40-0072-15	2,591,748	-	2,591,748	-	-	71,662	2,663,410
AIP3-40-0072-16	643,277	-	643,277	-	-	38,366	681,643
AIP3-40-0073-06	510,415	-	510,415	-	-	32,634	543,049

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**COMPLIANCE REPORT BASED ON AUDIT OF  
GENERAL PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS**

COMPLIANCE REPORT BASED ON AN AUDIT OF  
GENERAL PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS

Honorable Major and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), as of and for the year ended June 30, 1990, and have issued our report thereon dated October 19, 1990.

We conducted our audit in accordance with generally accepted auditing standards and "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 general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the City is the responsibility of the City's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the City's compliance with certain provisions of laws, regulations, contracts, and grants. However, our objective was not to provide an opinion on overall compliance with such provisions.

The results of our tests indicate that, with respect to the items tested, the City complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those provisions.

This report is intended for the information of management and the City Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

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**SINGLE AUDIT OPINION ON COMPLIANCE WITH  
SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

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**SINGLE AUDIT OPINION ON COMPLIANCE WITH  
SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the City of Oklahoma City, Oklahoma (the "City") compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and claims for advances and reimbursements that are applicable to each of its major federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended June 30, 1990. The management of the City is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, "Government Auditing Standards," issued by the Comptroller General of the United States, and Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above which are described in the accompanying schedule of findings and questioned costs. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

In our opinion, the City complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; cost allocation; and monitoring subrecipients that are applicable to each of its major federal financial assistance programs for the year ended June 30, 1990.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

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**SINGLE AUDIT OPINION ON COMPLIANCE WITH GENERAL  
REQUIREMENTS APPLICABLE TO MAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS**

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**SINGLE AUDIT REPORT ON COMPLIANCE WITH GENERAL  
REQUIREMENTS APPLICABLE TO MAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have applied procedures to test the City of Oklahoma City, Oklahoma, ("the City") compliance with the following requirements applicable to each of its major federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended June 30, 1990:

- . Political Activity
- . Davis-Bacon Act
- . Civil Rights
- . Cash Management
- . Relocation Assistance and Real Property Acquisition
- . Federal Financial Reports
- . Allowable Costs and Cost Principles
- . Drug Free Workplace

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments." Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the first paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the accompanying schedule of findings and questioned costs. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

This report is intended for the information of management and the City Council and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

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**SINGLE AUDIT REPORT ON COMPLIANCE WITH  
REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS**

**SINGLE AUDIT REPORT ON COMPLIANCE WITH  
REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS TRANSACTIONS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

In connection with our audit of the 1990 general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), and with our study and evaluation of the City's internal control systems used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audit of State and Local Governments," we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended June 30, 1990.

As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed and eligibility that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those requirements.

This report is intended for the information of management and the City Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

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**REPORT ON THE INTERNAL CONTROL STRUCTURE IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS.**

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**REPORT ON THE INTERNAL CONTROL STRUCTURE IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), as of and for the year ended June 30, 1990 and have issued our report thereon dated October 19, 1990.

We conducted our audit in accordance with generally accepted auditing standards and "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 general purpose financial statements are free of material misstatement.

In planning and performing our audit of the general purpose financial statements of the City for the year ended June 30, 1990, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of the City is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

- . Revenue/receipts
- . Purchases/disbursements
- . Payroll

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For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose 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 structure and its operation that we consider to be material weaknesses as defined above. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

However, we noted certain matters involving the internal control structure and its operation that we have reported to management of the City in a separate communication dated October 19, 1990.

This report is intended for the information of management and the City Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Cooper + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

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**REPORT ON INTERNAL CONTROLS (ACCOUNTING AND  
ADMINISTRATIVE) - BASED ON A STUDY AND  
EVALUATION MADE AS A PART OF AND AUDIT OF  
GENERAL PURPOSE STATEMENTS AND THE ADDITIONAL  
TESTS REQUIRED BY THE SINGLE AUDIT ACT**

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**REPORT ON INTERNAL CONTROLS (ACCOUNTING AND  
ADMINISTRATIVE) - BASED ON A STUDY AND  
EVALUATION MADE AS A PART OF AND AUDIT OF  
GENERAL PURPOSE FINANCIAL STATEMENTS  
AND THE ADDITIONAL TESTS REQUIRED BY THE  
SINGLE AUDIT ACT**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), for the year ended June 30, 1990, and have issued our reports thereon dated October 19, 1990. As part of our audit, we made a study and evaluation of the internal control systems, including applicable internal administrative controls, used in administering federal financial assistance programs to the extent we considered necessary to evaluate the systems as required by generally accepted auditing standards, "Government Auditing Standards," issued by the Comptroller General of the United States, the Single Audit Act of 1984, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." For the purpose of this report, we have classified the significant internal accounting and administrative controls used in administering federal financial assistance programs in the following categories:

Cycles of the City's Activity

- . Revenue/receipts
- . Purchases/disbursements
- . Payroll

Administrative Control Categories  
Specific Requirements

- . Types of services allowed
- . Eligibility
- . Reporting
- . Matching level of effort
- . Cost Allocation
- . Monitoring Subrecipients

General Requirements

- . Political Activity
- . Davis-Bacon Act
- . Civil Rights
- . Cash Management
- . Relocation Assistance and Real Property Acquisition
- . Federal Financial Reports
- . Allowable Costs and Cost Principles
- . Drug Free Workplace

The management of the City is responsible for establishing and maintaining internal control systems used in administering federal financial assistance programs. In fulfilling that responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of internal control systems used in administering federal financial assistance programs are to provide management with reasonable, but not absolute, assurance that, with respect to federal financial assistance programs, resource use is consistent with laws, regulations, and policies; resources are safeguarded against waste, loss, and misuse; and reliable data are obtained, maintained, and fairly disclosed in reports.

Because of inherent limitations in any system of internal accounting and administrative controls used in administering federal financial assistance programs, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the systems to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study included all of the applicable control categories listed above. During the year ended June 30, 1990, the City expended 98 percent of its total federal financial assistance under major federal financial assistance programs. With respect to internal control systems used in administering major federal financial assistance programs, our study and evaluation included considering the types of errors and irregularities that could occur, determining the internal control procedures that should prevent or detect such errors and irregularities, determining whether the necessary procedures are prescribed and are being followed satisfactorily, and evaluating any weaknesses.

With respect to the internal control systems used solely in administering the nonmajor federal financial assistance programs of the City, our study and evaluation was limited to a preliminary review of the systems to obtain an understanding of the control environment and the flow of transactions through the accounting system. Our study and evaluation of the internal control systems used solely in administering the nonmajor federal financial assistance programs of the City did not extend beyond this preliminary review phase.

Our study and evaluation was more limited than would be necessary to express an opinion on the internal control systems used in administering the federal financial assistance programs of the City. Accordingly, we do not express an opinion on the internal control systems used in administering the federal financial assistance programs of the City. Further, we do not express an opinion on the internal control systems used in administering the major federal financial assistance programs of the City.

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Also, our audit, made in accordance with the standards mentioned above, would not necessarily disclose material weaknesses in the internal control systems used solely in administering nonmajor federal financial assistance programs. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

However, our study and evaluation and our audit disclosed no condition that we believe to be a material weakness in relation to a federal financial assistance program of the City.

This report is intended solely for the use of management and the City Council and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City is a matter of public record.

*Cooper + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

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**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

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CITY OF OKLAHOMA CITY, OKLAHOMA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 1990

<u>Program</u>	<u>Finding</u>	<u>Questioned Costs</u>
General	<p>Finding: The City's employee policies do not contain a provision requiring employees to notify the City of any criminal drug statute conviction for a violation occurring in the workplace no later than five days after such conviction as required by the Drug Free Workplace Act.</p> <p>City Response: The City's Personnel Director is in the process of amending the Drug Free Workplace Policy to include a provision requiring employees to notify, in writing to state that they are aware of their obligation, the City no later than five days after any criminal drug statute conviction for a violation occurring in the workplace. The proposed amendment is in the process of being reviewed by the City's attorneys.</p>	
JTPA 94259-CE-89-IIA	<p>Finding: The City contracts with local colleges and other training centers in its service delivery area to provide job training as part of the JTPA funded programs. The City does not perform a subgrantee monitoring of the training centers, as it has considered them to be vendors and not subject to subrecipient monitoring.</p> <p>City Response: The City conducts subgrantee/contractor monitoring. Through on-going reviews and analysis the monitor focuses on contractual accountability, target group participation and compliance with applicable federal, state and local laws. Financial audits are not performed on the contractors because we consider our contractors as vendors and not subject to subrecipients audits. We are requesting a legal opinion of the grantor, Oklahoma State Employment Security Commission, to make a determination whether contract for services at training institutes are considered vendors or subrecipients.</p>	

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CITY OF OKLAHOMA CITY, OKLAHOMA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, Continued  
FOR THE YEAR ENDED JUNE 30, 1990

<u>Program</u>	<u>Finding</u>	<u>Questioned Costs</u>
JTPA 94259-CE-89-IIA	<p>Finding: During the year the City did not reconcile the monthly expenditure reports submitted to the grantor to the City's accounting records (Report 9). This finding was also noted during a monitoring visit by the grantor during the fiscal year.</p> <p>City Response: Effective October, 1990 we are using a reconciliation form to reconcile the monthly expenditure report submitted to the grantor to the City's accounting records (Report 9).</p>	

**CITY OF OKLAHOMA CITY, OKLAHOMA**

**GRANT COMPLIANCE REPORTS**

**For the year ended June 30, 1990**

**Coopers  
& Lybrand**

Certified Public Accountants

CITY OF OKLAHOMA CITY, OKLAHOMA  
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For the year ended June 30, 1990

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**REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

**REPORT ON SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), for the year ended June 30, 1990, and have issued our report thereon dated October 19, 1990. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and "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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements of the City taken as a whole. The accompanying schedule of federal financial assistance is presented for purposes of additional analysis and is not a required part of the general purpose financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

Federal Grantor/Program Title	Federal CFDA Number	Grant Number	Unexpended Balance June 30, 1989	Grants Awarded/ (Closed) During Current Year	Transfers and Adjustments	Current Year Expenditures	Other Income	Unexpended Balance June 30, 1990
<b>Department of Housing and Urban Development</b>								
Direct Programs:								
<u>Community Development Block Grant Entitlement</u>								
1979-80	14.218	B-79-MC-40-0003	\$158,254	\$ -	(\$40,012)	\$100,980	\$630	\$17,892
1981-82	14.218	B-81-MC-40-0003	178,338	-	-	178,338	-	-
1983-84	14.218	B-83-MC-40-0003	123,107	-	(68,279)	(1)	-	54,829
1984-85	14.218	B-84-MC-40-0003	11,189	-	(10,381)	808	-	-
1985-86	14.218	B-85-MC-40-0003	435,708	-	(199,619)	(58,583)	18,987	313,659
1986-87	14.218	B-86-MC-40-0003	1,233,664	-	(571,407)	410,421	-	251,836
1987-88	14.218	B-87-MC-40-0003	595,631	-	(529,296)	(3,323)	-	69,658
1988-89	14.218	B-88-MC-40-0003	2,373,058 (2)	-	(470,128)	1,204,265	7,324	705,989
1989-90	14.218	B-89-MC-40-0003	-	4,293,000	1,889,122	4,275,298	364,479	2,271,303
Urban Renewal	14.218	B-79-UR-40-0002	295,602	(108,215)	-	187,387	-	-
Emergency Shelter Grant	14.218	S-89-MC-40-0002	68,000	-	-	62,963	-	5,037
Emergency Shelter Grant	14.218	S-90-MC-40-0002	-	107,000	-	-	-	107,000
Oklahoma School of Science & Math	14.218	B-89-SP-40-0003	1,000,000	-	-	529,170	-	470,830
Subtotal Letter of Credit Grants			6,472,551	4,291,785	-	6,887,723	391,420	4,268,033
Rental Rehabilitation	14.218	R-85-MC-40-0203	29,847 (1)	-	-	17,747	-	12,100
Rental Rehabilitation	14.218	R-86-MC-40-0203	155,000	-	-	106,546	-	48,454
Rental Rehabilitation	14.218	R-87-MC-40-0203	431,000	-	-	22,782	-	408,218
Rental Rehabilitation	14.218	R-88-MC-40-0203	-	429,000	-	83,549	-	345,451
Rental Rehabilitation	14.218	R-89-MC-40-0203	321,000	-	-	-	-	321,000
Urban Homestead	14.218	H88-UH-40-0005	- (2)	-	-	-	1,911	1,911
UDAG - Wilson Foods Loan Repayment	14.221	B-84-AA-40-0011	6,964	-	-	-	72,975	79,939
Subtotal Non-Letter of Credit Grants			943,811	429,000	-	230,624	74,886	1,217,073
Total Dept. of Housing & Urban Development			7,416,362	4,720,785	-	7,118,347	466,306	5,485,106
<b>Department of Labor</b>								
Pass-through State of Oklahoma Department of Commerce:								
<u>Job Training Partnership Act</u>								
FY87-88 Job Training for Youth and Adults	17.246-50	1601-CE-87-IIA	897	-	-	897	-	-
FY88-89 Job Training for Youth and Adults	17.246-50	3310-CE-88-IIA	1,130,191	(1,248,213)	118,022	-	-	(4)
FY88-89 Summer Youth	17.246-50	3159-CE-88-IIB	56,023	(203,636)	147,613	-	-	(4)
FY89-90 Summer Youth	17.246-50	3787-CE-88-JTIIIB	1,267,306	(1,317,213)	49,907	-	-	(4)
FY87-88 6% Incentive Grant	17.246-50	3514-CE-87-6%	139,569	(139,569)	-	-	-	(4)
Subtotal Department of Commerce Grants			2,593,986	(2,908,631)	315,542	897	-	-

(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<u>Department of Labor (continued)</u>								
Pass-through State of Oklahoma Employment Security Commission:								
<u>Job Training Partnership Act</u>								
FY88-89 Job Training for Youth and Adults	17.246-50	94258-CE-88-IIA	-	1,248,213	-	1,248,213	-	- (4)
FY89-90 Job Training for Youth and Adults	17.246-50	94259-CE-89-IIA	-	3,208,753	-	2,830,161	-	378,592
FY88-89 Summer Youth	17.246-50	95257-CE-87-IIB	-	203,636	-	203,636	-	- (4)
FY89-90 Summer Youth	17.246-50	95258-CE-88-IIB	-	1,317,213	-	1,184,381	-	132,832 (4)
FY90-91 Summer Youth	17.246-50	95259-CE-89-IIB	-	1,450,277	-	210,514	-	1,239,763
FY87-88 6% Incentive Grant	17.246-50	94457-CE-87-6%	-	139,569	-	139,569	-	- (4)
FY89-90 6% Incentive Grant	17.246-50	94458-CE-88-6%	-	134,836	-	70,074	-	64,762
FY89-90 Title III Substate Program	17.246-50	93259-CE-89-IIISS	-	421,418	-	389,131	-	32,287
FY89-90 Title III Governor's Discretionary Program	17.246-50	93459-CE-89-IIIIT	-	255,931	-	183,917	-	72,014
Subtotal Oklahoma Employment Security Commission Grants			-	8,379,846	-	6,459,596	-	1,920,250
<b>Total Department of Labor</b>			<b>2,593,986</b>	<b>5,471,215</b>	<b>315,542</b>	<b>6,460,493</b>	<b>-</b>	<b>1,920,250</b>
<u>Environmental Protection Agency</u>								
Direct Programs:								
Mid-Urban Interceptor	66.418	C-400-893-21-1	-	-	18,652	18,652	-	-
<b>Total Environmental Protection Agency</b>			<b>-</b>	<b>-</b>	<b>18,652</b>	<b>18,652</b>	<b>-</b>	<b>-</b>
<u>Department of Transportation</u>								
Direct Programs:								
<u>Urban Mass Transportation Administration</u>								
Capital Assistance	20.507	OK-05-0022	74,021	-	-	74,021	-	-
Capital Assistance	20.507	OK-90-X022	411,040	-	(145,898)	265,142	-	-
Capital Assistance 90	20.507	OK-90-X028	-	836,251	-	228,698	-	607,553
Capital Assistance 90	20.507	OK-90-X029	-	436,800	-	402,132	-	34,668
Capital Assistance 90	20.507	OK-90-X030	-	1,600,000	-	1,578,150	-	21,850
Olympic Festival Planning	20.507	OK-90-X026	63,042	-	-	63,042	-	-
Planning Assistance 89	20.507	OK-90-X023	96,536	-	-	96,536	-	-
Planning Assistance 90	20.507	OK-90-X028	-	237,194	-	237,194	-	-
Planning Assistance 90	20.507	OK-90-X030	-	120,000	-	77,600	-	42,400
Operating Assistance 89	20.507	OK-90-X023	685,042	-	(685,042)	-	-	-
Operating Assistance 90	20.507	OK-90-X028	-	3,124,510	-	2,743,836	-	380,674
Subtotal UMTA Grants			1,329,681	6,354,755	(830,940)	5,766,351	-	1,087,145

(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<b>Department of Transportation (continued)</b>								
Direct Programs (continued):								
<u>Federal Aviation Administration</u>								
Land Acquisition - Will Rogers	20.102	AIP3-40-0072-03	500,000	-	-	247,353	-	252,647
Land Acquisition - Will Rogers	20.102	AIP3-40-0072-07	1,820,000	-	-	1,250,111	-	569,889
Environmental Impact - Heliport	20.102	AIP3-40-0013-01-86	14,827	-	-	14,827	-	-
Expand Apron to East & South	20.102	AIP3-40-0072-13	440,334	(71,095)	-	369,239	-	-
Part 150 Noise Study - Wiley Post	20.102	AIP3-40-0073-05	71,023	-	-	38,184	-	32,839
Part 150 Noise Study - Will Rogers	20.102	AIP3-40-0072-14	105,114	-	-	55,131	-	49,983
Rehab Runway & Extend T/W	20.102	AIP3-40-0072-15	-	3,320,674	-	2,663,410	-	657,264
Lighted R/W Distance Remaining Signs	20.102	AIP3-40-0072-16	-	1,324,914	-	681,643	-	643,271
Reconstruct Aprons	20.102	AIP3-40-0073-06	-	600,000	-	543,049	-	56,951
Subtotal FAA Grants			2,951,298	5,174,493	-	5,862,947	-	2,262,844
Subtotal Direct Programs			4,280,979	11,529,248	(830,940)	11,629,298	-	3,349,989
Pass-through Association of Central Oklahoma Governments:								
<u>Unified Work Program</u>								
Planning/Transit 89-90	20.205	OK-08-0048	-	68,492	-	67,096	-	1,396
Subtotal ACOG Grants			-	68,492	-	67,096	-	1,396
Pass-through Oklahoma Highway Safety Office:								
Radar Units - 55NMSL 88-89	20.600	89-04-01-03/B/3	8,145	-	-	8,145	-	-
Overtime - DUI 88-89	20.600	89-02-01-03/B/5	28,814	(6,358)	-	22,456	-	-
Overtime - DUI 89-90	20.600	90-02-03/E/14	-	90,000	-	59,279	-	30,721
Overtime - 55NMSL 88-89	20.600	89-04-01-04/B/3	10,975	(1,830)	-	9,145	-	-
Overtime - 55NMSL 89-90	20.600	90-04-04/B/2	-	90,000	-	41,076	-	48,924
Subtotal OHSO Grants			47,934	171,812	-	140,101	-	79,645
Subtotal Pass-through Programs			47,934	240,304	-	207,197	-	81,041
Total Department of Transportation			4,328,913	11,769,552	(830,940)	11,836,495	-	3,431,030
<u>Department of Energy</u>								
Pass-through Oklahoma Department of Commerce:								
Promotion Carpool 90		4326 OIL/SECP 90	-	10,000	-	-	-	10,000
Total Department of Energy			-	10,000	-	-	-	10,000

(continued)

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE  
 year ended June 30, 1990

<u>Federal Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Grant Number</u>	<u>Unexpended Balance June 30, 1989</u>	<u>Grants Awarded/ (Closed) During Current Year</u>	<u>Transfers and Adjustments</u>	<u>Current Year Expenditures</u>	<u>Other Income</u>	<u>Unexpended Balance June 30, 1990</u>
<u>Department of Health and Human Services</u>								
Pass-through State of Oklahoma Arcawide Aging Agency:								
Transportation for Elderly 88-89	13.633	34-0801-60	41,278 (3)	(2,387)	-	38,891	-	-
Transportation for Elderly 89-90	13.633	34-0801-60	-	106,035	-	85,639	-	20,396
<b>Total Department of Health and Human Services</b>			<b>41,278</b>	<b>103,648</b>	<b>-</b>	<b>124,530</b>	<b>-</b>	<b>20,396</b>
<u>Federal Emergency Management Agency</u>								
Pass-through Oklahoma Civil Defense:								
FY 88-89	83.516	TEN-4099255000	18,000	-	-	18,000	-	-
FY 89-90	83.516	TEN-4099255000	-	72,000	-	54,000	-	18,000
<b>Total Federal Emergency Management Agency</b>			<b>18,000</b>	<b>72,000</b>	<b>-</b>	<b>72,000</b>	<b>-</b>	<b>18,000</b>
<u>Other Assistance (Non-Federal)</u>								
Oklahoma Supreme Court:								
Oklahoma Supreme Court Dispute Mediation 88-89			21,439	(21,439)	-	-	-	-
Oklahoma Supreme Court Dispute Mediation 89-90			-	23,200	-	18,070	70	5,200
<b>Total Other Assistance</b>			<b>21,439</b>	<b>1,761</b>	<b>-</b>	<b>18,070</b>	<b>70</b>	<b>5,200</b>
<b>Total Assistance</b>			<b>\$14,419,978</b>	<b>\$22,148,961</b>	<b>(\$496,746)</b>	<b>\$25,648,587</b>	<b>\$466,376</b>	<b>\$10,889,982</b>

(1) Adjusted \$17,000 for prior period error in unexpended balance.

(2) Adjusted (\$101,621) for prior period error in unexpended balance.

(3) Adjusted (\$3,915) for prior period error in unexpended balance.

(4) Pass-through grant administration was transferred from the Oklahoma Department of Commerce to the Oklahoma Employment Security Commission.

**CITY OF OKLAHOMA CITY, OKLAHOMA**  
**NOTES TO THE SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE**

June 30, 1990

General. The accompanying Schedule of Federal Financial Assistance presents the activity of all federal financial assistance programs and other assistance programs of the City of Oklahoma City, Oklahoma. The City's reporting entity is defined in the Comprehensive Annual Financial Report (CAFR) in Note I.B. to the general purpose financial statements. Federal financial assistance received directly from federal agencies and federal financial assistance passed through other government agencies are included on the schedule.

Basis of Accounting. The accompanying Schedule of Federal Financial Assistance is presented using the same basis of accounting as the related fund which reports the grant activity in the general purpose financial statements. This would include modified accrual for governmental funds and accrual for proprietary funds. These bases are more fully described in Note I.C. of the general purpose financial statements.

Relationship to Funding Agency Reports. Expenditures reported in the accompanying schedule for major programs, i.e., Community Development Block Grant Entitlements, Job Training Partnership Act, Urban Mass Transportation Administration, and Federal Aviation Administration agree with amounts reported in the related funding agency reports except as follows:

	Expenditures Reported to Funding Agency 6/30/90	Expenditures Reported to Funding Agency 6/30/89	Current Year-to-Date Expenditures 6/30/90	Letter of Credit Related Grants: Expenditures Not Included For Grantee Performance Report	Accruals 6/30/89	Adjustments & Accruals 6/30/90	Federal Financial Assistance Schedule Expenditures
<b>Reported on a current year-to-date basis:</b>							
<u>Community Development Block Grant Entitlement</u>							
Letter of Credit Related grants	\$6,136,997	\$ -	\$6,136,997	\$ 791,050	\$ (53,494)	\$ 13,170	\$6,887,723
<b>Reported on a total-to-date basis:</b>							
<u>Job Training Partnership Act</u>							
94258-CE-88-IIA	1,248,213	-	1,248,213	-	-	-	1,248,213
94259-CE-89-IIA	2,791,285	-	2,791,285	-	-	38,876	2,830,161
95257-CE-87-IIB	203,636	-	203,636	-	-	-	203,636
95258-CE-88-IIB	1,153,790	-	1,153,790	-	-	30,591	1,184,381
95259-CE-89-IIB	253,208	-	253,208	-	-	(42,694)	210,514
94457-CE-87-6%	139,569	-	139,569	-	-	-	139,569
94458-CE-88-6%	70,019	-	70,019	-	-	55	70,074
93259-CE-89-IISS	388,824	-	388,824	-	-	307	389,131
93459-CE-89-IIILT	183,917	-	183,917	-	-	-	183,917
<u>Urban Mass Transportation Administration</u>							
Capitol Assistance OK-90-X030	1,578,150	-	1,578,150	-	-	-	1,578,150
Operating Assistance OK-90-X028	2,743,836	-	2,743,836	-	-	-	2,743,836
<u>Federal Aviation Administration</u>							
AIP3-40-0072-03	247,353	-	247,353	-	-	-	247,353
AIP3-40-0072-07	1,250,111	-	1,250,111	-	-	-	1,250,111
AIP3-40-0013-01-86	73,149	65,813	7,336	-	-	7,491	14,827
AIP3-40-0072-13	2,106,806	1,737,567	369,239	-	-	-	369,239
AIP3-40-0073-05	47,484	9,977	37,507	-	-	677	38,184
AIP3-40-0072-14	68,852	14,886	53,966	-	-	1,165	55,131
AIP3-40-0072-15	2,591,748	-	2,591,748	-	-	71,662	2,663,410
AIP3-40-0072-16	643,277	-	643,277	-	-	38,366	681,643
AIP3-40-0073-06	510,415	-	510,415	-	-	32,634	543,049

**COMPLIANCE REPORT BASED ON AUDIT OF  
GENERAL PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS**

**COMPLIANCE REPORT BASED ON AN AUDIT OF  
GENERAL PURPOSE FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS**

Honorable Major and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), as of and for the year ended June 30, 1990, and have issued our report thereon dated October 19, 1990.

We conducted our audit in accordance with generally accepted auditing standards and "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 general purpose financial statements are free of material misstatement.

Compliance with laws, regulations, contracts, and grants applicable to the City is the responsibility of the City's management. As part of obtaining reasonable assurance about whether the general purpose financial statements are free of material misstatement, we performed tests of the City's compliance with certain provisions of laws, regulations, contracts, and grants. However, our objective was not to provide an opinion on overall compliance with such provisions.

The results of our tests indicate that, with respect to the items tested, the City complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those provisions.

This report is intended for the information of management and the City Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers & Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

**SINGLE AUDIT OPINION ON COMPLIANCE WITH  
SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

**SINGLE AUDIT OPINION ON COMPLIANCE WITH  
SPECIFIC REQUIREMENTS APPLICABLE TO MAJOR  
FEDERAL FINANCIAL ASSISTANCE PROGRAMS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the City of Oklahoma City, Oklahoma (the "City") compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and claims for advances and reimbursements that are applicable to each of its major federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended June 30, 1990. The management of the City is responsible for the City's compliance with those requirements. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards, "Government Auditing Standards," issued by the Comptroller General of the United States, and Office of Management and Budget Circular A-128, "Audits of State and Local Governments." Those standards and OMB Circular A-128 require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

The results of our audit procedures disclosed immaterial instances of noncompliance with the requirements referred to above which are described in the accompanying schedule of findings and questioned costs. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

In our opinion, the City complied, in all material respects, with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; cost allocation; and monitoring subrecipients that are applicable to each of its major federal financial assistance programs for the year ended June 30, 1990.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

**SINGLE AUDIT OPINION ON COMPLIANCE WITH GENERAL  
REQUIREMENTS APPLICABLE TO MAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS**

**SINGLE AUDIT REPORT ON COMPLIANCE WITH GENERAL  
REQUIREMENTS APPLICABLE TO MAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have applied procedures to test the City of Oklahoma City, Oklahoma, ("the City") compliance with the following requirements applicable to each of its major federal financial assistance programs, which are identified in the schedule of federal financial assistance, for the year ended June 30, 1990:

- . Political Activity
- . Davis-Bacon Act
- . Civil Rights
- . Cash Management
- . Relocation Assistance and Real Property Acquisition
- . Federal Financial Reports
- . Allowable Costs and Cost Principles
- . Drug Free Workplace

Our procedures were limited to the applicable procedures described in the Office of Management and Budget's "Compliance Supplement for Single Audits of State and Local Governments." Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City's compliance with the requirements listed in the preceding paragraph. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the first paragraph of this report. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those requirements. However, the results of our procedures disclosed immaterial instances of noncompliance with those requirements, which are described in the accompanying schedule of findings and questioned costs. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

This report is intended for the information of management and the City Council and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

**SINGLE AUDIT REPORT ON COMPLIANCE WITH  
REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAM TRANSACTIONS**

**SINGLE AUDIT REPORT ON COMPLIANCE WITH  
REQUIREMENTS APPLICABLE TO NONMAJOR FEDERAL  
FINANCIAL ASSISTANCE PROGRAMS TRANSACTIONS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

In connection with our audit of the 1990 general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), and with our study and evaluation of the City's internal control systems used to administer federal financial assistance programs, as required by Office of Management and Budget Circular A-128, "Audit of State and Local Governments," we selected certain transactions applicable to certain nonmajor federal financial assistance programs for the year ended June 30, 1990.

As required by OMB Circular A-128, we have performed auditing procedures to test compliance with the requirements governing types of services allowed or unallowed and eligibility that are applicable to those transactions. Our procedures were substantially less in scope than an audit, the objective of which is the expression of an opinion on the City's compliance with these requirements. Accordingly, we do not express such an opinion.

With respect to the items tested, the results of those procedures disclosed no material instances of noncompliance with the requirements listed in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that the City had not complied, in all material respects, with those requirements.

This report is intended for the information of management and the City Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

**REPORT ON THE INTERNAL CONTROL STRUCTURE IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS.**

**REPORT ON THE INTERNAL CONTROL STRUCTURE IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), as of and for the year ended June 30, 1990 and have issued our report thereon dated October 19, 1990.

We conducted our audit in accordance with generally accepted auditing standards and "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 general purpose financial statements are free of material misstatement.

In planning and performing our audit of the general purpose financial statements of the City for the year ended June 30, 1990, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control structure.

The management of the City is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have classified the significant internal control structure policies and procedures in the following categories:

- . Revenue/receipts
- . Purchases/disbursements
- . Payroll

For all of the internal control structure categories listed above, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the general purpose 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 structure and its operation that we consider to be material weaknesses as defined above. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

However, we noted certain matters involving the internal control structure and its operation that we have reported to management of the City in a separate communication dated October 19, 1990.

This report is intended for the information of management and the City Council. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

*Coopers + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

**REPORT ON INTERNAL CONTROLS (ACCOUNTING AND  
ADMINISTRATIVE) – BASED ON A STUDY AND  
EVALUATION MADE AS A PART OF AND AUDIT OF  
GENERAL PURPOSE STATEMENTS AND THE ADDITIONAL  
TESTS REQUIRED BY THE SINGLE AUDIT ACT**

**REPORT ON INTERNAL CONTROLS (ACCOUNTING AND  
ADMINISTRATIVE) - BASED ON A STUDY AND  
EVALUATION MADE AS A PART OF AND AUDIT OF  
GENERAL PURPOSE FINANCIAL STATEMENTS  
AND THE ADDITIONAL TESTS REQUIRED BY THE  
SINGLE AUDIT ACT**

Honorable Mayor and City Council Members  
City of Oklahoma City, Oklahoma

We have audited the general purpose financial statements of the City of Oklahoma City, Oklahoma (the "City"), for the year ended June 30, 1990, and have issued our reports thereon dated October 19, 1990. As part of our audit, we made a study and evaluation of the internal control systems, including applicable internal administrative controls, used in administering federal financial assistance programs to the extent we considered necessary to evaluate the systems as required by generally accepted auditing standards, "Government Auditing Standards," issued by the Comptroller General of the United States, the Single Audit Act of 1984, and the provisions of Office of Management and Budget Circular A-128, "Audits of State and Local Governments." For the purpose of this report, we have classified the significant internal accounting and administrative controls used in administering federal financial assistance programs in the following categories:

Cycles of the City's Activity

- . Revenue/receipts
- . Purchases/disbursements
- . Payroll

Administrative Control Categories  
Specific Requirements

- . Types of services allowed
- . Eligibility
- . Reporting
- . Matching level of effort
- . Cost Allocation
- . Monitoring Subrecipients

General Requirements

- . Political Activity
- . Davis-Bacon Act
- . Civil Rights
- . Cash Management
- . Relocation Assistance and Real Property Acquisition
- . Federal Financial Reports
- . Allowable Costs and Cost Principles
- . Drug Free Workplace

The management of the City is responsible for establishing and maintaining internal control systems used in administering federal financial assistance programs. In fulfilling that responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of control procedures. The objectives of internal control systems used in administering federal financial assistance programs are to provide management with reasonable, but not absolute, assurance that, with respect to federal financial assistance programs, resource use is consistent with laws, regulations, and policies; resources are safeguarded against waste, loss, and misuse; and reliable data are obtained, maintained, and fairly disclosed in reports.

Because of inherent limitations in any system of internal accounting and administrative controls used in administering federal financial assistance programs, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the systems to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study included all of the applicable control categories listed above. During the year ended June 30, 1990, the City expended 98 percent of its total federal financial assistance under major federal financial assistance programs. With respect to internal control systems used in administering major federal financial assistance programs, our study and evaluation included considering the types of errors and irregularities that could occur, determining the internal control procedures that should prevent or detect such errors and irregularities, determining whether the necessary procedures are prescribed and are being followed satisfactorily, and evaluating any weaknesses.

With respect to the internal control systems used solely in administering the nonmajor federal financial assistance programs of the City, our study and evaluation was limited to a preliminary review of the systems to obtain an understanding of the control environment and the flow of transactions through the accounting system. Our study and evaluation of the internal control systems used solely in administering the nonmajor federal financial assistance programs of the City did not extend beyond this preliminary review phase.

Our study and evaluation was more limited than would be necessary to express an opinion on the internal control systems used in administering the federal financial assistance programs of the City. Accordingly, we do not express an opinion on the internal control systems used in administering the federal financial assistance programs of the City. Further, we do not express an opinion on the internal control systems used in administering the major federal financial assistance programs of the City.

Also, our audit, made in accordance with the standards mentioned above, would not necessarily disclose material weaknesses in the internal control systems used solely in administering nonmajor federal financial assistance programs. We have reviewed reports from prior years and repeated those comments which are still applicable in the current year.

However, our study and evaluation and our audit disclosed no condition that we believe to be a material weakness in relation to a federal financial assistance program of the City.

This report is intended solely for the use of management and the City Council and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which, upon acceptance by the City is a matter of public record.

*Cooper + Lybrand*

Oklahoma City, Oklahoma  
October 19, 1990

CITY OF OKLAHOMA CITY, OKLAHOMA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 FOR THE YEAR ENDED JUNE 30, 1990

<u>Program</u>	<u>Finding</u>	<u>Questioned Costs</u>
General	<p>Finding:            The City's employee policies do not contain a provision requiring employees to notify the City of any criminal drug statute conviction for a violation occurring in the workplace no later than five days after such conviction as required by the Drug Free Workplace Act.</p> <p>City Response:            The City's Personnel Director is in the process of amending the Drug Free Workplace Policy to include a provision requiring employees to notify, in writing to state that they are aware of their obligation, the City no later than five days after any criminal drug statute conviction for a violation occurring in the workplace. The proposed amendment is in the process of being reviewed by the City's attorneys.</p>	
JTPA 94259-CE-89-IIA	<p>Finding:            The City contracts with local colleges and other training centers in its service delivery area to provide job training as part of the JTPA funded programs. The City does not perform a subgrantee monitoring of the training centers, as it has considered them to be vendors and not subject to subrecipient monitoring.</p> <p>City Response:            The City conducts subgrantee/contractor monitoring. Through on-going reviews and analysis the monitor focuses on contractual accountability, target group participation and compliance with applicable federal, state and local laws. Financial audits are not performed on the contractors because we consider our contractors as vendors and not subject to subrecipients audits. We are requesting a legal opinion of the grantor, Oklahoma State Employment Security Commission, to make a determination whether contract for services at training institutes are considered vendors or subrecipients.</p>	

CITY OF OKLAHOMA CITY, OKLAHOMA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS, Continued  
FOR THE YEAR ENDED JUNE 30, 1990

<u>Program</u>	<u>Finding</u>	<u>Questioned Costs</u>
JTPA 94259-CE-89-IIA	<p>Finding: During the year the City did not reconcile the monthly expenditure reports submitted to the grantor to the City's accounting records (Report 9). This finding was also noted during a monitoring visit by the grantor during the fiscal year.</p> <p>City Response: Effective October, 1990 we are using a reconciliation form to reconcile the monthly expenditure report submitted to the grantor to the City's accounting records (Report 9).</p>	