



# McAlester City Council

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## NOTICE OF MEETING

### Regular Meeting Agenda

Tuesday, January 26, 2016 – 6:00 pm  
McAlester City Hall – Council Chambers  
28 E. Washington

Steve Harrison .....	Mayor
Weldon Smith.....	Ward One
John Titsworth .....	Ward Two
Travis Read, Vice Mayor.....	Ward Three
Robert Karr .....	Ward Four
Buddy Garvin .....	Ward Five
Jason Barnett .....	Ward Six
Peter J. Stasiak.....	City Manager
William J. Ervin.....	City Attorney
Cora M. Middleton .....	City Clerk

*This agenda has been posted at the McAlester City Hall, distributed to the appropriate news media, and posted on the City website: [www.cityofmcalester.com](http://www.cityofmcalester.com) within the required time frame.*

*The Mayor and City Council request that all cell phones and pagers be turned off or set to vibrate. Members of the audience are requested to step outside the Council Chambers to respond to a page or to conduct a phone conversation.*

*The McAlester City Hall is wheelchair accessible. Sign interpretation or other special assistance for disabled attendees must be requested 48 hours in advance by contacting the City Clerk's Office at 918.423.9300, Extension 4956.*

#### **CALL TO ORDER**

*Announce the presence of a Quorum.*

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#### **INVOCATION & PLEDGE OF ALLEGIANCE**

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#### **ROLL CALL**

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**CITIZENS COMMENTS ON NON-AGENDA ITEMS**

*Residents may address Council regarding an item that is not listed on the Agenda. Residents must provide their name and address. Council requests that comments be limited to five (5) minutes.*

**CONSENT AGENDA**

*All matters listed under the Consent Agenda are considered to be routine by the City Council and will be enacted by one motion. There will not be separate discussion of these items. If discussion is desired, that item will be removed from the Consent Agenda and will be considered separately.*

- A. Approval of Claims for January 6, 2016 through January 19, 2016. *(Toni Ervin, Chief Financial Officer)*
- B. Consider and act upon, a request from the University of Oklahoma, National Resource Center for Youth Services, to partner with them for the rental fee for the use of the Southeast Expo Center for their event, "Empowering OK Successful Adulthood Conference-Where Will You Be in 2016" for April 29, 2016 in the amount of \$315.00. *(Jerry Lynn Wilson, Community Services)*
- C. Consider and act upon, a request by the Italian Festival Foundation to partner with them for the rental fee for the use of the Southeast Expo Center for the 2016 Annual Italian Festival in the amount of \$2,125.00. *(Jerry Lynn Wilson, Community Services)*
- D. Consider and act upon, approval by the Council for the charge-off of \$1,049.92 currently owed the City of McAlester on an existing and active residential water account. *(Peter Stasiak, City Manager)*
- E. Concur with Oklahoma Municipal Assurance Group denial of Claim No. 201287-LR. *(Cora Middleton, City Clerk)*
- F. Concur with Oklahoma Municipal Assurance Group denial of Claim No. 201398-LR. *(Cora Middleton, City Clerk)*
- G. Consider and act upon, authorizing the Mayor to sign service contract with Technical Programming Services, Inc. (TPSi) to print and mail our utility bills. *(Toni Ervin, Chief Financial Officer)*
- H. Consider and act upon, authorizing the Mayor to sign service contract with ExecuTime Software, LLC for installation and maintenance of time entry software that interfaces with our Tyler Incode accounting software. *(Toni Ervin, Chief Financial Officer)*
- I. Consider and act upon, authorization of payment to EST, Inc., Invoice # 36198, in the amount of \$11,505.00 for Construction Management Services and Materials Testing Services related to CIP#4 and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*

- J. Consider and act upon, authorization of payment to EST, Inc., Invoice # 36199, in the amount of \$25,462.50 for Construction Management Services and Materials Testing Services related to CIP#4A 6<sup>th</sup> Street and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*

## ITEMS REMOVED FROM CONSENT AGENDA

### PUBLIC HEARING

*All persons interested in any ordinance listed under Scheduled Business shall have an opportunity to be heard in accordance with Article 2, Section 2.12(b) of the City Charter.*

**AN ORDINANCE OF THE CITY OF McALESTER, OKLAHOMA, AMENDING ORDINANCE NO. 2538 WHICH ESTABLISHED THE BUDGET FOR FISCAL YEAR 2015-16; REPEALING ALL CONFLICTING ORDINANCES; PROVIDING FOR A SEVERABILITY CLAUSE; AND DECLARING AN EMERGENCY.**

### SCHEDULED BUSINESS

1. Consider and act upon, accepting the annual City of McAlester Audited Financial Statements and Independent Auditor's Report for Fiscal Year ending June 30, 2015. *(Toni Ervin, Chief Financial Officer)*

Executive Summary

Motion to accept the annual Audit for Fiscal Year ending June 30, 2015 for the City of McAlester

2. **TABLED FROM THE JANUARY 12<sup>TH</sup> MEETING:** Consider and act upon, authorizing the Mayor to sign a resolution in agreement with Oklahoma Department of Transportation for the removal of unwarranted traffic signals on Carl Albert Parkway. *(Peter Stasiak, City Manager)*

Executive Summary

Staff recommends participation and authorizing the Mayor to sign the attached Resolution.

3. Discussion and presentation of the Mid-Year Review of Fiscal Year 2015-2016. *(Toni Ervin, Chief Financial Officer, Peter Stasiak, City Manager)*

Executive Summary

Mid-Year Review of Fiscal Year 2015-2016 Budget.

4. Consider and act upon, an Ordinance amending Ordinance No. 2538 which established the budget for fiscal year 2015-16; repealing all conflicting ordinances; providing for a severability clause; and declaring an emergency. *(Toni Ervin, Chief Financial Officer)*

Executive Summary

Motion to approve the budget amendment ordinance.

5. Consider and act upon, authorizing the Mayor to issue funds in the amount of \$3,214.00 to the Pittsburg County Regional Expo Authority Board. *(Bill Derichsweiler)*

Executive Summary

Staff recommends the authorization of funds in the amount of \$3,214.00 to Pittsburg County Regional Expo Authority as assistance for estimated utility expenditures for the balance of fiscal year 2015-2016.

6. **TABLED FROM THE JANUARY 12<sup>TH</sup> MEETING:** Consider and act upon, approval of certain costs related to the Fire Department. Funds to be used from the City of McAlester's Fire Department's portion of the county quarter cent excise tax for fire services. *Brett Brewer, Fire Chief)*

Executive Summary

Motion to approve the cost of equipment necessary for a ropes rescue team. Funds to be used from the City of McAlester's Fire Department portion of the county quarter cent excise tax for fire services. Approx. cost, \$6,000.00.

**NEW BUSINESS**

*Any matter not known or which could not have been reasonably foreseen prior to the time of posting the Agenda in accordance with Sec. 311.9, Title 25, Oklahoma State Statutes.*

**CITY MANAGER'S REPORT (Peter J. Stasiak)**

- Report on activities for the past two weeks.

**REMARKS AND INQUIRIES BY CITY COUNCIL**

**MAYORS COMMENTS AND COMMITTEE APPOINTMENTS**

**RECESS COUNCIL MEETING**

**CONVENE AS McALESTER AIRPORT AUTHORITY**

*Majority of a Quorum required for approval*

- Approval of the Minutes from the January 12, 2016, Regular Meeting of the McAlester Airport Authority. *(Cora Middleton, City Clerk)*
- Confirm action taken on City Council Agenda Item A, regarding claims ending January 19, 2016. *(Toni Ervin, Chief Financial Officer)*
- Confirm action taken on City Council Agenda Item 4, an Ordinance amending Ordinance No. 2538 which established the budget for fiscal year 2015-16; repealing all conflicting ordinances; providing for a severability clause; and declaring an emergency. *(Toni Ervin, Chief Financial Officer)*

ADJOURN MAA**CONVENE AS McALESTER PUBLIC WORKS AUTHORITY**

*Majority of a Quorum required for approval*

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- Approval of the Minutes from the January 12, 2016, Regular Meeting of the McAlester Public Works Authority. *(Cora Middleton, City Clerk)*
- Confirm action taken on City Council Agenda Item A, regarding claims ending January 19, 2016. *(Toni Ervin, Chief Financial Officer)*
- Confirm action taken on City Council Agenda Item D, approval by the Council for the charge-off of \$1,049.92 currently owed the City of McAlester on an existing and active residential water account. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item E, concurrence with Oklahoma Municipal Assurance Group denial of Claim No. 201287-LR. *(Cora Middleton, City Clerk)*
- Confirm action taken on City Council Agenda Item F, concurrence with Oklahoma Municipal Assurance Group denial of Claim No. 201398-LR. *(Cora Middleton, City Clerk)*
- Confirm action taken on City Council Agenda Item G, authorizing the Mayor to sign service contract with Technical Programming Services, Inc. (TPSi) to print and mail our utility bills. *(Toni Ervin, Chief Financial Officer)*
- Confirm action taken on City Council Agenda Item H, authorizing the Mayor to sign service contract with ExecuTime Software, LLC for installation and maintenance of time entry software that interfaces with our Tyler Incode accounting software. *(Toni Ervin, Chief Financial Officer)*
- Confirm action taken on City Council Agenda Item I, authorization of payment to EST, Inc., Invoice # 36198, in the amount of \$11,505.00 for Construction Management Services and Materials Testing Services related to CIP#4 and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item J, authorization of payment to EST, Inc., Invoice # 36199, in the amount of \$25,462.50 for Construction Management Services and Materials Testing Services related to CIP#4A 6<sup>th</sup> Street and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*

- Confirm action taken on City Council Agenda Item 1, accepting the annual City of McAlester Audited Financial Statements and Independent Auditor's Report for Fiscal Year ending June 30, 2015. *(Toni Ervin, Chief Financial Officer)*
- **TABLED FROM JANUARY 12, 2016 MEETING:** Confirm action taken on City Council Agenda Item 2, authorizing the Mayor to sign a resolution in agreement with Oklahoma Department of Transportation for the removal of unwarranted traffic signals on Carl Albert Parkway. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 3, the discussion and presentation of the Mid-Year Review of Fiscal Year 2015-2016. *(Toni Ervin, Chief Financial Officer, Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 4, an Ordinance amending Ordinance No. 2538 which established the budget for fiscal year 2015-16; repealing all conflicting ordinances; providing for a severability clause; and declaring an emergency. *(Toni Ervin, Chief Financial Officer)*
- **TABLED FROM JANUARY 12, 2016 MEETING:** Confirm action taken on City Council Agenda Item 6, approval of certain costs related to the Fire Department. Funds to be used from the City of McAlester's Fire Department's portion of the county quarter cent excise tax for fire services. *(Brett Brewer, Fire Chief)*

#### ADJOURN MPWA

#### **CONVENE AS MCALESTER RETIREMENT TRUST AUTHORITY**

*Majority of a Quorum required for approval*

- Approval of the Minutes from the December 22, 2015 Regular Meeting of the McAlester Retirement Trust Authority. *(Cora Middleton, City Clerk)*
- Approval of Retirement Benefit Payments for the Period of January, 2016. *(Toni Ervin, CFO)*
- Confirm action taken on City Council Agenda Item 4, an Ordinance amending Ordinance No. 2538 which established the budget for fiscal year 2015-16; repealing all conflicting ordinances; providing for a severability clause; and declaring an emergency. *(Toni Ervin, Chief Financial Officer)*

#### ADJOURN MRTA

#### **RECONVENE COUNCIL MEETING**

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**EXECUTIVE SESSION**

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*Recess into Executive Session in compliance with Section Title 25 Section 307 B.2 et seq. Oklahoma Statutes, to wit:*

- 1) Proposed executive session pursuant to Title 25, Sec. 307 (B) (1), to discuss the employment, hiring, appointment, promotion, demotion, disciplining or resignation of any individual salaried public officer or employee: City Attorney, Ervin & Ervin
- 2) Legal Updates on Pending Claims

**RECONVENE INTO OPEN SESSION**

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**ADJOURNMENT**

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**CERTIFICATION**

*I certify that this Notice of Meeting was posted on this \_\_\_\_\_ day of \_\_\_\_\_ 2016 at \_\_\_\_\_ a.m./p.m. as required by law in accordance with Section 303 of the Oklahoma Statutes and that the appropriate news media was contacted. As a courtesy, this agenda is also posted on the City of McAlester website: [www.cityofmcalester.com](http://www.cityofmcalester.com).*

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**Cora M. Middleton, City Clerk**

**CLAIMS FROM**

**January 6, 2016  
Thru  
January 19, 2016**

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-A00154	PROPHET EQUITY II-B					
		I-PR11188433	01 -5215316	REPAIRS & MAI BLDG RENTAL FEES-PW FAC	076937	2,520.37
		I-PR11188434	01 -5215316	REPAIRS & MAI BLDG RENTAL FEES-PW FAC	076937	2,520.37
		I-PR11196483	01 -5215316	REPAIRS & MAI BLDG RENTAL FEES-PW FAC	076937	307.87
		I-PR11196484	01 -5215316	REPAIRS & MAI BLDG RENTAL FEES-PW FAC	076937	307.87
01-A00267	AIRGAS, INC					
		I-9047089991	01 -5653213	SAFETY EXPENS SAFETY SUPPLIES	076939	84.00
		J-9047089992	01 -5653213	SAFETY EXPENS SAFETY SUPPLIES	076939	50.00
		I-9932590162	01 -5542203	REPAIRS & MAI MONTHLY BOTTLE RENTAL	076939	60.83
01-A00362	VYVE BROADBAND					
		I-201601068194	01 -5542328	INTERNET SERV INTERNET SVS-STIPE CENTER	076902	76.34
		I-201601068194	01 -5320328	INTERNET SERV INTERNET SVS-DETECTIVE DIV	076902	98.56
		I-201601138203	01 -5542328	INTERNET SERV INTERNET SVS-PARKS SHOP	076926	75.95
		I-201601138203	01 -5548328	INTERNET SERV INTERNET SVS-FAC MAINT	076926	75.95
		I-201601138203	01 -5865328	INTERNET SERV INTERNET SVS-T/C	076926	75.95
01-B00180	UNTON IRON WORKS, INC.					
		I-S1890263.001	01 -5542203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076943	18.09
		I-S1900070.001	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076943	18.30
01-B00503	BROKEN ARROW ELECTRIC S					
		I-S1967875.001	01 -5225202	OPERATING SUP INTERNET CABLE	076946	74.91
		I-S1983866.001	01 -5542203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076946	36.79
		I-S1984254.002	01 -5548203	REPAIRS & MAI MISC ELEC REPAIR ITEMS	076946	447.08
		I-S1984771.001	01 -5548203	REPAIRS & MAI MISC ELEC REPAIR ITEMS	076946	51.17
		I-S1985580.001	01 -5225202	OPERATING SUP INTERNET CABLE	076946	30.49
		I-S1990092.001	01 -5542203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076946	47.70
		I-S1991452.002	01 -5548203	REPAIRS & MAI MISC ELEC REPAIR ITEMS	076946	21.97
		I-S1993248.001	01 -5548203	REPAIRS & MAI MISC ELEC REPAIR ITEMS	076946	7.91
		I-S1993752.001	01 -5548203	REPAIRS & MAI MISC ELEC REPAIR ITEMS	076946	67.13
01-C00100	CLEET					
		I-201601068188	01 -2100	CLEET PAYABLE CLEET FEES PAYABLE	076904	5,898.15
01-C00114	CENTER FOR EDUCATION &					
		I-A259728604	01 -5431330	DUES & SUBSCR SUBSCRIPTION RENEWAL	076948	159.00
01-C00320	CENTERPOINT ENERGY ARKI.					
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-LIBRARY	076905	708.49
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-PARKS SHOP	076905	172.72
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-PARKS MAINT BLDG	076905	609.18
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-FIRE STATION 3	076905	338.45
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-CEMETERY OFFICE	076905	295.73
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-CEMETERY SHOP	076905	48.28
		I-201601068195	01 -5215314	GAS UTILITY GAS UTIL-CITY HALL	076905	766.03
		I-201601138202	01 -5215314	GAS UTILITY GAS UTIL-S FIRE STATION	076928	181.59
		I-201601138202	01 -5215314	GAS UTILITY GAS UTIL-STIPE CENTER	076928	636.27

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-D00684	DR. JASON MCHELYEA	I-006	01 -5432308	CONTRACTED SE CONTRACT EMS SVS-JAN 2016	076957	1,071.00
01-F00015	FLEETCOR TECHNOLOGIES					
		I-201601198218	01 -5321212	FUEL EXPENSE FUEL EXP-MPWA-POLICE	076960	5,018.04
		I-201601198218	01 -5431212	FUEL EXPENSE FUEL EXP-MPWA-FTRF	076960	764.32
		I-201601198218	01 -5542212	FUEL EXPENSE FUEL EXP-MPWA-PARKS	076960	727.94
		I-201601198218	01 -5547212	FUEL EXPENSE FUEL EXP-MPWA-CEMETERY	076960	261.68
		I-201601198218	01 -5548212	FUEL EXPENSE FUEL EXP-GEN-FAC MAINT	076960	214.68
		I-201601198218	01 -5652212	FUEL EXPENSE FUEL EXP-GEN-CODES	076960	135.26
		I-201601198218	01 -5225212	FUEL EXPENSE FUEL EXP-GEN-IT	076960	57.81
		I-201601198218	01 -5322212	FUEL EXPENSE FUEL EXP-GEN-A/C	076960	205.57
		I-201601198218	01 -5432212	FUEL EXPENSE FUEL EXP-GEN-EMS	076960	666.53
		I-201601198218	01 -5544212	FUEL EXPENSE FUEL EXP-GEN-SBC	076960	46.23
		I-201601198218	01 -5865212	FUEL EXPENSE FUEL EXP-GEN-STREETS	076960	1,186.51
		I-201601198218	01 -5653212	FUEL EXPENSE FUEL EXP-GEN-SAFETY	076960	46.99
01-F00042	FBI NAT'L ACADEMY ASSN	I-2016 DUES-MILLER	01 -5321202	OPERATING SUP 2016 MEMBERSHIP DUES	076962	85.00
01-G00010	G & C RENTAL CENTER, IN	I-37657	01 -5547203	REPAIRS & MAI EQUIP RENTAL TO OPEN GRAV	076963	536.81
01-G00089	GFOA-GOVT FINANCE OFFIC	I-123001	01 -5211330	DUES & SUBSCR 2016 DUES-ERVIN & SWIFT	076964	340.00
01-H00290	HUMPHREY PLUMBING, INC.	I-1879	01 -5548316	REPAIRS & MAI MISC. PLMBG & HVAC REPAIR	076970	421.20
01-I00099	IKON OFFICE SOLUTIONS	I-27979892	01 -5321308	CONTRACTED SE COPIER LEASE-POLI	076971	77.44
01-I00110	IMPRESS OFFICE SUPPLY	I-038182	01 -5215202	OPERATING SUP OFFICE SUPPLIES	076973	40.00
		I-038191	01 -5215202	OPERATING SUP OFFICE SUPPLIES	076973	27.87
01-I00115	INTERMEDIX TECHNOLOGIES	I-INVTECH6398	01 -5432308	CONTRACTED SE EMS CONTRACT SVS-DEC 2015	076974	3,238.20
01-J00110	JACKIE BRANNON CORR. CT	I-20160287	01 -5547203	REPAIRS & MAI MONTHLY INMATE FEES	076977	89.86
		I-20160289	01 -5542308	CONTRACTED SE MONTHLY INMATE FEES	076977	89.79
01-K00060	KANSAS SALT, LLC	I-72335	01 -5865218	STREET REPAIR DE-ICING SALT	076980	22,009.12
01-K00159	BSN SPORTS	I-97557692	01 -5542203	REPAIRS & MAI TENNIS COURT SUPPLIES	076981	157.84

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-L00177	COMPLIANCE RESOURCE GRO	I-044930	01 -5653348	DRUG TESTING/ QURTLY DRUG TESTS	076984	100.00
01-L00157	LAUREN OR BLAKE HARBIN	I-15-01320	01 -5215323	DAMAGES REIMB DAMAGES TO VEHICLE	076985	332.66
01-L00380	LOCKE SUPPLY CO.	I-27593709-00	01 -5548203	REPAIRS & MAI MISC MAINT & REPAIR ITEMS	076986	28.57
		I-27595321-00	01 -5548203	REPAIRS & MAI MISC MAINT & REPAIR ITEMS	076986	89.46
		I-27653567-00	01 -5548203	REPAIRS & MAI MISC MAINT & REPAIR ITEMS	076986	123.09
01-L00428	LOWE'S CREDIT SERVICES	I-02034	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076987	48.23
		I-02168	01 -5548203	REPAIRS & MAJ MISC REPAIR & MAINT ITEMS	076987	199.44
		I-02408	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076987	49.53
		I-02677	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076987	166.38
		I-02777	01 -5865218	STREET REPAIR MISC REPAIR ITEMS	076987	155.62
		I-06056	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076987	58.63
		I-901033A	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076988	15.11
		I-901259	01 -5548203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076988	34.02
		I-902725	01 -5865218	STREET REPAIR MISC REPAIR ITEMS	076988	128.10
01-M00487	MILLER OFFICE EQUIPMENT	I-MCA376886	01 -5215312	EQUIPMENT REN MONTHLY COPIER SVS FEE	076991	90.00
01-MC0169	MCALESTER REGIONAL HOSP	I-CITYLAB 12-31-15	01 -5653348	DRUG TESTING/ MISC DRUG TESTS	076993	144.00
01-MC0200	MCALESTER SCOTTISH RITE	I-700607	01 -5548311	PARKING RENTA PARKING LOT RENTAL	076994	375.00
01-N00250	MCALESTER NEWS CAPITAL	I-300005548	01 -5212317	ADVERTISING & COUNCIL PUBLICATIONS	076995	37.75
		I-DECEMBER 2015	01 -5653317	ADVERTISING & MISC JOB POSTINGS	076995	73.44
01-(	OKLA BUREAU OF NARCOTIC	I-201601068190	01 -2103	OBN PAYABLE ( DRUG FEES PAYABLE	076906	87.77
01-000414	OKLA TAX COMMISSION-AUT	I-15-01318	01 -5320202	OPERATING EXP TAG FOR NEW POLICE TRUCK	077002	39.00
01-000427	OKLA UNIFORM BUILDING C	I-DECEMBER 2015	01 -5652336	FEES BUILDING PERMIT FEES	077003	36.00
01-000521	OKLA PRESS SERVICE	I-15-01244	01 -5210202	OPERATING SUP OPEN MTG & RECORDS BOOKS	077005	21.68
		I-15-01244	01 -5212202	OPERATING SUP OPEN MTG & RECORDS BOOKS	077005	21.68
		I-15-01244	01 -5321202	OPERATING SUP OPEN MTG & RECORDS BOOKS	077005	86.72

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-000095	OSBI					
		I-201601068189	01 -2101	AFIS PAYABLE AFIS FEES PAYABLE	076907	3,253.23
		I-201601068189	01 -2102	FORENSICS PAY FORENSIC FEES PAYABLE	076907	3,140.87
01-P00242	PETER STASIAK					
		I-201601198221	01 -5210331	EMPLOYEE TRAV TRAVEL EXP-CMAO WINTER CONF	077010	178.10
01-P00250	PETTY CASH					
		T-201601198216	01 -5653215	AWARDS/NUC PR AWARD DINNER SUPPLIES	077011	45.65
		I-201601198216	01 -5431331	EMPLOYEE TRAV TRAVEL EXP-TRAINING	077011	36.08
		T-201601198216	01 -5215202	OPERATING SUP RETIREMENT SUPPLIES	077011	6.44
		I-201601198216	01 -5653215	AWARDS/NUC PR AWARD DINNER SUPPLIES	077011	27.86
		I-201601198216	01 -5432331	EMPLOYEE TRAV TRAVEL EXP-TRAINING	077011	18.52
		I-201601198216	01 -5431329	PROMOTIONAL TRICK OR TREAT SUPPLIES	077011	42.53
		I-201601198216	01 -5431331	EMPLOYEE TRAV TRAVEL EXP-FIRE TRAINING	077011	21.00
		I-201601198216	01 -5215202	OPERATING SUP RETIREMENT EXP	077011	35.00
		I-201601198216	01 -5431207	CLOTHING ALLO REIMB CLOTHING ALLOW	077011	10.00
		I-201601198216	01 -5653213	SAFETY EXPENS SAFETY SUPPLIES	077011	5.15
		I-201601198216	01 -5320331	EMPLOYEE TRAV TOLL FEES	077011	4.00
		I-201601198216	01 -5101202	OPERATING SUP COUNCIL MTG SUPPLIES	077011	60.00
		I-201601198216	01 -5321331	EMPLOYEE TRAV TRAVEL EXP-CLEET TRAINING	077011	11.87
		I-201601198216	01 -5653331	EMPLOYEE TRAV TRAVEL EXP-W/C MTG	077011	14.99
		I-201601198216	01 -5321331	EMPLOYEE TRAV TRAVEL EXP-TULSA TRIP	077011	26.83
		I-201601198216	01 -5322202	OPERATING SUP KEYS FOR POUND	077011	7.68
		I-201601198216	01 -5210202	OPERATING SUP AWARD EXP-FOOD DRIVE	077011	75.00
		I-201601198216	01 -5431202	OPERATING SUP OFFICE SUPPLIES	077011	10.26
		I-201601198216	01 -5324202	OPERATING SUP OFFICE SUPPLIES	077011	14.65
		I-201601198216	01 -5324207	CLOTHING ALLO REIMB CLOTHING ALLOW	077011	44.99
		I-201601198216	01 -5321202	OPERATING SUP TITLE EXP-POLICE VEHICLE	077011	5.50
01-P00328	PITTS COUNTY CLERK					
		I-15-01239	01 -5212339	CODIFICATION FILING FEE-CODE SUPPLEMEN	077012	13.00
01-P00329	PITSTOP POP A LOCK					
		I-6130	01 -5431316	REPAIRS & MAI DOOR LOCK REPAR	077013	100.00
01-P00440	PITTS. COUNTY ELEC. BOA					
		I-PRE ELECTION CLAIM	01 -5101350	ELECTIONS SPEC ELECT FEE-HOSPITAL	077014	2,476.06
01-P00451	PURCHASE POWER / PITNEY					
		T-1-14-2016	01 -5215317	POSTAGE POSTAGE FOR POSTAGE MACH	077016	750.00
01-P00510	PRO-KIL, INC					
		I-159252	01 -5548203	REPAIRS & MAI QTRLY PEST CONTROL-LIBRAR	077017	90.00
		I-159401	01 -5548203	REPAIRS & MAI QTRLY PEST CONTROL-LIBRAR	077017	196.00
		J-159483	01 -5542308	CONTRACTED SE MONTHLY PEST CONTROL	077017	126.00
01-P00560	PUBLIC SERVICE/AEP					
		I-201601068196	01 -5215313	ELECTRIC UTIL ELECT UTIL-1699 CARL ALBERT	076908	24.28

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-	PUBLIC SERVICE/AEP		continued			
		I-201601138204	01 -5215313	ELECTRIC UTIL ELECT UTIL-RECYCLE CENTER	076931	68.82
		I-201601138204	01 -5215313	ELECTRIC UTIL ELECT UTIL-210 E CARL ALBERT	076931	142.47
		J-201601138204	01 -5215313	ELECTRIC UTIL ELECT UTIL-STREET LIGHTS	076931	12,230.79
		T-201601138204	01 -5215313	ELECTRIC UTIL ELECT UTIL-LIBRARY	076931	1,625.57
		I-201601138204	01 -5215313	ELECTRIC UTIL ELECT UTIL-GENERAL	076931	10,440.81
01-Q00007	QFS, LLC					
		I-7522	01 -5321202	OPERATING SUP RECHARGE EXTINGUISHER	077019	21.00
01-S00249	MORGAN STANLEY SMITH BA					
	I-JANUARY 2016		01 -5215110	PENSION - DEF PENSION CONT-GENERAL	077022	25,550.00
01-S00329	SHRED-IT US JV LLC dba					
	I-9408833834		01 -5212308	CONTRACTED SE MONTHLY SHRED SERV	077023	64.00
01-S00388	SMILES					
	T-11440		01 -5321208	CANINE UNIT S K9 CAGE/INSTALLATION	077025	336.08
01-T00058	BIZTEL COMMUNICATIONS					
	I-6534		01 -5210202	OPERATING SUP FEE TO MOVE PHONE	077028	85.00
01-T00630	TWIN CITIES READY MIX,					
	I-120809		01 -5865218	STREET REPAIR CONCRETE/STREET REPAIRS	077031	1,288.00
01-U00020	UNITED STATES CELLULAR					
	I-0116083196		01 -5544328	INTERNET SERV INTERNET SVS-SBC	076911	52.05
	I-0116234443		01 -5215315	TELEPHONE UTI CELL PHONE UTIL-GENERAL	076911	1,910.88
01-U00100	UNIFIRST HOLDINGS, L.P.					
	I-8241232731		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	126.15
	T-8241232732		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	20.59
	I-8241232733		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	41.18
	I-8241232736		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	119.40
	I-8241233155		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	21.41
	I-8241233156		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	71.77
	I-8241233159		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	119.37
	I-8241233160		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	121.76
	I-8241233161		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	102.95
	I-8241233163		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	50.00
	I-8241235376		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	20.59
	I-8241235377		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	100.76
	I-8241235378		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	76.17
	I-8241235844		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	21.41
	I-8241236330		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	114.38
	I-8241237083		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	57.18
	I-8241237084		01 -5215207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	78.59
01-V00116	VIRGINIA G WEBB					

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 01 GENERAL FUND

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-	5 VIRGINIA G WEBB		continued			
		I-2015-009	01 -5210480	CONTINGENCY COMMUNICATON SERVICES	077035	800.00
01-W00040	WALMART COMMUNITY BRC					
		I-04451	01 -5211202	OPERATING SUP MISC OFFICE SUPPLIES	077036	12.57
		I-06886	01 -5542203	REPAIRS & MAI MISC MAINT & REPAIR ITEMS	077036	97.02
		I-09204	01 -5321202	OPERATING SUP 2 CAMERAS FOR POLICE	077036	198.00
		I-09205	01 -5321202	OPERATING SUP MISC SUPPLIES	077036	10.88
			FUND 01 GENERAL FUND	TOTAL:		124,011.20

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-A00003	ACCURATE LABS & MINING	I-SU23372	02 -5973203	REPAIRS & MAI LAB SUPPLIES WWM	076936	981.94
01-A00267	AIRGAS, INC	I-9932590163	02 -5973203	REPAIRS & MAI WELDING SUPPLIES	076939	106.41
01-A00362	VYVE BROADBAND	I-201601138203	02 -5975328	INTERNET SERV INTERNET SVS-UTM OFFICE	076926	66.34
01-A00423	ALLIED WASTE SERVICES O	I-201601198219	02 -5866306	CONTRACTED RE WASTE SVS FEE-DEC 2015	076941	150,193.90
		I-201601198219	02 -5866306	CONTRACTED RE BAD DEBT WRITE OFF	076941	138.20-
01-B00180	UNION IRON WORKS, INC.	I-S1902382.001	02 -5975235	WATER MAIN RE MISC REPAIR & MAINT ITEMS	076943	39.11
		I-S1902636.001	02 -5975235	WATER MAIN RE MISC REPAIR & MAINT ITEMS	076943	127.95
01-C00320	CENTERPOINT ENERGY ARKL	I-201601138202	02 -5267314	GAS UTILITY GAS UTIL-301 E POLK	076928	361.07
01-D00158	DAVID T HARDGRAVE	I-4-1606	02 -5973302	CONSULTANTS ( MONTHLY PRE-TREATMENT FEE	076950	1,800.00
01-D00322	DEPT. OF ENVIR. QUALITY	I-23004951	02 -5974329	DEQ FEES PUBLIC WTR ANALYSIS	076951	608.58
		I-61013130	02 -5864329	DEQ FEES QURTLY REPORT FEE LF	076952	23.07
01-D00540	DOLESE BROTHERS	I-AG16001702	02 -5975218	STREET REPAIR ROCK FOR WTR LINE REPAIRS	076956	192.47
		I-AG16002294	02 -5975218	STREET REPAIR ROCK FOR WTR LINE REPAIRS	076956	2,561.75
		I-AG16002930	02 -5975218	STREET REPAIR ROCK FOR WTR LINE REPAIRS	076956	1,269.33
		I-RM15080070	02 -5975218	STREET REPAIR CONCRETE FOR WATER BREAKS	076956	780.50
		I-RM16000359	02 -5975218	STREET REPAIR CONCRETE FOR WATER BREAKS	076956	1,393.75
01-F00004	STANLEY RAY OWENS DBA E	I-2508	02 -5866230	RECYCLING CEN PORT-A-POT RENTAL	076958	100.00
01-F00015	FLEETCOR TECHNOLOGIES	I-201601198217	02 -5216212	FUEL EXPENSE FUEL EXP-UB&C	076959	344.14
		I-201601198217	02 -5864212	FUEL EXPENSE FUEL EXP-LANDFILL	076959	30.51
		I-201601198217	02 -5866212	FUEL EXPENSE FUEL EXP-SANITATION	076959	390.14
		I-201601198217	02 -5871212	FUEL EXPENSE FUEL EXP-ENGINEER	076959	31.87
		I-201601198217	02 -5973212	FUEL EXPENSE FUEL EXP-WWT	076959	717.74
		I-201601198217	02 -5975212	FUEL EXPENSE FUEL EXP-UTM	076959	1,190.21
		I-201601198218	02 -5216212	FUEL EXPENSE FUEL EXP-GEN-UB&C	076960	40.38
		I-201601198218	02 -5973212	FUEL EXPENSE FUEL EXP-GEN-WWM	076960	66.09
01-F00037	FASTENAL	I-OKMCA144348	02 -5973203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076961	58.64

VENDOR	NAME	ITEM #	G/L	ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-F00051	FORT COBB FUEL AUTHORIT	I-201601138201	02	-5267314	GAS UTILITY GAS UTIL-UTM OFFICE	076930	732.81
01-H00075	HARRIS CONSTRUCTION SER	I-3210	02	-5975218	STREET REPAIR ROCK HAULING FEE-UTM	076968	3,243.96
01-H00100	HAYNES EQUIPMENT, LLC	I-8114774-IN	02	-5973203	REPAIRS & MAI PUMP PARTS	076969	471.77
01-I00120	TYLER TECHNOLOGIES	I-025-144385	02	-5216317	POSTAGE NOTIFICATION CALL FEE	076975	410.30
		I-025-144385	02	-5216317	POSTAGE NOTIFICATION CALL FEE	076975	170.30
01-L00062	LABELCITY, INC.	I-SI-907554	02	-5267202	OPERATING SUP LABELS FOR 911	076983	158.89
01-L00428	LOWE'S CREDIT SERVICES	I-01822	02	-5973203	REPAIRS & MAI MISC REPAIR & MAINT ITEMS	076987	28.93
		I-02029	02	-5975209	UTILITY MAINT MISC REPAIR ITEMS	076987	8.89
		I-02914	02	-5975209	UTILITY MAINT MISC REPAIR ITEMS	076987	18.92
		I-901874	02	-5975209	UTILITY MAINT MISC REPAIR ITEMS	076988	29.39
		I-906988	02	-5975209	UTILITY MAINT MISC REPAIR ITEMS	076988	5.90
		I-907472	02	-5975209	UTILITY MAINT MISC REPAIR ITEMS	076988	13.43
01-L00433	LOVE ENVELOPES INC.	I-0057388-IN A	02	-5267202	OPERATING SUP FREIGHT ON ENVELOPES	076989	26.99
01-M00304	MESHEK & ASSOC., PLC	I-3498	02	-5871302	CONSULTANTS CONSULTANT FEE-STM WTR MG	076990	7,292.30
01-N00250	MCALESTER NEWS CAPITAL	I-300005555	02	-5871330	DUES & SUBSCR PUBLICATION FEE	076995	123.31
		I-300005558	02	-5871330	DUES & SUBSCR PUBLICATION FEE	076995	120.12
01-O00019	OKLA INDIAN NATIONS CHA	I-WEP16-005	02	-5864331	EMPLOYEE TRAV ODEQ TRAINING FEE	077004	120.00
01-P00040	PACE ANALYTICAL SERVICE	I-157525760	02	-5973304	LAB TESTING LAB TESTING	077007	137.00
		I-157525761	02	-5973304	LAB TESTING LAB TESTING	077007	206.22
01-P00250	PETTY CASH	I-201601198216	02	-5216202	OPERATING SUP METER READER SUPPLIES	077011	8.51
		I-201601198216	02	-5973331	EMPLOYEE TRAV TRAVEL EXP-EXAM FEE & TOLL	077011	14.00
		I-201601198216	02	-5216202	OPERATING SUP METER READER SUPPLIES	077011	6.42
01-P00420	POSTMASTER	I-2016-BOX907	02	-5267202	OPERATING SUP YRLY BOX RENTAL-BOX 907	077015	490.00

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 02 MPWA

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-P00560	PUBLIC SERVICE/AEP	I-201601198209	02 -5267313	ELECTRIC UTIL ELECT UTIL-MPWA	077018	34,595.80
01-R00600	RURAL WATER DISTRICT #1	T-201601068191	02 -5267316	WATER UTILITY WATER UTIL-LANDFILL	076909	14.30
01-S00216	SEVERN TRENT ENV SVS.,	I-1-2517-00160P13342	02 -5974302	CONSULTANTS OPERATIONAL SVS-WTP-JAN 2016	077021	98,702.75
		I-1251701160P133424	02 -5975308	CONTRACTED SE MGMT FEE-UTM SUPERVISOR	077021	7,811.25
01-S00249	MORGAN STANLEY SMITH BA	I-JANUARY 2016	02 -5267110	PENSION - DEF PENSION CONT-MPWA	077022	14,339.00
01-S00580	AT & T	I-201601138207	02 -5267315	TELEPHONE UTI PHONE UTIL-DATA LINE	076934	276.00
		I-201601138208	02 -5267315	TELEPHONE UTI PHONE UTIL-MPWA	076935	5,368.66
01-S00726	STAPLES ADVANTAGE	I-15293	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	91.29
		I-3287897911	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	577.83
		I-3287897913	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	95.26
		I-3288777240	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	173.39
		I-3288777241	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	57.76
		I-3288777245	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	7.99
		I-53063	02 -5267202	OPERATING SUP OFFICE SUPPLIES-ALL DEPTS	077027	91.99
01-T00630	TWIN CITIES READY MIX,	I-120116	02 -5975218	STREET REPAIR CONCRETE FOR STREET REP	077031	742.50
		I-120187	02 -5975218	STREET REPAIR CONCRETE FOR STREET REP	077031	99.00
01-U00020	UNITED STATES CELLULAR	I-0116234443	02 -5267315	TELEPHONE UTI CELL PHONE UTIL-MPWA	076911	725.24
01-U00100	UNIFIRST HOLDINGS, L.P.	I-8241232730	02 -5267207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	42.78
		I-8241233157	02 -5267207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	88.76
		I-8241233158	02 -5267207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	132.96
01-U00128	UNITED PACKAGING & SHIP	I-176448	02 -5973304	LAB TESTING SHIP FEE FOR WWT SAMPLES	077034	36.50
		I-176450	02 -5973304	LAB TESTING SHIP FEE FOR WWT SAMPLES	077034	31.93
			FUND 02 MPWA	TOTAL:		341,278.99

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PACKET : 13663 13673 13675  
VENDOR SET: Mult  
FUND : 03 AIRPORT AUTHORITY

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-F00015	FLEETCOR TECHNOLOGIES	I-201601198217	03 -5876212	FUEL EXPENSE FUEL EXP-AIRPORT	076959	86.62
01-P00560	PUBLIC SERVICE/AEP	I-201601068196	03 -5876313	ELECTRIC UTIL ELECT UTIL-AIRPORT	076908	1,330.07
01-S00249	MORGAN STANLEY SMITH BA	I-JANUARY 2016	03 -5876110	PENSION-DEFIN PENSION CONT-AIRPORT	077022	848.00
01-U00020	UNITED STATES CELLULAR	I-0116234443	03 -5876315	TELEPHONE UTI CELL PHONE UTIL-AIRPORT	076911	27.91
			FUND 03 AIRPORT AUTHORITY	TOTAL:		2,292.60

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 08 NUTRITION

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-A00024	ALISHA RAE HOWELL					
		I-201601198211	08 -5549308	CONTRACT SERV CONTRACT MEAL DELIVERY	076940	165.00
		I-201601198212	08 -5549308	CONTRACT SERV REIMB MILEAGE FOR MEAL DEL	076940	118.80
01-D00405	DIANE CHADSEY					
		I-201601198215	08 -5549308	CONTRACT SERV REIMB MILEAGE FOR MEAL DEL	076954	42.12
01-F00015	FLEETCOR TECHNOLOGIES					
		I-201601198218	08 -5549212	FUEL EXPENSE FUEL EXP-GEN-NUTRITION	076960	482.23
01-G00288	GERALDINE E MALKOWSKI					
		I-201601198213	08 -5549308	CONTRACT SERV CONTRACT MEAL DELIVERY	076965	165.00
		I-201601198214	08 -5549308	CONTRACT SERV REIMB MILEAGE FOR MEAL DEL	076965	91.80
01-P00250	PETTY CASH					
		I-201601198216	08 -5549202	OPERATING SUP KITCHEN SUPPLIES-NUTRITION	077011	31.41
01-R00304	RICHELLE CHEYENNE					
		I-201601198210	08 -5549308	CONTRACT SERV REIMB MILEAGE FOR MEAL DEL	077020	72.36
01-S00249	MORGAN STANLEY SMITH BA					
		I-JANUARY 2016	08 -5549110	PENSION-DEFIN PENSION CONT-NUTRITION	077022	1,210.00
01-U00020	UNITED STATES CELLULAR					
		I-0116234443	08 -5549315	TELEPHONE UTI CELL PHONE UTIL-NUTRITION	076911	83.73
01-U00100	UNIFIRST HOLDINGS, I.P.					
		I-8241232734	08 -5549207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	41.18
		I-8241232735	08 -5549207	CLOTHING ALLO CLOTHING ALLOWANCE	077032	120.00
		I-8241233164	08 -5549207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	70.00
		I-8241234520	08 -5549207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	82.36
		I-8241234521	08 -5549207	CLOTHING ALLO CLOTHING ALLOWANCE	077033	110.00
			FUND	08 NUTRITION	TOTAL:	2,885.99

PACKET : 13663 13673 13675

VENDOR SET: Mult

FUND : 09 LANDFILL RES./SUB-TITLE D

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-AC 145	ALFA- ASSOC FOR LANDFIL	I-140	09 -5864365	ALFA ESCROW L PARTICIPATION FEE-LF	076942	3,778.00
01-B00244	BIG MAC TANK TRUCKS, LL	I-S1549841	09 -5864327	SUB TITLE D E LEACH WATER REMOVAL	076945	4,200.00
			FUND 09	LANDFILL RES./SUB-TITLE DTOTAL:		7,978.00

PACKET : 13663 13673 13675

VENDOR SET: Mult

FUND : 16 STATE FORFEITURE FUND

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-000055	RELENTLESS LLC, DBA DES	I-4015	16 -5323401	CAPITAL OUTLA POLICE TRAINING FEES	076953	590.00
			FUND	16 STATE FORFEITURE FUND	TOTAL:	590.00

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 27 TOURISM FUND

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-C00069	CITY OF MCALESTER SPECI					
		I-15-00772	27 -5655214	TOURISM EXPEN WILDLIFE EXPO RENTAL	076949	2,000.00
		I-15-00958	27 -5655214	TOURISM EXPEN EXPO RENTAL-RODEO	076949	2,000.00
		I-15-01306	27 -5655214	TOURISM EXPEN EXPO RENTAL-JUNK UTOPIA	076949	500.00
01-F00015	FLEETCOR TECHNOLOGIES					
		I-201601198218	27 -5655212	FUEL EXPENSE FUEL EXP-GEN-TOURISM	076960	27.40
01-N00250	MCALESTER NEWS CAPITAL					
		I-MAG ADD-ACCT 2292	27 -5655317	ADVERTISING AD FEES-TOURISM	076995	850.00
01-000137	OKLA TOURISM/RECREATION					
		I-1351-12732	27 -5655214	TOURISM EXPEN BROUCHER MAILING FEES	077000	75.46
01-S00249	MORGAN STANLEY SMITH BA					
		I-JANRUARY 2016	27 -5655110	PENSION-DEFIN PENSION CONT-TOURISM	077022	412.00
01-U00020	UNITED STATES CELLULAR					
		I-0116234443	27 -5655315	TELEPHONE UTI CELL PHONE UTIL-TOURISM	076911	52.91
				FUND 27 TOURISM FUND	TOTAL:	5,917.77

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 28 SE EXPO CENTER

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-B00192	BEN E. KEITH	I-62980265	28 -5654210	CONCESSION SU CONCESSION SUPPLIES	076944	473.74
01-C00320	CENTERPOINT ENERGY ARKL	I-201601138202	28 -5654314	GAS UTILITY GAS UTIL-EXPO	076928	4,381.95
01-F00015	FLEETCOR TECHNOLOGIES	I-201601198218	28 -5654212	FUEL EXPENSE FUEL EXP-GEN-EXPO	076960	68.74
01-I00109	IMPERIAL, LLC	I-2870:566771	28 -5654210	CONCESSION SU CONCESSION SUPPLIES	076972	345.50
01-I00140	INDIAN NATION WHOLESAL	I-6425983	28 -5654210	CONCESSION SU CONCESSION SUPPLIES	076976	2,616.80
01-J00110	JACKIE BRANNON CORR. CT	I-20160290	28 -5654308	CONTRACT SERV INMATE FEES	076977	114.43
01-J00351	JOE ROLLINS HARDWOOD FL	I-1237	28 -5654316	REPAIRS & MAI REFINISH BASKETBALL CT	076979	2,945.00
01-P00210	PEPSI COLA	I-1774236	28 -5654210	CONCESSION SU CONCESSION SUPPLIES	077009	727.00
01-P00560	PUBLIC SERVICE/AEP	I-201601068196	28 -5654313	ELECTRIC UTIL ELECT UTIL-EXPO	076908	4,244.96
01-S00249	MORGAN STANLEY SMITH BA	I-JANRUARY 2016	28 -5654110	PENSION-DEFIN PENSION CONT-EXPO	077022	1,195.00
01-S00580	AT & T	I-201601138205	28 -5654315	TELEPHONE UTI PHONE UTIL-EXPO ATM	076932	111.02
01-U00020	UNITED STATES CELLULAR	I-0116234443	28 -5654315	TELEPHONE UTI CELL PHONE UTIL-EXPO	076911	83.73
01-U JO	UNIFIRST HOLDINGS, L.P.	I-8241233162	28 -5654207	CLOTHING ALL CLOTHING ALLOWANCE	077033	123.54
			FUND 28 SE EXPO CENTER	TOTAL		17,431.41

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 29 E-911

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-ADCS81	AT&T					
		I-201601068192	29 -5324315	TELEPHONE UTI E911 HOST LINE-CITY	076903	781.25
		I-201601068192	29 -5324315	TELEPHONE UTI E911 HOST LINE-COUNTY	076903	198.00
01-C00146	CANADIAN VALLEY TELEPHO					
		I-1974SZ00801.038	29 -5324315	TELEPHONE UTI PHONE UTIL-911 COUNTY TRUNK	076927	113.36
01-C00856	CROSS TELEPHONE COMPANY					
		I-00011433	29 -5324315	TELEPHONE UTI PHONE UTIL-911 COUNTY TRUNK	076929	468.40
01-F00015	FLEETCOR TECHNOLOGIES					
		I-201601198218	29 -5324212	FUEL EXPENSE FUEL EXP-GEN-911	076960	30.74
01-000276	OKLA DEPT OF PUBLIC SAF					
		I-04-1608524	29 -5324308	CONTRACTED SE TELETYPE RENTAL	077001	350.00
01-P00250	PETTY CASH					
		I-201601198216	29 -5324331	EMPLOYEE TRAV TRAVEL EXP-911 TRAINING	077011	26.03
		I-201601198216	29 -5324331	EMPLOYEE TRAV TRAVEL EXP-SAFETY CONF	077011	32.26
		I-201601198216	29 -5324202	OPERATING SUP OFFICE EXP-911	077011	11.94
		I-201601198216	29 -5324202	OPERATING SUP OFFICE EXP-911	077011	4.88
01-S00249	MORGAN STANLEY SMITH BA					
		I-JANRUARY 2016	29 -5324110	PENSION-DEFIN PENSION CONT-E911	077022	3,891.00
01-S00580	AT & T					
		I-201601068193	29 -5324315	TELEPHONE UTI PHONE UTIL-E-911	076910	5,861.54
		I-201601068193	29 -5324315	TELEPHONE UTI PHONE UTIL-E-911 WIRELESS	076910	228.36
		I-201601138206	29 -5324401	CAPITAL OUTLA PHONE UTIL-911 EQUIP LEASE	076933	2,403.33
01-U00020	UNITED STATES CELLULAR					
		I-0116234443	29 -5324315	TELEPHONE UTI CELL PHONE UTIL-E-911	076911	27.91
				FUND 29 E-911	TOTAL:	14,429.00

1/20/2016 7:42 AM  
 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 30 ECONOMIC DEVELOPMENT

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-P00015	FLEETCOR TECHNOLOGIES	I-201601198218	30 -5652212	FUEL EXPENSE FUEL EXP-GEN-ECON DEV	076960	22.73
01-000133	OKLAHOMA SOUTHEAST, INC	I-2913	30 -5652330	DUES & SUBSCR 2016 ANNUAL DUES	076999	400.00
01-000526	OKLA PROFESSIONAL ECONO	I-77785	30 -5652330	DUES & SUBSCR 2016 ANNUAL DUES	077006	300.00
01-P00250	PETTY CASH	I-201601198216	30 -5652331	EMPLOYEE TRAV TRAVEL EXP-ICSC MEETING	077011	20.00
01-S00249	MORGAN STANLEY SMITH BA	I-JANRUARY 2016	30 -5652114	PENSION-DEFIN PENSION CONT-ECON DEV	077022	1,594.00
01-T00231	THE SPECTRUM GROUP MEMB	I-10607	30 -5211361	DEFENSE CONSU ECON DEV CONSULTANT FEES	077030	237.84
		I-10607	30 -5652340	MCAPP STRATEG ECON DEV CONSULTANT FEES	077030	19,382.43
		I-10607A	30 -5211361	DEFENSE CONSU PROF SVS AGMT/MDSA	077030	237.84
			FUND 30 ECONOMIC DEVELOPMENT	TOTAL:		22,194.84

PACKET : 13663 13673 13675

VENDOR SET: Mult

FUND : 32 GRANTS & CONTRIBUTIONS

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-D00448	DISCOUNT STEEL					
		I-8371	32 -5215224	ARCHERY PARK METAL FOR ARCHERY PARK	076955	2,371.68
01-100428	LOWE'S CREDIT SERVICES					
		C-12549 CR	32 -5215225	DEAK WALKING MISC MAINT & REPAIR ITEMS	076987	51.77-
		I-01961	32 -5215225	DEAK WALKING MISC MAINT & REPAIR ITEMS	076987	90.17
		I-02371	32 -5215225	DEAK WALKING MISC MATERIALS-DEAK PJT	076987	119.73
		I-02533	32 -5215225	DEAK WALKING MISC MATERIALS-DEAK PJT	076987	80.54
		I-12250	32 -5215225	DEAK WALKING MISC MAINT & REPAIR ITEMS	076988	51.77
		I-901092	32 -5215225	DEAK WALKING MISC MATERIALS-DEAK PJT	076988	20.10
		I-901827A	32 -5215225	DEAK WALKING MISC MATERIALS-DEAK PJT	076988	77.87
		I-902370A	32 -5215225	DEAK WALKING MISC MAINT & REPAIR ITEMS	076988	275.38
01-P00043	PRAIRIE MOON NURSERY IN					
		I-1600701200	32 -5215225	DEAK WALKING DEAK TRL PROJECT SUPPLIES	077008	189.00
01-S00388	SMILES					
		I-11440	32 -5215209	POLICE DONATI K9 CAGE/INSTALLATION	077025	2,850.00
FUND 32 GRANTS & CONTRIBUTIONS					TOTAL:	6,074.47

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-A00215	ADVANCE AUTO PARTS					
		I-8117536579855	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	22.09
		I-8117536579858	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	2.08
		I-8117600479914	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	53.35
		I-8117600489762	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	42.71
		I-8117600565857	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	31.80
		I-8117600579938	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	101.29
		I-8117600770031	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	38.90
		I-8117600770033	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	19.37
		I-8117601170119	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	14.41
		I-8117601170121	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	21.88
		I-8117601170133	35 -5862203	REPAIRS & MAI SMALL AUTO PARTS	076938	8.99
01-B00570	BUCK WILSON BODY SHOP I					
	I-12354		35 -5862316	REPAIRS & MAI REPAIRS/SB-1	076947	945.59
01-F00015	FLEETCOR TECHNOLOGIES					
	I-201601198218		35 -5862212	FUEL EXPENSE FUEL EXP-GEN-FLEET MAINT	076960	98.15
01-G00490	GRISSOM IMPLEMENT INC					
	I-530928		35 -5862203	REPAIRS & MAI MISC REPAIR ITEMS	076966	157.79
	I-531553		35 -5862203	REPAIRS & MAI MISC REPAIR ITEMS	076966	19.54
01-J00310	JET TIRE SERVICE					
	I-114924		35 -5862203	REPAIRS & MAI MISC TIRE REPAIRS	076978	48.95
01-K00205	KIAMICHI AUTOMOTIVE WHO					
	I-015086		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	53.91
	I-015165		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	92.80
	I-015217		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	42.43
	I-015272		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	27.21
	I-015277		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	5.29
	I-015435		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	25.98
	I-015560		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	8.94
	I-015562		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	36.60
	I-015604		35 -5862203	REPAIRS & MAI REPAIR ITEMS/ SALT SPREAD	076982	479.50
	I-015704		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076982	47.99
01-N00271	FREEDOM FORD INC					
	I-168575		35 -5862203	REPAIRS & MAI MISC PARTS & MAINT	076996	103.82
	I-168589		35 -5862203	REPAIRS & MAI MISC PARTS & MAINT	076996	42.95
	I-86794		35 -5862203	REPAIRS & MAI MISC PARTS & MAINT	076996	401.37
	I-86805		35 -5862203	REPAIRS & MAI MISC PARTS & MAINT	076996	83.27
01-O00075	O'REILLY AUTO PARTS					
	C-0230-344820 CR		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	25.00-
	C-0230-347217 CR		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	18.69-
	C-0230-347508 CR		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	185.24-
	I-0230-244428		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	207.10

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-0	O'REILLY AUTO PARTS			continued		
		I-0230-344477	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	60.74
		I-0230-345665	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	92.52
		I-0230-345698	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	57.59
		I-0230-345700	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	91.18
		I-0230-345758	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	15.00
		I-0230-345759	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	22.76
		I-0230-345784	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	97.58
		I-0230-346037	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	85.30
		I-0230-346202	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	30.58
		I-0230-346635	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076997	69.98
		I-0230-346780	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	31.99
		I-0230-347199	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	18.69
		I-0230-347206	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	17.11
		I-0230-347320	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	327.61
		I-0230-347478	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	74.70
		I-0230-347498	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	12.07
		I-0230-347568	35 -5862203	REPAIRS & MAI MISC AUTO PARTS	076998	83.16
01-S00249	MORGAN STANLEY SMITH BA					
	I-JANRUARY 2016		35 -5862110	PENSION-DEFIN PENSION CONT-FLEET MAINT	077022	1,735.00
01-S00384	MOWER PARTS, INC.					
	I-830746		35 -5862203	REPAIRS & MAI MISC REPAIR PARTS	077024	65.83
01-S00710	STANDARD MACHINE LLC					
	I-244639		35 -5862203	REPAIRS & MAI MISC REPAIRS	077026	8.00
01-U00020	UNITED STATES CELLULAR					
	I-0116234443		35 -5862315	TELEPHONE UTI CELL PHONE UTIL-FLEET MAINT	076911	62.19
01-W00195	WELDON PARTS INC.					
	I-1598330-00		35 -5862317	EMERGENCY VEH REPAIR PARTS FOR MEDIC-3	077038	505.59
	I-1607460-00		35 -5862203	REPAIRS & MAI MISC AUTO PARTS	077038	194.00
01-W009	WHITES TRACTORS					
	I-588973		35 -5862203	REPAIRS & MAI MISC REPAIR PARTS	077039	8.00
				FUND 35 FLEET MAINTENANCE	TOTAL:	6,824.29

PACKET : 13663 13673 13675

VENDOR SET: Mult

FUND : 36 WORKER'S COMPENSATION

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-M00029	MUTUAL ASSURANCE ADMIN	I-201601	36 -5215315	THIRD PARTY A W/C ADMIN	076992	941.68
			FUND	36 WORKER'S COMPENSATION	TOTAL:	941.68

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 PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 41 CIP FUND

REGULAR DEPARTMENT PAYMENT REGISTER

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-H0017	H & P MECHANICAL, LLC	I-J-5018	41 -5974401	CAPITAL OUTLA AIR DRYER & REGULATOR-WTP	076967	7,513.26
01-L00428	LOWE'S CREDIT SERVICES	I-02489	41 -5548401	CAPITAL IMPRO SUPPLIES FOR FIRE REMODEL	076987	189.70
01-T00128	TETRA TECH, INC	I-51004160	41 -5974404	WTP FILTER ENG-WTP FILTER 5 REHAB	077029	3,610.00
01-W00193	HTW ENTERPRISES INC dba	I-67820	41 -5321401	CAPITAL OUTLA LETTERING/POLICE UNITS	077037	183.60
			FUND 41 CIP FUND		TOTAL:	11,496.56

PACKET : 13663 13673 13675  
 VENDOR SET: Mult  
 FUND : 44 TECHNOLOGY FUND

VENDOR	NAME	ITEM #	G/L ACCOUNT NAME	DESCRIPTION	CHECK#	AMOUNT
01-S00726	STAPLES ADVANTAGE					
		C-56329	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	379.99-
		I-15801	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	392.98
		I-3287897910	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	17.17
		I-54280	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	49.46
		I-55066	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	129.99
		I-55645	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	47.95
		I-55862	44 -5225402	SOFTWARE & TE MISC COMPUTER ITEMS	077027	379.99
			FUND 44	TECHNOLOGY FUND	TOTAL:	637.55
					REPORT GRAND TOTAL:	564,984.35

\*\* G/L ACCOUNT TOTALS \*\*

YEAR	ACCOUNT	NAME	AMOUNT	=====LINE ITEM=====		=====GROUP BUDGET=====	
				ANNUAL BUDGET	BUDGET OVER AVAILABLE BUDG	ANNUAL BUDGET	BUDGET OVER AVAILABLE BUDG
2015-2016	01 -2100	CLEET PAYABLE (COURT)	5,898.15				
	01 -2101	AFIS PAYABLE - COURT	3,253.23				
	01 -2102	FORENSICS PAYABLE (COURT)	3,140.87				
	01 -2103	OBN PAYABLE (COURT)	87.77				
	01 -5101202	OPERATING SUPPLIES	60.00	3,000	2,825.00		
	01 -5101350	ELECTIONS	2,476.06	12,500	5,016.22-	Y	
	01 -5210202	OPERATING SUPPLIES	181.68	2,500	1,702.61		
	01 -5210331	EMPLOYEE TRAVEL & TRAININ	178.10	6,500	1,955.97		
	01 -5210480	CONTINGENCY	800.00	25,000	14,161.46		
	01 -5211202	OPERATING SUPPLIES	12.57	2,000	906.46		
	01 -5211330	DUES & SUBSCRIPTIONS	340.00	1,000	255.00		
	01 -5212202	OPERATING SUPPLIES	21.68	850	331.20		
	01 -5212308	CONTRACTED SERVICES	64.00	1,360	414.00		
	01 -5212317	ADVERTISING & PRINTING	37.75	2,500	1,014.90		
	01 -5212339	CODIFICATION	13.00	15,000	9,041.14		
	01 -5215110	PENSION - DEFINED BENEFIT	25,550.00	0	25,550.00-	Y	
	01 -5215202	OPERATING SUPPLIES	109.31	30,000	673.83		
	01 -5215207	CLOTHING ALLOWANCE	1,263.66	0	7,026.05-	Y	
	01 -5215312	EQUIPMENT RENTALS	90.00	30,836	5,803.05		
	01 -5215313	ELECTRIC UTILITY	24,532.74	301,500	116,520.01		
	01 -5215314	GAS UTILITY	3,756.74	33,800	25,414.58		
	01 -5215315	TELEPHONE UTILITY	1,910.88	33,000	14,113.31		
	01 -5215316	REPAIRS & MAINTENANCE	5,656.48	5,000	3,750.00-	Y	
	01 -5215317	POSTAGE	750.00	10,000	5,500.00		
	01 -5215323	DAMAGES	332.66	30,000	27,817.34		
	01 -5225202	OPERATING SUPPLIES	105.40	1,500	1,325.00		
	01 -5225212	FUEL EXPENSE	57.81	1,255	770.14		
	01 -5320202	OPERATING EXPENSE	39.00	3,000	1,625.32		
	01 -5320328	INTERNET SERVICE	98.56	1,500	810.08		
	01 -5320331	EMPLOYEE TRAVEL & TRAINING	4.00	2,000	1,947.26		
	01 -5321202	OPERATING SUPPLIES	407.10	12,500	9,243.33		
	01 -5321208	CANINE UNIT SUPPLIES	336.08	5,000	3,605.93		
	01 -5321212	FUEL EXPENSE	5,018.04	106,870	65,441.19		
	01 -5321308	CONTRACTED SERVICES	77.44	10,000	6,713.69		
	01 -5321331	EMPLOYEE TRAVEL & TRAININ	38.70	9,500	7,330.15		
	01 -5322202	OPERATING SUPPLIES	7.68	2,000	1,892.32		
	01 -5322212	FUEL EXPENSE	205.57	2,895	1,314.93		
	01 -5324202	OPERATING SUPPLIES	14.65	1,000	560.36		
	01 -5324207	CLOTHING ALLOWANCE	44.99	1,000	605.01		
	01 -5431202	OPERATING SUPPLIES	10.26	18,000	10,911.55		
	01 -5431207	CLOTHING ALLOWANCE	10.00	23,025	10,140.12		
	01 -5431212	FUEL EXPENSE	764.32	18,100	11,252.23		
	01 -5431316	REPAIRS & MAINTENANCE	100.00	3,500	1,342.50		
	01 -5431329	PROMOTIONAL	42.53	3,500	2,314.68		
	01 -5431330	DUES & SUBSCRIPTIONS	159.00	8,000	3,967.42		

\*\* G/L ACCOUNT TOTALS \*\*

YEAR	ACCOUNT	NAME	AMOUNT	=====LINE ITEM=====		=====GROUP BUDGET=====	
				ANNUAL BUDGET	BUDGET OVER AVAILABLE BUDG	ANNUAL BUDGET	BUDGET OVER AVAILABLE BUDG
01	-5431331	EMPLOYEE TRAVEL & TRAININ	57.08	10,000	827.05		
01	-5432212	FUEL EXPENSE	666.53	13,474	8,305.39		
01	-5432308	CONTRACTED SERVICES	4,309.20	78,500	50,079.44		
01	-5432331	EMPLOYEE TRAVEL & TRAINING	18.52	3,500	1.52-	Y	
01	-5542203	REPAIRS & MAINT SUPPLIES	418.27	48,000	20,355.73		
01	-5542212	FUEL EXPENSE	727.94	20,620	11,035.02		
01	-5542308	CONTRACTED SERVICES	215.79	15,000	7,279.73		
01	-5542328	INTERNET SERVICE	152.29	1,820	755.10		
01	-5544212	FUEL EXPENSE	46.23	2,070	1,073.64		
01	-5544328	INTERNET SERVICE	52.05	1,360	995.57		
01	-5547203	REPAIRS & MAINT SUPPLIES	626.67	11,000	4,771.92		
01	-5547212	FUEL EXPENSE	261.68	5,243	2,176.36		
01	-5548203	REPAIRS & MAINTENANCE SUPP	1,707.02	53,770	26,920.05		
01	-5548212	FUEL EXPENSE	214.68	3,160	1,805.55		
01	-5548311	PARKING RENTAL	375.00	4,500	0.00		
01	-5548316	REPAIRS & MAINTENANCE	421.20	27,000	9,547.77		
01	-5548328	INTERNET SERVICE	75.95	982	450.35		
01	-5652212	FUEL EXPENSE	135.26	3,025	1,634.06		
01	-5652336	FEES	36.00	1,800	994.75		
01	-5653212	FUEL EXPENSE	46.99	805	435.46		
01	-5653213	SAFETY EXPENSE	139.15	25,500	10,990.51		
01	-5653215	AWARDS/NUC PROGRAM	73.51	9,500	998.68		
01	-5653317	ADVERTISING & PRINTING	73.44	2,500	1,888.17		
01	-5653331	EMPLOYEE TRAVEL & TRAININ	14.99	2,500	2,286.01		
01	-5653348	DRUG TESTING/PHYSICALS	244.00	8,000	3,465.25		
01	-5865212	FUEL EXPENSE	1,186.51	45,406	34,533.89		
01	-5865218	STREET REPAIRS & MAINTENAN	23,580.84	235,000	21,580.74		
01	-5865328	INTERNET SERVICE	75.95	1,920	802.71		
02	-5216202	OPERATING SUPPLIES	14.93	11,000	1,138.23		
02	-5216212	FUEL EXPENSE	384.52	5,695	592.49		
02	-5216317	POSTAGE	580.60	45,000	13,180.00		
02	-5267110	PENSION - DEFINED BENEFIT	14,339.00	0	14,339.00-	Y	
02	-5267202	OPERATING SUPPLIES	1,771.39	9,472	3,654.26		
02	-5267207	CLOTHING ALLOWANCE	264.50	0	3,665.00-	Y	
02	-5267313	ELECTRIC UTILITY	34,595.80	396,500	174,231.99		
02	-5267314	GAS UTILITY	1,093.88	8,000	5,156.80		
02	-5267315	TELEPHONE UTILITY	6,369.90	85,000	29,775.07		
02	-5267316	WATER UTILITY	14.30	275	174.64		
02	-5864212	FUEL EXPENSE	30.51	5,676	2,027.41		
02	-5864329	DEQ FEES	23.07	2,000	1,352.29		
02	-5864331	EMPLOYEE TRAVEL & TRAINING	120.00	200	80.00		
02	-5866212	FUEL EXPENSE	390.14	8,065	4,915.63		
02	-5866230	RECYCLING CENTER EXPENSE	100.00	2,300	867.75		
02	-5866306	CONTRACTED REFUSE SERVICES	150,055.70	1,891,296	987,282.44		
02	-5871212	FUEL EXPENSE	31.87	1,275	867.18		

\*\* G/L ACCOUNT TOTALS \*\*

YEAR	ACCOUNT	NAME	AMOUNT	=====LINE ITEM=====			=====GROUP BUDGET=====		
				ANNUAL BUDGET	BUDGET AVAILABLE	OVER BUDG	ANNUAL BUDGET	BUDGET AVAILABLE	OVER BUDG
02	-5871302	CONSULTANTS	7,292.30	75,000	30,654.81				
02	-5871330	DUES & SUBSCRIPTIONS	243.43	1,300	174.24				
02	-5973203	REPAIRS & MAINT SUPPLIES	1,647.69	37,500	1,328.69				
02	-5973212	FUEL EXPENSE	783.83	10,315	6,376.54				
02	-5973302	CONSULTANTS (IND. PRETREAT	1,800.00	20,000	3,000.00				
02	-5973304	LAB TESTING	411.65	32,100	7,765.45				
02	-5973331	EMPLOYEE TRAVEL & TRAININ	14.00	2,000	1,986.00				
02	-5974302	CONSULTANTS	98,702.75	1,219,976	529,056.75				
02	-5974329	DEQ FEES	608.58	6,000	29,608.58			Y	
02	-5975209	UTILITY MAINTENANCE SUPP.	76.53	60,000	144.93				
02	-5975212	FUEL EXPENSE	1,190.21	28,025	18,245.70				
02	-5975218	STREET REPAIRS & MAINTENAN	10,283.26	95,000	29,346.09				
02	-5975235	WATER MAIN REPAIR	167.06	40,000	14,636.88				
02	-5975308	CONTRACTED SERVICES	7,811.25	0	54,678.75			Y	
02	-5975328	INTERNET SERVICE	66.34	785	320.62				
03	-5876110	PENSION-DEFINED BENEFIT	848.00	11,139	4,246.17				
03	-5876212	FUEL EXPENSE	86.62	2,300	908.40				
03	-5876313	ELECTRIC UTILITY	1,330.07	14,000	4,891.55				
03	-5876315	TELEPHONE UTILITY	27.91	340	144.45				
08	-5549110	PENSION-DEFINED BENEFIT	1,210.00	13,049	6,056.10				
08	-5549202	OPERATING SUPPLIES	31.41	1,000	968.59				
08	-5549207	CLOTHING ALLOWANCE	423.54	1,750	266.83				
08	-5549212	FUEL EXPENSE	482.23	8,366	5,121.74				
08	-5549308	CONTRACT SERVICES	655.08	15,500	6,338.84				
08	-5549315	TELEPHONE UTILITY	83.73	3,800	1,614.77				
09	-5864327	SUB TITLE D EXPENSE	4,200.00	80,000	39,256.28				
09	-5864365	ALFA ESCROW LIABILITY PAYM	3,778.00	16,000	0.00				
16	-5323401	CAPITAL OUTLAY	590.00	37,375	9,613.89				
27	-5655110	PENSION-DEFINED BENEFIT	412.00	5,513	2,065.36				
27	-5655212	FUEL EXPENSE	27.40	735	454.36				
27	-5655214	TOURISM EXPENSE	4,575.46	34,500	16,039.25				
27	-5655315	TELEPHONE UTILITY	52.91	1,000	629.45				
27	-5655317	ADVERTISING	850.00	18,000	15,382.69				
28	-5654110	PENSION-DEFINED BENEFIT	1,195.00	17,077	5,980.42				
28	-5654207	CLOTHING ALLOWANCE	123.54	1,625	1,137.06				
28	-5654210	CONCESSION SUPPLIES	4,163.04	17,000	3,081.72				
28	-5654212	FUEL EXPENSE	68.74	1,450	874.18				
28	-5654308	CONTRACT SERVICES	114.43	3,500	2,376.35				
28	-5654313	ELECTRIC UTILITY	4,244.96	60,000	22,259.72				
28	-5654314	GAS UTILITY	4,381.95	32,000	26,771.77				
28	-5654315	TELEPHONE UTILITY	194.75	2,000	743.78				
28	-5654316	REPAIRS & MAINTENANCE	2,945.00	38,131	12,298.35				
29	-5324110	PENSION-DEFINED BENEFIT	3,891.00	47,369	19,461.56				
29	-5324202	OPERATING SUPPLIES	16.82	5,000	3,548.20				
29	-5324212	FUEL EXPENSE	30.74	1,449	1,207.18				

\*\* G/L ACCOUNT TOTALS \*\*

YEAR	ACCOUNT	NAME	AMOUNT	=====LINE ITEM=====		=====GROUP BUDGET=====	
				ANNUAL BUDGET	BUDGET OVER AVAILABLE BUDG	ANNUAL BUDGET	BUDGET OVER AVAILABLE BUDG
29	-5324308	CONTRACTED SERVICES	350.00	54,629		43,692.00	
29	-5324315	TELEPHONE UTILITY	7,678.82	66,500		9,800.21	
29	-5324331	EMPLOYEE TRAVEL & TRAININ	58.29	4,500		555.29	
29	-5324401	CAPITAL OUTLAY	2,403.33	113,900		22,076.69	
30	-5211361	DEFENSE CONSULTANT SERVICE	475.68	29,000		0.00	
30	-5652114	PENSION-DEFINED CONTRIBUTI	1,594.00	3,578		297.74-	Y
30	-5652212	FUEL EXPENSE	22.73	3,700		3,239.25	
30	-5652330	DUES & SUBSCRIPTIONS	700.00	8,500		7,000.00	
30	-5652331	EMPLOYEE TRAVEL & TRAINING	20.00	22,500		11,872.11	
30	-5652340	MCAPP STRATEGIC PLAN PROJE	19,382.43	260,000		0.00	
32	-5215209	POLICE DONATION EXPENSE	2,850.00	0		9,400.00-	Y
32	-5215224	ARCHERY PARK GRANT EXPENSE	2,371.68	50,689		36,908.45	
32	-5215225	DEAK WALKING TRACK EXPENSE	852.79	0		21,433.76-	Y
35	-5862110	PENSION-DEFINED BENEFIT	1,735.00	24,140		8,679.90	
35	-5862203	REPAIRS & MAINTENANCE SUPP	3,477.77	240,000		118,464.37	
35	-5862212	FUEL EXPENSE	98.15	3,386		2,306.39	
35	-5862315	TELEPHONE UTILITY	62.19	750		314.27	
35	-5862316	REPAIRS & MAINTENANCE	945.59	30,000		8,012.65	
35	-5862317	EMERGENCY VEHICLES	505.59	50,000		12,305.21	
36	-5215315	THIRD PARTY ADM FEES	941.68	11,300		944.68	
41	-5321401	CAPITAL OUTLAY	183.60	160,448		13,618.11-	Y
41	-5548401	CAPITAL IMPROVEMENTS	189.70	50,000		4,022.70	
41	-5974401	CAPITAL OUTLAY	7,513.26	0		7,513.26-	Y
41	-5974404	WTP FILTER	3,610.00	23,525		0.00	
44	-5225402	SOFTWARE & TECHNOLOGY UPDA	637.55	20,000		14,227.70	
** 2015-2016 YEAR TOTALS **			564,984.35				

NO ERRORS

\*\* END OF REPORT \*\*

FUND	PERIOD	AMOUNT
01	1/2016	124,011.20
02	1/2016	341,278.99
03	1/2016	2,292.60
05	1/2016	0.00
08	1/2016	2,885.99
09	1/2016	7,978.00
11	1/2016	0.00
16	1/2016	590.00
24	1/2016	0.00
26	1/2016	0.00
27	1/2016	5,917.77
28	1/2016	17,431.41
29	1/2016	14,429.00
30	1/2016	22,194.84
32	1/2016	6,074.47
33	1/2016	0.00
35	1/2016	6,824.29
36	1/2016	941.68
38	1/2016	0.00
41	1/2016	11,496.56
42	1/2016	0.00
44	1/2016	637.55
		564,984.35
		564,984.35



# McAlester City Council

## AGENDA REPORT

Meeting Date: January 26, 2016  
Department: Expo  
Prepared By: Jerry Lynn Wilson  
Date Prepared: January 6, 2016

Item Number: \_\_\_\_\_  
Account Code: \_\_\_\_\_  
Budgeted Amount: \_\_\_\_\_  
Exhibits: \_\_\_\_\_

### Subject

Consider and act upon, a request from the University of Oklahoma, National Resource Center for Youth Services to partner with them for the rental fee for the use of the Southeast Expo Center for their event, "Empowering OK Successful Adulthood Conference- Where Will You Be in 2016" on April 19, 2016.

This one day event will feature dozens of local organizations and community resources. An expert from each local organization or community resource will be available to answer questions. Educational demonstrations by participating organizations will provide youth with hands on experience. Youth and their sponsors will learn about **community resources**, **service providers**, and **supports** in their areas, build **relationships** and have fun.

### commendation

To approve partnering with the University of Oklahoma in the total amount of \$315.00 for the use of the Expo Center on April 19, 2016.

### Discussion

The Southeast Expo Center Rental Policy and Procedure, which was adopted by the McAlester City Council on January 8, 2008 via Resolution No. 08-04. Clause 13 of the Rules and Regulations states: "Waiver of Rental Fees – The City of McAlester will not waive any rental fees to any organizations. The City will consider partnering with organizations for educational and economic development projects if the project is open to the residents of the City of McAlester and no fee is charged to the residents of the City of McAlester. Any request for partnering must be made to the City of McAlester."

### Approved By

*Initial*

*Date*

Department Head \_\_\_\_\_

City Manager \_\_\_\_\_

City of McAlester  
"Southeast EXPO Center"  
4500 W. Highway 270  
P.O. Box 578  
McAlester, OK 74502  
Phone: 918-420-3976  
Fax: 918-423-1092

## Partnership Request

Date of Request: January 6, 2016

NAME: Marilyn Foster  
ORGANIZATION: National Resource Center for Youth Services  
The University of Oklahoma Outreach  
  
PHONE: 918-660-3738

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Date of Event:	<u>April 19, 2016</u>	
Description & Rate:	<u>Room 103 - One day</u>	\$315.00
	<b>TOTAL REQUEST</b>	<b>\$315.00</b>

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### APPROVED PARTNERSHIPS

2015/16 APPROVED PARTNERSHIP BUDGET AMOUNT: \$15,000.00

TOTAL OF APPROVED PARTNERSHIPS FOR 2015/2016:

APPROVED GROUPS	REQUESTED DATE	EVENT	AMOUNT
E.O.S.C.-McAlester	10/28-29/15	COLLEGE & CAREER	\$2,000.00
E.O.S.C. -GEAR UP	9/29-30/15	NATIONAL GEAR UP CELEBRATION	\$630.00
E.O.S.C. -GEAR UP	12/16/15	ACT PREP	\$315.00
			<u>\$2,945.00</u>

2015/2016 BUDGET AMOUNT BALANCE \$12,055.00

## Susan Hooper

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**From:** Jerry Lynn Wilson  
**Int:** Wednesday, January 06, 2016 2:09 PM  
**To:** Susan Hooper  
**Cc:** Mel Priddy  
**Subject:** University of OK Partnership Request for use of EXPO on April 19, 2016  
**Attachments:** AGENDA REPORT-OU.doc; Partnership Request-OU.docx

Susan,

This is the other request I mentioned. Find the Agenda Report and the Partnership Request attached. Their request letter is by e-mail (see below). I included a short paragraph of explanation on the Agenda Report since this is a new event.

Again, please let me know what date this item may be on the Council Agenda.

I do appreciate your help!!

Sincerely,

*Jerry Lynn Wilson*  
**Expo Manager**  
**City of McAlester**  
**PHONE 918-420-3976**  
**CELL 918-424-1923**  
**FAX 918-423-1092**

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**From:** Foster, Marilyn M. [mmfoster@ou.edu]  
**Sent:** Tuesday, January 05, 2016 3:54 PM  
**To:** Jerry Lynn Wilson  
**Subject:** RE: Southeast Expo Center, McAlester, OK Reservation for April 19, 2016

To: City of McAlester

Subject: Requesting Partnership for Rental Fees  
Date: April 19, 2016  
Time: 8:00am – 4:00pm

Event: OKSA: Connecting the Experience, 1 day event will feature dozens of local organizations and community resources. An expert from each local organization or community resource will be available to answer questions. Educational demonstrations by participating organizations will provide youth with hands on experience. Youth and their sponsors will learn about community resources, service providers, and supports in their areas, build relationships and have fun.

Please let me know if you need anything else.

*Marilyn Foster*  
*Event Coordinator*  
*National Resource Center for Youth Services*  
*The University of Oklahoma Outreach*  
*4502 E. 41<sup>st</sup> St. , Bldg. 4W*

Tulsa, OK 74135  
(main) 918.660.3738  
(fax) 918.660.3785  
[mfooster@ou.edu](mailto:mfooster@ou.edu)  
[www.nrcys.ou.edu](http://www.nrcys.ou.edu)

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**From:** Jerry Lynn Wilson [mailto:[jerry.wilson@cityofmcalester.com](mailto:jerry.wilson@cityofmcalester.com)]  
**Sent:** Thursday, December 03, 2015 9:42 AM  
**To:** Foster, Marilyn M.  
**Subject:** Southeast Expo Center, McAlester, OK Reservation for April 19, 2016

Good Morning Marilyn,

Find attached the Agreement. Please sign and return to confirm this reservation. As I mentioned, I will request the Partnership for the rental fees. Also, I already have on file the University's Self Insurance Certificate.

It was my pleasure to visit with you this week. I look forward to working with you!

If you have any questions or concerns please call.

Sincerely,

*Jerry Lynn Wilson*  
**Expo Manager**  
**City of McAlester**  
**PHONE 918-420-3976**  
**CELL 918-424-1923**  
**FAX 918-423-1092**

# Italian Festival

December 7, 2015

Dear City of McAlester,

I am writing this letter to request a City Partnership for the Expo rental fees for the 2016 Italian Festival in the total amount of \$2,125.00 for May 13-15, 2016. For the past 45 years the Italian Festival of McAlester has been a tourism destination for the City of McAlester bringing in thousands of people each year. We have sold countless authentic Italian meals, all handmade right here in McAlester. Not only is the Festival making charitable donations and giving scholarships to local students they are also paying local city sales tax on the food they buy. In addition, the vendors from the festival and outside visitors are all paying sales tax and hotel tax. The economic development and tourism that is generated from the Italian Festival would cease to exist if it wasn't for the generous partnership with the City of McAlester.

Therefore, on behalf of the Italian Festival of McAlester we kindly request that you partner with us again this year so that we may continue this wonderful tradition of excellence that showcases McAlester's cultural assets. We appreciate your kindness and thank you in advance for taking the time to review this letter. Without those like you, this opportunity would not be possible.

Sincerely,



Bob Lenardo  
Italian Festival Committee Member

City of McAlester  
"Southeast EXPO Center"  
4500 W. Highway 270  
P.O. Box 578  
McAlester, OK 74502  
Phone: 918-420-3976  
Fax: 918-423-1092

## Partnership Request

Date of Request: January 6, 2016

**NAME:** Bob Lenardo  
**ORGANIZATION:** Italian Festival  
**PHONE:** 918-421-9403

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<b>Date of Event:</b>	<u>May 13-15, 2016</u>	
<b>Description &amp; Rate:</b>	<u>EXPO HALL - for Three days</u>	<b>\$2,125.00</b>
	<b>TOTAL REQUEST</b>	<b>\$2,125.00</b>

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### APPROVED PARTNERSHIPS

**2015/16 APPROVED PARTNERSHIP BUDGET AMOUNT:** **\$15,000.00**

**TOTAL OF APPROVED PARTNERSHIPS FOR 2015/2016:**

APPROVED GROUPS	REQUESTED DATE	EVENT	AMOUNT
E.O.S.C.-McAlester	10/28-29/15	COLLEGE & CAREER	\$2,000.00
E.O.S.C. -GEAR UP	9/29-30/15	NATIONAL GEAR UP CELEBRATION	\$630.00
E.O.S.C. -GEAR UP	12/16/15	ACT PREP	\$315.00
			<b><u>\$2,945.00</u></b>

**2015/2016 BUDGET AMOUNT BALANCE** **\$12,055.00**

**ATIONS**

**EXPENSE**

**NET PROFIT**

**9617.08**

BLAKE DUSENBERRY SCHOLARSHIP	500.00
JADYN WILLS SCHOLARSHIP	500.00
STUART BOOSTER CLUB (CLEANING TABLES)	250.00
GIFT CARDS FOR RELAY FOR LIFE	39.24

**TOTAL 1289.24**

**8327.84**

**Misc. for Show**

Stamps for applications and scholarships	71.40
IMPRESS ENVELOPES	110.21
Wal-Mart for cook day	70.11
MARY ANN FIELDS DONUTS/SUPPLIES FOR COOKDAY	65.56
MOON SHINER'S LIQUOR	305.11
Wal-Mart FRIDAY MEETING	80.52
WAL MART SUPPLIES	68.34
TINA JACOBS SUPPLIES	11.99
JOHNNY'S FOOD FOR INMATES	29.34
Stage	775.00
Liability INS for show	450.00
Misc. From food VENDOR PLATES, TOWELS, FOAM CONTAINERS, FOIL, FREEZER PAPER, SILVERWARE, PIZZA BOXES EVERYTHING WE USE WITH FOOD	762.46
MISC FROM FOOD VENDOR FOR SAUSAGE	61.34
MIXTURE IN FOOD TENT for volunteers	
Wal-Mart beer/pop/water for volunteers	154.78
Sadler refrigeration to get freezer working for meat	265.00

**TOTAL 3281.16**

**5046.68**

McAlester Italian Festival 2015

INCOME EXPENSE NET PROFIT

Food Tent			
SALES	15405.00	6176.41	9228.59
Sandwich	1407.00	953.51	453.49
Arts & Crafts	6035.00		6035.00
Outside Vendors	2000.00		2000.00
Souvenirs	1521.00	1803.94	-282.94
RAFFLE TICKETS	989.00	396.37	592.63
TOTAL			18026.77
NET PROFIT			

ADVERTISING (Radio, newspaper)		3024.00	
ADVERTISING (posters/banners/signs)		620.94	
OTC Tax Fee		50.00	
Security & Parking		600.00	
Re & Regina		93.54	
Tents		2980.00	
Sales Tax Paid		1386.45	
Food Tickets		422.11	
McAlester Schools Cook Days		71.25	
		501.40	
Net Italian Festival Income	Total	9749.69	8277.08

Other Income			
Carnival	1090.00		
Refreshables	400.00		
Sponsorships	1750.00		
Disc. (Ice, extra meat, pop)	100.00		
Total	3340.00		11617.08

Entertainment			
Bad Leg Benny		500.00	
Santa Fe Line		500.00	
LYNSEY GREER		350.00	
MI PARHAM		250.00	
DICE OF ONE		250.00	
IE DISILVESTRO		150.00	
TOTAL		2000.00	

9617.08

## Susan Hooper

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**From:** Jerry Lynn Wilson  
**nt:** Wednesday, January 06, 2016 2:01 PM  
**o:** Susan Hooper  
**Cc:** Mel Priddy  
**Subject:** Italian Festival 2016 Partnership Request for use of EXPO  
**Attachments:** AGENDA REPORT-Italian Festival 2016.doc; Partnership Request-Italian Festival 2016.docx; Scan-Italian Festival Request with 2015 Profit-Loss Statement0001.pdf; Scan-Italian Festival Request with 2015 Profit-Loss Statement0002.pdf; Scan-Italian Festival Request with 2015 Profit-Loss Statement0003.pdf

Hello Susan,

Happy New Year! Hope all is well!

Find attached an Agenda Report, Partnership Request, and the Letter of Request with the Profit and Loss Statement (Five pages) for this year's Italian Festival.

I have another group's request I will send separately.

Please let me know when these items may be put on the Agenda and if I need to attend.

I appreciate your help!!

Thanks,

*Jerry Lynn Wilson*  
*po Manager*  
*City of McAlester*  
**PHONE 918-420-3976**  
**CELL 918-424-1923**  
**FAX 918-423-1092**



# McAlester City Council

## AGENDA REPORT

Meeting Date: January 26, 2016 Item Number: \_\_\_\_\_  
Department: \_\_\_\_\_  
Prepared By: Peter Stasiak, City Manager Account Code: \_\_\_\_\_  
Date Prepared: January 20, 2016 Budgeted Amount: \_\_\_\_\_  
Exhibits: 1

### Subject

Consider and act upon, approval by the Council, for the charge-off of \$1,049.92 currently owed the City of McAlester on an existing and active residential water account.

### Recommendation

After performing an investigation on the above referenced account, it has been determined that two faulty meters had been used in deliverance of water service to this customer generating extremely high readings/costs of service.

### Discussion

Customer's current balance, as of January 15, 2016 is \$1,280.51. Upon approval of this item, the remaining balance consists of \$167.85 due from previous months and after minimal payments were made during the investigation, and a current balance of \$62.74 for a total of \$230.59. Calculation of amount owed was based on the average of previous 3 years actual usage during the same time frame.

### Approved By

	<i>Initial</i>	<i>Date</i>
Department Head		
City Manager	P. Stasiak 	



CITY OF MCALESTER  
 PO Box 578  
 McAlester, OK 74502-0578  
 (918) 423-9300

Account Number	Amount Due
	\$1,280.51
Due Date	After Due Date Pay
02/05/2016	\$1,286.79
Billing Date	Penalty Date
01/15/2016	02/05/2016
Service From	Service To
12/11/2015	01/10/2016
Service Address	

\*\*\* AUTO SORT CRRT C014

MCALESTER OK 74501-7138



CUTOFF CHARGE

PREVIOUS BALANCE 1,225.76  
 PAYMENTS 100.00-  
 PENALTIES 47.01  
 45.00

CURRENT		PREVIOUS	
DATE	READING	DATE	READING
12/22/2015	2100		1280
01/10/2016	4250	12/22/2015	90

PAST DUE AMOUNT \$1,217.77

USAGE

METER SWAP 53587614

4980 WATER 25.40  
 4980 SEWER 14.52  
 RECYCLE FEE 0.40  
 LANDFILL FEE 4.16  
 1 GARBAGE 18.26

CURRENT BILL \$62.74

AMOUNT DUE \$1,280.51  
 AMOUNT DUE AFTER 02/05/2016 \$1,286.79

**CUSTOMER ACCOUNT INFORMATION - RETAIN FOR YOUR RECORDS**

PAY YOUR BILL ONLINE AT [WWW.CITYOFMCALESTER.COM](http://WWW.CITYOFMCALESTER.COM)

Payment hours are 8:00 a.m. - 4:00 p.m. Monday - Friday. If this bill is not paid by 4:00 p.m. on the due date, a 10% late charge will be added to the bill. Failure to receive bill does not exempt penalties or disconnection for non-payment. We are not responsible for late remittance made through the mail service.

Please return this portion with your payment.  
 There will be a charge on all returned checks.



CITY OF MCALESTER  
 PO Box 578  
 McAlester, OK 74502-0578  
 (918) 423-9300

Account Number	Amount Due
	\$1,280.51
Due Date	After Due Date Pay
02/05/2016	\$1,286.79
Service Address	



CITY OF MCALESTER  
 PO Box 578  
 McAlester, OK 74502-0578

TOTAL AMOUNT ENCLOSED \$ \_\_\_\_\_  
 SHARE WITH A NEIGHBOR \$ \_\_\_\_\_  
 THANK YOU!

2733700\*

1286794



## Oklahoma Municipal Assurance Group

3650 S. Boulevard • Edmond, OK 73013-5581 • 405/657-1400 • 800/234-9461 • fax: 405/657-1401 • www.omag.org

January 5, 2016

City of McAlester  
Attn: Cora Middleton  
P.O. Box 578  
McAlester, OK 74502-0578

RE: Member : City of McAlester  
Claimant : Pamela Bourland-Rupe  
Date of Loss : 10/8/2015  
Claim No. : 201287-LR

Dear Ms. Middleton:

We **have** completed our investigation regarding the above referenced claim. It is our recommendation to the City of McAlester that this claim be denied. We find no liability on the City's part regarding this incident.

Under the **Governmental Tort Claims Act**, 51 Okla. Sec. 157(A), this claim will be deemed denied ninety (90) days after it was received by the City of McAlester. 51 Okla. Stat. Sec. 157 (B) requires any lawsuit under the Act to be commenced within one hundred eighty (180) days after denial of the claim.

Thus to begin the 180-day statute of limitations prior to 2/4/16, you must deny this claim in writing before 2/4/16. For the 180-day period to start running, the claimant **must be notified at the address on the claim within five (5) days of the denial.** To document compliance with the Act, we recommend that you send notice of denial of this claim by certified mail.

Please advise us as soon as possible of any official action taken by you on denial of this claim.

Sincerely,

Lori Randall  
Claims Adjuster



## Oklahoma Municipal Assurance Group

3650 S. Boulevard • Edmond, OK 73013-5581 • 405/657-1400 • 800/234-9461 • fax: 405/657-1401 • www.omag.org

January 5, 2016

Pamela Bourland-Rupe  
40 West Comanche Ave.  
McAlester, OK 74501

RE: Member : City of McAlester  
Claimant : Pamela Bourland-Rupe  
Date of Loss : 10/8/2015  
Claim No. : 201287-LR

Dear Ms. Bourland-Rupe:

As the adjuster for the Oklahoma Municipal Assurance Group, the insurer for the City of McAlester, I am recommending denial of this claim and find no liability on the City's part for this claim.

A municipality may be liable only if it had prior notice of a defect or problem and failed to take appropriate remedial action within a reasonable time before the damage occurred.

The City of McAlester had no notice of this issue prior to your incident. Based on this information we are recommending denial of this claim to the City of McAlester.

Sincerely,

Lori Randall  
Claims Adjuster

cc: City of McAlester



## Oklahoma Municipal Assurance Group

3650 S. Boulevard • Edmond, OK 73013-5581 • 405/657-1400 • 800/234-9461 • fax:405/657-1401 • www.omag.org

November 13, 2015

Pamela Bourland-Rupe  
40 West Comanche Ave.  
McAlester, OK 74501

Re: Member	:	City of McAlester
Claimant	:	Pamela Bourland-Rupe
Date of Loss	:	10/8/2015
Claim Number	:	201287-LR

Dear Ms. Bourland-Rupe,

This will acknowledge receipt of the above captioned claim. The undersigned will be directing the handling of this matter and will be in touch in the near future.

Sincerely,

Lori Randall  
Claims Examiner

LR/jp

cc: City of McAlester

## Cora Middleton

---

**From:** Cora Middleton  
**Sent:** Tuesday, November 10, 2015 4:28 PM  
**To:** 'claimsdepartment@omag.org'  
**Subject:** Notice of Tort Claim  
**Attachments:** 15.10.08, P. Bourland -Auto Damage.pdf; 15.10.09, P. Bourland Tort Claim.docx

To Whom it May Concern:

Attached is the initial documents regarding alleged damage to a 1996 Nissan Pickup owned by Pamela Bourland. I have attached a copy of a letter written, on October 12, 2015, to Ms. Bourland when I mailed the Tort Claim form to her. I did not follow through with having the City's Safety/Risk Mgmt. Officer go to the alleged location to take pictures and write a report. I will get a statement from both the Utility Maintenance Supervisor and the Streets Foreman that should furnish more information than what is on the claim form. As soon as I receive those statements I will forward them to the claims department.

If you have any questions please do not hesitate to contact me.

Thank you,

Cora Middleton, CMC  
City Clerk

NOTICE OF TORT CLAIM

OKLAHOMA MUNICIPAL ASSURANCE GROUP - MUNICIPAL LIABILITY PROTECTION PLAN

A. CLAIMANT REPORT

To the City of McAlester

Public entity you are filing this claim against. NOV 06 2005

PLEASE PRINT OR TYPE AND SIGN

IMPORTANT NOTICE: The filing of this form with the City Clerk's office is only the initial step in the claim process and does not indicate in any manner the acceptance of responsibility by the City or its related entities. Written notice is required by law and shall be filed with the City Clerk within one (1) year from the date of occurrence. It will then be sent to OMAG Claims Dept. for investigation. You may expect them to contact you. Failure to file within such time frame may result in the claim being barred in its entirety. Other limitations to your claim may apply (See Oklahoma Statutes Title 51, Section 151-172).

CLAIMANT(S) Pamela Bourland/Rupe  
ADDRESS 40 West Comacho Ave  
McAlester, OK 74501

CLAIMANT(S) SOCIAL SECURITY NO. \_\_\_\_\_  
CLAIMANT(S) DATE OF BIRTH \_\_\_\_\_  
PHONE: HOME ( ) \_\_\_\_\_ US.!

Continue on another sheet if needed for any information requested)

- 1. DATE AND TIME OF INCIDENT 10-08-15 11 a.m. (✓) p.m.
- 2. LOCATION OF INCIDENT 600 BLOCK Van Buren St.
- 3. DESCRIBE INCIDENT trench across whole st. no cones to warn me. like they dug for a water line. Broke ball joints in front end of truck.

4. LIST ALL PERSONS AND/OR PROPERTY FOR WHICH YOU ARE CLAIMING DAMAGES:

BODILY INJURY: WAS CLAIMANT INJURED? YES \_\_\_ NO  If yes, complete this section  
Describe injury \_\_\_\_\_

WERE YOU ON THE JOB AT THE TIME OF INJURY? YES \_\_\_ NO  If so, please give name, address and phone number of company \_\_\_\_\_

NAME OF DOCTOR OR HOSPITAL \_\_\_\_\_

ALL MEDICAL BILLS (attach Copies) \$ \_\_\_\_\_  
LIST OTHER DAMAGES CLAIMED \$ \_\_\_\_\_  
TOTAL BODILY INJURY. . . . . \$ -0-

PROPERTY DAMAGE: Proof that you are the owner of the vehicle or property allegedly damaged as specified in your claim will be required.

VEHICLE NAME Nissan BODY TYPE Picking Cab 2WD YEAR 1996

NOTE: If damage is to a vehicle, a photocopy of your motor vehicle title is required.  
IF NOT A VEHICLE, DESCRIBE PROPERTY AND LOSS \_\_\_\_\_

PROPERTY DAMAGE (Attach repair bills or two estimates) \$ 675.65  
LIST OTHER DAMAGES CLAIMED \$ \_\_\_\_\_  
TOTAL PROPERTY . . . . . \$ 675.65

5. NAME OF YOUR INSURANCE CO.	POLICY NO.	AMOUNT CLAIMED	AMOUNT RECEIVED
<u>Farmer's Ins.</u>	<u>M545084580</u>	<u>- 0 -</u>	<u>- 0 -</u>

6. The names of any witnesses known to you.

Helen Fuller 501 Van Buren, McAlester, OK 918-426-0511  
Name Address Phone Number

\_\_\_\_\_  
Name Address Phone Number

STATE THE EXACT AMOUNT OF COMPENSATION YOU WOULD ACCEPT AS FULL SETTLEMENT ON THIS CLAIM. TOTAL CLAIM . . . . . \$ 675.65

Pamela Bourland Rupe  
SIGNATURE(S)

DATE

**B. THIS SECTION IS FOR USE BY THE PUBLIC ENTITY WHICH RECEIVES THE CLAIM**

To inquire about this claim you may write to OMAG Claims Dept. or call 1-800-234-9461; or in Oklahoma City call 525-6624

This Notice of Tort Claim was received by Cara Middleton

(Title) City Clerk, on Nov. 6, 2015

For further information on this claim contact Cara Middleton

(Title) City Clerk, by telephone at 918 433-9300 ext. 4756

The following reports, statements or other documentation, which support our understanding of the facts relating to this claim, are attached:

Clear and copy of Repair Invoice.

Persons who have knowledge of the circumstances surrounding this claim are:

	Name	Title/Position	Telephone
1.	<u>Tommy Hill</u>	<u>Streets Foreman</u>	<u>(918) 433-9300 ext. 4740</u>
2.			
3.			
4.			

Submitted by: Cara Middleton Date Nov. 10, 2015

Title: City Clerk

**AFTER THE PUBLIC ENTITY HAS RECEIVED THIS CLAIM, PLEASE PROVIDE INFORMATION REQUESTED ABOVE AND IMMEDIATELY SEND TO:**

OMAG Claims Dept.  
4130 N. Lincoln Blvd  
Oklahoma City, OK 73105-5209  
Fax (405) 525-0009

# CERTIFICATE OF TITLE

## STATE OF OKLAHOMA

VEHICLE IDENTIFICATION NUMBER <b>1N6SD16S8TC340511</b>	YEAR <b>1996</b>	MAKE <b>NISS</b>	TITLE NO. <b>611414148002</b>
BODY TYPE <b>PK</b>	MODEL <b>KSX</b>	DATE 1st SOLD	DATE ISSUED <b>05/28/2014</b>
AGENT NO. <b>6114</b>		ODOMETER	TYPE OF TITLE <b>ORIGINAL</b>
		<b>EXEMPT</b>	DATE INS. LOSS OR SALVAGE

NAME AND ADDRESS OF VEHICLE OWNER

**PAMELA GWENN BOURLAND  
40 W COMANCHE AVE  
MCALESTER OK 74501-5718**

THIS VEHICLE IS SUBJECT TO THE FOLLOWING LIEN(S):

*It is hereby certified that according to the records of the Oklahoma Tax Commission, the person named herein is the owner of the vehicle described above which is subject to a lien(s) as shown; however, the vehicle may be subject to other liens or security interests.*

CONTROL NO. **141486114A2580**  
**39764208**  
(This is not a title number)



IF REGISTERED  
OWNER (SELLER) IS  
A LICENSED DEALER.  
PLACE OKLAHOMA  
MOTOR VEHICLE TAX  
STAMP HERE

### ASSIGNMENT OF TITLE BY REGISTERED OWNER (If Dealer, List License # Here: \_\_\_\_\_)

I/we hereby assign and warrant ownership of the vehicle described on this certificate to the following, subject only to the liens or encumbrances, if any, properly noted on this certificate.

Purchaser(s) Name (Type or Print): \_\_\_\_\_

Purchaser(s) Complete Address: \_\_\_\_\_

Actual Purchase Price of Vehicle: \_\_\_\_\_

I certify to the best of my knowledge that the ODOMETER READING reflected on the vehicle's odometer and listed below is the ACTUAL MILEAGE of the vehicle UNLESS one of the accompanying statements is checked:

□ □ □ □ □ □ (NO TENTHS)

- 1. The odometer has exceeded its mechanical limits.
- 2. The odometer reading is NOT the actual mileage. Warning — Odometer Discrepancy

Signature of Seller(s): \_\_\_\_\_ Printed Name of Seller(s): \_\_\_\_\_

Subscribed and Sworn to Before me this \_\_\_\_\_ Day of \_\_\_\_\_, 20\_\_\_\_

Notary Public: \_\_\_\_\_ Commission Expiration: \_\_\_\_\_

*Notarization required only of seller's signature(s). Affix notary seal/stamp to the right.*

Signature of Buyer(s): \_\_\_\_\_ Printed Name of Buyer(s): \_\_\_\_\_

Affix  
Notary Seal / Stamp  
Here

VOID IF ALTERED

# PITSTOP AUTOMOTIVE CENTER

917 SOUTH MAIN  
McAlester, OK 74501  
(918) 423-4949

pitstopautomotivecenter@gmail.com

Monday - Friday 8:am to 5:pm

R.O.  
Date  
License

102530 Page: 1  
16 OCT 2015  
AE-XXXXXXXXXX  
EPA-YYYYYYY

ur Business hours are 8:am to 5:pm M-F. We accept VISA/MC

RUPE	PAM	Year	1996	Miles/Km	202,654.0
MCALESTER	OK	Make	NISSAN	Eng. Type	L4 / SOHC
Home # (707) 533-0268		Model	PICKUP / XE	Eng. No.	Liter= 2.4L CC= 146
Work # ( ) - 918	Ext.	License	301LBQ	Prod.	
Cell #		Vin	1N6SD16S8TC340511	Color/Doors	Doors= 2 D
Email		Unit		Remarks/PO	
Sales SJM		Open Date	6 OCT 2015	Other /CAP	
				Ready By	6 OCT 2015 14:38

Type	Description of Labor / Parts / Miscellaneous	Qty	Hours	Tech.	Each \$	Amount
Labor:	C/S HOT HUGE POTHOLE ON NORTH 6TH ST. IN MCALESTER AND NOW HAS LOUD SQUEAKING SOUND ON PASSENGER SIDE FRONT.			BM		
Part:	ES2998RL - INNER TIE ROD END	2.00			\$ 36.75	\$ 73.50
Part:	ES3052 - OUTER TIE ROD END	2.00			\$ 26.72	\$ 53.44
Part:	K9022 - UPPER BALL JOINT	2.00			\$ 33.63	\$ 67.26
Part:	K9609 - LOWER BALL JOINT	2.00			\$ 30.78	\$ 61.56
Misc.:	FRONT END ALIGNMENT	2.00				\$ 88.42
	HAD TO ORDER ALIGNMENT SHIMS FOR FRONT END					
				1	<b>Group Sub Total</b>	<b>\$ 344.18</b>

Type	Description of Labor / Parts / Miscellaneous	Qty	Hours	Tech.	Each \$	Amount
Labor:	VEHICLE IN NEED OF UPPER & LOWER BALL JOINTS, AND INNER & OUTER TIE ROD ENDS AND A FRONT END ALIGNMENT. REPLACED ALL BALL JOINTS AND TIE ROD ENDS WITH NEW			BM		\$ 301.50
				2	<b>Group Sub Total</b>	<b>\$ 301.50</b>

Original Estimate: \$ 0.00 : \_\_\_\_\_  
 I acknowledge notice and oral approval of an increase in the original estimated price  
 Revision #1                      .00                      Increase                      0.00                      Revision #2                      .00                      Increase                      0.00                      Revision #3                      .00                      Increase                      0.00

*Handwritten:*  
 Pd. 356.00  
 Balance 319.65  
 Bal. 319.65  
 11-02-15  
 Payment 100.00  
 11-02-15  
 Bal. 219.65

I hereby authorize the above named to operate and store the above vehicle for the purpose of testing, inspection, repair and delivery, at my own risk. I understand that the above named is not responsible for loss or damage equipment or articles left on or in vehicles in case of fire, theft, or any cause beyond their control. I understand that if I wish to retain worn and damaged parts that request will be made at the time of authorization or repairs. I understand that two (2) days after notice of completion of services rendered, that a storage charge of not more than \_\_\_\$ per day, will be charged unless otherwise agreed to in writing.

Signature \_\_\_\_\_ Date \_\_\_\_\_

Labor	\$ 301.50
Parts	\$ 255.76
Environmental:	\$ 0.00
Shop Supplies	\$ 6.95
Sub Total Charges	\$ 6.95
Sublet	\$ 88.42
Tot. Before Sales Tax	\$ 652.63
Total Sales Tax	\$ 23.02

**Total Sale \$ 675.65**  
**Total Due \$ 675.65**

Payment 1: ..... 0.00                      Account #552                      Key #  
 Payment 2:                                                                                                          0.00

Thank You From: PITSTOP AUTOMOTIVE CENTER

## Cora Middleton

---

**From:** Routh, Aaron <Aaron.Routh@stservices.com>  
**Sent:** Tuesday, November 17, 2015 12:59 PM  
**To:** Cora Middleton  
**Cc:** Kimberly Kelly; Shelli Colbert  
**Subject:** Van Buren

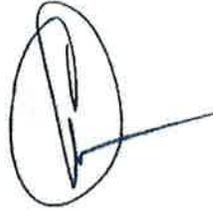
This was a project we did for a customer who had no water. The service was still hooked up, but a new water main was run between 8<sup>th</sup> and 6<sup>th</sup> on Van Buren and the old main was abandoned. When this line was abandoned the new service line was not tied back on to the new active water line. We could not bore through all the rock in the road so we had to dig across the road to run the service line from the main to the house. When we left the job site the hole was backfilled above the grade of the road a little bit to allow for compaction of traffic, but there were traffic cones set up blocking the road off. I am not for sure who picked them up, but it was not the UTM crew. I hope this helps shine a little light on the situation. Need anything else please let me know.

Thanks,

Aaron Routh  
Severn Trent Services  
UTM Manager-McAlester, OK  
Cell: 918.886.2518  
Email: Aaron.Routh@stservices.com

Dec. 4, 2015.

To who it may concern.



On October the 8<sup>th</sup> 2015 in the afternoon I receive a call from city hall telling me that a person had damage their car on a pothole at the corner of 8<sup>th</sup> and East Van Buren. I drove to that location I didn't find a pothole but there was a utility cut there that was about 2" to 3" inches lower then the asphalt surface. The utility cut had been backfilled with gravel and had settled that 2" to 3" inches. Because it was late in the afternoon and I didn't have any asphalt on hand. I sent a crew to that location with a load of #4 screenings to bring the utility cut up level to the asphalt surface and compact it. On October 13 2015 we went back and patched the utility cut with asphalt

City of McAlester Streets Foreman.

A handwritten signature in blue ink, consisting of the name 'Tommy Hill' written in a cursive, flowing script.

Tommy Hill



## Oklahoma Municipal Assurance Group

3650 S. Boulevard • Edmond, OK 73013-5581 • 405/657-1400 • 800/234-9461 • fax: 405/657-1401 • www.omag.org

January 12, 2016

City of McAlester  
Attn: Cora Middleton  
P.O. Box 578  
McAlester, OK 74502-0578

RE: Member : City of McAlester  
Claimant : Asenath Williamson  
Date of Loss : 11/18/2015  
Claim No. : 201398-LR

Dear Ms. Middleton:

We have completed our investigation regarding the above referenced claim. It is our recommendation to the City of McAlester that this claim be denied. We find no liability on the City's part regarding this incident.

Under the Governmental Tort Claims Act, 51 Okla. Sec. 157(A), this claim will be deemed denied ninety (90) days after it was received by the City of McAlester. 51 Okla. Stat. Sec. 157 (B) requires any lawsuit under the Act to be commenced within one hundred eighty (180) days after denial of the claim.

Thus to begin the 180-day statute of limitations prior to 3/8/16, you must deny this claim in writing before 3/8/16. For the 180-day period to start running, the claimant **must be notified at the address on the claim within five (5) days of the denial.** To document compliance with the Act, we recommend that you send notice of denial of this claim by certified mail.

Please advise us as soon as possible of any official action taken by you on denial of this claim.

Sincerely,

Lori Randall  
Claims Adjuster



## Oklahoma Municipal Assurance Group

3650 S. Boulevard • Edmond, OK 73013-5581 • 405/657-1400 • 800/234-9461 • fax: 405/657-1401 • www.omag.org

January 12, 2016

Asenath Williamson  
P.O. Box 96  
Krebs, OK 74554

RE: Member : City of McAlester  
Claimant : Asenath Williamson  
Date of Loss : 11/18/2015  
Claim No. : 201398-LR

Dear Ms. Williamson:

As the adjuster for the Oklahoma Municipal Assurance Group, the insurer for the City of McAlester, I am recommending denial of this claim and find no liability on the City's part for this claim.

A municipality may be liable only if it had prior notice of a defect or problem and failed to take appropriate remedial action within a reasonable time before the damage occurred.

The City of McAlester had no notice of this issue prior to your incident. Based on this information we are recommending denial of this claim to the City of McAlester.

Sincerely,

Lori Randall  
Claims Adjuster

cc: City of McAlester



## Oklahoma Municipal Assurance Group

3650 S. Boulevard • Edmond, OK 73013-5581 • 405/657-1400 • 800/234-9461 • fax: 405/657-1401 • www.omag.org

December 11, 2015

Asenath Williamson  
P.O. Box 96  
Krebs, OK 74554

Re: Member	:	City of McAlester
Claimant	:	Asenath Williamson
Date of Loss	:	11/18/2015
Claim Number	:	201398-LR

Dear Ms. Williamson,

This will acknowledge receipt of the above captioned claim. The undersigned will be directing the handling of this matter and will be in touch in the near future.

Sincerely,

Lori Randall  
Claims Examiner

LR/as

cc: City of McAlester

## **Cora Middleton**

---

**From:** Cora Middleton  
**Sent:** Thursday, December 10, 2015 5:30 PM  
**To:** 'claimsdepartment@omag.org'  
**Subject:** Notice of Tort Claim  
**Attachments:** 9th and Monroe curb, photos.pdf; 15.11.18, N. Williamson, Tire Damage at 9th and Monroe, Safety Officer Report.docx; Notice of Tort Claim.pdf

To Whom It May Concern:

Attached is a Notice of Tort Claim for alleged damage to a tire on a 2011 Buick Enclave owned by Asenath Williamson. The alleged damage occurred on November 18, 2015 in the City of McAlester. If you have any questions please do not hesitate to contact me.

Thank you,

Cora Middleton, CMC  
City Clerk

NOTICE OF TORT CLAIM

OKLAHOMA MUNICIPAL ASSURANCE GROUP - MUNICIPAL LIABILITY PROTECTION PLAN

A. CLAIMANT REPORT

To the

City of McAlester

Public entity you are filing this claim against.

*[Handwritten initials]*

PLEASE PRINT OR TYPE AND SIGN

IMPORTANT NOTICE: The filing of this form with the City Clerk's office is only the initial step in the claim process and does not indicate in any manner the acceptance of responsibility by the City or its related entities. Written notice is required by law and shall be filed with the City Clerk within one (1) year from the date of occurrence. It will then be sent to OMAG Claims Dept. for investigation. You may expect them to contact you. Failure to file within such time-frame may result in the claim being barred in its entirety. Other limitations to your claim may apply. (See Oklahoma Statutes Title 51, Section 151-172).

CLAIMANT(S) Ascenath Williamson  
ADDRESS 903 96  
Krebs OK 74554

CLAIMANT(S) SOCIAL SECURITY NO. \_\_\_\_\_  
CLAIMANT(S) DATE OF BIRTH \_\_\_\_\_  
PHONE: HOME 1 \_\_\_\_\_ BUS. 1 \_\_\_\_\_

Continue on another sheet if needed for any information requested)

- 1. DATE AND TIME OF INCIDENT 11-18-15 2:45 11 1a.m.  1p.m.
- 2. LOCATION OF INCIDENT E. Madras # 9th
- 3. DESCRIBE INCIDENT was on S. Lane. headed West - stopped in front of mail carrier to mail letters & backed toward 9th RAN OVER CURB into metal drainage guard that was broken. I only thought I went onto curb - when I went forward it cut my tire on side - unrepairable

4. LIST ALL PERSONS AND/OR PROPERTY FOR WHICH YOU ARE CLAIMING DAMAGES:

BODILY INJURY: WAS CLAIMANT INJURED? YES \_\_\_ NO \_\_\_ If yes, complete this section

Describe injury NA

WERE YOU ON THE JOB AT THE TIME OF INJURY? YES \_\_\_ NO \_\_\_ If so, please give name, address and phone number of company

NAME OF DOCTOR OR HOSPITAL \_\_\_\_\_

ALL MEDICAL BILLS (attach Copies) \$ \_\_\_\_\_  
LIST OTHER DAMAGES CLAIMED \$ \_\_\_\_\_  
TOTAL BODILY INJURY. . . . . \$ \_\_\_\_\_

PROPERTY DAMAGE: Proof that you are the owner of the vehicle or property allegedly damaged as specified in your claim will be required.

VEHICLE NAME Buick BODY TYPE Enclave YEAR 2011

NOTE: If damage is to a vehicle, a photocopy of your motor vehicle title is required.

IF NOT A VEHICLE, DESCRIBE PROPERTY AND LOSS cut whole tire up on drain metal

PROPERTY DAMAGE (Attach repair bills or two estimates) \$ \_\_\_\_\_  
LIST OTHER DAMAGES CLAIMED \$ \_\_\_\_\_  
TOTAL PROPERTY . . . . . \$ 105 <sup>40</sup>/<sub>100</sub>

5. NAME OF YOUR INSURANCE CO. POLICY NO. AMOUNT CLAIMED AMOUNT RECEIVED

6. The names of any witnesses known to you.

<u>Officer ORR</u>	<u>MCALPD</u>	<u>came after it was done</u>
Name	Address	Phone Number
Name	Address	Phone Number

STATE THE EXACT AMOUNT OF COMPENSATION YOU WOULD ACCEPT AS FULL SETTLEMENT ON THIS CLAIM.

TOTAL CLAIM . . . . . \$ 105 <sup>40</sup>/<sub>100</sub>

Ascenath Williamson  
SIGNATURE(S)

12-9-15  
DATE

**B. THIS SECTION IS FOR USE BY THE PUBLIC ENTITY WHICH RECEIVES THE CLAIM**

To inquire about this claim you may write to OMAG Claims Dept. or call 1-800-234-8461; or in Oklahoma City call 525-6624

This Notice of Tort Claim was received by Cora Middleton

(Title) City Clerk, on Dec. 9, 2015

For further information on this claim contact Doug Basinger

(Title) Safety/Risk Mgmt Officer, by telephone at 918 433-9500 ext. 4934

The following reports, statements or other documentation, which support our understanding of the facts relating to this claim, are attached:

statement from Doug Basinger, Safety/Risk Mgmt. Office, Photos

Persons who have knowledge of the circumstances surrounding this claim are:

Name	Title/Position	Telephone
1. _____	_____	_____
2. _____	_____	_____
3. _____	_____	_____
4. _____	_____	_____

Submitted by: Cora Middleton Date Dec. 10, 2015

Title: City Clerk

**AFTER THE PUBLIC ENTITY HAS RECEIVED THIS CLAIM, PLEASE PROVIDE INFORMATION REQUESTED ABOVE AND IMMEDIATELY SEND TO:**

OMAG Claims Dept.  
4130 N. Lincoln Blvd  
Oklahoma City, OK 73105-5209  
Fax (405) 525-0009





## SERVICE CONTRACT

Agreement made this\_\_ day of \_\_\_\_, by and between McAlester Public Works Authority, hereinafter referred to as "Customer" and Technical Programming Services, Inc., a corporation incorporated under the laws of the State of Oklahoma, having its principal place of business at 5544 South 104<sup>th</sup> East Avenue, Tulsa, Oklahoma, 74146, hereinafter referred to as "TPSi".

1. During the period of this contract, TPSi agrees to laser print, mail, and archive and/or electronically post to the Internet data from data files submitted by the Customer for the sole use, benefit and purpose of the Customer, subject to the terms below. This Service Contract shall be for a period of 3 years (36 months).
2. Cost to the Customer shall be determined by the volume price schedule (see Exhibit A).
3. TPSi agrees to keep all computer data submitted by Customer and documents produced there confidential and not divulge, discuss or reveal to any person, corporation or association the contents of the files or documents except as necessary to reveal same to TPSi employees, agents and servants actually engaged in the transfer of the computer files. TPSi agrees to indemnify and hold MPWA harmless for any of any unauthorized or unlawful release of information by TPSi
4. TPSi shall produce documents under the terms of this contract and warrants that all such documents shall be delivered free from defects in material. All products and services will be provided in a workmanship manner consistent with industry standards. TPSi's obligation under this warranty is limited to replacing documents that are defective or damaged at time of delivery to Customer. This warranty is expressly made in lieu of all other warranties, express or implied, including specifically without limiting the generality thereof, any express or implied warranty of merchantability, and fitness for purpose sold, description, quality, or any other matter of any documents produced by TPSi. TPSi expressly denies any power or authority on the part of any person to incur or assume for TPSi any other liability in connection with the sale of any documents. TPSi assumes no liability for illegible or erroneous material submitted by Customer for processing.
5. Either party may terminate this Agreement in the event of a material breach by the other party. This Agreement may not, however, be terminated for failure to make payment if the amount of the payment is disputed. The parties agree to attempt to resolve any such dispute in good faith.

6. This Agreement may be terminated without penalty if either party is directed or required to do so by any regulatory or governmental agency of authority, by any insurer, or if the continuation of the Agreement would violate any statute law or regulation.
7. Neither party may assign this Agreement without the prior written consent of the other party.
8. Notwithstanding any provision to the contrary, in the event this Agreement is terminated by any party for any reason whatsoever, TPSi agrees to immediately return any and all records and other documents provided by Customer to TPSi.
9. TPSi warrants that the products and services it provided under this Agreement will comply with all applicable state and federal laws and regulations.
10. The prices charged by TPSi during the term of this Agreement are set forth in Exhibit A. These prices shall not change during the term of this Agreement without the consent of Customer.
11. Entire Agreement: This Agreement and its exhibits constitute the final, complete and exclusive statement of the terms of the agreement between and parties pertaining to the relationship between the parties supersede all prior and contemporaneous understandings or agreements of the parties. No party has been induced to enter into this Agreement by, nor is any party relying on, any representation or warranty outside those expressly set forth in this Agreement.

Company Name: Technical Programming Services Inc

Name/Date \_\_\_\_\_

Company Name: McAlester Public Works Authority

Name \_\_\_\_\_



5544 S 104th East Ave Tulsa OK 74146  
(O) 918.254.9622 x11 (C) 918.637.6937

Pushing the Digital Envelope in Full Color

**Pryor Municipal Utility Board  
Gary Pruett  
6<sup>th</sup> North Adair City Hall  
Pryor OK 74362  
918.825.2100**

**City of Pauls Valley  
Chaz Thompson  
201 S Willow  
Pauls Valley, OK 73075  
405.238.3308 ext 107**

**Cathy Condit  
City of Tecumseh  
114 N Broadway  
Tecumseh, OK 73123  
405.598.2188 ext 114**

**City of Shawnee  
Phyllis Loftus  
PO Box 1448  
Shawnee OK 74802  
405.878.1604**

**Julie Rowin  
City of Converse  
403 S Seguin  
Converse TX 78109  
210.658.1965**

**Current City Municipalities Using Incode Software from Tyler Technologies**

# Memo

**To:** Pete Stasiak, City Manager

**Date:** 1-13-2016

**From:** Toni Ervin, CFO

**Re:** Timeclocks Software Committee

We started a timeclock committee in order to decide on the best system for the City of McAlester. Everyone recognized the need and the cost effectiveness of getting a timeclock system into place and that the current Time entry system in Incode is not a good system for a City this size. We have had this topic on the Audit & Finance Committee agenda and they agreed with our assessment. They made valuable suggestions that we have incorporated into our research.

Our committee for Timeclocks software has consisted of you, LaDana Detello- Payroll Clerk, Sheila Maldonado-Human Resources, Sherri Swift-Accountant, James Stanford-IT and myself. We have set through software demonstrations and received quotes from other companies: ADP, Timeclocks Plus, Kronos, and ExecuTime. Our recommendation and best fit for the City of McAlester for Timeclock Software and Equipment is with Executime. Attached is a list of references for their software. One of the deciding factors from this committee was that this software has direct interface with our current accounting software.

If you have any questions or need other information please contact me.

**Toni Ervin**  
**Chief Financial Officer**  
**City of McAlester**  
PO Box 578, McAlester, OK 74502  
Phone, 918-423-9300 ext. 4936  
Fax 918-421-4971

ExecuTime References:

Stillwater, OK  
Roy Lavicky  
405-742-8204  
[rlavicky@stillwater.org](mailto:rlavicky@stillwater.org)

Broken Arrow, OK  
Stephen Steward  
918-259-2400 x5321  
[ssteward@brokenarrowok.gov](mailto:sseward@brokenarrowok.gov)

Independence, KS\*  
David Cowan  
620-330-0056  
[davidc@independencesks.gov](mailto:davidc@independencesks.gov)

Bridgeport, TX\*  
Jessica McEachern  
940-683-3416  
[jmceachern@bridgeport.net](mailto:jmceachern@bridgeport.net)

Lawrence, KS  
Jim Wisdom  
785-832-3326  
[jwisdom@lawrenceks.org](mailto:jwisdom@lawrenceks.org)

Kirkwood, MO  
John Adams  
314-822-5833  
[adamsjr@kirkwoodmo.org](mailto:adamsjr@kirkwoodmo.org)

\*Also using Incode for payroll



### ExecuTime LICENSE AGREEMENT COVER

This License Agreement, by and between ExecuTime Software, LLC, an Oklahoma limited liability company, hereinafter referred to as "ExecuTime", and the organization named below, hereinafter referred to as "LICENSEE":

<hr/>	
<b>City of McAlester</b>	
<i>ORGANIZATION NAME</i>	
<hr/>	
<b>28 E. Washington</b>	
<i>STREET ADDRESS</i>	
<hr/>	
<b>McAlester, OK 74502</b>	<b>(918) 423-9300</b>
<i>CITY/STATE/ZIP</i>	<i>TELEPHONE NUMBER</i>

This License Agreement applies to the ExecuTime Time & Attendance and Advanced Scheduling Software Systems.

<b>Time &amp; Attendance</b>	<b>250</b>
<i>Licensed Software</i>	<i>Number of Employees</i>
<hr/>	
<b>Advanced Scheduling</b>	<b>N/A</b>
<i>Licensed Software</i>	<i>Number of Employees</i>

The LICENSEE acknowledges that it has read this Agreement, the terms and conditions of which are set forth on this page and in the ExecuTime License Agreement Terms and Conditions Document attached hereto, and understands it and agrees to be bound by its terms and conditions. Further, the LICENSEE agrees that it is the complete and exclusive statement of the agreement between the parties which supersedes all proposals or prior agreements, oral or written, and all other communications between the parties relating to the subject matter of this Agreement.

<b>ExecuTime:</b>	<b>LICENSEE:</b>
<b>ExecuTime Software, LLC</b>	<hr/>
<hr/>	<b>By:</b> <hr/>
<b>Kevin Malone</b>	<b>Name:</b> <hr/>
<b>Manager</b>	<b>Title:</b> <hr/>
<b>Date:</b> <hr/>	<b>Date:</b> <hr/>

**ExecuTime Software, LLC**  
**LICENSE AGREEMENT TERMS AND CONDITIONS**

**1. DEFINITIONS**

The term "Licensed Software" in this Agreement shall mean all licensed data processing programs consisting of instructions or statements in machine readable form and any related licensed materials such as, but not limited to, manuals, system documentation and written or verbal instructions provided for use in connection with the licensed data processing programs.

**2. TERM**

This Agreement is effective from the date on which it is accepted by ExecuTime and will remain in effect unless terminated as provided herein. In the event the parties are unable to reach agreement as to a Solution Design, either party may, upon notice to the other party, terminate this Agreement without liability to the other party, as provided in the Purchase and Sale Agreement between the parties. In addition, this Agreement may be terminated (a) by the LICENSEE, with or without cause, upon 30 days prior written notice to ExecuTime, or (b) by ExecuTime if the LICENSEE fails to comply with any of the material terms and conditions of this Agreement and fails to cure the default within 30 days after receipt of written notice stating the exact nature of the default. It is hereby agreed that upon termination of this Agreement for any reason, LICENSEE shall discontinue use of all Licensed Software and all Licensed Software shall be returned to ExecuTime.

**3. LICENSE**

(a) ExecuTime hereby grants to LICENSEE a License to use for each of the entities identified on the License Agreement Cover. Any attempt to sub-license, assign or transfer any of the rights, duties or obligations under this Agreement are void without written notification to and the consent of ExecuTime, which consent must not be unreasonably withheld.

(b) The License is transferable to a backup computer when the Designated Computer or an associated unit required for use of the Licensed Software is temporarily inoperable, but only until status is restored to the Designated Computer and processing on the backup computer is completed.

**4. WARRANTY AND LIMITATION OF LIABILITY**

(a) ExecuTime warrants that it has the right to market, distribute, support and maintain Licensed Software and that Licensed Software is warranted to conform to the operating specifications as outlined in the applicable software documentation. LICENSEE agrees that its SOLE AND EXCLUSIVE REMEDY is for ExecuTime to correct any error, malfunction or defect if the Licensed Software warranted hereunder fails to conform to the applicable operating specifications and LICENSEE advises ExecuTime of such failure in writing, during the three (3) month warranty period. The three (3) month warranty period starts the day after the date of the complete installation. If after reasonable attempts, ExecuTime is unable to correct the error, malfunction, or defect, LICENSEE shall be entitled to recover an amount, commensurate with the nature and magnitude of the error or defect, up to the entire amount paid for the Licensed Software. (For the purpose of this Agreement, the term "error, malfunction or defect" shall mean only significant material deviations from the operating specifications for the Licensed Software as set forth in the applicable software documentation issued by ExecuTime, that render the Licensed Software unusable.)

(b) ExecuTime represents, warrants and covenants that the Licensed Software delivered hereunder, including any upgrades or subsequent releases, shall contain no "Virus". "Virus" shall mean any computer code intentionally designed to disrupt, disable, harm or otherwise impede in any manner, including aesthetical disruptions or distortions, the operation of the computer program, or any other associated software, firmware, hardware or computer system.

(c) ExecuTime's liability for damages to the LICENSEE for any cause whatsoever, and regardless of the form of action, whether in contract or in tort including negligence, shall be limited to the amount paid for the Licensed Software. In no event will ExecuTime be liable for any damages caused by the LICENSEE's failure to perform the LICENSEE's responsibilities, or for any lost profits or other consequential damages, even if ExecuTime has been advised of the possibility of such damages.

(d) ExecuTime agrees to indemnify the LICENSEE against any loss and/or expenses, which may arise as a result of an alleged copyright or patent infringement by the licensed software of the copyright, patent, trademark, service mark, or other intellectual property of any third party.

(e) This warranty and liability for ExecuTime™ are void in the event that the Licensed Software is not being used with the Designated Computer.

(f) ExecuTime and/or Certified Marketing and Technical Associates will provide complete support services as outlined in the ExecuTime LICENSEE SUPPORT AGREEMENT TERMS AND CONDITIONS AGREEMENT.

(g) EXCEPT AS SPECIFICALLY PROVIDED HEREIN, THERE ARE NO WARRANTIES EXPRESSED OR IMPLIED, INCLUDING BUT NOT LIMITED TO, ANY IMPLIED WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

## **5. PROTECTION AND SECURITY OF LICENSED SOFTWARE**

(a) LICENSEE agrees to use the Licensed Software only as provided herein and only during the term of License granted by ExecuTime and further agrees not to provide or otherwise make available any Licensed Software to any person other than LICENSEE's agents, consultants, contracted personnel or employees without prior written consent from ExecuTime, and then only on the condition that they acknowledge ExecuTime's statement that the Licensed Software or any part thereof is the property of ExecuTime and is proprietary to ExecuTime. LICENSEE also acknowledges ExecuTime's statement that the Licensed Software is the exclusive property of ExecuTime, constitutes trade secrets of ExecuTime, and agrees to protect the Licensed Software or any part thereof from unauthorized disclosure by its agents, consultants, contracted personnel, employees, LICENSEE, or successors. In the event the License granted hereunder is terminated, the above obligations of LICENSEE with respect to protection and security shall not terminate but shall continue for a period of five (5) years following such termination of License.

(b) LICENSEE agrees to reproduce and include ExecuTime's proprietary, copyright, and trade secret notice on any copies, in whole or in part, in any form, including partial copies and modifications of Licensed Software.

(c) The LICENSEE further agrees to take appropriate action, by instruction, Agreement or otherwise, with any persons permitted access to Licensed Software so as to enable the LICENSEE to satisfy the LICENSEE's obligation under this Agreement.

## **6. MODIFICATION OF LICENSED SOFTWARE**

The parties agree that LICENSEE shall have the right to modify any Licensed Software supplied by ExecuTime in machine readable form for LICENSEE's use under this Agreement and on the Designated Computer, and may combine such modified Licensed Software with other programs or material from updated work; provided however, upon discontinuance or termination of rights under this Agreement, the Licensed Software supplied by ExecuTime shall be completely removed from the updated work and all such materials and copies shall be returned to ExecuTime in accordance with the provisions of paragraph 8 of this Agreement. ExecuTime shall be under no obligation, however, to make revisions or releases compatible with Licensed Software which has custom modifications.

## **7. CANCELLATION OF LICENSE**

(a) The License granted hereunder may be canceled by ExecuTime if LICENSEE defaults in payment of any amount due under this Agreement for a period of fifteen (15) business days after notice of default, or may be canceled at any time upon breach by the LICENSEE of any other covenant of this Agreement if such breach is not corrected within thirty (30) business days after receipt of written notice thereof. LICENSEE's obligation to pay charges which have accrued and damages arising from its breach of this Agreement shall survive cancellation thereof. No delay or omission in the exercise of any power or remedy herein provided or otherwise available to the other party shall alter or waive any rights or remedies.

(b) The parties agree that should either of them default in any of the covenants or agreements contained herein, the prevailing party shall be entitled to all costs and expenses including a reasonable attorney's fee which may arise or accrue from enforcing this Agreement in a court of law.

## **8. RETURN OF LICENSED SOFTWARE**

Within thirty (30) days after the termination or cancellation for any reason of the License granted herein, LICENSEE shall deliver to ExecuTime all copies thereof in whatever form, including partial copies which may have been modified by LICENSEE, and execute a letter so certifying. ExecuTime, LICENSEE may be permitted for a specified period thereafter to retain one copy of certain materials for record purposes.

## **9. CONFIDENTIALITY**

(a) ExecuTime and LICENSEE agree that this Agreement and the relationship it represents, requires the exchange of Confidential Information over the course of normal business. Confidential Information is information not generally known by non-party personnel including, but not limited to, the financial, marketing and other proprietary business information and LICENSEE's customer data.

(b) ExecuTime and LICENSEE further agree that, except as expressly authorized in writing in advance by the other party, neither of them will copy or disclose Confidential Information to any third party except its agents, consultants, contracted personnel or employees on a need to know basis and the agents, consultants, contracted personnel or employees are under the same obligations of confidentiality as those imposed on the parties hereunder with no further rights of disclosure of Confidential Information.

(c) Either party may use, copy, or disclose the Confidential Information to the extent required by any subpoena or order of any government authority, or otherwise as required by law, provided that the disclosing party shall give prompt notice to the other party of the circumstances.

## **10. UPGRADES**

(a) Software version upgrades are free of charge. However, there is a charge for services on upgrades.

## **11. GENERAL**

(a) This Agreement can be modified only by a written agreement duly signed by persons authorized to sign agreements on behalf of the LICENSEE and of ExecuTime and variance from the terms and conditions of this Agreement in any LICENSEE purchase order or other written notification will be of no effect.

(b) Neither LICENSEE nor ExecuTime is responsible for failure to fulfill their respective obligations under this Agreement due to causes beyond their control. No action, regardless of form, arising out of this Agreement may be brought by either party more than two years after the cause of action has arisen, or in the area of nonpayment, more than two years from the date of the last payment.

(c) Any action or proceeding seeking to enforce, or to construe or determine the validity of, any term or provision of this Support Agreement, or based on any right arising out of this Agreement, shall be brought by or against a party only in the District Court in and for the County of Tulsa, State of Oklahoma or, if jurisdiction can be acquired, in the United States District Court for the Northern District of Oklahoma, and each of the parties consents to the jurisdiction of such courts (and of the appropriate appellate courts) in any such action or proceeding and waives any objection to venue laid therein. This Support Agreement shall be governed by the laws of the State of Oklahoma both as to interpretation and performance.

(d) The parties agree that should either of them default in any of the covenants or agreements contained herein, the prevailing party shall be entitled to all costs and expenses including a reasonable attorney's fee which may arise or accrue from enforcing this Support Agreement in a court of law.

(e) If any part, term, or provision of this Agreement is by the courts held to be illegal or in conflict with any law of the state where made, the validity of the remaining portions or provisions shall not be affected, and the rights and obligations of the parties shall be construed and enforced as if the Agreement did not contain the particular part, term or provision held to be invalid.



**ExecuTime SOFTWARE SUPPORT AGREEMENT COVER**

This Support Agreement ("Agreement"), by and between **ExecuTime Software, LLC**, a Oklahoma limited liability company, hereinafter referred to as "ExecuTime," and the organization named below, hereinafter referred to as "Licensee":

City McAlester  
ORGANIZATION NAME

28 E. Washington  
STREET ADDRESS

McAlester, OK 74502  
CITY/STATE/ZIP

(918) 423-9300  
TELEPHONE NUMBER

This Support Agreement applies to the ExecuTime Time & Attendance and Advanced Scheduling Software Systems.

The Support Fee for the Licensed Software is \$ \$ 5,500.00

The Support Term is from 3/1/2016 to 6/30/2017  
(Commencement Date: Month of Installation) (Initial Term: 12 Months/Annually)

<u>Time &amp; Attendance</u>	<u>250</u>
<i>Licensed Software</i>	<i>Number of Employees</i>

The LICENSEE acknowledges that it has read this Agreement, the terms and conditions of which are set forth on this page and in the ExecuTime Software, LLC Support Agreement Terms and Conditions Document attached hereto, and understands it and agrees to be bound by its terms and conditions. Further, the LICENSEE agrees that it is the complete and exclusive statement of the agreement between the parties which supersedes all proposals or prior agreements, oral or written, and all other communications between the parties relating to the subject matter of this Agreement.

ExecuTime Software, LLC:

LICENSEE:

Kevin Malone  
Manager

By:

Name:

Title:

Date:

Date:

## LICENSEE SUPPORT AGREEMENT TERMS AND CONDITIONS

1. This Support Agreement will remain in force from the Commencement Date until the Support Termination Date and will then be automatically extended for annual periods at the current fees. The LICENSEE can terminate this Support Agreement at the end of any Support Period by returning the invoice without payment. (See paragraph 6 of this Support Agreement.) In addition, in the event the parties are unable to reach agreement as to a Solution Design, either party may, upon notice to the other party, terminate this Agreement without liability to the other party, as provided in the Purchase and Sale Agreement between the parties.
2. ExecuTime will provide LICENSEE Licensed Software Support during ExecuTime's normal working hours, Monday – Friday 7:00am – 6:00 pm (CST) on a first-in, first-out basis, based on problem severity ExecuTime will:
  - (a) Provide at ExecuTime's option and on ExecuTime's schedule, periodic error correction and updates to the object code and/or user documentation of the product so as to bring installed applications to a level equivalent with that of the current marketed version of the Licensed Software.
  - (b) Clarify installation and operating instructions contained in the user documentation delivered with the Licensed Software.
  - (c) Assist in the identification of solutions to operating problems being experienced by the LICENSEE with the Licensed Software.
  - (d) Provide problem determination, investigation, and program error correction for verified program errors in the Licensed Software and the Payroll Interface at no additional charge to LICENSEE.
  - (e) Provide data repairs for LICENSEE files and records for data problems CAUSED BY the ExecuTime product at no additional charge to LICENSEE.
  - (f) Provide data repairs for LICENSEE files and records on a "best efforts" basis for data problems NOT CAUSED BY the ExecuTime product at ExecuTime's normal hourly billing rate, currently \$175.00 per hour.
  - (g) If LICENSEE has chosen the Premier Annual Support/Maintenance option, ExecuTime shall provide LICENSEE with Emergency support 24 hours per day, 7 days per week (excluding holidays), provided the call is initiated by one of up to three (3) persons previously designated by LICENSEE. "Emergency" shall be limited to an issue that renders the Licensed Software unusable (as determined by ExecuTime in its sole discretion). All other calls will be billed at ExecuTime's normal hourly billing rate, with a minimum charge of one hour.
3. ExecuTime includes in the category "data problems NOT CAUSED BY the ExecuTime product," data corruption or integrity problems caused by, but not limited to, the following:
  - (a) Equipment malfunction or failure.
  - (b) Failure by LICENSEE to follow procedures and/or instructions contained in the documentation provided with the product or in supplementary documentation provided by ExecuTime.
  - (c) Failure by LICENSEE to follow accepted operating practices (for example, failing to routinely prepare backup data files, powering off or interrupting equipment while programs are executing, etc.).
4. ExecuTime will take due care in responding to each request for LICENSEE Support to assure that the LICENSEE is making proper use of the Licensed Software and that the Licensed Software is operating properly. ExecuTime will use commercially reasonable efforts to locate and correct any identified Licensed Software program defects reported by the LICENSEE.

5. ExecuTime expressly excludes the following services from the Licensed Software Support to be provided under this Support Agreement:
  - (a) System configuration and implementation.
  - (b) Operator training.
  - (c) On-site training and LICENSEE assistance visits.
  - (d) Training classes.
  - (e) Licensed software custom modifications.
  - (f) Support of any licensed software product other than the one indicated herein.

6. Payment in full of the appropriate LICENSEE Support Fee shown above must accompany this Support Agreement and be received by ExecuTime prior to commencement of Licensed Software Support under this Support Agreement. An invoice for the applicable LICENSEE Support Fee will be submitted by ExecuTime to LICENSEE prior to the end of each annual renewal period. To cancel the annual renewal, LICENSEE must return the invoice indicating intent to discontinue within (30) days of receipt.
7. Reinstatement of this Support Agreement after having not been in force for sixty (60) days or less will be made with no reinstatement charge retroactive to the date that the Support Agreement was terminated.
8. ExecuTime's liability for damages to the LICENSEE for any cause whatsoever and regardless of the form of actions, whether in contract or in tort including negligence, shall be limited to any actual charges incurred for up to twelve (12) months' Support Fee for the Licensed Software indicated above. Such charges shall be those in effect for the Licensed Software when the cause of action arose.

In no event will ExecuTime be liable for any damages caused by the LICENSEE's representatives or for any lost revenues or other consequential damages, even if ExecuTime has been advised of the possibility of such damages, or for any claim against the LICENSEE by any party, except as otherwise agreed in the Agreement.

THE FOREGOING WARRANTIES ARE IN LIEU OF ALL OTHER WARRANTIES, EXPRESSED OR IMPLIED, INCLUDING BUT NOT LIMITED TO, THE IMPLIED WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE.

9. Except as provided herein, neither this Support Agreement, the services granted hereunder nor any of the Licensed Software materials or copies thereof may be sub-licensed, assigned or transferred by the LICENSEE. Any attempt by LICENSEE to sub-license, assign or transfer any of the rights, duties or obligations under this Support Agreement are void without the written consent of ExecuTime, which consent will not be unreasonably withheld. Notwithstanding the foregoing, this Support Agreement, the services granted hereunder and the Licensed Software materials or copies thereof may be assigned by either party to any successor by reason of merger, reorganization, sale of all or substantially all of the assets, change of control or operation of law.
10. The terms and conditions of this Agreement may be modified by ExecuTime effective on the date of automatic renewal by providing the LICENSEE with one month's prior written notice. Any such modification will apply unless the LICENSEE exercises the option to terminate this Agreement.

Otherwise, this Agreement can only be modified by a written agreement duly signed by a person authorized to sign agreements on behalf of the LICENSEE and ExecuTime and variance from the terms and conditions of the Agreement in any LICENSEE order or other modification will be of no effect.
11. The LICENSEE represents that it is the Licensee of the Licensed Software under this Support Agreement via the Agreement effected directly with ExecuTime
12. ExecuTime's Licensed Software Support provided outside the scope of this Support Agreement will be furnished at ExecuTime's applicable time and material billing rates and terms then in effect.

13. Neither LICENSEE nor ExecuTime are responsible for failure to fulfill its obligations under this Agreement due to causes beyond either party's reasonable control.
14. No actions, regardless of form arising out of this Support Agreement may be brought by either party more than two (2) years after the cause of actions have arisen, or in the area of nonpayment, more than two (2) years from the date of the last payment.
15. Any action or proceeding seeking to enforce, or to construe or determine the validity of, any term or provision of this Support Agreement, or based on any right arising out of this Agreement, shall be brought by or against a party only in the District Court in and for the County of Tulsa, State of Oklahoma, and each of the parties consents to the jurisdiction of such courts (and of the appropriate appellate courts) in any such action or proceeding and waives any objection to venue laid therein.
16. This Support Agreement shall be governed by the laws of the State of Oklahoma both as to interpretation and performance.
17. If any part, term, or provision of this Agreement is by the courts held to be illegal or in conflict with any law of the state where made, the validity of the remaining portions or provisions shall not be affected and the rights and obligations of the parties shall be construed and enforced as if the Support Agreement did not contain the particular part, term or provision that is held to be invalid.
18. The parties agree that should either of them default in any of the covenants or agreements contained herein, the prevailing party shall be entitled to all costs and expenses including a reasonable attorney's fee which may arise or accrue from enforcing this Support Agreement in a court of law.
19. ExecuTime and LICENSEE agree that this Agreement and the relationship it represents, requires the exchange of Confidential Information over the course of normal business. Confidential Information is information not generally known by non-party personnel including, but not limited to, the financial, marketing and other proprietary business information and LICENSEE's customer data.

ExecuTime and LICENSEE further agree that, except as expressly authorized in writing in advance by the other party, neither will copy or disclose Confidential Information to any third party except its agents, consultants, contracted personnel or employees on a need to know basis and the agents, consultants, contracted personnel or employees are under the same obligations of confidentiality as those imposed on the parties hereunder with no further rights of disclosure of Confidential Information.

Either party may use, copy, or disclose the Confidential Information to the extent required by any subpoena or order of any government authority, or otherwise as required by law, provided that the disclosing party shall give prompt notice to the other party of the circumstances.



Date: 1/11/2016

### Purchase and Sale Agreement

Purchaser:  
City of McAlester  
Attn: Toni Ervin

Seller:  
ExecuTime Software  
636 E Third Street  
Tulsa, OK 74120  
FAX: 413.235.6374

Qty.	Model/Feat./ Description	Unit Price	Amount
1	ExecuTime™ Software License Time & Attendance Up to 250 employees	\$ 15,750.00	\$ 15,750.00
1	1 <sup>st</sup> Year Annual Maintenance Time & Attendance	\$ 4,125.00	\$ 4,125.00
1	Implementation Services & Training 1. Design/Scope of Work 2. Implementation Services 3. Training Services 4. System Integration with Tyler Incode Payroll Interface Program	\$ 8,500.00	\$ 8,500.00
<b>Total Selling Price:</b>			<b>\$ 28,375.00</b>

#### Payment Terms

- Full payment of ExecuTime Software License, ExecuTime Maintenance, Hardware and 50% of Services is due at time of order and prior to commencement of project.
- Remaining 50% of Services due upon completion of the following milestones:
  - 20% due at project design/hardware install
  - 20% due at integration & training
  - 10% due at Go Live\*
- Actual Tax & Shipping and reasonable and customary travel-related expenses will be added at time of invoicing.

\* "Go Live" means the date the following has been completed by ExecuTime:

- 1) General training of Purchaser personnel, including (a) one administration training session, (b) one supervisor training session, (c) one basic employee training session, and (e) one payroll export training session; and
- 2) One or more departments of Purchaser employees are in production.



**Not Included**

- Hardware – Server, PC’s, etc.
- Conversion Services – converting data from other T/A or Scheduling system to ExecuTime™ Software.
- Reasonable and customary travel-related expenses.
- Charges from third party software companies or providers.
- Wiring, cabling etc.
- Tyler Incode Time Keeping Integration Module – Please contact Tyler Incode directly for ordering and pricing information.

Resale Number	Payment Terms Due Upon Receipt	Ship Via Best Way	FOB Point Origin
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The Seller agrees to sell, and the Purchaser agrees to purchase, the data processing equipment, software and services listed above (the “Equipment”) subject to the additional terms and conditions above, below and on the reverse. A late fee of 1.5% per month will be charged on overdue amounts. IN WITNESS WHEREOF, the parties hereto have caused the Agreement to be signed by their respective duly authorized representatives.

Agreed to and Accepted by:

Agreed to and Accepted by:

By: \_\_\_\_\_

By: Kevin Malone

Title: \_\_\_\_\_

Title: **Contract Officer**

Date: \_\_\_\_\_

Date: 1/11/2016

1. **Delivery and Risk of Loss: Included Items.** Seller will de-install and prepare equipment for shipping, using suitable packing materials, and will deliver the Equipment to the Seller’s shipping dock, F.O.B. location shown on reverse. Purchaser shall bear the risk of loss or damage from the time of such delivery, except when seller is transporting the Equipment, during which time seller will be responsible. Purchaser shall promptly pay for all transportation, rigging, packaging, and drayage charges.

All form stands, logic or other manuals, diagnostics, tools, test decks, diagrams, cables, terminators and special RPQ devices permanently attached or removable in one or more ends, which are required to attach and re-install the Equipment in a similar configuration or any “Manufacturer’s Approved Configuration”, shall be delivered to Purchaser at no additional charge.

2. **Taxes.** There have been or shall be added to the purchase price amounts equal to any sales, use, or similar taxes, however designated. Any personal property taxes assessable on the Equipment after delivery to the carrier shall be borne by the Purchaser.
3. **Title.** Seller warrants that at the time of delivery to Purchaser, Seller will be the lawful owner of the Equipment, with full right, power and authority to sell the Equipment to Purchaser, and that the Equipment will be free and clear of all liens, claims and encumbrances of any kind. Good and marketable title to the Equipment shall vest in Purchaser upon payment in full of the Purchase Price and the parties’ execution of a mutually satisfactory Solution Design. Purchaser agrees it will not sell, transfer, lease or otherwise part with possession of the Equipment until title has vested in Purchaser.
4. **Maintenance; Warranties.** Seller warrants that the Equipment will be eligible to be placed under the Manufacturer’s Maintenance Agreement. Purchaser shall be responsible for placing the Equipment under such coverage and will promptly notify Seller, in writing, of any dispute concerning the Equipment’s eligibility therefore, to afford Seller a reasonable opportunity to assure such eligibility. (As to Equipment involved in the IBM Service Exchange Center Program, Seller warrants the Equipment is in good working order and has not been subject to neglect or misuse.)

**THE ABOVE WARRANTY IS IN LIEU OF ANY AND ALL OTHER WARRANTIES, EXPRESS OR IMPLIED, INCLUDING THE WARRANTY OF MERCHANTABILITY AND OF FITNESS FOR ANY PARTICULAR PURPOSE. PURCHASER ACKNOWLEDGES THAT IT IS NOT RELYING ON SELLER’S SKILL OR JUDGMENT TO SELECT OR FURNISH GOODS SUITABLE FOR ANY PARTICULAR PURPOSE AND THAT THERE ARE NO WARRANTIES WHICH ARE NOT CONTAINED IN THIS AGREEMENT.**



5. **Default; Remedies; Limitation of Liability.** If Purchaser fails to accept delivery of the Equipment when available, fails to pay all or any part of the Purchase Price when due, or otherwise fails to perform any of its obligations hereunder, Seller may: (a) terminate this Agreement upon written notice to Purchaser; (b) repossess the Equipment without notice or demand, and (c) pursue any other lawful remedy.

If Seller fails to deliver the Equipment in a timely manner, or breaches any warranty or otherwise fails to perform any of its obligations hereunder, Purchaser may: (a) terminate the Agreement upon written notice to Seller, and (b) pursue any other lawful remedy.

**SELLER SHALL NOT BE LIABLE FOR DAMAGES, INCLUDING SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES, ARISING OUT OF OR IN CONNECTION WITH THE PERFORMANCE OF THE EQUIPMENT OR ITS USE BY PURCHASER, AND SHALL NOT BE LIABLE FOR ANY SPECIAL, INCIDENTAL OR CONSEQUENTIAL DAMAGES ARISING OUT OF OR IN CONNECTION WITH SELLER'S FAILURE TO PERFORM IT'S OBLIGATIONS HEREUNDER.**

**IN NO EVENT SHALL EITHER PARTY'S LIABILITY TO THE OTHER, FOR ANY CAUSE OF ACTION WHATSOEVER ARISING OUT OF OR RELATED TO THIS AGREEMENT, EXCEED THE FEE FOR THE EXECUTIME SOFTWARE LICENSE STATED ABOVE.**

6. **Solution Design.** Upon execution of this Purchase and Sale Agreement and Purchaser's payment of the initial installment described above, the Seller and the Purchaser shall proceed to negotiate a mutually satisfactory Solution Design that will state the exact services to be provided by Seller to Purchaser. The parties acknowledge that this Purchase and Sale Agreement, and the ExecuTime Software License Agreement (the "License Agreement") and the ExecuTime Software Support Agreement (the "Support Agreement") executed contemporaneously herewith, are contingent upon the parties' execution of a mutually satisfactory Solution Design. In the event the parties are unable to reach agreement as to a Solution Design, either party may, upon notice to the other party, terminate this Purchase and Sale Agreement, the License Agreement and the Support Agreement, without liability to the other party. Upon such termination, Seller shall have the right to take possession of all Equipment and shall be obligated to return to Purchaser all amounts previously paid by Purchaser under this Purchase and Sale Agreement, less Seller's out-of-pocket expenses and a reasonable fee for services rendered by Seller prior to termination.
7. **Entire Agreement.** This Purchase and Sale Agreement, and the License Agreement and Support Agreement the terms of which are deemed incorporated herein, constitute the complete and exclusive statement of the agreement between the parties which supersede all proposals or prior agreements, oral or written, and all other communications between the parties relating to the subject matter of such agreements.
8. **Effective Date.** This Agreement is subject to acceptance by ExecuTime Software at its offices in Tulsa, OK, and shall only become effective on the date thereof.
9. **Miscellaneous.** This Agreement shall be governed by the laws of the State of Oklahoma.



---

## Minimum ExecuTime Server Requirements

### Hardware:

Processor: Intel x64 processor with 4 cores (or greater), 3.0 GHz (or faster)

RAM: 8 GB (or greater)

Hard Disk: 2 Disk Drives with a minimum of 100GB free space on secondary drive. (Recommended configuration: 1 drive for Operating System and 1 drive for application and database installation. After installation, it is recommended to maintain at least 20GB of free space at all times.)

100/1000 Ethernet Adapter

OS: Any of the following - (Must be 64 bit)

Microsoft Windows Server 2003 Standard, Enterprise, Datacenter (64-bit)

Microsoft Windows Server 2008 Standard, Enterprise, Datacenter (64-bit)

Microsoft Windows Server 2012 Standard, Enterprise, Datacenter (64-bit)

Java Environment: JDK v1.6 minimum

Web Application Servers: JBoss AS (Installed by ExecuTime)

Databases Environment: Any of the following – Single Processor License

Microsoft SQL Server 2008 or 2008 R2 (64 bit recommended)

Microsoft SQL Server 2012 (64 bit recommended)

### PC Requirements:

Internet Explorer 9.0 or higher

2 GB RAM

*Pricing does not include tax (if applicable) and shipping fees. Pricing and server requirements are subject to change.*

*\* Additional PC or Server requirements required and can be provided by your Account Manager upon request.*

SCHEDULE "D"

THE MCALESTER PUBLIC WORKS AUTHORITY

PAYMENT REQUISITION  
SERIES 2014 PROJECT ACCOUNT  
THE MCALESTER PUBLIC WORKS AUTHORITY CONSTRUCTION FUND

FROM: Trustees of The McAlester Public Works Authority

TO: BancFirst

DATE: January 20, 2016

Pursuant to the provisions the Series 1999 Revenue Bond Indenture dated as of May 1, 1999, as heretofore supplemented and amended by a Series 2002 Revenue Bond Indenture dated as of July 1, 2002, as supplemented and amended by a Series 2012 Supplemental Note Indenture dated as of December 1, 2012, as further supplemented and amended by a Series 2013 Supplemental Note Indenture dated as of June 1, 2013, and as further supplemented and amended by a Series 2014 Supplemental Note Indenture dated as of May 1, 2014 (collectively, the "Indenture"), all by and between The McAlester Public Works Authority and BancFirst, as Trustee, you are directed to pay Creditor from the Series 2014 Project Account within the Construction Fund of said Authority as indicated below, the amounts shown for the purposes set forth in this Requisition.

EST	<b>800482036</b>
CREDITOR	TRUST NO.

480 24 <sup>TH</sup> Ave. NW, Suite 244 Norman, OK 73069
MAILING ADDRESS

Construction Services	Invoice: 36198
ITEM	ITEM NO.

December 31, 2015	CIP # 4	\$ 11,505.00
DATE	PURPOSE	AMOUNT

AUTHORIZATION AND CERTIFICATE OF CITY MANAGER/CHAIRMAN

With reference to the above requisition, the undersigned certifies:

1. The above requisition is approved.
2. Each obligation therein has been properly incurred and is now due and unpaid and that insofar as such obligation was incurred for work, materials, equipment or supplies, such work was actually

performed, and such materials, equipment or supplies were actually installed or delivered to or for the Project as evidenced by the certificate of the supervising architect or engineer or other appropriate certification.

3. That obligations in the stated amounts have been incurred by the Authority and that each item is a proper charge against the Construction Fund and has not been paid.

4. That there has not been filed with or served upon the Authority, notice of any lien, right to lien, or attachment upon, or claim affecting the right of any such persons, firms or corporations to receive payment of, the respective amounts stated in this requisition which has not been released or will not be released simultaneously with this payment.

5. That such requisition contains no item representing payment on account of any retained percentages which the Authority is at the date of such certificate entitled to retain.

THE MCALESTER PUBLIC WORKS AUTHORITY



\_\_\_\_\_  
City Manager or Chairman

Date: January 20, 2016

Date Approved: \_\_\_\_\_

Date Paid: \_\_\_\_\_

\_\_\_\_\_  
Authorized Officer

Submit in triplicate:

1 to Trustee Bank

1 to Authority

1 to City



5 N Hudson, Suite 300  
 Oklahoma City, OK 73102  
 Phone: (405) 815-3600  
 Fax: (405) 815-4080

December 31, 2015  
 Project No: 6005601.000  
 Invoice No: 36198

City of McAlester  
 Public Works Department - John Modzelewski  
 28 East Washington Avenue  
 McAlester, OK 74501

Project 6005601.000 CIP #4\_South Street  
Professional Services from December 01, 2015 to December 31, 2015

Phase 001 South Street  
 Fee

Billing Phase	Fee	Percent Complete	Earned
Construction Management	172,575.00	100.00	172,575.00
Materials Testing	46,020.00	100.00	46,020.00
Audit Services	11,505.00	100.00	11,505.00
Total Fee	230,100.00		230,100.00
		Previous Fee Billing	218,595.00
		Current Fee Billing	11,505.00
	<b>Total Fee</b>		<b>11,505.00</b>
		<b>Total this Phase</b>	<b>\$11,505.00</b>
		<b>Total this Invoice</b>	<b>\$11,505.00</b>

SCHEDULE "D"

THE MCALESTER PUBLIC WORKS AUTHORITY

PAYMENT REQUISITION  
 SERIES 2014 PROJECT ACCOUNT  
 THE MCALESTER PUBLIC WORKS AUTHORITY CONSTRUCTION FUND

FROM: Trustees of The McAlester Public Works Authority

TO: BancFirst

DATE: January 20, 2016

Pursuant to the provisions the Series 1999 Revenue Bond Indenture dated as of May 1, 1999, as heretofore supplemented and amended by a Series 2002 Revenue Bond Indenture dated as of July 1, 2002, as supplemented and amended by a Series 2012 Supplemental Note Indenture dated as of December 1, 2012, as further supplemented and amended by a Series 2013 Supplemental Note Indenture dated as of June 1, 2013, and as further supplemented and amended by a Series 2014 Supplemental Note Indenture dated as of May 1, 2014 (collectively, the "Indenture"), all by and between The McAlester Public Works Authority and BancFirst, as Trustee, you are directed to pay Creditor from the Series 2014 Project Account within the Construction Fund of said Authority as indicated below, the amounts shown for the purposes set forth in this Requisition.

EST	800482036
CREDITOR	TRUST NO.

480 24 <sup>TH</sup> Ave. NW, Suite 244 Norman, OK 73069	
MAILING ADDRESS	

Construction Services	Invoice: 36199
ITEM	ITEM NO.

December 31, 2015	CIP # 4 A 6 <sup>th</sup> Street	\$ 25, 462.50
DATE	PURPOSE	AMOUNT

AUTHORIZATION AND CERTIFICATE OF CITY MANAGER/CHAIRMAN

With reference to the above requisition, the undersigned certifies:

1. The above requisition is approved.
2. Each obligation therein has been properly incurred and is now due and unpaid and that insofar as such obligation was incurred for work, materials, equipment or supplies, such work was actually

performed, and such materials, equipment or supplies were actually installed or delivered to or for the Project as evidenced by the certificate of the supervising architect or engineer or other appropriate certification.

3. That obligations in the stated amounts have been incurred by the Authority and that each item is a proper charge against the Construction Fund and has not been paid.

4. That there has not been filed with or served upon the Authority, notice of any lien, right to lien, or attachment upon, or claim affecting the right of any such persons, firms or corporations to receive payment of, the respective amounts stated in this requisition which has not been released or will not be released simultaneously with this payment.

5. That such requisition contains no item representing payment on account of any retained percentages which the Authority is at the date of such certificate entitled to retain.

THE MCALESTER PUBLIC WORKS AUTHORITY

  
\_\_\_\_\_  
City Manager or Chairman

Date: January 20, 2016

Date Approved: \_\_\_\_\_

Date Paid: \_\_\_\_\_

\_\_\_\_\_  
Authorized Officer

Submit in triplicate:

- 1 to Trustee Bank
- 1 to Authority
- 1 to City



5 N Hudson, Suite 300  
 Oklahoma City, OK 73102  
 Phone: (405) 815-3600  
 Fax: (405) 815-4080

December 31, 2015  
 Project No: 6005601.000  
 Invoice No: 36199

City of McAlester  
 Public Works Department - John Modzelewski  
 28 East Washington Avenue  
 McAlester, OK 74501

Project 6005601.000 CIP #4 <sup>6<sup>th</sup></sup> ~~South~~ Street  
Professional Services from December 01, 2015 to December 31, 2015

Phase 002 6th Street  
 Fee

Billing Phase	Fee	Percent Complete	Earned
Construction Management	65,055.00	70.00	45,538.50
Materials Testing	19,820.00	70.00	13,874.00
Audit Service	7,200.00	0.00	0.00
Total Fee	92,075.00		59,412.50
		Previous Fee Billing	33,950.00
		Current Fee Billing	25,462.50
	<b>Total Fee</b>		<b>25,462.50</b>
		<b>Total this Phase</b>	<b>\$25,462.50</b>
		<b>Total this Invoice</b>	<b>\$25,462.50</b>

## Peter Stasiak

---

**From:** Dale Burke <DBurke@MB-Eng.Com>  
**nt:** Thursday, January 21, 2016 10:51 AM  
**To:** Peter Stasiak  
**Cc:** Robert Vaughan  
**Subject:** Re: EST Invoices  
**Attachments:** image001.png

Pete, after reviewing EST's contract and with it being a lump sum contract I am recommending approval of the invoices.

Thanks Dale  
Sent from my iPhone

On Jan 21, 2016, at 7:25 AM, Peter Stasiak <[peter.stasiak@cityofmcalester.com](mailto:peter.stasiak@cityofmcalester.com)> wrote:

Dale:

Thank you for looking into this for me. Please give me a call this morning so that we can discuss.

Sincerely,

Pete

**From:** Dale Burke [<mailto:DBurke@MB-Eng.Com>]  
**Sent:** Wednesday, January 20, 2016 10:05 PM  
**To:** Peter Stasiak  
**Cc:** Robert Vaughan  
**Subject:** EST Invoices

Pete, I had Josh Dede email me the December Pay Application to determine the percentage of construction complete at the end of December based on cost. At the end of December they were 68.6% complete. We typically bill percentage of CM/Inspection based on construction complete unless we based our fee on days where we would base the CM/Inspection on days into the contract. For 2nd Street we based it on days therefore we invoiced on days into the contract. With this project being added to the South Street project, I would assume that the contract doesn't specify days for South Street and days for 6th Street.

After saying all of that, I could only recommend paying the CM/Inspection at 68.6% of the fee not 70%.

Testing is typically done per unit price, i.e. number of compaction test, proctor test, cylinder breaks, etc.... I don't think I have ever seen a lump sum contract for testing. If the contract is lump sum most of the testing is done at the back in of a street project and looking at construction completed items that requires testing, the Subgrade is 86.0% complete, Agg Base is 38.7% complete and the Pavement is 19.5% complete which would appear to be less than 70%.

I could not recommend approval of the testing before looking into the contract more.

Pete, I would hold off putting the invoices on the agenda until I have had a little more time to investigate a few more things.



# McAlester City Council

## AGENDA REPORT

**Meeting Date:** January 26, 2016      **Item Number:** 1  
**Department:** Finance  
**Prepared By:** Toni Ervin, CFO / Nate Atchison, Finley and Cook      **Account Code:** \_\_\_\_\_  
**Date Prepared:** January 19, 2016      **Budgeted Amount:** \_\_\_\_\_  
\_\_\_\_\_      **Exhibits:** 2

### Subject

Consider and act upon, accepting the annual City of McAlester Audited Financial Statements and Independent Auditor's Report for Fiscal Year ending June 30, 2015.

### Recommendation

Motion to accept the annual Audit for Fiscal Year ending June 30, 2015 for the City of McAlester.

### Discussion

In accordance with the City Charter, the Audit and Finance Advisory Committee has conducted a review of the June 30, 2015 City of McAlester GAAP Financial Statement.

1. Letter from Audit and Finance members
2. Audited GAAP Financial Statements

### Approved By

	<i>Initial</i>	<i>Date</i>
<b>Department Head</b>	T. Ervin	_____
<b>City Manager</b>	P. Stasiak <i>PJS</i>	<u>1-21-16</u>

**City of McAlester**  
**McAlester, Oklahoma**

*Single Audit Report*

For the Year Ended June 30, 2015





**CITY OF MCALESTER  
MCALESTER, OKLAHOMA**

**SINGLE AUDIT REPORT  
FOR THE YEAR ENDED JUNE 30, 2015**

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Council  
City of McAlester  
McAlester, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of McAlester, Oklahoma (the "City"), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 28, 2015. Our report includes an explanatory paragraph disclaiming an opinion on required supplementary information. Our report also includes a reference to other auditors who audited the financial statements of McAlester Regional Health Center Authority (the "Authority"), a discretely presented component unit of the City as described in our report on the City's financial statements. This report does not include the results of the Authority's auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. In addition, our report includes an explanatory paragraph that notes the City adopted GASB Statements No. 68 and 71 during the year. Our report also notes that the beginning net positions of the governmental activities, business-type activities, and enterprise funds were restated, due to the adoption of GASB Statements No. 68 and 71.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting ("internal control") to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

(Continued)

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS, CONTINUED**

**Internal Control Over Financial Reporting, Continued**

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Finley + Cook, PLLC*

Shawnee, Oklahoma  
December 28, 2015



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

Honorable Mayor and City Council  
City of McAlester, Oklahoma

**Report on Compliance for Each Major Federal Program**

We have audited the City of McAlester, Oklahoma's (the "City") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2015. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the City, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

(Continued)

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, CONTINUED**

**Report on Internal Control Over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

(Continued)

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, CONTINUED**

**Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated December 28, 2015, which contained unmodified opinions on those financial statements. Our report includes an explanatory paragraph disclaiming an opinion on required supplementary information. Our report also includes a reference to other auditors who audited the financial statements of McAlester Regional Health Center Authority (the "Authority"), a discretely presented component unit of the City as described in our report on the City's financial statements. In addition, our report includes an explanatory paragraph that notes the City adopted GASB Statements No. 68 and 71 during the year. Our report also notes that the beginning net positions of the governmental activities, business-type activities, and enterprise funds were restated, due to the adoption of GASB Statements No. 68 and 71. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Finley + Cook, PLLC*

Shawnee, Oklahoma  
December 28, 2015

**CITY OF MCALESTER  
MCALESTER OKLAHOMA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

*Year Ended June 30, 2015*

Federal/State Grantor/Pass-Through Agency Grantor/Program Title	Federal CFDA Number	Federal Expenditures
Federal Awards:		
U.S. Department of Justice:		
Bulletproof Vest Partnership Program	16.607	\$ -
Office of Community Oriented Policing Services:		
COPS Hiring Program	16.710	52,334
Passed Through Oklahoma District Attorney's Council:		
Justice Assistance Grant	16.017	<u>9,730</u>
Total U.S. Department of Justice		<u>62,064</u>
U.S. Department for Health and Human Services:		
the Kiamichi Area Nutrition Project:		
Special Program for the Aging-Title III, Part C-Nutrition Services	93.045	<u>60,941</u>
Total U.S. Department of Health and Human Services		<u>60,941</u>

(Continued)

See Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133.

See accompanying notes to schedule of expenditures of federal awards.

**CITY OF MCALESTER  
MCALESTER OKLAHOMA**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS, CONTINUED**

*Year Ended June 30, 2015*

Federal/State Grantor/Pass-Through Agency Grantor/Program Title	Federal CFDA Number	Federal Expenditures
U.S. Department of Transportation:		
Federal Aviation Administration:		
Airport Improvement Grant	20.106	1,264,833
Airport Improvement Grant	20.106	<u>286,838</u>
Total Federal Aviation Administration		<u>1,551,671</u>
Passed through Oklahoma Tourism and Recreation Department:		
Recreational Trails Program Grant	20.219	<u>29,492</u>
Passed through Oklahoma Department of Public Safety:		
E911 Services Grant	20.610	<u>3,000</u>
Passed through Oklahoma Highway Safety Office:		
State and Community Highway Safety	20.600	31,797
State and Community Highway Safety	20.600	<u>7,702</u>
Total Highway Safety Office		<u>39,499</u>
Total U.S. Department of Transportation		<u>1,623,662</u>
Total Federal Awards		<u>\$ 1,746,667</u>

See Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by OMB Circular A-133.

See accompanying notes to schedule of expenditures of federal awards.

**CITY OF MCALESTER  
MCALESTER, OKLAHOMA**

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

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*Year Ended June 30, 2015*

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**Note (1) Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the City of McAlester and is presented in accordance with the basis for determining federal awards expended as defined by Section 205 of Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. Because the Schedule presents only a selected portion of the operations of the City of McAlester, it is not intended to and does not present the financial position, operations or cash flows of the City of McAlester.

**Note (2) Subrecipients**

Of the federal expenditures presented in the schedule, the City of McAlester had no subrecipients that were provided federal awards.

**CITY OF MCALESTER, OKLAHOMA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

*Year Ended June 30, 2015*

**SECTION I—SUMMARY OF AUDITORS' RESULTS**

**Financial Statements**

Type of auditors' report issued:

**Unmodified**

Internal control over financial reporting:

Material weakness(es) identified?

Yes  No

Significant deficiency(ies) identified?

Yes  None Reported

Noncompliance material to financial statements noted?

Yes  No

**Federal Awards**

Internal control over major federal programs:

Material weakness(es) identified?

Yes  No

Significant deficiency(ies) identified?

Yes  None Reported

Type of auditors' report issued on compliance for the major federal programs:

**Unmodified**

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133?

Yes  No

Identification of major federal programs:

**Federal CFDA#**

**Name of Federal Program or Cluster**

**20.106**

**U.S. Department of Transportation:  
Federal Aviation Administration:  
Airport Improvement Program**

Dollar threshold used to distinguish between type A and type B programs: **\$300,000**

Auditee qualified as low-risk auditee?

Yes  No

**CITY OF MCALESTER, OKLAHOMA**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS, CONTINUED**

*Year Ended June 30, 2015*

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**SECTION II—FINANCIAL STATEMENT FINDINGS**

None.

**SECTION III—FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None.

**CITY OF MCALESTER, OKLAHOMA**

**SCHEDULE OF PRIOR AUDIT FINDINGS**

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*Year Ended June 30, 2015*

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There are no unresolved prior findings.



# *City of McAlester, Oklahoma*

COMPREHENSIVE ANNUAL FINANCIAL REPORT AND  
INDEPENDENT AUDITOR'S REPORTS  
FOR THE YEAR ENDING  
JUNE 30, 2015



**THE CITY OF MCALESTER, OKLAHOMA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
AND ACCOMPANYING  
INDEPENDENT AUDITOR'S REPORT**

**AS OF AND FOR THE FISCAL YEAR ENDED  
JUNE 30, 2015**

Prepared By:  
City of McAlester Department of Finance  
Toni Ervin, Chief Financial Officer

**CITY OF MCALESTER, OKLAHOMA  
ANNUAL FINANCIAL REPORT  
As of and for the Year Ended June 30, 2015**

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**CITY OF MCALESTER, OKLAHOMA**  
**ANNUAL FINANCIAL REPORT**  
**As of and for the Year Ended June 30, 2015**

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**CITY OF MCALESTER, OKLAHOMA  
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**CITY OF MCALESTER, OKLAHOMA  
ANNUAL FINANCIAL REPORT  
As of and for the Year Ended June 30, 2015**

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## **Introduction Section**



## City of McAlester

PO BOX 578 - 28 EAST WASHINGTON - MCALESTER, OKLAHOMA 74502-0578 (918)423-9300 FAX (918)421-4971

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December 28, 2015

Honorable Mayor, Members of the City Council and the Citizens of the City of McAlester, Oklahoma:

The Comprehensive Annual Financial Report of the City of McAlester for the year ended June 30, 2015, is hereby submitted as mandated by the city charter and state statutes. The City is required to publish within six months of the close of each fiscal year a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accounts.

Management assumes the responsibility for the accuracy of the data and the completeness and reliability of the information contained in this report. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that assets of the City are protected from loss, theft or misuse in order to ensure that adequate accounting data is compiled to allow for the preparation of the financial statements that are free from material misstatements. Due to cost, internal controls should not exceed the anticipated benefits of providing the control. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met.

The City's financial statements have been audited by Finley and Cook, a firm of licensed certified public accountants. The independent audit was conducted to provide reasonable assurance that the financial statements of the City are free of material misstatement. The independent auditor has issued an unqualified ("clean") opinion on the City's financial statements for the year ended June 30, 2015. The independent auditor's report is presented as the first component of the financial section of this report.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be

read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

### **Profile of the Government**

McAlester is located in Southeast Oklahoma. The City is governed by the Council-Manager form of government. This form of government most closely resembles the private sector with the Manager serving as the Chief Executive Officer, the Mayor as the Chairman of the Board, and the Council as the Board of Directors. The City Council is the legislative body for the City of McAlester. It is comprised of the Mayor, Vice-Mayor and five council members who are elected to serve four-year terms. The seven members represent each of the City's six wards.

The City of McAlester provides a variety of municipal services to 18,000+ residents, including police and fire protection, planning and zoning services, parks and recreational activities, and the construction and maintenance of streets, and other infrastructure. The City also provides water, wastewater, storm water, and solid waste to its residents under the legal entity of (MPWA) McAlester Public Works Authority.

The City operates on a fiscal year basis, beginning July 1<sup>st</sup> and ending June 30<sup>th</sup>. All funds of the City with revenues and expenditures are required to have annual budgets. The City Manager's proposed operating budget for the fiscal year commencing the following July 1 is submitted to the City Council prior to June 1. A public hearing is held prior to June 15 to obtain citizen comments. Subsequent to the public hearing but not later than seven days prior to July 1, the budget is adopted by Ordinance of the City Council. The adopted budget is filed with the Office of State Auditor and Inspector. The appropriated budget is prepared by fund, function and department. All supplemental appropriations require City Council approval. The City Manager may transfer appropriations between departments without City Council approval up to \$25,000. Supplemental appropriations must also be filed with the Office of the State Auditor and Inspector. The City maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

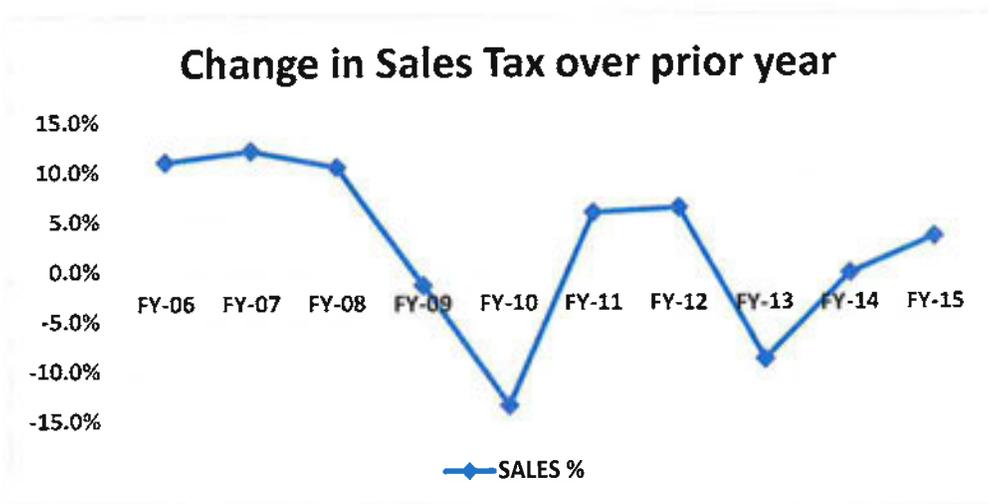
### **Local Economy**

Positioned in the center of Southeast Oklahoma, the City of McAlester is the largest community within the Choctaw Nation and serves as a regional hub for industry, tourism, retail, and healthcare. With a trade area of 70,000 people, McAlester boasts a thriving economy that is continuously creating new business opportunities.

Located where the Ouachita foothills meet the Eufaula Lake reservoir, McAlester contains a scenic and memorable backdrop for outdoor enthusiasts to enjoy. Within the City limits, the historic Old Town and Downtown districts promote local culture and provide a variety of retail options to residents.

The City relies on sales tax and other taxes to fund the majority of its governmental operations. These revenue streams are sometimes volatile and consequently the City's finances are directly impacted by economic conditions. Sales tax represents 58% of the City's total General Fund Revenue. Overall sales tax collections in fiscal year 2015 increased over the previous fiscal year 2014. Our local economy has demonstrated strength and resiliency.

Therefore, the economic outlook remains optimistic. Annual trends in City sales tax are illustrated below:



### Major Initiatives

With the cooperation and leadership from the mayor and council, city management and staff, many major projects were successful in fiscal year 2014-15. The South Main water main replacement project was completed, as well as, the 30" pump header replacement at the water treatment plant. We have continued our dedication to major street improvements projects. With the new 2013 and 2014 Street bond construction funds, we are in the process of improving several of the high traffic streets. CIP#1 was located on 17<sup>th</sup> Street and has been completed. Street project CIP#2 contains portions of both A Street and Sixth Street. CIP#3 is a project located on Second Street. And, CIP#4 contains additional portions of Sixth Street and along South Avenue. In total these Street Projects will represent a \$12.2 million investment in the betterment of our community infrastructure.

Grant funding allowed us to continue with our CDBG water improvement projects and our Airport runway improvements.

We were able to replace 4 police vehicles, 8 work vehicles, 2 dump trucks and 1 ambulance. We added to the Streets Department an excavator, front end loader, and a salt shed. We were also able to replace the brush chipper in the Parks Department.

Continuing our goal to provide quality of life projects and activities for our community this year, we added a new slide at Jeff Lee Pool and built new restrooms at Hutchinson Park. The parklet that we were able to build at 2<sup>nd</sup> Street and Choctaw Avenue is a nice addition for our citizens to enjoy and especially use during our fun events and festivals held downtown. By partnering with the Health Department, we were able to receive grant funding for an all natural playground at Mullen Park which will accommodate 120 children and is handicap accessible. In addition, our Movies in the Park continues to be a big success.

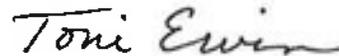
The preparation of this Comprehensive Annual Financial Report is a combined effort of the Finance Department and the professional assistance of Crawford & Associates, P.C. Our sincere appreciation is extended to all who contributed to its preparation.

Finally, we would like to thank the Mayor, the members of the City Council, and the members of the Audit and Finance Committee for their policy guidance which is contained in this document. As the governing body, we appreciate their leadership, encouragement and support in strengthening and improving the fiscal policies of the City of McAlester.

Respectfully Submitted,



Peter Stasiak  
City Manager



Toni Ervin  
Chief Finance Officer

**CITY OF MCALESTER, OKLAHOMA**

**LIST OF PRINCIPAL OFFICIALS**

**JUNE 30, 2015**

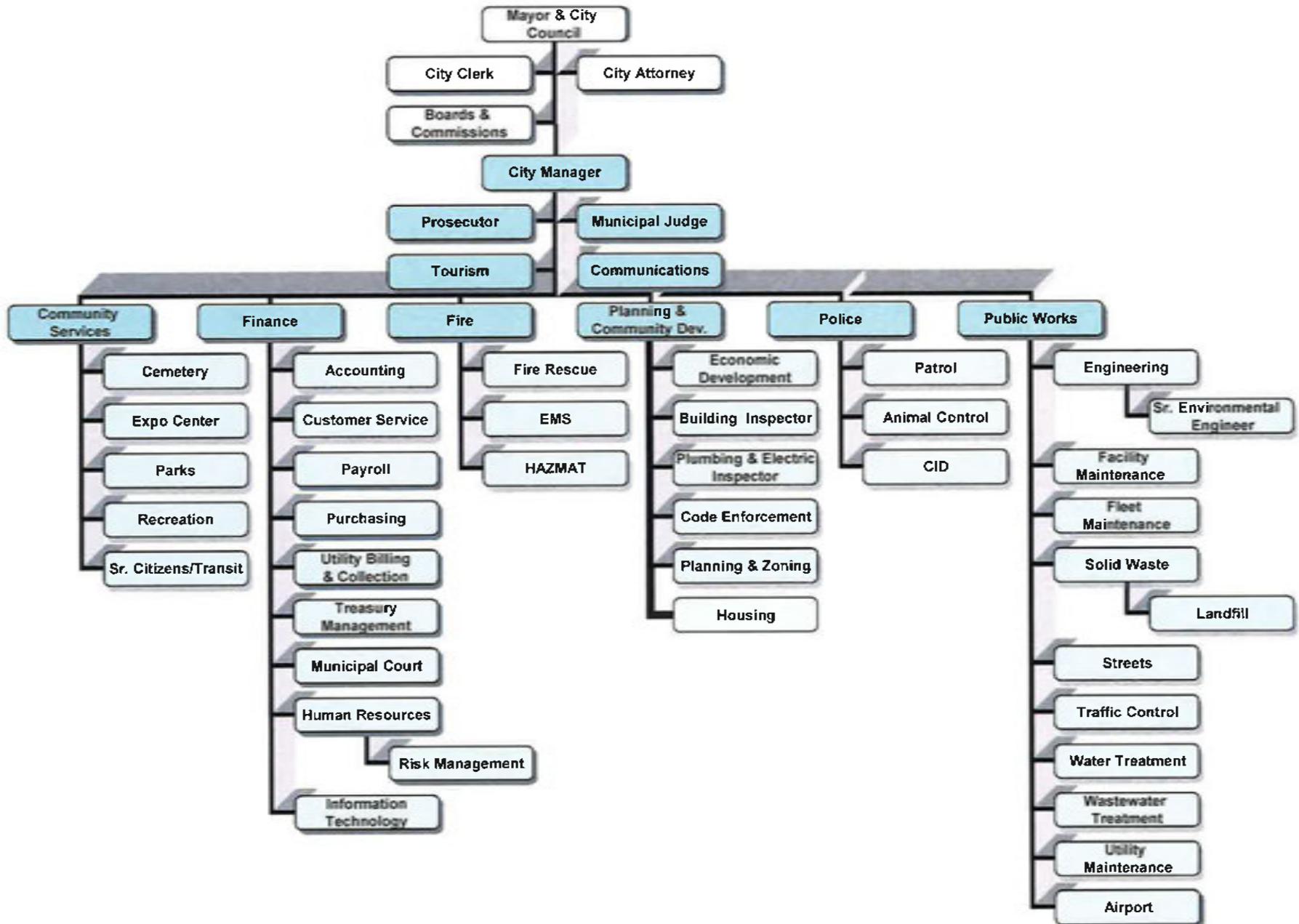
**City Council**

Steve Harrison, Mayor  
Weldon Smith, Member Ward 1  
John Titsworth, Member Ward 2  
Travis Read, Member Ward 3  
Robert Karr, Member Ward 4  
Buddy Garvin, Member Ward 5  
Jason Barnett, Member Ward 6

**Administration**

Peter J. Stasiak	City Manager
Cora Middleton	City Clerk
Toni Ervin	Chief Financial Officer

# City of McAlester Organizational Chart





Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of McAlester  
Oklahoma**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO

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## **Financial Section**



## **INDEPENDENT AUDITORS' REPORT**

Honorable Mayor and City Council  
City of McAlester  
McAlester, Oklahoma

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of McAlester, Oklahoma (the "City") as of and for the year ended June 30, 2015, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the McAlester Regional Health Center Authority (the "Authority"), which represents 99.9% of the total assets, net position, and revenues, respectively, of the aggregate discretely presented component units. Those financial statements were audited by other auditors, whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Authority, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

(Continued)

## **INDEPENDENT AUDITORS' REPORT, CONTINUED**

### **Opinions**

In our opinion, based on our report and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States.

### **Emphasis of Matter**

#### *Adoption of New Accounting Standards*

As discussed in Note 8 to the financial statements, in 2015 the City adopted new accounting guidance, Statement No. 68 of the Governmental Accounting Standards Board, *Accounting and Financial Reporting for Pensions— an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*. The implementation of GASB Statements No. 68 and 71 resulted in the restatement of beginning net position. Our opinions are not modified with respect to this matter.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States require that the management's discussion and analysis, budgetary comparison information, the schedule of changes in net pension liability and related ratios, the schedule of employer contributions, the schedule of investment returns, the schedule of proportionate share of net pension liability—Oklahoma Firefighters Pension and Retirement System, the schedule of City contributions—Oklahoma Firefighters Pension and Retirement System, the schedule of proportionate share of net pension liability (asset)—Oklahoma Police Pension and Retirement System, and the schedule of City contributions—Oklahoma Police Pension and Retirement System, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by GASB, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

(Continued)

## **INDEPENDENT AUDITORS' REPORT, CONTINUED**

### **Other Matters, Continued**

#### *Other Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and other supplementary schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The combining and individual nonmajor fund financial statements and other supplementary schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the combining and individual nonmajor fund financial statements and other supplementary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

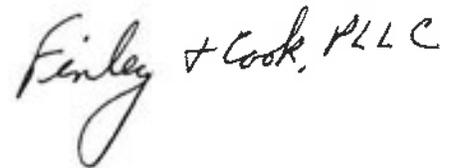
#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory and statistical sections, as listed on the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2015, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Finley + Cook, PLLC". The signature is written in a cursive, flowing style.

Shawnee, Oklahoma  
December 28, 2015

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As management of the City of McAlester, we offer readers this narrative overview and analysis of the financial activities of the City of McAlester for the fiscal year ended June 30, 2015. We encourage readers to use this information in conjunction with the City's financial statements, which follow this section.

### ***FINANCIAL HIGHLIGHTS***

- The City's overall net position improved during the year ended June 30, 2015. Total net position increased by \$4,311,750 with the City's total government-wide assets and deferred outflows continuing to exceed its total liabilities and deferred inflows at June 30, 2015, by \$17,230,390 which represents its total government-wide net position.
- The City's governmental activities experienced a current year increase in net position of \$2,988,050, while business-type activities experienced a current year increase in net position of \$1,323,700. However, while overall net position did improve from the prior year, there are still several areas of concern and conditions that are worth noting in terms of the City's financial condition. These concerns or conditions include the following:
  - While the City has total government-wide net position amounting to \$17,230,390, it is segregated by \$18,534,696 in a net investment in capital assets and \$10,300,783 of net position restricted for various purposes, thus leaving the City with an (\$11,605,089) unrestricted net position (deficit), with (\$11,094,279) of the unrestricted net position (deficit) located in the City's governmental activities and (\$510,810) of the unrestricted net position (deficit) in the City's business-type activities. This unrestricted net position (deficit) is indicative of the McAlester Public Works Authority (MPWA) issuing revenue bonded indebtedness (reported in the governmental activities in the government-wide financial statements) for the benefit of entities not included within the City's primary government, primarily school system improvements and economic development activities. The capital assets related to the debt for the school system improvements and economic development are not shown in these financial statements, but rather in each of those entities separate financial statements. Most of this debt is expected to be retired from future dedicated sales tax collections. The result of reporting the long-term debt without corresponding capital assets is to report an unrestricted net position (deficit). In addition, due to the implementation of new accounting standards the City's net pension liabilities are now being reported in the amounts of \$10,018,875 for governmental activities and \$747,925 for business-type activities.
  - At June 30, 2015, the City's governmental funds reported combined ending fund balances of \$30,234,142. That net amount is the result of \$2,053 of non-spendable fund balance, \$24,305,808 of restricted fund balance, \$3,803,339 of assigned fund balance, and \$2,122,942 of unassigned fund balance.
  - As mentioned above, the City has implemented GASB Statement 68 and 71-Accounting and Financial Reporting for Pension Plans, during this fiscal year, which resulted in the restatement of beginning net position related to the reporting of net pension asset/liability and deferred outflows related to pensions.

## ***OVERVIEW OF THE FINANCIAL STATEMENTS***

The financial statements presented herein include all of the activities of the financial reporting entity of the City of McAlester (the "City"). The financial reporting entity consists of the following separate legal entities:

- The Primary Government
  - City of McAlester
  - McAlester Public Works Authority
  - McAlester Airport Authority
  - McAlester Municipal Improvement Authority (currently inactive)
- Discretely Presented Component Units
  - McAlester Regional Health Center
  - McAlester Parking Authority

The entities included as part of the primary government are included in this report within the governmental-wide statements in either of two categories of activities – governmental and business-type. The discretely presented component units are combined and reported in a single column labeled Component Units. This management discussion and analysis focuses on the primary government as defined above.

The governmental-wide financial statements present the complete financial picture of the City's reporting entity from the economic resources measurement focus using the accrual basis of accounting. They present governmental activities and business-type activities separately and combined, with a separate column for the aggregate discretely-presented component units. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the City's operations in more detail than the governmental-wide statements by providing information about the City's most significant funds. These statements include all assets of the City (including infrastructure) as well as all liabilities (including long-term debt).

### **Reporting the City as a Whole**

#### ***The Statement of Net Position and Statement of Activities***

This discussion and analysis is intended to serve as an introduction to the City of McAlester's basic financial statements. The Statement of Net Position and the Statement of Activities (on pages 22 & 23, respectively) report information about the City as a whole and about its activities in a way that helps answer questions. These statements include all assets, deferred outflows, liabilities and deferred inflows using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues, expenses and deferrals are taken into account regardless of when cash is received or paid.

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These two statements report the City's net position and changes in net position from the prior year. You can think of the City's net position – the difference between assets, deferred outflows, liabilities and deferred inflows – as one way to measure the City's financial condition, or position. Over time, increases or decreases in the City's net position are one indicator of whether its financial health is improving, deteriorating, or remaining steady. However, you must consider other non-financial factors, such as changes in the City's tax base, the condition of the City's roads and other infrastructure, and the quality of services to assess the overall health of the City.

The Statement of Net Position and the Statement of Activities are divided into three types of activities:

- **Governmental activities** -- Most of the City's basic services are reported here, including the police, fire, general administration, streets, and parks. Sales taxes, franchise fees, fines, and state and federal grants finance most of these activities.
- **Business-type activities** -- The City's activities that charge a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer, and solid waste collections utilities, along with its airport activities, are reported here.
- **Discretely-presented component units** -- These account for activities of the City's reporting entity that do not meet the criteria for blending, and include the Regional Health Center Authority and the Parking Authority.

### **Reporting the City's Most Significant Funds**

#### ***Fund Financial Statements***

The fund financial statements provide detailed information about the most significant funds – not the City as a whole. The City of McAlester, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Some funds are required to be established by State law and by bond covenants. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All of the funds of the City of McAlester can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

***Governmental funds*** -- Most of the City's basic services are reported in governmental funds, which focus on near-term inflows and outflows of spendable resources, as well as spendable resources available at the end of the fiscal year. These funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when "measurable and available". The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic service it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement.

***Proprietary funds*** -- When the City charges customers for the services it provides – whether to outside customers or to other units of the City – these services are generally reported in proprietary funds. Enterprise funds are one type of proprietary funds and are used to report the same functions presented as business-type activities in the governmental-wide financial statements. The City uses enterprise funds to account for its water and sewer operations and solid waste collection, disposal services, and airport services. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

*Fiduciary funds* - When the City is responsible for assets that – because of a trust arrangement or other fiduciary requirement – can be used only for trust beneficiaries or other parties, such as the City's single employer Defined Benefit Retirement Plan and Trust Fund. The City is responsible for ensuring that the assets reported in these funds are used for their intended purpose. All of the City's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. We exclude these activities from the City's government-wide financial statements because the City cannot use these assets to finance operations.

**A FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

For the year ended June 30, 2015, net position for the governmental activities and business-type activities totaled \$17,230,390, which was an increase of \$4,311,750. The results indicate the City, as a whole, improved its financial condition from the prior year.

**The City of McAlester's Change in Net Position**

	Governmental Activities	Business-type Activities	Total
Beginning net position (deficit), restated	\$ (12,217,098)	\$ 25,135,738	\$ 12,918,640
Increase in net position	2,988,050	1,323,700	4,311,750
<b>Ending net position (deficit)</b>	<b>\$ (9,229,048)</b>	<b>\$ 26,459,438</b>	<b>\$ 17,230,390</b>

Following is a summary comparison of change in net position from last year for the City of McAlester.

**The City of McAlester's Net Position**

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Assets:</b>						
Current and other assets	\$ 33,767,905	\$ 37,554,887	\$ 6,151,558	\$ 6,004,915	\$ 39,919,463	\$ 43,559,802
Capital assets	34,280,741	30,201,974	28,016,483	26,848,160	62,297,224	57,050,134
<b>Total assets</b>	<b>68,048,646</b>	<b>67,756,861</b>	<b>34,168,041</b>	<b>32,853,075</b>	<b>102,216,687</b>	<b>100,609,936</b>
<b>Deferred Outflows of Resources:</b>						
Deferred amounts related to pensions	1,361,764	-	208,652	-	1,570,416	-
Deferred outflow on refunding	890,747	1,004,449	-	-	890,747	1,004,449
<b>Liabilities:</b>						
Long-term liabilities	74,000,501	66,943,076	6,401,040	5,849,461	80,401,541	72,792,537
Other liabilities	2,370,533	1,830,067	1,191,168	978,960	3,561,701	2,809,027
<b>Total liabilities</b>	<b>76,371,034</b>	<b>68,773,143</b>	<b>7,592,208</b>	<b>6,828,421</b>	<b>83,963,242</b>	<b>75,601,564</b>
<b>Deferred Inflows of Resources:</b>						
Deferred amounts related to pensions	3,159,171	-	325,047	-	3,484,218	-
<b>Net position:</b>						
Net investment in capital assets	(8,435,552)	(9,351,998)	26,970,248	25,468,139	18,534,696	16,116,141
Restricted	10,300,783	9,671,931	-	-	10,300,783	9,671,931
Unrestricted (deficit)	(11,094,279)	(331,766)	(510,810)	556,515	(11,605,089)	224,749
<b>Total net position</b>	<b>\$ (9,229,048)</b>	<b>\$ (11,833)</b>	<b>\$ 26,459,438</b>	<b>\$ 26,024,654</b>	<b>\$ 17,230,390</b>	<b>\$ 26,012,821</b>

\* prior year amounts not restated for MD&A purposes

The significant decline in the amount of current and other assets is directly related to the increase in capital assets during the current year. Significant purchases were made in the current year out of the 2013 project trustee account.

**MANAGEMENT'S DISCUSSION & ANALYSIS  
CITY OF MCALESTER, OKLAHOMA  
JUNE 30, 2015**

The significant decline in the size of the governmental activity unrestricted net position (deficit) is primarily the result of a decrease in revenue bonds outstanding of \$1,265,000 related to non-capital school and economic development debt.

The largest portion of the City's net position reflects its investment in capital assets, less any related debt used to acquire those assets that is still outstanding. This year the net investment in capital assets amounted to approximately \$18.5 million. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Another portion of the City's net position, approximately \$10.3 million, represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position is generally considered to be available to be used to meet the government's ongoing obligations to citizens and creditors. For the current year, this unrestricted net position amounted to a \$11,605,089 deficit. The governmental activities deficit balance of \$11,094,279 is indicative of the McAlester Public Works Authority (MPWA) issuing revenue bonded indebtedness for the benefit of entities not included within the City's primary government, primarily school system improvements and economic development activities. Most of this debt is expected to be retired from future dedicated sales tax collections. However, the result of reporting the long-term debt without corresponding capital assets is to report an unrestricted net position (deficit). In addition, net pension liability and related deferred outflows and inflows are now reported as a component of unrestricted net position.

**The City of McAlester's Statement of Activities**

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
<b>Revenues:</b>						
Program revenues:						
Charges for Services	\$ 3,260,514	\$ 3,538,079	\$ 9,013,737	\$ 8,746,434	\$ 12,274,251	\$ 12,284,513
Grants & Contributions	1,247,032	1,219,239	-	-	1,247,032	1,219,239
Capital Grants & Contributions	635,498	314,567	1,587,745	72,772	2,223,243	387,359
General Revenues:						
Sales & Use Tax	14,416,789	13,950,434	-	-	14,416,789	13,950,434
Other Taxes	1,829,806	1,686,195	-	-	1,829,806	1,686,195
Other General Revenues	707,044	1,797,294	45,868	59,618	752,912	1,856,912
<b>Total Revenues</b>	<b>22,096,683</b>	<b>22,505,828</b>	<b>10,647,350</b>	<b>8,878,824</b>	<b>32,744,033</b>	<b>31,384,652</b>
<b>Program Expenses:</b>						
Legislature	118,144	92,698	-	-	118,144	92,698
Administration	3,016,773	2,633,457	-	-	3,016,773	2,633,457
Public safety	7,742,108	8,269,035	-	-	7,742,108	8,269,035
Community services	1,964,414	2,176,495	-	-	1,964,414	2,176,495
Administration services	1,280,079	1,011,076	-	-	1,280,079	1,011,076
Health and welfare	245,481	256,902	-	-	245,481	256,902
Public works	2,640,537	2,764,212	-	-	2,640,537	2,764,212
Economic development	237,615	243,467	-	-	237,615	243,467
Interest on long-term debt	2,938,799	2,603,604	-	-	2,938,799	2,603,604
Water	-	-	3,636,153	2,504,280	3,636,153	2,504,280
Sewer	-	-	1,833,574	1,534,532	1,833,574	1,534,532
Sanitation	-	-	2,454,195	3,291,636	2,454,195	3,291,636
Airport	-	-	324,411	330,132	324,411	330,132
<b>Total Expenses</b>	<b>20,183,950</b>	<b>20,050,946</b>	<b>8,248,333</b>	<b>7,660,580</b>	<b>28,432,283</b>	<b>27,711,526</b>
Revenues in excess of expenses	1,912,733	2,454,882	2,399,017	1,218,244	4,311,750	3,673,126
Net Transfers	1,075,317	1,030,202	(1,075,317)	(1,030,202)	-	-
<b>Increase in Net Position</b>	<b>\$ 2,988,050</b>	<b>\$ 3,485,084</b>	<b>\$ 1,323,700</b>	<b>\$ 188,042</b>	<b>\$ 4,311,750</b>	<b>\$ 3,673,126</b>

For the year ended June 30, 2015, on a government-wide basis, the City experienced an improvement in its financial condition resulting in an increase in total net position of \$4,311,750. The increase in the change in net position can be attributable to an increase in capital grants and contributions of \$1,835,884, offset by an increase in expenses of \$720,757, an increase in sales and use tax revenue and a decrease in other general revenues related to a prior year sale of capital assets.

The City's current year governmental activities increase in net position of \$2,988,050 represents a slight decrease from the increase in net position of \$3,485,084 experienced in the prior year. This year's decrease in the change in net position from the prior year change can be attributable in large part to receiving proceeds from sale of capital assets of \$1,350,000 in prior year, offset by an increase in sales and use tax and capital grants and contributions in the current year.

The business-type activities experienced a current year increase in net position of \$1,323,700, and represents a significant change from the increase in net position of \$188,042 experienced in the prior year. This year's increase in the change in net position from the prior year change can be attributable in large part to an increase in charges for services utility revenue and an increase in capital grants and contributions, offset by a slight increase in current year expenses.

In reviewing the activity net (expense)/revenue, all business-type functions with the exception of sewer, (water, sanitation and airport) charges for services more than covered all related expenses.

#### ***A FINANCIAL ANALYSIS OF THE CITY'S FUNDS***

As the City completed its 2015 fiscal year, the governmental funds reported a combined fund balance of \$30,234,142. However, that net amount is the result of \$2,053 of non-spendable fund balance, \$24,305,808 of restricted fund balance, \$3,803,339 of assigned fund balance, and \$2,122,942 of unassigned fund balance.

For the reasons discussed previously in regards to business-type activities, the enterprise funds reported combined net position of approximately \$26 million.

The General Fund's total fund balance decreased by \$499,986, or 18.7%, which is a decrease from the change in fund balance of prior year. This is in large part due to a decrease in net transfers in.

The McAlester Public Works Authority enterprise fund reported a decrease in net position, after transfers and capital contributions of \$219,263 for the year.

#### **General Fund Budgetary Highlights**

For the year ended June 30, 2015, the General Fund reported actual budgetary basis amounts available for appropriations above final estimates by \$1,524,297 or a 9.7% positive variance. This variance is due to the City only appropriating \$1,133,566 of actual \$2,797,094 beginning budgetary fund balance. General Fund actual expenditures were under final appropriations by \$755,308 or a 4.8% positive variance.

**CAPITAL ASSETS & DEBT ADMINISTRATION**

**Capital Assets**

At June 30, 2015, the City had approximately \$62.3 million invested in capital assets including land, buildings, machinery and equipment, park facilities, water, sewer and stormwater systems, roads and bridges. This represents a net increase of \$5,247,090 from last year.

Below are details regarding the City's capital assets for the years ended June 30, 2015 and 2014.<sup>1</sup>

**The City of McAlester's Capital Assets**

	Governmental Activities		Business-type Activities		Totals	
	2015	2014	2015	2014	2015	2014
Land	\$ 677,291	\$ 680,937	\$ 212,571	\$ 212,571	\$ 889,862	\$ 893,508
Buildings and Improvements	7,486,267	7,321,732	6,058,074	6,058,074	13,544,341	13,379,806
Machinery and Equipment	11,108,293	10,623,812	3,644,905	3,519,990	14,753,198	14,143,802
Infrastructure	63,678,024	63,526,061	-	-	63,678,024	63,526,061
Utility Property	-	-	46,382,405	45,430,877	46,382,405	45,430,877
Water rights contracts	-	-	719,075	719,075	719,075	719,075
Construction-in-progress	5,689,263	601,185	2,152,947	686,231	7,842,210	1,287,416
<b>Totals</b>	<b>88,639,138</b>	<b>82,753,727</b>	<b>59,169,977</b>	<b>56,626,818</b>	<b>147,809,115</b>	<b>139,380,545</b>
Less Depreciation	(54,358,397)	(52,551,753)	(31,153,494)	(29,778,658)	(85,511,891)	(82,330,411)
<b>Totals, Net</b>	<b>\$ 34,280,741</b>	<b>\$ 30,201,974</b>	<b>\$ 28,016,483</b>	<b>\$ 26,848,160</b>	<b>\$ 62,297,224</b>	<b>\$ 57,050,134</b>

This year's more significant capital asset additions include \$308,571 for 30" WTP Pump Header Replacement, \$497,388 for S. Main Water Main Project, \$181,068 for a 2014 John Deere 624 Loader, \$141,710 for a 2015 Freightliner Dump Truck with Snow Plow and Salt Spreader, \$161,694 for a 2015 Ford Ambulance, \$336,210 for 17<sup>th</sup> Street Project, \$2,594,832 for 6<sup>th</sup> and A Street Project, \$945,124 for South Street Project, \$1,657,497 for Airport Runway Improvements and \$1,163,590 for 2<sup>nd</sup> Street Project.

**Debt Administration**

At year-end, the City had \$69.8 million in long-term debt outstanding, which represents a \$2,757,520 decrease from the prior year.<sup>2</sup>

<sup>1</sup> For more detailed information on capital asset activity please refer to page 47-48, Note 5. Capital Assets and Depreciation

<sup>2</sup> For more detailed information on long-term debt activity please refer to page 49-56, Note 7. Long-Term Debt and Debt Service Requirements

**The City of McAlester's Long-term Debt**

	Governmental Activities		Business-type Activities		Totals	
	2015	(Restated) 2014	2015	(Restated) 2014	2015	(Restated) 2014
Capital leases payable	\$ 626,709	\$ 42,779	\$ -	\$ -	\$ 626,709	\$ 42,779
Claims liability	379,150	503,641	-	-	379,150	503,641
Accrued compensation	2,304,372	2,096,308	164,551	239,902	2,468,923	2,336,210
Notes Payable	-	-	332,987	450,905	332,987	450,905
Revenue Bonds Payable	60,798,769	64,122,887	-	-	60,798,769	64,122,887
Landfill Closure and Post-Closure	-	-	3,977,782	3,663,494	3,977,782	3,663,494
Contract obligation	-	-	565,623	754,165	565,623	754,165
Water contract obligations	-	-	147,625	174,951	147,625	174,951
Deposits subject to refund	-	-	464,547	470,603	464,547	470,603
<b>Totals</b>	<b>\$ 64,109,000</b>	<b>\$ 66,765,615</b>	<b>\$ 5,683,115</b>	<b>\$ 5,784,020</b>	<b>\$ 69,762,115</b>	<b>\$ 72,519,635</b>

The 2002 Revenue Bonds contain \$746,818, \$704,610, \$664,799, and \$920,949 (par value) of capital appreciation bonds. The accreted value of the first three bonds is \$3,930,000 each, and will require three separate \$3,930,000 payments maturing February 1, 2031, February 1, 2032 and February 1, 2033. The fourth bond will mature on February 1, 2034 and require a payment of \$5,770,000. No payments are required to be made on these bonds until maturity.

***ECONOMIC OUTLOOK***

Sales tax revenues are sometimes volatile and can consequently impact the City's finances. However, in fiscal year 2014-2015, the City of McAlester sales tax revenues increased over the previous fiscal year 2013-2014. Even though the State of Oklahoma's economy had some major downturns, the City of McAlester's local economy demonstrated strength and resiliency. The City of McAlester has a strong foundation of employers that contribute to the City's stable economy. They include the McAlester Army Ammunition Plant, Spirit Aerosystems, Berry Plastics, Choctaw Defense, the McAlester Regional Health Center, Warren Clinic, National Oilwell Varco, the Oklahoma State Penitentiary, Wal-Mart, Lowes, Big V Feeds, and Webcoat Product. With solid employers, low unemployment, and strong economic development strategies, our economic outlook remains optimistic. The City of McAlester is the largest community within the Choctaw Nation and serves as a regional hub for industry, tourism, retail, and healthcare. With a trade area of 70,000 people, McAlester boasts a thriving economy that is continuously creating new business opportunities.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the City Clerk's Office at 1<sup>st</sup> and Washington, McAlester, Oklahoma or phone at (918) 423-9300.

**BASIC FINANCIAL STATEMENTS**

**CITY OF MCALESTER, OKLAHOMA**  
**ANNUAL FINANCIAL REPORT**  
As of and for the Year Ended June 30, 2015

**Government-Wide Statement of Net Position— June 30, 2015**

	Primary Government		Total	Component Units
	Governmental Activities	Business-type Activities		
<b>ASSETS</b>				
Cash and cash equivalents	\$ 27,679,200	\$ 3,115,786	\$ 30,794,986	\$ 29,192,731
Investments	1,738,379	-	1,738,379	3,775,214
Accounts receivable, net of allowance	-	1,074,042	1,074,042	10,395,974
Estimated amounts due from third-party payers	-	-	-	343,127
Franchise tax receivable	28,826	-	28,826	-
Ambulance receivable, net of allowance	55,416	-	55,416	-
Court fines receivable, net of allowance	1,447,782	-	1,447,782	-
Due from other governments	1,982,987	576,675	2,559,662	-
Prepaid items	2,053	-	2,053	2,566,293
Other receivables	53,477	-	53,477	-
Internal balances	438,069	(438,069)	-	-
Inventory	-	-	-	2,431,836
Investment in joint venture	-	1,823,124	1,823,124	4,481,420
Restitution receivable:				
Due within one year	5,541	-	5,541	-
Due in more than one year	68,786	-	68,786	-
Notes receivable:				
Due within one year	-	-	-	226,903
Net pension asset	267,389	-	267,389	-
Capital assets:				
Land, improvements, and construction in progress	6,366,554	3,084,593	9,451,147	2,392,813
Other capital assets, net of depreciation	27,914,187	24,931,890	52,846,077	22,758,775
Total assets	<u>68,048,646</u>	<u>34,168,041</u>	<u>102,216,687</u>	<u>78,565,086</u>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>				
Deferred amounts related to pensions	1,361,764	208,652	1,570,416	-
Deferred amount on refunding	890,747	-	890,747	-
Total deferred outflows of resources	<u>2,252,511</u>	<u>208,652</u>	<u>2,461,163</u>	<u>-</u>
<b>LIABILITIES:</b>				
Accounts payable	994,981	583,980	1,578,961	4,341,225
Accrued payroll liabilities	342,141	38,868	381,009	6,190,186
Accrued interest payable	1,031,305	2,465	1,033,770	-
Escrow deposit liabilities	-	511,404	511,404	-
Unearned revenue	2,106	54,451	56,557	420
Long-term liabilities:				
Due within one year	4,179,075	793,403	4,972,478	333,726
Due in more than one year	69,821,426	5,607,637	75,429,063	1,226,399
Total liabilities	<u>76,371,034</u>	<u>7,592,208</u>	<u>83,963,242</u>	<u>12,091,956</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Deferred amounts related to pensions	3,159,171	325,047	3,484,218	-
<b>NET POSITION:</b>				
Net investment in capital assets	(8,435,552)	26,970,248	18,534,696	23,591,463
Restricted for emergencies	3,660,533	-	3,660,533	-
Restricted for economic development-bonds	800,000	-	800,000	-
Restricted for economic development	1,291,020	-	1,291,020	-
Restricted for E911	1,253,447	-	1,253,447	-
Restricted for debt service	2,258,296	-	2,258,296	-
Restricted for other	1,037,487	-	1,037,487	615,740
Unrestricted (deficit)	(11,094,279)	(510,810)	(11,605,089)	42,265,927
Total net position	<u>\$ (9,229,048)</u>	<u>\$ 26,459,438</u>	<u>\$ 17,230,390</u>	<u>\$ 66,473,130</u>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
**ANNUAL FINANCIAL REPORT**  
As of and for the Year Ended June 30, 2015

**Government-Wide Statement of Activities – Year Ended June 30, 2015**

Functions/Programs	Program Revenue				Net (Expense) Revenue and Changes in Net Position			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	
<b>Primary government</b>								
<b>Governmental Activities</b>								
Legislature	\$ 118,144	\$ -	\$ -	\$ -	\$ (118,144)	\$ -	\$ (118,144)	\$ -
Administration	3,016,773	1,036,897	7,785	-	(1,972,091)	-	(1,972,091)	-
Public safety	7,742,108	1,862,985	995,715	36,002	(4,847,406)	-	(4,847,406)	-
Community services	1,964,414	106,282	9,856	178,992	(1,669,284)	-	(1,669,284)	-
Administration services	1,280,079	253,325	-	-	(1,026,754)	-	(1,026,754)	-
Health and welfare	245,481	-	60,942	-	(184,539)	-	(184,539)	-
Public Works	2,640,537	1,025	172,734	-	(2,466,778)	-	(2,466,778)	-
Economic development	237,615	-	-	420,504	182,889	-	182,889	-
Interest on long-term debt	2,938,799	-	-	-	(2,938,799)	-	(2,938,799)	-
<b>Total governmental activities</b>	<b>20,181,950</b>	<b>3,260,514</b>	<b>1,247,032</b>	<b>635,498</b>	<b>(15,040,906)</b>	<b>-</b>	<b>(15,040,906)</b>	<b>-</b>
<b>Business-type activities</b>								
Water	3,636,133	4,144,455	-	-	-	508,302	508,302	-
Sewer	1,833,574	1,718,541	-	-	-	(115,033)	(115,033)	-
Sanitation	2,454,195	3,055,264	-	-	-	601,069	601,069	-
Airport	324,411	95,477	-	1,587,745	-	1,358,811	1,358,811	-
<b>Total business-type activities</b>	<b>8,248,313</b>	<b>9,013,737</b>	<b>-</b>	<b>1,587,745</b>	<b>-</b>	<b>2,353,149</b>	<b>2,353,149</b>	<b>-</b>
<b>Total primary government</b>	<b>28,430,263</b>	<b>12,274,251</b>	<b>1,247,032</b>	<b>2,223,243</b>	<b>(15,040,906)</b>	<b>2,353,149</b>	<b>(12,687,757)</b>	<b>-</b>
<b>Component Units:</b>								
Parking	\$ 1,550	\$ 4,720	-	-	-	-	-	3,170
Hospital	77,788,812	84,368,824	-	-	-	-	-	6,580,012
<b>Total component units</b>	<b>\$ 77,790,362</b>	<b>\$ 84,373,544</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 6,583,182</b>
<b>General revenues:</b>								
Taxes:								
Sales and use taxes					\$ 14,416,789	\$ -	\$ 14,416,789	\$ -
Franchise and public service taxes					577,352	-	577,352	-
Hotel/motel taxes					652,340	-	652,340	-
E-911 taxes					600,114	-	600,114	-
Intergovernmental revenue not restricted to specific programs					301,603	-	301,603	-
Investment income					64,026	12,432	76,458	226,455
Miscellaneous					341,415	33,436	374,851	5,458
Special item - net position received from transfer of operations					-	-	-	1,857,687
Transfers - internal activity					1,075,317	(1,075,317)	-	-
<b>Total general revenues and transfers</b>					<b>18,028,956</b>	<b>(1,029,449)</b>	<b>16,999,507</b>	<b>2,089,600</b>
Change in net position					2,988,050	1,323,700	4,311,750	8,672,782
Net position - beginning, restated					(12,217,098)	25,135,738	12,918,640	57,800,348
<b>Net position - ending</b>					<b>\$ (9,229,048)</b>	<b>\$ 26,459,438</b>	<b>\$ 17,250,390</b>	<b>\$ 66,473,130</b>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
**ANNUAL FINANCIAL REPORT**  
As of and for the Year Ended June 30, 2015

**Governmental Funds Balance Sheet - June 30, 2015**

	Special Revenue		Capital Project	Debt Service		Other Governmental Funds	Total Governmental Funds
	General Fund	Reserve Fund	Capital Improvement Plan Fund	Dedicated Sales Tax MPWA	Bond Trustee Fund		
<b>ASSETS</b>							
Cash and cash equivalents	\$ 2,621,394	\$ 2,788,985	\$ 454,349	\$ 103,017	\$ 14,517,127	\$ 7,181,526	\$ 27,646,398
Investments		871,548	322,114			544,717	1,738,379
Receivables:							
Due from other funds			1,135,045			25,000	1,160,045
Due from other governments	1,161,288		6,241	493,183		322,295	1,982,987
Franchise tax receivable	28,826						28,826
Court fines receivable, net of allowance	1,447,782						1,447,782
Ambulance receivable, net of allowance	55,416						55,416
Other receivables	4,150					49,327	53,477
Prepaid items	2,053						2,053
<b>Total assets</b>	<b>\$ 5,320,889</b>	<b>\$ 3,660,533</b>	<b>\$ 1,917,749</b>	<b>\$ 596,200</b>	<b>\$ 14,517,127</b>	<b>\$ 8,102,865</b>	<b>\$ 34,115,363</b>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>							
Liabilities:							
Accounts payable	\$ 303,890	\$	\$ 100,594	\$	\$ 512,102	\$ 63,775	\$ 980,370
Accrued payroll liabilities	318,413					19,498	335,909
Due to other funds	1,092,759					25,000	1,117,759
Unearned revenue	2,106						2,106
<b>Total liabilities</b>	<b>1,715,177</b>	<b>-</b>	<b>100,594</b>	<b>-</b>	<b>512,102</b>	<b>108,271</b>	<b>2,436,144</b>
Deferred Inflows of Resources:							
Deferred revenue	1,438,838		8,241				1,445,077
Fund balances:							
Nonspendable	2,053						2,053
Restricted		3,680,533	800,000	596,200	14,005,025	5,244,050	24,305,808
Assigned	41,881		1,010,914			2,750,544	3,803,339
Unassigned	2,122,942						2,122,942
<b>Total fund balances</b>	<b>2,166,876</b>	<b>3,680,533</b>	<b>1,810,914</b>	<b>596,200</b>	<b>14,005,025</b>	<b>7,994,594</b>	<b>30,234,142</b>
<b>Total liabilities, deferred inflows and fund balances</b>	<b>\$ 5,320,889</b>	<b>\$ 3,660,533</b>	<b>\$ 1,917,749</b>	<b>\$ 596,200</b>	<b>\$ 14,517,127</b>	<b>\$ 8,102,865</b>	<b>\$ 34,115,363</b>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**As of and for the Year Ended June 30, 2015**

**Reconciliation of Governmental Funds and Government-Wide Financial Statements:**

Total fund balance, governmental funds	\$	30,234,142
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds, net of accumulated depreciation of \$54,358,397		
		34,280,741
Certain other long-term assets and deferred outflows are not available to pay current period expenditures and therefore are deferred in the funds:		
Grants receivable		67,672
Court fines receivable, net of allowance for doubtful accounts \$1,447,783		1,381,120
Ambulance receivable, net of allowance for doubtful accounts \$1,463,101		16,285
Pension related deferred outflows		1,361,764
		2,806,841
Certain long-term assets are not a current financial resource and, therefore, are not reported in the fund financial statement, but are included in the governmental activities of the Statement of Net Position:		
Restitution receivable		74,327
Net pension asset		267,389
		341,716
Certain long-term liabilities and related accounts and deferred inflows, are not due and payable from current financial resources and, therefore, are not reported in the funds:		
Accrued interest payable		(1,031,305)
Capital lease obligations payable		(626,709)
Revenue bonds payable, net of discount of \$127,374		(60,671,395)
Deferred outflow on refunding		890,747
Accrued compensated absences		(2,275,780)
Net pension liability		(10,018,875)
Pension related deferred inflows		(3,159,171)
		(76,892,488)
Net Position of Governmental Activities in the Statement of Net Position	\$	(9,229,048)

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances – Year Ended June 30, 2015**

	Special Revenue		Capital Project	Debt Service		Other Governmental Funds	Total Governmental Funds
	General Fund	Reserve Fund	Capital Improvement Plan Fund	Dedicated Sales Tax MPWA	Bond Trustee Fund		
<b>REVENUES</b>							
Taxes	\$ 9,090,414	\$ -	\$ -	\$ 3,935,817	\$ -	\$ 3,220,364	\$ 16,246,595
Intergovernmental	1,580,564	-	28,804	-	-	624,883	2,234,251
Charges for services	1,789,013	-	266,943	-	-	358,371	2,414,327
Fines and forfeitures	899,885	-	-	-	-	-	899,885
Licenses and permits	102,207	-	-	-	-	-	102,207
Investment earnings	19,645	14,595	639	2,257	1,614	25,276	64,026
Miscellaneous	72,673	-	230,947	-	-	77,829	381,449
<b>Total revenues</b>	<b>13,554,401</b>	<b>14,595</b>	<b>527,333</b>	<b>3,938,074</b>	<b>1,614</b>	<b>4,306,723</b>	<b>22,342,740</b>
<b>EXPENDITURES</b>							
<b>Current:</b>							
Legislature	118,144	-	-	-	-	-	118,144
Administration	2,666,671	-	-	2,000	-	24,456	2,693,127
Public safety	7,418,516	-	-	-	-	623,610	8,042,126
Community services	1,725,163	-	-	-	-	-	1,725,163
Administrative services	498,005	-	-	-	-	803,920	1,301,925
Health and welfare	255,044	-	-	-	-	-	255,044
Public works	1,029,679	-	-	-	-	-	1,029,679
Economic development	-	-	-	-	-	237,615	237,615
Capital Outlay	386,100	-	2,034,515	-	4,969,225	325,166	7,725,006
<b>Debt Service:</b>							
Principal	-	-	74,875	-	3,580,000	-	3,754,875
Interest and other charges	-	-	8,228	-	2,259,011	3,390	2,270,629
<b>Total expenditures</b>	<b>14,107,322</b>	<b>-</b>	<b>2,117,618</b>	<b>2,000</b>	<b>10,908,236</b>	<b>2,018,157</b>	<b>29,153,333</b>
Excess (deficiency) of revenues over (under) expenditures	(552,921)	14,595	(1,590,285)	3,936,074	(10,906,622)	2,288,566	(6,810,593)
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	1,899,224	-	1,605,137	-	6,040,797	381,479	9,926,637
Transfers out	(1,846,269)	-	(324,751)	(4,496,369)	-	(1,544,428)	(8,211,817)
Proceeds from debt	-	-	658,805	-	-	-	658,805
<b>Total other financing sources and uses</b>	<b>52,955</b>	<b>-</b>	<b>1,939,191</b>	<b>(4,496,369)</b>	<b>6,040,797</b>	<b>(1,162,949)</b>	<b>2,373,605</b>
<b>Net change in fund balances</b>	<b>(499,986)</b>	<b>14,595</b>	<b>348,906</b>	<b>(560,295)</b>	<b>(4,865,825)</b>	<b>1,125,617</b>	<b>(4,435,988)</b>
Fund balances - beginning	2,665,862	3,645,938	1,462,008	1,155,495	18,870,850	6,868,977	34,671,130
<b>Fund balances - ending</b>	<b>\$ 2,165,876</b>	<b>\$ 3,660,533</b>	<b>\$ 1,810,914</b>	<b>\$ 595,200</b>	<b>\$ 14,005,025</b>	<b>\$ 7,994,594</b>	<b>\$ 30,234,142</b>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**Reconciliation of Governmental Funds and Government-Wide Financial Statements:**

Net change in fund balances - total governmental funds: \$ (4,436,988)

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital asset purchases capitalized	7,472,336
Capital assets purchased for business-type activities	(903,036)
Book value on capital assets disposed	(3,646)
Depreciation expense	(2,486,887)
	4,078,767

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Change in restitution revenue	(5,541)
Change in deferred revenue	158,280
	152,739

In the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as an element of pension expense. The fund financial statements report pension contributions as expenditures.

973,957

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position:

Debt proceeds	(658,805)
Revenue bond principal payments	3,680,000
Accretion of capital appreciation revenue bonds	(355,882)
Capital lease obligation principal payments	74,875
	2,740,188

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Change in accrued interest expense	(189,226)
Amortization of deferred outflow on refunding	(126,452)
Change in accrued compensated absences expenses	(204,935)
	(520,613)

Change in net position of governmental activities \$ 2,988,050

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**Proprietary Funds Statement of Net Position - June 30, 2015**

	<u>Enterprise Funds</u>			<u>Internal Service Funds</u>
	<u>McAlester Public Works Authority</u>	<u>McAlester Airport Authority</u>	<u>Total</u>	
<b>ASSETS</b>				
<b>Current assets:</b>				
Cash and cash equivalents	\$ 2,001,241	\$ 138,594	\$ 2,139,835	\$ 32,802
Restricted cash and cash equivalents	975,951	-	975,951	-
Due from other funds	-	-	-	395,783
Accounts receivable, net	1,064,062	9,980	1,074,042	-
Due from other governments	-	576,675	576,675	-
<b>Total current assets</b>	<b>4,041,254</b>	<b>725,249</b>	<b>4,766,503</b>	<b>428,585</b>
<b>Noncurrent assets:</b>				
Investment in joint venture	1,823,124	-	1,823,124	-
<b>Capital assets:</b>				
Land and other non-depreciable assets	1,082,636	2,001,957	3,084,593	-
Other capital assets, net of depreciation	22,365,506	2,566,384	24,931,890	-
<b>Total noncurrent assets</b>	<b>25,271,266</b>	<b>4,568,341</b>	<b>29,839,607</b>	<b>-</b>
<b>Total assets</b>	<b>29,312,520</b>	<b>5,293,590</b>	<b>34,606,110</b>	<b>428,585</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Deferred amounts related to pensions	193,838	14,814	208,652	-
<b>LIABILITIES</b>				
<b>Current liabilities:</b>				
Accounts payable	349,430	234,550	583,980	14,611
Accrued payroll liabilities	35,950	2,918	38,868	6,232
Due to other funds	103,024	335,045	438,069	-
Escrow deposit liability	511,404	-	511,404	-
Interest payable	2,102	363	2,465	-
Unearned revenue	54,451	-	54,451	-
Landfill closure and postclosure liability	397,778	-	397,778	-
Due to depositors	92,909	-	92,909	-
Notes payable	17,140	52,535	69,675	-
Contract obligation	188,542	-	188,542	-
Water rights contract obligation	28,044	-	28,044	-
Accrued compensated absences	14,032	2,423	16,455	2,859
<b>Total current liabilities</b>	<b>1,794,806</b>	<b>627,834</b>	<b>2,422,640</b>	<b>23,702</b>
<b>Noncurrent liabilities:</b>				
Claims liability	-	-	-	379,150
Landfill closure and postclosure liability	3,580,004	-	3,580,004	-
Due to depositors	371,638	-	371,638	-
Notes payable	110,639	152,673	263,312	-
Contract obligation	377,081	-	377,081	-
Water rights contract obligation	119,581	-	119,581	-
Accrued compensated absences	126,289	21,807	148,096	25,733
Net pension liability	694,822	53,103	747,925	-
<b>Total non-current liabilities</b>	<b>5,380,054</b>	<b>227,583</b>	<b>5,607,637</b>	<b>404,883</b>
<b>Total liabilities</b>	<b>7,174,860</b>	<b>855,417</b>	<b>8,030,277</b>	<b>428,585</b>
<b>DEFERRED INFLOW OF RESOURCES</b>				
Deferred amounts related to pensions	301,969	23,078	325,047	-
<b>NET POSITION</b>				
Net investment in capital assets	22,607,115	4,363,133	26,970,248	-
Unrestricted (deficit)	(577,586)	66,776	(510,810)	-
<b>Total net position</b>	<b>\$ 22,029,529</b>	<b>\$ 4,429,909</b>	<b>\$ 26,459,438</b>	<b>\$ -</b>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**Proprietary Funds Statement of Revenues, Expenses, and Changes in Net Position - Year Ended June 30, 2015**

	Enterprise Funds		Total	Internal Service Funds
	McAlester Public Works Authority	McAlester Airport Authority		
<b>OPERATING REVENUES</b>				
Charges for services:				
Water	\$ 2,990,178	\$ -	\$ 2,990,178	\$ -
Sewer	1,600,547	-	1,600,547	-
Sanitation	2,668,952	-	2,668,952	-
Water taps	17,730	-	17,730	-
Sewer taps	9,500	-	9,500	-
Water districts	933,812	-	933,812	-
Landfill	2,217	-	2,217	-
Penalties	7,991	-	7,991	-
Recycle fees	36,295	-	36,295	-
Subtitle "D" fees	384,095	-	384,095	-
Airport rents and fees	-	95,477	95,477	-
Self insurance charges	-	-	-	1,146,667
Miscellaneous	-	-	-	9,470
<b>Total operating revenues</b>	<u>8,651,317</u>	<u>95,477</u>	<u>8,746,794</u>	<u>1,156,137</u>
<b>OPERATING EXPENSES</b>				
Utility office	448,195	-	448,195	-
Interdepartmental	638,841	-	638,841	-
Sanitation	1,941,156	-	1,941,156	-
Engineering	310,164	-	310,164	-
Sewer	654,902	-	654,902	-
Water	1,287,626	-	1,287,626	-
Utility maintenance	921,192	-	921,192	-
Landfill	499,890	-	499,890	-
Airport	-	160,683	160,683	-
Fleet maintenance	-	-	-	534,630
Claims expense	-	-	-	621,507
Depreciation expense	1,298,665	153,906	1,452,571	-
<b>Total operating expenses</b>	<u>8,000,631</u>	<u>314,589</u>	<u>8,315,220</u>	<u>1,156,137</u>
<b>Operating income (loss)</b>	650,686	(219,112)	431,574	-
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Investment income	12,432	-	12,432	-
Interest expense and fiscal charges	(4,735)	(9,822)	(14,557)	-
Miscellaneous revenue	33,436	-	33,436	-
Gain on joint venture	81,444	-	81,444	-
<b>Total non-operating revenue (expenses)</b>	<u>122,577</u>	<u>(9,822)</u>	<u>112,755</u>	<u>-</u>
<b>Income (loss) before contributions and transfers</b>	773,263	(228,934)	544,329	-
Capital contributions	903,036	1,587,745	2,490,781	-
Transfers in	328,141	184,152	512,293	-
Transfers out	(2,223,703)	-	(2,223,703)	-
<b>Change in net position</b>	(219,263)	1,542,963	1,323,700	-
<b>Total net position - beginning, restated</b>	<u>22,248,792</u>	<u>2,886,946</u>	<u>25,135,738</u>	<u>-</u>
<b>Total net position - ending</b>	<u>\$ 22,029,529</u>	<u>\$ 4,429,909</u>	<u>\$ 26,459,438</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA  
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**Proprietary Funds Statement of Cash Flows - Year Ended June 30, 2015**

	Enterprise Funds			Internal Service Funds
	McAlester Public Works Authority	McAlester Airport Authority	Total	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Receipts from customers	\$ 8,613,714	\$ 94,654	\$ 8,708,368	\$ -
Payments to suppliers	(4,820,122)	189,525	(4,630,597)	(1,000,234)
Payments to employees	(1,872,030)	(124,421)	(1,996,451)	(285,440)
Receipts of customer meter deposits	116,206	-	116,206	-
Refund of customer meter deposits	(122,262)	-	(122,262)	-
Other receipts (payments)	117,159	335,045	452,204	1,276,449
Net Cash Provided by (Used in) Operating Activities	<u>2,032,665</u>	<u>494,803</u>	<u>2,527,468</u>	<u>(9,225)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers from other funds	328,141	184,152	512,293	-
Transfers to other funds	(2,223,703)	-	(2,223,703)	-
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>(1,895,562)</u>	<u>184,152</u>	<u>(1,711,410)</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Purchases of capital assets	(60,362)	(1,657,496)	(1,717,858)	-
Proceeds from capital grant	-	1,011,070	1,011,070	-
Principal payment of capital debt	(283,458)	(50,328)	(333,786)	-
Interest and fiscal charges paid on capital debt	(5,229)	(9,912)	(15,141)	-
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(349,049)</u>	<u>(706,666)</u>	<u>(1,055,715)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest and dividends	12,432	-	12,432	-
Net Cash Provided by Investing Activities	<u>12,432</u>	<u>-</u>	<u>12,432</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(199,514)	(27,711)	(227,225)	(9,225)
Balances - beginning of the year	3,176,706	166,305	3,343,011	42,027
Balances - end of the year	<u>\$ 2,977,192</u>	<u>\$ 138,594</u>	<u>\$ 3,115,786</u>	<u>\$ 32,802</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>				
Operating income (loss)	\$ 650,686	\$ (219,112)	\$ 431,574	\$ -
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation expense	1,298,665	153,906	1,452,571	-
Other non-operating revenues (expenses)	114,880	-	114,880	-
Change in assets and liabilities:				
Receivables, net	(34,483)	(823)	(35,306)	-
Due from other funds	-	-	-	120,312
Investment in joint venture	(99,211)	-	(99,211)	-
Accounts payable	(13,562)	232,460	218,898	(9,226)
Accrued payroll liabilities	(3,434)	448	(2,986)	1,051
Due to other funds	2,279	335,045	337,324	-
Escrow deposit liability	205	-	205	-
Claims liability	-	-	-	(124,491)
Unearned revenue	(3,325)	-	(3,325)	-
Due to depositors	(6,056)	-	(6,056)	-
Landfill closure liability	314,288	-	314,288	-
Pension liability	(111,514)	(8,523)	(120,037)	-
Accrued compensated absences	(76,753)	1,402	(75,351)	3,129
Net Cash Provided by (Used in) Operating Activities	<u>\$ 2,032,665</u>	<u>\$ 494,803</u>	<u>\$ 2,527,468</u>	<u>\$ (9,225)</u>
Noncash capital and related financing activities:				
Capital assets contributed from governmental funds	<u>\$ 903,036</u>	<u>\$ -</u>	<u>\$ 903,036</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**Statement of Fiduciary Net Position – Pension Trust Fund - June 30, 2015**

	<b><u>Defined Benefit Retirement Plan and Trust Fund</u></b>
<b>ASSETS</b>	
Cash and cash equivalents	\$ 393,750
Investments:	
Corporate bonds	550,232
Exchange-traded closed-end funds	936,699
Mortgage and asset backed securities	146,663
Government treasury securities	1,487,491
Mutual funds	747,804
Preferred stocks	165,510
Common stocks	8,874,274
Interest receivable	15,606
Other receivable	271
Total assets	<u>13,318,300</u>
 <b>NET POSITION</b>	
Net position restricted for pensions	<u>\$ 13,318,300</u>

**Statement of Changes in Fiduciary Net Position – Pension Trust Fund - Year Ended June 30, 2015**

	<b><u>Defined Benefit Retirement Plan and Trust Fund</u></b>
<b>ADDITIONS</b>	
Contributions:	
Employer	\$ 495,901
Reimbursements	481
Total contributions	<u>496,382</u>
Investment income:	
Interest income	282,557
Less realized and unrealized loss on investments	<u>(149,776)</u>
Net investment income	<u>132,781</u>
Total additions	<u>629,163</u>
<b>DEDUCTIONS</b>	
Benefits paid to participants or beneficiaries	992,553
Administrative expenses	<u>127,870</u>
Total deductions	<u>1,120,423</u>
Change in net position held in trust for employees' pension benefits	(491,260)
Net position - beginning	<u>13,809,560</u>
Net position - ending	<u>\$ 13,318,300</u>

See accompanying notes to the basic financial statements.

**CITY OF MCALESTER, OKLAHOMA**  
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**Discretely Presented Component Units Combining Statement of Net Position - June 30, 2015**

	<u>Component Units</u>		
	<u>McAlester Regional Health Center Authority</u>	<u>McAlester Parking Authority</u>	<u>Total Component Units</u>
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 29,134,534	\$ 58,197	\$ 29,192,731
Investments	3,775,214	-	3,775,214
Accounts receivable, net	10,395,794	180	10,395,974
Estimated amounts due from third-party payers	343,127	-	343,127
Inventories	2,431,836	-	2,431,836
Investment in joint venture	4,481,420	-	4,481,420
Prepaid expenses	2,566,293	-	2,566,293
Notes receivable:			
Due within one year	226,903	-	226,903
Capital assets:			
Land and construction in progress	2,392,813	-	2,392,813
Other capital assets, net of depreciation	22,758,775	-	22,758,775
Total assets	<u>78,506,709</u>	<u>58,377</u>	<u>78,565,086</u>
<b>LIABILITIES:</b>			
Current liabilities:			
Accounts payable	4,341,225	-	4,341,225
Accrued payroll payable	6,190,186	-	6,190,186
Unearned revenue	-	420	420
Long-term liabilities:			
Due within one year	333,726	-	333,726
Due in more than one year	1,226,399	-	1,226,399
Total liabilities	<u>12,091,536</u>	<u>420</u>	<u>12,091,956</u>
<b>NET POSITION:</b>			
Net investment in capital assets	23,591,463	-	23,591,463
Restricted for capital acquisitions and debt service	119,833	-	119,833
Restricted for workers' compensation claims	470,907	-	470,907
Restricted for specific operating activities	25,000	-	25,000
Unrestricted	42,207,970	57,957	42,265,927
Total net position	<u>\$ 66,415,173</u>	<u>\$ 57,957</u>	<u>\$ 66,473,130</u>

See accompanying notes to the basic financial statements.

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**Discretely Presented Component Units Combining Statement of Activities - Year Ended June 30, 2015**

	Component Units		
	McAlester Regional Health Center Authority	McAlester Parking Authority	Total Component Units
<b>OPERATING REVENUES:</b>			
Charges for services	\$ -	\$ 4,720	\$ 4,720
Net patient service revenue	79,310,052	-	79,310,052
Miscellaneous	4,556,401	-	4,556,401
Total operating revenues	<u>83,866,453</u>	<u>4,720</u>	<u>83,871,173</u>
<b>OPERATING EXPENSES:</b>			
Parking	-	1,550	1,550
Health and welfare	77,694,760	-	77,694,760
Total operating expenses	<u>77,694,760</u>	<u>1,550</u>	<u>77,696,310</u>
Net operating income	6,171,693	3,170	6,174,863
<b>NON-OPERATING REVENUES (EXPENSES):</b>			
Investment income	226,455	-	226,455
Income from joint ventures	502,371	-	502,371
Interest expense and fiscal agent fees	(94,052)	-	(94,052)
Gain on sale of capital assets	5,458	-	5,458
Total non-operating revenue (expenses)	<u>640,232</u>	<u>-</u>	<u>640,232</u>
Net income before special item	6,811,925	3,170	6,815,095
Special item:			
Net position received from transfer of operations	<u>1,857,687</u>	<u>-</u>	<u>1,857,687</u>
Change in net position	8,669,612	3,170	8,672,782
Total net position - beginning	57,745,561	54,787	57,800,348
Total net position - ending	<u>\$ 66,415,173</u>	<u>\$ 57,957</u>	<u>\$ 66,473,130</u>

See accompanying notes to the basic financial statements.

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**Footnotes to the Basic Financial Statements:**

**1. Summary of Significant Accounting Policies**

**A. Financial Reporting Entity**

The City's financial reporting entity includes the primary government (City of McAlester), three blended component units, and two discretely presented component units as noted below.

In determining the financial reporting entity, the City complies with the provisions of Governmental Accounting Standards Board Statement No. 14, as amended by GASB Statement No. 61, "The Financial Reporting Entity" and includes all component units for which the City is financially accountable.

**The City of McAlester** – that operates the public safety, health and welfare, streets and highways, parks and recreation, and administrative activities.

The City of McAlester is an incorporated municipality with a population of approximately 18,400 located in southeast Oklahoma. The City operates under the Council-Manager form of government and operates under a charter that provides for three branches of government:

- Legislative – the City Council is a seven-member governing body. Mayor is elected by the citizens at large and other six members are elected by ward.
- Executive – the City Manager is the Chief Executive Officer and is appointed by the City Council
- Judicial – the Municipal Judge is a practicing attorney appointed by the City Manager, confirmed by the City Council.

The City provides typical municipal services such as public safety, health and welfare, street and alley maintenance, parks and recreation, economic development, certain utility services including water, wastewater, sanitation, and airport activities.

**Component Units:**

Because the component units are financially accountable to the City, the City's governing body serves as the trustees for these public trusts, and they are all managed by the same management team of the City, when active, the following component units are blended into the City's primary government presentation as funds of the primary government for reporting purposes:

**The McAlester Public Works Authority** – that operates the water, wastewater, and sanitation/landfill activities of the City, with the McAlester City Council serving as trustees of the Authority.

**The McAlester Airport Authority** – that develops and operates the airport with the McAlester City Council serving as trustees of the Authority.

**The McAlester Municipal Improvement Authority** – an inactive trust that promotes the development of industry and culture and industrial, manufacturing, cultural and education activities. There is no activity reported in the City's basic financial statements since the trust is inactive.

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Component units that are discretely presented in the City's report in a separate column are presented below:

**The McAlester Regional Health Center Authority** – that operates to finance and develop the health center facilities of the City. Separate audited component unit financial statements are issued by the Regional Health Center Authority and may be obtained at their administrative offices.

**The McAlester Parking Authority (MPA)** - that operates to furnish and supply public off-street parking services and facilities. The MPA does not issue separate audited component unit financial statements.

All 5 of the above component units are Public Trusts established pursuant to Title 60 of Oklahoma State law. Public Trusts (Authorities) have no taxing power. The Authorities are generally created to finance City services through issuance of revenue bonds or other non-general obligation debt and to enable the City Council to delegate certain functions to the governing body (Trustees) of the Authority. In accordance with state law, all debt obligations incurred by public trusts require 2/3 approval by the City Council. In addition, the City may have also leased certain existing assets at the creation of the Authorities to the Trustees on a long-term basis. The City, as beneficiary of the Public Trusts, receives title to any residual assets when a Public Trust is dissolved.

**Joint Venture:**

**Association for Landfill Financial Assurance (ALFA)** – A non-profit Oklahoma corporation organized for the exclusive benefit of cities, towns, counties, solid waste districts and public trusts within the State of Oklahoma that own and/or operate municipal solid waste landfills within the jurisdiction of the State of Oklahoma, including the making and management of investments on behalf of such public entities in order to provide the financial assurances as required by Subtitle D of the Resource Conservation and Recovery Act of 1976.

**B. Basis of Presentation and Accounting**

*Government-Wide Financial Statements:*

The statements of net position and activities are reported on the accrual basis of accounting and economic resources measurement focus. Under the accrual basis of accounting, revenues are recognized when earned and expenses (including depreciation and amortization) are recorded when the liability is incurred or economic asset used. In accordance with the economic resources measurement focus, all assets and liabilities, both current and noncurrent are reported, along with any related deferred outflows and deferred inflows.

Program revenues within the statement of activities that are derived directly from each activity or from parties outside the City's taxpayers are reported as program revenues. The City has the following program revenues in each activity:

- Administration – oil and gas leases, rent, hotel/motel charges for services, and operating grants
- Public safety – Fire and Police – fines and forfeitures, fire run charges, ambulance revenue, and capital and operating grants
- Community services – cemetery openings and closings, swimming pool revenues, complex concessions and rentals, and capital and operating grants

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- Administration services – abatements and licenses and permits
- Health and welfare – nutrition operating grant
- Public works – gas excise and vehicle tax shared by the State and street cuts
- Economic development – capital grants and contributions

All other governmental revenues are reported as general. All taxes are classified as general revenue even if restricted for a specific purpose.

*Governmental Funds:*

The City's governmental funds are comprised of the following:

**Major Funds:**

- General Fund – accounts for general operations of the City including: public safety, parks, public facilities, and street maintenance.
- Reserve Fund – special revenue fund that accounts for excess revenues mainly from oil and gas royalties restricted by City Charter for emergencies.
- Capital Improvement Plan Fund – capital project fund that accounts for monies initially set aside by City Council for repayment of previously determined un-supportable bond activity.
- Dedicated Sales Tax MPWA – debt service fund that accounts for revenue received from sales tax (one-cent) approved by the voters to be used for financing debt related to capital improvements.
- Bond Trustee Fund – debt service fund that accounts for transfers received from other funds to be used for financing non business-type activity revenue bond debt.

**Aggregated Non-Major Funds (reported as Other Governmental Funds):**

**Special Revenue Funds:**

- Juvenile Fine Fund – accounts for revenues from fines restricted by state for juvenile programs.
- Tourism / SE Expo Fund – accounts for revenues of a hotel/motel tax levy and rentals/concessions to be expended for promotion of tourism.
- E-911 Fund – accounts for E-911 revenues legally restricted for E-911 services.
- Economic Development Fund – special revenue fund that accounts for revenue received from sales tax (1/4 of one-cent) approved by the voters to be used for financing debt related to economic development and for future economic development projects.
- Gifts & Contributions Fund - accounts for revenues and expenditures of donor restricted monies.

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**Capital Project Funds:**

- Police Equipment Fund – accounts for revenues and capital expenditures related to Local Law Enforcement Block Grants.
- State Forfeiture Fund – accounts for revenues received from state drug forfeitures restricted for equipment purchases.
- Cemetery Perpetual Care – accounts for 12.5% of all cemetery revenues which are legally restricted for cemetery capital outlay.
- CDBG Grants Fund – accounts for revenues and capital expenditures related to CDBG grants.
- Federal Forfeiture Fund – Accounts for revenues received from federal drug forfeitures restricted for equipment purchases.
- Fire Improvement Grant Fund – accounts for revenues and capital expenditures related to fire grants.
- Technology Fund – accounts for revenues received from a technology fee restricted for technology capital purchases and upgrades.

**Debt Service Fund:**

- Sales Tax Schools Fund – accounts for revenue received from sales tax (1/4 of one-cent) approved by the voters to be used for acquisition and financing of educational facilities and equipment.

The governmental funds are reported on the modified accrual basis of accounting and current financial resources measurement focus. On the modified accrual basis of accounting revenues are recorded when earned and measurable and available to pay current financial obligations, while expenditures are recorded when incurred and normally payable from current financial resources. The City defines revenue availability as collected within 60 days of period end.

The reconciliation of the governmental funds financial statements to the governmental activities presentation in the government-wide financial statements is the result of the use of the economic resources measurement focus and accrual basis of accounting at the government-wide level.

*Proprietary Funds:*

When the City charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds include enterprise funds and internal service funds. Enterprise funds are used to account for business-like activities provided to the general public. Internal service funds are used to account for business-type activities provided within the government. Proprietary funds are reported on the accrual basis of accounting and economic resources measurement focus. For example, proprietary fund capital assets are capitalized and depreciated and principal payments on long-term debt are recorded as a reduction to the liability.

The City's enterprise funds include the following major funds:

- McAlester Public Works Authority Fund - that accounts for the activities of the McAlester Public Works Authority public trust in providing water, sewer, and sanitation services to the public.

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- McAlester Airport Authority Fund - that currently accounts for airport fees and grants used in providing airport services.

The City's internal service funds include the following:

- Worker's Compensation Fund – that accounts for the activities of providing worker's compensation to the employees of the City.
- FLEET Maintenance Fund – that accounts for the activities of providing FLEET maintenance to the City.

For purposes of the statement of revenues, expenses and changes in fund net position, operating revenues and expenses are considered those whose cash flows are related to operating activities, while revenues and expenses related to financing, capital and investing activities are reported as non-operating or transfers and contributions.

*Fiduciary Fund:*

The City has one fiduciary fund - the City of McAlester Defined Benefit Retirement Plan and Trust Fund. The pension trust fund accounts for retirement contributions and investment income for the direct benefit of employees other than those employees covered by the statewide fire and police cost-sharing pension plans, or those covered by the City's defined contribution agent multi-employer OMRP pension plan. The pension trust fund is reported on the accrual basis of accounting and economic resources measurement focus.

**C. Cash, Cash Equivalents, and Investments**

For the purposes of the statements of net position, balance sheets, and statement of cash flows, cash and cash equivalents includes all demand and savings accounts, certificates of deposit, and short-term investments with an original maturity of three-months or less, and money market investments. Investments consist of long-term time deposits, and U.S. agency bonds and notes. Certificates of deposit are reported at cost while investments in the U.S. agency bonds and notes and other marketable investments are reported at fair value.

**D. Inventories**

Inventories of goods and supplies on hand at year end are not material for the primary government. Therefore purchases of inventory type items are recorded as expenditures or expenses at the time purchased, and no balances for such inventories on hand are reported.

For the Regional Health Center Authority component unit reported inventories are reported on the lower of cost (first-in, first-out) or market.

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**E. Capital Assets and Depreciation**

The accounting treatment of property, plant and equipment (capital assets) depends on whether the assets are used in governmental fund type or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. In the government-wide and proprietary fund financial statements, property, plant and equipment are accounted for as capital assets, net of accumulated depreciation where applicable. In the governmental fund financial statements, capital assets acquired are accounted for as capital outlay expenditures and not reported as capital assets.

Capital assets consist of land, land improvement, construction in progress, buildings and building improvements, machinery and equipment, and infrastructure. A capitalization threshold of \$2,500 is used for additions, other than land, to report capital assets. Capital assets are reported at actual or estimated historical cost. Prior to July 1, 2001, governmental activities' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost. Donated assets are recorded at their fair value at the date of donation.

Depreciable capital assets are depreciated on a straight-line basis over useful lives. The range of estimated useful lives by type of asset is as follows:

- |                                     |                |
|-------------------------------------|----------------|
| • Buildings                         | 20 – 100 years |
| • Improvements other than buildings | 20 - 100 years |
| • Equipment and vehicles            | 3 - 25 years   |
| • Infrastructure                    | 15 - 50 years  |

**F. Long-Term Debt**

Accounting treatment of long-term debt varies depending upon the source of repayment and the measurement focus applied and whether the debt is reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental activities, business-type activities, proprietary fund and component unit resources are reported as liabilities as incurred. The long-term debt consists primarily of accrued compensated absences, capital leases payable, and revenue bonds payable. This long-term debt is reported net of unamortized premiums and discounts.

Long-term debt of governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest reported as expenditures.

**G. Compensated Absences**

Under terms of union contracts and City personnel policies, City employees are granted comp time, vacation and sick leave in varying amounts. In the event of termination, an employee is paid for accumulated vacation and comp time. The estimated liabilities for vested benefits also include salary-related payments such as employment taxes. Compensated absences are reported as accrued in the government-wide, proprietary, fiduciary and component unit financial statements. Governmental funds report only the matured compensated absences payable to currently terminating or retiring employees.

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**H. Fund Balances and Net Position**

*Net Position:*

Net position reported in the government-wide, proprietary fund and fiduciary fund financial statements are displayed in three components:

- a. *Net investment in capital assets* - Consists of capital assets including capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those assets.
- b. *Restricted net position* - Consists of net position with constraints placed on the use either by 1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. *Unrestricted net position* - All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

It is the City's policy to first use restricted net position prior to the use of unrestricted net position when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

*Fund Statements:*

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned and unassigned. These classifications are defined as:

- a. Nonspendable – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
- b. Restricted – consists of fund balance with constraints place on the use of resources either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or 2) law through constitutional provisions or enabling legislation.
- c. Committed – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the city's highest level of decision-making authority. The City's highest level of decision-making authority is made by ordinance. The City currently reports no committed fund balance.
- d. Assigned – includes amounts that are constrained by the city's intent to be used for specific purposes but are neither restricted nor committed. Assignments of fund balance may be made by city council action or management decision when the city council has delegated that authority. Currently, the city council has delegated that authority to the city manager. Assignments for transfers and interest income for governmental funds are made through the budgetary process.
- e. Unassigned – represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the general fund.

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It is the City's policy to first use restricted fund balance prior to the use of unrestricted fund balance when an expense is incurred for purposes for which both restricted and unrestricted fund balance are available. The City's policy for the use of unrestricted fund balance amounts require that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used. The only exception to this policy is for assigned interest income in governmental funds other than the General Fund. In those funds, interest income is used first before other revenues. Proprietary fund and fiduciary fund equity is classified the same as in the government-wide statements.

**I. Interfund Activities and Balances**

The City's policy is to eliminate interfund transfers and balances in the statement of activities and net position to avoid the grossing up of balances. Only the residual balances transferred between governmental and business-type activities are reported as internal transfers and internal balances then offset in the total column in the government-wide statements. Internal transfers and balances between funds are not eliminated in the fund financial statements

**J. Use of Estimates**

Certain estimates are made in the preparation of the financial statements, such as estimated lives for capital assets depreciation. Estimates are based on management's best judgments and may vary from actual results.

**2. Deposits and Investments**

**Primary Government Deposits and Investments:**

At June 30, 2015, the primary government held the following deposits and investments:

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Type of Deposits and Investments - Primary Government	Carrying Value	Maturities in Years				
		On Demand	Less Than One	1 - 5	6 - 10	More Than 10
<b>Deposits:</b>						
Petty Cash	\$ 4,860	\$ 4,860	\$ -	\$ -	\$ -	\$ -
Demand deposits	16,272,999	16,272,999	-	-	-	-
Demand deposits - pension trust funds	393,750	393,750	-	-	-	-
Time deposits	1,738,379	-	1,738,379	-	-	-
	<u>18,409,988</u>	<u>16,671,609</u>	<u>1,738,379</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<b>Credit Rating</b>					
<b>Investments:</b>						
<b>Bond Trustee Accounts:</b>						
Federated Treasury Obligations Fund IS #68	AAA	1,115,918	1,115,918	-	-	-
Federated Treasury Obligations Ser Class #398	AAA	4,384,700	4,384,700	-	-	-
Federated Government Obligations Tax Managed Fund #637	AAA	4,972,974	4,972,974	-	-	-
Goldman Sachs Financial Square Federal Fund Adm'n Shares #521	AAA	3,571,535	3,571,535	-	-	-
Autobahn Funding Commercial Paper	N/A	472,000	472,000	-	-	-
<b>Pension Trust Fund:</b>						
Allianz Fx, Inc Shrs: Series M (FX MX) - Money Market	N/A	256,538	256,538	-	-	-
Allianz Fx, Inc Shrs: Series C (FX CX) - Money Market	N/A	249,138	249,138	-	-	-
Invesco Premier Pf Instl (IIPPXX) - Money Market	N/A	233,205	233,205	-	-	-
Legg Mason WA Inst Liquid Res A - Money Market	N/A	8,923	8,923	-	-	-
Corporate Bonds	AA+	30,419	-	-	30,419	-
Corporate Bonds	A+	18,899	-	-	-	18,899
Corporate Bonds	A	15,150	-	-	-	15,150
Corporate Bonds	A-	63,985	-	14,873	-	49,112
Corporate Bonds	BBB+	142,965	-	15,116	39,141	88,708
Corporate Bonds	BBB	67,084	-	-	30,696	31,388
Corporate Bonds	BBB-	126,105	-	-	65,331	60,774
Corporate Bonds	BB	90,625	-	-	-	90,625
Vanguard Short Term Bond	N/A	936,699	936,699	-	-	-
United States Treasury Bonds/Notes	AAA	1,487,491	-	1,030,398	324,853	132,240
Mortgage and asset backed securities	N/A	146,663	-	-	-	146,663
Preferred Stocks	N/A	45,210	45,210	-	-	-
Preferred Stocks	BB	120,300	120,300	-	-	-
Common Stocks	N/A	8,874,274	8,874,274	-	-	-
		<u>27,425,800</u>	<u>25,241,414</u>	<u>-</u>	<u>1,059,687</u>	<u>490,440</u>
<b>Total Deposits and Investments</b>		<b>\$ 45,835,788</b>	<b>\$ 41,913,023</b>	<b>\$ 1,738,379</b>	<b>\$ 1,059,687</b>	<b>\$ 490,440</b>
						<b>\$ 634,259</b>
<b>Reconciliation to Statement of Net Position:</b>						
Cash and cash equivalents		\$ 30,794,986				
Investments		1,738,379				
Add: Fiduciary Fund cash and cash equivalents		393,750				
Add: Fiduciary Fund investments		12,908,673				
		<u>\$ 45,835,788</u>				

## Deposit and Investment Risks

**Custodial Credit Risk** – Exposure to custodial credit risk related to deposits exists when the City holds deposits that are uninsured and uncollateralized; collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the City's name; or collateralized without a written or approved collateral agreement. Exposure to custodial credit risk related to investments exists when the City holds investments that are uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

The City does not have a formal investment policy as it relates to custodial credit risk. Acceptable collateral is limited to U.S. Treasury securities and direct debt obligations of municipalities, counties, and school districts in the State of Oklahoma. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the City must have a written collateral agreement approved by the board of directors or loan committee.

At June 30, 2015, the City was not exposed to custodial credit risk as defined above.

**Investment Credit Risk** – State law limits the investments available to the City and is described below.

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- a. Direct obligations of the U. S. Government, its agencies and instrumentalities to which the full faith and credit of the U.S. Government is pledged, or obligations to the payment of which the full faith and credit of the State of Oklahoma is pledged.
- b. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions.
- c. With certain limitation, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper and repurchase agreements with certain limitations.
- d. County, municipal or school district tax supported debt obligations, bond or revenue anticipation notes, money judgments, or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality or school district.
- e. Notes or bonds secured by mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and in obligations of the National Mortgage Association.
- f. Money market funds regulated by the SEC and in which investments consist of the investments mentioned in the previous paragraphs a., b., c. and d.

Investment credit risk is the risk that an issuer or other counterpart to an investment will not fulfill its obligations. The City has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments by reporting the credit quality ratings of investments in debt securities as determined by nationally recognized statistical rating organizations—rating agencies—as of the year end in the schedule above. Unless there is information to the contrary, obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality.

**Retirement Plan Investments:**

The Plan's investment policies provide for investment in a diversified portfolio, consisting primarily of common stocks, mutual funds, bonds, cash equivalents, and other investments. General asset allocation guidelines for the Plan are as follows:

<b>Class</b>	<b>Maximum Percent</b>	<b>Minimum Percent</b>	<b>Target Percent</b>
Domestic Equities	44.00	30.00	42.00
International Equities	16.00	0.00	8.00
Fixed Income	70.00	40.00	N/A
Cash	30.00	0.00	N/A

However, Morgan Stanley, the portfolio manager, has discretion in the actual allocation of assets within the retirement plan portfolio.

*Investment Interest Rate Risk* – Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City does not have a formal investment policy to manage exposure to fair value losses arising from increasing interest rates. The City discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments in the schedule above.

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*Concentration of Investment Credit Risk* - Exposure to concentration of credit risk is considered to exist when investments in any one issuer represent a significant percent of total investments of the City (any over 5% are disclosed). Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this consideration. The City's investment policy requires diversification of investments and indicates that, with the exception of U.S. Treasury securities and authorized pools, there was no single issuer investment with more than 5% of total investments.

*Restricted Cash and Investments* - The amounts reported as restricted assets on the statement of net position are comprised of the following:

	Current Cash and cash Equivalents
Utility Deposits	\$ 464,547
Lowe's Escrow Account	511,404
Total Restricted Assets	\$ 975,951

**Component Units Deposits and Investments:**

McAlester Regional Health Center Authority

*Deposits*

At June 30, 2015, approximately \$23,394,000 of the Authority's bank balances were uninsured with collateral held by the pledging financial institution and \$4,392,000 of the Authority's bank balances were uninsured and uncollateralized.

**3. Investment in Joint Venture**

As discussed in Note 1A, the City participates (with equity interest) in the Association for Landfill Financial Assurance (ALFA). ALFA has been approved by the ODEQ as an allowable financial assurance mechanism under existing federal and state laws and regulations. As a member of ALFA, the City is required to deposit certain amounts on an annual basis into an escrow fund to be pooled with other ALFA members. The annual amount due from each member is based on the members' total estimated current cost of closure and post-closure care of the landfill, including adjustments due to inflation or resulting from any changes in the closure or the required 30 year post-closure care plan, plus any additional amount for contingencies as determined by ALFA. For the year ended June 30, 2015, the "Investment in joint venture" balance changed as follows:

Beginning Investment in Joint Venture	\$ 1,723,913
Current Year Contributions	1,000
Gain from Joint Venture	98,211
Ending Investment in Joint Venture	\$ 1,823,124

Separate annual financial statements are issued by ALFA and may be obtained from their administrative offices at 3414 East 85<sup>th</sup> Place, Tulsa, Oklahoma, 74137.

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**4. Receivables**

*Primary Government Accounts Receivables:*

Accounts receivable of the business-type activities consists of customers utilities, airport rental accounts receivable, and airport grant receivable. Accounts receivable of the governmental activities consists of franchise tax, police fines and ambulance receivables. Receivables detail at June 30, 2015, is as follows:

	General Fund		MPWA	Airport	Total
	Ambulance	Court			
Accounts receivable	\$ 1,518,517	\$ 2,895,565	\$ 3,076,474	\$ 9,980	\$ 7,500,536
Allowance for doubtful accounts	(1,463,101)	(1,447,783)	(2,012,412)	-	(\$4,923,296)
Accounts receivable, net	<u>\$ 55,416</u>	<u>\$ 1,447,782</u>	<u>\$ 1,064,062</u>	<u>\$ 9,980</u>	<u>\$ 2,577,240</u>

*Component Units:*

McAlester Regional Health Center Authority

Patient receivable balances at June 30, 2015 were as follows:

	<u>MRHCA</u>
Medicare	\$ 3,217,240
Medicaid	2,016,565
Other third-party payers	11,665,646
Patients	11,521,604
Allowance for doubtful accounts	<u>(18,025,261)</u>
Accounts receivable, net	<u>\$ 10,395,794</u>

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**5. Capital Assets and Depreciation**

For the year ended June 30, 2015, capital assets balances changed as follows:

	Balance at June 30, 2014	Additions	Disposals	Balance at June 30, 2015
<b>Governmental activities:</b>				
Non-depreciable:				
Land	\$ 680,937	\$ -	\$ (3,646)	\$ 677,291
Construction-in-progress	601,185	5,088,078	-	5,689,263
Total non-depreciable assets at historical cost	<u>1,282,122</u>	<u>5,088,078</u>	<u>(3,646)</u>	<u>6,366,554</u>
Depreciable:				
Buildings	5,350,398	-	-	5,350,398
Other improvements	1,971,334	164,535	-	2,135,869
Machinery and equipment	10,623,812	1,164,724	(680,243)	11,108,293
Infrastructure	<u>63,526,061</u>	<u>151,963</u>	<u>-</u>	<u>63,678,024</u>
Total depreciable assets at historical cost	<u>81,471,605</u>	<u>1,481,222</u>	<u>(680,243)</u>	<u>82,272,584</u>
Less accumulated depreciation				
Buildings	(3,254,381)	(141,685)	-	(3,396,066)
Other improvements	(1,187,594)	(88,476)	-	(1,276,070)
Machinery and equipment	(8,009,219)	(653,223)	680,243	(7,982,199)
Infrastructure	<u>(40,100,559)</u>	<u>(1,603,503)</u>	<u>-</u>	<u>(41,704,062)</u>
Total accumulated depreciation	<u>(52,551,753)</u>	<u>(2,486,887)</u>	<u>680,243</u>	<u>(54,358,397)</u>
Net depreciable assets	<u>28,919,852</u>	<u>(1,005,665)</u>	<u>-</u>	<u>27,914,187</u>
Governmental activities capital assets, net	<u>\$ 30,201,974</u>	<u>\$ 4,082,413</u>	<u>\$ (3,646)</u>	<u>\$ 34,280,741</u>
<b>Business-type activities</b>				
Non-depreciable:				
Land	\$ 212,571	\$ -	\$ -	\$ 212,571
Water rights contracts	719,075	-	-	719,075
Construction-in-progress	686,231	2,418,244	(951,528)	2,152,947
Total non-depreciable assets at historical cost	<u>1,617,877</u>	<u>2,418,244</u>	<u>(951,528)</u>	<u>3,084,593</u>
Depreciable:				
Buildings	2,773,061	-	-	2,773,061
Other improvements	3,285,013	-	-	3,285,013
Machinery and equipment	3,519,990	202,650	(77,735)	3,644,905
Utility property	<u>45,430,877</u>	<u>951,528</u>	<u>-</u>	<u>46,382,405</u>
Total depreciable assets at historical cost	<u>55,008,941</u>	<u>1,154,178</u>	<u>(77,735)</u>	<u>56,085,384</u>
Less accumulated depreciation				
Buildings	(1,518,175)	(69,046)	-	(1,587,221)
Other improvements	(1,821,397)	(108,689)	-	(1,930,086)
Machinery and equipment	(2,216,702)	(294,537)	77,735	(2,433,504)
Utility property	<u>(24,222,384)</u>	<u>(980,299)</u>	<u>-</u>	<u>(25,202,683)</u>
Total accumulated depreciation	<u>(29,778,658)</u>	<u>(1,452,571)</u>	<u>77,735</u>	<u>(31,153,494)</u>
Net depreciable assets	<u>25,230,283</u>	<u>(298,393)</u>	<u>-</u>	<u>24,931,890</u>
Business-type capital assets, net	<u>\$ 26,848,160</u>	<u>\$ 2,119,851</u>	<u>\$ (951,528)</u>	<u>\$ 28,016,483</u>

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	Balance at June 30, 2014	Additions	Transfers	Disposals	Balance at June 30, 2015
Component Unit (MRHCA):					
Non-depreciable:					
Land	\$ 909,448	\$ 150,345	\$ -	\$ -	\$ 1,059,793
Construction-in-progress	343,997	1,903,455	(914,432)	-	1,333,020
Total non-depreciable assets at historical cost	<u>1,253,445</u>	<u>2,053,800</u>	<u>(914,432)</u>	<u>-</u>	<u>2,392,813</u>
Depreciable:					
Land improvements	1,458,936	-	-	-	1,458,936
Buildings and improvements	37,455,091	4,050,531	899,929	-	42,405,551
Machinery and equipment	<u>30,943,184</u>	<u>1,196,505</u>	<u>14,503</u>	<u>-</u>	<u>32,154,192</u>
Total depreciable assets at historical cost	<u>69,857,211</u>	<u>5,247,036</u>	<u>914,432</u>	<u>-</u>	<u>76,018,679</u>
Less accumulated depreciation					
Land improvements	(1,069,154)	(47,058)	-	-	(1,116,212)
Buildings and improvements	(24,202,054)	(3,690,885)	-	-	(27,892,939)
Machinery and equipment	<u>(22,192,514)</u>	<u>(2,058,239)</u>	<u>-</u>	<u>-</u>	<u>(24,250,753)</u>
Total accumulated depreciation	<u>(47,463,722)</u>	<u>(5,796,182)</u>	<u>-</u>	<u>-</u>	<u>(53,259,904)</u>
Net depreciable assets	<u>22,393,489</u>	<u>(549,146)</u>	<u>914,432</u>	<u>-</u>	<u>22,758,775</u>
Component Unit (MRHCA) capital assets, net	<u>\$ 23,646,934</u>	<u>\$ 1,504,654</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,151,588</u>

Depreciation of capital assets is included in total expenses and is charged or allocated to the activities primarily benefiting from the use of the specific asset. Depreciation expense has been allocated as follows:

Depreciation expense charged to governmental activities:

Administration	\$ 195,499
Public safety	377,521
Community services	319,322
Public works	1,594,545
Total governmental activities depreciation expense	<u>\$ 2,486,887</u>

Depreciation expense charged to business-type activities:

Water	\$ 838,519
Sewer	366,145
Sanitation	94,001
Airport	153,906
Total business-type activities depreciation expense	<u>\$ 1,452,571</u>

## 6. Economic Development Liabilities

### *Economic Development Agreement – Lowe's*

On October 12, 2004, the City entered into an economic development agreement with Lowe's Home Centers, Inc. to provide economic development incentives to insure the construction of a Lowe's Home Improvement Warehouse in the City. The agreement requires the City to deliver incentives in the amount of \$2,000,000 to Lowe's Home Centers, Inc. with \$1,000,000 to be deposited into an escrow account and approximately \$1,000,000 to be paid to Lowe's Home Centers, Inc. on opening day for reimbursement of infrastructure expenses of up to \$800,000 and \$200,000 for the initial annual economic incentive payment. The City will then pay Lowe's Home Centers, Inc. \$200,000 each year on the anniversary of the opening date from the escrow account until all economic development incentives paid to Lowe's Home Centers, Inc. equals \$2,000,000. The annual economic incentive payment will be subject to a

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minimum gross sales increase of \$1,000,000 each year and the maintenance of at least 100 employees for the agreement term of 10 years.

The agreement states that the City will reimburse Lowe's Home Centers, Inc. for the public infrastructure improvements (estimated at an amount up to \$800,000) and the initial economic development incentive payment of \$200,000 on the opening date. The City made a payment to Lowe's Home Centers, Inc. during fiscal year 07-08, related to the opening day agreement, in the amount of \$597,651 (due to Lowe's not meeting certain requirements for the full estimate).

No payments were made to Lowe's out of the escrow account during fiscal year 08-09. \$200,000 was paid to Lowe's in March 2010. In addition, \$400,000 was paid to Lowe's in FY 10-11. No payments were made to Lowe's out of the escrow account during fiscal year 11-12, fiscal year 12-13, fiscal year 13-14, or fiscal year 14-15. The City has recorded on the financial statements of McAlester Public Works Authority an escrow deposit liability in the amount of \$511,404, which includes interest earned on the deposit. This amount is considered a current liability of the MPWA.

### 7. Long-Term Debt and Debt Service Requirements

For the year ended June 30, 2015, the reporting entity's long-term debt changed as follows:

	Balance June 30, 2014 <u>Restated</u>	<u>Additions</u>	<u>Deductions</u>	Balance June 30, 2015	Amounts Due Within One Year
<b>Governmental Activities:</b>					
Capital Lease Obligations	\$ 42,779	\$ 658,805	\$ 74,875	\$ 626,709	\$ 108,638
Revenue Bonds Payable	64,122,887	355,882	3,680,000	60,798,769	3,840,000
Accrued Compensated Absences	2,096,308	373,881	165,817	2,304,372	230,437
Claims Liability	503,641	621,507	745,998	379,150	-
<b>Total Governmental Long-Term Debt</b>	<u>\$ 66,765,615</u>	<u>\$ 2,010,075</u>	<u>\$ 4,666,690</u>	<u>\$ 64,109,000</u>	<u>\$ 4,179,075</u>
			Net pension liability	10,018,875	
			Less: Unamortized Discount	(127,374)	
				<u>\$ 74,000,501</u>	
<b>Business-type Activities:</b>					
Landfill Closure and Post-closure Liability	\$ 3,663,494	\$ 314,288	\$ -	\$ 3,977,782	\$ 397,778
Due to Depositors	470,603	116,206	122,262	464,547	92,909
Notes Payable	450,905	-	117,918	332,987	69,675
Contract Obligations	754,165	-	188,542	565,623	188,542
Water Contract Obligations	174,951	-	27,326	147,625	28,044
Accrued Compensated Absences	239,902	23,244	98,595	164,551	16,455
<b>Total Business-type Long-Term Debt</b>	<u>\$ 5,754,020</u>	<u>\$ 453,738</u>	<u>\$ 554,643</u>	<u>\$ 5,653,115</u>	<u>\$ 793,403</u>
			Net pension liability	747,925	
				<u>\$ 6,401,040</u>	

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***Governmental activities long-term debt:***

Unless otherwise indicated, the governmental activities long-term debt obligations are generally paid from the General Fund.

Capital Lease Obligations:

\$180,987 capital lease with First National Bank for street dept freightliner, payable in monthly installments of \$3,379, final payment due July 28, 2015, with interest at 4.55%, paid from the Capital Improvement Plan Fund	\$3,366
\$73,361 capital lease with John Deere Financial for mini excavator, payable in monthly installments of \$1,140, final payment of \$37,439 due November 10, 2017, with interest at 3.10%, paid from the Capital Improvement Plan Fund	65,495
\$181,068 capital lease with John Deere Financial for loader, payable in monthly installments of \$1,822, final payment of \$92,804 due January 10, 2020, with interest at 3.0%, paid from the Capital Improvement Plan Fund	172,803
\$84,299 capital lease with Welch State Bank for 2015 dump truck, payable in monthly installments of \$1,518, final payment due March 24, 2020, with interest at 3.08%, paid from the Capital Improvement Plan Fund	80,389
\$141,910 capital lease with Welch State Bank for 2015 dump truck, payable in monthly installments of \$2,556, final payment due April 6, 2020, with interest at 3.08%, paid from the Capital Improvement Plan Fund	137,525
\$178,167 capital lease with Arvest Bank for seven vehicles, payable in monthly installments of \$3,210, final payment due March 1, 2020, with interest at 3.11%, paid from the Capital Improvement Plan Fund	<u>167,131</u>
	<u>\$ 626,709</u>

Capital Lease Obligations:

Current portion	\$ 108,638
Noncurrent portion	<u>518,071</u>
Total Capital Lease Obligations	<u>\$ 626,709</u>

Revenue Bonds Payable:

2002 Series Utility System Revenue Bonds:

Term bonds in the amount of \$15,365,000 dated July 1, 2002, issued by McAlester Public Works Authority and used for streets, secured by utility revenue and pledged sales tax, total principal due at maturity, interest rate at 4.30%, final maturity February 1, 2034, paid from Bond Trustee Fund.	12,275,000
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Capital appreciation bonds in the face amount of \$3,037,176 dated July 1, 2003, issued by McAlester Public Works Authority and used for streets, secured by utility revenue and pledged sales tax, principal maturing at the accreted value of \$17,560,000, interest rate at 4.30%, final maturity February 1, 2034. Interest is accreted (or added to the principal balance) until maturity, at which time, the entire principal balance of \$17,560,000 will be due and payable.

	17,560,000
Less: Unaccreted portion	<u>(11,256,231)</u>
Principal outstanding at year end	<u>6,303,769</u>

2003A Series Sales Tax Revenue Bonds:

Term Bonds in the amount of \$7,000,000 dated July 1, 2003, issued by McAlester Public Works Authority and used for education, secured by pledged sales tax, total principal due at maturity, initial interest rate at 2.10% increasing to 5.50%, final maturity September 1, 2018, paid from Bond Trustee Fund. 2,795,000

2011 Taxable Series Sales Tax Revenue Refunding Bonds:

Serial Bonds in the amount of \$5,490,000 dated December 1, 2011, issued by McAlester Public Works Authority and used for economic development, secured by pledged sales tax, principal maturing annually ranging from \$180,000 to \$445,000, interest rate at 2.695%, final maturity September 1, 2018, paid from Bond Trustee Fund 2,985,000

2012 Taxable Series Utility System & Sales Tax Revenue Refunding Notes:

Serial Bonds in the amount of \$26,120,000 dated December 28, 2012, issued by McAlester Public Works Authority and used for streets, secured by utility revenues and pledged sales tax, principal maturing semi-annually ranging from \$85,000 to \$1,275,000, interest rate at 3.8%, final maturity February 1, 2027, paid from Bond Trustee Fund 23,370,000

2013 Series Utility System & Sales Tax Revenue Notes:

Serial Bonds in the amount of \$8,890,000 dated June 1, 2013, issued by McAlester Public Works Authority and used for streets, secured by utility revenues and pledged sales tax, principal maturing semi-annually ranging from \$125,000 to \$1,205,000, interest rate at 3.53%, final maturity February 1, 2028, paid from Bond Trustee Fund 8,350,000

2014 Series Utility System & Sales Tax Revenue Notes:

Serial Bonds in the amount of \$4,910,000 dated May 20, 2014, issued by McAlester Public Works Authority and used for streets, secured by utility revenues and pledged sales tax, principal maturing semi-annually ranging from \$95,000 to \$435,000, interest rate at 3.40%, final maturity February 1, 2029, paid from Bond Trustee Fund 4,720,000

Total Revenue Bonds Payable	<u>\$ 60,798,769</u>
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Current portion	<u>\$ 3,840,000</u>
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Noncurrent portion	<u>56,958,769</u>
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Total Revenue Bonds Payable	<u>\$ 60,798,769</u>
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Unamortized bond discount	<u>(127,374)</u>
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Total Revenue Bonds Payable, net	<u>\$ 60,671,395</u>
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Accrued Compensated Absences:

Current portion	<u>\$ 230,437</u>
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Noncurrent portion	<u>2,073,935</u>
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Total Accrued Compensated Absences	<u>\$ 2,304,372</u>
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Claims Liability:	
Current portion	\$ -
Non-current portion	<u>379,150</u>
Total Claims Liability	<u>\$ 379,150</u>

***Business-type activities long-term debt:***

Notes Payable:

1999 CDBG-EDIF Promissory Note with Oklahoma Department of Commerce dated September 19, 2000, original amount of \$275,000 with an annual interest rate of 0.00%, due in monthly installments of \$1,146, final installment November 1, 2021.	\$ 88,229
2006 CDBG-ED Promissory Note with Oklahoma Department of Commerce dated October 1, 2006, original amount of \$125,000, reduced to \$67,800, with an annual interest rate of 0.00%, due in monthly installments of \$282.50, final installment October 1, 2026.	39,550
MAA Note Payable with First National Bank and used for airport, renewed on August 15, 2013, original line of credit amount of \$405,325, with an annual interest rate of 4.25%, due in monthly installments of \$5,020, final balloon installment August 15, 2016.	<u>205,208</u>
Total Notes Payable	<u>\$ 332,987</u>
Current portion	\$ 69,675
Non-current portion	<u>263,312</u>
Total Notes Payable	<u>\$ 332,987</u>

Water Rights Contract:

1987 contract with U.S. Army Corps of Engineers for water rights dated December 11, 1987, original amount of \$719,075 with an annual interest rate of 2.59% due in annual installments of \$31,859, final installment December 12, 2019.	\$ 147,625
Current portion	\$ 28,044
Non-current portion	<u>119,581</u>
Total Water Rights Contract	<u>\$ 147,625</u>

Contract Obligation:

2011 contract with Utility Service Co., Inc. for renovation of water storage tanks dated January 17, 2011, original amount of \$1,456,000 with an annual interest rate of 0%, due in annual installments of \$188,542, final installment January 17, 2018.	\$ 565,623
Current portion	\$ 188,542
Non-current portion	<u>377,081</u>
Total Water Rights Contract	<u>\$ 565,623</u>

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Landfill Closure and Post-Closure Liability:

A \$3,977,782 accrued liability has been recognized in the McAlester Public Works Authority to represent the total estimated amount owed by the Authority for closure and postclosure requirements dictated by the U.S. Environmental Protection Agency and the Oklahoma Department of Environmental Quality regulations and represented the cumulative amount of such costs reported to date based on the use of approximately 58.91% of the estimated capacity of the landfill. It is estimated that an additional \$2,774,521 will be recognized as closure and postclosure expense between the current statement of net position date and the date the landfill is expected to be filled to capacity. However, the actual cost of closure and postclosure may be higher due to inflation, changes in technology, or changes in landfill laws and regulation. The restricted use of the landfill has extended its life. The estimated remaining landfill life is now 37 years.

Current portion	\$ 397,778
Noncurrent portion	<u>3,580,004</u>
Total Landfill Closure and Postclosure Liability	<u>\$ 3,977,782</u>

Accrued Compensated Absences:

Current portion	\$ 16,455
Noncurrent portion	<u>148,096</u>
Total Accrued Compensated Absences	<u>\$ 164,551</u>

Deposits Subject to Refund:

Current portion	\$ 92,909
Noncurrent portion	<u>371,638</u>
Total Deposits Subject to Refund	<u>\$ 464,547</u>

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Debt Service Requirements to Maturity

Long-term debt service requirements to maturity of the primary government are as follows:

Year Ended June 30,	<u>Governmental Activity Debt</u>			
	<u>Capital Lease Obligations Payable</u>		<u>Revenue Bonds Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 108,638	\$ 17,688	\$ 3,840,000	\$ 2,152,800
2017	108,578	14,279	4,015,000	2,005,139
2018	140,891	10,375	4,190,000	1,849,211
2019	102,502	6,763	4,495,000	1,667,890
2020	166,100	2,533	2,885,000	1,515,786
2021-2025	-	-	17,040,000	5,682,812
2026-2030	-	-	18,030,000	1,717,117
2031-2034	-	-	3,037,176	14,522,824
<b>Total</b>	<b>\$ 626,709</b>	<b>\$ 51,638</b>	<b>57,532,176</b>	<b>31,113,579</b>
<b>Accreted Portion of Debt</b>			<b>3,266,593</b>	<b>(3,266,593)</b>
			<b>\$ 60,798,769</b>	<b>\$ 27,846,986</b>

Year Ended June 30,	<u>Business-Type Activity Debt</u>			
	<u>Notes Payable</u>		<u>Contract Obligation Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2016	\$ 69,675	\$ 7,705	\$ 188,542	\$ -
2017	169,813	1,065	188,541	-
2018	17,140	-	188,540	-
2019	17,140	-	-	-
2020	17,140	-	-	-
2021-2025	36,429	-	-	-
2026-2027	5,650	-	-	-
<b>Total</b>	<b>\$ 332,987</b>	<b>\$ 8,770</b>	<b>\$ 565,623</b>	<b>\$ -</b>

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Year Ended June 30,	<u>Water Rights Contract Obligation</u>	
	<u>Principal</u>	<u>Interest</u>
2016	\$ 28,044	\$ 3,874
2017	28,780	3,139
2018	29,534	2,385
2019	30,308	1,610
2020	30,959	934
<b>Total</b>	<b>\$ 147,625</b>	<b>\$ 11,942</b>

*Component Units* have the following long-term debt at June 30, 2015:

	Balance June 30, 2014	<u>Additions</u>	Deductions	Balance June 30, 2015	Amounts Due Within One Year
<b>Component Unit Activities (MRIICA):</b>					
Capital Lease Obligations	\$ 380,422	\$ -	\$ 287,616	\$ 92,806	\$ 92,806
Notes Payable to Banks	1,209,565	542,753	284,999	1,467,319	240,920
<b>Total Component Unit Debt</b>	<b>\$ 1,589,987</b>	<b>\$ 542,753</b>	<b>\$ 572,615</b>	<b>\$ 1,560,125</b>	<b>\$ 333,726</b>

Notes Payable to Banks (MRHCA):

The notes payable to banks are due in various period through December 2022, payable monthly, including interest at rates of 3.25% to 5.50%. The notes are secured by real estate and certain capital assets. The debt service requirements as of June 30, 2015, are as follows:

Year Ended June 30,	<u>Discretely Presented Component Unit</u>	
	<u>Notes Payable to Banks</u>	
	<u>Principal</u>	<u>Interest</u>
2016	\$ 240,920	\$ 53,410
2017	243,686	44,460
2018	238,467	35,270
2019	121,253	28,291
2020	313,609	17,636
2021-2023	309,384	20,871
<b>Total</b>	<b>\$ 1,467,319</b>	<b>\$ 199,938</b>

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Capital Lease Obligations (MRHCA):

The McAlester Regional Health Center Authority is obligated under leases for equipment that are accounted for as capital leases. The following is a schedule by year of future minimum lease payments under the capital leases, including interest at rates of 0.5% to 8.3% together with the present value of the future minimum lease payments as of June 30, 2015:

Year Ended June 30,	<u>Capital Lease Obligations Payable</u>
2016	\$ 93,674
Total minimum lease payments	93,674
Less amount representing interest	868
Present value of future minimum lease payments	<u>\$ 92,806</u>

**8. Fund Balances**

The following table shows the fund balance classifications as shown on the Governmental Funds Balance Sheet:

	General Fund	Reserve Fund	Capital Improvement Plan Fund	Dedicated Sales Tax - MPWA	Bond Trustee Fund	Other Governmental Funds	Total
Fund Balance:							
Nonspendable							
Prepaid items	\$ 2,053	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,053
Restricted For							
Grant purposes	-	-	-	-	-	212,020	212,020
Juvenile programs	-	-	-	-	-	3,321	3,321
E911	-	-	-	-	-	1,253,447	1,253,447
Economic development	-	-	-	-	-	1,291,020	1,291,020
Other	-	-	-	-	-	197,044	197,044
Police capital outlay	-	-	-	-	-	61,261	61,261
Cemetery	-	-	-	-	-	332,454	332,454
Technology improvements	-	-	-	-	-	231,387	231,387
Emergencies	-	3,660,533	-	-	-	-	3,660,533
Capital improvements:							
Economic development-bond repayment	-	-	800,000	-	-	-	800,000
Economic development - trustee accounts	-	-	-	-	40,996	-	40,996
Streets - trustee accounts	-	-	-	-	6,709,626	-	6,709,626
Debt Service	-	-	-	596,200	7,254,403	1,662,096	9,512,699
Sub-total Restricted	-	3,660,533	800,000	596,200	14,005,025	5,244,050	24,305,808
Assigned to:							
Tourism	-	-	-	-	-	722,932	722,932
Economic development	-	-	-	-	-	1,994,461	1,994,461
Other	-	-	-	-	-	32,744	32,744
Police capital outlay	-	-	-	-	-	407	407
Capital improvements	-	-	1,010,914	-	-	-	1,010,914
Nutrition services	41,881	-	-	-	-	-	41,881
Sub-total Assigned	41,881	-	1,010,914	-	-	2,750,544	3,803,339
Unassigned	2,122,942	-	-	-	-	-	2,122,942
Total Fund Balance	<u>\$ 2,166,876</u>	<u>\$ 3,660,533</u>	<u>\$ 1,810,914</u>	<u>\$ 596,200</u>	<u>\$ 14,005,025</u>	<u>\$ 7,994,594</u>	<u>\$ 30,234,142</u>

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**Restricted Net Position – Governmental Activities**

The following table shows the net position restricted for other purposes as shown on the Statement of Net Position:

Fund	Restricted By	Amount
Juvenile Fine Fund	State statutes and/or debt indentures	\$ 3,321
State Forfeiture Fund	State statutes and/or debt indentures	7,006
Cemetery Perpetual Care Fund	State statutes and/or debt indentures	332,454
Federal Forfeiture Fund	State statutes and/or debt indentures	44,616
Capital Improvement Plan Fund	State statutes and/or debt indentures	800,000
		<u>\$ 1,187,397</u>
Dedicated Sales Tax - MPWA	External parties (voters)	\$ 596,200
E911 Fund	External parties (voters)	1,253,447
Reserve Fund	External parties (voters)	3,660,533
Economic Development Fund	External parties (voters)	1,291,020
Gifts & Contributions Fund	External parties (donors)	197,044
Sales Tax - Schools Fund	External parties (voters)	1,662,096
Fire Improvement Grant Fund	External parties (grantors)	260
Police Equipment Fund	External parties (grantors)	9,639
CDBG Fund	External parties (grantors)	211,760
Technology Fund	External parties (voters)	231,387
		<u>\$ 9,113,386</u>

**Prior Period Adjustments**

Beginning net position was restated as of June 30, 2015 as follows:

	Fund Level	Fund Level	Government-Wide	
	MPWA	MAA	Governmental Activities	Business-Type Activities
Beginning net position (deficit), as previously reported	\$ 23,070,711	\$ 2,953,943	\$ (11,833)	\$ 26,024,654
Implementation of GASB Statements 68 & 71	(821,919)	(66,997)	(12,205,265)	(888,916)
Beginning net position (deficit), restated	<u>\$ 22,248,792</u>	<u>\$ 2,886,946</u>	<u>\$ (12,217,098)</u>	<u>\$ 25,135,738</u>

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**9. Dedicated Tax Revenues and Pledges of Future Revenues**

Sales and Use Tax

Sales and use tax revenue represents a 3.50 cents tax on each dollar of taxable sales which is recorded as revenue within the respective funds. Upon receipt, the sales tax is recorded as follows:

- 2 cents is recorded in the General Fund.
- 1 cent recorded in the Dedicated Sales Tax Fund MPWA and then transferred to the McAlester Public Works Authority Fund for the payment of debt service restricted by voter approval.
- ¼ cent recorded in the Sales Tax Schools Fund for the acquisition, construction, equipment and financing of education facilities and the payment of debt service for such purpose restricted by voter approval (effective April 1, 2003).
- ¼ cent recorded in the Economic Development Fund for economic development and the payment of debt service for such purpose restricted by voter approval (effective April 1, 2003).

Pledge of Future Revenues

*Sales Tax and Utility Net Revenues Pledge* - The City has pledged one and one-half cents (or 42.86%) of future sales tax revenues to repay \$60,798,769 of Series 2002, 2003, 2011, 2012, 2013 and 2014 Sales Tax and Utility System Bonds. Proceeds from the bonds provided financing for capital assets, economic development, and school related capital contributions. The 2003A and 2011 bonds are payable solely from pledged sales tax revenues. The 2002, 2012, 2013 and 2014 bonds and the 1999 loan are payable from pledged sales tax revenues and further secured by net water, wastewater, and sanitation revenues. The bonds are payable anywhere from 2018 through 2034. The total principal and interest payable for the remainder of the life of these bonds is \$88,645,755, which includes \$17,560,000 of accreted bonds. Pledged sales taxes transferred in the current year were \$6,040,797 and the net utility revenues were \$1,927,239. Debt service payments of \$5,939,011, excluding accreted interest, for the current fiscal year were 98.3% of the pledged and transferred sales taxes and 74.5% of both pledged and transferred sales taxes and utility revenues.

**10. Internal and Interfund Balances and Transfers**

*Transfers:*

Internal transfers between funds and activities for the year ended June 30, 2015, were as follows:

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Transfer From	Transfer To	Amount	Nature of Transfer
General Fund	McAlester Airport Authority	\$ 143,627	Operating transfer
General Fund	McAlester Airport Authority	40,525	Transfer of donations
General Fund	Capital Improvement Plan Fund	1,507,137	Transfer for capital improvements
General Fund	Tourism/SE Expo Fund	155,000	Operating transfer
Capital Improvement Plan Fund	MPWA	188,542	Debt service payments
Capital Improvement Plan Fund	MPWA	136,209	Operating transfer-O&M expense
Dedicated Sales Tax Fund	Bond Trustee Fund	4,496,369	Debt payments to trustee bank
Sales Tax - Schools Fund	Bond Trustee Fund	651,345	Debt payments to trustee bank
Economic Development Fund	Bond Trustee Fund	893,083	Debt payments to trustee bank
Economic Development Fund	MPWA	3,390	Debt service payments
MPWA	General Fund	1,899,224	Operating transfer
MPWA	CDBG Grants Fund	226,479	Matching grant monies
MPWA	Capital Improvement Plan Fund	98,000	Transfer for capital improvements
		\$ 10,438,930	

	Transfers In	Transfers Out	Net Transfers/ Internal Activity
Reconciliation to Fund Financial Statements:			
Governmental Funds	\$ 9,926,637	\$ (8,215,227)	\$ 1,711,410
Enterprise Funds	512,293	(2,223,703)	(1,711,410)
Total Transfers	\$ 10,438,930	\$ (10,438,930)	\$ -

	Governmental	Business-Type
Reconciliation to statement of activities:		
Net transfers	\$ 1,711,410	\$ (1,711,410)
Reclassification of charges for services revenue between activities	266,943	(266,943)
Reclassification of capital asset purchases between activities	(903,036)	903,036
Total Transfers - Internal Activity	\$ 1,075,317	\$ (1,075,317)

**Balances:**

Interfund receivables and payables at June 30, 2015, were as follows:

Due From	Due To	Amount	Nature of Interfund Balance
General Fund	Capital Improvement Plan Fund	\$ 800,000	Bond related issues
General Fund	Fleet Maintenance Fund	26,283	GF share of payroll liability
General Fund	Workers Compensation Fund	266,476	GF share of claims liability
Juvenile Fine Fund	Gifts & Contributions Fund	25,000	Park donation
MPWA	Fleet Maintenance Fund	8,519	GF share of payroll liability
MPWA	Workers Compensation Fund	94,505	GF share of claims liability
MAA	Capital Improvement Plan Fund	335,045	Negative share of cash
		\$ 1,555,828	

	Due From Other Fund	Due To Other Funds	Internal Service Funds Reconciliation	Net Activity/ Internal Balances
Reconciliation to Fund Financial Statements:				
Governmental Funds	\$ 1,160,045	\$ (1,117,759)	\$ 395,783	\$ 438,069
Enterprise Funds	-	(438,069)	-	(438,069)
Total Interfund Balances	\$ 1,160,045	\$ (1,555,828)	\$ 395,783	\$ -

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The City continues to report an interfund receivable/payable in the original amount of \$3,291,826 between the General Fund and the Capital Improvement Plan Fund (MPWA). This interfund receivable/payable is the result of questions raised in a forensic audit dealing with questioned transfers made in prior years from the MPWA to the General Fund. At the current time, the City has developed a schedule of annual reimbursements to be made by the General Fund to the Capital Improvement Plan Fund(MPWA) until the interfund payable is deemed to be satisfied. The current balance of this interfund receivable/payable is \$800,000.

**11. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee health and life; and natural disasters. The City manages these various risks of loss as follows:

- General Liability and Physical Property – Purchased commercial insurance with no risk of loss retained.
- Workers’ Compensation - Self- insured up to \$250,000 per occurrence. Additional coverage is maintained with a reinsurance policy up to a \$5,000,000 limit. The reinsurance policy also covers aggregate losses exceeding \$800,000 with a limit of \$1,000,000 during the two year policy period.
- Dental Insurance Self- insured.
- Employee’s Group Medical – Covered through purchased commercial insurance with no risk of loss retained.

Management believes the insurance coverage listed above is sufficient to preclude any significant uninsured losses to the City. There were no significant changes in coverage in the current year and settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

Claims Liability Analysis

The claims liabilities related to the above noted risks of loss that are retained are determined in accordance with the requirements of Statement of Financial Accounting Standard No. 5, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. For workers’ compensation, changes in the claims liability for the City from July 1, 2012 to June 30, 2015 are as follows:

	Total Claims Liability
Claims liability, July 1, 2012	\$ 409,499
Claims incurred	362,992
Claims paid	(217,270)
Claims liability, June 30, 2013	555,221
Claims incurred	651,263
Claims paid	(702,843)
Claims liability, June 30, 2014	503,641
Claims incurred	621,507
Claims paid	(745,998)
Claims liability, June 30, 2015	\$ 379,150

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## **12. Contingencies**

### *Litigation:*

The City is a party to various legal proceedings which normally occur in the course of governmental operations. The financial statements do not include accruals or provisions for loss contingencies that may result from these proceedings. State statutes provide for the levy of an ad valorem tax over a three-year period by a City Sinking Fund for the payment of any court assessed judgment rendered against the City. While the outcome of the above noted proceedings cannot be predicted, due to the insurance coverage maintained by the City and the State statute relating to judgments, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

### *Federal and State Award Programs:*

The City of McAlester participates in various federal or state grant/loan programs from year to year. In 2015, the City's involvement in federal and state award programs was significant. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. The City has not been notified of any noncompliance with federal or state award requirements. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

### *ODEQ Consent Orders:*

The City of McAlester is currently under two Consent Orders from the Oklahoma Department of Environmental Quality (ODEQ) related to the water treatment plant: Case No. 07-233 and Case 09-241.

Case 07-233 relates to disinfection by-products (DBP's). The City continues to work on this Consent Order. The report was reviewed by ODEQ resulting in comments that were addressed in an Engineering Report submitted to ODEQ on July 31, 2014. The City is currently working with Severn Trent Services to develop a Corrective Action Plan (CAP) to be submitted to ODEQ for review and approval, as the next step to achieving compliance with Case No. 07-233.

Case 09-241 relates to the discharge from the plant's backwash lagoons. The project included construction of the WTP's Residual Handling facilities, substantially completed in November 2013. This is identified as Task D of Case No. 09-241. ODEQ has been notified and will need to be included in the final review and acceptance. The City will be working with STS to be in compliance with ODEQ's Permit for discharge requirements.

## **13. Pension Plan Participation**

The City of McAlester participates in four pension or retirement plans:

1. Oklahoma Firefighter's Pension and Retirement System (OFPRS) – a statewide cost-sharing plan
2. Oklahoma Police Pension and Retirement System (OPPRS) – a statewide cost-sharing plan
3. City of McAlester Employee's Retirement System - a single-employer defined benefit plan
4. City of McAlester Employee's Retirement System – a single-employer defined contribution plan

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*City of McAlester Employee's Retirement System Defined Benefit Plan:*

The City contributes to the City of McAlester Employees' Retirement System (the "System"), which is a single employer defined benefit pension plan administered by the City of McAlester City Council. All non-union full-time City employees that were employed prior to July 1, 2013 participate in the System. The City's retirement ordinance requires that actuarial valuations be performed annually to determine if the City's fixed contribution rate is adequate to fund the actuarially determined contribution requirement. The System does not issue separate annual financial statements. On June 30, 2013 the Defined Benefit Pension Plan was frozen for all non-uniform active participants.

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

Year established and governing authority	1995 by City Council Ordinance
Determination of Contribution requirements	Actuarially determined
Employer	13.9% of Payroll (\$489,408 annual required contribution)
Plan members	None required
Funding of administrative costs	Investment earnings
Period required to vest	10 years
Eligibility for distribution	Age 55 with ten years credited service. Annual rate of retirement starts at 5% at age 56.
Provisions for:	
Disability benefits	Yes
Death benefits	Yes

*A. Summary of Significant Accounting Policies and Plan Asset Matters*

Basis of Accounting - Disclosures of the System's financial condition are prepared using the accrual basis of accounting. Employer contributions are recognized as System revenues in the period in which employee services are performed.

*B. Employees Covered by Benefit Terms*

Active Employees	88
Terminated Vested Employees	29
Retirees or Retiree Beneficiaries	<u>75</u>
Total	<u>192</u>

*C. Changes in Net Pension Liability*

The total pension liability was determined based on an actuarial valuation performed as of July 1, 2014 which is also the measurement date. There were no changes in assumptions or changes in benefit terms that affected measurement of the total pension liability. There were also no changes between the measurement date of July 1, 2014 and the City's report ending date of June 30, 2015, that would have had a significant impact on the net pension liability. The following table reports the components of changes in net pension liability:

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Schedule of Changes in Net Pension Liability			
Increase (Decrease)			
	Total Pension Liability (a)	Plan Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/2013	\$ 16,127,470	\$ 11,855,474	\$ 4,271,996
Changes for the Year:			
Service Cost	-	-	-
Interest	1,125,249	-	1,125,249
Difference between expected and actual experience	354,880	-	354,880
Changes of assumptions	-	-	-
Benefit changes	-	-	-
Benefit payments	(992,995)	(992,995)	-
Net investment income	-	2,444,464	(2,444,464)
City contributions	-	580,226	(580,226)
Plan administrative expenses	-	(148,960)	148,960
Other changes	-	71,351	(71,351)
Net Changes	<u>487,134</u>	<u>1,954,086</u>	<u>(1,466,952)</u>
Balances at 6/30/14	<u>\$ 16,614,604</u>	<u>\$ 13,809,560</u>	<u>\$ 2,805,044</u>

The City reported \$45,707 in pension expense for the year ended June 30, 2015. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 286,634	\$ -
Net difference between projected and actual earnings on pension plan investments	-	1,219,067
City contributions subsequent to the measurement date	<u>495,901</u>	<u>-</u>
Total	<u>\$ 782,535</u>	<u>\$ 1,219,067</u>

\$495,901 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2015. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

**Year ended June 30:**

2016	\$ (236,521)
2017	(236,521)
2018	(236,521)
2019	(236,520)
2020	13,650
	<u>\$ (932,433)</u>

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**GASB 67 Pension Disclosures**

Since the System does not issue separate financial statements, note disclosures required to be presented in accordance with GASB 67 are being reported in the City's notes to the financial statements. Additional disclosures required by GASB 67 follow.

**Additional Accounting Policies, Actuarial Assumptions and Methods (GASB 67)**

For GASB Statement 67 purposes, the method used to value investments is the market value (fair value).

GASB Statement 67 also requires the use of the Entry Age Normal actuarial cost method. Since this plan has been frozen, the method used for funding shown on page 57 (Projected Unit Credit) generates the same pension liability as the Entry Age Normal method.

The plan's policy in regard to the allocation of invested assets is established by the City Council. The current asset allocation policy is 70% equity investments, 25% fixed income investments, and 5% cash. The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimate of geometric real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2015 are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
Domestic equity	4.9%
International equity	1.2%
Fixed income	1.0%
Cash	0.1%
Total	7.2%

The discount rate used to measure the total pension liability was 7.20%. The City has, on average, made contributions that exceed the ADEC over the past five years. If the City continues to contribute in this fashion, the plan will always be sufficiently funded to pay benefits due. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability. The annual money-weighted rate of return, net of expenses paid from the trust, was 0.2%.

The following presents the net pension liability calculated using the discount rate of 7.20 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1% point lower (6.20 percent) or 1% point higher (8.20 percent) than the current rate:

	1% Decrease (6.20%)	Current Discount Rate (7.2%)	1% Increase (8.20%)
<b>City's Total Pension Liability</b>			
City's Net Pension Liability - 2014	\$ 4,591,430	\$ 2,805,044	\$ 1,149,537
City's Net Pension Liability - 2015	\$ 6,384,635	\$ 3,783,419	\$ 1,598,494

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The components of the net pension liability of the City June 30, 2014 & 2015, were as follows:

	2014	2015
Total Pension Liability	\$ 16,614,604	\$ 17,101,719
Plan Fiduciary Net Position	<u>13,809,560</u>	<u>13,318,300</u>
Net Pension Liability	<u>\$ 2,805,044</u>	<u>\$ 3,783,419</u>
Plan Fiduciary Net Position as a percentage of the total pension liability	83.1%	77.9%

*Firefighter Pension System:*

*Plan Summary Information.* The City of McAlester, as the employer, participates in a statewide cost-sharing multiple employer defined benefit pension plan through the Oklahoma Firefighter's Pension and Retirement System (OFPRS). The OFPRS defined benefit pension plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Pursuant to the requirements of Title 11, section 22-102, the City must participate in the plan if they employ fulltime or volunteer firefighters.

The State made on-behalf payments to the Oklahoma Firefighter's Pension and Retirement System of \$710,664 (or 34.4% of covered payroll).

The OFPRS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to OFPRS, 4545 N. Lincoln Blvd., Suite 265, Oklahoma City, OK 73105-3414.

*Funding Policy.* OFPRS plan members are required to contribute 9% of their annual salary to the plan. The City is required by state law to contribute 14% of the members' annual salary. The plan is funded by contributions from participants, employers, insurance premium taxes, and state appropriations, as necessary.

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**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** - At June 30, 2015, the City reported a net pension liability of \$7,961,756 for its proportionate share of the total net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2014. The City's proportion of the net pension liability was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2014. Based upon this information, the City's proportion was 0.7742279 percent.

For the year ended June 30, 2015, the City recognized pension expense of \$715,071. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 189,700	\$ -
Net difference between projected and actual earnings on pension plan investments	-	1,205,192
City contributions subsequent to the measurement date	<u>285,987</u>	<u>-</u>
Total	<u>\$475,687</u>	<u>\$1,205,192</u>

\$285,987 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	\$ (265,972)
2017	(265,972)
2018	(265,972)
2019	(265,972)
2020	35,326
Thereafter	<u>13,070</u>
Total	<u>\$ (1,015,492)</u>

**Actuarial Assumptions**- The total pension liability was determined by an actuarial valuation as of July 1, 2014, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	3%
Salary increases:	3.5% to 9.0% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense

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Mortality rates were based on the RP2000 combined healthy with blue collar adjustment as appropriate, with adjustments for generational mortality improvement using scale AA for healthy lives and no mortality improvement for disabled lives.

The actuarial assumptions used in the July 1, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2007, to June 30, 2012.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2014, are summarized in the following table:

Asset	Target Allocation	Long-Term Expected Real Rate of Return
Fixed income	20%	5.48%
Domestic equity	37%	9.61%
International equity	20%	9.24%
Real estate	10%	7.76%
Other assets	13%	6.88%

**Discount Rate**- The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 36% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**-The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Employers' net pension liability	\$ 10,396,372	\$ 7,961,756	\$ 5,920,599

**Pension plan fiduciary net position** - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the FPRS which can be located at [www.ok.gov/FPRS](http://www.ok.gov/FPRS).

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*Police Pension System:*

*Plan Summary Information.* Pursuant to the requirements of Title 11, section 22-102, the City of McAlester participates in the statewide cost-sharing multi-employer defined benefit plan administered by the Oklahoma Police Pension and Retirement System (OPPRS).

The State made on-behalf payments to the Oklahoma Police Pension and Retirement System of \$289,219 (or 12.1% of covered payroll).

The OPPRS issues a publicly available report that includes financial statements, which can be obtained from the Oklahoma Police Pension and Retirement System, 1001 N.W. 63<sup>rd</sup> Street, Oklahoma City, OK, 73116-7335.

*Funding Policy.* OPPRS plan members are required to contribute 8% of their annual salary to the plan. The City is required by state law to contribute 13% of the members' annual salary. The plan is funded by contributions from participants, employers, insurance premium taxes, and state appropriations, as necessary.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions** - At June 30, 2015, the City reported a net pension asset of \$267,389 for its proportionate share of the total net pension asset. The net pension asset was measured as of June 30, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of July 1, 2014. The City's proportion of the net pension asset was based on the City's contributions received by the pension plan relative to the total contributions received by pension plan for all participating employers as of June 30, 2014. Based upon this information, the City's proportion was 0.7942 percent.

For the year ended June 30, 2015, the City recognized pension expense of \$103,986. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of <u>Resources</u>	Deferred Inflows of <u>Resources</u>
Differences between expected and actual Experience	\$ -	\$ 120,130
Net difference between projected and actual earnings on pension plan investments	-	939,829
City contributions subsequent to the measurement date	<u>312,194</u>	<u>-</u>
Total	<u>\$312,194</u>	<u>\$1,059,959</u>

\$312,194 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as an increase of the net pension

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asset in the year ended June 30, 2016. Any other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	\$ (259,838)
2017	(259,838)
2018	(259,838)
2019	(259,838)
2020	<u>(20,607)</u>
Total	<u>\$ (1,059,959)</u>

**Actuarial Assumptions**-The total pension liability was determined by an actuarial valuation as of July 1, 2014, using the following actuarial assumptions, applied to all prior periods included in the measurement:

Inflation:	3%
Salary increases:	4.5% to 17% average, including inflation
Investment rate of return:	7.5% net of pension plan investment expense
Mortality rates:	Active employees (pre-retirement) RP-2000 Blue Collar Healthy Combined table with age set back 4 years with fully generational improvement using Scale AA.
	Active employees (post-retirement) and nondisabled pensioners: RP-2000 Blue Collar Healthy Combined table with fully generational improvement using scale AA.
	Disabled pensioners: RP-2000 Blue Collar Healthy Combined table with age set forward 4 years with fully generational improvement using Scale AA.

The actuarial assumptions used in the July 1, 2014, valuation were based on the results of an actuarial experience study for the period July 1, 2007, to June 30, 2012.

The long-term expected rate of return on pension plan investments was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2014, are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Fixed income	2.83%
Domestic equity	6.47%
International equity	6.98%
Real estate	5.50%

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Private Equity	5.96%
Commodities	3.08%

The current allocation policy is that approximately 60% of assets in equity instruments, including public equity, long-short hedge, venture capital, and private equity strategies; approximately 25% of assets in fixed income to include investment grade bonds, high yield and non-dollar denominated bonds, convertible bonds, and low volatility hedge fund strategies; and 15% of assets in real assets to include real estate, commodities, and other strategies.

**Discount Rate**-The discount rate used to measure the total pension liability was 7.5%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, determined by State statutes. Projected cash flows also assume the State of Oklahoma will continue contributing 14% of the insurance premium, as established by statute. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**-The following presents the net pension liability of the employers calculated using the discount rate of 7.5%, as well as what the Plan's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.5%) or 1-percentage-point higher (8.5%) than the current rate:

	<u>1% Decrease (6.5%)</u>	<u>Current Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
Employers' net pension liability (asset)	\$ 1,590,976	\$ (267,389)	\$(1,833,594)

**Pension plan fiduciary net position** - Detailed information about the pension plan's fiduciary net position is available in the separately issued financial report of the OPPRS; which can be located at [www.ok.gov/OPPRS](http://www.ok.gov/OPPRS).

*Summary of Contributions:*

<u>Oklahoma Firefighter's Pension and Retirement System</u>			<u>Oklahoma Police Pension and Retirement System</u>		
<u>Fiscal Year</u>	<u>Required Contribution</u>	<u>Percentage Contributed</u>	<u>Fiscal Year</u>	<u>Required Contribution</u>	<u>Percentage Contributed</u>
2013	271,937	100%	2013	290,215	100%
2014	289,425	100%	2014	288,315	100%
2015	285,987	100%	2015	312,194	100%

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*OMRF Defined Contribution Plan:*

Effective July 1, 2013, the City has also provided a defined contribution plan and trust known as the City of McAlester Plan and Trust (the "Plan") in the form of The Oklahoma Municipal Retirement System Master Defined Contribution Plan (OMRF). OMRF operations are supervised by a nine-member Board of Trustees elected by the participating municipalities. The plan is administered by JPMorgan Chase Bank. The defined contribution plan is available to all full-time employees except those participating in state fire or police programs. Benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate upon employment. By City ordinance, the City, as employer, shall contribute to the Fund an amount equal to 50% of the Participant's contributions under the City's Deferred Compensation Plan 457. The Employer match shall be limited to 6.00% of these Participant's earnings effective July 1, 2013. The City's contributions for each employee (and interest allocated to the employee's account) are vested at a rate of 100% after 7 years of service. City contributions for, and interest forfeited by, employees who leave employment prior to fully vesting shall reduce the Employer contribution. The authority to establish and amend the provisions of the plan rests with the City Council.

For the year ended June 30, 2015, the City contributed \$168,672 to the plan.

OMRF issues separate plan financial statements which may be obtained by contacting the Oklahoma Municipal Retirement Fund, 100 N. Broadway, Oklahoma City, Oklahoma, 73102.

#### **14. NEW ACCOUNTING PRONOUNCEMENTS**

The GASB has issued several new accounting pronouncements, which will be effective in subsequent years. A description of the new accounting pronouncements, the fiscal year in which they are effective, and the City's consideration of the impact of these pronouncements are described below:

Statement No 72, *Fair Value Measurement and Application* was issued in February 2015 and addresses accounting and financial reporting issues related to fair value measurements. It provides guidance for determining a fair value measurement for financial reporting purposes and also for applying fair value to certain investments and disclosures related to all fair value measurements. This statement is effective for periods beginning after June 15, 2015. The City has not yet determined the impact that implementation of GASB 72 will have on its net position.

Statement No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68* was issued in June 2015 and establishes requirements for defined benefit pensions that are not within the scope of Statement No. 68, *Accounting and Financial Reporting for Pensions*, as well as for the assets accumulated for purposes of providing those pensions. In addition, it establishes requirements for defined contribution pensions that are not within the scope of Statement 68. It also amends certain provisions of Statement No. 67, *Financial Reporting for Pension Plans*, and Statement 68 for pension plans and pensions that are within their respective scopes. The requirements of this Statement that address accounting and financial reporting by employers and governmental nonemployer contributing entities for pensions that are not within the scope of Statement 68 are effective for financial statements for fiscal years beginning after June 15, 2016, and the requirements of this Statement that address financial reporting for assets accumulated for purposes of providing those pensions are effective for fiscal years beginning after June 15, 2015. The requirements of this Statement is for pension plans that are within the scope of Statement 67 or for pensions that are within the scope of Statement 68 are effective for fiscal

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years beginning after June 15, 2015. The City has not yet determined the impact that implementation of GASB 73 will have on its net position.

Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans* was issued in June 2015, and replaces Statements No. 43, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. It also includes requirements for defined contribution OPEB plans that replace the requirements for those OPEB plans in Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, as amended, Statement 43, and Statement No. 50, *Pension Disclosures*. This Statement is effective for financial statements for fiscal years beginning after June 15, 2016. The City has not yet determined the impact that implementation of GASB 74 will have on its net position.

Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* was issued in June 2015, and addresses accounting and financial reporting for OPEB that is provided to the employees of state and local governmental employers. This Statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures. For a defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Note disclosure and required supplementary information requirements about defined benefit OPEB also are addressed. This Statement is effective for fiscal years beginning after June 15, 2017. The City has not yet determined the impact that implementation of GASB 75 will have on its net position.

GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments* was issued in June 2015, and was issued to identify the context of the current governmental financial reporting environment—the hierarchy of generally accepted accounting principles (GAAP). The “GAAP hierarchy” consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. This Statement supersedes Statement No. 55, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*. The requirements of this Statement are effective for financial statements for periods beginning after June 15, 2015. The City has not yet determined the impact that implementation of GASB 76 will have on its net position.

GASB Statement No. 77, *Tax Abatement Disclosures* was issued in August 2015, and establishes financial reporting standards for tax abatement agreements entered into by state and local governments. The disclosures required by this Statement encompass tax abatements resulting from both (a) agreements that are entered into by the reporting government and (b) agreements that are entered into by other governments and that reduce the reporting government’s tax revenues. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2015. The City has not yet determined the impact that implementation of GASB 77 will have on its net position.

**REQUIRED SUPPLEMENTARY INFORMATION**

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**Budgetary Comparison Schedules (Budgetary Basis) – Year Ended June 30, 2015**

	GENERAL FUND (BUDGETARY BASIS)			
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Beginning Budgetary Fund Balance:</b>	\$ -	\$ 1,133,566	\$ 2,797,094	\$ 1,663,528
<b>Resources (Inflows):</b>				
<b>TAXES:</b>				
Sales tax	7,901,198	7,901,198	7,883,669	(17,529)
Use tax	636,900	636,900	660,183	23,283
Franchise tax	632,900	632,900	605,193	(27,707)
<b>Total Taxes</b>	<u>9,170,998</u>	<u>9,170,998</u>	<u>9,149,045</u>	<u>(21,953)</u>
<b>INTERGOVERNMENTAL</b>				
Alcoholic beverage tax	137,800	137,800	138,540	740
Tobacco/cigarette tax	157,000	157,000	160,926	3,926
Gas excise tax	35,100	35,100	34,093	(1,007)
Vehicle tax	142,000	142,000	138,945	(3,055)
Grant revenue	25,300	96,282	53,517	(42,765)
<b>Total Intergovernmental</b>	<u>497,200</u>	<u>568,182</u>	<u>526,021</u>	<u>(42,161)</u>
<b>CHARGES FOR SERVICES:</b>				
Court costs	302,200	302,200	330,613	28,613
Cemetery opening/closing	32,100	32,100	30,453	(1,647)
Incarceration fee	-	-	14,449	14,449
Cemetery fees	21,075	21,075	11,450	(9,625)
Swimming pool revenue	19,300	19,300	29,840	10,540
Ambulance revenue	452,700	452,700	532,722	80,022
Street cuts	14,000	14,000	1,025	(12,975)
Recreation fees	3,600	3,600	3,400	(200)
Oil and gas leases	1,134,800	1,134,800	834,255	(300,545)
Abatements	35,100	35,100	15,708	(19,392)
Rental rooms	4,500	4,500	7,706	3,206
Burgular alarms	5,100	5,100	12,378	7,278
Complex concessions	14,000	14,000	12,826	(1,174)
Complex rental	12,700	12,700	12,744	44
<b>Total Charges for Services</b>	<u>2,051,175</u>	<u>2,051,175</u>	<u>1,849,769</u>	<u>(201,406)</u>
<b>FINES AND FORFEITURES</b>	<u>755,500</u>	<u>755,500</u>	<u>888,425</u>	<u>132,925</u>
<b>LICENSES AND PERMITS</b>	<u>82,300</u>	<u>82,300</u>	<u>102,207</u>	<u>19,907</u>
<b>INVESTMENT INCOME</b>	<u>23,800</u>	<u>23,800</u>	<u>19,645</u>	<u>(4,155)</u>
<b>MISCELLANEOUS:</b>				
Auctions	19,000	19,000	999	(18,001)
Hay sales	2,000	2,000	800	(1,200)
Vendors	500	500	186	(314)
Cemetery lots	12,535	12,535	8,531	(4,004)
Demolitions	400	400	6,940	6,540
Court admin fee	4,000	4,000	3,299	(701)
Miscellaneous	11,880	11,880	14,498	2,618
Credit card payment fees	9,684	9,684	9,872	188
Education & training revenue	-	-	3,750	3,750
Restitution reimbursements	5,541	5,541	5,541	-
Reimbursements	29,521	29,521	18,257	(11,264)
<b>Total Miscellaneous</b>	<u>95,061</u>	<u>95,061</u>	<u>72,673</u>	<u>(22,388)</u>
<b>OTHER FINANCING SOURCES:</b>				
Transfers from other funds	1,899,224	1,899,224	1,899,224	-
<b>Total Other Financing Sources</b>	<u>1,899,224</u>	<u>1,899,224</u>	<u>1,899,224</u>	<u>-</u>
<b>Amounts available for appropriation</b>	<u>14,575,258</u>	<u>15,779,806</u>	<u>17,304,103</u>	<u>1,524,297</u>

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GENERAL FUND (BUDGETARY BASIS)				
	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Charges to Appropriations (Outflows):</b>				
<b>LEGISLATURE:</b>				
Mayor and Council:				
Personal services	4,889	4,890	4,845	45
Materials and supplies	3,750	3,750	1,631	2,119
Other services and charges	98,421	115,852	111,639	4,213
<b>TOTAL LEGISLATURE</b>	<b>107,060</b>	<b>124,492</b>	<b>118,115</b>	<b>6,377</b>
<b>ADMINISTRATION:</b>				
City Manager:				
Personal services	288,508	274,946	268,049	6,897
Materials and supplies	2,500	2,500	2,101	399
Other services and charges	54,900	108,985	108,483	502
Capital outlay	25,000	8,185	8,185	-
<b>Total City Manager</b>	<b>370,908</b>	<b>394,616</b>	<b>386,818</b>	<b>7,798</b>
Finance:				
Personal services	241,608	272,320	271,563	757
Materials and supplies	3,700	2,817	2,816	1
Other services and charges	5,750	6,550	5,406	1,144
<b>Total Finance</b>	<b>251,058</b>	<b>281,687</b>	<b>279,785</b>	<b>1,902</b>
City Clerk:				
Personal services	89,518	100,926	100,922	4
Materials and supplies	400	400	228	172
Other services and charges	19,520	15,748	6,015	9,733
<b>Total City Clerk</b>	<b>109,438</b>	<b>117,074</b>	<b>107,165</b>	<b>9,909</b>
City Attorney:				
Personal services	22,829	22,832	22,828	4
Materials and supplies	200	200	-	200
Other services and charges	51,000	106,207	105,392	815
<b>Total City Attorney</b>	<b>74,029</b>	<b>129,239</b>	<b>128,220</b>	<b>1,019</b>
Court:				
Personal services	152,417	143,925	142,633	1,292
Materials and supplies	600	600	218	382
Other services and charges	20,200	137,243	137,051	192
<b>Total Court</b>	<b>173,217</b>	<b>281,768</b>	<b>279,902</b>	<b>1,866</b>
Interdepartmental:				
Personal services	266,672	-	-	-
Materials and supplies	66,500	44,929	34,356	10,573
Other services and charges	714,079	694,487	659,449	35,038
<b>Total Interdepartmental</b>	<b>1,047,251</b>	<b>739,416</b>	<b>693,805</b>	<b>45,611</b>
Information Services:				
Personal services	71,773	72,687	71,923	764
Materials and supplies	3,850	3,850	2,199	1,651
Other services and charges	89,000	78,790	73,224	5,566
Capital outlay	20,000	15,079	15,000	79
<b>Total Information Services</b>	<b>184,623</b>	<b>170,406</b>	<b>162,346</b>	<b>8,060</b>

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	GENERAL FUND (BUDGETARY BASIS)			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
ADMINISTRATION, (Continued):				
CID:				
Personal services	632,275	649,098	636,107	12,991
Materials and supplies	8,880	10,380	9,298	1,082
Other services and charges	8,000	6,500	3,859	2,841
Total CID	<u>649,155</u>	<u>665,978</u>	<u>649,264</u>	<u>16,714</u>
TOTAL ADMINISTRATION	<u>2,859,679</u>	<u>2,780,184</u>	<u>2,687,305</u>	<u>92,879</u>
PUBLIC SAFETY:				
Patrol:				
Personal services	2,597,433	2,773,852	2,710,209	63,643
Materials and supplies	180,820	174,820	154,476	20,344
Other services and charges	158,679	158,679	141,348	17,331
Total Patrol	<u>2,936,932</u>	<u>3,107,351</u>	<u>3,006,033</u>	<u>101,318</u>
Animal Control:				
Personal services	39,594	40,980	39,744	1,236
Materials and supplies	9,550	8,050	4,260	3,790
Other services and charges	5,350	3,350	1,773	1,577
Total Animal Control	<u>54,494</u>	<u>52,380</u>	<u>45,777</u>	<u>6,603</u>
Communications:				
Personal services	172,115	218,902	206,386	12,516
Materials and supplies	2,000	2,000	1,210	790
Other services and charges	2,000	2,000	1,409	591
Total Communications	<u>176,115</u>	<u>222,902</u>	<u>209,005</u>	<u>13,897</u>
Fire:				
Personal services	3,016,125	3,098,362	2,980,347	118,015
Materials and supplies	67,900	75,092	71,272	3,820
Other services and charges	156,570	213,013	177,856	35,157
Total Fire	<u>3,240,595</u>	<u>3,386,467</u>	<u>3,229,475</u>	<u>156,992</u>
EMS:				
Materials and supplies	53,000	53,000	43,506	9,494
Other services and charges	112,186	57,269	53,245	4,024
Total EMS	<u>165,186</u>	<u>110,269</u>	<u>96,751</u>	<u>13,518</u>
TOTAL PUBLIC SAFETY	<u>6,573,322</u>	<u>6,879,369</u>	<u>6,587,041</u>	<u>292,328</u>
COMMUNITY SERVICES:				
Parks:				
Personal services	584,299	567,824	572,711	15,113
Materials and supplies	105,950	111,954	100,786	11,168
Other services and charges	92,700	99,581	97,187	2,394
Total Parks	<u>782,949</u>	<u>799,359</u>	<u>770,684</u>	<u>28,675</u>
Swimming Pools:				
Personal services	85,469	89,779	77,626	12,153
Materials and supplies	40,000	36,000	34,047	1,953
Other services and charges	5,000	9,198	8,885	313
Total Swimming Pools	<u>130,469</u>	<u>134,977</u>	<u>120,558</u>	<u>14,419</u>

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(Continued)

	GENERAL FUND (BUDGETARY BASIS)			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>COMMUNITY SERVICES, (Continued):</b>				
Recreation:				
Personal services	222,726	216,077	208,081	7,996
Materials and supplies	38,350	37,850	23,699	14,151
Other services and charges	34,085	31,085	20,583	10,502
Total Recreation	<u>295,161</u>	<u>285,012</u>	<u>252,363</u>	<u>32,649</u>
Cemetery:				
Personal services	299,881	300,260	299,204	1,056
Materials and supplies	22,450	24,802	24,056	746
Other services and charges	16,595	18,417	18,008	409
Total Cemetery	<u>338,926</u>	<u>343,479</u>	<u>341,268</u>	<u>2,211</u>
Facility Maintenance:				
Personal services	154,344	154,876	152,299	2,577
Materials and supplies	50,165	58,050	47,296	10,754
Other services and charges	69,003	79,841	80,171	(330)
Total Facility Maintenance	<u>273,512</u>	<u>292,767</u>	<u>279,766</u>	<u>13,001</u>
<b>TOTAL COMMUNITY SERVICES</b>	<u>1,821,017</u>	<u>1,855,594</u>	<u>1,764,639</u>	<u>90,955</u>
<b>ADMINISTRATIVE SERVICES:</b>				
Planning & Community Development:				
Personal services	262,260	268,305	246,209	22,096
Materials and supplies	9,200	9,200	4,570	4,630
Other services and charges	102,800	129,250	54,591	74,659
Total Planning & Community Development	<u>374,260</u>	<u>406,755</u>	<u>305,370</u>	<u>101,385</u>
Human Resources/Risk Management:				
Personal services	144,534	139,749	134,436	5,313
Materials and supplies	35,450	40,235	37,757	2,478
Other services and charges	26,487	26,487	18,201	8,286
Total Human Resources/Risk Management	<u>206,471</u>	<u>206,471</u>	<u>190,394</u>	<u>16,077</u>
<b>TOTAL ADMINISTRATIVE SERVICES</b>	<u>580,731</u>	<u>613,226</u>	<u>495,764</u>	<u>117,462</u>
<b>PUBLIC WORKS:</b>				
Streets:				
Personal services	618,921	768,908	764,536	4,372
Materials and supplies	372,088	363,068	357,403	5,665
Other services and charges	146,270	146,270	136,501	9,769
Capital outlay	210,000	210,000	74,499	135,501
Total Streets	<u>1,347,279</u>	<u>1,488,246</u>	<u>1,332,939</u>	<u>155,307</u>
<b>TOTAL PUBLIC WORKS</b>	<u>1,347,279</u>	<u>1,488,246</u>	<u>1,332,939</u>	<u>155,307</u>
<b>OTHER FINANCING USES:</b>				
Transfers to other funds	1,286,170	2,038,695	2,038,695	-
Total Charges to Appropriations	<u>14,575,258</u>	<u>15,779,806</u>	<u>15,024,498</u>	<u>755,308</u>
<b>Ending Budgetary Fund Balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,279,605</u>	<u>\$ 2,279,605</u>

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	<b>SPECIAL REVENUE - RESERVE FUND (Budgetary Basis)</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 3,645,938	\$ 3,645,938
Resources (Inflows):				
Investment income	38,000	38,000	14,595	(23,405)
Amounts available for appropriation	<u>38,000</u>	<u>38,000</u>	<u>3,660,533</u>	<u>3,622,533</u>
Charges to appropriations (outflows):				
Transfers out	-	-	-	-
Total Charges to Appropriations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Ending Budgetary Fund Balance	<u>\$ 38,000</u>	<u>\$ 38,000</u>	<u>\$ 3,660,533</u>	<u>\$ 3,622,533</u>

**Footnotes to Budgetary Comparison Schedules:**

- The City prepares its budgets for all funds on the cash basis of accounting for all revenues except for on-behalf payments made, and those that are billed by the City (i.e., misc receivables). The modified accrual basis of accounting is used for budgeting of expenditures with the exception of on-behalf payments made, the net effect of certain year-end payroll accruals, and outstanding encumbrances related to capital items. The City utilizes encumbrance accounting under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve a portion of the applicable appropriation. Encumbrances outstanding and their related appropriations are lapsed at year end and are re-appropriated and re-encumbered in the subsequent fiscal year.
- The legal level of appropriation control is the department level within a fund. Transfers of appropriation within a fund require the approval of the City Manager, subject to a dollar limitation of \$25,000. All transfers of appropriation above this limitation and all supplemental appropriations require the approval of the City Council. Supplemental appropriations must be filed with the Office of the State Auditor and Inspector.
- The budgetary basis differs from the modified accrual basis as shown in the schedule below:

	<b><u>General Fund</u></b>
<b>Sources/Inflows of resources</b>	
Actual amounts (budgetary basis) "available appropriation" from the budgetary comparison schedule	\$17,304,103
Differences – budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes.	(2,797,094)
Transfers from other funds are inflows of budgetary resources but are not revenues for financial reporting purposes.	(1,899,224)
The City reports on-behalf payments made by state in the General Fund in the fund financial statements, but are not budgeted.	999,883
The City reports the Nutrition Account as part of the General Fund in the fund financial statements, but are not included in the budget to actual.	55,677
The City reports grant revenue for assets contributed by grantors in the General Fund in the fund financial statements, but are not budgeted.	

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The City budgets for revenues on the modified cash basis of accounting, rather than on the modified accrual basis.	<u>(108,944)</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balance – governmental funds	<u>\$13,554,401</u>
<b>Uses/Outflows of resources</b>	
Actual amounts (budgetary basis) “total charges to appropriations” from the budgetary comparison schedule	\$15,024,498
Differences – budget to GAAP:	
The City budgets for payroll and miscellaneous accrued liabilities on the modified cash basis, rather than on the modified accrual basis.	(88,408)
The City reports on-behalf payments made by state in the General Fund in the fund financial statements, but are not budgeted.	999,883
The City reports the Nutrition Account as part of the General Fund in the fund financial statements, but are not included in the budget to actual.	255,044
The City reports capital outlay for assets contributed by grantors in the General Fund in the fund financial statements, but are not budgeted.	
Transfers to other funds and component units are outflows of budgetary resources but are not expenditures for financial reporting purposes.	<u>(2,083,695)</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balance - governmental funds	<u>\$14,107,322</u>
	<u><b>Reserve Fund</b></u>
<b>Sources/Inflows of resources</b>	
Actual amounts (budgetary basis) “available appropriation” from the budgetary comparison schedule	\$3,660,533
Differences – budget to GAAP:	
The fund balance at the beginning of the year is a budgetary resource but is not a current-year revenue for financial reporting purposes.	<u>(3,645,938)</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balance – governmental funds	<u>\$14,595</u>

4. For the year ended June 30, 2015, the City complied, in all material respects, with the applicable budget laws.

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**Required Supplementary Information**  
**City of McAlester Employee's Retirement System**

**Schedule of Changes in Net Pension Liability and Related Ratios**

**Last Fiscal Year**

	2014	2015
<b>Total pension liability</b>		
Service cost	\$ -	\$ -
Interest	1,125,249	1,124,788
Changes of benefit terms	-	-
Differences between expected and actual experience	354,880	354,880
Changes of assumptions	-	-
Benefit payments, including refunds of member contributions	<u>(992,995)</u>	<u>(992,553)</u>
<b>Net change in total pension liability</b>	<b>487,134</b>	<b>487,115</b>
<b>Total pension liability - beginning</b>	<b>16,127,470</b>	<b>16,614,604</b>
<b>Total pension liability - ending (a)</b>	<b><u>\$ 16,614,604</u></b>	<b><u>\$ 17,101,719</u></b>
<b>Plan fiduciary net position</b>		
Contributions - employer	\$ 580,226	\$ 495,901
Contributions - member	-	-
Net investment income	2,444,464	132,781
Benefit payments, including refunds of member contributions	(992,995)	(992,553)
Administrative expense	(148,960)	(127,870)
Other	<u>71,351</u>	<u>481</u>
<b>Net change in plan fiduciary net position</b>	<b>1,954,086</b>	<b>(491,260)</b>
<b>Plan fiduciary net position - beginning</b>	<b>11,855,474</b>	<b>13,809,560</b>
<b>Plan fiduciary net position - ending (b)</b>	<b><u>\$ 13,809,560</u></b>	<b><u>\$ 13,318,300</u></b>
<b>Net pension liability (asset) - ending (a) - (b)</b>	<b><u>\$ 2,805,044</u></b>	<b><u>\$ 3,783,419</u></b>
<b>Plan fiduciary net position as a percentage of the total pension liability</b>	<b>83.12%</b>	<b>77.88%</b>
<b>Covered employee payroll</b>	<b>\$ 4,097,667</b>	<b>\$ 3,714,076</b>
<b>Net pension liability as a percentage of covered-employee payroll</b>	<b>68.5%</b>	<b>101.9%</b>

**Notes to Schedule:**

Only the current and prior fiscal year is presented because 10-year data is not yet available. In addition the plan was frozen on July 1, 2013.

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**Required Supplementary Information  
City of McAlester Employee's Retirement System**

Schedule of Employer Contributions	Last Fiscal Year	
	2014	2015
Actuarially determined contribution	\$ 507,902	\$ 489,408
Contributions in relation to the actuarially determined contribution	580,226	495,901
Contribution deficiency (excess)	<u>\$ (72,324)</u>	<u>\$ (8,493)</u>
Covered employee payroll	\$ 4,097,667	\$ 3,714,076
Contributions as a percentage of covered-employee payroll	14.16%	13.35%

**Notes to Schedule:**

1. Only the prior and current fiscal year is presented because 10-year data is not yet available; plan frozen on July 1, 2013.
2. Latest Valuation Date: July 1, 2014
3. Methods and assumptions used to determine contribution rates:
  - Actuarial cost method - Projected Unit Credit
  - Amortization method - Level dollar, post 2009 liabilities open, pre 2009 liabilities closed
  - Remaining amortization period - Closed part = 12 years
  - Asset valuation method - Actuarial:
    - Smoothing period - 5 years
    - Salary increases - Frozen at this time
    - Investment rate of return - 7.20%, net of pension plan investment expense

**Required Supplementary Information**

Schedule of Investment Returns	Last Fiscal Year	
	2014	2015
Annual money-weighted rate of return, net of investment expense	19.30%	0.2%

**Note to Schedule:**

Only the current fiscal year is presented because 10-year data is not yet available.

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**Schedules of Required Supplementary Information  
SCHEDULE OF THE CITY OF MCALESTER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY  
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM  
Last 10 Fiscal Years\***

	<b>2015</b>
City's proportion of the net pension liability	0.774228%
City's proportionate share of the net pension liability	\$ 9,157,565
City's covered-employee payroll	\$ 1,996,615
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	459%
Plan fiduciary net position as a percentage of the total pension liability	68.12%

\*The amounts present for each fiscal year were determined as of 6/30

**Notes to Schedule:**

Only the current fiscal year is presented because 10-year data is not yet available. Current year measurement date is June 30, 2014.

**SCHEDULE OF CITY CONTRIBUTIONS  
OKLAHOMA FIREFIGHTERS PENSION & RETIREMENT SYSTEM  
Last 10 Fiscal Years**

	<b>2015</b>
Statutorily required contribution	\$ 285,987
Contributions in relation to the statutorily required contribution	285,987
Contribution deficiency (excess)	\$ -
City's covered-employee payroll	\$ 2,042,764
Contributions as a percentage of covered-employee payroll	14.00%

**Notes to Schedule:**

Only the current fiscal year is presented because 10-year data is not yet available.

**CITY OF MCALESTER, OKLAHOMA  
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**Schedules of Required Supplementary Information  
SCHEDULE OF THE CITY OF MCALESTER'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY (ASSET)  
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM  
Last 10 Fiscal Years\***

	<u>2015</u>
City's proportion of the net pension liability (asset)	0.7942%
City's proportionate share of the net pension liability (asset)	\$ (267,389)
City's covered-employee payroll	\$ 2,217,808
City's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	(12.06%)
Plan fiduciary net position as a percentage of the total pension liability (asset)	101.53%

**Notes to Schedule:**

Only the current fiscal year is presented because 10-year data is not yet available. Current year measurement date is June 30, 2014.

**SCHEDULE OF CITY CONTRIBUTIONS  
OKLAHOMA POLICE PENSION & RETIREMENT SYSTEM  
Last 10 Fiscal Years**

	<u>2015</u>
Statutorially required contribution	\$ 312,194
Contributions in relation to the statutorially required contribution	<u>312,194</u>
Contribution deficiency (excess)	<u>\$ -</u>
City's covered-employee payroll	\$ 2,401,492
Contributions as a percentage of covered-employee payroll	13.00%

**Notes to Schedule:**

Only the current fiscal year is presented because 10-year data is not yet available.

**OTHER SUPPLEMENTARY INFORMATION**

**CITY OF MCALESTER, OKLAHOMA**  
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**As of and for the Year Ended June 30, 2015**

**Combining Balance Sheet, General Fund Accounts – June 30, 2015**

	<u>General Fund</u>	<u>Nutrition Account</u>	<u>Total General Fund</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 2,577,991	\$ 43,403	\$ 2,621,394
Receivables:			
Due from other governments	1,150,797	10,471	1,161,268
Franchise tax receivable	28,826	-	28,826
Court fines receivable, net of allowance	1,447,782	-	1,447,782
Ambulance receivable, net of allowance	55,416	-	55,416
Other receivables, net of allowance	4,150	-	4,150
Prepaid items	2,053	-	2,053
	<u>\$ 5,267,015</u>	<u>\$ 53,874</u>	<u>\$ 5,320,889</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 302,483	\$ 1,416	\$ 303,899
Accrued payroll liabilities	311,101	5,312	316,413
Due to other funds	1,092,759	-	1,092,759
Uncarned revenue	2,106	-	2,106
	<u>1,708,449</u>	<u>6,728</u>	<u>1,715,177</u>
Deferred inflows of resources:			
Deferred revenue	<u>1,433,571</u>	<u>5,265</u>	<u>1,438,836</u>
Fund balances:			
Nonspendable	2,053	-	2,053
Assigned	-	41,881	41,881
Unassigned	<u>2,122,942</u>	<u>-</u>	<u>2,122,942</u>
	<u>2,124,995</u>	<u>41,881</u>	<u>2,166,876</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 5,267,015</u>	<u>\$ 53,874</u>	<u>\$ 5,320,889</u>

**CITY OF MCALESTER, OKLAHOMA**  
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**As of and for the Year Ended June 30, 2015**

**Combining Schedule of Revenues, Expenditures and Changes in Fund Balances, General Fund**  
**Accounts – Year Ended June 30, 2015**

	<u>General Fund</u>	<u>Nutrition Account</u>	<u>Total General Fund</u>
<b>REVENUES</b>			
Taxes	\$ 9,090,414	\$ -	\$ 9,090,414
Intergovernmental	1,524,887	55,677	1,580,564
Charges for services	1,789,013	-	1,789,013
Fines and forfeitures	899,885	-	899,885
Licenses and permits	102,207	-	102,207
Investment earnings	19,645	-	19,645
Miscellaneous	72,673	-	72,673
 Total revenues	 <u>13,498,724</u>	 <u>55,677</u>	 <u>13,554,401</u>
<b>EXPENDITURES</b>			
Current:			
Legislative	118,144	-	118,144
Administration	2,666,671	-	2,666,671
Public safety	7,418,516	-	7,418,516
Community services	1,725,163	-	1,725,163
Administrative services	498,005	-	498,005
Health and welfare	-	255,044	255,044
Public works	1,029,679	-	1,029,679
Capital Outlay	396,100	-	396,100
 Total expenditures	 <u>13,852,278</u>	 <u>255,044</u>	 <u>14,107,322</u>
 <b>Excess (deficiency) of revenues over expenditures</b>	 <u>(353,554)</u>	 <u>(199,367)</u>	 <u>(552,921)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,899,224	-	1,899,224
Transfers out	(1,846,289)	-	(1,846,289)
Interaccount transfers	(192,406)	192,406	-
 Total other financing sources and uses	 <u>(139,471)</u>	 <u>192,406</u>	 <u>52,935</u>
 <b>Net change in fund balances</b>	 <u>(493,025)</u>	 <u>(6,961)</u>	 <u>(499,986)</u>
 <b>Fund balances - beginning</b>	 <u>2,618,020</u>	 <u>48,842</u>	 <u>2,666,862</u>
<b>Fund balances - ending</b>	<b><u>\$ 2,124,995</u></b>	<b><u>\$ 41,881</u></b>	<b><u>\$ 2,166,876</u></b>

**CITY OF MCALESTER, OKLAHOMA  
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**Combining Balance Sheet, Nonmajor Governmental Funds – June 30, 2015**

	SPECIAL REVENUE FUNDS				
	Juvenile Fine Fund	Tourism/SE Expo Fund	E-911 Fund	Economic Development Fund	Gifts & Contributions Fund
<b>ASSETS</b>					
Cash and cash equivalents	\$ 28,321	\$ 674,133	\$ 1,235,136	\$ 2,624,977	\$ 204,795
Investments	-	-	-	544,717	-
Receivables:					
Due from other funds	-	-	-	-	25,000
Due from other governments	-	75,703	-	123,296	-
Other receivables	-	-	49,327	-	-
Total assets	<u>\$ 28,321</u>	<u>\$ 749,836</u>	<u>\$ 1,284,463</u>	<u>\$ 3,292,990</u>	<u>\$ 229,795</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ 20,672	\$ 19,243	\$ 6,018	\$ 7
Accrued payroll liabilities	-	6,232	11,773	1,491	-
Due to other funds	25,000	-	-	-	-
Total liabilities	<u>25,000</u>	<u>26,904</u>	<u>31,016</u>	<u>7,509</u>	<u>7</u>
Fund Balances:					
Restricted	3,321	-	1,253,447	1,291,020	197,044
Assigned	-	722,932	-	1,994,461	32,744
Total fund balances	<u>3,321</u>	<u>722,932</u>	<u>1,253,447</u>	<u>3,285,481</u>	<u>229,788</u>
Total liabilities and fund balances	<u>\$ 28,321</u>	<u>\$ 749,836</u>	<u>\$ 1,284,463</u>	<u>\$ 3,292,990</u>	<u>\$ 229,795</u>

(Continued)

**CITY OF MCALESTER, OKLAHOMA  
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As of and for the Year Ended June 30, 2015**

**Combining Balance Sheet, Nonmajor Governmental Funds – June 30, 2015, Continued**

	CAPITAL PROJECT FUNDS				
	Police Equipment Fund	State Forfeiture Fund	Cemetery Perpetual Care Fund	CDBG Grants Fund	Federal Forfeiture Fund
<b>ASSETS</b>					
Cash and cash equivalents	\$ 9,639	\$ 7,413	\$ 332,454	\$ 211,760	\$ 44,616
Investments	-	-	-	-	-
Receivables:					
Due from other funds	-	-	-	-	-
Due from other governments	-	-	-	-	-
Other receivables	-	-	-	-	-
Total assets	<u>\$ 9,639</u>	<u>\$ 7,413</u>	<u>\$ 332,454</u>	<u>\$ 211,760</u>	<u>\$ 44,616</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Accounts payable and accrued liabilities	\$ -	\$ -	-	-	-
Accrued payroll liabilities	-	-	-	-	-
Due to other funds	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:					
Restricted	9,639	7,006	332,454	211,760	44,616
Assigned	-	407	-	-	-
Total fund balances	<u>9,639</u>	<u>7,413</u>	<u>332,454</u>	<u>211,760</u>	<u>44,616</u>
Total liabilities and fund balances	<u>\$ 9,639</u>	<u>\$ 7,413</u>	<u>\$ 332,454</u>	<u>\$ 211,760</u>	<u>\$ 44,616</u>

(Continued)

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**Combining Balance Sheet, Nonmajor Governmental Funds – June 30, 2015, Continued**

	<u>CAPITAL PROJECT FUNDS</u>		<u>DEBT SERVICE FUND</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Fire Improvement Grant Fund</u>	<u>Technology Fund</u>	<u>Sales Tax - Schools Fund</u>	
<b>ASSETS</b>				
Cash and cash equivalents	\$ 260	\$ 249,222	\$ 1,538,800	\$ 7,161,526
Investments	-	-	-	544,717
Receivables:				
Due from other funds	-	-	-	25,000
Due from other governments	-	-	123,296	322,295
Other receivables	-	-	-	49,327
Total assets	<u>\$ 260</u>	<u>\$ 249,222</u>	<u>\$ 1,662,096</u>	<u>\$ 8,102,865</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable and accrued liabilities	\$ -	\$ 17,835	\$ -	\$ 63,775
Accrued payroll liabilities	-	-	-	19,496
Due to other funds	-	-	-	25,000
Total liabilities	<u>-</u>	<u>17,835</u>	<u>-</u>	<u>108,271</u>
Fund Balances:				
Restricted	260	231,387	1,662,096	5,244,050
Assigned	-	-	-	2,750,544
Total fund balances	<u>260</u>	<u>231,387</u>	<u>1,662,096</u>	<u>7,994,594</u>
Total liabilities and fund balances	<u>\$ 260</u>	<u>\$ 249,222</u>	<u>\$ 1,662,096</u>	<u>\$ 8,102,865</u>

**CITY OF MCALESTER, OKLAHOMA  
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**Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Nonmajor  
Governmental Funds – Year Ended June 30, 2015**

	SPECIAL REVENUE FUNDS				
	Juvenile Fine Fund	Tourism/SE Expo Fund	E-911 Fund	Economic Development Fund	Gifts & Contributions Fund
<b>REVENUES</b>					
Taxes	\$ -	\$ 652,340	\$ 600,114	\$ 983,955	\$ -
Intergovernmental	-	-	-	420,504	168,377
Charges for services	22,456	135,410	-	-	-
Investment earnings	-	-	5,701	12,852	4
Miscellaneous	-	833	-	5,000	51,546
<b>Total revenues</b>	<b>22,456</b>	<b>788,583</b>	<b>605,815</b>	<b>1,422,311</b>	<b>219,927</b>
<b>EXPENDITURES</b>					
Current:					
Administration	-	-	-	-	24,456
Public safety	25,733	-	597,877	-	-
Administrative services	-	803,920	-	-	-
Economic development	-	-	-	237,615	-
Capital Outlay	-	40,544	34,840	5,750	24,401
<b>Total expenditures</b>	<b>25,733</b>	<b>844,464</b>	<b>632,717</b>	<b>246,755</b>	<b>48,857</b>
Excess (deficiency) of revenues over expenditures	(3,277)	(55,881)	(26,902)	1,175,556	171,070
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	155,000	-	-	-
Transfers out	-	-	-	(893,083)	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>155,000</b>	<b>-</b>	<b>(893,083)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(3,277)</b>	<b>99,119</b>	<b>(26,902)</b>	<b>282,473</b>	<b>171,070</b>
Fund balances - beginning	6,598	623,813	1,280,349	3,003,008	58,718
<b>Fund balances - ending</b>	<b>\$ 3,321</b>	<b>\$ 722,932</b>	<b>\$ 1,253,447</b>	<b>\$ 3,285,481</b>	<b>\$ 229,788</b>

(Continued)

**CITY OF MCALESTER, OKLAHOMA  
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As of and for the Year Ended June 30, 2015**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Nonmajor  
Governmental Funds – Year Ended June 30, 2015 (Continued)**

	CAPITAL PROJECT FUNDS				
	Cemetery				
	Police Equipment Fund	State Forfeiture Fund	Perpetual Care Fund	CDBG Grants Fund	Federal Forfeiture Fund
<b>REVENUES</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	3,705	-	-	22,567
Charges for services	-	-	5,569	-	-
Investment earnings	-	82	58	-	256
Miscellaneous	-	-	-	-	10,450
<b>Total revenues</b>	<b>-</b>	<b>3,787</b>	<b>5,627</b>	<b>-</b>	<b>33,273</b>
<b>EXPENDITURES</b>					
Current:					
Administration	-	-	-	-	-
Public safety	-	-	-	-	-
Administrative services	-	-	-	-	-
Economic development	-	-	-	-	-
Capital Outlay	-	-	-	15,040	34,028
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,040</b>	<b>34,028</b>
Excess (deficiency) of revenues over expenditures	-	3,787	5,627	(15,040)	(755)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	-	226,479	-
Transfers out	-	-	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>226,479</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>3,787</b>	<b>5,627</b>	<b>211,439</b>	<b>(755)</b>
Fund balances - beginning	9,639	3,626	326,827	321	45,371
<b>Fund balances - ending</b>	<b>\$ 9,639</b>	<b>\$ 7,413</b>	<b>\$ 332,454</b>	<b>\$ 211,760</b>	<b>\$ 44,616</b>

(Continued)

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**Combining Statement of Revenues, Expenditures and Changes in Fund Balances, Nonmajor  
Governmental Funds – Year Ended June 30, 2015 (Continued)**

	<u>CAPITAL PROJECT FUNDS</u>		<u>DEBT SERVICE FUND</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Fire Improvement Grant Fund</u>	<u>Technology Fund</u>	<u>Sales Tax - Schools Fund</u>	
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ 983,955	\$ 3,220,364
Intergovernmental	-	9,730	-	624,883
Charges for services	-	194,936	-	358,371
Investment earnings	-	-	6,323	25,276
Miscellaneous	-	10,000	-	77,829
Total revenues	<u>-</u>	<u>214,666</u>	<u>990,278</u>	<u>4,306,723</u>
<b>EXPENDITURES</b>				
Current:				
Administration	-	-	-	24,456
Public safety	-	-	-	623,610
Administrative services	-	-	-	803,920
Economic development	-	-	-	237,615
Capital Outlay	-	170,563	-	325,166
Total expenditures	<u>-</u>	<u>170,563</u>	<u>-</u>	<u>2,018,157</u>
Excess (deficiency) of revenues over expenditures	-	44,103	990,278	2,288,566
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	381,479
Transfers out	-	-	(651,345)	(1,544,428)
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>(651,345)</u>	<u>(1,162,949)</u>
Net change in fund balances	-	44,103	338,933	1,125,617
Fund balances - beginning	260	187,284	1,323,163	6,868,977
Fund balances - ending	<u>\$ 260</u>	<u>\$ 231,387</u>	<u>\$ 1,662,096</u>	<u>\$ 7,994,594</u>

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**Combining Schedule of Net Position, MPWA Accounts – June 30, 2015**

	<u>Enterprise Fund - MPWA</u>		
	<u>McAlester Public Works Authority Operating Account</u>	<u>Landfill Reserve Account</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 518,678	\$ 1,482,563	\$ 2,001,241
Restricted cash and cash equivalents	975,951	-	975,951
Accounts receivable, net of allowance	1,033,181	30,881	1,064,062
Total current assets	<u>2,527,810</u>	<u>1,513,444</u>	<u>4,041,254</u>
Non-current assets:			
Investment in joint venture	1,823,124	-	1,823,124
Capital Assets:			
Land and improvements	1,082,636	-	1,082,636
Other capital assets, net of depreciation	22,365,506	-	22,365,506
Total non-current assets	<u>25,271,266</u>	<u>-</u>	<u>25,271,266</u>
Total assets	<u>27,799,076</u>	<u>1,513,444</u>	<u>29,312,520</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>			
Deferred amounts related to pensions	<u>193,838</u>	<u>-</u>	<u>193,838</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	336,440	12,990	349,430
Accrued payroll liabilities	35,950	-	35,950
Due to other funds	103,024	-	103,024
Escrow deposit liability	511,404	-	511,404
Accrued interest payable	2,102	-	2,102
Unearned revenue	54,451	-	54,451
Landfill closure and postclosure liability	397,778	-	397,778
Due to depositors	92,909	-	92,909
Notes payable	17,140	-	17,140
Contract obligation	188,542	-	188,542
Water rights contract obligation	28,044	-	28,044
Accrued compensated absences	14,032	-	14,032
Total current liabilities	<u>1,781,816</u>	<u>12,990</u>	<u>1,794,806</u>
Non-current liabilities:			
Landfill closure and postclosure liability	3,580,004	-	3,580,004
Due to depositors	371,638	-	371,638
Notes payable	110,639	-	110,639
Contract obligation	377,081	-	377,081
Water rights contract obligation	119,581	-	119,581
Accrued compensated absences	126,289	-	126,289
Net pension liability	694,822	-	694,822
Total non-current liabilities	<u>5,380,054</u>	<u>-</u>	<u>5,380,054</u>
Total liabilities	<u>7,161,870</u>	<u>12,990</u>	<u>7,174,860</u>
<b>DEFERRED INFLOW OF RESOURCES</b>			
Deferred amounts related to pensions	<u>301,969</u>	<u>-</u>	<u>301,969</u>
<b>NET POSITION</b>			
Net investment in capital assets	22,607,115	-	22,607,115
Unrestricted (deficit)	(2,078,040)	1,500,454	(577,586)
Total net position	<u>\$ 20,529,075</u>	<u>\$ 1,500,454</u>	<u>\$ 22,029,529</u>

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**Combining Schedule of Revenues, Expenses, and Changes in Net Position, MPWA Accounts – Year Ended June 30, 2015**

	<u>Enterprise Fund - MPWA</u>		
	<u>McAlester Public Works Authority Operating Account</u>	<u>Landfill Reserve Account</u>	<u>Total</u>
<b>OPERATING REVENUES</b>			
Charges for services:			
Water	\$ 2,990,178	\$ -	\$ 2,990,178
Sewer	1,600,547	-	1,600,547
Sanitation	2,668,952	-	2,668,952
Water taps	17,730	-	17,730
Sewer taps	9,500	-	9,500
Water districts	933,812	-	933,812
Landfill	2,217	-	2,217
Penalties	-	7,991	7,991
Recycle fees	36,295	-	36,295
Subtitle "D" fees	-	384,095	384,095
Total operating revenues	<u>8,259,231</u>	<u>392,086</u>	<u>8,651,317</u>
<b>OPERATING EXPENSES</b>			
Utility office	448,195	-	448,195
Interdepartmental	638,841	-	638,841
Sanitation	1,941,156	-	1,941,156
Engineering	310,164	-	310,164
Sewer	654,902	-	654,902
Water	1,287,626	-	1,287,626
Utility maintenance	921,192	-	921,192
Landfill	449,292	50,598	499,890
Depreciation	1,298,665	-	1,298,665
Total Operating Expenses	<u>7,950,033</u>	<u>50,598</u>	<u>8,000,631</u>
Operating income	<u>309,198</u>	<u>341,488</u>	<u>650,686</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Interest and investment revenue	6,444	5,988	12,432
Interest expense	(4,735)	-	(4,735)
Miscellaneous revenue	33,436	-	33,436
Gain on joint venture	81,444	-	81,444
Total non-operating revenue (expenses)	<u>116,589</u>	<u>5,988</u>	<u>122,577</u>
Income before contributions and transfers	425,787	347,476	773,263
Capital contributions	903,036	-	903,036
Transfers in	328,141	-	328,141
Transfers out	(2,223,703)	-	(2,223,703)
Interaccount transfers	16,766	(16,766)	-
Change in net position	(549,973)	330,710	(219,263)
Total net position - beginning, restated	21,079,048	1,169,744	22,248,792
Total net position - ending	<u>\$ 20,529,075</u>	<u>\$ 1,500,454</u>	<u>\$ 22,029,529</u>

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**Combining Schedule of Net Position, MAA Accounts – June 30, 2015**

	McAlester Airport Authority			Total
	McAlester Airport Authority Operating Account	Airport Grant Account	Airport Hanger Account	
<b>ASSETS</b>				
Current assets:				
Cash and cash equivalents	\$ 101,834	\$ -	\$ 36,760	\$ 138,594
Accounts receivable, net of allowance	9,980	-	-	9,980
Due from other governments	-	576,675	-	576,675
<b>Total current assets</b>	<b>111,814</b>	<b>576,675</b>	<b>36,760</b>	<b>725,249</b>
Non-current assets:				
Capital Assets:				
Land and improvements	2,001,957	-	-	2,001,957
Other capital assets, net of depreciation	2,566,384	-	-	2,566,384
<b>Total non-current assets</b>	<b>4,568,341</b>	<b>-</b>	<b>-</b>	<b>4,568,341</b>
<b>Total assets</b>	<b>4,680,155</b>	<b>576,675</b>	<b>36,760</b>	<b>5,293,590</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>				
Deferred amounts related to pensions	14,814	-	-	14,814
<b>LIABILITIES</b>				
Current Liabilities:				
Accounts payable	1,930	232,620	-	234,550
Accrued payroll liabilities	2,918	-	-	2,918
Due to other funds	-	335,045	-	335,045
Accrued interest payable	363	-	-	363
Notes payable	52,535	-	-	52,535
Accrued compensated absences	2,423	-	-	2,423
<b>Total current liabilities</b>	<b>60,169</b>	<b>567,665</b>	<b>-</b>	<b>627,834</b>
Non-current liabilities:				
Notes payable	152,673	-	-	152,673
Accrued compensated absences	21,807	-	-	21,807
Net pension liability	53,103	-	-	53,103
<b>Total non-current liabilities</b>	<b>227,583</b>	<b>-</b>	<b>-</b>	<b>227,583</b>
<b>Total liabilities</b>	<b>287,752</b>	<b>567,665</b>	<b>-</b>	<b>855,417</b>
<b>DEFERRED INFLOW OF RESOURCES</b>				
Deferred amounts related to pensions	23,078	-	-	23,078
<b>NET POSITION</b>				
Net investment in capital assets	4,363,133	-	-	4,363,133
Unrestricted	21,006	9,010	36,760	66,776
<b>Total net position</b>	<b>\$ 4,384,139</b>	<b>\$ 9,010</b>	<b>\$ 36,760</b>	<b>\$ 4,429,909</b>

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**Combining Schedule of Revenues, Expenses, and Changes in Net Position, MAA Accounts – Year Ended June 30, 2015**

	<u>McAlester Airport Authority</u>			<u>Total</u>
	<u>McAlester Airport Authority Operating Account</u>	<u>Airport Grant Account</u>	<u>Airport Hanger Account</u>	
<b>OPERATING REVENUES</b>				
Charges for services:				
Rents and fees	\$ 95,477	\$ -	\$ -	\$ 95,477
Total operating revenues	<u>95,477</u>	<u>-</u>	<u>-</u>	<u>95,477</u>
<b>OPERATING EXPENSES</b>				
Airport	160,372	311	-	160,683
Depreciation	153,906	-	-	153,906
Total Operating Expenses	<u>314,278</u>	<u>311</u>	<u>-</u>	<u>314,589</u>
Operating income (loss)	<u>(218,801)</u>	<u>(311)</u>	<u>-</u>	<u>(219,112)</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>				
Interest expense	(9,822)	-	-	(9,822)
Total non-operating revenue (expenses)	<u>(9,822)</u>	<u>-</u>	<u>-</u>	<u>(9,822)</u>
Income (loss) before contributions and transfers	(228,623)	(311)	-	(228,934)
Capital contributions	-	1,587,745	-	1,587,745
Transfers in	143,627	40,525	-	184,152
Interaccount transfers	1,657,497	(1,657,497)	-	-
Change in net position	1,572,501	(29,538)	-	1,542,963
Total net position - beginning, restated	2,811,638	38,548	36,760	2,886,946
Total net position - ending	<u>\$ 4,384,139</u>	<u>\$ 9,010</u>	<u>\$ 36,760</u>	<u>\$ 4,429,909</u>

**CITY OF MCALESTER, OKLAHOMA**  
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**Combining Statement of Net Position, Internal Service Funds – June 30, 2015**

	Internal Service Funds		
	Worker's Compensation Fund	FLEET Maintenance Fund	Total
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 18,169	\$ 14,633	\$ 32,802
Due from other funds	360,981	34,802	395,783
Total assets	<u>379,150</u>	<u>49,435</u>	<u>428,585</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	-	14,611	14,611
Accrued payroll liabilities	-	6,232	6,232
Compensated absences	-	2,859	2,859
Total current liabilities	<u>-</u>	<u>23,702</u>	<u>23,702</u>
Non-current liabilities:			
Estimated liability for claims	379,150	-	379,150
Compensated absences	-	25,733	25,733
Total non-current liabilities	<u>379,150</u>	<u>25,733</u>	<u>404,883</u>
Total liabilities	<u>379,150</u>	<u>49,435</u>	<u>428,585</u>
<b>NET POSITION</b>			
Unrestricted	-	-	-
Total net position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Combining Statement of Revenues, Expenses, and Changes in Net Position, Internal Service Funds**  
**– Year Ended June 30, 2015**

	Internal Service Funds		
	Worker's Compensation Fund	FLEET Maintenance Fund	Total
<b>OPERATING REVENUES</b>			
Self insurance charges	\$ 615,701	\$ 530,966	\$ 1,146,667
Miscellaneous	5,806	3,664	9,470
Total operating revenues	<u>621,507</u>	<u>534,630</u>	<u>1,156,137</u>
<b>OPERATING EXPENSES</b>			
FLEET maintenance expense	-	534,630	534,630
Claims expense	621,507	-	621,507
Total operating expenses	<u>621,507</u>	<u>534,630</u>	<u>1,156,137</u>
Operating income (loss)	-	-	-
Total net position - beginning	-	-	-
Total net position - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF MCALESTER, OKLAHOMA**  
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**Combining Statement of Cash Flows, Internal Service Funds – Year Ended June 30, 2015**

	Internal Service Funds		
	Worker's Compensation Fund	FLEET Maintenance Fund	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Payments to suppliers	\$ (745,998)	\$ (254,236)	\$ (1,000,234)
Payments to employees	-	(285,440)	(285,440)
Other receipts	745,998	530,451	1,276,449
Net Cash Provided by (Used in) Operating Activities	<u>-</u>	<u>(9,225)</u>	<u>(9,225)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	-	(9,225)	(9,225)
Balances - beginning of the year	<u>18,169</u>	<u>23,858</u>	<u>42,027</u>
Balances - end of the year	<u>\$ 18,169</u>	<u>\$ 14,633</u>	<u>\$ 32,802</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss)	\$ -	\$ -	\$ -
Change in assets and liabilities:			
Due from other funds	124,491	(4,179)	120,312
Accounts payables	-	(9,226)	(9,226)
Accrued payroll liabilities	-	1,051	1,051
Claims liability	(124,491)	-	(124,491)
Accrued compensated absences	<u>-</u>	<u>3,129</u>	<u>3,129</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$ -</u>	<u>\$ (9,225)</u>	<u>\$ (9,225)</u>

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**Budgetary Comparison Schedules – Major Capital Project & Debt Service Governmental Funds –  
Year Ended June 30, 2015**

**CAPITAL PROJECT - CAPITAL IMPROVEMENT PLAN FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ -	\$ 1,271,477	\$ 1,462,008	\$ 190,531
Resources (Inflows):				
Intergovernmental	-	-	28,804	28,804
Charges for services	238,410	238,410	266,943	28,533
Investment income	-	-	639	639
Miscellaneous	12,900	12,000	230,947	218,947
Transfers in	950,137	1,724,157	1,605,137	(119,020)
Amounts available for appropriation	<u>1,200,547</u>	<u>3,246,044</u>	<u>3,594,478</u>	<u>348,434</u>
Charges to appropriations (outflows):				
City manager	75,000	57,390	53,260	4,130
Patrol	-	247,606	125,858	121,748
Fire	-	197,000	161,694	35,306
Parks	99,500	127,047	127,047	-
Planning & Comm Dev	-	236,798	39,424	197,374
Fleet Maintenance	-	57,200	12,841	44,359
Engineering	-	67,000	27,436	39,564
Streets	40,547	580,262	260,211	320,071
Water Treatment	550,000	786,654	188,536	598,118
Utility billing & collection	20,000	20,000	-	20,000
Utility maintenance	415,500	869,067	787,257	81,810
Total Charges to Appropriations	<u>1,200,547</u>	<u>3,246,044</u>	<u>1,783,564</u>	<u>1,462,480</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,810,914</u>	<u>\$ 1,810,914</u>

**DEBT SERVICE - DEDICATED SALES TAX-MPWA (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ 167,073	\$ 167,073	\$ 657,295	\$ 490,222
Resources (Inflows):				
Taxes	3,950,599	3,950,599	3,941,834	(8,765)
Investment income	20,000	20,000	2,257	(17,743)
Transfers in	-	372,178	-	(372,178)
Amounts available for appropriation	<u>4,137,672</u>	<u>4,509,850</u>	<u>4,601,386</u>	<u>91,536</u>
Charges to appropriations (outflows):				
Administration	15,000	15,000	2,000	13,000
Transfers out	4,122,672	4,494,850	4,496,369	(1,519)
Total Charges to Appropriations	<u>4,137,672</u>	<u>4,509,850</u>	<u>4,498,369</u>	<u>11,481</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 103,017</u>	<u>\$ 103,017</u>

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**Budgetary Comparison Schedules – Major Capital Project & Debt Service Governmental Funds –  
Year Ended June 30, 2015 (Continued)**

<b>DEBT SERVICE - BOND TRUSTEE FUND (Budgetary Basis)</b>				
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ -	\$ 11,667,548	\$ 18,870,850	\$ 7,203,302
Resources (Inflows):				
Investment income			1,614	1,614
Transfers in	5,679,803	6,045,996	6,040,797	(5,199)
Amounts available for appropriation	<u>5,679,803</u>	<u>17,713,544</u>	<u>24,913,261</u>	<u>7,199,717</u>
Charges to appropriations (outflows):				
Finance	5,616,523	17,650,264	10,908,236	6,742,028
Total Charges to Appropriations	<u>5,616,523</u>	<u>17,650,264</u>	<u>10,908,236</u>	<u>6,742,028</u>
Ending Budgetary Fund Balance	<u>\$ 63,280</u>	<u>\$ 63,280</u>	<u>\$ 14,005,025</u>	<u>\$ 13,941,745</u>

**Budgetary Comparison Schedules – Nonmajor Governmental Funds – Year Ended June 30, 2015**

<b>SPECIAL REVENUE - JUVENILE FINE FUND (Budgetary Basis)</b>				
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 6,598	\$ 6,598
Resources (Inflows):				
Charges for services	30,000	30,000	22,456	(7,544)
Amounts available for appropriation	<u>30,000</u>	<u>30,000</u>	<u>29,054</u>	<u>(946)</u>
Charges to appropriations (outflows):				
Public safety	29,978	29,978	25,733	4,245
Total Charges to Appropriations	<u>29,978</u>	<u>29,978</u>	<u>25,733</u>	<u>4,245</u>
Ending Budgetary Fund Balance	<u>\$ 22</u>	<u>\$ 22</u>	<u>\$ 3,321</u>	<u>\$ 3,299</u>

<b>SPECIAL REVENUE - TOURISM/SE EXPO FUND (Budgetary Basis)</b>				
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ 122,877	\$ 197,877	\$ 587,666	\$ 389,789
Resources (Inflows):				
Taxes	481,500	481,500	617,416	135,916
Charges for services	145,650	145,650	135,410	(10,240)
Miscellaneous	-	-	833	833
Transfers in	-	155,000	155,000	-
Amounts available for appropriation	<u>750,027</u>	<u>980,027</u>	<u>1,496,325</u>	<u>516,298</u>
Charges to appropriations (outflows):				
Administrative services	750,027	980,027	842,864	137,163
Total Charges to Appropriations	<u>750,027</u>	<u>980,027</u>	<u>842,864</u>	<u>137,163</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 653,461</u>	<u>\$ 653,461</u>

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**Budgetary Comparison Schedules – Nonmajor Governmental Funds – Year Ended June 30, 2015**  
**(Continued)**

**SPECIAL REVENUE - E-911 FUND (Budgetary Basis)**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ 98,436	\$ 149,767	\$ 1,234,036	\$ 1,084,269
Resources (Inflows):				
Taxes	609,091	609,091	606,163	(2,928)
Investment income	7,000	7,000	5,701	(1,299)
Amounts available for appropriation	<u>714,527</u>	<u>765,858</u>	<u>1,845,900</u>	<u>1,080,042</u>
Charges to appropriations (outflows):				
Public safety	714,527	765,858	630,007	135,851
Total Charges to Appropriations	<u>714,527</u>	<u>765,858</u>	<u>630,007</u>	<u>135,851</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,215,893</u>	<u>\$ 1,215,893</u>

**SPECIAL REVENUE - ECONOMIC DEVELOPMENT FUND (Budgetary Basis)**

	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ 580,709	\$ 580,709	\$ 2,879,433	\$ 2,298,724
Resources (Inflows):				
Taxes	987,650	987,650	985,459	(2,191)
Intergovernmental	216,686	426,171	420,504	(5,667)
Investment income	13,000	13,000	12,852	(148)
Miscellaneous	-	-	5,000	5,000
Amounts available for appropriation	<u>1,798,025</u>	<u>2,007,530</u>	<u>4,303,248</u>	<u>2,295,718</u>
Charges to appropriations (outflows):				
Finance	66,990	66,090	64,699	3,391
Planning and community development	824,704	1,033,109	181,790	651,319
Transfers out	906,331	906,331	893,083	13,248
Total Charges to Appropriations	<u>1,798,025</u>	<u>2,007,530</u>	<u>1,139,572</u>	<u>867,958</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,163,676</u>	<u>\$ 3,163,676</u>

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**Budgetary Comparison Schedules – Nonmajor Governmental Funds – Year Ended June 30, 2015**  
**(Continued)**

**SPECIAL REVENUE - GIFTS & CONTRIBUTIONS FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 58,718	\$ 58,718
Resources (Inflows):				
Intergovernmental	-	57,500	168,377	110,877
Investment income	-	-	4	4
Miscellaneous	-	31,722	51,546	19,824
Amounts available for appropriation	-	89,222	278,545	189,423
Charges to appropriations (outflows):				
Administration	-	89,222	48,857	40,365
Total Charges to Appropriations	-	89,222	48,857	40,365
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 229,788	\$ 229,788

**CAPITAL PROJECT - POLICE EQUIPMENT FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 9,639	\$ 9,639
Resources (Inflows):				
Intergovernmental	-	-	-	-
Amounts available for appropriation	-	-	9,639	9,639
Charges to appropriations (outflows):				
Public safety	-	-	-	-
Total Charges to Appropriations	-	-	-	-
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 9,639	\$ 9,639

**CAPITAL PROJECT - STATE FORFEITURE FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 3,626	\$ 3,626
Resources (Inflows):				
Intergovernmental	-	-	3,705	3,705
Investment income	-	-	82	82
Amounts available for appropriation	-	-	7,413	7,413
Charges to appropriations (outflows):				
Transfers out	-	-	-	-
Total Charges to Appropriations	-	-	-	-
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 7,413	\$ 7,413

**CITY OF MCALESTER, OKLAHOMA  
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**Budgetary Comparison Schedules – Nonmajor Governmental Funds – Year Ended June 30, 2015**  
**(Continued)**

**CAPITAL PROJECT - CEMETERY PERPETUAL CARE FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ 27,032	\$ 27,032	\$ 326,827	\$ 299,795
Resources (Inflows):				
Charges for services	6,000	6,000	5,569	(431)
Investment income	1,000	1,000	58	(942)
Amounts available for appropriation	<u>34,032</u>	<u>34,032</u>	<u>332,454</u>	<u>298,422</u>
Charges to appropriations (outflows):				
Community services	<u>34,032</u>	<u>34,032</u>	<u>-</u>	<u>34,032</u>
Total Charges to Appropriations	<u>34,032</u>	<u>34,032</u>	<u>-</u>	<u>34,032</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 332,454</u>	<u>\$ 332,454</u>

**CAPITAL PROJECT - CDBG GRANTS FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 321	\$ 321
Resources (Inflows):				
Intergovernmental	-	226,479	-	(226,479)
Transfers in	-	226,479	226,479	-
Amounts available for appropriation	<u>-</u>	<u>452,958</u>	<u>226,800</u>	<u>(226,158)</u>
Charges to appropriations (outflows):				
Engineering	<u>-</u>	<u>452,958</u>	<u>15,040</u>	<u>437,918</u>
Total Charges to Appropriations	<u>-</u>	<u>452,958</u>	<u>15,040</u>	<u>437,918</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 211,760</u>	<u>\$ 211,760</u>

**CAPITAL PROJECT - FEDERAL FORFEITURE FUND (Budgetary Basis)**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 45,371	\$ 45,371
Resources (Inflows):				
Intergovernmental	33,000	36,000	22,567	(13,433)
Investment income	-	-	256	256
Miscellaneous	-	-	10,450	10,450
Amounts available for appropriation	<u>33,000</u>	<u>36,000</u>	<u>78,644</u>	<u>42,644</u>
Charges to appropriations (outflows):				
Public safety	<u>33,000</u>	<u>36,000</u>	<u>34,028</u>	<u>1,972</u>
Total Charges to Appropriations	<u>33,000</u>	<u>36,000</u>	<u>34,028</u>	<u>1,972</u>
Ending Budgetary Fund Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,616</u>	<u>\$ 44,616</u>

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**Budgetary Comparison Schedules – Nonmajor Governmental Funds – Year Ended June 30, 2015**  
**(Continued)**

<b>CAPITAL PROJECT - FIRE IMPROVEMENT GRANT FUND (Budgetary Basis)</b>				
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 260	\$ 260
Resources (Inflows):				
Intergovernmental	-	-	-	-
Amounts available for appropriation	-	-	260	260
Charges to appropriations (outflows):				
Public safety	-	-	-	-
Total Charges to Appropriations	-	-	-	-
Ending Budgetary Fund Balance	\$ -	\$ -	\$ 260	\$ 260

<b>CAPITAL PROJECT - TECHNOLOGY FUND (Budgetary Basis)</b>				
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ -	\$ 66,800	\$ 187,284	\$ 120,484
Resources (Inflows):				
Intergovernmental	-	-	9,730	9,730
Charges for services	145,000	145,000	194,936	49,936
Miscellaneous	-	-	10,000	10,000
Amounts available for appropriation	145,000	211,800	401,950	190,150
Charges to appropriations (outflows):				
Administration	125,000	191,800	170,563	21,237
Total Charges to Appropriations	125,000	191,800	170,563	21,237
Ending Budgetary Fund Balance	\$ 20,000	\$ 20,000	\$ 231,387	\$ 211,387

<b>DEBT SERVICE - SALES TAX - SCHOOLS FUND (Budgetary Basis)</b>				
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
Beginning Budgetary Fund Balance	\$ -	\$ -	\$ 1,198,363	\$ 1,198,363
Resources (Inflows):				
Taxes	987,650	987,650	985,459	(2,191)
Investment income	6,000	6,000	6,323	323
Amounts available for appropriation	993,650	993,650	2,190,145	1,196,495
Charges to appropriations (outflows):				
Community services	1,500	955	-	955
Transfers out	650,800	651,345	651,345	-
Total Charges to Appropriations	652,300	652,300	651,345	955
Ending Budgetary Fund Balance	\$ 341,350	\$ 341,350	\$ 1,538,800	\$ 1,197,450

**CITY OF MCALESTER, OKLAHOMA  
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**Schedule of Revenue Bond Coverage – Year Ended June 30, 2015**

	<u>Series 2014, 2013, 2012, 2002 Bonds &amp; 1999 Loan</u>
Gross Revenue Available for Debt Service:	
Charges for services	\$ 8,651,317
Sales tax pledged and transferred	<u>4,496,369</u>
Total Gross Revenues Available	<u>13,147,686</u>
Operating Expenses:	
Water, Sewer and Sanitation	<u>6,724,078</u>
Total Operating Expenses	<u>6,724,078</u>
Net Revenues Available for Debt Service	<u>\$ 6,423,608</u>
Debt Service Requirements:	
Average annual principal and interest requirements on bonds and subordinate debt:	
Series 2014 Utility System Revenue Bonds	\$ 437,483
Series 2013 Utility System Revenue Bonds	814,290
Series 2012 Utility System Revenue Bonds	2,331,476
Series 2002 Utility System Revenue Bonds	940,443
1999 CDBG Loan	<u>13,750</u>
Total average annual debt service	<u>\$ 4,537,442</u>
Computed Coverage	<u>142%</u>
Coverage Requirement	<u>125%</u>

NOTE: The above gross revenue and operating expenses only include the activities of the Authority related to water, sewer and sanitation services, excluding depreciation and amortization expense.

**CITY OF MCALESTER, OKLAHOMA  
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As of and for the Year Ended June 30, 2015**

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**Statistical Section**

**CITY OF MCALESTER, OKLAHOMA**  
**NET ASSETS/POSITION BY COMPONENT**  
 Last Ten Fiscal Years  
**TABLE 1**

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	2012	2013	(A) 2014	2015
Governmental activities										
Net investment in capital assets	\$ 39,661,425	\$ 38,654,990	\$ 36,913,324	\$ 35,524,842	\$ 34,617,252	\$ 33,224,076	\$ 32,432,860	\$ 30,765,320	\$ (9,351,998)	\$ (8,435,552)
Restricted	2,798,396	4,294,900	6,315,262	10,901,873	10,879,639	15,583,329	12,528,800	9,774,023	9,671,931	10,300,783
Unrestricted	(4,192,315)	(2,581,600)	(1,351,655)	127,348	3,528,189	713,466	3,619,246	3,327,652	(331,786)	(11,094,279)
Total governmental activities net assets	<u>\$ 38,267,506</u>	<u>\$ 40,368,290</u>	<u>\$ 41,876,931</u>	<u>\$ 46,554,063</u>	<u>\$ 49,025,080</u>	<u>\$ 49,520,871</u>	<u>\$ 48,580,906</u>	<u>\$ 43,866,995</u>	<u>\$ (11,833)</u>	<u>\$ (9,229,048)</u>
Business-type activities										
Net investment in capital assets	\$ 26,070,852	\$ 25,671,073	\$ 22,794,648	\$ 23,500,930	\$ 22,543,574	\$ 22,155,024	\$ 24,511,925	\$ 25,309,905	\$ 25,468,139	\$ 26,970,248
Restricted	7,201,745	7,858,811	8,222,759	3,962,096	3,841,946	669,133	185,867	7,907,391	-	-
Unrestricted	(63,815,111)	(64,100,578)	(59,681,074)	(57,385,625)	(57,691,240)	(52,715,442)	(51,414,376)	(54,744,596)	556,515	(510,810)
Total business-type activities net assets	<u>\$(30,542,514)</u>	<u>\$(30,570,694)</u>	<u>\$(28,663,667)</u>	<u>\$(29,922,599)</u>	<u>\$(31,305,720)</u>	<u>\$(29,891,285)</u>	<u>\$(26,716,584)</u>	<u>\$(21,527,300)</u>	<u>\$ 26,024,654</u>	<u>\$ 26,459,438</u>
Primary government										
Net investment in capital assets	\$ 65,732,277	\$ 64,326,063	\$ 59,707,972	\$ 59,025,772	\$ 57,160,826	\$ 55,379,100	\$ 56,944,785	\$ 56,075,225	\$ 16,116,141	\$ 18,534,696
Restricted	10,000,141	12,153,711	14,538,021	14,863,969	14,721,585	16,252,462	12,714,667	17,681,414	9,671,931	10,300,783
Unrestricted	(68,007,426)	(66,682,178)	(61,032,729)	(57,258,277)	(54,163,051)	(52,001,976)	(47,795,130)	(51,416,944)	224,749	(11,605,089)
Total primary government net assets	<u>\$ 7,724,992</u>	<u>\$ 9,797,596</u>	<u>\$ 13,213,264</u>	<u>\$ 16,631,464</u>	<u>\$ 17,719,360</u>	<u>\$ 19,629,586</u>	<u>\$ 21,864,322</u>	<u>\$ 22,339,695</u>	<u>\$ 26,012,821</u>	<u>\$ 17,230,390</u>

(A) - City began reporting revenue bond debt activity previously reported as business-type activities in the governmental activities.

**CITY OF MCALESTER, OKLAHOMA**  
**CHANGES IN NET ASSETS/POSITION**  
**Last Ten Fiscal Years**  
**TABLE 2**

	FISCAL YEAR									
	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
<b>Expenses</b>										
<b>Governmental activities:</b>										
Legislature	\$ 48,166	\$ 14,693	\$ 72,611	\$ 32,311	\$ 126,666	\$ 97,162	\$ 119,262	\$ 119,631	\$ 92,698	\$ 118,144
Administration	3,282,152	2,702,333	2,262,740	3,077,346	2,523,930	2,652,254	2,605,293	2,593,075	2,633,457	3,016,773
Public safety	6,232,010	7,769,476	8,376,584	7,348,140	7,375,334	8,001,693	8,346,194	8,398,927	8,269,035	7,742,108
Community service	1,911,339	1,894,270	2,126,035	2,111,274	2,018,764	2,190,693	2,965,005	2,692,651	2,176,495	1,964,414
Administration services	783,265	795,739	907,937	960,172	881,082	1,073,808	1,057,394	1,073,174	1,011,076	1,280,079
Health and welfare	167,634	176,400	124,894	257,350	229,776	285,502	290,065	277,730	256,902	245,481
Public works	3,069,677	3,462,056	3,500,144	3,536,482	3,160,982	2,616,066	2,635,362	2,641,505	2,764,212	2,640,537
Economic development	66,075	145,000	186,887	214,845	287,955	250,974	257,449	334,831	243,467	237,615
Payment to Health Center Authority	821,517	918,638	1,017,568	362,396	-	-	-	-	-	-
Interest on long-term debt	70,195	45,573	32,684	16,574	25,826	23,099	16,019	10,781	2,603,604	2,938,799
<b>Total governmental activities expenses</b>	<b>16,452,030</b>	<b>17,924,178</b>	<b>18,588,064</b>	<b>17,936,892</b>	<b>16,630,315</b>	<b>17,191,051</b>	<b>18,292,043</b>	<b>18,142,505</b>	<b>20,050,946</b>	<b>20,183,950</b>
<b>Business-type activities:</b>										
Water operations	3,075,397	2,353,292	2,512,766	2,702,777	2,693,090	2,586,210	2,826,263	2,699,541	2,504,280	3,636,153
Sewer operations	1,243,371	1,267,846	1,453,532	1,497,767	1,478,020	1,501,178	1,574,716	1,633,520	1,534,532	1,833,574
Sanitation operations	1,741,250	2,363,201	2,225,325	1,875,151	2,525,570	3,727,028	4,132,892	3,836,266	3,291,636	2,454,195
Airport	3,730,800	264,030	155,347	346,238	353,265	335,902	336,310	322,386	330,132	324,411
Governmental interest & amortization	219,889	3,670,665	3,728,898	3,587,968	3,642,316	3,550,236	3,153,918	2,354,536	-	-
Utilities	-	-	-	-	-	-	-	-	-	-
<b>Total business-type activities expenses</b>	<b>10,010,707</b>	<b>9,939,054</b>	<b>10,075,868</b>	<b>10,009,901</b>	<b>10,692,281</b>	<b>11,700,556</b>	<b>12,024,099</b>	<b>10,846,249</b>	<b>7,650,580</b>	<b>8,248,333</b>
<b>Total primary government expenses</b>	<b>\$ 26,462,737</b>	<b>\$ 27,863,232</b>	<b>\$ 28,663,932</b>	<b>\$ 27,946,793</b>	<b>\$ 27,322,576</b>	<b>\$ 28,891,607</b>	<b>\$ 30,316,142</b>	<b>\$ 28,988,754</b>	<b>\$ 27,711,526</b>	<b>\$ 28,432,283</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
Legislature	\$ 232,472	\$ 487,861	\$ 1,936,658	\$ 268,950	\$ 338,951	\$ 650,556	\$ 1,130,512	\$ 1,089,491	\$ 1,394,521	\$ 1,044,682
Administration	1,082,899	995,571	1,093,276	1,814,780	1,771,563	1,578,883	1,305,145	1,429,987	2,741,229	2,894,702
Public safety	105,488	95,778	108,311	98,857	105,014	127,156	113,606	143,735	143,735	295,130
Community service	135,509	286,098	291,165	282,857	287,636	336,545	285,993	288,606	284,712	253,325
Administration services	-	-	-	-	-	-	-	-	61,870	60,942
Health and welfare	-	-	-	-	-	-	-	-	185,838	173,759
Public works	1,457	201	263	299	3,781	3,789	3,794	3,797	260,000	420,504
Economic development	-	-	-	-	-	-	-	-	-	-
Payment to Health Center Authority	-	-	-	-	-	-	-	-	-	-
Interest on long-term debt	-	-	-	-	-	-	-	-	-	-
<b>Total governmental activities program revenues</b>	<b>1,557,825</b>	<b>1,865,509</b>	<b>3,429,675</b>	<b>2,465,743</b>	<b>2,507,335</b>	<b>2,696,929</b>	<b>2,846,516</b>	<b>2,905,487</b>	<b>5,071,905</b>	<b>5,143,044</b>

(A) - City began reporting revenue bond debt activity previously reported as business-type activities in the governmental activities

(Continued)

TABLE 2  
(Continued)

	FISCAL YEAR									
	2006	2007	2008	2009	2010	2011	2012	2013	(A) 2014	2015
<b>Business-type activities:</b>										
Water operations	4,393,172	4,090,771	3,849,884	4,137,356	4,067,745	4,497,227	5,171,920	4,592,465	4,174,878	4,144,455
Sewer operations	1,589,777	1,448,440	1,396,625	1,456,628	1,475,284	1,740,561	1,748,119	1,802,899	1,633,623	1,718,541
Sanitation operations	2,573,695	2,496,883	2,984,600	3,135,166	3,046,992	3,330,969	3,285,025	3,229,695	2,918,401	3,055,264
Airport	149,583	178,656	201,113	128,937	110,415	123,874	111,902	94,250	92,304	1,683,222
Utilities										
Total business-type activities program revenues	8,806,227	8,214,950	8,432,222	8,859,087	8,700,436	9,692,631	10,316,966	9,719,309	8,819,206	10,601,482
Total primary government program revenues	\$ 10,364,052	\$ 10,080,459	\$ 11,861,897	\$ 11,323,630	\$ 11,207,771	\$ 12,389,560	\$ 13,163,482	\$ 12,624,796	\$ 13,891,111	\$ 15,744,526
<b>Net (Expense)/Revenue</b>										
Governmental activities:	\$ (14,894,205)	\$ (16,059,669)	\$ (15,158,409)	\$ (15,471,149)	\$ (14,122,980)	\$ (14,484,122)	\$ (15,445,527)	\$ (15,237,018)	\$ (14,979,041)	\$ (15,040,906)
Business-type activities:	(1,204,480)	(1,724,104)	(1,643,646)	(1,151,814)	(1,991,925)	(2,007,925)	(1,707,133)	(1,126,940)	1,158,626	2,353,149
Total primary government net expense	\$ (16,098,685)	\$ (17,782,773)	\$ (16,802,055)	\$ (16,622,963)	\$ (16,114,805)	\$ (16,502,047)	\$ (17,152,660)	\$ (16,363,958)	\$ (13,820,415)	\$ (12,687,757)
<b>General Revenues and Other Changes in Net Assets</b>										
Governmental activities:										
Taxes:										
Sales and use taxes	\$ 12,768,266	\$ 14,262,289	\$ 15,824,676	\$ 15,629,476	\$ 13,701,860	\$ 14,342,476	\$ 15,256,164	\$ 14,056,846	\$ 13,950,434	\$ 14,416,789
Franchise and public service taxes	688,418	607,212	643,484	729,844	567,652	687,905	584,264	552,713	607,578	577,352
Hotel/motel taxes	291,566	489,872	666,372	583,258	426,662	507,415	549,088	471,081	447,768	652,340
E-911 taxes	114,308	133,287	782,094	714,832	653,841	677,966	650,409	668,209	630,849	600,114
Intergovernmental revenue not restricted to specific programs	277,311	294,200	318,655	321,874	302,480	317,934	332,365	305,734	291,828	301,603
Investment income	29,856	61,193	130,804	193,521	186,899	178,656	139,075	90,143	69,007	64,026
Miscellaneous	1,194,665	369,061	308,902	216,558	257,635	178,678	198,423	116,579	1,436,459	341,415
Transfers-internal activity	(1,766,244)	(1,379,933)	(3,314,213)	(2,637,696)	(748,161)	(3,356,890)	(4,477,786)	(7,180,863)	1,030,202	1,075,317
Transfers from component unit		813,946								
Excise taxes										
Contributed Assets										
General fixed assets funded by business-type special revenue funds										
Total governmental activities	13,578,146	15,671,127	15,360,974	15,751,667	15,349,068	13,534,140	13,232,002	9,080,442	18,464,125	18,028,956
Business-type activities:										
Excise taxes										
Investment income	258,720	256,907	173,077	32,956	2,185	17,248	11,717	16,700	13,945	12,432
Miscellaneous	41,579	6,464	19,439	19,439	35,406	20,367	25,795	116,389	45,673	33,436
Transfers - Internal activity	1,766,244	1,379,933	3,314,213	2,637,696	748,161	3,356,890	4,477,786	7,180,863	(1,030,202)	(1,075,317)
Bond proceeds, net									(970,584)	(1,029,449)
Total business-type activities	2,024,964	1,678,419	3,493,754	2,690,091	785,752	3,394,505	4,515,298	7,313,952	(970,584)	(1,029,449)
Total primary government	\$ 15,603,110	\$ 17,349,546	\$ 18,854,728	\$ 18,441,758	\$ 16,134,820	\$ 16,928,645	\$ 17,747,300	\$ 16,394,394	\$ 17,493,541	\$ 16,999,507
<b>Change in Net Assets</b>										
Governmental activities	\$ (1,316,059)	\$ (387,542)	\$ 202,565	\$ 280,518	\$ 1,226,088	\$ (959,982)	\$ (2,213,525)	\$ (6,156,576)	\$ 3,485,084	\$ 2,988,050
Business-type activities	820,464	(45,685)	1,850,108	1,538,277	(1,206,073)	1,386,580	2,808,165	6,187,012	188,042	1,323,700
Total primary government	\$ (495,575)	\$ (433,227)	\$ 2,052,673	\$ 1,818,795	\$ 20,015	\$ 426,598	\$ 594,640	\$ 30,436	\$ 3,673,126	\$ 4,311,750

(A) - City began reporting revenue bond debt activity previously reported as business-type activities in the governmental activities

CITY OF MCALESTER, OKLAHOMA  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
 Last Ten Fiscal Years  
**TABLE 3**

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	(A) 2014	2015
General Fund										
Reserved for:										
Encumbrances	\$ 27,772	\$ -	\$ -	\$ -	\$ 21,800	\$ -	\$ -	\$ -	\$ -	\$ -
Compensated absences obligation	1,447,005									
Unreserved	(3,974,447)	(2,007,545)	(2,412,174)	(1,404,008)	972,696	-	-	-	-	-
Nonspendable									5,987	2,053
Restricted										
Assigned						59,263	61,353	6,143	48,842	41,881
Unassigned						1,153,793	1,872,415	2,348,271	2,612,033	2,122,942
Total General Fund	<u>\$ (2,499,670)</u>	<u>\$ (2,007,545)</u>	<u>\$ (2,412,174)</u>	<u>\$ (1,404,008)</u>	<u>\$ 994,496</u>	<u>\$ 1,213,056</u>	<u>\$ 1,933,768</u>	<u>\$ 2,354,414</u>	<u>\$ 2,666,862</u>	<u>\$ 2,166,876</u>
All Other Governmental Funds										
Reserved for:										
Encumbrances	\$ -	\$ -	\$ -	\$ -	\$ 85,367	\$ -	\$ -	\$ -	\$ -	\$ -
Compensated absences obligation	37,731									
Unreserved, reported in:										
Special revenue funds	2,803,817	5,810,149	9,758,315	14,373,107	14,848,434	-	-	-	-	-
Restricted						15,583,329	12,528,800	9,774,023	28,542,781	24,305,808
Assigned						473,187	2,965,222	2,202,832	3,461,487	3,761,458
Unassigned										
Total all other governmental funds	<u>\$ 2,841,548</u>	<u>\$ 5,810,149</u>	<u>\$ 9,758,315</u>	<u>\$ 14,373,107</u>	<u>\$ 14,933,801</u>	<u>\$ 16,056,516</u>	<u>\$ 15,494,022</u>	<u>\$ 11,976,855</u>	<u>\$ 32,004,268</u>	<u>\$ 28,067,266</u>
GRAND TOTAL	<u>\$ 341,878</u>	<u>\$ 3,802,804</u>	<u>\$ 7,346,141</u>	<u>\$ 12,969,099</u>	<u>\$ 15,928,297</u>	<u>\$ 17,269,572</u>	<u>\$ 17,427,790</u>	<u>\$ 14,331,269</u>	<u>\$ 34,671,130</u>	<u>\$ 30,234,142</u>

NOTE: GASB 54 was implemented in fiscal year 2011. Years prior to implementation of GASB 54 have not been restated.  
 (A) - City began reporting revenue bond debt activity previously reported in the proprietary funds in the governmental funds.

CITY OF MCALESTER, OKLAHOMA  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
 Last Ten Fiscal Years  
**TABLE 4**

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues</b>										
Sales and use taxes	\$ 12,768,266	\$ 14,282,289	\$ 15,824,676	\$ 15,629,476	\$ 13,701,860	\$ 14,342,476	\$ 15,256,164	\$ 14,056,846	\$ 13,950,434	\$ 14,416,789
Franchise and public service taxes	668,418	607,212	643,484	729,844	567,852	687,905	584,264	552,713	607,578	577,352
E-911 taxes	114,308	133,287	782,094	714,832	653,841	677,966	650,409	668,209	630,849	600,114
Hotel/motel taxes	291,566	489,872	666,372	583,258	426,662	507,415	549,088	471,081	447,768	652,340
Intergovernmental	602,508	2,221,441	1,587,064	1,440,136	1,316,273	1,707,380	1,676,580	2,300,455	1,833,809	2,234,251
Charges for services	781,628	1,229,522	2,517,390	1,105,891	1,398,636	1,784,835	2,150,778	2,131,082	2,695,476	2,414,327
Fines and forfeitures	578,557	494,537	764,178	856,251	845,289	757,186	634,183	610,803	787,160	899,885
Licenses and permits	108,705	135,792	105,543	112,865	101,359	159,227	92,307	111,896	141,489	102,207
Investment income	29,856	61,193	130,804	193,521	186,899	178,656	139,075	90,143	69,007	64,026
Miscellaneous	1,295,352	564,620	360,916	229,540	341,266	260,565	272,927	228,241	133,871	381,449
<b>Total Revenues</b>	<b>17,239,164</b>	<b>20,219,765</b>	<b>23,382,521</b>	<b>21,595,614</b>	<b>19,539,937</b>	<b>21,063,611</b>	<b>22,005,775</b>	<b>21,221,469</b>	<b>21,297,441</b>	<b>22,342,740</b>
<b>Expenditures:</b>										
Legislature	28,810	8,045	71,201	30,901	125,066	95,728	118,071	117,769	92,698	118,144
Administration	2,894,380	2,732,232	2,272,374	2,990,279	2,599,423	2,403,037	2,378,667	2,355,933	2,475,490	2,693,127
Public safety	5,838,253	7,202,270	7,640,579	7,157,681	7,024,496	7,984,007	7,598,168	7,789,438	7,861,764	8,042,126
Community services	1,706,062	1,751,641	1,861,844	1,918,841	1,769,825	1,931,979	2,687,709	2,374,036	1,862,157	1,725,163
Administration services	780,736	853,406	890,722	920,474	879,398	1,092,842	1,041,293	1,097,904	1,010,714	1,301,925
Health and welfare	167,475	176,530	116,992	249,118	227,694	288,913	293,906	282,311	254,596	255,044
Public works	1,424,314	1,803,459	1,682,994	1,976,844	1,545,718	1,234,246	1,136,893	1,064,904	1,169,200	1,029,679
Economic Development	66,075	145,000	137,650	214,845	287,955	250,974	257,449	313,870	217,067	237,615
Payment to McAlester Regional Health Center Authori	-	-	-	-	-	-	-	-	-	-
Capital outlay	797,525	461,585	459,726	501,346	1,689,725	1,301,384	4,489,791	1,929,581	2,508,114	7,725,006
Debt service:										
Principal retirement	304,010	416,214	348,282	335,186	162,286	343,619	109,304	201,674	3,207,664	3,754,875
Interest and fiscal charges	74,959	55,373	37,583	23,736	26,738	29,198	16,126	11,025	2,148,216	2,267,239
<b>Total Expenditures</b>	<b>14,082,599</b>	<b>15,605,755</b>	<b>15,519,927</b>	<b>16,319,251</b>	<b>16,338,324</b>	<b>16,965,927</b>	<b>20,127,377</b>	<b>17,538,445</b>	<b>22,807,680</b>	<b>29,149,943</b>
Excess of revenues over(under) expenditures	3,156,565	4,614,010	7,862,594	5,276,363	3,201,613	4,097,684	1,878,398	3,683,024	(1,510,239)	(6,807,203)
<b>Other financing sources(uses) and special item:</b>										
Transfers in	4,352,005	4,880,600	3,319,441	2,911,291	5,122,922	2,107,823	5,125,820	2,288,687	8,121,706	9,926,637
Transfers in- McAlester Economic Development Servi	-	813,946	-	-	-	-	-	-	-	-
Debt Proceeds	-	-	-	-	-	180,987	-	-	4,910,000	658,805
Bond issue costs	-	-	-	-	-	-	-	-	(83,603)	-
Proceeds from sales of capital assets	-	-	-	-	-	-	-	-	1,350,000	-
Contributed Assets	-	-	-	-	-	-	-	-	-	-
Transfers out	(5,923,094)	(6,260,533)	(6,620,930)	(5,494,124)	(5,810,078)	(5,045,219)	(6,846,000)	(9,068,232)	(6,709,096)	(8,215,227)
Transferout- McAlester Regional Health Center Autho	(821,517)	(918,638)	(1,017,568)	(362,398)	444,741	-	-	-	-	-
<b>Total other financing sources(uses) and special item</b>	<b>(2,392,606)</b>	<b>(1,484,625)</b>	<b>(4,319,057)</b>	<b>(2,945,231)</b>	<b>(242,415)</b>	<b>(2,756,409)</b>	<b>(1,720,180)</b>	<b>(6,779,545)</b>	<b>7,589,007</b>	<b>2,370,215</b>
<b>Net change in fund balances</b>	<b>\$ 763,959</b>	<b>\$ 3,129,385</b>	<b>\$ 3,543,537</b>	<b>\$ 2,331,132</b>	<b>\$ 2,959,198</b>	<b>\$ 1,341,275</b>	<b>\$ 158,218</b>	<b>\$ (3,096,521)</b>	<b>\$ 6,078,768</b>	<b>\$ (4,436,988)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	2.9%	3.1%	2.6%	2.3%	1.3%	2.4%	0.8%	1.4%	26.4%	28.1%

(A) - City began reporting revenue bond debt activity previously reported in the proprietary funds in the governmental funds.

CITY OF MCALESTER, OKLAHOMA  
 GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE  
 Last Ten Fiscal Years  
 TABLE 5

<b>Fiscal Year</b>	<b>Sales Tax</b>	<b>Use Tax</b>	<b>Franchise Tax</b>	<b>Hotel/Motel Tax</b>	<b>E-911 Tax</b>	<b>Totals</b>
2006	\$ 12,305,224	\$ 463,042	\$ 668,418	\$ 291,566	\$ 114,308	\$ 13,842,558
2007	13,803,068	479,221	607,212	489,872	133,287	15,512,660
2008	15,259,877	564,799	643,484	666,372	782,094	17,916,626
2009	15,049,535	579,941	729,844	583,258	714,832	17,657,410
2010	13,020,433	681,427	567,852	426,662	653,841	15,350,215
2011	13,787,766	554,710	687,905	507,415	677,966	16,215,762
2012	14,663,740	592,424	584,264	549,088	650,409	17,039,925
2013	13,357,829	699,017	552,713	471,081	668,209	15,748,849
2014	13,325,717	624,717	607,578	447,768	630,849	15,636,629
2015	13,775,363	641,426	577,352	652,340	600,114	16,246,595

**CITY OF MCALESTER, OKLAHOMA**  
**SALES TAX RATES OF DIRECT AND OVERLAPPING GOVERNMENTS**  
**Last Ten Fiscal Years**  
**TABLE 6**

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
City of McAlester	3.75%	3.75%	3.75%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%	3.50%
Pittsburg County	0.75%	0.75%	0.75%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
State of Oklahoma	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%
<b>Total</b>	<b>9.00%</b>									

City-Nov 2008 changed to 3.5% dropped .25% for Hospital  
County - Jan 2006 .75% for remodel  
County-Jan 2009 added .25% FireFighters

**CITY OF MCALESTER, OKLAHOMA**  
**TAXABLE SALES BY CATEGORY**  
 Last Ten Fiscal Years  
**TABLE 7**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Agriculture, forestry, and fishing	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 191	\$ -	\$ 2
Mining Quarrying, and Oil and Gas Extraction	-	-	-	-	-	-	-	11,948	703	5,878
Utilities	-	-	-	-	-	-	-	476,905	785,842	800,800
Construction	-	-	-	-	-	-	-	15,998	34,043	37,205
Manufacturing	-	-	-	-	-	-	-	177,865	262,981	309,241
Transportation and Warehousing	-	-	-	-	-	-	-	7,011	12,982	17,130
Information	-	-	-	-	-	-	-	267,476	401,979	416,476
Wholesale trade	-	-	-	-	-	-	-	638,228	856,848	875,118
Retail trade	-	-	-	-	-	-	-	5,605,712	8,236,655	8,496,420
Finance, insurance,	-	-	-	-	-	-	-	11,473	27,697	3,574
Real Estate and Rental and Leasing	-	-	-	-	-	-	-	107,370	286,863	218,093
Professional, Scientific, and Technical Services	-	-	-	-	-	-	-	44,289	52,484	28,232
Administrative and Support and Waste Management and Remediation Services	-	-	-	-	-	-	-	4,785	3,996	2,720
Educational Services	-	-	-	-	-	-	-	1,559	1,365	115
Health Care and Social Assistance	-	-	-	-	-	-	-	176	1,227	2,159
Arts, Entertainment, and Recreation	-	-	-	-	-	-	-	31,980	46,204	59,278
Accommodation and Food Services	-	-	-	-	-	-	-	1,380,169	2,069,055	2,187,338
Other services (except Public Administration)	-	-	-	-	-	-	-	160,057	246,998	261,812
Public Administration	-	-	-	-	-	-	-	(194)	27	(328)
Nonclassifiable establishments	-	-	-	-	-	-	-	(17,661)	105,270	128,590
<b>Agriculture</b>	1,590	1,409	905	909	2,078	3,398	4,275	1,466	-	-
<b>Mining</b>	3,185	11,937	1,465	6,930	5,591	1,274	(239)	91	-	-
<b>Construction</b>	23,930	31,371	17,511	22,931	23,677	15,167	20,018	5,468	-	-
<b>Manufacturing</b>	207,139	317,257	580,848	521,840	267,462	630,929	895,821	196,585	-	-
<b>Transportation</b>	2,621	5,325	3,699	5,882	4,800	5,750	8,573	3,983	-	-
<b>Communications and utilities:</b>										
Communications	403,900	485,634	439,785	436,570	427,119	458,645	590,649	193,928	-	-
Electric, gas, and sanitary services	754,193	823,742	822,175	834,988	637,879	710,258	811,074	233,346	-	-
<b>Wholesale trade</b>	752,972	874,569	1,076,478	1,052,140	1,070,343	1,228,276	1,295,467	340,798	-	-
<b>Retail trade:</b>										
Building materials, hardware, garden supply and mobile home dealer	1,218,290	1,216,956	1,316,453	1,380,133	1,128,403	1,154,230	1,086,353	324,535	-	-
General merchandise stores	4,542,245	4,682,087	4,826,444	4,769,157	4,047,802	3,968,778	4,174,660	1,259,759	-	-
Food stores	502,922	614,118	618,067	673,347	616,485	665,075	650,225	221,670	-	-
Automotive dealers and gasoline service stations	565,684	562,565	631,001	615,026	551,224	571,892	629,373	219,764	-	-
Apparel and accessory stores	365,570	358,799	389,014	325,459	270,969	311,810	320,656	109,347	-	-
Furniture, home furnishings and equipment stores	478,672	600,555	689,073	727,104	588,948	545,530	447,391	142,865	-	-
Eating and drinking places	1,152,017	1,284,409	1,541,012	1,531,678	1,444,859	1,547,300	1,661,899	553,320	-	-
Miscellaneous retail	583,846	684,302	1,007,022	996,220	910,622	960,451	1,010,940	299,524	-	-
Finance, insurance, and real estate	1,260	1,159	2,353	1,244	1,624	2,278	1,986	2,028	-	-
<b>Services:</b>										
Hotels and motels	271,548	483,810	651,891	550,515	324,879	387,153	489,648	155,914	-	-
Personal services	68,712	74,426	79,420	82,852	69,019	72,171	75,481	23,034	-	-
Business services	179,157	206,526	212,416	233,328	214,812	156,993	249,457	61,222	-	-
Automotive repair services and garages	79,620	84,231	94,509	128,352	127,101	142,361	150,875	61,066	-	-
Miscellaneous repair services	24,185	35,105	39,911	30,413	20,149	15,658	25,366	8,775	-	-
Motion pictures	93,249	95,002	94,389	87,033	89,170	86,782	83,227	27,111	-	-
Other services	67,352	63,878	68,839	91,402	84,084	76,184	100,108	20,819	-	-
<b>Nonclassifiable establishments</b>	48,206	37,418	101,435	208,106	167,216	193,282	40,595	8,764	-	-
	\$17,302,066	\$13,836,589	\$15,306,114	\$15,313,560	\$13,096,319	\$13,911,625	\$14,623,880	\$13,400,517	\$13,433,218	\$13,849,854

Note: In November 2012 the classifications were change from SIC code to NAICS

**CITY OF MCALESTER, OKLAHOMA  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
TABLE 8**

<u>Jurisdiction</u>	<u>Net (1) Debt Outstanding</u>	<u>Percentage (2) Applicable to City of McAlester</u>	<u>Amount Applicable to City of McAlester</u>
Direct - City of McAlester	\$ 626,709	100.00%	\$626,709
Overlapping: McAlester School District	\$ -	100.00% (3)	-
Pittsburg County	<u>\$ 13,415,000</u>	46%	<u>6,106,732</u>
Total	<u><u>\$14,041,709</u></u>		<u><u>\$6,733,441</u></u>

Outstanding bond debt : 06-30-15

- (1) Gross general bonded debt outstanding less debt service reserves.
- (2) Determined by ratio of assessed valuation of property subject to taxation in overlapping unit to valuation of property subject to taxation in the City of McAlester.
- (3) Only 77% of City residents would be responsible for the debt.

CITY OF MCALESTER, OKLAHOMA  
 LEGAL DEBT MARGIN INFORMATION  
 Last Ten Fiscal Years  
 TABLE 9

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt limit	\$ 4,687,024	\$ 5,692,619	\$ 6,069,063	\$ 6,554,315	\$ 6,841,533	\$ 7,109,639	\$ 7,331,792	\$ 7,555,257	\$ 7,755,946	\$ 8,065,312
Total net debt applicable to limit	-	-	-	-	-	-	-	-	-	-
Legal debt margin	<u>\$ 4,687,024</u>	<u>\$ 5,692,619</u>	<u>\$ 6,069,063</u>	<u>\$ 6,554,315</u>	<u>\$ 6,841,533</u>	<u>\$ 7,109,639</u>	<u>\$ 7,331,792</u>	<u>\$ 7,555,257</u>	<u>\$ 7,755,946</u>	<u>\$ 8,065,312</u>
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Legal Debt Margin Calculation for Fiscal Year 2015**

	\$ 80,653,118
	8,065,312
	-
	-
	-
	<u>\$ 8,065,312</u>

Note: Article 10, Section 26 of the Constitution of the State of Oklahoma limits municipal debt to 10% of net assessed valuation.  
 Article 10, Section 27 of the Constitution of the State of Oklahoma limits municipal debt to non-utility or non-street purposes.

CITY OF MCALESTER, OKLAHOMA  
UTILITY SYSTEMS DIVISION  
PLEDGED REVENUE COVERAGE  
Last Ten Fiscal Years  
TABLE 10

		<u>Eligible Revenues</u>	<u>Eligible Expenses (1)</u>	<u>Net Revenue Available for Debt Service</u>	<u>Average Annual/ Annual Debt Service</u>	<u>Revenue Bond Coverage</u>
2006	Series 1999 and 2002 Utility System Revenue Bonds, Series 2003A, 2003B, 2004 Sales Tax Revenue Bonds, 1999 CDBG Loan	11,809,125	4,491,648	7,317,477	5,528,300	1.32
2007	Series 1999 and 2002 Utility System Revenue Bonds, Series 2003A, 2003B, 2004 Sales Tax Revenue Bonds, 1999 CDBG Loan	13,294,128	5,189,715	8,104,413	5,528,300	1.47
2008	Series 1999 and 2002 Utility System Revenue Bonds, Series 2003A, 2003B, 2004 Sales Tax Revenue Bonds, 1999 CDBG Loan	12,847,465	5,249,150	7,598,315	5,528,300	1.37
2009	Series 1999 and 2002 Utility System Revenue Bonds, Series 2003A, 2003B, 2004 Sales Tax Revenue Bonds, 1999 CDBG Loan	13,420,246	5,234,856	8,185,390	5,528,300	1.48
2010	Series 1999 and 2002 Utility System Revenue Bonds, 1999 CDBG Loan	11,497,861	5,788,341	5,709,520	3,968,564	1.44
2011	Series 1999 and 2002 Utility System Revenue Bonds, 1999 CDBG Loan	12,910,132	6,753,690	6,156,442	3,968,564	1.55
2012	Series 1999 and 2002 Utility System Revenue Bonds, 1999 CDBG Loan	13,573,172	7,533,575	6,039,597	3,968,564	1.52
2013	Series 2013, 2012, 2012 Utility System Revenue Bonds, 1999 CDBG Loan	13,065,325	6,879,431	6,185,894	4,099,959	1.51
2014	Series 2014, 2013, 2012, 2012 Utility System Revenue Bonds, 1999 CDBG Loan	12,503,686	6,117,823	6,385,863	4,537,442	1.41
2015	Series 2014, 2013, 2012, 2012 Utility System Revenue Bonds, 1999 CDBG Loan	13,147,686	6,724,078	6,423,608	4,537,442	1.42

(1) Excludes depreciation and amortization expense.

CITY OF MCALESTER, OKLAHOMA  
RATIO FOR OUTSTANDING DEBT BY TYPE  
Last Eight Fiscal Years  
TABLE 11

Fiscal Year	Governmental Activities			Business-Type Activities				Total Primary Government	% of Total Debt to Personal Income	Per Capita
	Revenue Bonds Payable	Notes Payable	Capital Leases Payable	Revenue Bonds Payable	Notes Payable	Water Contract Obligations	Settlement/ Contract Obligation			
2008	-	-	606,784	62,514,230	632,887	325,009	386,970	64,465,880	4.28%	1,947
2009	-	-	271,598	61,057,126	798,420	301,571	263,714	62,692,429	4.30%	1,971
2010	-	-	554,053	60,037,888	1,201,574	277,525	125,001	62,196,041	4.09%	1,872
2011	-	-	391,421	58,586,519	1,000,251	252,857	-	60,231,048	3.79%	1,730
2012	-	-	282,117	55,895,942	810,602	227,550	1,131,249	58,347,460	3.57%	1,610
2013	-	-	80,443	62,046,923	613,683	201,587	942,707	63,885,343	3.91%	1,763
Note 2014	64,122,887	-	42,779	-	450,905	174,951	754,165	65,545,687	4.02%	1,809
2015	60,798,769	-	626,709	-	332,987	147,625	565,623	62,471,713	3.83%	1,724

Note - City began reporting revenue bonds payable as governmental activities in fiscal year 2014.

**CITY OF MCALESTER, OKLAHOMA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
Last Ten Calendar Years  
TABLE 13**

<u>Calendar Year</u>	<u>Population (1)</u>	<u>Personal Income (in thousands)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age of Population (3)</u>	<u>School Enrollment (4)</u>	<u>Unemployment Rate (5)</u>
2006	17,783 (A)	\$ 1,252,876	\$ 27,947	38.0	3,555	4.2%
2007	18,369	1,363,969	30,269	38.0	3,242	3.9%
2008	18,369	1,505,043	33,114	38.0	2,819	3.2%
2009	18,383	1,459,634	31,809	38.0	3,825	6.4%
2010	18,384	1,522,158	33,222	37.1	3,737	6.6%
2011	18,522	1,588,795	34,808	39.0	3,547	5.8%
2012	18,303	1,632,347	36,236	39.0	3,484	5.4%
2013	18,303	1,632,347	36,236	39.0	3,148	5.7%
2014	18,303	1,632,347	36,236	39.0	3,111	4.7%
2015	18,303	1,632,347	36,236	39.0	3,128	5.4%

(A) - Population obtained from the 2000 census.

Sources:

- (1) [www.factfinder2.census.gov](http://www.factfinder2.census.gov)
- (2) [www.bea.gov](http://www.bea.gov)
- (3) [www.economicexpert.com](http://www.economicexpert.com)
- (4) McAlester School District, District Offices
- (5) [www.bls.gov](http://www.bls.gov)

CITY OF MCALESTER, OKLAHOMA  
**FULL-TIME EQUIVALENT BUDGETED CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**  
 Last Eight Fiscal Years  
**TABLE 14**

<u>Function/Program</u>	Fiscal Year 2008	Fiscal Year 2009	Fiscal Year 2010	Fiscal Year 2011	Fiscal Year 2012	Fiscal Year 2013	Fiscal Year 2014	Fiscal Year 2015
<b>General Government</b>								
City Manager	2	2	2	2	2	2	3	3
Finance	3	3	3	4	4	4	3	4
City Clerk	1	1	1	1	1	1	1	2
Legal	2	2	2	2	2	2	2	2
Planning	6	6	6	4	4	5	5	5
Economic Development	0	0	0	0	0	0	1	1
Tourism	0	0	0	0	0	0	1	1
Human Resources	2	2	2	3	3	3	2	2
Information Services	1	1	1	1	1	1	1	1
<b>Total General Government</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>17</b>	<b>18</b>	<b>19</b>	<b>21</b>
<b>Public Safety &amp; Judiciary</b>								
Police	60	37	37	37	38	37	36	39
CID (Detectives)	0	12	12	7	8	8	8	8
Animal Control	0	2	2	2	2	2	1	1
Communications	0	4	4	4	4	4	4	4
Communications E911	0	5	5	7	10	10	10	10
Fire	44	44	44	43	43	43	43	43
<b>Total Public Safety &amp; Judiciary</b>	<b>104</b>	<b>104</b>	<b>104</b>	<b>100</b>	<b>105</b>	<b>104</b>	<b>102</b>	<b>105</b>
<b>Transportation</b>								
Central Garage	8	8	8	7	6	6	5	5
Streets	18	14	14	14	14	14	13	13
Traffic Control	0	3	3	0	0	0	0	0
Airport	3	3	3	3	3	3	3	3
<b>Total Transportation</b>	<b>29</b>	<b>28</b>	<b>28</b>	<b>24</b>	<b>23</b>	<b>23</b>	<b>21</b>	<b>21</b>
<b>Cultural, Parks, &amp; Recreation</b>								
Parks & Recreation	15	13	13	15	15	15	13	14
Expo	6	6	6	5	5	5	3	4
Nutrition	3	5	5	5	5	5	5	4
Library	1	1	0	0	0	0	0	0
Cemetery	5	5	5	5	5	5	5	5
Building Maintenance	3	3	4	4	4	4	3	3
<b>Total Cultural, Parks, &amp; Recreation</b>	<b>33</b>	<b>33</b>	<b>33</b>	<b>34</b>	<b>34</b>	<b>34</b>	<b>29</b>	<b>30</b>
<b>Utilities</b>								
Utilities	0	2	2	2	2	2	0	0
Utility Office	6	6	6	7	7	8	7	8
Solid Waste	17	16	16	1	1	1	0	0
Landfill	5	4	4	4	4	2	2	2
Engineering	6	4	4	4	4	4	4	4
Waste Water	13	13	13	12	12	12	12	12
Water Treatment	8	8	8	8	8	8	7	0
Utility Maintenance	11	11	11	10	14	13	8	10
<b>Total Utilities</b>	<b>66</b>	<b>64</b>	<b>64</b>	<b>48</b>	<b>52</b>	<b>50</b>	<b>40</b>	<b>36</b>
<b>Total Full-Time Budgeted Employees by Function/Program</b>	<b>249</b>	<b>246</b>	<b>246</b>	<b>223</b>	<b>231</b>	<b>229</b>	<b>211</b>	<b>213</b>

**CITY OF MCALESTER, OKLAHOMA**  
**Capital Asset Statistics by Function/Program**  
**Last Eight Fiscal Years**  
**TABLE 15**

<u>Function/Program</u>	<u>Fiscal Year</u> <u>2008</u>	<u>Fiscal Year</u> <u>2009</u>	<u>Fiscal Year</u> <u>2010</u>	<u>Fiscal Year</u> <u>2011</u>	<u>Fiscal Year</u> <u>2012</u>	<u>Fiscal Year</u> <u>2013</u>	<u>Fiscal Year</u> <u>2014</u>	<u>Fiscal Year</u> <u>2015</u>
General Government								
Buildings	10	10	10	11	12	12	12	12
Police								
Stations	1	1	1	1	1	1	2	2
Patrol units	57	57	57	52	54	53	53	50
Fire								
Stations	4	4	4	4	4	4	4	4
Trucks	5	5	5	5	5	5	6	6
Vehicles	16	16	16	16	16	17	16	16
Streets								
Street miles	298	298	298	298	298	298	298	298
Traffic signals	22	22	22	22	23	23	23	23
Parks and recreation								
Acreage	103	103	103	103	103	103	103	103
Playgrounds	10	10	10	10	10	10	10	11
Baseball/softball diamonds	10	9	9	9	9	9	9	9
Soccer/football fields	1	2	2	2	2	2	2	2
Tennis Courts	6	6	6	6	6	6	6	6
Community Center	1	1	1	1	1	1	1	1
Pools	3	3	3	3	3	3	3	3
Wading Pools	5	5	5	5	5	5	5	5
Arboretum (Mike Deak) 1981	1	1	1	1	1	1	1	1
Skate Park 2010			1	1	1	1	1	1
Splash Pad 2008	1	1	1	1	1	1	1	1
Dog Park 2014							1	1
Frisbee Disk Golf Course 2014							1	1
Community Garden 2013							1	2
Amphitheater (Stipe Center)	1	1	1	1	1	1	1	1
Library								
Buildings	1	1	1	1	1	1	1	1
Cemetery								
Plots -Oakhill	3,800	3,800	3,800	3,800	3,800	3,800	3,800	3,800
Total Plots (Maintained)	35,000	35,000	35,000	35,000	35,000	35,000	35,000	35,000
Vehicles & Machinery	12	12	12	10	11	11	11	16
Water								
Water mains (miles)	170	170	170	170	170	170	170	170
Fire hydrants	902	912	932	954	969	970	970	970
Storage capacity (thousands of gallons)	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Wastewater								
Sanitary sewers (miles)	143	143	143	143	143	143	143	143
Daily Treatment Capacity	8,000	8,000	8,000	8,000	8,000	8,000	8,000	8,000

**CITY OF MCALESTER, OKLAHOMA**  
**Operating Indicators by Function/Program**  
**Last Eight Fiscal Years**  
**TABLE 16**

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015
<b>Fire</b>								
Emergency Responses	1,571	2,074	2,008	2,156	2,376	2,246	2,658	2807
Fires Extinguished	144	166	149	142	197	158	140	93
<b>Police</b>								
Physical Arrests								
Juvenile	12	38	14	1	29	40	68	528
Minors	-	-	-	-	-	-	-	1160
Adult	1,381	1,380	1,426	969	870	875	947	10275
Parking Violations	465	356	228	715	283	156	429	254
Traffic Violations	8,440	7,784	9,718	14,618	5,441	6,392	10,383	11709
<b>Utilities</b>								
New Accounts								
Residential	1,195	1,226	1,238	1,166	1,297	1,240	1,285	1,189
Commercial	109	67	107	97	108	119	87	70
Bulk	-	-	-	10	5	5	12	8
<b>Parks &amp; Recreation</b>								
Athletic Field-Softball/Baseball	10	9	9	9	9	9	9	9
Soccer (# of fields used)	1	2	2	2	2	2	2	2
Tennis (# of courts used)	6	6	6	6	6	6	6	6
Frisbee Disk Golf Course	-	-	-	-	-	-	1	1
Parks	-	-	-	-	-	-	12	12
Dog Park	-	-	-	-	-	-	1	1
Swimming Pools	-	-	-	-	-	-	3	3
Wading Pools (# of wading pools used)	-	-	-	-	-	-	3	3
Basketball Courts	-	-	-	-	-	-	4	4
Splash Pad	-	-	-	-	-	-	1	1
Skate park	-	-	-	-	-	-	1	1
Walking Tracks	-	-	-	-	-	-	5	5
Amphitheater	-	-	-	-	-	-	1	1
Arboretum	-	-	-	-	-	-	1	1
Community Garden	-	-	-	-	-	-	1	2
Recreational Center	-	-	-	-	-	-	1	1
Community Center - Special Event Participants	988	764	2,414	1,411	1,662	1,124	2,366	2,368
Senior Center-Program Participants	55,930	50,884	46,393	52,041	51,619	33,227	57,923	57,923
Sr. Center Lunch Program	43,290	38,253	32,812	36,410	37,979	31,527	50,257	50,257
<b>Cemetery</b>								
Purchased/sold Lots	-	-	-	-	-	-	35	28
Funerals	-	-	-	-	-	-	113	133

\* Fire and Police Statistics are calendar year.

Source: Various City Departments



# McAlester City Council

## AGENDA REPORT

### TABLED FROM JANUARY 12TH MEETING

Meeting Date: January 26, 2016 Item Number: 2  
Department: \_\_\_\_\_  
Prepared By: Peter Stasiak, City Manager Account Code: \_\_\_\_\_  
Date Prepared: December 2, 2015 Budgeted Amount: \_\_\_\_\_  
Exhibits: 2

#### Subject

Consider and act upon, authorizing the Mayor to sign a resolution in agreement with Oklahoma Department of Transportation for the removal of unwarranted traffic signals on Carl Albert Parkway.

#### Recommendation

Staff recommends participation and authorizing the Mayor to sign the attached Resolution.

#### Discussion

Oklahoma Department of Transportation has completed an analysis of traffic signals on Highway 270 Carl Albert Parkway. This study revealed that traffic signals were not warranted at the intersections of A Street, 1<sup>st</sup> Street, 3<sup>rd</sup> Street and 5<sup>th</sup> Street. The remaining traffic signals will be updated with new controllers, video detection, and synchronization from Main Street to Tandy Town. *The City's Cost Share totaling \$179,500.00. See attached.*

#### Approved By

Initial

Date

Department Head

City Manager

P. Stasiak

*PJS*

*1-21-16*

RESOLUTION NO. \_\_\_\_\_

**A RESOLUTION APPROVING PARTICIPATION WITH THE STATE OF OKLAHOMA  
DEPARTMENT OF TRANSPORTATION IN A TRAFFIC SIGNAL PROJECT.**

**WHEREAS**, the Oklahoma Department of Transportation has completed a traffic study along US 270 (Carl Albert Parkway), at the intersections of "A" Street, US 69B (Main Street), 1<sup>st</sup> Street, 2<sup>nd</sup> Street, 3<sup>rd</sup> Street, 5<sup>th</sup> Street, 6<sup>th</sup> Street, Strong Boulevard, and Tandy Town in the City of McAlester, Oklahoma; and,

**WHEREAS**, the City of McAlester agrees to remove unwarranted traffic signals along US 270 (Carl Albert Parkway) at the intersections of "A" Street, 1<sup>st</sup> Street, 2<sup>nd</sup> Street, 3<sup>rd</sup> Street, and 5<sup>th</sup> Street; and,

**WHEREAS**, the City of McAlester agrees to upgrade remaining traffic signals along US 270 (Carl Albert Parkway) at the intersections of US 69B (Main Street), 6<sup>th</sup> Street, Strong Boulevard, and Tandy Town; and,

**WHEREAS**, the City of McAlester agrees to install two new mid-block pedestrian signals on US 270 (Carl Albert Parkway) between 2<sup>nd</sup> Street and 3<sup>rd</sup> Street, and between 3<sup>rd</sup> Street and 5<sup>th</sup> Street; and,

**WHEREAS**, the City of McAlester agrees to install directional median islands along US 270 (Carl Albert Parkway) at the intersections of "A" Street, 1<sup>st</sup> Street, 2<sup>nd</sup> Street, 3<sup>rd</sup> Street, and 5<sup>th</sup> Street; and,

**WHEREAS**, the City of McAlester agrees to provide any additional right-of-way necessary for construction, to move or have moved any utilities that are necessary for the completion of the project and,

**WHEREAS**, the Department of Transportation agrees that Federal-aid program project funds shall be used to provide 80% of the total estimated project costs for signal upgrades along US 270 (Carl Albert Parkway) at the intersections of Strong Boulevard and Tandy Town; the new pedestrian signals between 2<sup>nd</sup> Street and 3<sup>rd</sup> Street, and between 3<sup>rd</sup> Street and 5<sup>th</sup> Street; and, the directional median islands at "A" Street, 1<sup>st</sup> Street, 2<sup>nd</sup> Street, 3<sup>rd</sup> Street, and 5<sup>th</sup> Street. The City of McAlester agrees that local funds shall be used to provide their obligation of 20% of the total estimated project costs for these locations; and,

**WHEREAS**, the Department of Transportation agrees that Federal-aid program project funds shall be used to provide 50% of the total estimated project cost for signal upgrades along US 270 (Carl Albert Parkway) at the intersections of US 69B (Main Street), and 6<sup>th</sup> Street. The City of McAlester agrees that local funds shall be used to provide their obligation of 50% of the total estimated project costs for this location.

**WHEREAS**, the total estimated project cost is Five Hundred Ninety Thousand Dollars (\$ 590,000), of which the Department of Transportation's estimated share is Four Hundred Ten Thousand Five Hundred Dollars (\$ 410,500), and The City of McAlester's estimated share is One Hundred Seventy Nine Thousand Five Hundred Dollars (\$ 179,500) based upon the participation rates above.

**WHEREAS**, the City agrees to provide any additional matching funds required to satisfy their agreed participation share of the final project costs after auditing, as outlined in the maintenance agreement between the City and the Department and,

**WHEREAS**, the City further agrees to deposit with the Oklahoma Department of Transportation the matching funds required prior to the advertisement for bids and,

**WHEREAS**, the Oklahoma Department of Transportation agrees to prepare the necessary engineering plans for the project in accordance with the Department of Transportation policies, standards and specifications and,

**WHEREAS**, the City of McAlester agrees to execute a maintenance agreement to maintain the traffic signal devices to a level of service acceptable to the Oklahoma Department of Transportation and pay all utility expenses associated with the operation of the traffic signal devices.

**NOW, THEREFORE, BE IT RESOLVED** that the Oklahoma Department of Transportation is hereby requested to concur in the selection of this project for construction, and to submit same to the Federal Highway Administration for their approval.

**PASSED AND APPROVED** at a regular meeting of the City Council of the City of McAlester and duly signed by the Mayor this \_\_\_\_\_ day of \_\_\_\_\_ ,

**THE CITY OF MCALESTER, OKLAHOMA**

By: \_\_\_\_\_

ATTEST:

\_\_\_\_\_

City Clerk

## US 270 (Carl Albert Parkway) Signal Improvements - Opinion of Probable Costs

McAlester, Oklahoma

Location	ODOT (50% Cost Share)	ODOT (80% Cost Share)	McAlester (20% Cost Share)	McAlester (50% Cost Share)	TOTAL ESTIMATED COST
Main Street Upgrades	\$ 51,250.00			\$ 51,250.00	\$ 102,500.00
6th Street Upgrades	\$ 51,250.00			\$ 51,250.00	\$ 102,500.00
Strong Boulevard Upgrades		\$ 82,000.00	\$ 20,500.00		\$ 102,500.00
Tandy Town Upgrades		\$ 82,000.00	\$ 20,500.00		\$ 102,500.00
HAWK Signal (Near 2nd Street)		\$ 72,000.00	\$ 18,000.00		\$ 90,000.00
HAWK Signal (Near 5th Street)		\$ 72,000.00	\$ 18,000.00		\$ 90,000.00
	<b>\$</b>	<b>410,500.00</b>	<b>\$</b>	<b>179,500.00</b>	<b>\$ 590,000.00</b>



# McAlester City Council

## AGENDA REPORT

Meeting Date: January 26, 2016 Item Number: 3  
Department: Finance  
Prepared By: Toni Ervin, CFO Account Code: \_\_\_\_\_  
Date Prepared: January 19, 2016 Budgeted Amount: \_\_\_\_\_  
Exhibits: 1

### Subject

Discussion and presentation of the Mid-Year Review of Fiscal Year 2015-2016.

### Recommendation

Mid-Year Review of Fiscal Year 2015-2016 Budget.

### Discussion

Attachments:

- 1) PowerPoint Presentation.

### Approved By

	<i>Initial</i>	<i>Date</i>
Department Head	T. Ervin	
City Manager	P. Stasiak <i>PJS</i>	<i>1-21-16</i>

**Mid-Year Budget Review**

**Toni Ervin, CFO**

**January 26, 2016**

**City Of McAlester  
Fund Balances and YTD Appropriated Funds  
As of December 31, 2015**

	<b>Beg. Fund Balance</b>	<b>Appropriated Funds 15-16</b>	<b>Current Fund Balance</b>
<b>General Fund</b>	<b>\$2,279,605</b>	<b>\$ 228,708</b>	<b>\$2,050,897</b>
<b>MPWA</b>	<b>\$1,160,968</b>	<b>\$ 458,928</b>	<b>\$ 702,040</b>
<b>Capital Fund</b>	<b>\$1,810,914</b>	<b>\$1,697,057</b>	<b>\$ 113,857</b>
<b>Technology Fund</b>	<b>\$ 231,387</b>	<b>\$ 21,236</b>	<b>\$ 210,151</b>
<b>Emergency Fund</b>	<b>\$3,622,533</b>	<b>\$ 0</b>	<b>\$3,622,533</b>
<b>Economic Development</b>	<b>\$3,163,676</b>	<b>\$ 0</b>	<b>\$3,163,676</b>
<b>Education Fund</b>	<b>\$1,538,800</b>	<b>\$ 0</b>	<b>\$1,538,800</b>
<b>E911</b>	<b>\$1,253,447</b>	<b>\$ 262,765</b>	<b>\$ 990,682</b>

## Expenditures As of December 31, 2015

Percentage of year completed: 50.00%

GENERAL FUND AT A GLANCE				
	ORIGINAL BUDGET	AMENDED BUDGET	ACTUAL	% OF BUDGET
BEGINNING FUND BALANCE	\$ 2,279,605	\$ 2,279,605	\$ 2,279,605	
REVENUES	13,125,678	13,125,678	6,252,715	47.64%
EXPENDITURES	(13,844,425)	(14,043,925)	(6,511,524)	46.37%
REVENUES OVER (UNDER) EXPENDITURES BEFORE TRANSFERS	\$ (718,747)	\$ (918,247)	\$ (258,809)	
TRANSFERS IN	\$ 2,061,559	\$ 2,061,559	\$ 1,030,777	50.00%
TRANSFERS OUT	(1,342,812)	(1,372,020)	(671,406)	48.94%
NET TRANSFERS	\$ 718,747	\$ 689,539	\$ 359,371	
INCREASE (DECREASE) TO BEGINNING CARRYOVER BALANCE	\$ -	\$ (228,708)	\$ 100,562	
ENDING CARRYOVER BALANCE	\$ 2,279,605	\$ 2,050,897	\$ 2,380,167	

# MUNICIPAL BUDGETING

Oklahoma is the only state where municipalities are dependent on sales tax.

## MUNICIPALITIES

Sales Tax

## COUNTIES

Sales Tax  
Ad Valorem  
State Appropriations

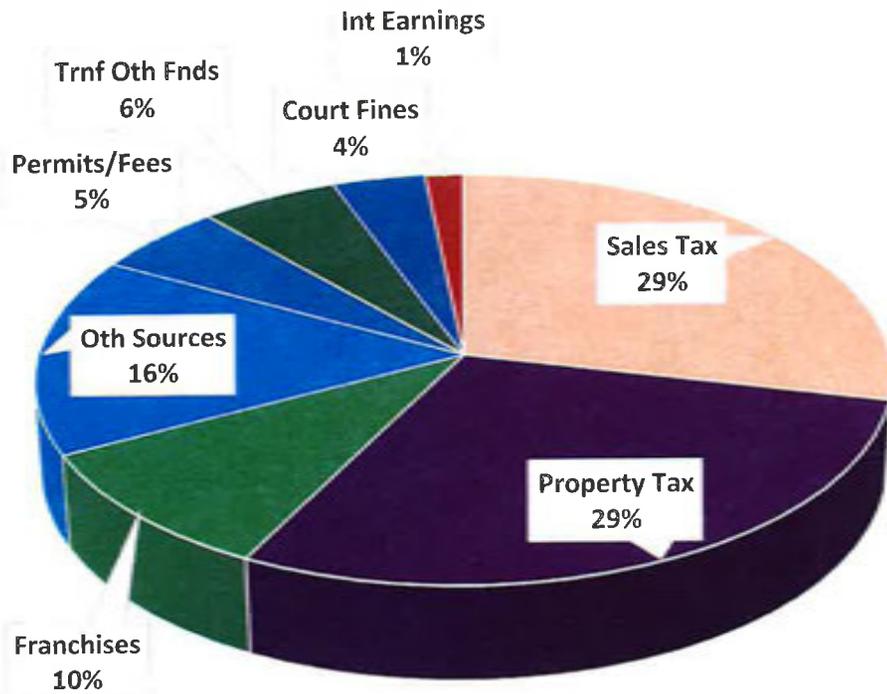
## SCHOOLS

Sales Tax  
Ad Valorem  
State Appropriations  
Sales Tax Via Cities  
Federal Funds

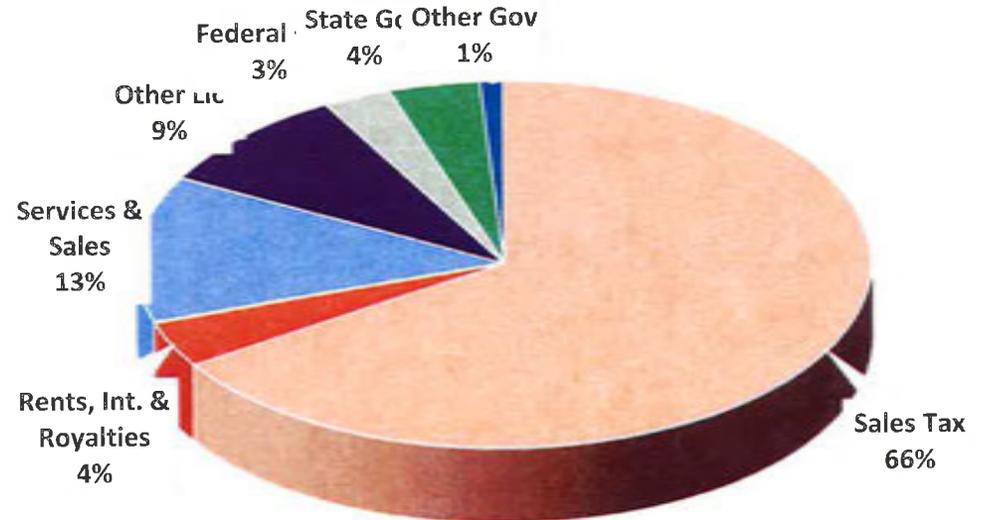
## STATES

Sales Tax  
Gross Production Tax  
Income Tax  
Motor Vehicle Tax

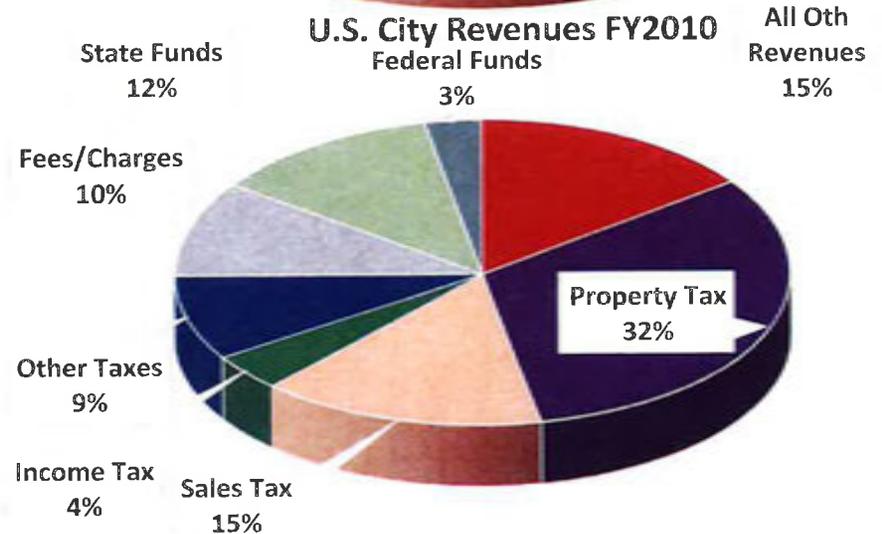
Texas Municipal Revenues FY2010



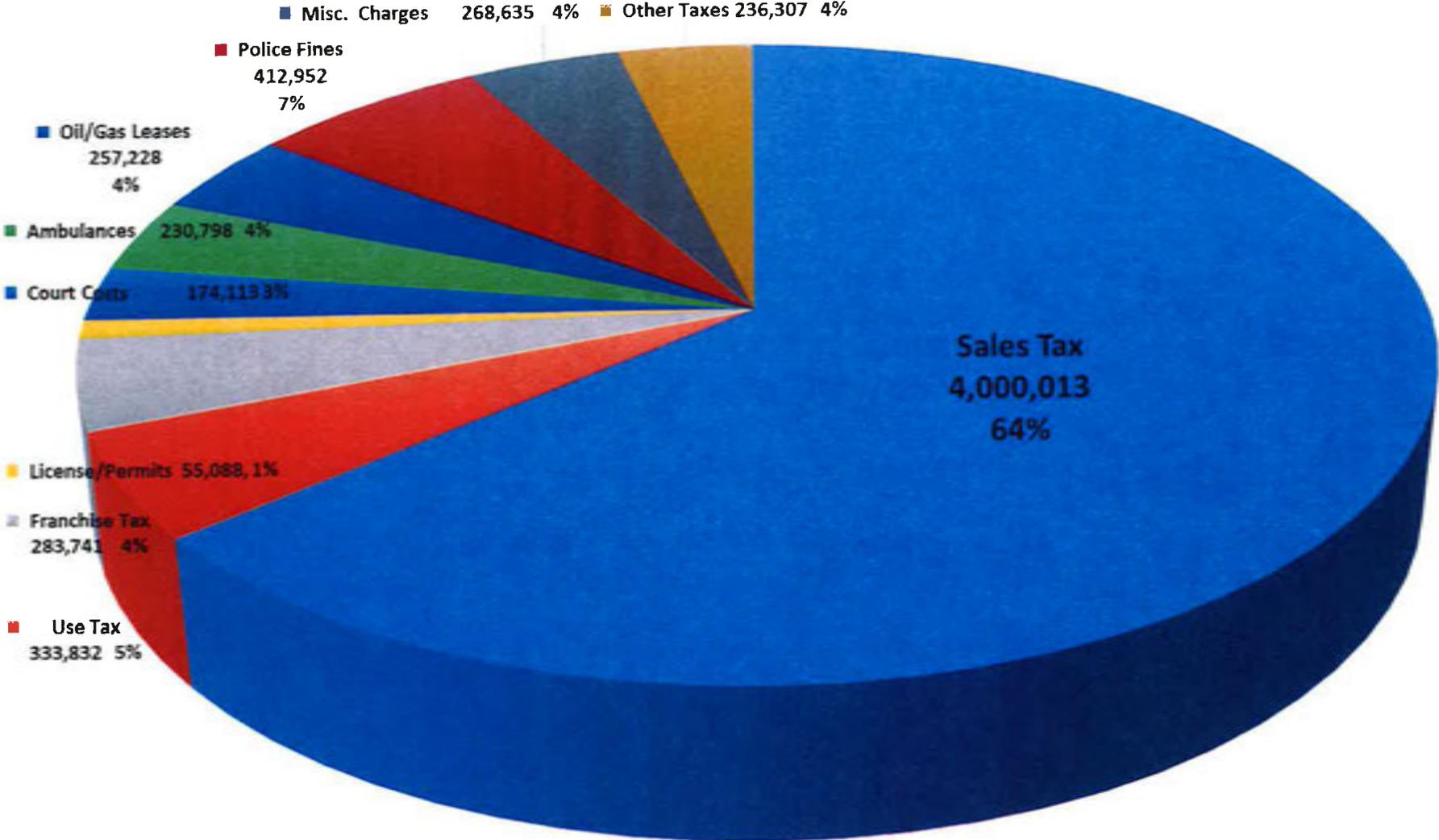
Oklahoma Municipal Revenues FY 2013



U.S. City Revenues FY2010



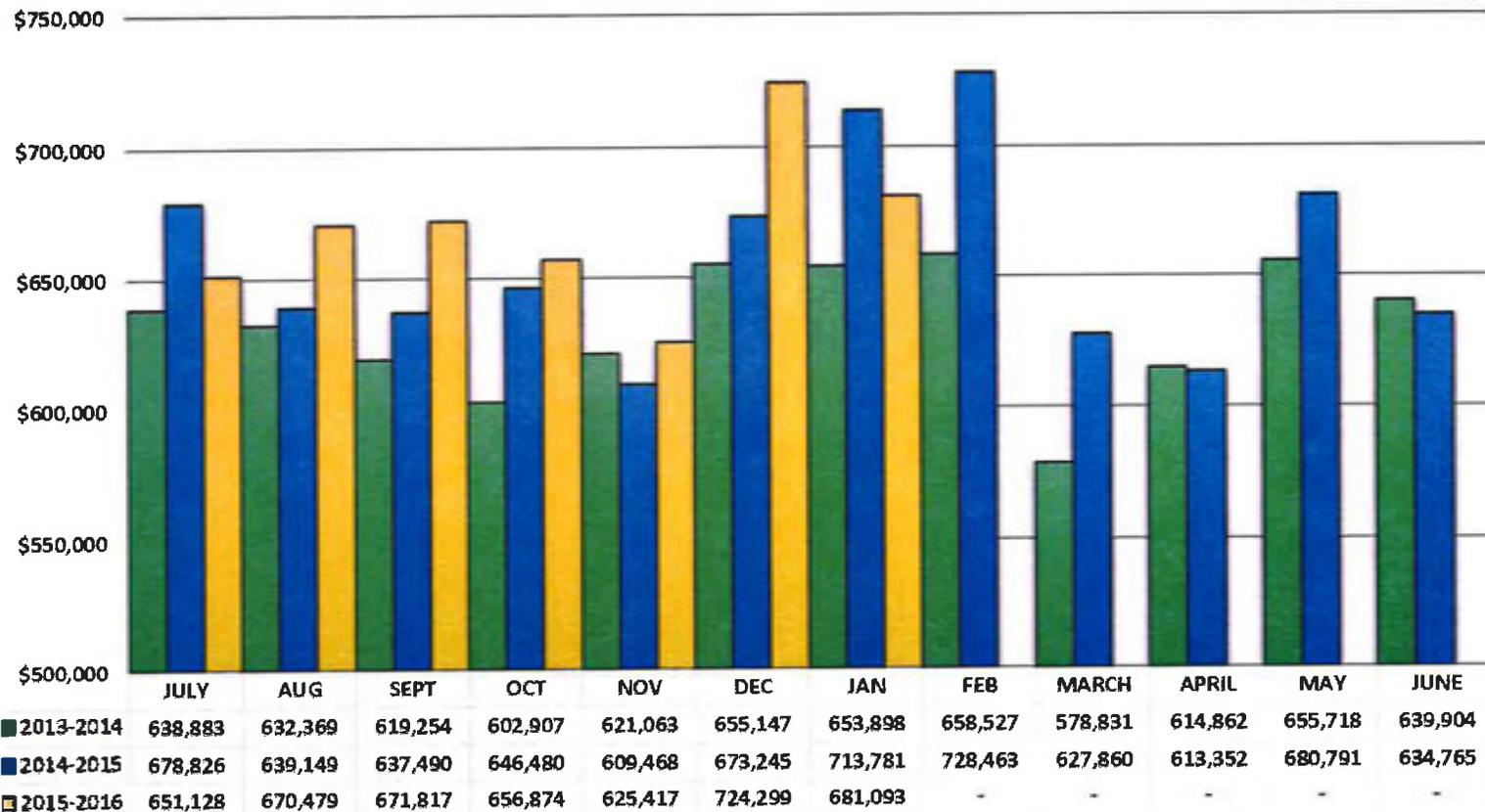
# McAlester General Fund Resources



■ Sales Tax 
 ■ Use Tax 
 ■ Franchise Tax 
 ■ License/Permits 
 ■ Court Costs 
 ■ Ambulances 
 ■ Oil/Gas Leases 
 ■ Police Fines 
 ■ Misc. Charges 
 ■ Other Taxes

# 2015-2016 Sales Tax: General Fund Only

## Sales Tax Monthly



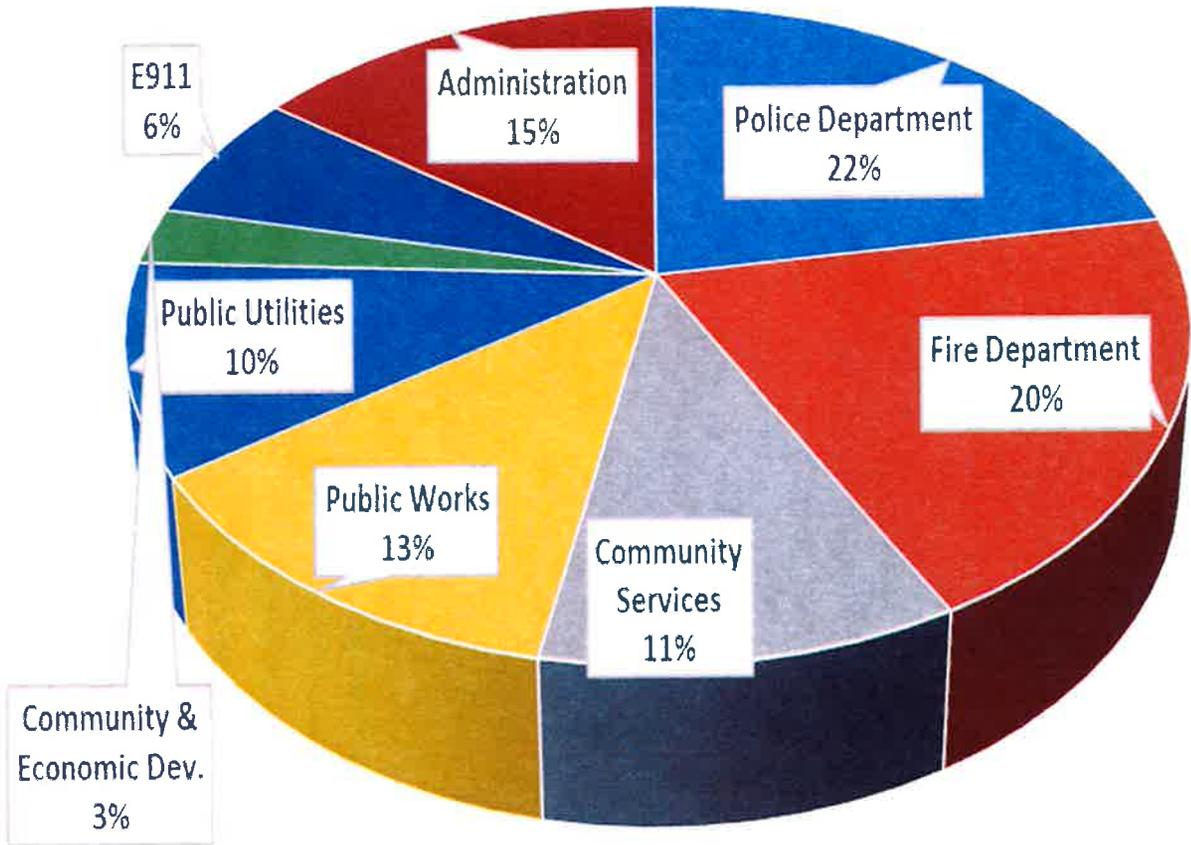
## Expenditures As of December 31, 2015

Percentage of year completed: 50.00%

MPWA FUND AT A GLANCE				
	ORIGINAL BUDGET	CURRENT BUDGET	ACTUAL	% OF BUDGET
<b>BEGINNING FUND BALANCE</b>	<u>\$ 1,160,968</u>	<u>\$ 1,160,968</u>	<u>\$ 1,160,968</u>	
REVENUES	8,847,881	8,847,881	4,507,306	50.94%
EXPENDITURES	<u>(6,786,332)</u>	<u>(6,796,802)</u>	<u>(3,056,549)</u>	44.97%
<b>REVENUES OVER (UNDER) EXPENDITURES BEFORE TRANSFERS</b>	<u>\$ 2,061,549</u>	<u>\$ 2,051,079</u>	<u>\$ 1,450,757</u>	
TRANSFERS IN	\$ -	\$ -	\$ -	
TRANSFERS OUT	<u>(2,415,007)</u>	<u>(2,415,007)</u>	<u>(1,158,777)</u>	47.98%
	<u>\$ (2,415,007)</u>	<u>\$ (2,415,007)</u>	<u>\$ (1,158,777)</u>	
<b>INCREASE (DECREASE) TO BEGINNING CARRYOVER BALANCE</b>	<u>\$ (353,458)</u>	<u>\$ (363,928)</u>	<u>\$ 291,980</u>	
<b>ENDING CARRYOVER BALANCE</b>	<u>\$ 807,510</u>	<u>\$ 797,040</u>	<u>\$ 1,452,948</u>	

# CITY OF MCALESTER EMPLOYEE HEADCOUNT FY2015-2016

Police Department	48
Fire Department	43
Community Services	23
Parks	
Recreation	
Nutrition	
Cemetery	
Public Works	27
Streets	
Facility Maintenance	
Fleet Maintenance	
Airport	
Landfill	
Public Utilities	22
Waste Water	
Utility Maintenance	
Community & Economic Dev	6
Planning	
E911	14
Administration	32
EXPO	
Tourism	
Engineering	
Human Resources	
Information Technology	
Finance	
Municipal Court	
City Clerk	
Total Full Time Employees	215
Total Seasonal Employees	83



# Planned Projects & Funding Mechanisms

		Value	Cash	Loan	Operating Expense	Storm Water	Bonds
<b>WATER TREATMENT PLANT</b>	MCC Controls	\$328,000	●	●			
	Filter 5	\$175,000	●				
	Lagoons	\$306,000	●				
	Rebuild Pump	\$25,000	●				
	STIP 8" H2O Line	\$21,500	●				
	Security Gate	\$10,000	●				
<b>STREETS</b>	A St. Residential Asphalt	\$350,000	●				
	CID Washington St. 6th-8th	\$650,000					●
	Carl Albert Pkwy Signals	\$175,000	●				
	Striping Village Blvd.	\$40,000			●		
<b>STORM WATER</b>	Lark & Swan Drainage	\$56,000	●			●	
	500 Main St. Drainage	\$74,000				●	
<b>UTILITY MAINTENANCE</b>	Adams Sewer Line	\$79,600	●				
	Miami Sewer Line	\$78,890	●				
	Camera (Maintenance)	\$27,000	●				
<b>PARKS</b>	Gator	\$7,000	●				
<b>ADMINISTRATION</b>	Time Clocks	\$25,000	●				
	Automated Meter Reading	\$1,000,000		●			

# COMPLETED or IN WORK PROJECTS

\$3,880	Katy Lift Station ( Electrical )	\$29,555	Fire Support Truck
\$548,331	20" Water Line Relocation	\$13,165	Fire Station Remodel (50%)
\$258,012	2015 CDBG Project	\$50,065	E911 Generator
\$271,336	9th & Illinois Drainage Project	\$6,000	DSS Recording
\$46,500	Line Flush Equipment	\$304,245	Three (3) Policemen
\$7,513	Air Dryer & Regulator	\$91,845	3 New Police Vehicles
\$15,000	Vertical Shoring for UTM/Streets	\$9,400	Drug Dog
\$197,375	Trails Grant Project	\$1,552,000	Airport Improvement Grant
\$57,500	Archery Park (40%)	\$186,218	Airport Drainage Projects
\$10,500	Pocket Park (North Town)	\$31,000	Expo Upstairs Carpet
\$92,000	Mullen Park Equipment	\$74,800	Expo Marquee (within 30 days)
\$25,000	Mike Deak Field	\$21,498	Genealogical Building Roof/Restrooms
	(McGowan Family Trust)	\$16,576	Court Clerk/Utility Offices Remodel



# McAlester City Council

## AGENDA REPORT

Meeting Date: January 26, 2016 Item Number: 4  
Department: Finance  
Prepared By: Toni Ervin Account Code: \_\_\_\_\_  
Date Prepared: January 19, 2016 Budgeted Amount: \_\_\_\_\_  
Exhibits: 6

### Subject

Consider and act upon, an Ordinance amending Ordinance No. 2538 which established the budget for fiscal year 2015-16; repealing all conflicting ordinances; providing for a severability clause; and declaring an emergency.

### Recommendation

Motion to approve the budget amendment ordinance.

### Discussion

The budget amendment ordinance is necessary to cover proposed revenue and/or expenditures not included in the budget for this fiscal year.

See attached.

### Approved By

	Initial	Date
Department Head		
City Manager	P. Stasiak <u>PJS</u>	<u>1-21-16</u>

ORDINANCE NO. \_\_\_\_

**AN ORDINANCE OF THE CITY OF McALESTER, OKLAHOMA, AMENDING ORDINANCE NO. 2538 WHICH ESTABLISHED THE BUDGET FOR FISCAL YEAR 2015-16; REPEALING ALL CONFLICTING ORDINANCES; PROVIDING FOR A SEVERABILITY CLAUSE; AND DECLARING AN EMERGENCY.**

**WHEREAS**, the City Council heretofore adopted Ordinance No. 2538 setting forth the Budget for Fiscal Year 2015-2016 beginning July 1, 2015 and ending June 30, 2016; and

**WHEREAS**, the City Departments and Divisions routinely review their budget appropriations to determine if any changes are necessary; and

**WHEREAS**, based upon said review the City staff now recommends that certain amendments to the Budget be considered by the City Council; and

**WHEREAS**, the City Council has the authority to make amendments to the City Budget under Article 5, Section 5.07 (b) of the new City Charter as well as State law; and

**WHEREAS**, the City Council has determined that the proposed amendment to the FY 2015-2016 Budget, with the revenues and expenditures therein contained, is in the best interest of the City; and therefore, desires to adopt the same by formal action.

**BE IT ORDAINED BY THE COUNCIL OF THE CITY OF McALESTER, OKLAHOMA:**

SECTION 1: The proposed amendment to the FY 2015-2016 Budget of the City of McAlester, Oklahoma, as heretofore adopted by Ordinance, as summarized in Exhibit A-1 through A-2, which is attached hereto and fully incorporated herein by reference, be, and the same hereby are, completely adopted and approved as an amendment to the said FY 2015-2016 Budget.

SECTION 2: All portions of the existing FY 2015-2016 Budget, Ordinance No. 2538 except as specifically herein amended, shall remain in full force and effect, and not be otherwise affected by the adoption of the amendatory ordinance.

SECTION 3: That all other ordinances in conflict herewith are hereby repealed to the extent of any such conflict or inconsistency and all other ordinances not in conflict herewith shall remain in full force and effect.

SECTION 4: Should any paragraph, sentence, subdivision, clause, phrase, or section of this ordinance be adjudged or held to be unconstitutional, illegal or invalid, the same shall not affect the validity of this ordinance as a whole or any part or provision thereof, other than the part or parts as declared to be invalid, illegal, or unconstitutional.

SECTION 5: That an emergency is hereby declared to exist, and for the provision of the public peace, health and safety, by reason whereof it is necessary that all acts take effect immediately and be in full force and effect from, and after the passage and approval.

**PASSED and the EMERGENCY CLAUSE ruled on separately this \_\_\_\_\_ day of \_\_\_\_\_, 2016.**

**CITY OF MCALESTER, OKLAHOMA  
A Municipal Corporation**

By \_\_\_\_\_  
**Steve Harrison, Mayor**

**ATTEST:**

\_\_\_\_\_  
**Cora Middleton, City Clerk**

Approved as to form and legality this \_\_\_\_\_ day of \_\_\_\_\_, 2016.

\_\_\_\_\_  
**William J. Ervin, City Attorney**

**City of McAlester  
Budget Amendment - FY 2015-2016  
General Fund  
January 26, 2016**

**Estimated Revenue or Fund Balance**

Fund Number	Account Number	Department	Description	Balance Before Amendment	Amount of Amendment Increase (Decrease)	Balance After Amendment
						-
						-
			Total		-	-

**Appropriations**

Fund Number	Account Number	Department	Description	Balance Before Amendment	Amount of Amendment Increase (Decrease)	Balance After Amendment
01	5210110	City Manager	Pension- Defined Benefit	10,912	(6,679)	4,242
01	5211110	Finance	Pension- Defined Benefit	29,511	(14,926)	14,585
01	5212110	City Clerk	Pension- Defined Benefit	9,823	(4,856)	4,967
01	5213110	Court	Pension- Defined Benefit	9,892	(4,376)	5,516
01	5225110	Information Technology	Pension- Defined Benefit	6,859	(2,777)	4,082
01	5320110	CID	Pension- Defined Benefit	5,454	(2,438)	3,016
01	5321110	Patrol	Pension- Defined Benefit	4,755	(2,118)	2,637
01	5322110	Animal Control	Pension- Defined Benefit	3,366	(1,391)	1,975
01	5324110	Communications	Pension- Defined Benefit	17,653	(9,435)	8,218
01	5431110	Fire	Pension- Defined Benefit	5,066	(2,286)	2,780
01	5542110	Parks	Pension- Defined Benefit	11,285	(22,676)	28,609
01	5544110	Recreation	Pension- Defined Benefit	13,966	(6,687)	7,279
01	5547110	Cemetery	Pension- Defined Benefit	13,779	(11,551)	2,228
01	5548110	Facility Maintenance	Pension- Defined Benefit	13,779	(6,027)	7,752
01	5652110	Planning & Community Dev	Pension- Defined Benefit	24,316	(13,650)	10,666
01	5653110	Human Resources	Pension- Defined Benefit	12,406	(6,419)	5,987
01	5865110	Streets	Pension- Defined Benefit	60,381	(35,013)	25,368
01	5215110	Interdepartmental	Pension- Defined Benefit	-	153,296	153,296
					0	

FUND INFORMATION	
Original Budget - Revenues ***	\$15,187,237
Amendments	-
Current Budget - Revenues	\$15,187,237
Original Budget - Expenditures	\$15,187,237
Amendments	228,708
Current Budget - Expenditures	\$15,415,945

\*\*\* Does not include appropriated fund balance.

Approved by the City Council this  
January 26, 2016

Explanation of Budget Amendment:

Appropriate funds for Allocation of the Defined Benefit Pension budget to a interdepartmental by fund budgeting system. This topic was brought before the Audit and Finance Committee to be done during our Mid-Year Review. This will not impact the overall amount of the budget.

Approved:

Mayor

Attest:

City Clerk

Posted By \_\_\_\_\_ Date \_\_\_\_\_ BA# \_\_\_\_\_ Pkt.# \_\_\_\_\_



**City of McAlester  
Budget Amendment - FY 2015-2016  
General Fund  
January 26, 2016**

**Estimated Revenue or Fund Balance**

Fund Number	Account Number	Department	Description	Balance Before Amendment	Amount of Amendment Increase (Decrease)	Balance After Amendment
01	40999		Appropriated Fund Balance	228,708	781,490	1,010,198
01	40702		Transfer From MPWA	2,061,559	(110,000)	1,951,559
			<b>Total</b>		671,490	

**Appropriations**

Fund Number	Account Number	Department	Description	Balance Before Amendment	Amount of Amendment Increase (Decrease)	Balance After Amendment
01	5431101	Fire	Overtime	50,000	50,000	100,000
01	5431339	Fire	Vehicle/ Equipment Maintenance	50,000	50,000	100,000
01	5213335	Court	County Incarceration Expense	39,500	40,000	79,500
01	5215106	Interdepartmental	Worker's Compensation	168,308	(45,000)	123,308
01	5215631	Interdepartmental	Transfer to CIP	1,002,333	576,490	1,578,823
						671,490

FUND INFORMATION	
Original Budget - Revenues ***	\$15,187,237
Amendments	(110,000)
<b>Current Budget - Revenues</b>	<b>\$15,077,237</b>
Original Budget - Expenditures	\$15,187,237
Amendments	900,198
<b>Current Budget - Expenditures</b>	<b>\$16,087,435</b>

\*\*\* Does not include appropriated fund balance.

Approved by the City Council this  
January 26, 2016

Explanation of Budget Amendment:

Appropriate funds for additional funds for Mid Year Review.

Approved:

Mayor

Attest:

City Clerk

Posted By \_\_\_\_\_ Date \_\_\_\_\_ BA# \_\_\_\_\_ Pki.# \_\_\_\_\_







FY 15-16 Budget Amendments listed by Fund

					<u>Revenue</u>	<u>Expense</u>
001	8/25/15	01	General Fund	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	135,500
014	9/8/15	01	General Fund	Appropriate funds for Airport Drainage Project to Rehab Taxiway	-	29,208
016	11/24/15	01	General Fund	Appropriate Funds for Worker's Compensation Allocation and EMS Contract with Dr.	-	64,000
026	1/26/16	01	General Fund	Appropriate funds for additional funds for Mid Year Review. Pension - Defined Benefit Allocation	-	-
028	1/26/16	01	General Fund	Appropriate funds for additional funds for Mid Year Review.	(110,000)	671,490
002	8/25/15	02	MPWA	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	10,480
017	11/24/15	02	MPWA	Appropriate Funds for Worker's Compensation Allocation.	-	-
023	12/8/15	02	MPWA	Appropriate Funds for flood damage done to Sandy Creek Canal.	-	95,000
027	1/26/16	02	MPWA	Appropriate funds for additional funds for Mid Year Review. Pension - Defined Benefit Allocation	-	-
029	1/26/16	02	MPWA	Appropriate funds for additional funds for Mid Year Review.	-	-
010	8/25/15	16	State Forfeiture	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	37,375	37,375
003	8/25/15	24	Airport Grant	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	668,528	668,528
013	9/8/15	24	Airport Grant	Appropriate funds for Airport Drainage Project to Rehab Taxiway	283,165	283,165
019	11/24/15	26	Education Fund	Appropriate funds for the Memorandum of Understanding for the Driveway behind Will Rogers Elem	-	129,814
004	8/25/15	27	Tourism	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	8,940
021	11/24/15	27	Tourism	Appropriate funds for the transfer for Repairs & Maintenance, Liability Ins., WC, and new sign	-	68,931
020	11/24/15	28	South East Expo	Appropriate funds for Repairs & Maintenance, Liability Ins., WC, and new sign	68,931	68,931
005	8/25/15	29	E911	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	125,065
018	11/24/15	29	E911	Appropriate funds for electrical upgrade for E911 generator	-	11,000
006	8/25/15	30	Economic Development	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	681,171
022	11/24/15	30	Economic Development	Appropriate funds for the 2016 OSMPC Grant for Defense Development	193,257	193,257
007	8/25/15	32	Grants, Gifts, & Contributions	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	145,870
031	1/26/16	32	Grants, Gifts, & Contributions	Appropriate funds for additional funds for Mid Year Review.	55,032	55,032
008	8/25/15	33	CDBG Grants	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	438,238
009	8/25/15	41	Capital Fund	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	1,561,237
012	9/8/15	41	Capital Fund	Appropriate Funds for flood damage done to Sandy Creek Canal.	-	87,000
015	10/13/15	41	Capital Fund	Appropriate Funds for 20 Inch Water Line Relocate	-	48,820
024	12/8/15	41	Capital Fund	Appropriate Funds for flood damage done to Sandy Creek Canal.	95,000	95,000
025	1/12/16	41	Capital Fund	Appropriate Funds for additional flood damage done to Sandy Creek Canal.	180,000	180,000
030	1/26/16	41	Capital Fund	Appropriate funds for additional funds for Mid Year Review.	576,490	576,490
011	8/25/15	44	Technology Fund	Budget Supplement to lapse and reappropriate expenditures for the Capital Expenditures related to	-	21,236
					2,047,778	6,490,778



# McAlester City Council

## AGENDA REPORT

Meeting Date: January 26, 2015 Item Number: 5  
Department: \_\_\_\_\_  
Prepared By: Peter Stasiak, City Manager Account Code: \_\_\_\_\_  
Date Prepared: January 21, 2016 Budgeted Amount: \_\_\_\_\_  
Exhibits: 4

### Subject

Consider and act upon, authorizing the Mayor to issue funds in the amount of \$3,214.00 to the Pittsburg County Regional Expo Authority Board.

### Recommendation

Staff recommends the authorization of funds in the amount of \$3,214.00 to Pittsburg County Regional Expo Authority as assistance for estimated utility expenditures for the balance of fiscal year 2015-2016.

### Discussion

Pittsburg County Regional Expo Authority Board is requesting assistance with their remaining fiscal year utility expenditures. Due to the majority of organizations utilizing the facilities being non-profit, they have experienced shortfalls in their operational funding. Assistance is also being requested from the county commissioners to perform improvements on their deteriorated buildings.

### Approved By

	<i>Initial</i>	<i>Date</i>
Department Head		
City Manager	P. Stasiak <u>PJS</u>	<u>1-21-16</u>

January 20, 2016

To: City Manager & City Council,

From: Pittsburg County Regional Expo Authority

The Pittsburg County Regional Expo Authority Board is requesting help with expenditures for the remainder of the 2015-2016 fiscal year. We are only asking the City for help with utilities.

Expected Expenses for January through June, 2016

Rural Water District #7	\$1,692.00
PSO (Electricity)	1,149.00
Republic Waste Service	<u>373.00</u>
Total	\$3,214.00

Our board has leased to the City and other organizations the use of our facility for no charge or \$1 for several years. The majority of organizations that use our facilities are non-profit and therefore do not have the funds to pay for usage. Among them are:

TEAM (Therapeutic Equine Association of McAlester) provides services to youth that have autism, down-syndrome, learning disorders and also alternative education kids. Mrs. Carter is a certified English teacher that uses the horses to teach the kids how to follow instructions, complete a task, the responsibility of taking care of another life, and respect in the treatment of others. Their program runs eleven months out of the year. In 2013 we leased TEAM 18 acres, for \$1 a year, to build a barn to accommodate their needs. They are currently raising funds for this goal.

The Pittsburg County Free Fair is held every year the week of Labor Day. This fair is open to all and the cost is totally free. A magician is brought in for area schools to bring their elementary kids to see perform, visit our local fire department truck, police car, and play on the inflatables. There are separate divisions for OHCE and Open Class, as well as 4-H and FFA. Exhibitors bring projects they have made in the past year or grow from their gardens, and compete for awards and the chance to go to Tulsa State Fair with their blue ribbon projects. 4-H and FFA judging contests include Land, Livestock, Floriculture, and Poultry. There is even a tractor driving contest. The past two years the FSA office has hosted an Ag Olympics contest that pays top dollar to the clubs or chapters that wins. And let's not forget the livestock show. Kids bring rabbits, chickens, ducks and turkeys to compete for best in show. A little more competitive is the goat, lamb, swine, cattle show and all around showman. 4-H also has Shooting Sports competitions in Archery, Air Pistol & Rifle, Shotgun Skeet and Trap, a talent contest, essay contest and Best All Around contest.

The Pittsburg County Jr. Livestock Show is held every year in Feb/March, depending on OYE (Oklahoma Youth Expo) show dates, for four days. This show is for 4-H and FFA kids that have worked hard through the year with their animal project. The kids learn responsibility by feeding, exercising, grooming and the never ending task of cleaning pens and stalls. This show used to be known as the Fat Stock Show and held at the McAlester Union Stockyards before the barns were built at the fairgrounds. After each species has shown, class and grand champions are picked. They are then picked for the Premium Sale where the exhibitor finds sponsors to bid, buy or put added money on their animal. The exhibitor retains the animal after this sale. The sale is meant to help the exhibitor retain some of the cost for the expense and time they have put in to their project. All the money goes to that youth. There is also a show sponsor pool that businesses contribute to for youth that are unable to raise funds. Every member that makes premium sale receives money for their project.

The Italian Festival is another event that is put on every year. People from the Southeast Region support this event for the crafts and wonderful Italian food. There is a King and Queen named to reign over the event. The people that come to the festival also stay in McAlester to shop and eat at our local restaurants.

Pittsburg County 4-H also uses the grounds to put on shooting sports events. In the past they have held small concerts to help raise funds for the TEAM program to sponsor an educational classroom when the barn is complete.

The programs that we continually support are non-profit and mostly for our youth. Due to lack of funding the barns and grounds have deteriorated. The Verner building has had a leaking roof for a couple of years. Because of this, we now have water and severe termite damage on the northeast corner of the building. The area where the office is located has a section of the roof that has fallen in and mold has formed on one of the walls and a corner of another. Before each show the Livestock Show members come in and assess the damage and repair what they can. Last year they replaced one of the heaters in the show barns so the exhibitors and supporters could stay warm. I know more people have helped with improvements of which I am not aware.

We have contacted the county commissioners to see if they can assist with improvements. If the City would help with utilities and the county assist with maintenance and improvements, our facility could be back in working order so it can be utilized more. We have been contacted by the City for two events and a local business for an evening event in the Verner Building. Our goal is to have a facility that the City and the county could be proud of and be an attractive venue for outside organizations to lease. Thank you for your consideration and your help would be greatly appreciated!

Respectfully,

Bill Derichsweiler

Pittsburg County Expo Board Expenses  
2016 January - June

January

RWD # 7	\$250.00
Republic Waste Service	65.00
PSO	117.00

February

RWD # 7	\$300.00
Republic Waste Service	65.00
PSO	150.00

March

RWD # 7	\$285.00
Republic Waste Service	62.00
PSO	132.00

April

RWD # 7	\$120.00
Republic Waste Service	62.00
PSO	225.00

May

RWD # 7	\$285.00
Republic Waste Service	62.00
PSO	311.00

June

RWD # 7	\$304.00
Republic Waste Service	61.00
PSO	218.00

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Expected Expenses for January through the end of June

RWD # 7	\$1544.00
Republic Waste Service	377.00
PSO	<u>1153.00</u>

Total	\$3074.00
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## 2015 Pittsburg County Expo Board Expenses & Income

<u>Date</u>	<u>Check #</u>	<u>To</u>	<u>Amount</u>
January 5	2470	RWD #7	275.58
	2471	Republic Waste Service	63.94
January 28	2472	PSO	150.47
February 4	2473	Republic Waste Service	63.68
February 9	2475	RWD # 7	358.91
February 26	2476	PSO	131.28
March 10	2477	Republic Waste Service	62.00
March 16	2478	RWD #7	285.75
April 2	2479	RWD #7	119.25
	2480	PSO	224.87
April 6	2481	Republic Waste Service	61.17
April 11	2482	Pitts. Co. Sheriff Dept.	250.00
	2483	Atwoods (Weed eater for PCSD)	221.88
May 2	2484	RWD #7	283.90
	2485	PSO	113.94
	2486	Republic Waste Service	61.33
May 28	2487	PSO	310.81
June 3	2488	RWD #7	303.60
	2489	Republic Waste Service	60.86
June 26	2490	PSO	217.92
	2491	RWD #7	64.85
July 15	2492	Republic Waste Service	61.21
August 5	2493	Republic Waste Service	69.15

August 7	2494	RWD #7	162.73
August 31	2495	RWD #7	172.90
	2496	PSO	99.29
	2497	Republic Waste Service	68.88
October 6	2498	Republic Waste Service	68.20
	2499	PSO	205.93
	2500	US Post Office (PO Box Rent)	88.00
	2501	RWD #7	268.18
October 26	2502	PSO	105.70
November 5	2503	RWD #7	296.01
	2504	Republic Waste Service	67.66
December 3	2505	PSO	116.76

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Total Expenses			\$5,536.59
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April 10	Rental on Verner Building	200.00
October 24	McAlester Italian Festival	500.00

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Total Income		\$700.00
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## 2014 Pittsburg County Expo Board Expenses & Income

<u>Date</u>	<u>Check #</u>	<u>To</u>	<u>Amount</u>
January 3	2429	Allied Waste Service	\$175.57
January 29	2430	RWD #7	368.08
February 6	2431	Allied Waste Service	176.05
February 24	2432	PSO	284.39
March 4	2433	RWD #7	235.80
March 6	2434	Allied Water Service	176.13
March 29	2435	PSO	157.85
	2436	PCREA (Water PCJLS)	405.08
April 7	2437	Allied Waste Service	177.09
April 14	2438	Atwoods (Weed eater)	199.99
April 28	2439	RWD #7 (Water PCJLS)	335.70
May 6	2440	Allied Waste Service	177.19
May	2441	PSO	84.44
May 15	2442	Steven Peterson (Roofing on Pro-Shop)	200.00
May 30	2443	RWD #7	325.53
	2444	PSO	268.84
June 2	2445	T.H. Rogers (Roofing on Pro-Shop)	163.42
June 4	2446	Allied Waste Service	176.71
June 30	2447	PSO	120.47
	2448	RWD #7	237.65
July 3	2449	Ray Harp (Plumbing work)	320.00
	2450	Allied Waste Service	177.69
July 7	2451	Ray Harp (Repair leak in wall)	95.00

July 30	2452	PSO	87.00
	2453	US Post Office (Stamps)	49.00
August 5	2454	RWD #7	259.85
	2455	Allied Waste Service	51.68
August 28	2456	PSO	113.22
September 3	2457	RWD #7	354.20
	2458	Allied Waste Service	63.65
September 29	2459	PSO	263.31
October 2	2460	RWD #7	355.13
	2461	US Post Office (PO Box Rental)	84.00
October 9	2462	Allied Trash Service	63.44
October 27	2463	PSO	101.78
November 4	2464	RWD #7	301.48
November 10	2465	Allied Waste Service	63.29
November 24	2466	PSO	120.20
December 2	2467	RWD #7	356.98
December 4	2468	Allied Waste Service	64.15
December 20	2469	PSO	140.63

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Total Expenses			\$7,931.66
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January 21	McAlester Italian Festival		600.00
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October 20	McAlester Italian Festival		600.00
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Total Income			\$1,200.00
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# McAlester City Council

## AGENDA REPORT

### TABLED FROM JANUARY 12, 2016 MEETING

Meeting Date:	<u>01/26/2016</u>	Item Number:	<u>6</u>
Department:	<u>Fire Department</u>	Account Code:	<u>                    </u>
Prepared By:	<u>Brett Brewer</u>	Budgeted Amount:	<u>                    </u>
Date Prepared:	<u>12/30/2015</u>	Exhibits:	<u>3</u>

#### Subject

Discussion and possible action, on approval of certain costs related to the Fire Department. Funds to be used from the City of McAlester's Fire Department's portion of the county quarter cent excise tax for fire services.

#### Recommendation

Motion to approve the cost of equipment necessary for a ropes rescue team. Funds to be used from the City of McAlester's Fire Department's portion of the county quarter cent excise tax for fire services. Approx. cost \$6000.00

#### Discussion

The McAlester Fire Department has several firefighters that have obtained their ropes rescue training and certification. We have begun putting together and training a team for ropes rescue emergency events. We are now in need of the proper equipment to complete these efforts. The equipment would be paid for out of the fire departments portion of the county quarter cent excise tax for fire services.

#### Approved By

	<i>Initial</i>	<i>Date</i>
Department Head	BB	12/30/2015
City Manager	<u>PJS</u>	<u>1-21-16</u>



## Quote from Rescue Response Gear

**Quote Number: 7381**

**Phone: 888.600.9116  
23095 Alfalfa Market Rd  
Bend, Oregon 97701**

Product	Price	Qty	Total
<u>CMC Fire-Rescue Harness</u>			
<b>Size:</b> Large/X-Large	\$355.50	3	\$1,066.50
<u>CMC Lifesaver Victim Harness</u>	\$217.80	1	\$217.80
<u>CMC Rescue Proseries ALUMINUM KEY-LOCK CARABINERS</u>			
<b>Color:</b> Brite Screw-Lock	\$36.08	20	\$721.60
<u>Petzi KOOTENAY pulley</u>	\$170.72	1	\$170.72
<u>Petzi VERTEX VENT helmet ANSI</u>			
<b>Color:</b> Red	\$101.20	1	\$101.20
<u>CMC Stainless Steel Rescue Litter</u>			
<b>Size:</b> Rectangular	\$788.90	1	\$788.90
<u>CMC 1/2" Lifeline Rope</u>			
<b>Color:</b> Blue	\$1.27	300	\$380.16
<u>CMC 1/2" Lifeline Rope</u>	\$1.27	300	\$380.16

**Color:****Orange**CMC 1/2" Lifeline Rope

<b>Color:</b>	<b>\$1.27</b>	<b>300</b>	<b>\$380.16</b>
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**Yellow**CMC Shrink Tubing

<b>Size:</b>	<b>\$0.55</b>	<b>5</b>	<b>\$2.73</b>
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**3/4"**

<u>CMC Aztek Pro System</u>	<b>\$382.80</b>	<b>1</b>	<b>\$382.80</b>
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CMC Rescue Rope Bag**Color:**

<b>Blue</b>	<b>\$74.80</b>	<b>1</b>	<b>\$74.80</b>
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**Size:****2150 Cubic Inches**CMC Rescue Rope Bag**Color:**

<b>Orange</b>	<b>\$74.80</b>	<b>1</b>	<b>\$74.80</b>
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**Size:****2150 Cubic Inches**CMC Rescue Rope Bag**Color:**

<b>Yellow</b>	<b>\$74.80</b>	<b>1</b>	<b>\$74.80</b>
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**Size:****2150 Cubic Inches**CMC - STUFF BAGS**Color:**

<b>Red</b>	<b>\$24.64</b>	<b>3</b>	<b>\$73.92</b>
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**Size:****Large**

<u>CMC MPD</u>	<b>\$674.25</b>	<b>1</b>	<b>\$674.25</b>
<b>Size:</b>			
13 mm			
<b>Cart Subtotal</b>			<b>\$5,565.30</b>
<b>Tax</b>			<b>\$0.00</b>
<b>Order Total</b>			<b>\$0.00</b>
<b>This quote is good for 30 days from todays date: January 15, 2016</b>			



CMC Rescue Inc  
 6740 Cortona Drive  
 Geleta, CA 93117  
 Phone: 805-562-9120  
 Fax: 805-562-9870  
 www.cmcrescue.com

Our Quotation # 021545-00

01/15/2016

To :  
**MCALESTER FIRE**  
 Please see Terms & Conditions  
 below

Quotation Valid Thru : 06/30/2016

Terms : PREPAID

UNITED STATES

Attn: COREY CANTRELL

THANK YOU FOR THE OPPORTUNITY TO QUOTE ON YOUR RESCUE EQUIPMENT REQUIREMENTS.

SHIPMENT: FOB - POINT OF ORIGIN

PAYMENT TERMS: PREPAID, NET 30 WITH PRIOR CREDIT APPROVAL

DELIVERY: STANDARD DELIVERY 2 WEEKS. IN STOCK ITEMS USUALLY SHIP WITHIN 1 TO 2 BUSINESS DAYS

FREIGHT AND INSURANCE: WILL BE PREPAID BY CMC AND ADDED TO CUSTOMER INVOICE

PLEASE REFERENCE QUOTE NUMBER WHEN ORDERING. IF YOU HAVE ANY QUESTIONS REGARDING CMC PRODUCTS AND SERVICES PLEASE CALL OR EMAIL ME AT THE ADDRESS BELOW. THANK YOU!

S' FRELY,

Bryan Robbins

Customer Support Associate | CMC Rescue, Inc.

1(800) 235-5741 | brobbins@cmcrescue.com | cmcrescue.com

Item	Facility / Part / Rev / Description / Details	Quantity Quoted	Unit Price	Extended Price
001	202824 Rev 08 U/M EA HARNESS, FIRE-RESCUE L/XL, CMC	3.00000	410.00000	\$ 1,230.00
002	202405 Rev 03 U/M EA HARNESS, LIFESAVER VICTIM, CMC	1.00000	252.00000	\$ 252.00
003	333000 Rev 00 U/M EA MPD, 13MM RED, CMC	1.00000	725.00000	\$ 725.00
004	500104 Rev 00 U/M EA SYSTEM, AZTEK PROSERIES, CMC	1.00000	435.00000	\$ 435.00
005	300391 Rev 00 U/M EA PULLEY, KOOTENAY ULTRA ORG, CMC	1.00000	273.00000	\$ 273.00
006	300221 Rev 01 U/M EA CARABINER, PS LOCK BRT, CMC	20.00000	43.00000	\$ 860.00
007	273210 Rev 00 U/M FT ROPE, LIFELINE 1/2 ORG, CMC 1 X 300'	300.00000	1.61000	\$ 483.00
008	3270 Rev 00 U/M FT ROPE, LIFELINE 1/2 YEL, CMC 1 X 300'	300.00000	1.61000	\$ 483.00



CMC Rescue Inc  
 6740 Cortona Drive  
 Goleta, CA 93117  
 Phone: 805-562-9120  
 Fax: 805-562-9870  
 www.cmcrescue.com

Our Quotation # 021545-00

01/15/2016

To :  
**MCALESTER FIRE**  
 Please see Terms & Conditions  
 below

Quotation Valid Thru : 06/30/2016

Terms : PREPAID

UNITED STATES

Attn: COREY CANTRELL

Item	Facility / Part / Rev / Description / Details	Quantity Quoted	Unit Price	Extended Price
009	273220 Rev 00 U/M FT ROPE, LIFELINE 1/2 BLU, CMC 1 X 300'	300.00000	1.61000	\$ 483.00
010	345113 Rev 00 U/M EA HELMET, VERTEX 2 VENT RED, PETZL	1.00000	115.00000	\$ 115.00
011	726101 Rev 00 U/M EA LITTER, STA/STL RESCUE, RECTANG CMC	1.00000	837.00000	\$ 837.00
012	430302 Rev 02 U/M EA ROPE BAG, #3 BLU, CMC	1.00000	85.00000	\$ 85.00
013	430307 Rev 02 U/M EA ROPE BAG, #3 YEL, CMC	1.00000	85.00000	\$ 85.00
014	432103 Rev 01 U/M EA BAG, STUFF LG RED, CMC	3.00000	29.00000	\$ 87.00
015	294358 Rev 00 U/M FT SHRINK TUBING, 3/4", CLEAR 1 X 1'	1.00000	0.70000	\$ 0.70
016	FREIGHT Rev NS U/M EA	1.00000	170.00000	\$ 170.00

**Total Items Price \$ 6,603.70**

PITTSBURG COUNTY CLERK 1/6/2016  
 HOPE TRAMMELL 11:24:06AM

Appropriation Ledger  
 Account FD-MCAL-2: MCALESTER FIRE DEPT M&O  
 Fiscal Year 2015-2016

Dist.	Date	Vendor	PO #	PO Amount	Adjustment	Amount	Paid	Warant	Unexpended	Unliquidated	Unencumbered
					Amount	Approved		Number		Encumbrances	
	7/6/2015	CARRYOVER BALANCE			\$74776.77				74,776.77	0.00	74,776.77
	7/30/2015	VICARS FURNITURE	000867	\$6,000.00					74,776.77	6,000.00	68,776.77
	8/3/2015	MONTHLY APPROPRIATION			\$5180.54	JULY 2015			79,957.31	6,000.00	73,957.31
	8/10/2015	TRANSFER			\$1726.20	TRANSFER FROM FD-GNCRK-2			81,683.51	6,000.00	75,683.51
	8/17/2015	TECH RESQ	001399	\$3,800.00					81,683.51	9,800.00	71,883.51
	8/27/2015	THE FIRE STORE	001694	\$1,478.94					81,683.51	11,278.94	70,404.57
	9/8/2015	MONTHLY APPROPRIATION			\$5403.75	AUGUST 2015			87,087.26	11,278.94	75,808.32
	9/14/2015	VICARS FURNITURE	000867			\$6,000.00	9/24/2015	000261	81,087.26	5,278.94	75,808.32
	9/21/2015	WEDDLE SIGNS	002373	\$1,212.00					81,087.26	6,490.94	74,596.32
	9/21/2015	MUSKOGEE COMMUNICATI	002374	\$3,945.10					81,087.26	10,436.04	70,651.22
	9/21/2015	DEFRANGE AUTO	002377	\$400.00					81,087.26	10,836.04	70,251.22
	9/21/2015	TECH RESQ	001399		\$-2045.00				81,087.26	8,791.04	72,296.22
	9/21/2015	TECH RESQ	001399			\$1,755.00	10/5/2015	000279	79,332.26	7,036.04	72,296.22
	9/28/2015	TRANSFER			\$-10000.00	TRANSFER TO FD-MCAL-3			69,332.26	7,036.04	62,296.22
	10/5/2015	MONTHLY APPROPRIATION			\$4613.33	SEPTEMBER 2015			73,945.59	7,036.04	66,909.55
	10/26/2015	THE FIRE STORE	001694			\$1,478.94	11/5/2015	000409	72,466.65	5,557.10	66,909.55
	11/2/2015	MONTHLY APPROPRIATION			\$5508.47	OCTBOER 2015			77,975.12	5,557.10	72,418.02
	11/16/2015	WEDDLE SIGNS	002373			\$1,212.00	11/30/2015	000490	76,763.12	4,345.10	72,418.02
	11/16/2015	DEFRANGE AUTO	002377			\$400.00	11/30/2015	000491	76,363.12	3,945.10	72,418.02
	12/7/2015	MONTHLY APPROPRIATION			\$5005.47	NOVEMBER 2015			81,368.59	3,945.10	77,423.49
	12/7/2015	<b>Range Totals:</b>		<b>\$16,836.04</b>	<b>\$-2,045.00</b>	<b>\$10,845.94</b>					

+ 4534.92 monthly appropriations

\$81,368.59      \$3,945.10      \$87,423.49

<b>PITTSBURG COUNTY CLERK</b>	1/6/2016
<b>HOPE TRAMMELL</b>	11:24:25AM

**Appropriation Ledger**  
**Account FD-MCAL-3: MCALESTER FIRE DEPT CAP OUTLAY**  
**Fiscal Year 2015-2016**

<u>Dist</u>	<u>Date</u>	<u>Vendor</u>	<u>PO #</u>	<u>PO Amount</u>	<u>Adjustment</u>	<u>Amount</u>		<u>Warrant</u>	<u>Unexpended</u>	<u>Unliquidated</u>	<u>Unencumbered</u>
					<u>Amount</u>	<u>Approved</u>	<u>Paid</u>	<u>Number</u>	<u>Encumbrances</u>		
	7/6/2015	CARRYOVER BALANCE			\$8369.23				8,369.23	0.00	8,369.23
	9/21/2015	MUSKOGEE COMMUNICATI	002375	\$3,659.00					8,369.23	3,659.00	4,710.23
	9/21/2015	DEFRANGE AUTO	002376	\$2,125.00					8,369.23	5,784.00	2,585.23
	9/28/2015	TRANSFER			\$10000.00				18,369.23	5,784.00	12,585.23
	10/2/2015	CHIEF FIRE & SAFETY	002763	\$5,835.00					18,369.23	11,619.00	6,750.23
	11/16/2015	DEFRANGE AUTO	002376			\$2,125.00	11/30/2015	000492	16,244.23	9,494.00	6,750.23
	11/23/2015	CHIEF FIRE & SAFETY	002763		\$-20.00				16,244.23	9,474.00	6,770.23
	11/23/2015	CHIEF FIRE & SAFETY	002763			\$5,815.00	12/2/2015	000522	10,429.23	3,659.00	6,770.23
	<b>11/23/2015</b>	<b>Range Totals:</b>		<b>\$11,619.00</b>	<b>\$-20.00</b>	<b>\$7,940.00</b>					

<b>Year Total:</b>	<b>\$11,619.00</b>	<b>\$-20.00</b>	<b>\$7,940.00</b>	<b>\$10,429.23</b>	<b>\$3,659.00</b>	<b>\$6,770.23</b>
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\* Paid column reflects the date on which the warrant was cancelled or void.



## City Manager Report to the Council

January 26, 2016

### Business:

- The City has received final sales tax numbers for the period November 16, 2015 through December 15, 2015. The final sales tax number to be received from the Oklahoma Tax Commission is \$1.192M. The budgeted number for this period is \$1.228M or \$36K over budget. For the first seven months of the fiscal year, the City has received \$8.202M in sales tax revenue as compared to a budgeted number of \$8.397M or \$195K under budget. The City of McAlester continues to show a strong economy compared to the rest of the state. Although a little disappointing, sales tax receipts remain \$350K higher than last year's sales tax receipts.
- Water sales, district water sales, sewer and garbage sales for the month of December 2015 equaled \$665K. The budgeted sales for November is \$620K or \$45K over budget for the month. For the first six months of the fiscal year, the City has received \$4.274M in sales as compared to a budgeted number of \$4.729M or \$455K under budget. These numbers have been seasonally adjusted.
- In addition to our concerns with revenues for the McAlester Public Works Authority, our revenues for oil & gas royalties have dropped significantly. For the first six months the City budgeted revenues of \$420K and to date has received \$257K or \$163K under budget.

### Project Updates:

- 9<sup>th</sup>. & Illinois Drainage: The contractor has completed the area from 9<sup>th</sup>. Street to the intersection at 10<sup>th</sup>. Street. The intersection has been excavated and he is currently forming the bottom of the drainage for concrete. This intersection and the tie in at 9<sup>th</sup>. Street will move rapidly from this point forward.
- 2014 CDBG Water Line (Walker and Pine area): Project is complete and will close out in the near future.

- 2015 CDBG Water line Project (Short Stonewall and Court Ave.): Engineer is working on design of the water line. Engineer anticipates submitting plans to City for review and DEQ application for permit to construct in mid January 2016.
- Asphalt Street Repair Project – “A” Street Area: This project is designed and ready for bidding in February 2016 for construction in early spring. The asphalt plant has closed for the winter months and will re-open in the spring.
- CIP #1, 17<sup>th</sup>. Street: The bonding company representative has contacted the City and asked for verification on the numbers. He will be contacting us in the near future with a new proposal to settle this claim. The bonding company has sent a settlement offer and this will be brought to the Council in the near future.
- CIP #2, A Street: This project is currently going through a final audit of quantities and costs by our project inspectors, EST Inc. The City has received the final change order for this project. This will be brought to the City Council at the first meeting in February.
- CIP #2, 6<sup>th</sup> Street: This project is a continuation of CIP #2, A Street and is currently going through a final audit of quantities and costs by our project inspectors, EST Inc. The City has received the final change order for this project. This will be brought to the City Council at the first meeting in February.
- CIP #3, Second Street: The contractor, T. McDonald has completed all main underground infrastructure work related to water and sewer lines. The roadway surface is now complete. Driveways and sidewalks are completed and the contractor is working on cleanup of the site.
- CIP #4, South Street: The project is complete and accepted by the City.
- CIP #4A, 6<sup>th</sup>. Street: Carstenson Contracting has completed the installation of the new water line, sewer line and storm water drainage. The contractor has poured a parking area in front of the flower shop along with some curb and gutter. The project is scheduled for a preliminary walk through on February 9, 2016.
- Washington Avenue (5<sup>th</sup>. to 8<sup>th</sup>.): The design of the pavement replacement is currently at 50% completion. The Engineer anticipates submitting plans to the City at the end of January 2016. This project is not yet funded and staff will not know if funding will be available until CIP 4A is completed.
- Archery Park: This project is located on Highway 270 by the softball complex. The observation deck is in place and completed. The covered structure for the shooting area has been framed and support beams in place. It is anticipated that this facility will be completed and open to the general public after the New Year.

- EXPO Sign Reconstruction: The contractor is prepared to install the new posts for the sign. This has been delayed because of weather. The sign has been assembled off-site and is ready for installation.
- Swan Lane drainage: The pre design meeting with staff has been completed. The scope of improvements has been identified. The proposed improvements will require a drainage easement to be obtained from the home owners.
- Adams Street 8" sewer line replacement: A budget amendment for funding will come forward in January 2016 with bids let in February 2016.
- Miami Avenue 8" sewer line replacement: A budget amendment for funding will come forward in January 2016 with bids let in February 2016.

**Public Works Department:**

- Report Attached, Severn Trent Services, Exhibit "A"
- The City has received the design and specifications for the reconstruction of Filter 5 at the Water Treatment Plant. This project was designed by Tetra Tech Engineering and is for an underdrain replacement. The information has been sent to Infrastructure Solutions for review and comments. The City Attorney is currently working on language with Severn Trent to enter into a Professional Services Agreement.

**Community Services Department:**

- Report Attached, EXPO, Exhibit "B"
- EXPO Calendar of Events 2016
- Public Service Company of Oklahoma has awarded the City of McAlester \$2,040 for their Retrofit Lighting Program. The Stipe Center has been replacing the existing lights with LED's. This has resulted in lowering our electrical usage and becoming more energy efficient.

**Personnel:**

- Report Attached, Exhibit “C”
  
- Open Positions
  - Administration (1)
  - Police Officer (2)
  - Communications E911 (1)
  - Fire Fighter (2)
  - Engineering (1)
  - Streets (3)
  - Utility Maintenance (1)

**Fire Department:**

- Report Attached, Exhibit “D”

**Police Department:**

- Report Attached, Exhibit “E”

**City Clerk:**

- Report Attached, Exhibit “G”

**Fraternal Order of Police (FOP):**

- Grievance – August 13, 2014, Patrolman Chris Troussel nepotism.

**International Association of Fire Fighters (IAFF):**

- Grievance – November 15, 2015, Aaron Boatright discipline. Arbitration Requested

- Unfair Labor Practice (ULP) filed with Professional Employees Relation Board (PERB). The City filed this action for the following reasons:
  - Local 2284 has committed unfair labor practices and violated the Fire and Police Arbitration Act on numerous occasions involving multiple grievances and arbitrations during July 2015 through November 2015. These violations include, but are not limited to:
    - a. Delaying, refusing and/or interfering with the discussion and processing of pending grievances and arbitrations and thereby preventing disputes to be determined and resolved.
    - b. Delaying, refusing and/or interfering with the selection of arbitrators.
    - c. Delaying, refusing and/or interfering with the scheduling of arbitration hearing.
  - The City through our labor attorney has been working diligently for months to get these remaining grievances scheduled for arbitration. The Union has requested arbitration on a number of these grievances, but they do not respond to our requests to move these forward.
  - Unfair Labor Practice Hearing is scheduled for April 2016.
- Grievance – July 20, 2015, Facial Hair/Insubordination.
  - Mediation scheduled for January 28, 2016.
- Grievance – July 13, 2015, OSFA Convention Reimbursement
  - IAFF requests arbitration 7/20/15.
  - Mediation scheduled for January 28, 2016.
- Grievance – July 13, 2015, Abuse of sick leave for use of Outside Employment
  - IAFF requests arbitration 7/20/15
- Grievance – May 29, 2015, Colt Sanders Termination.
  - IAFF requests arbitration 6/16/15.
  - Grievance scheduled for arbitration 01/27/2016
- Grievance – September 10, 2014, Driver/Operator Kenny Barone discipline.
  - IAFF requests arbitration 9/19/14
  - Mediation scheduled for January 28, 2016.
- Grievance – September 10, 2014, Retired Captain Rick Beams wage dispute, Arbitration Requested.

- Grievance – September 10, 2014, Firefighter Jason Fassio sick leave.
- Grievance – June 27, 2014, Retired captain Rick Beams accumulated leave, comp time, holidays and 1986 Zerboni Award.
- Grievance – May 13, 2013, Unused Holidays for 2012-2013 fiscal year. This grievance disputes the hours paid to Fire Fighters for unused Holidays for the fiscal year.
- Grievance – Minimum Compliment, This relates to the equipment and clothing issued to new Fire Fighters. This grievance was not settled during Mediation in February. For the fiscal year 2012-2013, 2013-2014, 2014-2015 all new hires were provided the minimum complement required under the rules and regulations for the IAFF. **Negotiating a possible compromise.**
- Grievance - November 26, 2012, Facial Hair. This relates to the SCBA face mask being tightly sealed to the face. The IAFF and the City are to be working on verbiage to the Rules and Regulations for implementation. **Arbitration Requested.**
  - Mediation scheduled for January 28, 2016.

**Water Fees Waived:**

- 415 W. Miami, water leak in the slab, adjustment \$66.28
- 501 W. Cherokee plumber replaced pipe from meter to house, adjustment \$202.08
- 731 S. George Nigh, leak at the meter, adjustment \$273.72
- 100 W. Bolen, plumber repaired leak in the service line, adjustment \$304.70
- 413 S. 14<sup>th</sup>., leak in the service line, adjustment \$155.80

**Payable Checks Released:**

- Ervin & Ervin

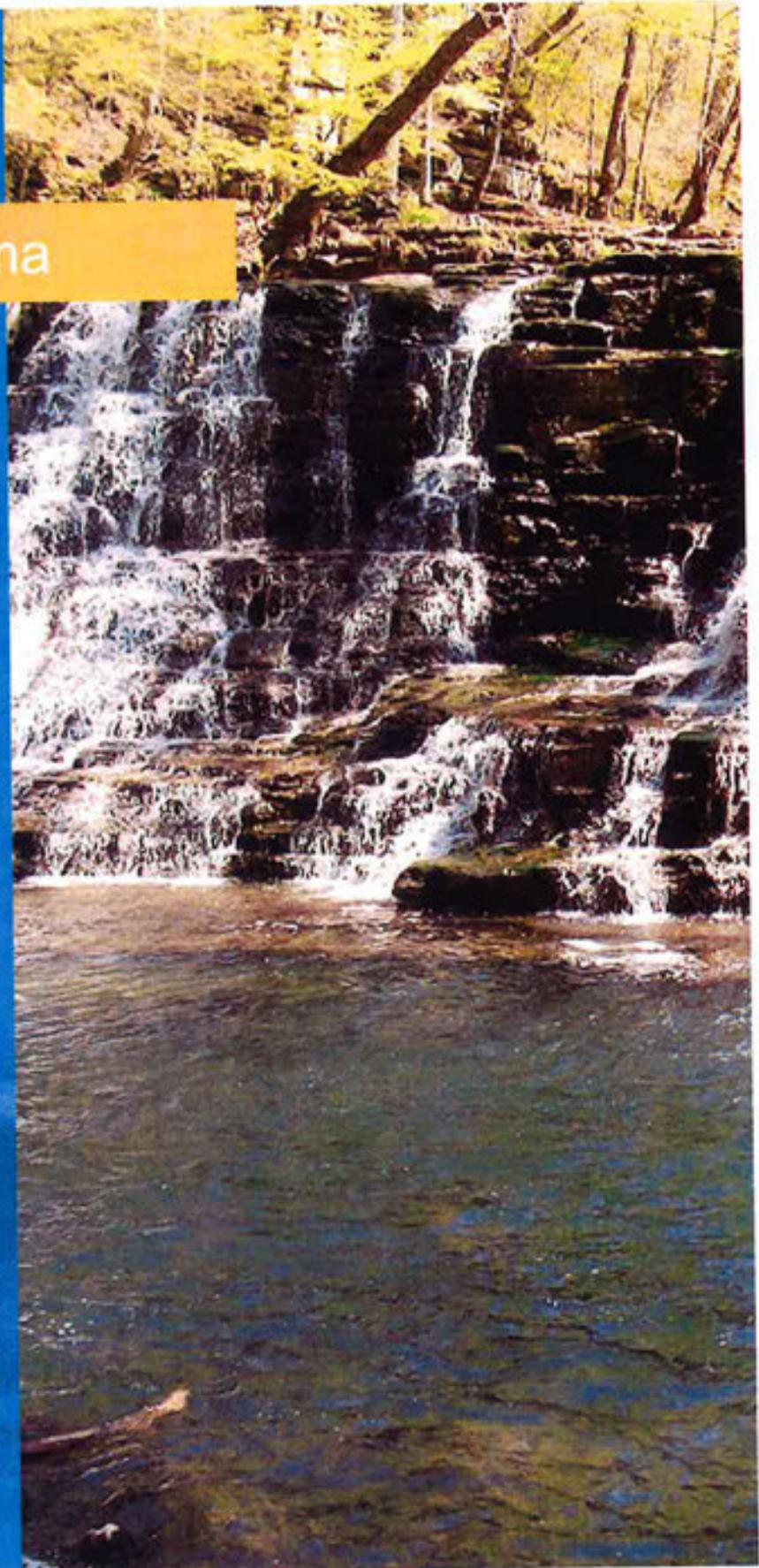
**Meetings Attended:**

- McAlester Housing Authority
- McAlester Regional Health Authority

McAlester, Oklahoma

December 2015  
Monthly Report

Date 1/21/2016





Severn Trent Services  
16337 Park Row  
Houston, TX 77084  
United States

T: +1 281 578 4200  
TF: +1 800 460 6565  
F: +1 281 398 3697

[www.severntrentservices.com](http://www.severntrentservices.com)

Thursday, January 21, 2016

Jake Walton  
Project Manager  
Severn Trent Services  
5200 Water Works Rd  
McAlester, OK 74501

Dear Pete:

Attached is the monthly report for December 2015.

Both generators on site have been serviced and are ready for use. The portable unit had a bad battery and it has since been replaced. Everything else checked out fine on both units.

We were able to pump sludge from the lower pond to the north drying bed for about 8 hours. While pumping sludge, the tractor experienced some mechanical problems and was taken to the City garage for repairs. We will resume pumping once the tractor is operational.

The polyphosphate design has been approved for construction by DEQ. We will begin the process of getting quotes for the construction of the system. This will allow us to further enhance the quality of the water that is sent to residents.

Sincerely,

Jake Walton  
Project Manager

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## Executive Summary

We were able to conduct a demo of a Volute Screw Press from PWTech to process clarifier and pond sludge. This equipment is one of the options we are looking at for long term management of process sludge from the treatment process. The screw press operates differently than other methods of sludge dewatering, but the end results are similar. Producing dry, dewatered sludge is the goal to efficiently remove the solids and haul them to an appropriate facility. The screw press did an excellent job of removing the water and producing a dry solid. PWTech is preparing a report of the trial. We will be incorporating this report, along with the data, into determining the best method for long term solids management.

## Critical Issues

The sludge ponds are full of solids and in need of cleaning. Permit limits continue to be exceeded due to the over accumulation of solids in the ponds. A decision should be made soon to completely clean out the ponds and rehab the slopes, per DEQ specifications, to avoid further DEQ enforcement. A long term solution should be looked at to handle the daily solids management from the treatment process.

The Motor Control Center continues to cause worries due to its age and lack of spare parts. This equipment has been known to fail and is a critical component to providing adequate water to the customers. Without the MCC, there is no way of sending treated water from the Treatment Plant to town. There are four (4) total units that consist of electrical controls, a motor, and a pump. The motors and pumps are in good working order with a recent repair to one motor and pump. One of the electrical controls experienced a fault several months ago, leaving only three (3) units available. Generally, only one unit is needed at a time to send water to town.

We have been able to keep up with the water demands this summer due to the wet weather and lower than normal temperatures. With Filter #5 out of service, it does put a strain on the other four (4) filters. We have been constantly adjusting the incoming raw water flow to accommodate the filters. It is imperative that Filter #5 be repaired and put back into service, along with the rehab of the remaining four (4) filters. This includes replacing all filter media, replacing valves, actuators, flow meters, etc. and reconfiguring the PLC programming to meet current industry standards. There are many valves that leak and do not operate correctly, which can cause operational and turbidity issues. The media also plays a role in capturing debris in the water and lowering the turbidity. With the damaged media in place, it does not clean the water very well, resulting in high turbidity. The filter programming also is out of spec and does not control the right equipment and/or at the right time. New instrumentation will be provided and the correct programming installed for proper operation and control. The filter project is a critical step in supplying customers with the quality and quantity of water. DEQ has noted several deficiencies in the overall filter operation and could start enforcement actions if the items are not addressed.

The Lake McAlester Raw Water Pump Station is in need of repairs also. The roof leaks badly during rain events along with the broken roof hatches that allow water to penetrate the building as well. Inside the building are many electrical components that are not designed to get wet. This building should be assessed and repairs made promptly. There is also a pump that was sent in for repair in August. The estimated cost for repair is \$20,000. This pump is likely the original that has been in place for 30+ years. The rebuild should last just as long. Two of the four pumps in

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place have been repaired in the past few years. Once this one is repaired, it leaves only one original pump that should be rebuilt soon.

We are beginning to work on some automation at the treatment plant. This will allow us to more precisely control the chemical feed and processes. This work is outlined in the CIP list as part of the initial capital improvements.

## Noteworthy Events

We experienced another large rain event that, for the most part, has not affected the treatment process. We have noticed the alkalinity in the raw water dropping into the very low values. We are working to add additional chemical to combat this.

## Environmental Compliance

All samples taken were in compliance, minus the pond discharge which continues to exceed permit limits. In December we sampled for TTHM and HAA5, all of those samples were in compliance. We are continuing to work on keeping these levels within compliance.

## Other Performance Measures

Chemicals used for the month of December are as follows:

- Water Treated 129.100 MG
- Finished Water 115.591 MG
- ACH (JH-100) 46,858 lbs.
- Chlorine 3,920 lbs.
- Sodium Permanganate 1,837 lbs.
- Carbon 3,600 lbs.

## Financial Issues

Currently, there is 21% left in the Maintenance Cap and 44% left in the Chemical Cap.

The Chemical Cap is tracking to finish just over the allotted amount. Additional money may be needed to finish the year. The Maintenance Cap will definitely go over the initial amount of \$100,000. I recommend an additional \$30,000 be placed into the Maintenance Cap to finish out the year.

## Safety Performance

Employees continue to conduct daily tailgate meetings along with monthly safety training. Safety topics cover a wide range of activities that are pertinent to plant activities.

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## Security

There have been no major security issues to report. A few contractors have shown up to complete work without checking in first. Also, a local resident was found driving around out back looking for a lost horse. This reinforces the need for an automatic gate to maintain control over the facility.

## Personnel

We continue to search for qualified operators to fill vacant positions. We are working with a local temp agency who has candidates with treatment plant experience. Severn Trent also has a new internal recruiting process that is producing many more leads than before.

## Appendix Items

- MOR
- DMR
- Maintenance Cap
- Chemical Cap





City of McAlester  
Community Services Department  
Monthly Report  
December 2015

**Land Maintenance:**

Sherman Miller, Supervisor

- Kept litter picked up in parks and right of ways
- Serviced equipment as needed
- Repaired Christmas lights as needed
- Replaced floor in lawnmower trailer
- Prepared disk golf course for event
- Helped with different phases at the Archery Park
- Helped with move at central garage
- Helped with electric install at central garage to office trailers
- Painted charcoal grills at parks
- Started winter cleanup of parks
- Started new project at Mike Deak
- Attended winter safety training at Vo-Tech
- Inspected and performed maintenance on playgrounds in parks
- Removed three dead trees

**Cemetery:**

Rusty Clifton, Cemetery Sexton

- Cemetery lot sale, speculative -
- Cemetery lot sales, actual City 4
- Catholic section 1
- Masonic section 2
- Golden Meadows 0
- Monument Company assistance, locating, taping and staking. 6
- Genealogy inquires 10
- Location searches for friends and family -
- Disinterment -
- Funerals and burials -
- Deeds issued 4
- Inquiries from florists -
- Safety meetings 4
- Burials 13

**EXPO Center:**

Jerry Lynn Wilson, Expo Supervisor

(See Attached Reports)

**Nutrition Center:**

Diane Chadsey, Nutritional Supervisor

- Meals served 4,154 (open 23 days)
- 111 Seniors participated in our enhanced fitness class
- Vans transported 511 seniors
- Vans made 1125 trips
- Took 26 participants to Muskogee to do Christmas shopping, dinner and to see the Christmas lights in Honor Heights Park.

**Parks & Recreation:**

B.J. Boatright, Recreational Supervisor

- Unload and stock food truck every Monday.
- Pickup trash on Choctaw Ave. twice weekly.
- Pick up trash at skatepark daily.
- Clean bathrooms in parks daily.
- Set up exercise class for seniors three times per week.
- Check oils and fluids in vehicles weekly.
- Inspect and sign off on all fire extinguishers in building monthly.
- Picked up leaves in pools
- Built Archery Park platform and shelter
- Put yard markers from 20 yds to 90 yds.
- Put heaters in park bathrooms
- Cleaned out pool filter weekly at Stipe pool
- Put up Christmas decorations at Stipe Center

City of McAlester

EXPO CENTER

ACTIVITY REPORT - DECEMBER 2015

<u>SEE ATTACHED REPORTS</u>	<u>CURRENT MONTH</u>	<u>FISCAL Y-T-D TOTALS</u>
Event Attendance	4,746	32,308
Rental Income	\$4,625.00	\$39,640.00
Concession Income	\$7,028.10	\$20,628.00
Catering Income	\$300.00	\$1,283.00

DAILY OPERATIONS, MAINTENANCE & EVENTS

Update City website and Expo Foyer Monitor with upcoming Expo Events.

Oversee daily operations: schedule and coordinate events. Schedule staff according to events. Confer with events on logistical needs and employees on issues. Input employee time to INCODE. Prepare and conduct safety meetings and staff meetings. Request price quotes on equipment/services. Order supplies. Make repairs or request outside services for repairs to maintain facility. Oversee budget, process purchase requests and purchase orders timely. Compile monthly reports of Expo activity.

Work events, supervise inmate labor; clean, maintain and set up facility before and after each event.

**EXPO ATTENDEES REPORT  
DECEMBER 2015**

<b>DATE</b>	<b>EVENT</b>	<b>ATTENDANCE</b>
	<b>Y-T-D TOTAL</b>	<b>27,562</b>
12-4-15	2 Hip Chick set up	100
12-5-15	2 Hip Chick Road Show	1100
12-5-15	RFT	54
12-5-15	Birthday Party	20
12-5-15	Birthday Party	15
12-7-15	Funeral	900
12-9-15	Fire Department Testing	20
12-9-15	Wedding	35
12-10-15	Petro Quest	125
12-12-15	RFT	47
12-12-15	Birthday Party	30
12-17-15	Tannehill Christmas Program	400
12-17-15	FNB Classic Basketball Tournament	650
12-18-15	Company Christmas Party	30
12-18-15	Wedding Set up	15
12-18-15	FNB Classic Basketball Tournament	400
12-19-15	Baby Shower	20
12-19-15	RFT	43
12-19-15	Wedding Reception	40
12-19-15	FNB Classic Basketball Tournament	600
12-20-15	Walmart Christmas Party	75
12-28-15	Birthday Party	15
12-31-15	New Year's Party	12
	<b>MONTHLY TOTAL</b>	<b>4746</b>
	<b>YEAR TO DATE</b>	<b>32,308</b>





## EXPO RENTAL INCOME REPORT

**DECEMBER 2015**

DATE	PAYMENT	RECEIPT#	EVENT	DATE OF EVENT
<b>Y-T-D TOTAL</b>	\$35,015.00			
12-1-15	\$315.00	41776	Christmas Party	12/20/15+
12-2-15	\$1,500.00	41777	2 Hip Chick's Road Show	12/4-5/15+
12-2-15	\$125.00	832384	Petro Quest Safety Meeting	11/5/15+
12-2-15	\$315.00	41778	Funeral	12/7/15+
12-3-15	\$65.00	832996	Party	12/28/15+
12-3-15	\$125.00	833078	Party	12/6/15+
12-7-15	\$10.00	41779	2 Hip Chick RV Space	12-5-15
12-8-15	\$125.00	41781	Birthday Party	12-13-15+
12-9-15	\$375.00	41782	OK Ed Publishers Association Textbook Caravan	2-10-16+
12-9-15 (11-25-15)	\$315.00	830957	City Partnership –EOSC GEAR UP-ACT Prep	12-16-15+
12-10-15	\$125.00	835193	Petro Quest Safety	12-10-15+
12-10-15	\$100.00	835269	Wedding Deposit	5-21-16+
12-16-16	\$65.00	41785	Vision Cont. Christmas Party	12-18-15+
12-17-15	\$315.00	41786	Tannehill Christmas Party	12-17-15+
12-17-15	\$50.00	836907	Wedding & Reception	2-6-16+
12-18-15	\$150.00	41787	Wedding & Reception	12/18-19/15+
12-18-15	\$250.00	837345	Power Rangers	4-29-16+
12-18-15	\$50.00	41789	Savanna Snowball	1-30-16+
12-28-15	\$125.00	41790	Birthday Party	1-10-16
12-28-15	\$125.00	41791	Child Welfare Staff Training	11-17-15
<b>MONTHLY TOTAL</b>	\$4,625.00			
<b>Y-T-D TOTAL</b>	\$39,640.00			

## City of *McAlester* 2016 Event Calendar

Dates and times listed under [www.cityofmcalester.com](http://www.cityofmcalester.com) Community Calendar  
and SE Expo Calendar or call 918-423-9300 ext.4993 or 918-420-3976



<b>January:</b>	<b>Date:</b>	<b>Time:</b>	<b>Location:</b>
Pitt 8 Tournament	18 <sup>th</sup> & 23 <sup>rd</sup>	TBA	SE Expo
Metcalf Gun	30 <sup>th</sup> & 31 <sup>st</sup>	9am-4pm	SE Expo
<b>February:</b>			
McAlester Pro Rodeo	12 <sup>th</sup> & 13 <sup>th</sup>	7pm	SE Expo
Junk Hippy Road Show	20 <sup>th</sup>	9am-6pm	SE Expo
Choctaw Career Day	24 <sup>th</sup>	8am	SE Expo
<b>March:</b>			
McAlester Tech Expo	TBA		
Southeast Wildlife Expo	11 <sup>th</sup> & 13 <sup>th</sup>	9am-5pm	SE Expo
Junk Utopia	19 <sup>th</sup>	9am-5pm	SE Expo
<b>April:</b>			
KEDDO Senior Day	22 <sup>nd</sup>	8 am	SE Expo
Baby Fair	16 <sup>th</sup>	9 am	SE Expo
The Women's Expo	9 <sup>th</sup>	9am-5pm	SE Expo
The Illusionist REZA	11 <sup>th</sup>	6pm-7:30pm	SE Expo
Power Rangers Live	29 <sup>th</sup>	4:30pm-9pm	SE Expo
<b>May:</b>			
Italian Festival	13 <sup>th</sup> & 15 <sup>th</sup>	9am-4pm	SE Expo
Gospel Singing Convention	26 <sup>th</sup> -28 <sup>th</sup>	4pm-11pm	SE Expo
Family Fun Fest	TBA		Chadick Park
Movies in the Park	TBA		Chadick Park
<b>June:</b>			
Movies in the Park	TBA		Chadick Park
Jr. Sunbelt Classic	9 <sup>th</sup>		SE Expo
Large Equipment Auction	25 <sup>th</sup>		SE Expo
<b>July:</b>			
Movies in the Park	TBA		Chadick Park
Stars and Stripes Celebration	4 <sup>th</sup>	5:30pm	SE Expo

## City of *McAlester* 2016 Event Calendar

Dates and times listed under [www.cityofmalester.com](http://www.cityofmalester.com) Community Calendar  
and SE Expo Calendar or call 918-423-9300 ext.4993 or 918-420-3976



<b>August:</b>	<b>Date:</b>	<b>Time:</b>	<b>Locatin:</b>
Culture Fest	TBA		Choctaw Ave.
Movies in the Park	TBA		Chadick Park
 <b>September:</b>			
Pittsburg Co. Fair	8 <sup>th</sup> – 10 <sup>th</sup>		SE Expo
Firefighters Classic	16 <sup>th</sup> -18 <sup>th</sup>		SE Expo
Shrine Circus	22 <sup>n</sup> & 23 <sup>rd</sup>		SE Expo
Movies in the Park	TBA		Chadick Park
City Wide Garage Sale	TBA		
McAlester Cruise Night/ Big Mac Cruiser's	TBA		Choctaw Ave.
 <b>October:</b>			
Metcalf Gun Show	1 <sup>st</sup> & 2 <sup>nd</sup>	9am-4pm	SE Expo
Indian Territory Coin Show	14 <sup>th</sup> & 15 <sup>th</sup>	9am	SE Expo
Movies in the Park	TBA		Chadick Park
McAlester Home Ranch & Garden Show	21 <sup>st</sup> -22 <sup>nd</sup>	9am	SE Expo
Wild West Festival in Old Town	TBA		Historic Old Town
 <b>November:</b>			
Junk Hippy Road Show	3 <sup>rd</sup>	9 am	SE Expo
OSU Tax Conference	10 <sup>th</sup> & 11 <sup>th</sup>	8am	SE Expo
Veteran's Day Parade	11 <sup>th</sup>	6pm	Choctaw Ave.
Christmas On The Hill	12 <sup>th</sup>	6pm	Adams St.
JW Hart & Freedom Ford <b>PBR</b>	19 <sup>th</sup>	7pm	SE Expo
Holiday Arts & Crafts Show	TBA		SE Expo
 <b>December:</b>			
2 Hip Chick Road Show	3 <sup>rd</sup>	9 am	SE Expo
Christmas Parade	TBA	7pm	Choctaw Ave.
McAlester 10,000.00 Drawing	22 <sup>nd</sup>	7pm	Choctaw Ave.

**Events are added throughout the year**  
**And subject to change**

# HEADCOUNT SUMMARY

As of December 31, 2015

DIVISION	DEPARTMENT	BUDGETED FULL-TIME 2015-2016	DECEMBER 2015 ACTUAL FULL-TIME	OVER / UNDER BUDGET	BUDGETED PART-TIME 2015-2016	DECEMBER 2015 ACTUAL PART-TIME	OVER / UNDER BUDGET	CHANGES	NOVEMBER 2015 ACTUAL FULL-TIME	NOVEMBER 2015 ACTUAL PART-TIME
CITY MANAGER	CITY MANAGER	3	2	1				1 F/T POSITION REMAINS OPEN	2	
TOURISM	CITY MANAGER	1	1		1	0	1	1 P/T POSITION REMAINS OPEN	1	0
ECONOMIC DEVELOPMENT	CITY MANAGER	1	1							7
CITY COUNCIL	CITY COUNCIL				7	7				
CITY CLERK	CITY COUNCIL	2	2						2	
PLANNING & ED	P&CD	5	5		1	0	1	1 P/T POSITION REMAINS OPEN	5	0
HUMAN RESOURCES	FINANCE	2	2		1	0	1	1 P/T POSITION REMAINS OPEN	2	0
COURT/LEGAL	FINANCE	2	2		4	5	+1	ONE P/T OVER BUDGET	2	4
UTILITY OFFICE	FINANCE	8	8		1	2	+1	1 ADDITIONAL PART TIME TO HELP OUT METER READERS	8	1
FINANCE	FINANCE	4	4		1	1			4	1
INFORMATION SERVICES	FINANCE	1	1						1	
<b>TOTAL</b>		<b>29</b>	<b>28</b>	<b>1</b>	<b>16</b>	<b>15</b>	<b>1</b>		<b>28</b>	<b>13</b>
POLICE	POLICE	39	37	2				2 F/T POSITIONS REMAINS OPEN	38	
COID (DETECTIVES)	POLICE	8	8						8	
ANIMAL CONTROL	POLICE	1	1						1	
COMMUNICATIONS	POLICE	4	3	1				1 F/T POSITION REMAINS OPEN	3	
COMMUNICATIONS E911	E911	10	10						10	
<b>TOTAL</b>		<b>62</b>	<b>59</b>	<b>3</b>					<b>60</b>	<b>0</b>
FIRE	FIRE	43	41	2				2 F/T POSITIONS REMAIN OPEN	41	
<b>TOTAL</b>		<b>43</b>	<b>41</b>	<b>2</b>					<b>41</b>	<b>0</b>
PARKS	COMMUNITY SVC	11	11		2	1	1	P/T POSITIONS REMAIN OPEN DUE TO SEASONAL EMPLOYEES	11	1
RECREATION	COMMUNITY SVC	3	3		13	5	8	P/T POSITIONS REMAINS OPEN DUE TO SEASONAL EMPLOYEES	3	5
NUTRITION	COMMUNITY SVC	4	4		7	8	+1	1 P/T OVER BUDGET DUE TO 2 P/T POSITIONS SPLITTING HOURS ( ONE WORKS MORNING, OTHER EVENING)	4	8
SWIMMING POOLS	COMMUNITY SVC				33	0	33	P/T POSITIONS REMAINS OPEN DUE TO SEASONAL EMPLOYEES		0
CEMETERY	COMMUNITY SVC	5	5		1	0	1	P/T POSITIONS REMAINS OPEN DUE TO SEASONAL EMPLOYEES	5	0
EXPO	COMMUNITY SVC	4	4		7	5	2	2 P/T POSITIONS REMAINS OPEN	4	5
<b>TOTAL</b>		<b>27</b>	<b>27</b>		<b>63</b>	<b>19</b>	<b>44</b>		<b>27</b>	<b>19</b>

## HEADCOUNT SUMMARY CONTINUED

As of December 31, 2015

DIVISION	DEPARTMENT	BUDGETED FULL-TIME 2015-2016	DECEMBER 2015 ACTUAL FULL-TIME	OVER / UNDER BUDGET	BUDGETED PART-TIME 2015-2016	DECEMBER 2015 ACTUAL PART-TIME	OVER / UNDER BUDGET	CHANGES	NOVEMBER 2015 ACTUAL FULL-TIME	NOVEMBER 2015 ACTUAL PART-TIME
ENGINEERING	PUBLIC WORKS	5	4	1				1 F/T POSITIONS REMAINS OPEN	5	
FACILITY MAINTENANCE	PUBLIC WORKS	3	3						3	
FLEET MAINTENANCE	PUBLIC WORKS	5	5						5	
AIRPORT	PUBLIC WORKS	3	3						3	
STREETS	PUBLIC WORKS	14	11	3	4	0	4	3 F/T POSITIONS REMAINS OPEN, SEASONAL POSITIONS REMAINS OPEN	12	0
LANDFILL	PUBLIC WORKS	2	2						2	
<b>TOTAL</b>		<b>32</b>	<b>28</b>	<b>4</b>	<b>4</b>	<b>0</b>	<b>4</b>		<b>30</b>	<b>0</b>
WASTE WATER	UTILITIES	12	12						12	
UTILITY MAINT.	UTILITIES	10	9	1				1 F/T POSITION REMAINS OPEN	9	
<b>TOTAL</b>		<b>22</b>	<b>21</b>	<b>1</b>					<b>21</b>	<b>0</b>
<b>GRAND TOTAL</b>		<b>215</b>	<b>204</b>	<b>11</b>	<b>83</b>	<b>34</b>	<b>49</b>		<b>207</b>	<b>32</b>

Prepared by Sheila Maldonado  
Generated January 7, 2016

McAlester Fire Department Monthly Activity Report				
Dec	2014	2015	YTD	% INCREASE/ DECREASE
Structure Fires	5	4	31	-20%
All Other Fires	6	8	78	33.3%
Ems	200	200	2,403	0%
False Alarms	6	12	123	100%
All Other Responses	15	12	204	- 20%

Comments: firefighter Classic planning, Christmas on the hill, Toy Drive, Boots and Badges Blood Drive, (288 lives touched, team red won) Fire Officer Training, Firefighter Cancer Awareness Program  
 Station Tours- 1  
 Birthday party- 1  
 Fire Investigations - 2  
 Fire Inspections -3

Code Enforcement Calls-3

McAlester Police Department

Monthly Report

December, 2015

Activity

	2014	2015	%+/-
Persons Jailed:	200	176	-12
Offense Reports:	217	218	-0-
Total Crimes in Reports:	383	330	-14

Specific Crimes of Note

Crime	2014	2015	% Change
Assault	33	19	-42
Burglary	26	26	-0-
Public Intox.	16	9	-44
Larceny	44	25	-43
Shoplifting	12	21	+75
Stolen Veh.	2	3	+50
Vandalism	14	8	-43
DUI	12	12	-0-
Drug Violation	86	82	-05

### **Traffic Accidents**

	<b>2014</b>	<b>2015</b>	<b>%+/-</b>
<b>Accident Reports:</b>	<b>58</b>	<b>49</b>	<b>-16</b>
<b>Injuries:</b>	<b>16</b>	<b>21</b>	<b>+31</b>
<b>Fatalities:</b>	<b>1</b>	<b>0</b>	<b>-100</b>

### **Traffic Enforcement**

<b>Citations:</b>	<b>2014</b>	<b>2015</b>	<b>%+/-</b>
	<b>935</b>	<b>1082</b>	<b>+16</b>

### **Patrol/911 Activity**

	<b>2014</b>	<b>2015</b>	<b>%+/-</b>
<b>Communications Entries:</b>	<b>5,774</b>	<b>6,381</b>	<b>+11</b>

### **Training**

**In December, 2015 training for MPD officers included the following:**

**Identity Theft**

**Critical incident management**

**Legal Update**

## **Threats to Law Enforcement**

### **Police Sexual Predators**

### **Outlaw Motorcycle Gangs**

### **Emergency Detention Mental Health**

McAlester police officers Jason Crittenden and Matt Miller resigned in December, 2015. Jason had served with the police department for 12 years which vested him in the retirement system therefore he leaving is considered a retirement. Matt had been with the police department 4 years, first as an animal control officer and then as a patrolman. We wish them both good fortune in their future endeavors.

Several community events were held in December including the Christmas Parade and the Downtown Merchants \$10,000 giveaway. The events presented no problems and went smoothly.

Community Services Officer Jeremy Busby is now teaching four days a week in partnership with the McAlester Public Schools. The students include elementary, Middle-School and High School. Busby is also participating in the MPS Safe Schools Committee.

Gary Wansick  
Chief of Police

City of McAlester  
Street Projects as of 1-12-16

2013 BOND CONSTRUCTION FUNDS 7,866,403  
2014 BOND CONSTRUCTION FUNDS 4,335,398  
12,201,800

ACTUAL

CIP #1	ORIGINAL BID	
	2 CHANGE ORDERS	
AUSTIN PAVING		469,422
CARSTENSEN		131,467
EST		100,850
CITY OF MCALESTER		60,605
<b>TOTAL</b>		<b>762,343</b>

	ACTUAL	ORIGINAL CONTRACT	CHANGE ORDERS	TOTAL
<b>CIP #2</b>				
POE AND ASSOCIATES	\$180,000	\$180,000		\$180,000
CARSTENSEN	\$2,736,068	\$2,882,649	-\$2,572	\$2,880,077
EST	\$149,000	\$149,000		\$149,000
NEWS CAPITAL, TULSA WORLD...	\$1,162	\$2,617		\$2,617
DEQ	\$1,455	\$1,455		\$1,455
<b>TOTAL</b>	<b>\$3,087,685</b>	<b>\$3,215,720</b>	<b>-\$2,572</b>	<b>\$3,213,148</b>

<b>CIP #3</b>				
MEHLBURGER BRAWLEY	\$195,086	\$176,000		\$176,000
T.MCDONALD CONSTR	\$2,398,449	\$2,730,988	\$4,941	\$2,735,929
INFRASTRUCTURE SOLUTION	\$136,612	\$143,500		\$143,500
LOT MAINTENANCE	\$7,050	\$7,050		\$7,050
NEWS CAPITAL	\$159	\$159		\$159
<b>TOTAL</b>	<b>\$2,737,356</b>	<b>\$3,057,697</b>	<b>\$4,941</b>	<b>\$3,062,637</b>

<b>CIP #4</b>				
EST	\$218,695	\$230,100		\$230,100
CARSTENSEN	\$3,007,038	\$2,942,565	\$109,238	\$3,051,803
POE AND ASSOCIATES	\$281,937	\$257,233	\$25,500	\$282,733
LOT MAINTENANCE	\$26,525	\$26,525		\$26,525
DEQ	\$1,669	\$1,669		\$1,669
NEWS CAPITAL	\$175	\$175		\$175
WEDDLE SIGNS	\$2,260	\$7,500		\$7,500
INFRASTRUCTURE SOLUTION	\$3,805	\$3,805		\$3,805
<b>TOTAL</b>	<b>\$3,542,005</b>	<b>\$3,469,573</b>	<b>\$134,738</b>	<b>\$3,604,311</b>

<b>CIP #4A</b>				
CARSTENSEN	\$728,200	\$1,083,261	\$35,518	\$1,118,779
EST	\$0	\$92,075		\$92,075
INFRASTRUCTURE SOLUTION	\$0	\$0		\$0
	\$0	\$0		\$0
	\$0	\$0		\$0
<b>TOTAL</b>	<b>\$728,200</b>	<b>\$1,175,336</b>	<b>\$35,518</b>	<b>\$1,210,854</b>

<b>WASHINGTON</b>				
INFRASTRUCTURE SOLUTION	\$70,225	\$92,800		\$92,800
	\$0	\$0		\$0
<b>TOTAL</b>	<b>\$70,225</b>	<b>\$92,800</b>	<b>\$0</b>	<b>\$92,800</b>

<b>TOTAL CIP PROJECTS</b>	<b>\$10,907,813</b>	<b>\$11,773,470</b>		<b>\$11,948,094</b>
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<b>REMAINING BALANCE</b>	<b>\$1,293,986.62</b>	<b>\$428,330</b>		<b>\$255,706.27</b>
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CIP#1 -REQUESTED FROM BONDING COMPANY \$ 127,000  
REIMBURSEMENT FROM EDUCATION FUND \$ 129,814  
\$ 512,520.57

**City of McAlester  
City Clerk  
Monthly Report  
Month(s) October, 2015**

1. Meetings attended: 2 Regular and 2 Special  
October 6 and 12, 2015 – Special  
October 13 and 27, 2015 – Regular
  
2. Produced minutes for 2 Regular Council meetings.  
October 13 and 27, 2015  
  
Produced minutes for 2 Special Meetings.  
October 6 and 12, 2015
  
3. Open Records requests Completed:  
10.01.15 – Request for names, terms and contact information of the City Council, Police and Fire Chief, City Treasurer/CFO and City Clerk
  
4. Status of Recodification of Code of Ordinances:  
Waiting on Ordinance from City Attorney addressing conflicts with State Law.  
Have submitted all adopted Ordinances to be supplemented.
  
5. 13 Bid openings.  
10.27.15 – Misc. Repair Contract #2
  
6. Submitted Notice of Tort claims: 1 - Vehicle Damage  
(Filed w/OMAG) 0 - Property Damage  
0 - Misc.
  
7. Claim Denials/Settlements: Claim #200450-LR, Auto Damage, settled 10.08.15  
Claim #200946-LR, Property Damage, settled 10.02.15  
Claim #141166-KW, Auto Damage, settled 10.02.15
  
8. Claims Filed for Damage to Municipal Property:  
Claim for damage to Fence at Army Reserve Bldg., settlement received 10.08.15 = 850.00
  
9. Training attended: 2015 OMCTFOA Fall Conference in Stillwater, OK 10.20.15 through 10.23.15

**City of McAlester**  
**City Clerk**  
**Monthly Report**  
**Month(s) November, 2015**

1. Meetings attended: 2 Regular and 1 Special  
November 2, 2015 – Special  
November 10 and 24, 2015 – Regular
2. Produced minutes for 1 Regular Council meetings.  
November 10, 2015  
  
Produced minutes for 1 Special Meetings.  
November 2, 2015
3. Open Records requests Completed:  
11.04.15 – Request for copies of Ord. #2171, 2447 and 2520.  
Request for copies of any policies regarding Smoke free parks
4. Status of Recodification of Code of Ordinances:  
Waiting on Ordinance from City Attorney addressing conflicts with State Law.  
Have submitted all adopted Ordinances to be supplemented.
5. 1 Bid openings.  
11.30.15 – Belmont Trail
6. Submitted Notice of Tort claims: 2 - Vehicle Damage  
(Filed w/OMAG) 0 - Property Damage  
0 – Misc.
7. Claim Denials/Settlements: Claim #201168-KW, Auto Damage, settled 09.28.15  
Claim #201157-KW, Property damage, denied 11.25.15
8. Claims Filed for Damage to Municipal Property:  
Filed 11.23.15, Damage to Police vehicle during chase – Pending  
Claim for damage to UTM Vehicle filed in September, 2014; Settlement received 11.24.15 in the amount of \$7,008.40.
9. Training attended: No training

Council Chambers  
Municipal Building  
January 12, 2016

The McAlester Airport Authority met in Regular session on Tuesday January 12, 2016, at 6:00 P.M. after proper notice and agenda was posted January 8, 2016.

Present: Weldon Smith, Robert Karr, Jason Barnett, John Titsworth & Steve Harrison  
Absent: Travis Read & Buddy Garvin  
Presiding: Steve Harrison, Chairman

A motion was made by Mr. Smith and seconded by Mr. Titsworth to approve the following:

- Approval of the Minutes from the December 22, 2015, Regular Meeting of the McAlester Airport Authority. (*Cora Middleton, City Clerk*)
- Confirm action taken on City Council Agenda Item C, regarding claims ending January 5, 2016. (*Toni Ervin, Chief Financial Officer*) in the amount of \$ 5,375.30; and Airport Grant \$ 25,355.00.

There was no discussion, and the vote was taken as follows:

AYE: Trustees Smith, Read, Karr, Garvin, Barnett & Chairman Harrison  
NAY: None

Chairman Harrison declared the motion carried.

There being no further business to come before the Authority, Mr. Smith moved for the meeting to be adjourned, seconded by Mr. Titsworth.

There was no discussion and the vote was taken as follows:

AYE: Trustees Smith, Karr, Barnett & Chairman Harrison  
NAY: None

Chairman Steve Harrison declared the motion carried.

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Steve Harrison, Chairman

ATTEST:

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Cora Middleton, Secretary

Council Chambers  
Municipal Building  
January 12, 2016

The McAlester Public Works Authority met in Regular session on Tuesday January 12, 2016, at 6:00 P.M. after proper notice and agenda was posted January 8, 2016.

Present: Weldon Smith, Robert Karr, Jason Barnett, John Titsworth & Steve Harrison  
Absent: Travis Read & Buddy Garvin  
Presiding: Steve Harrison, Chairman

A motion was made by Mr. Smith and seconded by Mr. Titsworth to approve the following:

- Approval of the Minutes from the December 22, 2015, Regular Meeting of the McAlester Public Works Authority. *(Cora Middleton, City Clerk)*
- Confirm action taken on City Council Agenda Item C, regarding claims ending January 5, 2016. *(Toni Ervin, Chief Financial Officer)* in the amount of \$105,083.13.
- Confirm action taken on City Council Agenda Item E, authorization of payment to Carstensen Construction, Inc., Contractor's Application for Payment #4, in the amount of \$82,815.77, for the construction of road and infrastructure improvements related to CIP#4 6<sup>th</sup> Street and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item F, authorization of payment to T. McDonald Construction, Inc., Contractor's Application for Payment #14, in the amount of \$208,844.28, for the construction of road and infrastructure improvements related to CIP#3 and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item G, authorization of payment to Infrastructure Solutions Group, LLC; dba Mehlburger Brawley, Invoice # MC-15-02-04, in the amount of \$ 20,075.00, for Professional Services related to Washington Avenue Pavement Reconstruction and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item H, authorization of payment to Infrastructure Solutions Group, LLC; dba Mehlburger Brawley, Invoice # MC-14-06-14, in the amount of \$2,583.00, for Construction Management and Resident Project Representative Services related to CIP#3 and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item I, authorization of payment to Infrastructure Solutions Group, LLC; dba Mehlburger Brawley, Invoice # MC-16-02-01, in

the amount of \$3,805.00, for Engineering Services related to CIP#4 Final Quantity Audit and funded through the McAlester Public Works Authority Construction Fund Series 2014 Project Account. *(Peter Stasiak, City Manager)*

- Confirm action taken on City Council Agenda Item K, authorizing the Mayor to sign a Disaster Emergency Proclamation for the City of McAlester due to flash flooding having occurred within McAlester on December 26, 2015 causing considerable damage to public and private properties. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item L, to amend and approve the contract for legal services between the City of McAlester, Oklahoma and Ervin & Ervin, Attorneys at Law, L.L.P.. *(Joe Ervin, City Attorney)*
- Confirm action taken on City Council Agenda Item 1, an Ordinance amending Ordinance No. 2538 which established the budget for fiscal year 2015-16; repealing all conflicting ordinances; providing for a severability clause; and declaring an emergency. *(Toni Ervin, Chief Financial Officer)*
- Confirm action taken on City Council Agenda Item 2, acceptance of the bid amount of \$119,038.01 from Sunrise Construction of Eufaula, Oklahoma and authorize the Mayor to sign the Notice of Award and the Construction Agreement with Sunrise Construction of Eufaula for the Sandy Creek Canal Wall, 2016 Project #1. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 3, acceptance of the bid amount of \$109,057.00 from KATCON, Inc. and authorize the Mayor to sign the Notice of Award and the Construction Agreement with KATCON, Inc. for Miscellaneous Contract 2015 #2. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 4, authorizing the Mayor to sign Change Order No. 13 to the contract with Carstensen Contracting, Inc. for the Final Cleanup of Quantities on CIP#4. *Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 5, authorizing the Mayor to sign the Final and Contractor's Pay Estimate No. 8 for the contract with Carstensen Contracting, Inc. for construction services on CIP#4 and accept the project as completed. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 6, authorizing the Mayor to sign Change Order No. 2 to the contract with Katcon Inc. for Illinois Ave. Drainage Improvements. *(Peter Stasiak, City Manager)*
- Confirm action taken on City Council Agenda Item 7, authorizing the Mayor to sign Change Order No. 8 to the contract with T. McDonald Construction Inc. for CIP#3 Second Street Improvements. *(Peter Stasiak, City Manager)*

- Confirm action taken on City Council Agenda Item 10, on approval of certain costs related to the Fire Department. Funds to be used from the City of McAlester's Fire Department's portion of the county quarter cent excise tax for fire services. *(Brett Brewer, Fire Chief)*
- Confirm action taken on City Council Agenda Item 11, an ordinance amending the Code of Ordinances, City of McAlester, Oklahoma amending the following Sections 18-51; 18-53; 18-141; 18-216; 18-217; 18-242 And 18-249; repealing all conflicting ordinances and declaring an emergency. *(Leroy Alsup, Community and Economic Development Director, George Estrada, Building Inspector)*
- Confirm action taken on City Council Agenda Item 12, an ordinance amending the Code of Ordinances, City of McAlester, Oklahoma amending Article III Fire Prevention Code, Section 50-51; repealing all conflicting ordinances and declaring an emergency. *(Brett Brewer, Fire Chief)*
- **TABLED FROM DECEMBER 22, 2015 MEETING:** Confirm action taken on City Council Agenda Item 13, authorizing the Mayor to sign a resolution in agreement with Oklahoma Department of Transportation for the removal of unwarranted traffic signals on Carl Albert Parkway. *(Peter Stasiak, City Manager)*

There was no discussion, and the vote was taken as follows:

AYE: Trustees Smith, Karr, Barnett, Titsworth & Chairman Harrison.

NAY: None

Chairman Harrison declared the motion carried.

There being no further business to come before the Authority. Mr. Smith moved for the meeting to be adjourned, and the motion was seconded by Mr. Titsworth. There was no discussion and the vote was taken as follows:

AYE: Trustees Smith, Karr, Barnett, Titsworth & Chairman Harrison.

NAY: None

Chairman Harrison declared the motion carried.

ATTEST:

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Steve Harrison, Chairman

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Cora Middleton, Secretary

Council Chambers  
Municipal Building  
December 22, 2015

The McAlester Retirement Trust Authority met in Regular session on Tuesday, December 22, 2015, at 6:00 P.M. after proper notice and agenda was posted December 18, 2015.

Present: Robert Karr, Jason Barnett & Travis Read, Weldon Smith, Buddy Garvin, & Steve Harrison  
Absent: John Titsworth  
Presiding: Steve Harrison, Chairman

A motion was made by Mr. Read and seconded by Mr. Smith to approve the following:

- Approval of the Minutes from the November 24, 2015 Regular Meeting of the McAlester Retirement Trust Authority. (*Cora Middleton, City Clerk*)
- Approval of Retirement Benefit Payments for the Period of December, 2015. (*Toni Ervin, CFO*) in the amount of \$85,316.31.

There was no discussion, and the vote was taken as follows:

AYE: Trustees Karr, Read, Smith, Barnett, Garvin & Chairman Harrison  
NAY: None

Chairman Harrison declared the motion carried.

There being no further business to come before the Authority, Mr. Read moved for the meeting to be adjourned, seconded by Mr. Smith. The vote was taken as follows:

AYE: Trustees Karr, Read, Smith, Barnett, Garvin & Chairman Harrison.  
NAY: None

Chairman Harrison declared the motion carried.

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Steve Harrison, Chairman

ATTEST:

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Cora Middleton, Secretary