

City of Tulsa, Oklahoma

Compliance Report
Year Ended June 30, 2013

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**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***

Independent Auditor's Report

To the Honorable Mayor and City Council
City of Tulsa, Oklahoma
Tulsa, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the 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 Tulsa, Oklahoma (the City), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 15, 2013. Our report includes a reference to other auditors who audited the financial statements of the Tulsa Industrial Authority, a discretely presented component unit of the City, and the Tulsa Stadium Trust, a blended component unit of the City, as described in our report on the City's financial statements. In addition, other auditors audited the Operations of the BOK Center, as managed by SMG, and the Operations of the Tulsa Convention Center, as managed by SMG, which are included within the Arena and Convention Center major enterprise fund, as described in our report on the City's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. This report does not include the results of our testing of internal control over financial reporting and on compliance and other matters for the Metropolitan Tulsa Transit Authority, a discretely presented component unit of the City, as these results are reported on separately by us.

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.

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. 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.



Kansas City, Missouri
November 15, 2013



**Report on Compliance for Each Major Federal Program,
Report on Internal Control Over Compliance; and
Report on Schedule of Expenditures of Federal Awards
Required by OMB Circular A-133**

Independent Auditor's Report

To the Honorable Mayor and City Council
City of Tulsa, Oklahoma
Tulsa, Oklahoma

Scope

The City of Tulsa, Oklahoma's basic financial statements include the operations of the Tulsa Development Authority (TDA) and Tulsa Industrial Authority (TIA), discretely presented component units, and Tulsa Stadium Trust (TST), a blended component unit. Our audit, described below, did not include the operations of TST or TIA because these component units engaged other auditors to perform their June 30, 2013 audit. Our audit, described below, did not include the operations of TDA because they were not required to have a separate audit in accordance with OMB Circular A-133 as their federal expenditures for the year ending June 30, 2013 were less than \$500,000.

Report on Compliance for Each Major Federal Program

We have audited the City of Tulsa, 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, 2013. The City's major federal programs are identified in the summary of auditor's 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.

Auditor's 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 of America; 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, 2013.

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.

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.

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, aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated November 15, 2013, which contained unmodified opinions on those financial statements. Our audit report included a reference to other auditors. 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 of America. 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.

McGladrey LLP

Kansas City, Missouri
November 15, 2013

CITY OF TULSA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013

Awarding Agency/Program Description	Federal CFDA Number	Grant Number	Total Award	Unexpended Balance as of June 30, 2012	Awards Received/(Closed)	Transfers and Adjustments	Program Income and Matching	Current Year Expenditures Federal	Current Year Expenditures Federal and Local	Unexpended Balance as of June 30, 2013	Amounts Provided to Subrecipients
U.S. DEPARTMENT OF COMMERCE											
Direct Grants:											
Disaster Economic Adjustment, Installation of Water & Sanitary Sewer Lines	11.307	08-79-04461	\$ 1,000,000	\$ 874,553	\$ -	\$ -	\$ 191,379	\$ 765,518	\$ 956,897	\$ 109,035	\$ -
Passed through State of Oklahoma Office of Homeland Security Public Safety Interoperable Communications Jay upgrade Phase II	11.555	OKOHS-116.020	147,686	147,686	(147,686)	-	-	-	-	-	-
Subtotal U.S. Department of Commerce			1,147,686	1,022,239	(147,686)	-	191,379	765,518	956,897	109,035	-
U.S. DEPARTMENT OF ENERGY											
Direct Grants:											
ARRA-Energy Efficiency and Sustainable Program	81.128	DE-EE0000921	3,883,500	278,128	-	-	-	243,532	243,532	34,596	3,809
Clean Cities Refueling Infrastructure for Alternative Fuels	81.086	DE-EE0002534	300,000	171,714	-	-	-	71,604	71,604	100,110	-
Subtotal U.S. Department of Energy			4,183,500	449,842	-	-	-	315,136	315,136	134,706	3,809
U.S. ENVIRONMENTAL PROTECTION AGENCY											
Brownfield Area Wide Planning Pilot	66.814	11D1D1E023	175,000	68,308	(35,342)	-	-	32,966	32,966	-	-
Passed through the State of Oklahoma Department of Environmental Quality Brownfield Revolving Loan Programs	66.818	2009-ARRA	200,000	193,708	-	-	-	19,322	19,322	174,386	-
Passed through the State of Oklahoma Water Resources Board OWRB Loan	66.458	ORF-06-0006-CW	117,994	-	117,994	-	-	117,994	117,994	-	-
OWRB Loan	66.458	ORF-09-0001-CW	875,528	-	875,528	-	-	875,528	875,528	-	-
OWRB Loan	66.458	ORF-11-0003-CW	6,382,480	-	6,382,480	-	-	6,382,480	6,382,480	-	-
Subtotal U.S. Environmental Protection Agency			7,576,002	262,016	7,340,660	-	-	7,428,290	7,428,290	174,386	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES											
HRSA Mobil Data Terminals	93.887	HRSA-10-041	99,000	99,000	-	-	-	-	-	99,000	-
U.S. DEPARTMENT OF HOMELAND SECURITY											
Passed through Transportation Security Administration National Explosives Detection Canine Program	97.072	HSTS0208HCAN459	1,889,000	-	423,500	-	-	423,500	423,500	-	-
Passed through State of Oklahoma Office of Homeland Security Homeland Security Fusion Center Analyst	97.073	340.013	144,000	144,000	-	-	-	36,222	36,222	107,778	-
Crime and Intelligence Analyst	97.073	SHSP 240.013	144,000	121,388	-	-	-	121,388	121,388	-	-
State Homeland Security Program (OC Multi-State Project)U #5	97.073	125.001	250,000	250,000	-	-	-	-	-	250,000	-
UASI-Tulsa Urban Area Initiative	97.073	151.006	127,000	127,000	-	-	-	-	-	127,000	-
Mass Notification System	97.073	240.050	105,000	-	105,000	-	-	105,000	105,000	-	-
Assistance to Firefighters Grant Program	97.044	EMW-2009-FO-09651	269,527	4,038	-	-	1,009	4,038	5,047	-	-
Fema SAFER Grant	97.044	EMW-2010-FH-00453	4,238,856	1,643,279	-	-	-	1,643,279	1,643,279	-	-
Assistance to Firefighters Grant Program	97.044	EMW-2011-FO-09135	183,852	183,852	-	-	45,963	183,852	229,815	-	-
Assistance to Firefighters Grant Program	97.044	EMW-2012-FO-06376	134,374	-	134,374	-	-	132,210	165,263	2,164	-
CTP Mapping grant	97.045	EMT-2011-CA-0003	624,956	547,088	-	-	46,213	138,640	184,854	408,427	-
Subtotal U. S. Department of Homeland Security			8,110,565	3,020,625	662,874	-	126,238	2,788,129	2,914,368	895,369	-

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CITY OF TULSA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013

Awarding Agency/Program Description	Federal CFDA Number	Grant Number	Total Award	Unexpended Balance as of June 30, 2012	Awards Received/(Closed)	Transfers and Adjustments	Program Income and Matching	Current Year Expenditures Federal	Current Year Expenditures Federal and Local	Unexpended Balance as of June 30, 2013	Amounts Provided to Subrecipients
U.S. DEPARTMENT OF JUSTICE											
Direct Grants:											
Forfeiture Proceeds	16.992	OK00720500	892,647	262,463	-	-	-	42,217	42,217	220,246	-
Grants to Encourage Arrest	16.590	2012-WE-AX-0036	650,000	-	650,000	-	-	117,248	117,248	532,752	90,792
Bulletproof Vest Replacement	16.607	BA-3A00S-SM01	10,331	4,828	-	-	-	-	-	4,828	-
Bulletproof Vest Replacement	16.607	BA-3A00S-SM01	22,852	22,852	-	-	-	-	-	22,852	-
Bulletproof Vest Replacement	16.607	BA-3A00S-SM01	12,895	12,895	-	-	-	-	-	12,895	-
Bulletproof Vest Replacement	16.607	BA-3A00S-SM01	4,277	-	4,277	-	-	-	-	4,277	-
ARRA-COPS Hiring Recovery Program (CHRP)	16.710	2009-RJ-WX-0073	3,505,446	449,651	-	-	-	309,920	309,920	139,731	-
COPS Hiring Program	16.710	2010-UL-WX-0019	4,485,828	2,590,056	-	-	-	1,448,096	1,448,096	1,141,960	-
COPS Hiring Program	16.710	2011-UL-WX-0026	3,529,041	3,529,041	-	-	-	1,052,316	1,052,316	2,476,725	-
COPS Hiring Program	16.710	2012-UL-WX-0024	750,000	-	750,000	-	-	-	-	750,000	-
COPS Technology Grant	16.710	2010-CK-WX-0317	200,000	152,799	-	-	-	2,795	2,795	150,004	-
FY10 Forensic DNA Backlog Reduction Program	16.741	2010-DN-BX-K079	317,089	184,864	-	-	-	184,717	184,717	147	-
FY11 Forensic DNA Backlog Reduction Program	16.741	2011-DN-BX-K403	254,549	154,266	-	-	-	151,832	151,832	2,434	-
FY12 Forensic DNA Backlog Reduction Program	16.741	2012-DN-BX-0019	231,520	-	231,520	-	-	94,456	94,456	137,064	-
JAG	16.738	2007-DJ-BX-0794	516,367	23,298	-	-	-	-	-	23,298	-
JAG	16.738	2008-DJ-BX-0634	220,363	3,156	-	-	-	-	-	3,156	-
JAG	16.738	2009-DJ-BX-1222	739,943	42,019	-	-	14,126	16,541	30,667	25,478	17,034
JAG	16.738	2010-DJ-BX-0680	665,464	313,919	-	-	-	269,277	269,277	44,642	-
JAG	16.738	2011-DJ-BX-2944	521,831	422,928	-	-	-	193,605	193,605	229,323	-
JAG	16.738	2012-DJ-BX-0940	416,804	-	416,804	-	-	41,960	41,960	374,844	-
ARRA-JAG	16.804	2009-SB-B9-3102	3,136,932	9,365	-	-	53,143	4,893	58,036	4,472	3,770
Passed through the Oklahoma State Bureau of Investigation			8,100	1,021	-	-	-	-	-	1,021	-
Oklahoma Internet Crimes Against Children											
Passed through the State District Attorney Council											
Multi-Agency Gang Task Force	16.803	J09-10-025	74,379	11,611	5,200	-	-	5,108	5,108	11,703	-
2012 DAC Justice Assistance Grant	16.738	2012-JAG-TULSA CI-024	62,261	-	62,261	-	-	62,261	62,261	-	-
2010 VAWA SANE Education Project	16.588	VR10-035	5,900	2,368	-	-	-	8	8	2,360	-
2011 VOCA SANE Coordinator	16.588	V11-089	26,000	2,650	-	-	-	2,650	2,650	-	-
2011 VAWA SANE Education Project	16.588	V11-033	23,895	23,895	-	-	-	23,881	23,881	14	-
2011 VAWA SANE Education Project	16.588	V11-034	6,954	5,859	-	-	-	5,192	5,192	667	-
2012 VAWA SANE Education Project	16.588	VAWA-2012-TULSA-PD-0016	23,895	-	23,895	-	-	64	64	23,831	-
2012 VAWA SANE Education Project	16.582	VAWA-2012-TULSA-PD-0018	6,954	-	6,954	-	-	2,562	2,562	4,392	-
OK Statewide SANE Coordinator	16.588	2011-WR-0026	367,455	362,945	-	-	-	75,020	75,020	287,925	-
2011 Project Safe Neighborhoods Grant	16.609	PSNN11-002	30,299	18,169	-	-	-	18,169	18,169	-	-
2010 VOCA Subgrant	16.575	10-090	26,000	6,500	-	-	-	-	-	6,500	-
National Forensic Science Improvement Act Grant	16.742	FSFD07-006	39,656	12,539	-	-	-	-	-	12,539	-
National Forensic Science Improvement Act Grant	16.742	FSFD08-005	24,640	4,874	-	-	-	-	-	4,874	-
National Forensic Science Improvement Act Grant	16.742	FSF10-005	82,347	15,712	-	-	-	1,500	1,500	14,212	-
National Forensic Science Improvement Act Grant	16.742	FSF11-002	44,199	35,152	-	-	-	30,913	30,913	4,239	-
National Forensic Science Improvement Act Grant	16.742	FSF12-002	14,014	-	14,014	-	-	8,971	8,971	5,043	-
Recovery Act Justice Assistance Grant	16.803	JR09-038	74,689	12,643	-	-	-	-	-	12,643	-
Subtotal U.S. Department of Justice			22,025,916	8,694,338	2,164,925	-	67,269	4,166,172	4,233,441	6,693,091	111,596

(Continued)

CITY OF TULSA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013

Awarding Agency/Program Description	Federal CFDA Number	Grant Number	Total Award	Unexpended Balance as of June 30, 2012	Awards Received/(Closed)	Transfers and Adjustments	Program Income and Matching	Current Year Expenditures Federal	Current Year Expenditures Federal and Local	Unexpended Balance as of June 30, 2013	Amounts Provided to Subrecipients
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT											
Direct Grants:											
CDBG Year 35	14.218	B-12-MC-40-0004	20,919,691	8,508,897	2,501,877	2,496,765	367,874	11,531,789	11,899,663	1,975,750	7,903,703
CDBG Revolving Loan Fund	14.218	B-12-MC-40-0004	-	1,557,884	-	(2,496,765)	1,805,020	-	-	866,139	-
HOME	14.239	M-12-MC-40-0202	15,025,839	9,265,261	1,358,911	-	-	2,979,555	2,979,555	7,644,617	2,451,328
Emergency Shelter	14.231	E-11-MC-40-0001	161,259	143,588	-	-	-	76,203	76,203	67,385	66,095
Emergency Shelter	14.231	E-12-MC-40-0001	287,736	-	287,736	-	-	149,589	149,589	138,147	124,088
Housing Opportunities for Persons with AIDS	14.241	OKH11F002	1,016,803	377,413	349,062	-	-	550,698	550,698	175,777	544,327
ARRA-CDBG Recovery	14.253	B-09-MY04-0004	989,720	196,388	-	-	-	81,785	81,785	114,603	-
ARRA-Homeless Prevention and Rapid Re-Housing Program	14.257	S-09-MY-40-0001	1,513,504	21,021	4,497,866	-	2,172,894	15,390,640	15,758,514	10,982,418	11,109,496
Subtotal U.S. Department of Housing and Urban Development											
U.S. DEPARTMENT OF TRANSPORTATION											
Direct Grants:											
Rehabilitate Taxiways & Taxiways	20.106	3-40-0098-23	1,849,262	-	241,208	-	12,695	241,208	253,903	-	-
Rehabilitate Service Road - Phase 5	20.106	3-40-0098-24	101,339	736	27,041	-	-	-	-	27,777	-
Upgrade Airfield Guidance Signs RVS	20.106	3-40-0098-25	192,565	1	-	-	-	-	-	1	-
Rehabilitate Airport Signage RVS	20.106	3-40-0098-26	1,621,690	-	1,621,690	-	180,188	1,621,689	1,801,877	1	-
Noise Mitigation 2007	20.106	3-40-0099-60	7,016,319	156,785	(156,785)	-	-	-	-	-	-
Noise Mitigation 2008	20.106	3-40-0099-64	6,930,000	117,005	(117,005)	-	-	-	-	-	-
Noise Mitigation 2009	20.106	3-40-0099-70	6,930,000	572,831	-	-	3,842	73,007	76,849	498,824	-
Memorial Drive Realignment & Water Line Improvements	20.106	3-40-0099-74	1,096,269	38,895	-	-	-	-	-	38,895	-
Noise Mitigation 2010	20.106	3-40-0099-75	4,930,000	4,065,448	-	(2,000,000)	30,030	570,563	600,593	1,494,885	-
Collect Airport Data for Airports Geographic Info System (A-GIS)	20.106	3-40-0099-76	602,067	33,447	-	-	1,760	33,440	35,200	7	-
Wildlife Hazard Assessment	20.106	3-40-0099-77	79,201	8,714	-	-	-	-	-	8,714	-
Rehabilitate Runway 18L/36R-Phase 3	20.106	3-40-0099-78	8,524,008	806,003	-	-	-	-	-	806,003	-
Remove Obstructions in Runway 8 RPZ	20.106	3-40-0099-79	342,633	89,317	-	-	4,100	77,897	81,997	11,420	-
Install Runway 26 MALSR	20.106	3-40-0099-81	1,329,238	75,304	-	-	1,029	19,542	20,571	55,762	-
Rehabilitate Runway 18L/36R & Taxiway Lima	20.106	3-40-0099-82	8,539,844	709,656	(325,793)	-	20,203	383,863	404,066	-	-
Replace Runway 18L/36R	20.106	3-40-0099-83	30,215,564	-	30,215,564	-	1,739,564	15,656,075	17,395,639	14,559,489	-
Safety area for Runway 18L/36R	20.106	3-40-0099-84	825,000	825,000	-	-	15,331	137,980	153,311	687,020	-
Subtotal U.S. Department of Transportation (DIRECT)											
Capital Projects	20.500	OK-04-0018-00	1,240,500	1,240,500	-	-	293,302	1,173,207	1,466,509	67,293	-
Capital Projects	20.500	OK-04-0017-00	750,000	750,000	-	-	135,793	543,173	678,966	206,827	-
Capital Projects	20.500	OK-04-0006-00	245,000	114,120	-	-	28,530	114,120	142,650	142,650	-
Capital and Planning Projects	20.500	OK-04-0011-00	712,500	166,203	-	-	41,551	166,203	207,754	-	-
Capital and Planning Projects	20.507	OK-90-X087-00	5,764,000	180,869	-	-	18,103	72,411	90,514	108,458	-
American with Disabilities Act (ADA)	20.507	OK-90-X095-01	6,953,517	222,177	-	-	12,505	50,019	62,524	172,158	-
Capital and Planning Projects	20.507	OK-90-X100-01	6,465,926	297,174	-	-	31,705	126,820	158,525	170,354	-
Capital and Planning Projects	20.507	OK-95-X003-01	650,000	316,879	-	-	16,298	111,304	127,602	205,575	-
ARRA - Capital and Planning Projects	20.507	OK-96-X003-01	8,853,448	476,464	-	-	-	455,529	455,529	20,935	-
Capital and Planning Projects	20.507	OK-90-X104-00	6,595,908	467,686	-	-	54,672	218,718	273,390	248,968	-
Capital and Planning Projects	20.507	OK-90-X109-00	6,340,747	4,973,316	-	-	1,129,875	4,519,501	5,649,376	453,815	-
Capital and Planning Projects	20.507	OK-37-X043-00	320,725	320,725	-	-	263,925	263,925	527,850	56,800	-
Capital and Planning Projects	20.507	OK-95-X005-00	607,323	-	607,323	-	-	-	-	607,323	-
Capital and Planning Projects	20.507	OK-90-X113-00	3,023,022	-	3,023,022	-	144,048	744,933	888,981	2,278,089	-
Capital and Planning Projects	20.519	OK-04-0014-00	2,500,000	868,983	-	-	24,163	96,651	120,814	772,332	-
Capital and Planning Projects	20.521	OK-57-X020-00	54,035	20,641	-	-	20,641	20,641	41,282	-	-
Capital and Planning Projects	20.522	OK-39-0001-00	137,500	810	-	-	203	810	1,013	-	-
Subtotal U.S. Department of Transportation (DIRECT)											
Capital Projects	20.500	OK-04-0018-00	1,240,500	1,240,500	-	-	2,008,742	18,815,264	20,824,006	18,189,798	-
Capital Projects	20.500	OK-04-0017-00	750,000	750,000	-	-	293,302	1,173,207	1,466,509	67,293	-
Capital Projects	20.500	OK-04-0006-00	245,000	114,120	-	-	135,793	543,173	678,966	206,827	-
Capital and Planning Projects	20.500	OK-04-0011-00	712,500	166,203	-	-	41,551	166,203	207,754	-	-
Capital and Planning Projects	20.507	OK-90-X087-00	5,764,000	180,869	-	-	18,103	72,411	90,514	108,458	-
American with Disabilities Act (ADA)	20.507	OK-90-X095-01	6,953,517	222,177	-	-	12,505	50,019	62,524	172,158	-
Capital and Planning Projects	20.507	OK-90-X100-01	6,465,926	297,174	-	-	31,705	126,820	158,525	170,354	-
Capital and Planning Projects	20.507	OK-95-X003-01	650,000	316,879	-	-	16,298	111,304	127,602	205,575	-
ARRA - Capital and Planning Projects	20.507	OK-96-X003-01	8,853,448	476,464	-	-	-	455,529	455,529	20,935	-
Capital and Planning Projects	20.507	OK-90-X104-00	6,595,908	467,686	-	-	54,672	218,718	273,390	248,968	-
Capital and Planning Projects	20.507	OK-90-X109-00	6,340,747	4,973,316	-	-	1,129,875	4,519,501	5,649,376	453,815	-
Capital and Planning Projects	20.507	OK-37-X043-00	320,725	320,725	-	-	263,925	263,925	527,850	56,800	-
Capital and Planning Projects	20.507	OK-95-X005-00	607,323	-	607,323	-	-	-	-	607,323	-
Capital and Planning Projects	20.507	OK-90-X113-00	3,023,022	-	3,023,022	-	144,048	744,933	888,981	2,278,089	-
Capital and Planning Projects	20.519	OK-04-0014-00	2,500,000	868,983	-	-	24,163	96,651	120,814	772,332	-
Capital and Planning Projects	20.521	OK-57-X020-00	54,035	20,641	-	-	20,641	20,641	41,282	-	-
Capital and Planning Projects	20.522	OK-39-0001-00	137,500	810	-	-	203	810	1,013	-	-
Subtotal U.S. Department of Transportation (DIRECT)											
Capital Projects	20.500	OK-04-0018-00	1,240,500	1,240,500	-	-	2,008,742	18,815,264	20,824,006	18,189,798	-
Capital Projects	20.500	OK-04-0017-00	750,000	750,000	-	-	293,302	1,173,207	1,466,509	67,293	-
Capital Projects	20.500	OK-04-0006-00	245,000	114,120	-	-	135,793	543,173	678,966	206,827	-
Capital and Planning Projects	20.500	OK-04-0011-00	712,500	166,203	-	-	41,551	166,203	207,754	-	-
Capital and Planning Projects	20.507	OK-90-X087-00	5,764,000	180,869	-	-	18,103	72,411	90,514	108,458	-
American with Disabilities Act (ADA)	20.507	OK-90-X095-01	6,953,517	222,177	-	-	12,505	50,019	62,524	172,158	-
Capital and Planning Projects	20.507	OK-90-X100-01	6,465,926	297,174	-	-	31,705	126,820	158,525	170,354	-
Capital and Planning Projects	20.507	OK-95-X003-01	650,000	316,879	-	-	16,298	111,304	127,602	205,575	-
ARRA - Capital and Planning Projects	20.507	OK-96-X003-01	8,853,448	476,464	-	-	-	455,529	455,529	20,935	-
Capital and Planning Projects	20.507	OK-90-X104-00	6,595,908	467,686	-	-	54,672	218,718	273,390	248,968	-
Capital and Planning Projects	20.507	OK-90-X109-00	6,340,747	4,973,316	-	-	1,129,875	4,519,501	5,649,376	453,815	-
Capital and Planning Projects	20.507	OK-37-X043-00	320,725	320,725	-	-	263,925	263,925	527,850	56,800	-
Capital and Planning Projects	20.507	OK-95-X005-00	607,323	-	607,323	-	-	-	-	607,323	-
Capital and Planning Projects	20.507	OK-90-X113-00	3,023,022	-	3,023,022	-	144,048	744,933	888,981	2,278,089	-
Capital and Planning Projects	20.519	OK-04-0014-00	2,500,000	868,983	-	-	24,163	96,651	120,814	772,332	-
Capital and Planning Projects	20.521	OK-57-X020-00	54,035	20,641	-	-	20,641	20,641	41,282	-	-
Capital and Planning Projects	20.522	OK-39-0001-00	137,500	810	-	-	203	810	1,013	-	-
Subtotal U.S. Department of Transportation (DIRECT)											
Capital Projects	20.500	OK-04-0018-00	1,240,500	1,240,500	-	-	2,008,742	18,815,264	20,824,006	18,189,798	-
Capital Projects	20.500	OK-04-0017-00	750,000	750,000	-	-	293,302	1,173,207	1,466,509	67,293	-
Capital Projects	20.500	OK-04-0006-00	245,000	114,120	-	-	135,793	543,173	678,966	206,827	-
Capital and Planning Projects	20.500	OK-04-0011-00	712,500	166,203	-	-	41,551	166,203	207,754	-	-
Capital and Planning Projects	20.507	OK-90-X087-00	5,764,000	180,869	-	-	18,103	72,411	90,514	108,458	-
American with Disabilities Act (ADA)	20.507	OK-90-X095-01	6,953,517	222,177	-	-	12,505	50,019	62,524	172,158	-
Capital and Planning Projects	20.507	OK-90-X100-01	6,465,926	297,174	-	-	31,705	126,820	158,525	170,354	-
Capital and Planning Projects	20.507	OK-95-X003-01	650,000	316,879	-	-	16,				

CITY OF TULSA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013

Awarding Agency/Program Description	Federal CFDA Number	Grant Number	Total Award	Unexpended Balance as of June 30, 2012	Awards Received/(Closed)	Transfers and Adjustments	Program Income and Matching	Current Year Expenditures Federal	Current Year Expenditures Federal and Local	Unexpended Balance as of June 30, 2013	Amounts Provided to Subrecipients
Passed through the Indian Nations Council of Government											
CMAQ Public Fleet Conversion Grant	20.205	N/A	35,000	35,000	-	-	-	-	-	35,000	-
CMAQ Fire Dept Staff Fleet Conversion Grant	20.505	N/A	32,500	-	32,500	-	-	-	-	32,500	-
			67,500	35,000	32,500	-	-	-	-	67,500	-
Passed through the Oklahoma Department of Transportation											
Transportation Enhancement Project-144 Pedestrian Trail	20.205	STPY-0044-2(392)229EH	250,000	60,337	-	-	-	-	-	60,337	-
Cherry Creek Trail Project	20.205	STP-172E(224)EH	334,929	334,929	-	-	111,643	334,929	446,572	-	-
Traffic Signals Communication Systems	20.205	CMAG-172A(222)IG	582,700	91,056	-	-	-	-	-	91,056	-
US-169 at 21st Street	20.205	NHY-30N(006)JP11031	14,073	14,073	-	-	-	-	-	14,073	-
Gilcrease Expressway Right of Way Acquisition	20.205	STP-172A(335)IG	4,400,000	110,365	-	-	(107)	(427)	(533)	110,791	-
Gilcrease Expressway Edison to LL Tisdale	20.205	157A(145)IG	10,900,000	8,075,430	-	-	52,158	208,632	260,790	7,866,798	-
Gilcrease West N 41st W Ave to LL Tisdale	20.205	157A(143)IG	7,644,206	7,644,206	-	-	-	-	-	7,644,206	-
Bikeway Signal Actuation	20.205	CMAG-172D(329)IG	105,000	2,834	-	-	-	-	-	2,834	-
Traffic Signal Pre-emption System	20.205	CMAG-172F(023)IG	100,000	100,000	-	-	-	-	-	100,000	-
Mingo Creek Trail 61st to 81st	20.205	TCSP-0H68(006)SG	132,267	8,267	-	-	-	-	-	8,267	-
Utility Relocation 1-44 & 193rd	20.205	IM-NHY-0044-2(419)239	3,525,200	3,342,860	-	-	(37)	(149)	(187)	3,343,010	-
I44 Riverside Drive to Yorktown Ave - Sewer	20.205	2(404)227 HP	2,421,881	2,421,881	-	-	-	-	-	2,421,881	-
I44 Riverside Drive to Yorktown Ave - Water	20.205	2(404)227 HP	1,882,163	1,882,163	-	-	-	-	-	1,882,163	-
Mingo Creek Trail - Admiral Place to 1-244	20.205	STP-172E(379)EH	660,000	162,330	-	-	54,110	162,329	216,438	2	-
Mingo Creek Trail - Mingo Road to Admiral Place	20.205	STP-172E(380)EH	412,500	343,510	-	-	101,187	303,560	404,747	39,950	-
Mingo Creek Trail - 71st to 61st	20.205	SEC1934-172E(404)TI	1,816,722	1,616,672	-	-	3,104	12,417	15,522	1,604,254	-
Railroad at 33 West Avenue	20.205	STP-172D(377)RR	201,156	201,156	-	-	-	-	-	201,156	-
Route 66 Cultural Crossroads Project	20.205	SB-OL97(010)DC	385,000	354,856	-	-	143,430	334,671	478,101	20,185	-
Midland Valley Trail Improvements	20.205	STP-172E(474)EH	600,000	97,663	-	65,000	162,661	162,661	325,322	2	-
Secure Bike Racks for Central Business District	20.205	CMMA-172E(469)IG	62,500	62,500	-	-	-	60,466	60,466	2,034	-
John Hope Franklin	20.205	STP-172E(476)EH	229,333	2,835	194,933	-	49,039	196,156	245,195	1,612	-
Tulsa County Safe Routes	20.205	SRS-155F(710)ST	150,700	90,558	184,300	-	-	74,591	74,591	200,267	-
Joe Trail Riverside	20.205	STP-172E(473)EH	60,000	14,327	540,000	2,855	7,875	23,624	31,499	533,568	-
			36,870,330	27,034,808	919,233	67,855	685,063	1,873,460	2,558,523	26,148,436	-
Passed through the State of Oklahoma Highway Safety Office											
FY10 Traffic Enforcement	20.600	PT-11-03-28-04	90,000	2,924	-	-	-	-	-	2,924	-
FY11 Traffic Enforcement	20.600	PT-12-03-29-05	110,800	35,977	-	-	-	35,799	35,799	178	-
FY12 Traffic Enforcement	20.600	PT-13-03-01-06	123,000	-	123,000	-	-	66,041	66,041	56,959	-
			323,800	38,901	123,000	-	-	101,840	101,840	60,061	-
			169,600,880	44,199,398	37,035,998	(1,932,145)	4,909,119	29,468,529	34,377,648	49,834,722	-
NATIONAL ENDOWMENT FOR THE ARTS (DIRECT)											
Support of Lawn d'Arts Performance Series	45.024	12-4292-7156	50,000	-	50,000	-	-	-	-	50,000	-
Subtotal National Endowment for the Arts			50,000	-	50,000	-	-	-	-	50,000	-

(Continued)

CITY OF TULSA
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013

Awarding Agency/Program Description	Federal CFDA Number	Grant Number	Total Award	Unexpended Balance as of June 30, 2012	Awards Received/(Closed)	Transfers and Adjustments	Program Income and Matching	Current Year Expenditures Federal	Current Year Expenditures Federal and Local	Unexpended Balance as of June 30, 2013	Amounts Provided to Subrecipients
FEDERAL EMERGENCY MANAGEMENT AGENCY											
Passed through the State of Oklahoma Dept of Civil Emergency Management											
Hazard Mitigation HMGP-ACQUISITION/DEMOLITION	97.039	FEMA-1735DR-OK Project #0086	190,358	21,839	-	-	3,733	11,199	14,932	10,640	-
Hazard Mitigation HMGP-DRAINAGE	97.039	FEMA-1735DR-OK Project #0091	1,500,000	1,303,569	-	-	231,237	693,710	924,947	609,859	-
Hazard Mitigation HMGP-DRAINAGE	97.039	Stream & Rain Gauge Station	36,000	20,974	-	-	5,042	15,126	20,168	5,848	-
Hazard Mitigation HMGP-DRAINAGE	97.039	Hazard Mitigation 2014	222,312	191,648	-	-	38,677	116,030	154,707	75,618	-
Hazard Mitigation HMGP-DRAINAGE	97.039	FEMA-1970-DR-OK-6	601,104	601,104	-	-	136,887	410,660	547,547	190,444	-
Subtotal Federal Emergency Management Agency			2,549,774	2,139,134	-	-	415,576	1,246,725	1,662,301	892,409	-
U.S. DEPARTMENT OF INTERIOR											
Passed through the Oklahoma Historical Society											
Historic Preservation	15.904	11-608	28,825	12,946	-	-	-	11,512	11,512	1,434	-
Historic Preservation	15.904	12-608	21,750	-	21,750	-	-	13,678	13,678	8,072	-
Subtotal U.S. Department of Interior			50,575	12,946	21,750	-	-	25,190	25,190	9,506	-
Total Federal Awards			\$ 255,483,350	\$ 79,969,990	\$ 51,626,107	\$ (1,932,145)	\$ 7,882,475	\$ 61,594,329	\$ 67,671,785	\$ 69,874,642	\$ 11,224,901

City of Tulsa, Oklahoma

**Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2013**

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Tulsa, Oklahoma (the City) and most of the discretely presented component units for the year ended June 30, 2013. The schedule of expenditures of federal awards does not include the federal grant activity of the Tulsa Development Authority and the Tulsa Industrial Authority, discretely presented component units of the City, and the Tulsa Stadium Trust, a blended component unit of the City. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies is included in the schedule. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Nonprofit Organizations*. Therefore, some amounts presented in the schedule may differ from the amounts presented in or used in the preparation of the basic financial statements.

Note 2. Significant Accounting Policies

Revenue from federal awards is recognized when the City has done everything necessary to establish its right to the revenue. In the governmental funds, revenue from federal grants is recognized when they become both measurable and available. For proprietary funds, revenue from federal grants is recognized when they are earned. Expenditures of federal awards are recognized in the accounting period in which the liability is incurred.

City of Tulsa, Oklahoma

**Summary Schedule of Prior Audit Findings
Year Ended June 30, 2013**

Number	Comment	Status	Corrective Action or Other Explanation
Significant Deficiencies in Internal Control Related to the Financial Statement Audit			
Internal Control			
12-II-A	There was a proposed audit adjustment identified during our audit relating to depreciation expense and accumulated depreciation on capital assets. In addition, during management's review and reconciliation process for capital asset records in Barscan (the City's system for accounting for capital assets), significant reclassifications were made between capital asset classifications in the City's financial statements for consistency of classification as recommended.	Corrected	
12-II-B	There were adjustments made to the Tulsa Development Authority trial balance, that was prepared by the City of Tulsa on behalf of the Authority and that was presented to us to begin our audit, that significantly affected the year-end balances of certain general ledger accounts, specifically land held for resale, unrealized losses on land held for resale, and payments to the primary government.	Corrected	
Findings and Questioned Costs for Federal Awards			
Instances of Noncompliance			
12-III-A	Metropolitan Tulsa Transit Authority did not comply with ARRA Buy-America procurement requirements of OMB Circular A-133.	Corrected	
12-III-B	The City did not comply with allowable activity requirements of OMB Circular A-133 for the ARRA COPS Hiring Recovery program.	Corrected	

City of Tulsa, Oklahoma

**Schedule of Findings and Questioned Costs
Year Ended June 30, 2013**

I. Summary of the Independent Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes No
- Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified? Yes No

Type of auditor's report issued on compliance for major programs: Unmodified

- Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? Yes No

Identification of major program:

CFDA Number	Name of Federal Program or Cluster
14.239	HOME Investment Partnership Program
20.106	Airport Improvement Program
	Federal Transit Cluster:
20.500	Federal Transit - Capital Investment Grants
20.507	Federal Transit - Formula Grants
20.507	ARRA - Federal Transit Formula Grants
81.128	ARRA - Energy Efficiency and Conservation Block Grant Program

Dollar threshold used to distinguish between type A and type B programs: \$1,847,829

- Auditee qualified as low-risk auditee? Yes No

(Continued)

City of Tulsa, Oklahoma

Schedule of Findings and Questioned Costs (Continued)
Year Ended June 30, 2013

- II. **Findings Related to the Financial Statement Audit as Required to be Reported in Accordance with Generally Accepted Government Auditing Standards**
 - A. **Internal Control**
None reported
 - B. **Compliance Findings**
None reported

- III. **Findings and Questioned Costs for Federal Awards**
 - A. **Internal Control**
None reported
 - B. **Instances of Noncompliance**
None reported

City of Tulsa, Oklahoma

**Corrective Action Plan
Year Ended June 30, 2013**

Number	Comment	Corrective Action or Other Explanation	Contact Person	Anticipated Date of Completion
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None reported