

August 17, 2016

Circuit Engineering District #1
2850 West 133rd Street North
Skiatook, OK 74070

Kevin C. Duke
Certified Public Accountant
A Professional Corporation
7134 South Yale, Suite 212
Tulsa, OK 74136

This representation letter is provided in connection with your audit of the financial statements of Circuit Engineering District # 1, which comprise the respective financial position as of June 30, 2016 and 2015 and the respective changes in financial position and cash flows for the years then ended, and the related notes to the financial statements, for the purpose of expressing opinions as to whether the financial statements are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgement of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of August 17, 2016 the following representations made to you during your audit.

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated February 22, 2016, including our responsibility for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP and for preparation of the supplementary information in accordance with the applicable criteria.
2. The financial statements referred to above are fairly presented in conformity with U.S. GAAP and include all properly classified funds and other financial information of the primary government and all component units required by generally accepted accounting principles to be included in the financial reporting entity.
3. We acknowledge our responsibility for 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.
4. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.

5. Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
6. Related party relationships and transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties have been appropriately accounted for and disclosed in accordance with U.S. GAAP.
7. Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements.
8. The effects of uncorrected misstatements are immaterial, both individually and in the aggregate, to the financial statements as a whole or each opinion unit.
9. The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with U.S. GAAP.
10. Guarantees, whether written or oral, under which the District is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

11. We have provided you with:
 - a. Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the District from whom you determined it necessary to obtain audit evidence.
 - d. Minutes of the meetings of Circuit Engineering District #1 or summaries of actions of recent meetings for which minutes have not yet been prepared.
12. All material transactions have been recorded in the accounting records and are reflected in the financial statements.
13. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.

14. We have no knowledge of any fraud or suspected fraud that affects the District and involves:
 - Management
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statements
15. We have no knowledge of any allegations of fraud or suspected fraud affecting the District's financial statements communicated by employees, former employees, regulation, or others.
16. We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse, whose effects should be considered when preparing financial statements.
17. We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements in accordance with U.S. GAAP, and we have not consulted a lawyer concerning litigation, claims, or assessments.
18. We have disclosed to you the identity of the District's related parties and all the related party relationships and transactions of which we are aware.

Government - specific

19. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
20. We have identified to you any previous audits, attestation engagements, and other studies related to the audit objectives and whether related recommendations have been implemented.
21. The District has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or equity.
22. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
23. We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.
24. We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.

25. We have identified and disclosed to you all instances that have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objective.
26. There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements, or as basis for recording a loss contingency, or for reporting on noncompliance.
27. As part of your audit, you assisted with preparation of the financial statements and related notes. We acknowledge our responsibility as it relates to those non-audit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.
28. The District has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
29. The District has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.
30. The financial statements include all component units as well as joint ventures with an equity interest, and properly disclose all other joint ventures and other related organizations.
31. The financial statements properly classify all funds and activities in accordance with GASB Statements No. 34.
32. All funds that meet the quantitative criteria in GASBS Nos. 34 and 37 for presentation as major are identified and presented as such and all other funds that are presented as major are particularly important to financial statements users.
33. Components of net position (net investment in capital assets; restricted; and unrestricted) and components of fund balance (non-spendable, restricted, committed, assigned, and unassigned) are properly classified and, if applicable, approved.
34. Investments, derivative instruments, and land and other real estate held by endowments are properly valued.
35. Provisions for uncollectible receivables have been properly identified and recorded.
36. Expenses have been appropriately classified in or allocated to functions and programs in the statement of activities, and allocations have been made on a reasonable basis.

37. Revenues are appropriately classified in the statement of activities within program revenues, general revenues, contributions to term or permanent endowments, or contributions to permanent fund principal.
38. Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.
39. Deposits and investment securities and derivative instruments are properly classified as to risk and are properly disclosed.
40. Capital assets, including infrastructure and intangible assets, are properly capitalized, reported, and, if applicable, depreciated.
41. We have appropriately disclosed the District's policy regarding whether to first apply restricted or unrestricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available and have determined that net position is properly recognized under the policy.
42. We are following our established accounting policy regarding which resources (that is, restricted, committed, assigned, or unassigned) are considered to be spent first for expenditures for which more than one resource classification is available. That policy determines the fund balance classifications for financial reporting purposes.

To the best of our knowledge and belief, no events, including instances of noncompliance, have occurred subsequent to the balance sheet date and through the date of this letter that could require adjustment to or disclosure in the aforementioned financial statements.

Signature:

Russell Earls

Title:

President

CIRCUIT ENGINEERING DISTRICT #1
ANNUAL FINANCIAL STATEMENTS
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015
WITH INDEPENDENT AUDITOR'S REPORT

CIRCUIT ENGINEERING DISTRICT #1
AUDITED FINANCIAL STATEMENTS
JUNE 30, 2016

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KEVIN C. DUKE
Certified Public Accountant
A Professional Corporation

Kevin C. Duke *
* Board Certified in Oklahoma and Texas

INDEPENDENT AUDITOR'S REPORT

7134 South Yale, Suite 212
Tulsa, Oklahoma 74136
(918) 492-2264 Fax (918) 492-2270

To the Board of Directors
Circuit Engineering District #1
Skiatook, Oklahoma

We have audited the accompanying financial statements of the Circuit Engineering District #1, as of and for the years ended June 30, 2016 and 2015, and the related notes to the financial statements, which collectively comprise the District'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 of America; 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the 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 auditor's judgement, 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 auditor considers 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Circuit Engineering District #1, as of June 30, 2016 and 2015 and the statement of activity and changes in fund balance in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information shown on page 9 is presented for purposes of additional analysis and is not a required part of the financial statements.

The accompanying supplementary information shown on page 9 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information shown on page 9 is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 17, 2016, on our consideration of Circuit Engineering District #1'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 or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Circuit Engineering District #1's internal control over financial reporting and compliance.

Kevin C. Duke, CPA, PC

Tulsa, Oklahoma
August 17, 2016

CIRCUIT ENGINEERING DISTRICT #1
STATEMENT OF FINANCIAL POSITION
JUNE 30, 2016 and 2015

	June 30,	
	2016	2015
<u>ASSETS:</u>		
Current Assets:		
Cash and cash equivalents (Note 3)	\$ 131,506	\$ 109,313
Accounts Receivable	21,240	0
Total Current Assets	152,746	109,313
Total Assets	\$ 152,746	\$ 109,313
 <u>LIABILITIES AND FUND BALANCE:</u>		
Current Liabilities:		
Accounts Payable	\$ 8,185	\$ 1,489
Total Current Liabilities	8,185	1,489
Total Liabilities	8,185	1,489
 Fund Balance:		
Unrestricted Fund Balance	144,561	107,824
Total Liabilities and Fund Balance	\$ 152,746	\$ 109,313

See accompanying notes and auditor's report.

CIRCUIT ENGINEERING DISTRICT #1
COMBINED STATEMENT OF ACTIVITY
AND CHANGES IN FUND BALANCE
FOR THE YEARS ENDED JUNE 30, 2016 AND 2015

	June 30,	
	<u>2016</u>	<u>2015</u>
<u>REVENUES:</u>		
OCCEDB Income	\$ 322,390	\$ 534,945
TOTAL REVENUES	<u>322,390</u>	<u>534,945</u>
<u>EXPENSES:</u>		
Audit Fee	2,200	2,000
Construction Costs	175,000	480,000
Office Expense	78	185
Project Management Services	106,815	143,318
Room Rental	484	0
Intern Bonus/mileage	897	751
Website	<u>179</u>	<u>0</u>
TOTAL EXPENSES	<u>285,653</u>	<u>626,254</u>
Net Income (Loss)	<u>36,737</u>	<u>(91,309)</u>
FUND BALANCE - BEGINNING OF PERIOD	<u>107,824</u>	<u>199,133</u>
FUND BALANCE - END OF PERIOD	<u>\$ 144,561</u>	<u>\$ 107,824</u>

See accompanying notes and auditor's report.

CIRCUIT ENGINEERING DISTRICT #1
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2016 and 2015

	June 30,	
	2016	2015
Cash Flows from Operating Activities:		
Net Income (Loss)	\$ 36,737	\$ (91,309)
Adjustment to reconcile net income (loss) to net cash provided by operating activities		
(Increase) decrease in accounts receivable	(21,240)	0
Increase (decrease) in accounts payable	<u>6,696</u>	<u>(5,595)</u>
Net cash provided by operating activities	<u>22,193</u>	<u>(96,904)</u>
Cash Flows from Investing Activities:		
None	<u>0</u>	<u>0</u>
Net cash used for investing activities	<u>0</u>	<u>0</u>
Cash Flows from Financing Activities:		
None	<u>0</u>	<u>0</u>
Net cash provided for financing activities	<u>0</u>	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>22,193</u>	<u>(96,904)</u>
Cash and Cash Equivalents, Beginning of Year	<u>109,313</u>	<u>206,217</u>
Cash and Cash Equivalents, End of Year	<u>\$ 131,506</u>	<u>\$ 109,313</u>

See accompanying notes and auditor's report.

CIRCUIT ENGINEERING DISTRICT #1
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1: ORGANIZATION:

The Circuit Engineering District #1 (hereinafter referred to as "The District") was organized on August 9, 1999 under the laws of the State of Oklahoma. The authority of The District is to comply with and carry out the provisions of Title 74, Chapter 31, Interlocal Cooperation Act, and Title 69, Section 687.1 Circuit Engineering Districts of Oklahoma Statutes. The District receives monthly payments from the Oklahoma Cooperative Circuit Engineering Districts Board (OCCEDB) pursuant to Oklahoma Statutes, Title 69, Section 687.2. The District is authorized to advise and assist its members with how to implement and make an effective transportation plan for the best interest of each member of the Circuit Engineering District. To prepare such programs of research as may be necessary and advisable in carrying out its purposes. To contract for services with persons, firms or units of governments to carry out the purposes of the Circuit Engineering District. To provide periodic reports for the Circuit Engineering District or for its Members as may be required by Federal or State legislation or regulations pertaining thereto, and are within the scope and range of the purpose of the Circuit Engineering District. To acquire and hold property for its use and to incur expenses to carry out its functions. To receive gifts, contributions and donations to carry out the purposes for which it is formed. To assess its members for the services in carrying out its functions. To apply for, contract for, administer, receive and expend funds or grants from any participating member, the State of Oklahoma, the Federal Government, or any other source. To publish studies in connection with its work which may be of benefit to its members or other agencies within and outside of the Circuit Engineering District.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES:

Cash and Cash Equivalents:

The District considers all highly liquid investments with original maturities of three months or less to be cash equivalents.

Basis Of Accounting:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

Income Taxes:

The District was organized under the laws of the State of Oklahoma to comply with and carry out the provisions of Title 74, Chapter 31, Interlocal Cooperation Act and Title 69, Section 687.1 and 687.2 and is, therefore, exempt from federal income taxes under Internal Revenue Code Section 115. The District evaluates and accounts for its uncertain tax positions in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 740, Income Taxes (formerly FIN 48, Accounting for Uncertainty in Income Taxes), including the District's tax position as an exempt entity. It is also possible that some positions might be subject to uncertainty. The District evaluates any uncertain tax positions using the provisions of ASC 450, Contingencies. Accordingly, a loss contingency is recognized when it is probable that a liability has been incurred as of the date of the financial statements and the amount of the loss can be reasonably estimated.

CIRCUIT ENGINEERING DISTRICT #1
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

Income Taxes (continued):

The amount recognized is subject to estimate and management judgement with respect to the likely outcome of each uncertain tax position. The amount that is ultimately sustained for an individual uncertain tax position or for all uncertain tax positions in the aggregate could differ from the amount recognized. Interest and penalties, if any, resulting from any uncertain tax positions required to be recorded by the District would be presented in other expenses in the statement of income. Management does not believe that any uncertain tax positions currently exist and no loss contingency has been recognized in the accompanying financial statements. Federal and state income tax statutes dictate that tax returns filed in any of the previous three reporting periods remain open to examination. Currently, the District has no open examination with either the Internal Revenue Service or state taxing authorities.

Concentration Of Credit Risk:

The District maintains its cash in bank deposit accounts which, at times during the month, may exceed the federally insured limits of \$250,000. The District has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3: FAIR VALUE OF FINANCIAL INSTRUMENTS:

The following methods and assumptions were used to estimate the fair value of each class of financial instruments:

Cash and cash equivalents: Fair value approximates carrying value due to the initial maturities of the instruments being three months or less.

The estimated fair values of the District's financial instruments at June 30, 2016 are as follows:

	<u>Amount</u>	<u>Value</u>
Financial assets:		
Cash and cash equivalents	<u>\$ 131,506</u>	<u>\$ 131,506</u>

CIRCUIT ENGINEERING DISTRICT #1
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

Note 4: DATE OF MANAGEMENT'S REVIEW:

Subsequent events were evaluated through August 17, 2016, the date the financial statements were available to be issued.

Note 5: CURRENT VULNERABILITY DUE TO CERTAIN CONCENTRATIONS:

The District's operations are concentrated in the monthly funding received from the OCCEDB which receives monthly varied allocations from the State of Oklahoma Treasurer's office. These allocations change due to the variations in gasoline tax collections and the investment rates and total average monthly balance of the Emergency Transportation Revolving (ETR) fund and the 12.5% of the counties' monthly apportionments of the County Bridge and Road Improvement (CBRI) funds. Such changes may occur with little notice or inadequate funding for the related cost, including the additional administrative burden, to comply with a change. The District has not experienced any funding deficiencies to date.

CIRCUIT ENGINEERING DISTRICT #1
SUPPLEMENTARY INFORMATION
JUNE 30, 2016

Schedule of monthly revenues received from the Oklahoma Cooperative Circuit Engineering Districts Board (OCCEDB) for the year ended June 30, 2016:

August	2015	\$ 25,386
October	2015	92,195
November	2015	26,337
January	2016	47,623
February	2016	23,618
March	2016	18,934
April	2016	17,607
May	2016	49,434
June	2016	16
June	2016 A/R	<u>21,240</u>
Total Revenue OCCEDB		<u>\$322,390</u>

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INDEPENDENT AUDITOR'S 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

To the Board of Directors
Circuit Engineering District #1
Skiatook, 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 Circuit Engineering District #1 statements as of and for the years ended June 30, 2016 and 2015, as listed in the table of contents, which collectively comprise the District's basic financial statements, and have issued our report thereon dated August 27, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Circuit Engineering District #1's internal control over financial reporting 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 Circuit Engineering District #1's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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 Circuit Engineering District #1'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 entity'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kevin C. Duke, CPA, PC

Tulsa, Oklahoma
August 17, 2016

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Tulsa, Oklahoma 74136
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AUGUST 17, 2016

ITEMIZED STATEMENT

MR. RUSSELL EARLS, PRESIDENT
CIRCUIT ENGINEERING DISTRICT #1.
2850 WEST 133RD STREET NORTH
SKIATOOK, OKLAHOMA 74070

RE: AUDITED FINANCIAL STATEMENTS FOR THE YEAR
ENDED 6/30/16 FOR CIRCUIT ENGINEERING DISTRICT #1

PREVIOUS BALANCE	\$ 0.00
PROFESSIONAL SERVICES RENDERED:	
PREPARATION OF AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 6/30/16 FOR THE ABOVE REFERENCED ENTITY PER THE AUDIT ENGAGEMENT LETTER	<u>2,200.00</u>
BALANCE DUE	<u><u>\$ 2,200.00</u></u>

TOTAL AMOUNT DUE AND PAYABLE UPON RECEIPT

A Finance charge of 1½% per month will be charged
on accounts over 30 days past due. Annual percentage rate is 18%.

Member of American Institute and Oklahoma Society of Certified Public Accountants