

**Notice of Sale and
Official Statement**

New Issue- Book Entry Only

**\$5,830,000
BUILDING BONDS
SERIES A
OF 2015**

**INDEPENDENT SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
(Deer Creek Board of Education)**

Date of Sale

September 4, 2015
11:45 o'clock a.m.

Financial Advisor

Stephen L. Smith Corp.
531 East A Street, Suite 301
Jenks, Oklahoma 74037

This Official Statement does not constitute an offer to sell or a solicitation of an offer to buy within any jurisdiction to any person to whom it is unlawful to make such offer or solicitation within such jurisdiction. In connection with the offering of these Bonds, no dealer, salesman or any other person has been authorized to give any information or to make any representation other than contained herein. If given or made, such information or representation must not be relied upon.

The information contained in the Official Statement, including the cover page hereto, has been obtained from public officials, official records and from other sources which are deemed to be reliable. No representation or warranty is made, however, as to the accuracy or completeness of such information. The delivery of this Official Statement does not at any time imply that information contained herein is correct as of any date subsequent to its date.

Any statements contained in this Official Statement involving matters of opinion, estimation or projection, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement shall not be construed as a contract or agreement between the School District and the purchasers or holders of any of the Bonds.

THE DATE OF THIS OFFICIAL STATEMENT IS AUGUST 12, 2015.

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**INDEPENDENT SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
(Deer Creek Board of Education)**

Officers and Members of the Board of Education

JOHN ROBERTSON, President and Member
JERROD ROBERTS, Vice President and Member
DANIEL BARNES, Clerk and Member
JASON ZALOUDIK, Member
KENNETH DENNIS, Member

School District Officials

RANET TIPPENS, Superintendent
PHILLIP MEIER, Treasurer

Financial Advisor

STEPHEN L. SMITH CORP.
531 East A Street, Suite 301
Jenks, Oklahoma 74037
Telephone: (918) 296-9980

NOTICE OF SALE OF BONDS

In accordance with 62 O.S. 2011, § 354, notice is hereby given that the Board of Education of Independent School District Number 6 of Oklahoma County, Oklahoma will receive bids by; sealed bid, facsimile bid, electronic (Parity®) bid or similar secure electronic bid on the 4th day of September, 2015, until 11:45 o'clock a.m., and the Board of Education will award said Bonds at 12:00 o'clock noon on the 4th day of September, 2015, at the Deer Creek Administration Building, Deer Creek Public Schools, 20701 N. MacArthur Blvd., Edmond, Oklahoma, for the sale of \$5,830,000 of Building Bonds Series A of said School District, which Bonds will mature \$5,830,000 annually in two (2) years from their date until paid.

Said Bonds shall be sold to the bidder bidding the lowest rate of interest the Bonds shall bear, and agreeing to pay par and accrued interest for the Bonds. Each bidder shall submit with his bid a sum in cash, cashier's or certified check, electronic (wire) transfer or surety bond payable to the treasurer of the District, equal to two (2%) percent of the amount of his bid. The Board reserves the right to reject all bids.

WITNESS my official hand and seal this 10th day of August, 2015.

/s/ DANIEL BARNES
Clerk, Board of Education

(SEAL)

CONDITIONS OF THE SALE

INDEPENDENT SCHOOL DISTRICT NO. 6 OKLAHOMA COUNTY, OKLAHOMA (Deer Creek Board of Education)

\$5,830,000 Building Bonds Series A of 2015

PLACE AND TIME OF THE SALE

The Board of Education of Independent School District No. 6 of Oklahoma County, Oklahoma, will receive sealed bids at the Administration Center, Deer Creek Public Schools, 20701 North MacArthur Blvd., Edmond, Oklahoma, until 11:45 o'clock a.m. local time, Friday, September 4, 2015, and award bids at 12:00 o'clock noon, for the sale of the \$5,830,000 Building Bonds Series A of 2015 ("the Bonds"), more completely described in the "Official Statement" which is a part hereof.

ADDRESS OF BIDS

Sealed bids plainly marked "Bid for Bonds" may be mailed either to "Mrs. Ranet Tippens, Superintendent, Deer Creek Public Schools, 20701 North MacArthur Blvd., Edmond, OK 73012", or to the Financial Advisor at the address set out on the cover page hereof. Sealed bids must be submitted in duplicate on the Official Bid Form furnished herein.

TYPES OF BIDS AND INTEREST RATES

The Bonds will be sold in one block, all or none, and no bid of less than par and accrued interest will be considered. Bidders must specify the rate or rates of interest the Bonds will bear. However, no interest rate in excess of ten percent (10%) will be considered. Bidders shall specify the rate or rates of interest in multiples of one-eighth (1/8) or one-twentieth (1/20) of one percent per annum. Bidders are not restricted as to the number of rates that may be named, provided that the same rate shall be specified for all bonds of the same maturity.

BASIS FOR AWARD

For the purpose of awarding the Bonds, the interest cost of each bid will be computed by determining, at the rate or rates specified therein, the total of all interest on the Bonds from the date thereof to their respective maturities, and deducting therefrom the premium bid, if any. The Bonds, if sold, will be awarded to the bidder whose bid, on the basis of the above computation, produces the lowest interest cost to the School District. THE SCHOOL DISTRICT RESERVES THE RIGHT TO REJECT ALL BIDS AND TO WAIVE ANY MINOR IRREGULARITIES.

GOOD FAITH DEPOSIT

Each bid must be accompanied by a good faith deposit in the form of a Certified or Cashier's Check made payable to the Treasurer of the School District in the amount of two percent (2%) of the par value of the Bonds. The good faith deposit of the successful bidder will be retained by the School District to assure performance of the contract on the part of said bidder. In the event said bidder should fail or refuse to take up and pay for the Bonds in accordance with his bid, then said check will be cashed as full liquidated damages. Otherwise, said check will be returned to the purchaser upon payment for the Bonds. No interest will be allowed on said check. Checks of unsuccessful bidders will be promptly returned.

BOOK-ENTRY ONLY BONDS

The Bonds are being issued book-entry only and a complete transcript of the legal proceedings had in connection with the issuance of the Bonds will be furnished to the purchaser at no expense.

LEGAL OPINION

Bids may be submitted subject to the opinion of the Attorney General of the State of Oklahoma and Phillips Murrah P.C., which will be provided by the School District without cost to the purchaser.

THE INTERNAL REVENUE CODE OF 1986

The School District anticipates that the aggregate amount of “qualified tax-exempt obligations” as defined in Section 265 (b)(3)(B) of the Internal Revenue Code of 1986 (the “Code”), which will be issued by the School District and all subordinate entities during calendar year 2015 will exceed \$10,000,000. Therefore, **the \$5,830,000 Building Bonds Series A of 2015 will not be designated as “qualified tax-exempt obligations” (as defined in Section 265(b)(3)(B) of the Code).**

EXEMPTION FROM OKLAHOMA STATE INCOME TAXATION

Pursuant to Title 68, Oklahoma Statutes 2011, Section 2358.4, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

NON-LITIGATION CERTIFICATE

At the time of delivery of the Bonds, the School District will execute and furnish the purchaser with a certificate to the effect that no litigation of any nature has been filed or is then pending to restrain or enjoin the issuance or delivery of the Bonds, or affecting the provisions made for their payment or security, or in any manner questioning the validity of the Bonds.

THE OFFICIAL STATEMENT AND COMPLIANCE WITH SEC RULE 15c2-12

The School District has prepared the accompanying Official Statement, and for the limited purpose of complying with SEC Rule 15c2-12, deems such Official Statement to be final as of its date within the meaning of such Rule for the purpose of review prior to bidding. The School District will furnish to the Purchaser or Purchasers acting through a designated senior representative, in accordance with instructions received from the Purchaser(s), within seven (7) business days from the sale date a maximum of forty (40) copies of the Official Statement including a like number of copies of a supplement reflecting interest rates and other terms relating to the initial reoffering of the Bonds. The cost of any Official Statement and Supplement in excess of the number specified shall be prepared and distributed at the cost of the Purchaser(s). The Purchaser(s) shall be responsible for providing the initial reoffering prices and other terms, if any, to the Financial Advisor by the close of the next business day after the sale. Except as noted above, the School District assumes no responsibility or obligation for the distribution or delivery of any copies of the Official Statement in connection with the offering or reoffering of the Bonds.

RULE 10B-5 STATEMENT

Nothing that has come to our attention has caused us to believe that the Official Statement, as of its date or as of the time and date of delivery of this letter, contained any untrue statement of a material fact or omitted to state a material fact (required to be stated therein or) necessary in order to make the statements therein, in light of the circumstances under which they were made, not misleading.

CONTINUING DISCLOSURE

The School District has covenanted for the benefit of the Bondholders to provide certain financial information and operating data relating to the School District by not later than ten months following the end of its fiscal year (the "Annual Financial Information"), and to provide notices of the occurrence of certain enumerated events. The Annual Financial Information will be filed by the School District with the Municipal Securities Rulemaking Board (the "MSRB") through its Electronic Municipal Market Access ("EMMA") system. These covenants have been made in order to assist the Underwriters in complying with SEC Rule 15c2-12(b)(5). The School District has never failed to comply in all material respects with any previous undertakings with regard to continuing disclosure, with the exception to the following:

- (a) The School District failed to file its audited financial statements on time for fiscal years June 30, 2008-June 30, 2012. However the School District has taken action to remedy its aforementioned failure to file, and at the time of this Official Statement, the School District has filed its audited financial statements for all prior fiscal years mentioned above in order to bring to date the prior undertakings.

Procedures have been put in place to ensure that the annual audits are submitted within the 10 month time frame following the end of the School District's fiscal year. The school district has employed UMB Bank to act as Dissemination Agent.

CUSIP NUMBERS

CUSIP identification numbers will be printed on the Bonds if assigned by the CUSIP Service Bureau, but neither the failure to print the numbers nor any error with respect thereto shall constitute cause for refusal by the purchaser to accept delivery of the Bonds. All expenses in relation to the printing of the CUSIP Service Bureau numbers shall be paid by the School District except that the CUSIP Service Bureau charge for the assignment of numbers shall be the responsibility of and paid by the purchaser.

DELIVERY OF BONDS

Delivery of the Bonds shall be made at any bank in Oklahoma City or Tulsa, Oklahoma, designated by the purchaser, against payment of the agreed upon purchase price. Delivery of the Bonds to the purchaser is anticipated on or about October 9, 2015.

ADDITIONAL INFORMATION MAY BE OBTAINED FROM THE FINANCIAL ADVISOR, STEPHEN L. SMITH CORP., 531 EAST A STREET, SUITE 301, JENKS, OKLAHOMA 74037, PHONE: 918-296-9980 FAX: 918-296-9902.

In the opinion of Bond Counsel, interest on the Bonds is excludable from the gross income of the owners thereof for Federal income tax purposes pursuant to Section 103 of the Code as amended to date and existing regulations, published rulings and court decisions, except as explained under "Tax Exemption" herein.

NEW ISSUE- BOOK-ENTRY ONLY

Standard & Poor's Rating: "AA-/Stable"

Rating: Oklahoma Number: 1

Maximum Rate: 10%

**\$5,830,000 Building Bonds Series A of 2015
INDEPENDENT SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
(DEER CREEK BOARD OF EDUCATION)**

Dated: October 1, 2015

Due: October 1, as shown below

The Bonds are being issued by Independent School District No. 6 of Oklahoma County, Oklahoma (the "School District"). The Bonds are dated as of October 1, 2015. Interest on the Bonds is payable semiannually on April 1 and October 1 of each year (each an "Interest Payment Date"), commencing April 1, 2017. The Bonds will be initially issued, in fully registered form, in the name of Cede & Co., as nominee of The Depository Trust Company ("DTC"), New York, New York. Purchases of the Bonds will be made in book-entry form only, through brokers and dealers who are, or who act through DTC participants. Purchases of the Bonds may be made in the denomination of \$5,000 or any integral multiple thereof. **Beneficial owners of the Bonds will not receive physical delivery of Bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the Bonds.** So long as DTC or its nominee is the registered owner of the Bonds, payment of the principal and interest on the Bonds will be payable by Bank of Oklahoma, Oklahoma City, Oklahoma, as initial Paying Agent and Registrar (the "Paying Agent and Registrar"), to DTC or its nominee and disbursement of such payments to DTC Participants will be the responsibility of DTC and disbursement of such payments to beneficial owners of the Bonds will be the responsibility of DTC Participants and Indirect Participants. No physical delivery of the Bonds will be made to the owners thereof. (see "The Bonds- Book-Entry-Only System" herein).

The Bonds are not callable prior to their stated maturities.

The proceeds from the Bonds will be used to construct and equip Phase One of a Deer Creek Performing Arts and Athletic Center located directly northeast of the High School Stadium and south of existing Middle School, including but not limited to upper and lower levels consisting of an administrative area, lobby area, Gymnasium, Auditorium, Common Area; furniture, and office equipment, infrastructure and mechanical systems, geothermal air system.

The Bonds are direct and general obligations of the School District and are payable as to principal and interest from ad valorem taxes which are required to be levied on all taxable property within the School District, without limitation as to rate or amount.

<u>MATURITY SCHEDULE</u>			
<u>Maturity</u>	<u>Amount</u>	<u>Rate</u>	<u>Price or Yield</u>
10/1/2017	\$5,830,000	%	%

This cover page contains only a brief description of the Bonds and the security therefore. It is not a summary of this issue. Investors are advised to read the entire Official Statement to obtain information essential to the making of an informed investment decision.

The Bonds are offered when, as and if issued by the School District, and subject to the approving opinion of Bond Counsel as to validity and tax exemption. It is expected that the Bonds will be available for delivery on or about October 9, 2015.

**FINANCIAL ADVISOR
STEPHEN L. SMITH CORP.
Jenks, Oklahoma**

PURPOSE OF THE BOND ISSUE

The proceeds of the Building Bonds Series A will be used for the following purposes and in the respective amounts shown:

Construct and equip Phase One of a Deer Creek Performing Arts and Athletic Center located directly northeast of the High School Stadium and south of existing Middle School, including but not limited to upper and lower levels consisting of an administrative area, lobby area, Gymnasium, Auditorium, Common Area; furniture, and office equipment, infrastructure and mechanical systems, geothermal air system.	<u>\$5,830,000.00</u>
TOTAL:	\$5,830,000.00

AUTHORITY FOR THE ISSUANCE OF BONDS

Political subdivisions in the State of Oklahoma must have authorization from the voters of such political subdivisions in order to become indebted for either a period of time beyond one year or for an amount in excess of the income and revenue provided for such year.

The Bonds were authorized to be issued at a special election held in the School District for such purpose on October 13, 2009. The Bonds are being issued pursuant to the provisions of Article X, Section 26 of the Oklahoma Constitution, as amended, and Title 70, Article 15, Oklahoma Statutes 2011, and laws of the State of Oklahoma supplementary thereto. All existing indebtedness of the School District has been issued pursuant to Article X, Section 26 of the Oklahoma Constitution.

Under Article X, Section 26, political subdivisions issuing bonds under such section may issue obligations in a total amount such that the total aggregate net indebtedness (including judicial judgments) shall not exceed 10% of the net assessed valuation of the taxable property therein; provided that three-fifths of the voters voting in an election held for such purpose shall approve the issuance of such obligations.

PAYMENT OF AND SECURITY FOR THE BONDS

The Bonds, in the opinion of Bond Counsel, will be direct and general obligations of the School District and will be payable from ad valorem taxes which may be levied WITHOUT LIMITATION AS TO RATE OR AMOUNT on all taxable property within the School District to pay the principal of and interest on the Bonds when due.

Ad valorem taxes for the Bonds shall be levied annually beginning in Fiscal Year 2016-2017, shall become delinquent one-half on January 1 and one-half on April 1 of each year, and are required to be collected by the County Treasurer, apportioned and paid over to the School District Treasurer, and then deposited directly and only into the Sinking Fund of the School District. IN NO EVENT MAY SUCH AD VALOREM TAXES BE DEPOSITED INTO THE GENERAL FUND OR ANY FUND OF THE SCHOOL DISTRICT OTHER THAN THE SINKING FUND.

As previously stated, the Bonds are payable from ad valorem taxes on the taxable property within the School District including real, personal and public service property, and any other monies available for such purpose. Real and personal property in the School District is currently assessed at a rate of approximately 11% of estimated full market value. The Oklahoma State Tax Commission determines public service property assessments, and currently the assessment ratio is approximately 22.85% of estimated full market value. Pursuant to Oklahoma statutes, County Assessors are required to reassess property within the County at least once each five years. The School District is required to pay its proportionate share of the cost of such reassessment.

Ad valorem tax rates for Sinking Fund purposes are determined by ascertaining the actual dollars of revenues required for payment of principal and interest on indebtedness, fees to fiscal and paying agents and judicial judgments. Such total amount may be reduced by any surplus from the prior fiscal year and any contributions made into the Sinking Fund. To the resulting net requirements a reserve for delinquent taxes, in an amount of not less than 5% nor more than 20% of the net required tax collection, shall be added to the required collections. Such final total requirements shall then be divided by the total net assessed valuation of all real, personal and public service property in order to determine the appropriate tax rate for each property owner.

One hundred percent (100%) of the School District's Sinking (Debt Service) Fund revenues come from locally collected ad valorem taxes. None of these ad valorem taxes are collected or disbursed by the State of Oklahoma. Furthermore, as stated above, Sinking Fund taxes are collected by the County Treasurers of the counties in which the School District is located, apportioned by the County Treasurers, and paid over to the School District Treasurer and cannot, by Oklahoma Law, be placed in any fund of the School District other than the Sinking Fund. They may be used only for the payment of principal of and interest on indebtedness of the School District.

TAX LEVY AND COLLECTION PROCEDURES

Oklahoma statutes require that the School District each year make an ad valorem tax levy for a Sinking Fund which shall, with cash and investments in the fund, be sufficient to pay all the bonded indebtedness, interest and one-third of all outstanding judgments coming due in the following fiscal year.

After review and approval by the Board of Education, copies of the Sinking Fund Estimates are submitted to the County Excise Board to determine the ad valorem tax levy and appropriations. This submission is required to be made by July 20 of each year. The estimates are for the purposes of determining the ad valorem tax required to fund general operations and the Sinking Fund. The amounts contained in the Estimate of Needs are verified by the County Excise Board and, upon verification, the levies contained therein are ordered to be certified to the County Assessor in order that the County Assessor may extend said levies upon the tax rolls for the year for which the Estimate of Needs is submitted. The County Excise Board further certifies that the appropriations contained in the Estimate of Needs and the millage rates are within the limitations provided by law. While the County Excise Board may make recommendations with respect to the levy request, it only has the authority to change the reserve for delinquent taxes.

The County Assessor is required to file a tax roll report on or before October 1 of each year with the County Treasurer indicating the net assessed valuation for each municipality within the County. This report includes the assessed valuation for all real, personal and public service property (public service property assessed valuations are determined by the Oklahoma Tax Commission). The County Treasurer has fifteen (15) days after receipt of the tax roll report to start collecting taxes. The first half of taxes is due and payable on November 1 of each year. The second half is due and payable on or before April 1 of each year. However, if the first half is not paid by January 1, both first and second half are declared delinquent as of January 1. If the first half taxes are paid in a timely manner and the second half taxes are not paid on or before April 1, the taxes are considered delinquent. Interest accrues on delinquent taxes at the rate of 1.5% monthly (18% annually), to a maximum of 100% of the taxes due and owing, until such time as the delinquent taxes are paid. In the event taxes and accrued interest are not paid, the property is sold at tax sale on October 1 and the purchaser is issued a certificate of ownership; however, the original owner of the property has two (2) years in which to redeem the property by paying the taxes, interest and penalties owed. If, at the end of two years the original owner has not done so, the purchaser is issued a deed to the property.

COMPLIANCE WITH CONSTITUTIONAL DEBT LIMITATION

(As of June 30, 2015)

The current, abbreviated financial statement of the School District revised from that officially filed with the State of Oklahoma as of June 30, 2015, is shown below:

Estimated Full Market Value:	\$ 3,106,276,361.99
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ASSESSED VALUE, Including Homestead Exemptions:	\$ 348,204,322.00
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ASSESSED VALUE, Excluding Homestead Exemptions:	\$ 342,394,252.00
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Outstanding General Obligation Bonded	
Indebtedness (including the Bonds)	\$ 34,930,000.00
<u>Less: Current Sinking Fund Balance</u>	<u>\$ 11,715,764.23</u>
Net General Obligation Bonded Indebtedness:	\$ 23,214,235.77

Ratio of Net General Obligation Bonded Indebtedness to Net Assessed Valuation:	6.78%
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Approximate Area of the School District:	72 square miles
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Approximate Population of the School District:	18,865 people
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Per Capita Net Indebtedness:	\$1,230.55 per person
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PAYMENT RECORD

The School District has no default of record.

AUTHORIZED BUT UNISSUED BONDS

In the same proposition which authorized these Bonds, an additional \$101,570,000 in Building Bonds were voted and are remaining to be issued. It is anticipated that the remaining bonds will be issued in series over the next six (6) years.

SCHEDULE OF OUTSTANDING INDEBTEDNESS

(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
10/1/2015	\$5,830,000	\$5,830,000	10/1/2017	\$ 5,830,000
10/1/2014	\$11,200,000	\$5,600,000	10/1/2016-2017	\$11,200,000
6/1/2014	\$2,500,000	\$ 625,000	6/1/2016-2019	\$ 2,500,000
10/1/2013	\$5,000,000	\$5,000,000	10/1/2015	\$ 5,000,000
10/1/2013	\$10,400,000	\$5,200,000	10/1/2015-2016	\$10,400,000
Total Outstanding Indebtedness				\$34,930,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS

(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2016	\$ 10,825,000.00	\$ 566,375.00	\$ 11,391,375.00
2017	\$ 11,425,000.00	\$ 414,275.00	\$ 11,839,275.00
2018	\$ 12,055,000.00	\$ 127,425.00	\$ 12,182,425.00
2019	<u>\$ 625,000.00</u>	<u>\$ 6,875.00</u>	<u>\$ 631,875.00</u>
Totals	\$ 34,930,000.00	\$ 1,114,950.00	\$ 36,044,950.00

*Assumes 2.00% interest on the Bonds.

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds* ^o	Total Levy - All Bonds
2016	\$ 11,300,000.00	\$ 572,958.33	\$ 11,872,958.33
2017	\$ 11,930,000.00	\$ 406,054.17	\$ 12,336,054.17
2018	\$ 500,000.00	\$ 12,604.17	\$ 512,604.17
2019	\$ 500,000.00	\$ 6,302.08	\$ 506,302.08
Total	\$ 24,230,000.00	\$ 997,918.75	\$ 25,227,918.75
	ADD: SINKING FUND BALANCE		<u>\$ 11,715,764.23</u>
	TOTAL		\$ 36,943,682.98

* Does not include levies for judgments or reserve for uncollected taxes.

^o Assumes 2.00% interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS

Direct, underlying and overlapping indebtedness within the School District includes debt of the District, City of Edmond, Francis Tuttle Vo-Tech #21, and Oklahoma County as shown.

Municipality	Net Debt	Percent Applicable to School District	Overlapping Debt to School District	Per Capita Debt
Deer Creek Schools	\$ 23,214,235	100%	\$ 23,214,235	\$ 1,230.55
Oklahoma County*	\$ 53,479,349	4.73%	\$ 2,445,158	\$ 129.61
Francis Tuttle VT #21*	\$ 0	n/a	\$ 0	\$ 0.00
City of Edmond*	\$ 0	n/a	\$ 0	\$ 0.00
Total	\$ 76,693,564		\$ 25,659,393	\$ 1,360.16

*As of June 30, 2014.

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2015-2016 is as follows:

Property	Oklahoma County	Logan County	Canadian County	Total	Percentage to Assessed Valuation
Gross Real	\$ 296,175,587	\$ 26,482,557	\$ 41,089	\$ 322,699,233	
Homestead	<u>\$ 5,061,038</u>	<u>\$ 746,032</u>	<u>\$ 3,000</u>	<u>\$ 5,810,070</u>	
Net Real Estate	\$ 291,114,549	\$ 25,736,525	\$ 38,089	\$ 316,889,163	92.55%
Personal	\$ 12,531,228	\$ 404,539	\$ 8,721	\$ 12,944,488	3.78%
Public Service	\$ 10,608,859	\$ 1,944,783	\$ 6,959	\$ 12,560,601	3.67%
Gross Valuation	\$ 319,315,674	\$ 28,831,879	\$ 56,769	\$ 348,204,322	
Net Valuation	\$ 314,254,636	\$ 28,085,847	\$ 53,769	\$ 342,394,252	

The growth of the Net Assessed Valuation for the past ten years has been as follows:

Fiscal Year	Valuation	Fiscal Year	Valuation
2015-2015	\$ 342,394,252	2010-2011	\$ 227,749,273
2014-2015	\$ 311,412,796	2009-2010	\$ 205,174,796
2013-2014	\$ 284,612,443	2008-2009	\$ 184,814,494
2012-2013	\$ 260,483,809	2007-2008	\$ 158,893,738
2011-2012	\$ 244,568,461	2006-2007	\$ 133,412,120

SINKING FUND TAX COLLECTIONS

Fiscal Year	Net Levy	Gross Levy	Net Collections	Gross Collections
2014-2015	\$ 10,425,155	\$ 10,946,413	in progress	in progress
2013-2014	\$ 9,128,779	\$ 9,585,218	\$9,370,905	\$ 9,609,208
2012-2013	\$ 9,059,473	\$ 9,512,447	\$9,035,997	\$ 9,722,358
2011-2012	\$ 8,368,269	\$ 8,786,683	\$8,396,399	\$ 8,627,051
2010-2011	\$ 7,018,261	\$ 7,369,174	\$7,078,065	\$ 7,297,093
2009-2010	\$ 6,939,760	\$ 7,286,748	\$7,063,642	\$ 7,212,322
2008-2009	\$ 5,970,703	\$ 6,269,239	\$6,092,794	\$ 6,212,526
2007-2008	\$ 4,674,921	\$ 4,908,667	\$4,738,158	\$ 4,901,637
2006-2007	\$ 4,069,638	\$ 4,273,120	\$3,929,884	\$ 4,265,352
2005-2006	\$ 3,650,099	\$ 3,832,605	\$3,664,502	\$ 3,864,031

PERCENTAGE OF TAXES COLLECTED

The ratio of Net and Gross Sinking Fund Tax Collections to the Net Sinking Fund Levy (the levy prior to addition of the reserve for uncollected taxes) is as follow:

Fiscal Year	Ratio of Net Tax Collection to Net Levy	Ratio of Gross Tax Receipts to Net Levy
2013-2014	102.65%	105.26%
2012-2013	99.74%	107.32%
2011-2012	100.34%	103.09%
2010-2011	100.85%	103.97%
2009-2010	101.78%	103.93%
2008-2009	102.04%	104.05%
2007-2008	101.35%	104.85%
2006-2007	96.57%	104.81%
2005-2006	100.39%	105.86%

The ratio of Net and Gross Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Net Tax Collection to Gross Levy	Ratio of Gross Tax Receipts to Gross Levy
2013-2014	97.76%	100.25%
2012-2013	94.99%	102.21%
2011-2012	95.56%	98.18%
2010-2011	96.05%	99.02%
2009-2010	96.94%	98.98%
2008-2009	97.19%	99.10%
2007-2008	96.53%	99.86%
2006-2007	91.97%	99.82%
2005-2006	95.61%	100.82%

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Deer Creek School District	City of Edmond	Okla. County	Vo-Tech District	Total Levy
2014-2015	\$ 77.31	\$ 0.00	\$ 23.58	\$15.69	\$116.58
2013-2014	\$ 75.84	\$ 0.00	\$ 23.87	\$15.69	\$115.40
2012-2013	\$ 78.68	\$ 0.00	\$ 23.97	\$15.69	\$118.34
2011-2012	\$ 78.09	\$ 0.00	\$ 24.06	\$15.69	\$117.84
2010-2011	\$ 74.52	\$ 0.00	\$ 24.27	\$15.69	\$114.48
2009-2010	\$ 77.67	\$ 0.00	\$ 24.79	\$15.69	\$118.15
2008-2009	\$ 76.08	\$ 0.00	\$ 23.18	\$15.69	\$114.95
2007-2008	\$ 73.05	\$ 0.14	\$ 22.29	\$15.69	\$111.17
2006-2007	\$ 74.19	\$ 0.18	\$ 22.81	\$15.69	\$114.60
2005-2006	\$ 75.92	\$ 0.20	\$ 22.90	\$15.69	\$114.71

*Expressed in dollars per \$1,000 of net assessed valuation

INDEPENDENT SCHOOL DISTRICT NO. 6 OF OKLAHOMA COUNTY, OKLAHOMA

Deer Creek Public Schools serves a portion of the City of Edmond (population: 79,559) and the surrounding areas to the north and east of the city. The School District encompasses approximately seventy-two (72) square miles and is located approximately 21 miles north of Oklahoma City, Oklahoma. It contains single and multi-family housing and is predominately residential, with most resident working in Edmond or Oklahoma City. The District also contains some agricultural land.

The School District currently employs 257 certified teachers and has an enrollment of 3,737 resulting in a teacher-student ratio of 1:14. The School District operates twenty-three (23) regular school bus routes, transporting approximately 45% of the enrollment daily. The School District is fully accredited by the Oklahoma State Department of Education.

The existing physical facilities of the School District include five elementary schools that serve K-4th Grade students; one intermediate schools that serve 5th-6th Grade students; one Middle School that serves 7th-8th Grades; and one High School that serves 9th-12th Grades. The district operates 90 bus routes, transporting approximate 55 percent of all students.

Some of the major employers and industries in the District include: Edmond Public Schools; the University of Central Oklahoma; the City of Edmond; Adfitech; and the OU Medical Center in Edmond.

STUDENT ENROLLMENT TREND

<u>School Year</u>	<u>Total Enrollment</u>	<u>Percentage Change</u>
2013-14	5,067	24.28%
2012-13	4,077	13.22%
2011-12	3,601	6.44%
2010-11	3,383	5.23%
2009-10	3,215	7.71%
2008-09	2,985	8.35%
2007-08	2,755	10.55%
2006-07	2,492	11.65%
2005-06	2,232	12.16%
2004-05	1,990	-----

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	<u>December 2014</u>	<u>December 2013</u>	<u>December 2012</u>
United States	5.6%	6.7%	7.9%
State of Oklahoma	4.2%	5.4%	5.2%
Oklahoma County	4.2%	5.4%	5.4%

Source: Oklahoma Employment Security Commission; U.S. Department of Labor

Largest Ad Valorem Taxpayers (Based on Net Assessed Valuation 2014)

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
Oklahoma Gas & Electric	Public Service	\$6,891,069
Oklahoma Procure	Medical Facility	\$5,197,377
The Shores at K Rock	Apartments	\$3,135,000
Integris Reality Corp	Procure Cancer Bldg	\$2,595,037
Farmers Insurance Exchange	Farmer's Branch	\$2,313,410
The Trails at Rockwell	Apartments	\$2,265,119
Brandon Place LLC	Apartments	\$1,993,459
Paycom Payroll LLC	Paycom Branch	\$1,750,026
CHP Oklahoma City	Mercy Rehabilitation	\$1,703,498
Crown at Martin Park	Apartments	\$1,616,437

Edmond Area Major Employers

<u>Name of Employer</u>	<u>Type of Business</u>	<u>No. of Employees</u>
Edmond Public Schools	Education	2,698
University of Central OK	Education	1,312
City of Edmond	Municipal Government	678
Integris Health (Edmond)	Hospital	342
OU Medical Center (Edmond)	Hospital	325
Petra Industries, Inc.	Electronics Distribution	296
Adfitech	Quality Control for Mortgage Industry	287
Remy International Inc.	Auto Parts Manufacturing	235
Pelco Products	Lighting and Hardware	165

Source: Edmond Economic Development Authority

Sales Tax Collections

The City levies a 3.75% local sales tax, which together with the State sales tax of four and one-half percent (4.50%) places the total sales tax rate at 8.25%. Historical sales tax collections for the City are shown below:

<u>Fiscal Year</u>	<u>Total Collections</u>	<u>% Change</u>
2014	62,562,107	5.63%
2013	59,227,932	5.92%
2012	55,918,653	27.72%
2011	43,781,185	3.05%
2010	42,483,974	0.81%
2009	42,143,850	-2.23%
2008	43,150,525	6.08%
2007	40,676,485	6.61%
2006	38,152,950	8.10%
2005	35,294,910	8.81%
2004	32,435,875	-----

Source: Edmond Economic Development Authority

RECORD DATE

The record date shall be defined as the fifteenth (15th) day preceding any interest payment date.

RATINGS

The 2015 Building Bonds Series A have been rated “AA-/Stable” by Standard & Poor’s Ratings Services, a division of The McGraw-Hill Companies, Inc. (“S&P”). An explanation of the significance of such ratings may be obtained from the companies furnishing the ratings. The ratings reflect only the respective views of such organizations and the District makes no representation as to the appropriateness of the ratings. There is no assurance that such ratings will continue for any given period of time or that they will not be revised downward or withdrawn entirely by such rating companies, if in the judgment of the companies, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the 2013 Bonds.

UNDERWRITING

The Bonds have been sold at public sale by the School District to the Underwriters, and the Underwriters have jointly and severally agreed, subject to certain conditions, to purchase the Bonds. The successful proposal for the Bonds was submitted by _____ as representative of the Underwriters.

LITIGATION

There is no litigation pending seeking to restrain or enjoin the issuance or delivery of the Bonds or questioning or affecting the legality of the Bonds or proceedings and authority under which the Bonds are to be issued. There is no litigation pending which in any manner questions the right of the School District to construct or finance the proposed improvements.

APPROVAL OF LEGALITY

All matters incident to the authorization and issuance of the bonds are subject to the approval of the Attorney General of the State of Oklahoma and to the approval of Phillips Murrah P.C., as Bond Counsel. Bond Counsel has not participated in the preparation of the Official Statement. Accordingly, Bond Counsel has no responsibility for the accuracy, sufficiency or completeness of any information furnished in connection with any offer or sale of the Bonds.

TAX EXEMPTION

In the opinion of Bond Counsel, under existing statutes, regulations, published rulings and court decisions, interest on the Bonds is excludable from the gross income of the owners of the Bonds for Federal income tax purposes. In expressing their opinion that interest on the Bonds is excludable from the gross income of the owners of the Bonds, Bond Counsel will rely on the School District's No-Arbitrage Certificate and will assume compliance by the School District with certain covenants of the School District with respect to the use and investment of the proceeds of the Bonds. Failure by the School District to comply with these covenants may cause the interest on the Bonds to become includable in gross income retroactively to the date of issuance of the Bonds. Except as stated above with respect to the exclusion of the interest on the Bonds from gross income, Bond Counsel expresses no opinion as to any other Federal income tax consequences of acquiring, carrying, owning or disposing of the Bonds.

The law upon which Bond Counsel have based their opinion is subject to change by the Congress and Department of the Treasury and to subsequent judicial and administrative interpretation. There can be no assurance that such

law or the interpretation thereof will not be changed in a manner which would adversely affect the tax treatment of ownership of the Bonds.

For taxable years beginning after 1986, a portion of the interest on the Bonds will be includable as an adjustment for book income or adjusted earnings and profits to calculate alternative minimum tax imposed on corporations by Section 55 of the Internal Revenue Code of 1986 (the "Code"), and for purposes of the environmental tax imposed on corporations by Section 59A of the Code. In addition, certain foreign corporations doing business in the United States may be subject to the new "branch profits tax" on their effectively-connected earnings and profits including tax-exempt interest such as interest on the Bonds. Furthermore, in the case of a Subchapter S Corporation, interest on the Bonds is treated as passive investment income which is subject to the tax imposed by Section 1375 of the Code.

The Code includes as an individual and corporate alternative minimum tax preference item, the interest on certain "private activity bonds" issued after August 7, 1986. In the opinion of Bond Counsel, the Bonds are not "private activity bonds" and the interest on the Bonds is not an individual or corporate alternative minimum tax preference item under Section 57(a)(5) of the Code. Prospective purchasers of the Bonds should be aware that the ownership of tax-exempt obligations may result in collateral Federal income tax consequences to financial institutions, property and casualty insurance companies, individual recipients of Social Security or Railroad Retirement benefits and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations. Prospective purchasers falling within any of these categories should consult their own tax advisers as to the applicability of these consequences.

Pursuant to Title 68, Oklahoma Statutes 2011, Section 2358.4, the Bonds issued by the School District shall be exempt from Oklahoma Income Taxation.

QUALIFIED TAX-EXEMPT OBLIGATIONS

Section 265 of the Internal Revenue Code of 1986 provides, in general, that interest expense incurred to acquire or carry tax-exempt obligations is not deductible from the gross income of the holder. For certain holders that are "financial institutions" within the meaning of such section, complete disallowance of such expense would apply to taxable years beginning after December 31, 1986, with respect to tax-exempt obligations acquired after August 7, 1986. Section 265(b) of the Code provides an exception to this rule for interest expense incurred by financial institutions to acquire or carry tax-exempt obligations (other than "private activity bonds") which are designated by an issuer as 'qualified tax-exempt obligations' where not more than \$10 million of tax-exempt obligations are issued by the issuer during the calendar year in which the issue so designated is issued. The School District expects to NOT designate the Bonds as "qualified tax-exempt obligations".

REGISTRATION AND TRANSFER

Bonds presented to the Registrar for transfer after the close of business on a Record Date, defined as the fifteenth (15th) day preceding any interest payment due, and before the close of business on the next subsequent Interest Payment Date will be registered in the name of the transferee but the interest payment will be made to the registered owners shown on the books of the Registrar as of the close of business on the Record Date.

The Bonds will be initially registered in the name of Cede & Co., as nominee of The Depositor Trust Company ("DTC") New York, New York, which will act as securities depository for the Bonds. Principal and interest on the Bonds will be paid by the Paying Agent and Registrar to DTC. Disbursements of such payments to the DTC Participants is the responsibility of DTC and disbursement of such payments to the Beneficial Owners is the responsibility of the DTC Participants and the Indirect Participants, as more fully described in the section titled "Book-Entry System."

BOOK-ENTRY-ONLY SYSTEM

The information in this section, “Book-Entry System”, has been furnished by The Depository Trust Company. No representation is made by the School District as to the completeness or accuracy of such information. The School District shall have no responsibility or obligation to DTC Participants, Indirect Participants or the persons for which they act as nominees with respect to the Bonds, or for any principal, premium, if any, or interest payment thereof.

The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee). One fully-registered certificate will be issued for each maturity of the Bonds in the aggregate amount of each such maturity, and will be deposited with DTC at the office of the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration.

DTC is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds securities that its participants (“Participants”) deposit with DTC. DTC also facilitates the settlement among Participants of securities transactions, such as transfer and pledges, in deposited securities through electronic computerized book-entry changes in Participants’ accounts, thereby eliminating the need for physical movement of securities certificates. Direct Participants include securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is owned by a number of its Direct Participants and by the New York Stock Exchange, Inc. Access to the DTC system is also available to others such as securities brokers and dealers, banks, and trust companies that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). The Rules applicable to DTC and its Participants are on file with the Securities and Exchange Commission.

Purchases of the Bonds under the DTC system must be made by or through Direct Participants, who will receive a credit for the Bonds on DTC’s records. The ownership interest of each actual purchaser of each Bond (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase, but Beneficial Owners are expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Beneficial Owners. **Beneficial Owners will not receive certificates representing their ownership interests in the Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.**

To facilitate subsequent transfers, all Bonds deposited by Participants with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) are registered in the name of DTC’s partnership nominee, Cede & Co. The deposit of Bonds with DTC (or the Paying Agent and Registrar on behalf of DTC utilizing the DTC FAST system of registration) and their registration in the name of Cede & Co. effect no change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, who may or may not be the Beneficial Owners. The Participants will remain responsible for keeping account of their holdings on behalf of their customers

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participant to Beneficial Owners will be governed by arrangements among them, subject to an statutory or regulatory requirements as may be in effect from time to time.

Redemption notices shall be sent to Cede & Co. If less than all of the Bonds within an issue are being redeemed, DTC’s practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. will consent or vote with respect to the Bonds. Under its usual procedures, DTC mails an Omnibus Proxy to the issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal and interest payments on the Bonds will be made by the Paying Agent and Registrar to DTC. DTC's practice is to credit Direct Participants' accounts on payable date in accordance with their respective holdings shown on DTC's records unless DTC has reason to believe that it will not receive payment on payable date. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the Agent, or the issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal and interest to DTC is the responsibility of the issuer or the Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners shall be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as securities depository with respect to the Bonds at any time by giving reasonable notice to the issuer or the Agent. Under such circumstances, the event that a successor securities depository is not obtained, Bond certificates will be printed and delivered.

The School District may decide to discontinue use of the system of book-entry transfer through DTC (or a successor securities depository). In that event, Bond certificates will be printed and delivered.

Use of Certain Terms in other Sections of the Official Statement. In reading this Official Statement it should be understood that while the Bond certificates are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Participant acquires an interest in the Certificates, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Indenture will be given only to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the School District believes to be reliable, but the School District takes no responsibility for the accuracy thereof.

CONCLUDING STATEMENT

To the extent that any statements made in this Official Statement involve matters of opinion or estimates, whether or not expressly stated to be such, they are made as such and not as representations of fact or certainty and no representation is made that any of these statement have been or will be realized. Information in this Official Statement has been derived by the School District from official and other sources and is believed by the School District to be accurate and reliable. Information other than that obtained from official records of the School District has not been independently confirmed or verified by the School District and its accuracy is not guaranteed.

Neither this Official Statement nor any statement that may have been made orally or in writing in connection herewith is to be construed as or as a part of a contract with the original purchasers or subsequent owners of the Bonds.

INDEPENDENT SCHOOL DISTRICT NUMBER 6
OKLAHOMA COUNTY, OKLAHOMA

/s/ JOHN ROBERTSON
President, Board of Education

ATTEST:

/s/ DANIEL BARNES
Clerk, Board of Education

ADDENDUM “A”

CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Disclosure Certificate”) is executed and delivered by Independent School District No. 6 of Oklahoma County, Oklahoma, (the “Issuer”) in connection with the issuance of \$5,830,000 Building Bonds Series A of 2015 (the “Bonds”). The Bonds are being issued pursuant to a Resolution dated the 4th day of September, 2015. The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the Bondholders, including beneficial owners, and in order to assist the Participating Underwriters in complying with SEC Rule 15c2-12(b)(5).

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“**Annual Report**” shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

“**Audited Financial Statements**” shall mean the School District’s annual financial statements, prepared on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Oklahoma, which financial statements shall have been audited by such auditor as shall be then required or permitted by the laws of the State. Revenues are recorded as received in cash, except for revenues susceptible to accrual and material revenues that are not received at the normal time of receipt. Expenditures are recorded in the accounting period in which the fund liability is incurred and encumbered.

“**Dissemination Agent**” shall mean the Issuer, or any successor Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

“**EMMA**” shall mean the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access system.

“**Listed Events**” shall mean any of the events listed in Section 5(a) of this Disclosure Certificate.

“**National Repository**” shall mean any Nationally Recognized Municipal Securities Information Repository for purposes of the Rule. Currently, the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access (EMMA) system is the National Repository. Annual Reports and notices of material events are to be electronically filed at the EMMA website: www.emma.msrb.org.

The names and addresses of all current NRMSIRs should be verified each time information is delivered pursuant to this Certificate.

“**Participating Underwriter**” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

“**Repository**” shall mean each National Repository and each State Repository.

“**Rule**” shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time.

“**State**” shall mean the State of Oklahoma.

“**State Repository**” shall mean any public or private repository or entity designated by the State as a state repository for the purpose of the Rule. As of the date of this Disclosure Certificate, there is no State Repository.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than ten months

following the end of the fiscal year (as of the date of this Disclosure Certificate, June 30 is the end of the fiscal year), provide annually to each Repository an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. Not later than fifteen (15) Business Days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the School District may be submitted separately from the balance of the Annual Report.

(b) If the Issuer is unable to provide to the Repositories an Annual Report by the date required in subsection (a), the Issuer shall send a notice to each Repository in substantially the form attached as Exhibit A.

(c) The Dissemination Agent shall:

(i) determine each year prior to the date for providing the Annual Report the name and address of each National Repository and each State Repository, if any; and (if the Dissemination Agent is other than the Issuer)

(ii) file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided and listing all the Repositories to which it was provided.

SECTION 4. Content of Annual Reports. The Issuer's Annual Report shall contain or incorporate by reference the financial information or operating data with respect to the Issuer of the type included in Appendix A of the final official statement. If Audited Financial Statements are not available by the time the Annual Report must be provided, unaudited financial statements will be provided as part of the Annual Report and Audited Financial Statements will be provided, when and if available, to each Repository.

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities, which have been submitted to each of the Repositories or the Securities and Exchange Commission. If the document incorporated by reference is a final official statement, it must be available from the Municipal Securities Rulemaking Board. The Issuer shall clearly identify each such other document so incorporated by reference.

SECTION 5. Reporting of Significant Events.

(a) This Section 5 shall govern the giving of notices of the occurrence of any of the following events:

1. Principal and interest payment delinquencies;
2. Non-payment related defaults; if material
3. Unscheduled draws on debt service reserves reflecting financial difficulties;
4. Unscheduled draws on credit enhancements reflecting financial difficulties;
5. Substitution of credit or liquidity providers, or their failure to perform;
6. Adverse tax opinions or events affecting the tax-exempt status of the security;
7. Modification to rights of security holders;
8. Bond calls; if material
9. Defeasances, release, substitution, or sale of property securing repayment of the securities; if material
10. Rating changes;
11. Tender offers;

12. Bankruptcy, insolvency, receivership or similar event of the obligated person;
13. Merger, consolidation, or acquisition of the obligated person, if material;
14. Appointment of a successor or additional trustee, or the change of name of a trustee, if material

(b) Whenever the Issuer obtains knowledge of the occurrence of a Listed Event, the Issuer shall take the actions specified in subsection (c) hereof.

(c) The Issuer shall within ten (10) business days file a notice of the occurrence of a Listed Event with the Municipal Securities Rulemaking Board and each State Repository, if material. Provided, that any event under subsections (a)(8), (9) or (11) will always be material. Notwithstanding the foregoing, notice of Listed Events described in subsections (a)(8) and (9) need not be given under this subsection any earlier than the notice (if any) of the underlying event is given to holders of affected Bonds pursuant to the Resolution.

SECTION 6. Termination of Reporting Obligation. The Issuer's obligation under this Disclosure Certificate shall terminate upon the defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 7. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Certificate, and may discharge any such Agent, with or without appointing a successor Dissemination Agent. The initial Dissemination Agent shall be the Issuer.

SECTION 8. Amendment; Waiver. Notwithstanding any other provision of the Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and any provision of this Disclosure Certificate may be waived, if such amendment or waiver is supported by an opinion of counsel expert in federal securities laws, to the effect that such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule.

SECTION 9. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Listed Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Listed Event in addition to that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Listed Event.

SECTION 10. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate any bondholder, including beneficial owners, may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default under the Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 11. Duties, Immunities and Liabilities of Dissemination Agent. The Dissemination Agent shall have only such duties as are specifically set forth in this Disclosure Certificate, and the Issuer agrees to indemnify and save the Dissemination Agent, its officers, directors, employees and agents, harmless against any loss, expense and liabilities which it may incur arising out of or in the exercise or performance of its powers and duties hereunder, including the costs and expenses (including attorneys fees) of defending against any claim of liability, but excluding liabilities due to the Dissemination Agent's negligence or willful misconduct. The obligations of the Issuer under this Section shall survive resignation or removal of the Dissemination Agent and payment of the Bonds.

SECTION 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter and Bondholders, including beneficial owners, from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 13. Previous Undertaking. The Issuer has not defaulted or failed to disclose any continuing disclosure obligations or events on any other undertaking under the SEC Rule 15c2-12(b), except for the following:

- (b) The School District failed to file its audited financial statements on time for fiscal years June 30, 2008-June 30, 2012. However the School District has taken action to remedy its aforementioned failure to file, and at the time of this Official Statement, the School District has filed its audited financial statements for all prior fiscal years mentioned above in order to bring to date the prior undertakings.

Procedures have been put in place to ensure that the annual audits are submitted within the 10 month time frame following the end of the School District's fiscal year. The school district has employed UMB Bank to act as Dissemination Agent.

APPENDIX A

FINANCIAL INFORMATION AND OPERATING DATA

SCHEDULE OF OUTSTANDING INDEBTEDNESS

(Including the Bonds)

Date of Issue	Original Principal Amount	Remaining Maturities	Maturity Date	Total Outstanding
10/1/2015	\$5,830,000	\$5,830,000	10/1/2017	\$ 5,830,000
10/1/2014	\$11,200,000	\$5,600,000	10/1/2016-2017	\$11,200,000
6/1/2014	\$2,500,000	\$ 625,000	6/1/2016-2019	\$ 2,500,000
10/1/2013	\$5,000,000	\$5,000,000	10/1/2015	\$ 5,000,000
10/1/2013	\$10,400,000	\$5,200,000	10/1/2015-2016	\$10,400,000
Total Outstanding Indebtedness				\$34,930,000

ESTIMATED SCHEDULED PRINCIPAL AND INTEREST PAYMENTS

(Including the Bonds)

Fiscal Year Ending 6-30	Maturing Principal-All Bonds	Interest Due All Bonds*	Total Principal and Interest - All Bonds
2016	\$ 10,825,000.00	\$ 566,375.00	\$ 11,391,375.00
2017	\$ 11,425,000.00	\$ 414,275.00	\$ 11,839,275.00
2018	\$ 12,055,000.00	\$ 127,425.00	\$ 12,182,425.00
2019	\$ 625,000.00	\$ 6,875.00	\$ 631,875.00
Totals	\$ 34,930,000.00	\$ 1,114,950.00	\$ 36,044,950.00

*Assumes 2.00% interest on the Bonds.

ESTIMATED SCHEDULED SINKING FUND LEVIES TO RETIRE BONDS
(Including the Bonds)

Fiscal Year Ending 6/30	Principal Levy- All Bonds	Interest Levy All Bonds* ^o	Total Levy - All Bonds
2016	\$ 11,300,000.00	\$ 572,958.33	\$ 11,872,958.33
2017	\$ 11,930,000.00	\$ 406,054.17	\$ 12,336,054.17
2018	\$ 500,000.00	\$ 12,604.17	\$ 512,604.17
2019	\$ 500,000.00	\$ 6,302.08	\$ 506,302.08
Total	\$ 24,230,000.00	\$ 997,918.75	\$ 25,227,918.75
	ADD: SINKING FUND BALANCE		<u>\$ 11,715,764.23</u>
	TOTAL		\$ 36,943,682.98

* Does not include levies for judgments or reserve for uncollected taxes.

^o Assumes 2.00% interest on the Bonds.

OVERLAPPING AND UNDERLYING INDEBTEDNESS

Direct, underlying and overlapping indebtedness within the School District includes debt of the District, City of Edmond, Francis Tuttle Vo-Tech #21, and Oklahoma County as shown.

Municipality	Net Debt	Percent Applicable to School District	Overlapping Debt to School District	Per Capita Debt
Deer Creek Schools	\$ 23,214,235	100%	\$ 23,214,235	\$ 1,230.55
Oklahoma County*	\$ 53,479,349	4.73%	\$ 2,445,158	\$ 129.61
Francis Tuttle VT #21*	\$ 0	n/a	\$ 0	\$ 0.00
City of Edmond*	\$ 0	n/a	\$ 0	\$ 0.00
Total	\$ 76,693,564		\$ 25,659,393	\$ 1,360.16

*As of June 30, 2014.

COMPOSITION AND GROWTH OF THE NET ASSESSED VALUATION

The composition of the Net Assessed Valuation of the School District for the Fiscal Year 2015-2016 is as follows:

Property	Oklahoma County	Logan County	Canadian County	Total	Percentage to Assessed Valuation
Gross Real	\$ 296,175,587	\$ 26,482,557	\$ 41,089	\$ 322,699,233	
Homestead	<u>\$ 5,061,038</u>	<u>\$ 746,032</u>	<u>\$ 3,000</u>	<u>\$ 5,810,070</u>	
Net Real Estate	\$ 291,114,549	\$ 25,736,525	\$ 38,089	\$ 316,889,163	92.55%
Personal	\$ 12,531,228	\$ 404,539	\$ 8,721	\$ 12,944,488	3.78%
Public Service	\$ 10,608,859	\$ 1,944,783	\$ 6,959	\$ 12,560,601	3.67%
Gross Valuation	\$ 319,315,674	\$ 28,831,879	\$ 56,769	\$ 348,204,322	
Net Valuation	\$ 314,254,636	\$ 28,085,847	\$ 53,769	\$ 342,394,252	

The growth of the Net Assessed Valuation for the past ten years has been as follows:

Fiscal Year	Valuation	Fiscal Year	Valuation
2015-2015	\$ 342,394,252	2010-2011	\$ 227,749,273
2014-2015	\$ 311,412,796	2009-2010	\$ 205,174,796
2013-2014	\$ 284,612,443	2008-2009	\$ 184,814,494
2012-2013	\$ 260,483,809	2007-2008	\$ 158,893,738
2011-2012	\$ 244,568,461	2006-2007	\$ 133,412,120

SINKING FUND TAX COLLECTIONS

Fiscal Year	Net Levy	Gross Levy	Net Collections	Gross Collections
2014-2015	\$ 10,425,155	\$ 10,946,413	in progress	in progress
2013-2014	\$ 9,128,779	\$ 9,585,218	\$9,370,905	\$ 9,609,208
2012-2013	\$ 9,059,473	\$ 9,512,447	\$9,035,997	\$ 9,722,358
2011-2012	\$ 8,368,269	\$ 8,786,683	\$8,396,399	\$ 8,627,051
2010-2011	\$ 7,018,261	\$ 7,369,174	\$7,078,065	\$ 7,297,093
2009-2010	\$ 6,939,760	\$ 7,286,748	\$7,063,642	\$ 7,212,322
2008-2009	\$ 5,970,703	\$ 6,269,239	\$6,092,794	\$ 6,212,526
2007-2008	\$ 4,674,921	\$ 4,908,667	\$4,738,158	\$ 4,901,637
2006-2007	\$ 4,069,638	\$ 4,273,120	\$3,929,884	\$ 4,265,352
2005-2006	\$ 3,650,099	\$ 3,832,605	\$3,664,502	\$ 3,864,031

PERCENTAGE OF TAXES COLLECTED

The ratio of Net and Gross Sinking Fund Tax Collections to the Net Sinking Fund Levy (the levy prior to addition of the reserve for uncollected taxes) is as follow:

Fiscal Year	Ratio of Net Tax Collection to Net Levy	Ratio of Gross Tax Receipts to Net Levy
2013-2014	102.65%	105.26%
2012-2013	99.74%	107.32%
2011-2012	100.34%	103.09%
2010-2011	100.85%	103.97%
2009-2010	101.78%	103.93%
2008-2009	102.04%	104.05%
2007-2008	101.35%	104.85%
2006-2007	96.57%	104.81%
2005-2006	100.39%	105.86%

The ratio of Net and Gross Sinking Fund Tax Collections to the Gross Sinking Fund Levy (the levy after addition of the reserve for uncollected taxes) is as follows:

Fiscal Year	Ratio of Net Tax Collection to Gross Levy	Ratio of Gross Tax Receipts to Gross Levy
2013-2014	97.76%	100.25%
2012-2013	94.99%	102.21%
2011-2012	95.56%	98.18%
2010-2011	96.05%	99.02%
2009-2010	96.94%	98.98%
2008-2009	97.19%	99.10%
2007-2008	96.53%	99.86%
2006-2007	91.97%	99.82%
2005-2006	95.61%	100.82%

TREND OF TAX RATES OF MAJOR TAXING UNITS

Fiscal Year	Deer Creek School District	City of Edmond	Okla. County	Vo-Tech District	Total Levy
2014-2015	\$ 77.31	\$ 0.00	\$ 23.58	\$15.69	\$116.58
2013-2014	\$ 75.84	\$ 0.00	\$ 23.87	\$15.69	\$115.40
2012-2013	\$ 78.68	\$ 0.00	\$ 23.97	\$15.69	\$118.34
2011-2012	\$ 78.09	\$ 0.00	\$ 24.06	\$15.69	\$117.84
2010-2011	\$ 74.52	\$ 0.00	\$ 24.27	\$15.69	\$114.48
2009-2010	\$ 77.67	\$ 0.00	\$ 24.79	\$15.69	\$118.15
2008-2009	\$ 76.08	\$ 0.00	\$ 23.18	\$15.69	\$114.95
2007-2008	\$ 73.05	\$ 0.14	\$ 22.29	\$15.69	\$111.17
2006-2007	\$ 74.19	\$ 0.18	\$ 22.81	\$15.69	\$114.60
2005-2006	\$ 75.92	\$ 0.20	\$ 22.90	\$15.69	\$114.71

*Expressed in dollars per \$1,000 of net assessed valuation

STUDENT ENROLLMENT TREND

School Year	Total Enrollment	Percentage Change
2013-14	5,067	24.28%
2012-13	4,077	13.22%
2011-12	3,601	6.44%
2010-11	3,383	5.23%
2009-10	3,215	7.71%
2008-10	2,985	8.35%
2007-09	2,755	10.55%
2006-08	2,492	11.65%
2005-07	2,232	12.16%
2004-06	1,990	-----

ECONOMIC INDICES

Unemployment Rate (Twelve Month Moving Average)

	December 2014	December 2013	December 2012
United States	5.6%	6.7%	7.9%
State of Oklahoma	4.2%	5.4%	5.2%
Oklahoma County	4.2%	5.4%	5.4%

Source: Oklahoma Employment Security Commission; U.S. Department of Labor

Largest Ad Valorem Taxpayers

(Based on Net Assessed Valuation 2014)

<u>Name</u>	<u>Type of Business</u>	<u>NAV</u>
Oklahoma Gas & Electric	Public Service	\$6,891,069
Oklahoma Procure	Medical Facility	\$5,197,377
The Shores at K Rock	Apartments	\$3,135,000
Integris Reality Corp	Procure Cancer Bldg	\$2,595,037
Farmers Insurance Exchange	Farmer's Branch	\$2,313,410
The Trails at Rockwell	Apartments	\$2,265,119
Brandon Place LLC	Apartments	\$1,993,459
Paycom Payroll LLC	Paycom Branch	\$1,750,026
CHP Oklahoma City	Mercy Rehabilitation	\$1,703,498
Crown at Martin Park	Apartments	\$1,616,437

Edmond Area Major Employers

<u>Name of Employer</u>	<u>Type of Business</u>	<u>No. of Employees</u>
Edmond Public Schools	Education	2,698
University of Central OK	Education	1,312
City of Edmond	Municipal Government	678
Integris Health (Edmond)	Hospital	342
OU Medical Center (Edmond)	Hospital	325
Petra Industries, Inc.	Electronics Distribution	296
Adfitech	Quality Control for Mortgage Industry	287
Remy International Inc.	Auto Parts Manufacturing	235
Pelco Products	Lighting and Hardware	165

Source: Edmond Economic Development Authority

Sales Tax Collections

The City levies a 3.75% local sales tax, which together with the State sales tax of four and one-half percent (4.50%) places the total sales tax rate at 8.25%. Historical sales tax collections for the City are shown below:

<u>Fiscal Year</u>	<u>Total Collections</u>	<u>% Change</u>
2014	62,562,107	5.63%
2013	59,227,932	5.92%
2012	55,918,653	27.72%
2011	43,781,185	3.05%
2010	42,483,974	0.81%
2009	42,143,850	-2.23%
2008	43,150,525	6.08%
2007	40,676,485	6.61%
2006	38,152,950	8.10%
2005	35,294,910	8.81%
2004	32,435,875	-----

Source: Edmond Economic Development Authority

ANNUAL FINANCIAL REPORT
INDEPENDENT SCHOOL DISTRICT NO. 6
DEER CREEK PUBLIC SCHOOL DISTRICT
OKLAHOMA COUNTY, OKLAHOMA
JULY 1, 2013 TO JUNE 30, 2014

DEER CREEK PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 6
OKLAHOMA, COUNTY
JUNE 30, 2014

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DEER CREEK PUBLIC SCHOOLS
INDEPENDENT SCHOOL DISTRICT NO. 6
OKLAHOMA, COUNTY
JULY 1, 2013 TO JUNE 30, 2014

SCHOOL DISTRICT BOARD MEMBERS

Dr. Danny Barnes
Kenneth Dennis
John Robertson
Jerrod Roberts
Paul Gebb

SUPERINTENDENT OF SCHOOL DISTRICT

Ranet Tippens

CLERK OF THE BOARD

Paul Gebb

SCHOOL DISTRICT TREASURER

Phillip Meier

PUTNAM & COMPANY, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

169 S.E. 32ND

EDMOND, OKLAHOMA 73013

(405) 348-3800

Fax (405) 348-3846

INDEPENDENT AUDITOR'S REPORT

November 20, 2014

The Honorable Board of Education
Deer Creek School District No. 6
Oklahoma County, Oklahoma

Report on the Financial Statements

We have audited the accompanying combined fund type and account group financial statements-regulatory basis of Deer Creek School District No. 6, Oklahoma County, Oklahoma, as of and for the year ended June 30, 2014, 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 financial reporting provisions of the Oklahoma State Department of Education. Management is also responsible 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.

Auditor's Responsibility

Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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 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 their 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.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1, these financial statements were prepared by the District, on the basis of the financial reporting provisions of the Oklahoma State Department of Education, which is a basis of

accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Oklahoma State Department of Education. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonable determined, are presumed to be material.

Adverse Opinion of U.S. Generally Accepted Accounting Principles

In our opinion, because the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the District as of June 30, 2014, the changes in its financial position, or, where applicable, its cash flows for the year then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matters described in the "Basis for Qualified Opinion on Regulatory Basis of Accounting" paragraph, the financial statements referred to in the first paragraph present fairly, in all material respects, the assets, liabilities and fund balance arising from regulatory basis transactions of each fund type and account group of the District, as of June 30, 2014, and the revenues collected and expenditures paid and encumbered for the year then ended on the regulatory basis of accounting described in Note 1.

Other Matters

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining statement – regulatory basis, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not required part of the basic financial statements.

The combining statements – regulatory basis and the schedule of expenditures of federal awards are the responsibility of the management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 the other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combined statements – regulatory basis and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic 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 November 20, 2014 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and to 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 the 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 District's internal control over financial reporting and compliance.


Putnam & Company, PLLC

COMBINED FINANCIAL STATEMENTS

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF ASSETS AND LIABILITIES
(ALL FUND TYPES AND ACCOUNT GROUPS) - REGULATORY BASIS
JUNE 30, 2014

ASSETS

Cash and Cash Equivalents
Amount available in Debt Service Fund
Amount to be provided for retirement
of General Long-Term Debt

Total Assets

LIABILITIES

Warrants Payable
General Obligation Bonds Payable
Interest Payable on Bonds
Total Liabilities

FUND EQUITY

Fund Balances:

Reserved for Encumbrances
Designated for Debt Service
Designated for Student Activities
Designated for Capital Projects
Fund Balance
Total Fund Balance

Total Liabilities and Fund Equity

Governmental Fund Types			Fiduciary Fund Types	Account Group	Totals	
General	Special Revenue	Debt Service	Capital Projects Fund	Trust and Agency	General Long-Term Debt	(Memorandum Only)
\$6,106,098	557,621	10,578,226	3,854,213	1,221,514	889,114	22,317,672 889,114
					17,829,874	17,829,874
\$6,106,098	557,621	10,578,226	3,854,213	1,221,514	18,718,988	41,036,660
\$2,887,935	77,690	9,650,000 39,112	339,462	70,045	17,900,000 818,988	3,375,132 27,550,000 858,100
2,887,935	77,690	9,689,112	339,462	70,045	18,718,988	31,783,232
225,497	77,534	889,114		20,145		323,176 889,114
			3,514,751	1,041,396		1,041,396 3,514,751
2,992,666 3,218,163	402,397 479,931	889,114	3,514,751	89,928 1,151,469	0	3,484,991 9,253,428
\$6,106,098	557,621	10,578,226	3,854,213	1,221,514	18,718,988	41,036,660

The notes to the financial statements are an integral part of this statement.

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
ALL GOVERNMENTAL FUND TYPES AND SIMILAR TRUST FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2014

	Governmental Fund Types			Fiduciary Fund Types		Totals
	General	Special Revenue	Debt Service	Capital Projects	Trust and Agency	(Memorandum Only)
REVENUES:						
Local Sources	\$10,763,658	2,959,583	9,619,457	11,615	2,874,771	26,229,084
Intermediate Sources	1,152,329					1,152,329
State Sources	12,947,313	21,623				12,968,936
Federal Sources	649,462	221,285				870,747
Total Revenues	25,512,762	3,202,491	9,619,457	11,615	2,874,771	41,221,096
EXPENDITURES:						
Instruction	15,822,974			83,068		15,906,042
Support Services	8,515,398	1,884,303		51,611	66,449	10,517,761
Non-Instructional Services	497,831	1,484,846			2,537,878	4,520,555
Facilities Acquisition & Construction Services				4,222,553		4,222,553
Other Outlays	144,310					144,310
Bank Charges	716					716
DEBT SERVICE						
Bonds Paid			9,650,000			9,650,000
Coupons Paid			159,880			159,880
Total Expenditures	24,981,229	3,369,149	9,809,880	4,357,232	2,604,327	45,121,817
Revenues Over (Under) Expenditures	531,533	(166,658)	(190,423)	(4,345,617)	270,444	(3,900,721)
OTHER FINANCING SOURCES (USES):						
Proceeds from Sale of Bonds				17,900,000		17,900,000
Premium on Bonds Sold			387,574			387,574
Estopped Warrants	4,223	227				4,450
Derobigation of Prior Year Funds	27,070	9,127			2,889	39,086
Transfers to Fiscal Agent--BOK				(10,387,699)		(10,387,699)
Return of Assets	355,611					355,611
Total Other Financing Sources (Uses)	386,904	9,354	387,574	7,512,301	2,889	8,299,022
Revenue and Other Sources Over (Under) Expenditures and Other Uses	918,437	(157,304)	197,151	3,166,684	273,333	4,398,301
Fund Balance, Beginning of Year	2,074,229	559,701	691,963	348,067	857,991	4,531,951
Fund Balance, End of Year	\$2,992,666	402,397	889,114	3,514,751	1,131,324	8,930,252

The notes to the financial statements are an integral part of this statement.

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - REGULATORY BASIS
GENERAL FUND AND BUDGETED SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	General Fund				Special Revenue Funds			
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
REVENUES:								
Local Sources	\$9,516,216	9,516,216	10,763,658	1,247,442	2,337,912	2,834,079	2,959,583	125,504
Intermediate Sources	955,581	955,581	1,152,329	196,748				0
State Sources	11,470,091	12,415,211	12,947,313	532,102	17,082	21,623	21,623	0
Federal Sources	685,187	685,187	649,462	(35,725)	183,566	198,795	221,285	22,490
Total Revenues	22,627,075	23,572,195	25,512,762	1,940,567	2,538,560	3,054,497	3,202,491	147,994
EXPENDITURES :								
Instruction	15,204,246	16,149,366	15,822,974	326,392				0
Support Services	8,849,432	8,849,432	8,515,398	334,034	1,589,667	1,884,588	1,884,303	285
Non-Instructional Services	498,316	498,316	497,831	485	1,508,594	1,730,299	1,484,846	245,453
Other Outlays	149,310	149,310	144,310	5,000				0
Bank Charges			716	(716)				0
Total Expenditures	24,701,304	25,646,424	24,981,229	665,195	3,098,261	3,614,887	3,369,149	245,738
Revenues Over (Under) Expenditures	(2,074,229)	(2,074,229)	531,533	2,605,762	(559,701)	(560,390)	(166,658)	393,732
OTHER FINANCING SOURCES (USES):								
Stopped Warrants			4,223	4,223			227	227
Deobligation of Prior Year Funds			27,070	27,070		689	9,127	8,438
Return of Assets			355,611	355,611				0
Total Other Financing Sources (Uses)	0	0	386,904	386,904	0	689	9,354	8,665
Revenue and Other Sources Over (Under) Expenditures and Other Uses	(2,074,229)	(2,074,229)	918,437	2,992,666	(559,701)	(559,701)	(157,304)	402,397
Fund Balance, Beginning of Year	2,074,229	2,074,229	2,074,229	0	559,701	559,701	559,701	0
Fund Balance, End of Year	\$0	0	2,992,666	2,992,666	0	0	402,397	402,397

The notes to financial statements are an integral part of this statement.

NOTES TO FINANCIAL STATEMENTS

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the Deer Creek Public Schools Independent District No. 6, Oklahoma County, Oklahoma (the "District") have been prepared in conformity with an other comprehensive basis of accounting as prescribed by the Oklahoma State Department of Education. The more significant of the District's accounting policies are described below.

A. Reporting Entity

The District is a corporate body for public purposes created under Title 70 of the Oklahoma statutes and accordingly is a separate entity for operating and financial reporting purposes.

The District is part of the public school system of Oklahoma under the general direction and control of the State Board of Education and is financially dependent on State of Oklahoma support. The general operating authority for the public school system is the Oklahoma School Code contained in Title 70, Oklahoma Statutes.

The governing body of the District is the Board of Education composed of elected members. The appointed superintendent is the executive officer of the District.

In evaluating how to define the district, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria established by the Governmental Accounting Standards Board (GASB). The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters.

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the District and/or its citizens, or whether the activity is conducted within the geographic boundaries of the District and is generally available to its patrons.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities.

Based upon the application of these criteria, there are no potential component units included in the District's reporting entity.

B. Fund Accounting and Description of Funds

The District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain district functions or activities.

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

B. Fund Accounting and Description of Funds – (continued)

A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate “fund types.”

Governmental Fund Types

Governmental funds are used to account for all or most of a government’s general activities, including the collection and disbursement of earmarked monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), and the servicing of general long-term debt (debt service funds).

General Fund – The general fund is used to account for all financial transactions, except those required to be accounted for in another fund. Major revenue sources include state and local property taxes and state funding under the Foundation and Salary Incentive Aid program. Expenditures include all costs associated with the daily operations of the schools except for programs funded for building repairs and maintenance, school construction and debt service on bonds and other long-term debt. The general fund includes federal and state restricted monies that must be expended for specific programs.

Special Revenue Fund – The special revenue fund is the District’s Building Fund. The Building Fund consists of monies derived from property taxes levied for the purpose of erecting, remodeling, or repairing buildings and for purchasing furniture and equipment.

The Child Nutrition Fund derives monies from State, Federal and local sources.

Debt Service Fund – The debt service fund is the District’s Sinking Fund and is used to account for the accumulation of financial resources for the payment of general long-term debt principal, interest and related costs. The primary revenue sources are local property taxes levied specifically for debt service and interest earnings from temporary investments.

Capital Projects Fund – The capital projects fund is the District’s Bond Fund and is used to account for the proceeds of bond sales to be used exclusively for acquiring school sites, constructing and equipping new school facilities, renovating existing facilities, and acquiring transportation equipment.

Fiduciary Fund Types

Fiduciary funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the District. When these assets are held under the terms of a trust agreement, trust funds are used for their accounting and reporting. Agency funds generally are used to account for assets that the District holds on behalf of others as their agent and do not involve measurement of results of operations.

DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014

Agency Fund – The Agency fund is the School Activities fund, which is used to account for monies, collected principally through fundraising efforts of the students and District-sponsored groups. The administration is responsible, under the authority of the Board, of collecting, disbursing and accounting for these activity funds.

Account Groups

Account groups are not funds and consist of a self-balancing set of accounts used only to establish accounting control over long-term debt and general fixed assets not accounted for in proprietary funds.

General Long-Term Debt Account Group – This account group was established to account for all long-term debt of the District, which is offset by the amount available in the debt service fund and the amount to be provided in future years to complete retirement of the debt principal. It is also used to account for liabilities for compensated absences and early retirement incentives, which are to be paid from funds provided in future years.

General Fixed Asset Account Group – This account group is used to account for property, plant, and equipment of the school district. The District does not have the information necessary to include this group in its combined financial statements.

Memorandum Only – Total Column - The total column on the general purpose financial statements is captioned “memorandum only” to indicate that it is presented only to facilitate financial analysis. Data in this column does not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

C. Basis of Accounting and Presentation

The District prepares its financial statements in a presentation format that is prescribed by the Oklahoma State Department of Education. This format is essentially the generally accepted form of presentation used by state and local governments prior to the effective date of GASB Statement No. 34, *Basic Financial Statements-Management's Discussion and Analysis-for State and Local Governments*. This format significantly differs from that required by GASB 34.

The basic financial statements are essentially prepared on a basis of cash receipts and disbursements modified as required by the regulations of the Oklahoma State Department of Education (OSDE) as follows:

- Encumbrances represented by purchase orders, contracts, and other commitments for the expenditure of monies and are recorded as expenditures when approved.
- Investments and inventories are recorded as assets when purchased.
- Capital assets in proprietary funds are recorded when acquired and depreciated over their useful lives.
- Warrants payable are recorded as liabilities when issued.
- Long-term debt is recorded when incurred.
- Accrued compensated absences are recorded as an expenditure and liability when the obligation is incurred.

DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014

C. Basis of Accounting and Presentation – (continued)

This regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, which require revenues to be recognized when they become available and measurable, or when they are earned, and expenditures or expenses to be recognized when the related liabilities are incurred for governmental fund types; and, when revenues are earned and liabilities are incurred for proprietary fund types and trust funds.

D. Budgets and Budgetary Accounting

The District is required by state law to prepare an annual budget. A preliminary budget must be submitted to the Board of Education by November 201 for the fiscal year beginning the following July 1. If the preliminary budget requires an additional levy, the District must hold an election on the second Tuesday in February to approve the levy. If the preliminary budget does not require an additional levy, it becomes the legal budget. If an election is held and the taxes are approved, then the preliminary budget becomes the legal budget. If voters reject the additional taxes, the District must adopt a budget within the approved tax rate.

The District may upon approval by a majority of the electors of the District voting on the question make the ad valorem levy for emergency levy and local support levy permanent. Under current Oklahoma Statutes, a formal budget is required for all funds except for trust and agency funds. Budgets are presented for all funds that include the originally approved budgeted appropriations for expenditures and final budgeted appropriations as adjusted for supplemental appropriations and approved transfers between budget categories.

E. Assets, Liabilities, and Fund Equity

Cash and Cash Equivalents – For purposes of the statement of cash flows, the District considers all cash on hand, demand deposits, and highly liquid investments, with an original maturity of three months or less when purchased, to be cash and cash equivalents.

Investments – Investments consist of direct obligations of the United States Government and Agencies with maturities greater than three months when purchased. All investments are recorded at cost, which approximates market value.

Property Tax Revenues – The district is authorized by state law to levy property taxes, which consist of ad valorem taxes on real and personal property within the district. The county assessor, upon receipt of the certification of tax levies from the County Excise Board, extends the tax levies on the tax roll for submission to the County Treasurer prior to October 1. The county treasurer must commence tax collection within fifteen days of receipt of the tax rolls. The first half of taxes are due prior to January 1. The second half is due prior to April 1.

If the first payment is not made timely, the entire tax becomes due and payable on January 2. Second half taxes become delinquent on April 1 of the year following the year of assessment. If not paid by the following October 1, the property is offered for sale for the amount of taxes due. The owner has two years to redeem the property by paying the taxes and penalty owed. If at the end of two years the owner has not done so, the purchaser is issued a deed to the property.

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

E. Assets, Liabilities, and Fund Equity – (continued)

Inventories – The value of consumable inventories at June 30, 2014 is not material to the basic financial statements.

Capital Assets – The accounting treatment over capital assets (property, plant, and equipment) depends on whether the assets are used in governmental fund-type operations or proprietary fund-type operations. Fixed assets used in governmental fund-type operations (general fixed assets) are recorded for as capital outlay expenditures of the governmental fund-type upon acquisition and are recorded as property, plant, and equipment in the General Fixed Asset Account Group. Fixed assets used in proprietary fund-type operations are accounted for as property, plant, and equipment within the proprietary fund itself.

All fixed assets are valued at historical cost, or estimated cost if actual is unavailable, except for donated fixed assets, which are recorded at their estimated fair value at the date of donation.

Depreciation and accumulated depreciation are not reported against general fixed assets.

Compensated Absences – The district provides vacation and sick leave benefits in accordance with Oklahoma Statutes, which provides for annual sick leave and personal business days. Accrued vacation and sick leave benefits are not reflected in the financial statements because such statements are prepared on the regulatory basis of accounting. This practice differs from generally accepted accounting principles.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. There are no amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources.

Long-Term Debt – Long-term debt is recognized as a liability of a governmental fund when due or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Fund Balance – Fund balance represents the cash and investments not encumbered by purchase order, legal contracts, and outstanding warrants.

F. Revenue, Expenses, and Expenditures

State Revenues – Revenues from state sources for current operations are primarily governed by the state aid formula under the provisions of Article XVIII, Title 70, Oklahoma Statutes. The State Board of Education administers the allocation of state aid funds to school districts based on information accumulated from the districts.

DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014

F. Revenue, Expenses, and Expenditures – (continued)

After review and verification of reports and supporting documentation, the State Department of Education may adjust subsequent fiscal period allocations of money for prior year errors disclosed by review. Normally, such adjustments are treated as reductions or additions of revenue of the year when the adjustment is made.

The District receives revenue from the state to administer certain categorical educational programs. State Board of Education rules require that revenue earmarked for these programs be expended only for the program for which the money is provided. These rules also require that the money not expended as of the close of the fiscal year be carried forward into the following year to be expended for the same categorical programs. The State Department of Education requires that categorical educational program revenues be accounted for in the general fund.

Interfund Transactions – Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund or expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditure/expenses in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

2. DEPOSIT AND INVESTMENT RISKS

Custodial Credit Risk - The District's policy as it relates to custodial credit risk is to secure its uninsured deposits with collateral, valued at no more than market value, at least at a level of 100 percent of the uninsured deposits and accrued interest thereon. The investment policy and state law also limits acceptable collateral to U.S. Treasury and agency securities and direct debt obligations of the state, municipalities, counties, and school districts in the state of Oklahoma, surety bonds, and letters of credit. As required by Federal 12 U.S.C.A., Section 1823(e), all financial institutions pledging collateral to the District must have a written collateral agreement approved by the board of directors or loan committee.

At June 30, 2014, the District was not exposed to custodial credit as defined above.

Investment Credit Risk – The District's investment policy limits investments to those allowed in state law applicable to school districts as follows:

- 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 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.

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

Investment Credit Risk (continued) - Investment credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The District has no formal policy limiting investments based on credit rating, but discloses any such credit risk associated with their investments. 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.

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 District's investment policy limits investments to those with a short-term maturities, as a means of managing exposure to fair value losses arising from increasing interest rates. The District discloses its exposure to interest rate risk by disclosing the maturity dates of its various investments.

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 District (any over 5 percent 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 District's investment policy requires diversification of investments.

At June 30, 2014, the District had no concentration of credit risk as defined above.

3. INTERFUND RECEIVABLES AND PAYABLES

There were no Interfund receivables or payables at June 30, 2014.

4. GENERAL LONG-TERM DEBT

State statutes prohibit the District from becoming indebted in an amount exceeding the revenue to be received for any fiscal year without approval by the District's voters. Bond issues have been approved by the voters and issued by the District for various capital improvements. These bonds are required to be fully paid serially within 25 years from the date of issue.

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

4. GENERAL LONG-TERM DEBT -(continued)

General long-term debt of the District consists of bonds payable, obligations for compensated absences, and capital leases. Debt service requirements for bonds are payable solely from fund balance and future revenues of the debt service fund.

The following is a summary of the long-term debt transactions of the District for the year ended June 30, 2014:

	Bonds Payable	Total
Balance, July 1, 2013	\$ 18,700,000	\$ 18,700,000
Additions	17,900,000	17,900,000
Retirements	9,050,000	9,050,000
Balance, June 30, 2014	<u>\$ 27,550,000</u>	<u>\$ 27,550,000</u>

A brief description of the outstanding general obligation bond issues at June 30, 2014 is set forth below:

	<u>Amount Outstanding</u>
Independent School District No. 6 General Obligation Bonds, Series 2014, original Issue \$2,500,000, interest rate of 0.8% to 1.10%, due in an annual installments of 625,000 final payment of \$625,000 due June 1, 2019.	\$ 2,500,000
Independent School District No. 6 Building Bonds, Series 2013, original Issue \$5,000,000, interest rate of 2.00%, due in an one payment of \$5,000,000 due October 1, 2015.	5,000,000
Independent School District No. 6 Building Bonds, Series 2013, original Issue \$10,400,000, interest rate of 2.00%, due in an initial installment of \$5,200,00, and final payment of \$5,200,000 due October 1, 2016.	10,400,000

DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014

4. GENERAL LONG-TERM DEBT -(continued)

Independent School District No. 6
 General Obligation Bonds, Series 2012, original
 Issue \$7,900,000, interest rate of 0.55%,
 due in an annual installment of \$7,900,000, final
 payment of \$7,900,000 due October 1, 2014. \$ 7,900,000

Independent School District No. 6
 Building Bonds, Series 2010, original
 Issue \$3,000,000, interest rate of 1.50% to 2.20%,
 due in an annual installment of \$750,000, final
 payment of \$750,000 due March 1, 2015. 750,000

Independent School District No. 6
 General Obligation Bonds, Series 2009, original
 Issue \$4,000,000, interest rate of 1.80% to 2.375%,
 due in an annual installment of \$1,000,000, final
 payment of \$1,000,000 due September 1, 2014. 1,000,000

TOTAL \$27,550,000

The annual debt service requirements for retirement of bond principal and payment of interest are as follows:

Year ending June 30	Principle	Interest	Total
2015	\$ 9,650,000	\$ 536,350	\$ 10,186,350
2016	10,825,000	230,375	11,055,375
2017	5,825,000	71,375	5,896,375
2018	625,000	13,125	638,125
2019	625,000	6,875	631,875
	<u>\$ 27,550,000</u>	<u>\$ 858,100</u>	<u>\$ 28,408,100</u>

Interest expense on general long-term debt incurred during the current year totaled \$159,880.

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

5. EMPLOYEE RETIREMENT SYSTEM

The Retirement System's financial statements are prepared in conformity with accounting principles generally accepted in the United States of America. The financial statements have also been prepared in compliance with the requirements of the Government Accounting Standards Board Statement No. 34.

The financial statements are prepared on the accrual basis of accounting, under which expenses are recorded when the liability is incurred, revenues are recorded in the accounting period they are earned and become measurable, and investment purchases and sales are recorded as of their trade dates. Member and employer contributions are recognized when due, pursuant to formal commitments. Benefits and refunds are recognized when due and payable.

The pension benefit obligation is a standardized disclosure measure of the present value of pension benefits. This pension valuation method reflects the present value of estimated pension benefits that will be paid in future years as a result of employee services performed to date and is adjusted for the effect of projected salary increases. Actuarial valuations are not performed on individual school districts. The nonfunded pension benefit obligation of the System, as determined as part of the latest actuarial valuation indicates a significant unfunded pension benefit obligation.

Funding Policy

A participant with five years of creditable service may retire with a normal retirement allowance at the age of sixty-two (62) or with reduced benefits as early as age fifty-five (55). The normal retirement allowance paid monthly for life and then to beneficiaries, if certain options are exercised, equals two percent of the average of the highest three earning years of contributory service multiplied by the number of years of credited service. A participant leaving employment before attaining retirement age, but completing ten years of service, may elect to vest his/her accumulated contributions and defer receipt of a retirement annuity until a later date. When a participant dies in active service and has completed ten years of credited service, the beneficiary is entitled to a death benefit of \$18,000.00 and the participant's contributions plus interest. If the beneficiary is a surviving spouse, the surviving spouse may, in lieu of the death benefit elect to receive, subject to the surviving spousal options, the participant's retirement benefits accrued at the time of death. The contribution rates for the Districts, which are not actuarially determined, and its employees are established by statute and applied to the employee's earnings, plus employer-paid fringe benefits. Employers' contribution of applicable employee earnings was 9.5% for the year ended June 30, 2014.

Annual Pension Cost

	Contribution	Total Payroll
2014	\$ 1,434,687	\$ 15,101,952
2013	\$ 1,402,089	\$ 14,758,807
2012	\$ 1,309,447	\$ 13,783,673

**DEER CREEK SCHOOL DISTRICT NO. 6
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

6. CONTINGENCIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

7. RISK MANAGEMENT AND LITIGATION

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, employees' health and life, and natural disasters. The District manages these various risks of loss through the purchase of commercial insurance. Management believes such coverage is sufficient to preclude any significant uninsured losses to the District. Settled claims have not exceeded this insurance coverage in any of the past three fiscal years.

8. SUBSEQUENT EVENTS

Subsequent events have been evaluated through November 20, 2014, which is the date the financial statements were issued.

OTHER SUPPLEMENTARY INFORMATION

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF ASSETS AND LIABILITIES - REGULATORY BASIS
SPECIAL REVENUE FUNDS
JUNE 30, 2014

	<u>BUILDING FUND</u>	<u>CHILD NUTRITION FUND</u>	<u>MAPS FUND</u>	<u>TOTALS (Memorandum Only)</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	<u>\$276,036</u>	<u>281,585</u>	<u>0</u>	<u>557,621</u>
Total Assets	<u>\$276,036</u>	<u>281,585</u>	<u>0</u>	<u>557,621</u>
<u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Warrants Outstanding	<u>\$67,979</u>	<u>9,711</u>	<u></u>	<u>77,690</u>
Total Liabilities	<u>67,979</u>	<u>9,711</u>	<u>0</u>	<u>77,690</u>
Fund Equity:				
Reserved for Encumbrances	<u>77,534</u>			<u>77,534</u>
Fund Balance	<u>130,523</u>	<u>271,874</u>	<u>0</u>	<u>402,397</u>
Total Fund Equity	<u>208,057</u>	<u>271,874</u>	<u>0</u>	<u>479,931</u>
Total Liabilities and Fund Equity	<u>\$276,036</u>	<u>281,585</u>	<u>0</u>	<u>557,621</u>

The notes to the financial statements are an integral part of this statement.

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	BUILDING FUND	CHILD NUTRITION FUND	MAPS FUND	TOTALS (Memorandum Only)
Revenues:				
Local Sources	\$1,738,023	1,180,538	41,022	2,959,583
State Sources		21,623		21,623
Federal Sources		221,285		221,285
Total Revenues Collected	<u>1,738,023</u>	<u>1,423,446</u>	<u>41,022</u>	<u>3,202,491</u>
Expenditures:				
Support Services	1,842,592		41,711	1,884,303
Non-Instructional Services		1,484,846		1,484,846
Total Expenditures	<u>1,842,592</u>	<u>1,484,846</u>	<u>41,711</u>	<u>3,369,149</u>
Excess of Revenues Over Expenditures	<u>(104,569)</u>	<u>(61,400)</u>	<u>(689)</u>	<u>(166,658)</u>
Other Financing Sources (Uses):				
Estopped Warrants		227		227
Deobligation of Prior Year Funds	4,884	3,554	689	9,127
Total Other Financing Sources (Uses):	<u>4,884</u>	<u>3,781</u>	<u>689</u>	<u>9,354</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(99,685)	(57,619)	0	(157,304)
Fund Balance, Beginning of Year	<u>230,208</u>	<u>329,493</u>	<u>0</u>	<u>559,701</u>
Fund Balance, End of Year	<u>\$130,523</u>	<u>271,874</u>	<u>0</u>	<u>402,397</u>

The notes to the financial statements are an integral part of this statement.

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - BUDGETED SPECIAL REVENUE FUNDS - REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2014

	Building Fund			Child Nutrition Fund			Maps Fund		
	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)	Original Budget	Final Budget	Actual	Original Budget	Final Budget
REVENUES:									
Local Sources	\$1,359,459	1,612,669	1,738,023	125,354	978,453	1,180,388	1,180,538	41,022	41,022
State Sources				0	17,062	21,623	21,623		
Federal Sources				0	183,566	198,795	221,285		
Total Revenues	1,359,459	1,612,669	1,738,023	125,354	1,179,101	1,400,806	1,423,446	41,022	41,022
EXPENDITURES:									
Support Services	1,589,667	1,842,877	1,842,592	285	1,508,594	1,730,299	1,484,846	41,711	41,711
Operation of Non-Instructional Services				0					
Repayments				0					
Total Expenditures	1,589,667	1,842,877	1,842,592	285	1,508,594	1,730,299	1,484,846	41,711	41,711
Revenues Over (Under) Expenditures	(230,208)	(230,208)	(104,569)	125,639	(329,493)	(329,493)	(61,400)	(689)	(689)
OTHER FINANCING SOURCES (USES):									
Escrowed Warrants				0			227		
Deobligation of Prior Year Funds			4,884	4,884			3,554	589	589
Total Other Financing Sources (Uses)	0	0	4,884	4,884	0	0	3,781	689	689
Revenue and Other Sources Over (Under) Expenditures and Other Uses	(230,208)	(230,208)	(99,685)	130,523	(329,493)	(329,493)	(57,619)	0	0
Fund Balance, Beginning of Year	230,208	230,208	230,208	0	329,493	329,493	329,493	0	0
Fund Balance, End of Year	\$0	0	130,523	130,523	0	0	271,874	0	0

The notes to financial statements are an integral part of this statement.

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF ASSETS AND LIABILITIES - REGULATORY BASIS
CAPITAL PROJECTS FUNDS
JUNE 30, 2014**

	<u>BOND FUND #31</u>	<u>BOND FUND #34</u>	<u>BOND FUND #39</u>	<u>TOTALS (Memorandum Only)</u>
<u>ASSETS</u>				
Cash and Cash Equivalents	<u>\$2,500,000</u>	<u>1,115,821</u>	<u>238,392</u>	<u>3,854,213</u>
Total Assets	<u>\$2,500,000</u>	<u>1,115,821</u>	<u>238,392</u>	<u>3,854,213</u>
<u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Warrants Outstanding	<u>\$0</u>	<u>339,462</u>	<u>0</u>	<u>339,462</u>
Total Liabilities	<u>\$0</u>	<u>339,462</u>	<u>0</u>	<u>339,462</u>
Fund Equity:				
Reserved for Encumbrances				0
Fund Balance	<u>2,500,000</u>	<u>776,359</u>	<u>238,392</u>	<u>3,514,751</u>
Total Fund Equity	<u>2,500,000</u>	<u>776,359</u>	<u>238,392</u>	<u>3,514,751</u>
Total Liabilities and Fund Equity	<u>\$2,500,000</u>	<u>1,115,821</u>	<u>238,392</u>	<u>3,854,213</u>

The notes to the financial statements are an integral part of this statement.

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	BOND FUND #31	BOND FUND #34	BOND FUND #39	TOTALS (Memorandum Only)
Revenues:				
Local Sources	<u>\$0</u>	<u>5,382</u>	<u>6,233</u>	<u>11,615</u>
Total Revenues Collected	<u>0</u>	<u>5,382</u>	<u>6,233</u>	<u>11,615</u>
Expenditures:				
Instruction		1,234	81,834	83,068
Support Services		5,236	46,375	51,611
Facilities Acquisition & Constr. Srv.		<u>4,222,553</u>		<u>4,222,553</u>
Total Expenditures	<u>0</u>	<u>4,229,023</u>	<u>128,209</u>	<u>4,357,232</u>
Excess of Revenues Over Expenditures	0	(4,223,641)	(121,976)	(4,345,617)
Other Financing Sources (Uses):				
Proceeds from Sale of Bonds	2,500,000	5,000,000	10,400,000	17,900,000
Transfer to Bank of OK			(10,387,699)	(10,387,699)
Transfer Among Funds				<u>0</u>
Total Other Financing Sources (Uses):	<u>2,500,000</u>	<u>5,000,000</u>	<u>12,301</u>	<u>7,512,301</u>
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	2,500,000	776,359	(109,675)	3,166,684
Fund Balance, Beginning of Year	<u>0</u>	<u>0</u>	<u>348,067</u>	<u>348,067</u>
Fund Balance, End of Year	<u>\$2,500,000</u>	<u>776,359</u>	<u>238,392</u>	<u>3,514,751</u>

The notes to the financial statements are an integral part of this statement.

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF ASSETS AND LIABILITIES - REGULATORY BASIS
TRUST AND AGENCY FUNDS
JUNE 30, 2014**

	<u>INSURANCE FUND</u>	<u>ACTIVITY FUND</u>	<u>TOTALS (Memorandum Only)</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	<u>\$110,073</u>	<u>1,111,441</u>	<u>1,221,514</u>
Total Assets	<u><u>\$110,073</u></u>	<u><u>1,111,441</u></u>	<u><u>1,221,514</u></u>
<u>LIABILITIES AND FUND EQUITY</u>			
Liabilities:			
Warrants Outstanding	<u>\$0</u>	<u>70,045</u>	<u>70,045</u>
Total Liabilities	<u>0</u>	<u>70,045</u>	<u>70,045</u>
Fund Equity:			
Reserved for Encumbrances	20,145		20,145
Fund Balance	<u>89,928</u>	<u>1,041,396</u>	<u>1,131,324</u>
Total Fund Equity	<u>110,073</u>	<u>1,041,396</u>	<u>1,151,469</u>
Total Liabilities and Fund Equity	<u><u>\$110,073</u></u>	<u><u>1,111,441</u></u>	<u><u>1,221,514</u></u>

The notes to the financial statements are an integral part of this statement.

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - REGULATORY BASIS
TRUST AND AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014**

	INSURANCE FUND	ACTIVITY FUND	TOTALS (Memorandum Only)
Revenues:			
Local Sources	\$146,908	2,727,863	2,874,771
Total Revenues Collected	146,908	2,727,863	2,874,771
Expenditures:			
Support Services	66,449		66,449
Non-Instructional Services		2,537,878	2,537,878
Total Expenditures	66,449	2,537,878	2,604,327
Excess of Revenues Over Expenditures	80,459	189,985	270,444
Other Financing Sources (Uses):			
Deobligation of Prior Year Funds	2,889		2,889
Total Other Financing Sources (Uses):	2,889	0	2,889
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	83,348	189,985	273,333
Fund Balance, Beginning of Year	6,580	851,411	857,991
Fund Balance, End of Year	\$89,928	1,041,396	1,131,324

The notes to the financial statements are an integral part of this statement.

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
SCHOOL ACTIVITY FUNDS
RECEIPTS, TRANSFERS, DISBURSEMENTS AND SUBACCOUNT BALANCES
JULY 1, 2013 TO JUNE 30, 2014

	<u>7/01/13</u>	<u>Deposits</u>	<u>Transfers</u>	<u>Disbursed</u>	<u>6/30/14</u>
Miscellaneous	\$0.00	3,030.12	0.00	3,030.12	0.00
Professional Development	785.13	0.00	0.00	448.90	336.23
Special Olympics	880.01	442.54	(442.54)	0.00	880.01
Transition House	1,613.33	0.00	0.00	0.00	1,613.33
Intramurals	8,536.65	17,555.75	0.00	6,909.58	19,182.82
Administrative Expense	26,191.60	6,486.19	0.00	14,193.99	18,483.80
Admin Professional Development	9,304.74	0.00	0.00	5,050.00	4,254.74
Student Assistance	3,557.48	20.00	0.00	331.22	3,246.26
Senior Scholarship Fund	5,329.20	16,000.00	(15,000.00)	2,000.00	4,329.20
Creek Classic	4,773.57	64,022.65	(50,373.57)	14,367.67	4,054.98
Key Deposit	2,440.00	0.00	0.00	0.00	2,440.00
Administration Donations	2,872.30	0.00	0.00	975.47	1,896.83
Gifted/Talented Education	594.03	0.00	0.00	0.00	594.03
District Medical	54.90	0.00	0.00	0.00	54.90
Admin. Technology	11,000.00	18,000.00	0.00	28,740.00	260.00
District Curriculum	10,085.03	363.74	(363.74)	4,152.50	5,932.53
Antler Care	121,194.19	681,477.68	0.00	593,123.70	209,548.17
Rose Union Elementary Office	5,902.03	27,618.56	(913.14)	18,230.08	14,377.37
Rose Union Elementary Media	1,233.61	9,285.17	0.00	9,108.64	1,410.14
Rose Union Elementary Sunshine Fund	91.56	83.55	0.00	74.26	100.85
Rose Union Elementary Donations	12,494.69	16,328.21	6,401.91	10,494.36	24,730.45
Rose Union Music	215.74	993.00	0.00	794.87	413.87
Rose Union Elementary Yearbook	225.86	5,416.37	0.00	3,840.00	1,802.23
RU Bridging Celebrations	402.66	0.00	0.00	0.00	402.66
Rose Union Academic Team	371.50	0.00	0.00	0.00	371.50
Rose Union Outdoor Classroom	126.33	0.00	0.00	0.00	126.33
RU Antler Ambassadors	604.71	695.00	0.00	1,075.87	223.84
Spring Creek Elem Office	0.00	458.07	8,549.29	4,955.33	4,052.03
Spring Creek Elem Donations	0.00	54,607.80	18,788.06	40,616.49	32,779.37
Spring Creek Elem Media	0.00	11,767.79	(112.97)	10,578.07	1,076.75
Deer Creek Elementary Office	14,776.55	36,380.25	(1,035.36)	31,075.15	19,046.29
Deer Creek Elementary Media	449.71	19,106.87	0.00	18,546.35	1,010.23
D.C. Elementary Donations	23,868.99	23,743.35	4,751.53	36,693.65	15,670.22
DCE Field Trip - 4th Grade	1,748.39	9,975.40	(1,500.00)	7,690.13	2,533.66
DC Elementary Reading Room	0.00	0.00	0.00	0.00	0.00
Deer Creek Elem Instructional	12,139.50	16,158.00	0.00	17,423.06	10,874.44
DCES PE	2,570.77	8,706.00	0.00	7,133.98	4,142.79
D.C. Elem Student Council	0.00	0.00	0.00	0.00	0.00
Deer Creek Elem Sunshine Fund	75.11	980.00	0.00	1,034.24	20.87
Deer Creek Elem Yearbook	1,904.07	4,248.00	0.00	4,385.21	1,766.86
Deer Creek Elem Art Club	13.25	300.00	0.00	291.20	22.05

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
REGULATORY BASIS - ACTIVITY FUND
JULY 1, 2013 TO JUNE 30, 2014

	<u>7/01/13</u>	<u>Deposits</u>	<u>Transfers</u>	<u>Disbursed</u>	<u>6/30/14</u>
Deer Creek Elem Music	311.86	2,165.00	0.00	2,036.54	440.32
D.C. Elem Academic Competition	10.32	140.00	0.00	140.00	10.32
Middle School Office	7,217.06	7,519.55	(505.19)	8,754.08	5,477.34
MS Special Olympics	2,070.29	1,133.00	2,069.54	4,362.66	910.17
Middle School Sunshine Fund	1,761.48	1,105.96	0.00	2,359.11	508.33
Middle School Drama Class	210.41	1,506.00	0.00	1,213.55	502.86
Middle School Media	3,182.51	9,277.49	0.00	9,983.47	2,476.53
Middle School Drama Club	123.62	0.00	0.00	96.75	26.87
Middle School Yearbook	11,393.96	12,306.00	0.00	8,848.67	14,851.29
MS Multihandicap Class	664.74	2,534.50	73.00	2,439.58	832.66
MiddleSchool Student Clubs	1,378.46	420.00	0.00	1,726.00	72.46
DCMS Volleyball	3,647.83	5,643.98	0.00	6,628.98	2,662.83
DCMS Cheer/Pom	4,494.14	7,179.69	0.00	6,998.06	4,675.77
DCMS Competitive Cheer	541.64	3,135.19	0.00	3,669.00	7.83
Middle School Donations	27,608.19	32,701.87	4,009.82	30,854.46	33,465.42
DCMS Softball	3,556.51	11,778.69	0.00	14,244.77	1,090.43
Middle School Art Stop	1,729.65	3,160.00	0.00	1,979.93	2,909.72
DCMS Baseball	14,172.48	54,814.42	0.00	45,836.98	23,149.92
DCMS Track	2,640.03	9,653.00	0.00	10,407.17	1,885.86
DCMS Football	1,276.29	4,380.05	0.00	4,273.64	1,382.70
DCMS General Athletics	2,475.02	8,655.10	0.00	8,504.18	2,625.94
DCMS Basketball	14,261.01	34,867.61	0.00	41,237.86	7,890.76
High School Band	10,141.44	86,581.18	10,916.50	107,256.47	382.65
Middle School Vocal Music	1,407.72	8,020.25	(6,798.00)	966.04	1,663.93
Grove Valley Office	37,149.71	44,251.20	(3,729.48)	33,124.55	44,546.88
Grove Valley Elem Donation	13,038.97	5,019.15	5,288.89	4,932.53	18,414.48
Grove Valley Art Club	462.64	0.00	0.00	458.05	4.59
Grove Valley Instructional	9,219.33	21,161.30	131.00	23,409.21	7,102.42
Grove Valley Music Choir	1,114.64	2,605.00	0.00	2,544.58	1,175.06
Grove Valley Outdoor Classroom	727.36	0.00	1,500.00	804.73	1,422.63
Grove Valley Media	4,104.91	20,751.94	(502.00)	18,956.76	5,398.09
GV Academic Bowl	206.97	175.00	0.00	262.30	119.67
Grove Valley Chess Club	110.55	482.00	0.00	467.09	125.46
Grove Valley Yearbook	938.09	1,448.00	0.00	219.77	2,166.32
Grove Valley Sunshine	159.03	0.00	0.00	0.00	159.03
Grove Valley Student Council	0.00	0.00	0.00	0.00	0.00
Grove Valley Sports Club	360.58	2,405.00	0.00	1,976.62	788.96
DCIS Office	30,256.81	59,601.22	677.52	71,956.50	18,579.05
DCIS Donation	25,042.95	16,500.40	(383.16)	18,880.89	22,279.30
DCIS Camp Classen	12,855.21	91,616.40	0.00	91,368.98	13,102.63
DCIS Media Center	1,462.55	18,763.11	0.00	17,274.76	2,950.90
DCIS Art Stop	1,355.04	4,342.00	0.00	3,472.37	2,224.67
DCIS Green Team Science Club	3,793.73	2,224.00	0.00	1,030.94	4,986.79
Intermediate Yearbook	0.00	4,220.80	0.00	107.47	4,113.33
DCIS Honor Chorus	0.00	620.00	2,922.50	2,769.35	773.15
High School Office	13,780.60	34,799.71	(2,202.64)	41,060.71	5,316.96
Deer Creek Dynamos	0.00	0.00	0.00	0.00	0.00
HS Business Profession of Amer	4,559.29	4,768.34	0.00	6,512.55	2,815.08
HS SADD	0.00	0.00	0.00	0.00	0.00
High School Spanish Club	19.00	1,550.00	1,139.72	860.00	1,848.72
HS Freshman Academy Office	0.00	518.43	0.00	0.00	518.43
High School Donations	21,880.26	12,841.65	7,029.19	12,131.10	29,620.00
Class of 2016	2,969.88	3,559.65	(1,576.00)	1,233.00	3,720.53
High School Junior Class	2,747.81	28,035.50	0.00	23,156.02	7,627.29
Junior Class Prom Account	2,372.50	3,205.00	(2,510.00)	0.00	3,067.50

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -
REGULATORY BASIS - ACTIVITY FUND
JULY 1, 2013 TO JUNE 30, 2014

	<u>7/01/13</u>	<u>Deposits</u>	<u>Transfers</u>	<u>Disbursed</u>	<u>6/30/14</u>
High School Calculus Club	0.00	320.00	0.00	0.00	320.00
High School Student Council	3,144.77	111,425.70	(8,535.50)	102,565.43	3,469.54
High School Creek Chronicle	0.00	285.00	0.00	232.00	53.00
High School Honor Society	4,252.75	4,959.00	30.00	4,168.86	5,072.89
Freshman Art	283.55	855.00	0.00	504.00	634.55
High School Media	17,122.48	34,007.56	(66.50)	44,275.77	6,787.77
HS Youth in Government/Model	44.00	2,917.00	0.00	2,760.00	201.00
HS Life/O Ambassador	0.00	0.00	0.00	0.00	0.00
High School Creative Writing	0.00	1,442.24	50.00	879.91	612.33
HIS Environmental Science Club	635.25	67.16	0.00	40.00	662.41
High School Robotics	1,394.19	3,700.00	0.00	3,525.68	1,568.51
HS Curriculum/District Tech	4,710.01	37,967.29	1,551.74	1,948.24	42,280.80
HS Senior Class	12,812.66	5,609.89	2,510.00	12,368.57	8,563.98
High School French Club	471.49	0.00	0.00	0.00	471.49
High School Class of 2014	1,921.95	0.00	0.00	0.00	1,921.95
High School Photography	20.41	1,000.00	0.00	1,006.56	13.85
High School Alumni Donation	7,000.00	29.00	(29.00)	0.00	7,000.00
High School Ceramics	4.52	1,496.00	0.00	1,486.84	13.68
HS Zoology Club	300.00	0.00	0.00	0.00	300.00
High School Academic Team	523.84	770.00	0.00	133.49	1,160.35
High School Key Club	2,598.72	5,274.00	0.00	5,519.43	2,353.29
High School Class of 2017	0.00	1,500.55	1,605.00	2,186.86	918.69
High School Drama & Theatre	6,890.61	25,537.00	0.00	19,889.23	12,538.38
HS Vocal Music	5,049.32	89,769.64	(4,118.50)	77,677.84	13,022.62
High School Art Club	378.73	2,360.00	0.00	1,554.38	1,184.35
High School Pom Squad	4,525.45	29,815.30	(4,325.50)	24,014.97	6,000.28
High School Yearbook	14,885.03	51,281.66	0.00	50,706.80	15,459.89
HS Multicultural Club	1,139.72	0.00	(1,139.72)	0.00	0.00
H.S. Exceptional Students	3,446.39	3,677.13	2,717.00	3,448.66	6,391.86
High School Cheerleaders	3,538.82	45,372.85	2,055.50	39,104.07	11,863.10
High School Tennis	1,552.09	3,511.25	2,000.00	5,346.91	1,716.43
High School Cross Country	746.54	0.00	550.00	710.00	586.54
High School Baseball	10,784.54	44,050.66	576.42	50,033.26	5,378.36
H.S. Girls Fastpitch Softball	8,859.67	16,514.25	550.00	19,146.96	6,776.96
High School Soccer	5,521.82	20,177.75	2,150.00	22,804.14	5,045.43
High School Track	6,820.44	8,786.72	0.00	11,267.53	4,339.63
High School Football	5,635.05	134,063.94	(3,876.42)	121,272.50	14,550.07
High School Basketball	15,340.87	77,858.77	(659.45)	70,758.25	21,781.94
High School Wrestling	29,559.14	37,723.12	659.45	45,094.52	22,847.19
Mat Maids	80.00	0.00	0.00	0.00	80.00
High School Sunshine Fund	272.05	433.00	0.00	555.15	149.90
High School Volleyball	7,891.48	16,424.33	0.00	17,102.54	7,213.27
High School Girls Golf	1,431.27	6,054.00	2,225.00	5,064.02	4,646.25
High School Swimming	0.00	0.00	500.00	148.00	352.00
High School Boys Golf	3,772.56	4,560.60	(285.00)	3,935.90	4,112.26
High School General Athletics	24,510.40	64,381.00	12,510.00	83,346.36	18,055.04
Prairie Vale Elementary Office	5,892.88	39,341.77	(412.50)	35,606.89	9,215.26
PV Library	3,682.22	15,856.67	0.00	14,951.21	4,587.68
PV Special Olympics	1,398.20	6,897.10	1,254.00	4,104.41	5,444.89
Prairie Vale Elementary Yearbook	57.59	5,875.00	0.00	3,479.82	2,452.77
P.V. Elementary Donations	25,115.43	15,520.25	3,653.30	21,999.05	22,289.93
TOTAL	<u>\$ 851,411.16</u>	<u>2,727,862.54</u>	<u>0.00</u>	<u>2,537,877.88</u>	<u>1,041,395.82</u>

The notes to the financial statements are an integral part of this statement.

DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE
FOR THE YEAR ENDED JUNE 30, 2014

	Project Code	Federal CFDA Number	Program or Award Amount	Cash/ Beginning Balance at July 1, 2013	Federal Receipts	Federal Expenditures		Cash/ Ending Balance at June 30, 2014
						Direct Costs	Indirect Costs	
U.S. Department of Education:								
Passed through the Department of Education:								
	511	84 010	\$38,717.36		30,352.41	33,111.72		(2,759.31)
	799	84 010		(7,757.60)	7,757.60			0.00
			38,717.36	(7,757.60)	38,110.01	33,111.72	0.00	(2,759.31)
	541	84 367	30,305.83		13,974.62	25,587.62		(11,613.00)
	572	84 365	24,996.40		0.00	23,723.54		(23,723.54)
	621	84 027	751,820.26		564,965.78	750,435.25		(185,469.47)
	641	84 173	33,855.86		32,411.09	32,411.09		0.00
			785,676.12	0.00	597,376.87	782,846.34	0.00	(185,469.47)
U.S. Department of Agriculture:								
Passed Through the State Department of Education								
	763	10 555	221,284.71		221,284.71	221,284.71		0.00
	385	10 550	83,453.94		83,453.94	83,453.94		0.00
			304,738.65	0.00	304,738.65	304,738.65	0.00	0.00
Total Federal Assistance								
			\$1,184,434.36	(7,757.60)	954,200.15	1,170,007.87	0.00	(223,565.32)

Note A: Basis of Presentation - The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Deer Creek Public Schools District and is presented on another comprehensive basis of accounting conforming with the accounting practices prescribed or permitted by the Oklahoma State Department of Education which is a comprehensive basis of accounting other than generally accepted accounting principles. Under this method, expenditures are recognized when an approved purchase order is issued.

Note B: Commodities representing non-cash expenditures have been included in the Schedule of Federal Awards which is an exception to the prescribed basis of accounting.

Note C: Federal expenditures reported above were chargeable to the respective Federal programs, however, in some instances, they may not be identical to amounts recorded under the specific OCAS project codes in the District's accounting records. Common reasons for those variances include: (1) timing differences, (2) differences in basis of accounting utilized, (3) mis-coding to other project codes, (4) refunds or reimbursements that offset expenditure data, (5) matching (or other local) expenditures that supplement or exceed Federal awarded amounts, and (6) approved indirect costs which are recorded under separate project codes.

The notes to the financial statements are an integral part of this statement.

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
SCHEDULE OF STATUTORY, FIDELITY, AND HONESTY BONDS
FOR THE YEAR ENDED JUNE 30, 2014**

Ranet Tippens - Superintendent

Employee Dishonesty Bond
America First Insurance Company Policy No. 5081134
\$100,000.00 Limit
Effective July 1, 2013 to June 30, 2014

Phillip Meier - Treasurer

Employee Dishonesty Bond
America First Insurance Company Policy No. 3687499
\$100,000.00 Limit
Effective: From May 30, 2013 Until Cancelled

Public Officials Blanket Policy
Employee Dishonesty Bond (which includes the Encumbrance Clerk and the Minute Clerk)
Ohio Casualty Insurance Company Policy No. 2591898
\$5,000.00 Limit
Effective: From November 30, 2013 Until Cancelled

INTERNAL CONTROL AND COMPLIANCE REPORTS

PUTNAM & COMPANY, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

169 S.E. 32ND

EDMOND, OKLAHOMA 73013

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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*

November 20, 2014

The Honorable Board of Education
Deer Creek School District No. 6
Oklahoma County, Oklahoma

We have audited 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, the accompanying fund type and account group financial statements-regulatory basis within the combined financial statement of Deer Creek School District No. 6, Oklahoma County, Oklahoma as listed in the Table of Contents, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated October 24, 2014, which was adverse with respect to the presentation of the financial statements in conformity with accounting principles generally accepted in United States because the presentation followed the regulatory basis of accounting for Oklahoma school districts and did not conform to the presentation requirements of the Governmental Accounting Standards Board. However, our report was qualified for the omission of general fixed asset account groups with respect to the presentation of financial statements on the regulatory basis of accounting authorized by the Oklahoma State Board of Education.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal.

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 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 District's financial statements are free of material misstatement; we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, compliance with which could have a direct and material effect on the determination of financial statements 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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Putnam & Company, PLLC

PUTNAM & COMPANY, PLLC
Certified Public Accountants
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Independent Auditor's Report on Compliance for Each Major Program
and on Internal Controls over Compliance In Accordance with
Office of Management and Budget Circular A-133

November 20, 2014

The Honorable Board of Education
Deer Creek School District No. 6
Oklahoma County, Oklahoma

Report on Compliance for Each Major Federal Program

We have audited Deer Creek School District No. 6, Oklahoma County, Oklahoma, compliance with the types of compliance requirements described in the OMB Circular A-133 compliance Supplement that could have a direct material effect on each of the District's major federal programs for the year ended June 30, 2014. The District'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 district'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, 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 District'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 District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District, 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, 2014.

Report on Internal Control Over Compliance

Management of the District, is responsible for establishing and maintaining effective internal control over compliance the types of compliance requirements referred to above. In planning and performing our audit, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on a 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 District'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 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 the 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.


Putnam & Company, PLLC

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Yes X No

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014**

Section II – Findings Relating to the Financial Statements

None

Section III – Findings and Questioned Costs for Federal Awards

N/A

Section IV – Status of Prior Year Audit Findings

None related to the financial statements or questioned costs for federal awards.

Section V – Management's Corrective Action Plan

N/A

ACCOUNTANT'S PROFESSIONAL LIABILITY INSURANCE AFFIDAVIT

Schedule of Accountants' Professional Liability Insurance Affidavit For the Year Ending June 30, 2014

AMY ZIEMBA
NOTARY
03003504
EXP. 06/04/15
STATE OF OKLAHOMA

MANAGEMENT LETTER AND COMMENTS

PUTNAM & COMPANY, PLLC
CERTIFIED PUBLIC ACCOUNTANTS
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EDMOND, OKLAHOMA 73013
(405) 348-3800
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November 20, 2014

The Honorable Board of Education
Deer Creek School District No. 6
Oklahoma County, Oklahoma

We have audited financial statements of Deer Creek School District No. 6, Oklahoma County, Oklahoma, as of and for the year ended June 30, 2014, as listed in the table of contents, and have issued our report thereon dated November 20, 2014. As a part of our audit, we made a study and evaluation of the District's system of internal accounting control to the extent we considered necessary solely to determine the nature, timing and extent of our auditing procedures. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole, and we do not express such an opinion.

However, during our audit we became aware of some matters that, while not involving material weaknesses in internal accounting control, are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. This letter does not affect our report dated November 20, 2014 on the financial statements of Deer Creek School District No. 6.

We will review the status of these comments during our next audit engagement. We would be pleased to discuss these comments in further detail at your convenience, to perform any additional study of these matters or to assist you in implementing the recommendations.

We also wish to express our appreciation of the courteous attention and cooperation which we received from staff members during our engagement.

Sincerely,

A handwritten signature in cursive script, appearing to read "J. Putnam", written in dark ink.

Jerry W. Putnam

**DEER CREEK SCHOOL DISTRICT NO. 6
OKLAHOMA COUNTY, OKLAHOMA
MANAGEMENT LETTER COMMENTS
FOR THE YEAR ENDED JUNE 30, 2014**

PRIOR YEAR'S COMMENTS AND RECOMMENDATIONS:

The prior year's comments have been addressed and resolved.

CURRENT YEAR'S COMMENTS AND RECOMMENDATIONS:

REVIEW OF PURCHASE ORDERS AND PAYMENTS

Our review of the purchase orders indicated that in almost every instance the purchase orders were properly approved and supported with adequate documentation. However we noted the following during our review:

<u>Findings</u>	<u>No. of Instances</u>
Inaccurate Math	3
Paid Sales Tax	2
Invoice Date Before P.O. Date	5
Paid From an Estimate	1

PAYROLL REVIEW

We selected a representative sample of District employees and matched their fiscal year earnings with approved contract amounts. During FY 2013-14, one individual received compensation without a written contract, however, we noted that a written contract has been executed for FY 2014-15.

REVIEW OF ACTIVITY FUND TRANSACTIONS

During our review of the Activity Fund transactions we noted that the transactions were generally well documented. Although the purchase orders contain a specified signature block, they were not always signed as approved. We recommend that all Activity Fund purchase orders should be signed as approved in the space provided.

DISTRICT'S RESPONSE TO AUDIT COMMENTS/CORRECTIVE ACTION PLAN

The District is generally in agreement with the finding and recommendations above and will review current procedures in order to implement any necessary changes.