

*Audited Financial Statements and
Supplementary Information*

SEMINOLE NATION OF OKLAHOMA

September 30, 2013

SEMINOLE NATION OF OKLAHOMA

SEPTEMBER 30, 2013

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Independent Auditors' Report

To the Honorable General Council of the
Seminole Nation of Oklahoma

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Seminole Nation of Oklahoma (the "Nation") as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the Nation's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

These financial statements are the responsibility of the Nation's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Seminole Nation Business and Corporate Regulatory Commission ("BCRC") which is a major governmental fund. The financial statements of BCRC comprise 4% of the total assets and 6% of the total revenues of the Nation's governmental funds. BCRC was audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for BCRC are based solely on the report of the other auditors. In addition, We did not audit the financial statements of the Seminole Nation Gaming Enterprise ("SNGE") which is a component unit of the Nation. The financial statements of SNGE comprise 81% of the total assets and 94% of the total revenues of the Nation's component units. SNGE was audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for SNGE are based solely on the report of the other auditors.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. Except as discussed below, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of Seminole Nation Division of Commerce ("SNDOC"), Seminole Nation Gaming Agency ("SNGA"), and SNGE were not audited in accordance with *Government Auditing Standards*.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Nation'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 Nation's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Nation as of September 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the budgetary comparison schedules for the General fund and other major governmental funds be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management's discussion and analysis on pages i to v, and the budgetary comparison schedules on pages 36 to 41 in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Nation's basic financial statements. The combining schedules for the non-major governmental funds on pages 42 to 59 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit, the procedures performed and the information, as described above, is 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 June 23, 2014, on our consideration of the Nation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Nation's internal control over financial reporting and compliance.

Bledive + Assoc., PLLC

Edmond, Oklahoma
June 23, 2014

**MANAGEMENT'S DISCUSSION AND ANALYSIS
SEMINOLE NATION OF OKLAHOMA
SEPTEMBER 30, 2013**

Within this section of the Seminole Nation of Oklahoma annual financial statements, the Nation's management provides narrative discussion and analysis of the financial activities of the Nation for the fiscal year ended September 30, 2013. The Nation's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section. The discussion focuses on the Nation's primary government and, unless otherwise noted, component units are reported separately from the primary government and are not included.

Financial Highlights

The Nation's assets exceeded its liabilities by \$68,736,965 (net position) for fiscal year 2013. This compares to the previous year when assets exceeded liabilities by \$58,151,627. The increase in net position was mainly due to the increase in investments. The Nation received \$12,500,000 from the BIA Settlement.

Assets of the primary government at September 30, 2013 totaled \$76,389,761. Of this total, \$16,014,466 represented capital assets (net of depreciation) and \$49,556,681 represented the Nation's investments held in trust by the Department of the Interior, Office of the Special Trustee for American Indians.

Total liabilities of the primary government decreased by \$1,143,321 to \$7,652,796 during the current year.

Program revenues are generally provided by contracts with various federal and/or state agencies. Revenues for these programs increased by \$1,411,399 to \$12,489,969 for fiscal year 2013.

Overview of the Financial Statements

Management's Discussion and Analysis introduces the Nation's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements and notes to the financial statements. The Nation also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The Nation's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Nation's overall status. These statements use the accrual basis of accounting, which is similar to the accounting used by private sector companies.

The first of these government-wide statements is the Statement of Net Position. This is the Nation's statement of financial position presenting information that includes all of the Nation's assets and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Nation as a whole is improving or deteriorating. However, other non-financial factors, such as the condition of the Nation's infrastructure, need to be considered in evaluation of the overall economic health of the Nation.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
SEMINOLE NATION OF OKLAHOMA
SEPTEMBER 30, 2013**

The second government-wide statement is the Statement of Activities, which reports how the Nation's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Nation's distinct activities or functions on revenues provided by the Nation's taxing and gaming activities.

Both government-wide financial statements distinctly report governmental activities of the Nation that are principally supported by taxes and intergovernmental revenues, such as grants.

The Nation's financial reporting includes the funds of the Nation (primary government) and organizations for which the Nation is accountable (component units). The Nation's component units include the Seminole Nation Division of Commerce, Seminole Nation Gaming Enterprise, and Seminole Nation Gaming Agency.

The Seminole Nation Division of Commerce serves as the business arm of the Nation and issues a separate audited financial statement reflecting its financial position and results of operation of the Nation's businesses.

The Seminole Nation Gaming Enterprise provides the gaming activities of the Nation and issues a separate audited financial statement reflecting its financial position and results of operation of the Nation's gaming activities.

The Seminole Nation Gaming Agency serves as the independent regulatory agency of the gaming activities of the Nation and issues a separate audited financial statement reflecting its financial position and results of operation of the Nation's gaming activities.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Nation uses funds to ensure and demonstrate compliance with finance related laws and regulations. Within the basic financial statements, fund financial statements focus on the Nation's most significant funds rather than the Nation as a whole. Major funds are reported while all others are combined into a single, aggregate presentation.

The Nation's funds are described below:

- *Governmental funds* – Most of the Nation's basic services are reported here. These statements provide a short-term view of the governmental operations and the services it provides, essentially measuring cash and other financial assets that can be readily converted to cash. We describe the relationships and differences between these fund financial statements and the Statement of Net position and Statement of Activities at the bottom of the fund financial statements.

Notes to the Financial Statements

The accompanying notes to the financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin immediately following the basic financial statements.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
SEMINOLE NATION OF OKLAHOMA
SEPTEMBER 30, 2013**

Government-wide Financial Analysis

As year-to-year financial information is accumulated on a consistent basis, changes in net position may be observed and used to discuss the changing financial position of the Nation as a whole. The Nation's net position at fiscal year-end are \$68,736,965. This is a \$10,585,338 increase from last year's net position of \$58,151,627.

The following table provides a summary of the Nation's net position at September 30.

Summary of Net Position

	Primary Government		Amount Change	% Change
	Governmental Activities			
	2013	2012		
Current and other assets	60,375,295	53,158,686	7,216,609	12%
Capital assets	16,014,466	13,789,058	2,225,408	14%
Total assets	76,389,761	66,947,744	9,442,017	12%
Long-term liabilities				
Other liabilities	7,652,796	8,796,117	(1,143,321)	(15)%
Total liabilities	7,652,796	8,796,117	(1,143,321)	(15)%
Net investment in capital assets	14,568,773	12,301,427	2,267,346	16%
Restricted	49,556,681	40,443,058	9,113,623	18%
Unrestricted	4,611,511	5,407,142	(795,631)	(17)%
Total net position	68,736,965	58,151,627	10,585,338	15%

As stated earlier, the increase in net position was due to an increase of \$12,500,000 in Investments that the Nation had received from the BIA Settlement.

Program revenues for the current fiscal year totaled \$12,913,271. Program Revenues by source were:

General government	\$4,701,655
Health and human services	\$3,850,030
Education and job training	\$3,938,284

Total general revenues and transfers increased from \$6,742,392 for fiscal year 2012 to \$17,618,009 for fiscal year 2013.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
SEMINOLE NATION OF OKLAHOMA
SEPTEMBER 30, 2013**

Fund Financial Analysis

The single largest asset of the Nation is its investments in the custody of the Office of the Special Trustee for American Indians. The Nation appointed an Advisory Board to manage the investments of the fund. At the end of the 2013 fiscal year, this investment totaled \$49,556,681. The Nation uses the earnings from the investment fund to provide various social services to Tribal members using the Judgment Fund to administer the services. For the year ended September 30, 2013, the Judgment Fund provided \$2,010,753 of social services to Tribal members.

The Seminole Nation Business and Corporate Regulatory Commission (BCR) is a governmental fund formed to regulate and collect license fees and taxes for activities occurring on Nation land. The primary source of revenues for the BCR is the Nation's allocation of motor fuel tax received from the State of Oklahoma. Other sources are vehicle registration fees, tobacco tax compact and gaming taxes and vendor fees. The BCR generated revenues in excess of operating expenses of \$947,056 in 2012 and \$1,215,846 in 2013. The BCR provided approximately \$528,458 to the general government in 2013.

Long-term Debt

The Nation's component unit (Seminole Nation Division of Commerce (SNDOC)) has a debt to the primary government (Seminole Nation Judgment Fund) for the construction of the I-40 Travel Plaza and (Business Corporate Regulatory Commission) for operational needs. On October 1, 2011, SNDOC's gaming operations were reassigned to Seminole Nation Gaming Enterprise (SNGE). As part of this reassignment, the note receivable was transferred to SNGE. The transfer did not result in changes to the terms of the note. All scheduled interest and principal payments remain intact. The amount owed by SNGE to the Primary Government (Seminole Nation Judgment Fund) decreased by \$100,201 to \$889,689 and (Business Corporate Regulatory Commission) decreased by \$216,975 to \$517,129 during the current year.

On August 15, 2012, the Nation entered into a promissory note agreement in the amount of \$1,487,631 to finance the purchase of the Grisso Mansion property located in Seminole, Oklahoma. The terms of the note agreement require 59 monthly installment payments consisting of principal and interest for \$10,233.22 that began on October 1, 2012. The note has a fixed interest rate 5.5% with all unpaid interest and principal due at maturity on September 1, 2017. All the assets associated with the Grisso Mansion property secure the note. For additional information, see Notes to the Financial States: Note 6 – Debt Agreement-Grisso Mansion.

Economic Factors and Next Year's Budget

During the fiscal year ended September 30, 2013, the Nation received an additional \$773,667 in funding from grants and contracts with federal and state agencies. The increase resulted from grants from the Department of the Interior Bureau of Indian Affairs: Adult Education \$44,382, Higher Education \$382,111, Johnson O'Malley (JOM) \$140,973 and Social Services received an add-on to their contract, Welfare Assistance \$56,201. Additionally, a grant was received from the Department of Agriculture (RBOG) \$150,000.

At fiscal year end, the Nation had reassumed all of the contracts awarded by the Bureau of Indian Affairs in years prior to 2002. The following contracts reassumed in FY 2013: Adult Education, Higher Education, and Johnson O'Malley.

Contacting the Nation's Financial Management

This financial report is designed to provide citizens of the Seminole Nation of Oklahoma with a general overview of the Nation's finances and to show the Nation's accountability for the money it receives. If you have questions about this report or need additional information, contact the Seminole Nation of Oklahoma at P.O. Box 1498, Wewoka, Oklahoma 74884.

SEMINOLE NATION OF OKLAHOMA

STATEMENT OF NET POSITION

September 30, 2013

	Primary Government Governmental Activities	Component Units
Assets		
Cash and cash equivalents	\$ 8,049,279	\$ 1,354,502
Restricted cash	130,906	-
Investments	1,622,433	-
Accrued interest	441,091	-
Receivables:		
Accounts receivable, net	354,531	193,253
Due from primary government	-	88,489
Due from component units	526,302	-
Other receivables	-	227,604
Due from other governments	241,379	-
Loans receivable from component unit	1,406,818	-
Inventories	-	310,086
Prepaid expenses	102,556	178,385
Other assets	-	7,250
Restricted investments - Judgment Fund	35,000,000	-
Restricted investments - BIA legal settlement	12,500,000	-
Capital assets:		
Land and construction in progress	453,252	294,074
Capital assets, net of accumulated depreciation	15,561,214	11,388,982
Total assets	\$ 76,389,761	\$ 14,042,625
Liabilities		
Accounts payable	\$ 666,820	\$ 1,514,560
Accrued expenses	475,845	2,300,899
Accrued compensated absences	177,368	37,785
Due to primary government	-	526,302
Due to component units	88,489	-
Unearned revenue	4,798,581	531,295
Current portion of notes payable	44,393	2,394,107
Current portion of notes payable to primary government	-	356,711
Noncurrent liabilities		
Notes payable, net of current portion	1,401,300	833,244
Notes payable to primary government, net of current portion	-	1,054,946
Civil fine assessment	-	1,959,032
Total liabilities	\$ 7,652,796	\$ 11,508,881
Deferred inflow		
Vendor advance	\$ -	\$ 864,250
Net position		
Net investment in capital assets	\$ 14,568,773	\$ 5,545,139
Restricted for:		
Funds held in trust	49,556,681	-
Unrestricted (deficit)	4,611,511	(3,875,645)
Total net position	\$ 68,736,965	\$ 1,669,494

See accompanying notes to financial statements

SEMINOLE NATION OF OKLAHOMA

STATEMENT OF ACTIVITIES

Year ended September 30, 2013

Functions/Programs	Expenses	Program Revenues			Net Revenue (Expense) and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units
Primary Government						
Governmental activities:						
General government	\$ 11,171,745	\$ -	\$ 4,701,655	\$ -	\$ (6,470,090)	\$ -
Health and human services	5,744,713	-	3,850,030	-	(1,894,683)	-
Education and job training	2,606,182	-	3,938,284	-	1,332,102	-
Total governmental activities	<u>\$ 19,522,640</u>	<u>\$ -</u>	<u>\$ 12,489,969</u>	<u>\$ -</u>	<u>(7,032,671)</u>	<u>-</u>
Component units:						
Gaming enterprise	14,653,951	21,652,264	-	-	-	6,998,313
Gaming agency	1,563,923	148,230	-	-	-	(1,415,693)
Division of commerce	12,592,567	12,164,677	-	-	-	(427,890)
Total component units	<u>\$ 28,810,441</u>	<u>\$ 33,965,171</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>5,154,730</u>
General revenues:						
Taxes:						
					313,563	-
					539,856	-
					521,163	-
					68,654	-
					254,988	-
					(1,972,180)	-
					12,500,000	-
					1,260,709	(342,023)
					4,131,256	(4,131,256)
					17,618,009	(4,473,279)
					10,585,338	681,451
					58,151,627	1,163,003
					-	(174,960)
					58,151,627	988,043
					<u>\$ 68,736,965</u>	<u>\$ 1,669,494</u>

See accompanying notes to financial statements

SEMINOLE NATION OF OKLAHOMA

BALANCE SHEET--GOVERNMENTAL FUNDS

September 30, 2013

	General Fund	BIA Trust Fund	BCRC	Judgment Fund	Highway Planning and Construction	Child Care and Development Block Grant	Non-Major Governmental Funds	Total
Assets								
Cash and cash equivalents	\$ 1,799,901	\$ -	\$ 1,169,748	\$ -	\$ 2,751,234	\$ -	\$ 2,328,396	\$ 8,049,279
Restricted cash	-	-	-	130,906	-	-	-	130,906
Investments	-	1,622,433	-	-	-	-	-	1,622,433
Restricted investments	-	47,500,000	-	-	-	-	-	47,500,000
Accrued interest	-	441,091	-	-	-	-	-	441,091
Receivables:								
Accounts receivable, net	43,469	-	287,227	7,003	-	1,758	15,074	354,531
Due from other governments	-	-	-	-	-	3,286	238,093	241,379
Due from other funds	737,174	-	200,000	-	-	17,692	83,277	1,038,143
Due from component units	526,302	-	-	-	-	-	-	526,302
Note receivable from component unit	-	-	517,129	889,689	-	-	-	1,406,818
Prepaid expenses	31,129	-	-	1,471	2,566	8,121	59,269	102,556
Total assets	<u>\$ 3,137,975</u>	<u>\$ 49,563,524</u>	<u>\$ 2,174,104</u>	<u>\$ 1,029,069</u>	<u>\$ 2,753,800</u>	<u>\$ 30,857</u>	<u>\$ 2,724,109</u>	<u>\$ 61,413,438</u>
Liabilities and Fund Balances								
Liabilities:								
Accounts payable	\$ 453,374	\$ 6,843	\$ 10,456	\$ 704	\$ 4,776	\$ 8,567	\$ 182,100	\$ 666,820
Accrued expenses	342,149	-	4,299	3,266	6,231	13,149	106,751	475,845
Accrued compensated absences	47,033	-	-	2,067	9,010	9,141	110,117	177,368
Due to other funds	777,832	-	-	-	12,447	-	247,864	1,038,143
Due to component units	88,489	-	-	-	-	-	-	88,489
Unearned grant revenue	1	-	-	-	2,721,336	-	2,077,244	4,798,581
Total liabilities	<u>1,708,878</u>	<u>6,843</u>	<u>14,755</u>	<u>6,037</u>	<u>2,753,800</u>	<u>30,857</u>	<u>2,724,076</u>	<u>7,245,246</u>
Fund balances:								
Nonspendable	31,129	-	-	784,249	-	-	-	815,378
Restricted	-	49,556,681	-	-	-	-	-	49,556,681
Committed	-	-	-	238,119	-	-	33	238,152
Unassigned	1,397,968	-	2,159,349	664	-	-	-	3,557,981
Total fund balances	<u>1,429,097</u>	<u>49,556,681</u>	<u>2,159,349</u>	<u>1,023,032</u>	<u>-</u>	<u>-</u>	<u>33</u>	<u>54,168,192</u>
Total liabilities and fund balances	<u>\$ 3,137,975</u>	<u>\$ 49,563,524</u>	<u>\$ 2,174,104</u>	<u>\$ 1,029,069</u>	<u>\$ 2,753,800</u>	<u>\$ 30,857</u>	<u>\$ 2,724,109</u>	<u>\$ 61,413,438</u>

See accompanying notes to financial statements.

SEMINOLE NATION OF OKLAHOMA

**RECONCILIATION OF THE FUND BALANCES PER THE BALANCE SHEET--
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**

September 30, 2013

Total fund balances per fund financial statements \$ 54,168,192

Amounts reported for governmental activities in the statement of net assets
are different because:

Capital assets are not reported in the fund financial statements because
they are not current financial resources, but they are reported in the
statement of net position. 16,014,466

Notes payable for purchase of capital assets are not reported in the fund
financial statements because they are not current financial obligations,
but they are reported in the statement of net position. (1,445,693)

Net position for governmental activities \$ 68,736,965

See accompanying notes to financial statements.

SEMINOLE NATION OF OKLAHOMA

STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES--
GOVERNMENTAL FUNDS

Year ended September 30, 2013

	General Fund	BIA Trust Fund	BCRC	Judgment Fund	Highway Planning and Construction	Child Care and Development Block Grant	Non-Major Governmental Funds	Total
Revenues:								
Federal grants and contracts	\$ -	\$ -	\$ -	\$ -	\$ 2,952,877	\$ 1,003,773	\$ 8,533,319	\$ 12,489,969
Tax and fee revenue	-	-	1,698,224	-	-	-	-	1,698,224
Investment income (loss)	19,675	(2,092,810)	39,493	61,393	-	-	69	(1,972,180)
Charges to other programs and funds	1,461,621	-	-	-	-	-	-	1,461,621
BIA settlement	-	12,500,000	-	-	-	-	-	12,500,000
Other	824,985	-	6,587	-	-	-	429,137	1,260,709
Total revenues	2,306,281	10,407,190	1,744,304	61,393	2,952,877	1,003,773	8,962,525	27,438,343
Expenditures:								
General government	7,170,653	-	528,458	-	2,952,877	-	2,197,489	12,849,477
Health and human services	-	-	-	2,010,753	-	1,021,465	3,989,429	7,021,647
Education and training	28,132	-	-	-	-	-	3,352,352	3,380,484
Total expenditures	7,198,785	-	528,458	2,010,753	2,952,877	1,021,465	9,539,270	23,251,608
Revenues over (under) expenditures	(4,892,504)	10,407,190	1,215,846	(1,949,360)	-	(17,692)	(576,745)	4,186,735
Other financing sources (uses):								
Transfers in	6,185,437	-	945,343	1,736,051	-	17,692	576,536	9,461,059
Transfers out	(1,210,760)	(1,736,050)	(2,382,993)	-	-	-	-	(5,329,803)
Total other financing sources (uses)	4,974,677	(1,736,050)	(1,437,650)	1,736,051	-	17,692	576,536	4,131,256
Net changes in fund balance	82,173	8,671,140	(221,804)	(213,309)	-	-	(209)	8,317,991
Fund balance, beginning of year	1,346,924	40,885,541	2,381,153	1,236,341	-	-	242	45,850,201
Fund balance, end of year	\$ 1,429,097	\$ 49,556,681	\$ 2,159,349	\$ 1,023,032	\$ -	\$ -	\$ 33	\$ 54,168,192

See accompanying notes to financial statements.

SEMINOLE NATION OF OKLAHOMA

**RECONCILIATION OF STATEMENTS OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES--GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES**

Year ended September 30, 2013

Net changes in fund balances--total governmental funds \$ 8,317,991

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation expense in the current period:

Capitalized assets	3,422,162	
Loss on disposal of capital assets	(81,757)	
Depreciation expense	<u>(1,114,995)</u>	2,225,410

Principal payments on debt is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.

Principal payments		<u>41,937</u>
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Change in net position of governmental activities \$ 10,585,338

See accompanying notes to financial statements.

SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF NET POSITION--COMPONENT UNITS

September 30, 2013

	Seminole Nation Gaming Enterprise	Seminole Nation Gaming Agency	Seminole Nation Division of Commerce	Total
Assets				
Current assets:				
Cash and cash equivalents	\$ 924,518	\$ 142,750	\$ 287,234	\$ 1,354,502
Receivables:				
Accounts receivable	73,288	39,950	80,015	193,253
Due from SNDOC	224,635	-	-	224,635
Due from SNGE	-	-	2,969	2,969
Due from primary government	-	88,489	-	88,489
Inventories	615	-	309,471	310,086
Prepaid expenses	147,979	-	30,406	178,385
Other assets	5,000	2,250	-	7,250
Capital assets:				
Land and construction in progress	214,676	-	79,398	294,074
Capital assets, net of accumulated depreciator	9,811,965	-	1,577,017	11,388,982
Total assets	\$ 11,402,676	\$ 273,439	\$ 2,366,510	\$ 14,042,625
Liabilities				
Current liabilities:				
Accounts payable	\$ 1,252,110	\$ 64,727	\$ 197,723	\$ 1,514,560
Accrued expenses	2,160,590	30,069	110,240	2,300,899
Accrued compensated absences	-	37,785	-	37,785
Due to primary government	526,302	-	-	526,302
Unearned revenue	531,295	-	-	531,295
Current portion of notes payable	2,381,330	-	12,777	2,394,107
Current portion of notes payable to primary government	356,711	-	-	356,711
Noncurrent liabilities				
Note payable, net of current portion	734,544	-	98,700	833,244
Note payable to primary government, net of current portion	1,054,946	-	-	1,054,946
Civil fine assessment	1,959,032	-	-	1,959,032
Total liabilities	\$ 10,956,860	\$ 132,581	\$ 419,440	\$ 11,508,881
Deferred inflow				
Vendor advance	\$ 864,250	\$ -	\$ -	\$ 864,250
Net position				
Net investment in capital assets	4,079,599	-	1,465,540	5,545,139
Unrestricted (deficit)	(4,498,033)	140,858	481,530	(3,875,645)
Total net position	\$ (418,434)	\$ 140,858	\$ 1,947,070	\$ 1,669,494

See accompanying notes to financial statements.

SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF ACTIVITIES--COMPONENT UNITS

Year ended September 30, 2013

	Seminole Nation Gaming Enterprise	Seminole Nation Gaming Agency	Seminole Nation Division of Commerce	Total
Operating revenues:				
Fuel sales	\$ -	\$ -	\$ 7,972,879	\$ 7,972,879
Tobacco sales	-	-	2,838,997	2,838,997
Food and beverage sales	-	-	1,174,164	1,174,164
Rent revenue	-	-	114,291	114,291
Gaming machine revenue	21,316,855	-	-	21,316,855
Licensing fees	-	148,230	-	148,230
Other	335,409	-	64,346	399,755
Total operating revenues	21,652,264	148,230	12,164,677	33,965,171
Costs of goods sold	-	-	11,028,821	11,028,821
Gross profit	21,652,264	148,230	1,135,856	22,936,350
Operating expenditures:				
Payroll and payroll taxes	4,340,491	1,131,116	732,172	6,203,779
Gaming machine fees	5,576,219	-	-	5,576,219
Advertising and promotions	903,396	-	-	903,396
Depreciation	1,129,326	-	172,104	1,301,430
Employee benefits	400,345	190,578	109,963	700,886
Legal and professional	792,299	-	125,583	917,882
Other	1,511,875	242,229	423,924	2,178,028
Total operating expenditures	14,653,951	1,563,923	1,563,746	17,781,620
Operating gain (loss)	6,998,313	(1,415,693)	(427,890)	5,154,730
Non-operating revenues (expenses)				
Interest expense	(187,114)	-	(5,374)	(192,488)
Other non-operating revenues	133,250	-	24,997	158,247
Other non-operating expenses	(307,782)	-	-	(307,782)
Net non-operating revenues (expenses)	(361,646)	-	19,623	(342,023)
Operating transfers				
Transfers from SNGE, net	-	1,416,544	-	1,416,544
Transfers from (to) Seminole Nation, net	(3,449,552)	-	175,150	(3,274,402)
Transfers to SNGA, net	(1,328,055)	-	-	(1,328,055)
Transfers to BCRC, net	(945,343)	-	-	(945,343)
Net transfers	(5,722,950)	1,416,544	175,150	(4,131,256)
Change in net position	913,717	851	(233,117)	681,451
Net position, beginning of year	(1,157,191)	140,007	2,180,187	1,163,003
Restatement	(174,960)	-	-	(174,960)
Net position, end of year	\$ (418,434)	\$ 140,858	\$ 1,947,070	\$ 1,669,494

See accompanying notes to financial statements.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The Seminole Nation of Oklahoma (the “Nation”) is a federally recognized Indian Tribe with its jurisdiction area located in and around Seminole County in Oklahoma. The Nation is comprised of approximately 17,000 members. The Tribe is governed by an elected General Council which is chaired by the Principal Chief and Assistant Chief. It operates under a constitution that was approved by the United States government in 1969. The Indian Reorganization Act of 1934 and subsequent federal legislation govern the relationship between the Tribe and the United States government. In accordance with the Constitution, the Tribe enacts laws through resolutions of the General Council.

The financial activities of the Nation are confidential. The accompanying financial statements and related notes are to be distributed only based on authorization from the General Council or its designee. Information related to federal grants and contracts required by the U.S. Office of Management and Budget Circular A-133 is public information and is available upon request from the Nation’s Finance Department.

In accordance with the Codification of Governmental Accounting and Financial Reporting Standards, the basic financial statements include all funds, organizations, agencies, boards, commissions and authorities for the Nation is financially accountable. The Nation has also considered all other potential organizations for which the nature and significance of their relationships with the Nation are such that exclusion would cause the Nation’s financial statements to be misleading or incomplete. The Governmental Accounting Standards Board (“GASB”) has set forth criteria to be considered in determining financial accountability. These criteria include appointing a majority of an organization’s governing body, and (1) the ability of the Nation to impose its will on that organization or (2) the potential for that organization to provide specific benefits to, or impose specific financial burdens on, the Nation. Based on the foregoing criteria the following organizations have been identified as discretely presented component units of the Nation:

Seminole Nation Division
of Commerce (“SNDOC”)

SNDOC operates the Nation’s retail businesses. The Nation’s General Council approves the members of SNDOC’s Board, approves SNDOC’s annual budget, and significantly influences the type of business activities conducted by SNDOC.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

A. REPORTING ENTITY, CONTINUED

Seminole Nation Gaming
Enterprise (“SNGE”)

SNGE was formed effective October 1, 2012 for the purpose of operating the gaming activities of the Nation. The Nation’s General Council approves the members of SNGE’s Board, approves SNGE’s annual budget, and the Nation receives a significant financial benefit from SNGE in the form of operating transfers.

Seminole Nation Gaming
Agency (“SNGA”)

SNGA was formed effective October 1, 2012 for the purpose of regulating the gaming operations of the Nation. The Nation’s General Council approves the members of SNGA’s Board, approves SNGA’s annual budget, and SNGA is financially dependent upon transfers from the Nation and SNGE to fund its operations.

Each of these component units has its own separate set of audited financial statements which may be obtained by contacting the Nation’s Finance Department.

B. BASIS OF PRESENTATION

Government-Wide Financial Statements

The government-wide financial statements include the statement of net position and the statement of activities that display information about the primary government. These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes and transfers from the Nation’s gaming operations.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

B. BASIS OF PRESENTATION, CONTINUED

Government-Wide Financial Statements

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

Separate financial statements are provided for governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining government funds are aggregated and reported as non-major governmental funds.

The statement of activities reflects the amount by which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges for services which report fees, fines and forfeitures, and other charges to users of the Nation’s services and 2) operating grants that finance annual operating activities including restricted investment income.

The Nation reports the following major governmental funds:

General Fund	The General Fund is the general operating fund of the Nation. It is used to account for all financial resources except those required to be accounted for in another fund.
Business and Corporate Regulatory Commission (“BCRC”)	BCRC collects various taxes and fees levied by the Nation.
Judgment Fund Program (“Judgment Fund”)	The Judgment Fund is a special revenue fund of the Nation, created to provide Tribal programs and services for members of the Nation who have been determined to descend from a member of the Nation as it existed in Florida on September 18, 1923. The Seminole Nation Trust Fund Management Board manages the Judgment Fund.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

B. BASIS OF PRESENTATION, CONTINUED

Government-Wide Financial Statements

BIA Trust Fund

The BIA Trust Fund represents monies received by the Nation from the U.S. Government in settlement of claims for land seized by the U.S. Government. BIA Trust Fund monies are preserved intact until the U.S. Secretary of Interior approves the plans for use and distribution adopted by the Nation. The BIA Trust Fund assets are controlled and administered for the benefit of the Nation by the U.S. Department of Interior, Bureau of Indian Affairs. Income of the BIA Trust is transferred to the Judgment Fund.

Highway Planning and Construction Fund

The Highway Planning and Construction Fund is a special revenue fund of the Nation, used to account for the use of federal funds received and expended for highway construction.

Child Care and Development Block Grant Fund

The Child Care and Development Block Grant Fund is a special revenue fund of the Nation, used to provide affordable childcare for members of the Nation and surrounding areas.

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement Focus

Measurement focus is a term used to describe how transactions are recorded within the financial statements. In the government-wide statement of net position and the statement of activities the economic resources measurement focus is applied. The accounting objective of this measurement focus is the determination of operating income, changes in net position, and financial position. All assets and liabilities associated with their activities are reported.

In the fund financial statements, the “current financial resources” measurement focus is applied. Under this focus, only current financial assets and liabilities are generally included on the balance sheets. The operating statements present sources and uses of available financial resources during a given period. Governmental funds use fund balance as their measure of available spendable financial resources at the end of the period.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING, CONTINUED

Basis of Accounting

In the government-wide statement of net position and statement of activities, the accrual basis of accounting is applied. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset is used. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. A one-year availability period is used for revenue recognition for all other governmental fund revenues. Those revenues susceptible to accrual are grant revenues, interest revenue, and charges for services. Most other governmental revenues are not susceptible to accrual because generally they are not measurable until received.

The Nation reports unearned revenue on its combined balance sheet. Unearned revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Unearned revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for unearned revenue is removed from the combined balance sheet and revenue is recognized.

Expenditures (including capital outlays) are recorded when the related fund liability is incurred, except for general long-term debt principal and interest, claims and judgments, and accrued compensated absences, which are recorded as expenditures to the extent they have matured. Proceeds of general long-term debt and capital leases are reported as other financial sources.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

D. ASSETS, LIABILITIES, AND EQUITY

Cash and cash equivalents--The Nation has classified as cash all highly liquid investments with an original maturity of three months or less. There were no cash equivalents as of September 30, 2013.

Investments--Investments are carried at fair value. Investments consist principally of U.S. Government obligations.

Receivables--Receivables consist of amounts due from other governments under various grants and contracts and amounts due from employees.

Prepaid expenses--Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid in both the government-wide and fund financial statements.

Interfund receivables and payables--Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the year is referred to as either due to/from other funds or advances to/from other funds.

Government-wide fund financial statements--In the government-wide financial statements, fixed assets are accounted for as capital assets. All capital assets are valued at historical cost, net of accumulated depreciation. The cost of normal maintenance and repairs to the assets that do not add materially to the value of the asset or materially extend the assets' useful life are not capitalized.

Capital Assets and Depreciation--The accounting treatment over property, plant, and equipment ("capital assets") is contingent upon whether the assets are reported in the government-wide or fund financial statements. In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost or, if donated, at the estimated fair market value on the date of donation with a corresponding entry to contributed capital. The cost of normal maintenance and repairs to these assets that do not add materially to the value of the asset or materially extend the assets' useful lives are not capitalized.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

D. ASSETS, LIABILITIES, AND EQUITY, CONTINUED

Depreciation of capital assets is recorded as an allocated expense in the government-wide statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is charged over the estimated useful lives using the straight-line method of depreciation. Estimated useful lives of capital assets are as follows:

<u>Asset</u>	<u>Years</u>
Roads, bridges and sewers	40
Buildings	15 - 40
Land improvements	15
Vehicles and heavy equipment	7 - 10
Office furniture and fixtures	3 - 10

In the governmental fund financial statements, capital assets acquired are accounted for as capital outlay expenditures and are not capitalized and depreciated.

Compensated Absences--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. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditure is reported for these amounts. In accordance with GAAP, no liability is recorded for nonvesting accumulating rights to receive sick pay benefits.

Deferred Outflows of Resources--In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Nation had no deferred outflows as of September 30, 2013.

Deferred Inflows of Resources--In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then. The Nation had no deferred inflows as of September 30, 2013.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

D. ASSETS, LIABILITIES, AND EQUITY, CONTINUED

Equity Classifications--The government-wide financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted. These classifications are defined as follows:

Net Investment in Capital Assets: Net investment in capital assets is intended to reflect the portion of net position which is associated with non-liquid capital assets less related outstanding debt. The net related debt is debt less the outstanding liquid assets.

Restricted Net Position: Restricted net position consists of liquid assets which have third party (statutory or granting agency) limitations on their use.

Unrestricted Net Position: All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

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

Nonspendable Fund Balance: The nonspendable fund balance classification includes amounts that cannot be spent because they are either a) not in spendable form or b) legally or contractually required to be maintained intact. This would include items not expected to be converted to cash, including inventories and prepaid amounts. It may also include the long-term amount of loans and receivables, as well as property acquired for resale and the corpus (principal) of a permanent fund.

Restricted Fund Balance: The restricted fund balance classification should be reported when constraints placed on the use of resources are either a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance: The committed fund balance classification reflects specific purposes pursuant to constraints imposed by formal action of the Nation's highest level of decision-making authority. Also, such constraints can only be removed or changed by the same form of formal action. For purposes of committed fund balance, the Nation's General Council (the "Council") is considered to be its highest level of decision making. Funds set aside by the Council as committed fund balance requires the approval by a majority vote of the members of the Council. Such approval must take place prior to the Nation's fiscal year-end in order for it to be applicable to the Nation's fiscal year-end, although it is permitted for the specific amount of the commitment to be determined after the fiscal year-end if additional information is required in order to determine the exact amount to be committed. The Council has the authority to remove or change the commitment of funds with a majority vote adopting a new or revised resolution.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

D. ASSETS, LIABILITIES, AND EQUITY, CONTINUED

Assigned Fund Balance: The assigned fund balance classification reflects amounts that are constrained by the Nation's intent to be used for specific purposes, but meet neither the restricted or committed forms of constraint. Assigned funds cannot cause a deficit in unassigned fund balance. The Nation had no assigned fund balance as of September 30, 2013.

Unassigned Fund Balance: The unassigned fund balance classification is the residual classification for fund balance not included in the other four categories. It is also where negative residual amounts for all other governmental funds would be reported. Unassigned fund balance essentially consists of excess funds that have not been classified in the other four fund balance categories mentioned above.

It is the Nation's policy to first use restricted fund balance prior to the use of unrestricted fund balance when an expense is incurred for purposes for which both restricted and unrestricted fund balance are available. The Nation's policy for the use of unrestricted fund balance amounts require that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

D. ASSETS, LIABILITIES, AND EQUITY, CONTINUED

The following table shows the fund balance classifications as shown on the governmental funds balance sheet at September 30, 2013:

Fund balances:

Nonspendable:

Note receivable from SND OC	\$	782,778
Prepaid assets		<u>32,600</u>
		815,378

Restricted for:

BIA trust funds		49,556,681
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Committed to:

Burial assistance		8,186
School clothing assistance		16,816
Higher education assistance		4,601
Household economic assistance		2,588
Economic development		205,928
Other		<u>33</u>
		238,152

Unassigned:

		<u>3,557,981</u>
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Total fund balances	\$	<u>54,168,192</u>
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SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED

E. REVENUES, EXPENDITURES, AND EXPENSES

Revenue and Expenditure Recognition for Governmental Funds--Governmental fund revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Nation considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences are recorded only when payment is due. In the governmental fund financial statements, expenditures are reported by class and further reported by function.

Investment Income--Income or loss on investments is recorded within the fund in which the underlying investments are recorded.

Transfers--During the course of normal operations, the Nation has numerous transactions between funds. Those transactions included expenditures and transfers of revenues to provide services, construct assets, and service debt. The accompanying basic financial statements generally reflect such transactions as transfers. For the purposes of the statement of activities, all interfund transactions have been eliminated.

Indirect Costs--Indirect costs represent recoverable overhead costs charged to federal programs by the indirect fund in connection with administering and accounting for activities of the Nation. These overhead costs are reflected in the fund financial statements as revenues in the indirect cost fund which is a component of the General Fund. The amount allocated to a program is based on a percentage of the program expenditures as established in an indirect cost allocation plan. These overhead costs are reflected in the fund financial statements as revenues and indirect costs. For purposes of the statement of activities, these transactions have been eliminated.

F. BUDGETS AND BUDGETARY ACCOUNTING

Under tribal law, the Nation legally adopts an annual budget for its General Fund and special revenue funds. The Nation adopts its budgets for these governmental fund types on the modified accrual basis of accounting, which is consistent with the method of accounting used to record actual revenues and expenditures of the governmental fund types on the fund financial statements; therefore, no basis of accounting adjustments are necessary for the budgetary presentation.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

F. BUDGETS AND BUDGETARY ACCOUNTING, CONTINUED

The level of control at which expenditures may not legally exceed appropriations is at the functional category level for the General Fund. The special revenue funds level of control varies depending upon grant or agency requirements and federal limitations. Generally, expenditures may not exceed the total funding appropriation as amended.

G. USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures; accordingly, actual results could differ from those estimates.

H. ADOPTION OF RECENT ACCOUNTING PRONOUNCEMENTS

During the year ended September 30, 2013, the Nation adopted GASB Statement No. 61, *The Financial Reporting Entity: Omnibus and amendment of GASB statements No. 14 and No. 34* ("GASB 61"). GASB 61 modifies certain requirements for inclusion of component units in the financial reporting entity and amends the criteria for reporting component units as if they were part of the primary government (that is, blending) in certain circumstances. The Nation has modified the presentation of the financial statements as of and for the year ended September 30, 2013 in accordance with the provisions of GASB 61.

During the year ended September 30, 2013, the Nation adopted GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements* ("GASB 62"). GASB 62 incorporates into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements.

(a) Financial Accounting Standards Board Statements and Interpretations.

(b) Accounting Principles Board Opinions.

(c) Accounting Research Bulletins of the American Institute of Certified Public Accountants' ("AICPA") Committee on Accounting Procedures.

GASB 62 supersedes GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting* ("GASB 20"), thereby eliminating the election provided in paragraph 7 of GASB 20 for enterprise funds and business-type activities to apply post-November 30, 1989 FASB Statements and Interpretations that do not conflict with or contradict GASB pronouncements. The Nation's management has concluded that adoption of GASB 62 has no significant impact on the Nation's financial reporting process.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

H. ADOPTION OF RECENT ACCOUNTING PRONOUNCEMENTS, CONTINUED

During the year ended September 30, 2013, the Nation adopted GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* (“GASB 63”). GASB 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government’s net position. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. GASB 63 also renames the measure of the residual of all other elements presented in the statement of financial position as net position, rather than net assets. The Nation has modified the presentation of the financial statements as of and for the year ended September 30, 2013 in accordance with the provisions of GASB 63.

During the year ended September 30, 2013, the Nation early adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* (“GASB 65”). GASB 65 establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities. GASB 65 amends the financial statement element classification of certain items previously reported as assets and liabilities to be consistent with the definitions in Concepts Statement 4. GASB 65 also provides other financial reporting guidance related to the impact of the financial statement elements deferred outflows of resources and deferred inflows of resources, such as changes in the determination of the major fund calculations and limiting the use of the term deferred in financial statement presentations. The result of adopting GASB 65 has not had a significant impact on the Nation’s financial statement presentation.

I. SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 23, 2014, which is the date the financial statements were available to be issued.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(2) CASH AND INVESTMENTS

Bank Deposits

Custodial credit risk is the risk that in the event of the failure of a counterparty, the Nation will not be able to recover the value of its bank deposits. Deposits are exposed to custodial credit risk if they are uninsured and uncollateralized. The Nation does not have a formal policy relating to custodial credit risk on its deposits.

At September 30, 2013, the carrying amount of the Nation's primary government deposits was approximately \$8,049,000 the bank balances were approximately \$8,560,000. The difference in balances was primarily due to outstanding checks. As of September 30, 2013, approximately \$1,000,000 of the Nation's bank deposits (\$920,000 of which were bank deposits of BCRC and \$80,000 of which were bank deposits of the Nation) was uninsured or uncollateralized. None of the uninsured or uncollateralized deposits were related to federal funds.

Investments

All of the investments of the Nation's primary government at September 30, 2013 are held and administered by the BIA and are considered restricted investments and are not readily available for use by the Nation. Such amounts can only be utilized after appropriate officials of the Nation have passed a resolution and established a budget as to the use of the funds.

Fixed-income securities are subject to credit risk. The Nation does not have a formal policy regarding credit risk on its investments. Credit quality rating is one method of assessing the ability of the issuer to meet its obligation.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Nation does not have a formal policy relating to interest rate risks on its investments. As of September 30, 2013, the Nation had the following investments:

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(1) CASH AND INVESTMENTS, CONTINUED

Investments, Continued

<u>Security Type</u>	<u>Par</u>	<u>Fair Value</u>	<u>Due Date</u>	<u>Interest Rate</u>
US Treasury Overnighter	\$ 13,075,105	\$ 13,075,105		
FHLB	2,600,000	2,324,582	10/29/2027	3.000%
FHLMC	1,900,000	1,727,860	8/27/2027	3.000%
FNMA	2,600,000	2,349,802	10/29/2027	3.000%
FHLB	2,400,000	2,133,456	10/15/2027	3.070%
FHLMC	2,600,000	2,353,572	9/7/2027	3.100%
FNMA	2,000,000	1,829,700	11/29/2027	3.100%
FHLB	2,600,000	2,334,696	4/4/2028	3.170%
FNMA	3,000,000	2,761,050	5/28/2027	3.200%
FNMA	2,000,000	1,874,280	3/27/2028	3.250%
FAMCA	3,500,000	3,273,375	6/12/2028	3.350%
FAMCA	3,500,000	3,300,465	1/6/2027	3.700%
FFCB	3,500,000	3,629,430	6/16/2014	5.360%
FFCB	3,000,000	3,075,540	4/11/2022	5.630%
FNMA	2,000,000	1,816,100	11/15/2027	3.050%
FNMA	1,200,000	1,097,820	11/29/2027	3.100%
FHLB	15,000	15,039	8/20/2025	2.000%
FNMA	20,000	18,742	3/27/2028	3.250%
FHLB	25,000	25,065	9/18/2028	2.000%
FHLMC	25,000	22,735	8/27/2027	3.000%
FHLB	45,000	44,664	6/20/2028	1.350%
FNMA	40,000	39,355	6/19/2028	1.350%
		<u>\$ 49,122,433</u>		

The Nation's investments with FHLB, FHLMC, FNMA, FAMCA, and FFCB listed above are all Aaa rated by Moody's.

Concentration of credit risk is the risk of loss attributed to the magnitude of an entity's investment in a single issuer. As of September 30, 2013, more than 5% of the Nation's investments are in FHLB, FHLMC, FNMA, FAMCA, and FFCB. These securities represent 14%, 8%, 24%, 13%, and 14%, respectively, of the Nation's total investments.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(3) COMPENSATED ABSENCES LIABILITY

During the year ended September 30, 2013, the Nation had the following activity in its liability for accrued compensated absences that is reflected in the accompanying financial statements:

	Balance at October 1, 2012	Additions	Reductions	Balance at September 30, 2013
Governmental activities:				
Compensated absences	\$ 151,366	\$ 453,909	\$ (427,907)	\$ 177,368

The full \$177,368 balance at September 30, 2013 is expected to be used during the year ended September 30, 2014.

(4) NOTE RECEIVABLE FROM SNGE

In 1997, \$1,500,000 was appropriated from the Judgment Fund for the expansion of one of SNDOC’s retail operations (the “Travel Plaza”). Monthly payments were to be distributed from the net income of the Travel Plaza over 15 years starting 6 months after operations commenced. The interest rate on the note was set at the published Wall Street Journal Prime Rate. In 1999, another \$300,000 was loaned for construction and completion of the Travel Plaza and the interest rate was reset to a fixed rate of 8.5%. In 2005, the loan was restructured in the amount of \$1,563,937 to be paid monthly over 15 years with interest rates at 5% for the first 5 months, 6% for the next 5 years, 6.5% for the next 5 years, and 7% for the remaining 5 years.

On October 1, 2012, SNDOC’s gaming operations were reassigned to SNGE. As part of this reassignment, the note receivable was transferred to SNGE. The transfer did not result in changes to the terms of the note. All scheduled interest and principal payments remain intact. The outstanding balance at September 30, 2013 of \$889,689 is reflected as a receivable of the Judgment Fund in the accompanying financial statements. Scheduled principal payments to be received on the outstanding receivable are as follows:

2014	\$ 106,911
2015	114,072
2016	120,808
2017	129,151
2018	138,487
Therafter	280,260
	<u>\$ 889,689</u>

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(5) CAPITAL ASSETS

	Primary Government			
	Balance at October 1, 2012	Additions	Deletions/ Transfers	Balance at September 30, 2013
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 524,265	\$ -	\$ -	\$ 524,265
Construction in progress	3,098,159	3,041,902	(6,047,864)	92,197
Total capital assets not being depreciated	3,622,424	3,041,902	(6,047,864)	616,462
Capital assets being depreciated:				
Buildings and improvements	11,317,610	10,001	3,313,752	14,641,363
Furniture and equipment	3,479,789	288,105	(578,230)	3,189,664
Vehicles	2,452,661	82,154	(303,649)	2,231,166
Infrastructure	4,679,355	-	2,705,214	7,384,569
Intangible	-	-	10,000	10,000
Total capital assets being depreciated	21,929,415	380,260	5,147,087	27,456,762
Accumulated depreciation	11,762,784	1,114,995	819,020	12,058,758
Capital assets being depreciated, net	10,166,631	(734,735)	5,966,107	15,398,004
Total governmental capital assets, net	\$ 13,789,055	\$ 2,307,167	\$ (81,757)	\$ 16,014,466
Depreciation expense was charged to functions as follows:				
General government				\$ 616,134
Health and human services				336,767
Education and job training				162,094
Total governmental activities				\$ 1,114,995

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(6) DEBT AGREEMENT – GRISSO MANSION

On August 15, 2012, the Nation entered into a promissory note agreement in the amount of \$1,487,631 to finance the purchase of the Grisso Mansion property located in Seminole, Oklahoma. The terms of the note agreement require repayment in 59 monthly installments of principal and interest of \$10,233 beginning October 1, 2012, with interest at a fixed rate of 5.5%, with all unpaid principal and interest due at maturity in September of 2017. The note agreement is secured by all assets associated with the Grisso Mansion property. The following summarizes future debt service requirements for the note agreement at September 30, 2013:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 44,393	\$ 78,405	\$ 122,798
2015	46,898	75,901	122,799
2016	49,453	73,256	122,709
2017	1,304,949	70,461	1,375,410
Total	<u>\$ 1,445,693</u>	<u>\$ 298,023</u>	<u>\$ 1,743,716</u>

(7) INTERFUND RECEIVABLES AND PAYABLES

Individual interfund receivable and payable balances at September 30, 2013 are as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
<u>Governmental Funds</u>		
General Fund	\$ 1,263,476	\$ 866,321
BCRC	717,129	-
Judgment Fund	889,689	-
Highway Planning and Construction	-	12,447
Child Care	17,692	-
Non-major	83,277	247,864
	<u>2,971,263</u>	<u>1,126,632</u>
<u>Component Units</u>		
SNGE	224,635	1,937,959
SNGA	88,489	-
SNDOC	2,969	-
	<u>316,093</u>	<u>1,937,959</u>
Total	<u>\$ 3,287,356</u>	<u>\$ 3,064,591</u>

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(7) INTERFUND RECEIVABLES AND PAYABLES, CONTINUED

A difference in the total interfund balances of \$227,603 relates to a timing difference between SNGE and SNDOC in relation to a billing for services rendered. In addition, a difference in total interfund balances of \$4,838 relates to differences in the recorded balance of the note between SNGE and BCRC.

(8) INTERFUND TRANSFERS

Interfund transfers for the year ended September 30, 2013 are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
<u>Governmental Funds</u>		
General Fund	\$ 6,185,437	\$ 1,210,760
Judgment Fund	1,736,051	-
Permanent Fund	-	1,736,050
BCRC	945,343	2,382,993
Child Care	17,692	
Non-major	576,536	-
	<u>9,461,059</u>	<u>5,329,803</u>
<u>Component Units</u>		
SNGE	-	5,722,950
SNGA	1,416,544	-
SNDOC	175,150	-
	<u>1,591,694</u>	<u>5,722,950</u>
Total	<u>\$ 11,052,753</u>	<u>\$ 11,052,753</u>

(9) EMPLOYEE RETIREMENT PLAN

During the year ended September 30, 2008, the Nation established a 401(k) deferred compensation retirement plan (the “401K Plan”). Full-time employees are eligible for participation in the 401K Plan after six months of employment. The Nation will match 100% of the employee’s contribution, up to 5% of the employee’s gross pay. The Nation’s contributions to the 401K Plan during the year ended September 30, 2013, totaled approximately \$336,000. The trustees of the 401K Plan, which consist of employees of the Nation, have the ability to amend and interpret the 401K Plan’s provisions.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(10) RISK MANAGEMENT

The Nation is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Nation maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Nation.

(11) CONTINGENCIES

Federal Grants

In the normal course of operations, the Nation receives grant funds from various federal agencies. The grant programs are subject to audit by the agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. The Nation does not believe that any liability for reimbursement which may arise as the result of such audits will be material to the Nation's operations.

Litigation

The Nation is involved in litigation from time-to-time as part of its ongoing operations. The Nation's management and legal counsel do not consider the litigation at September 30, 2013, to be significant and the likelihood of losses to the Nation from the litigation due to an unfavorable outcome to be remote. As such, no accrual of estimated losses in relation to the litigation has been provided for in the accompanying financial statements.

Gaming Operations

Indian gaming activities fall under federal law determining the legality of any gaming devices used in the Nation's gaming operations. A loss of gaming revenue and potential fines could result should federal statutes be violated.

NIGC Civil Fine Assessment

In previous years the Nation received significant violations and related penalties from the National Indian Gaming Commission ("NIGC") related to the operation of Class III gaming machines without an approved Tribal-State Gaming Compact as well as utilizing a management company without an approved management agreement. On June 3, 2003, the NIGC issued a decision and order in which the NIGC found that previous civil fine assessments were appropriately issued and ordered the Nation to pay a civil fine assessment of \$11,376,000 to the U.S. Treasury. On December 12, 2003, the NIGC authorized the Nation to resume gaming activity pursuant to a pre-opening agreement requiring its gaming operations to make payments on the civil fine assessment on a quarterly basis, in the amount of 20% of its net gaming revenues until such time as the civil fine assessment was satisfied, pending any future modification to the civil fine assessment.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(11) **CONTINGENCIES, CONTINUED**

NIGC Civil Fine Assessment, Continued

Effective April 2, 2008, the NIGC agreed to modify the terms for payment of the civil fine assessment by reducing the amount of the quarterly payments from 20% of the gaming operations net gaming revenues to 10%. Eighteen months from the effective date, the NIGC would consider the Nation's second petition for reduction and modification of the Nation's civil fine assessment taking into account the Nation's compliance with the terms and conditions of the agreement.

In October 2009, the NIGC reduced the civil fine assessment by 50% of the remaining balance due from approximately \$8,000,000 to approximately \$4,000,000 requiring quarterly fine payments at 10% of the net gaming revenues and removed the restriction of transferring remaining funds to the Nation.

During the year ending September 30, 2013, SNGE made payments of approximately \$869,000 for the NIGC assessment. The remaining unpaid balance of the civil fine assessment at September 30, 2013, is approximately \$2,000,000.

(12) **NEW ACCOUNTING PRONOUNCEMENTS**

The GASB has issued new accounting pronouncements which will be effective for the Nation in subsequent years. A description of the new accounting pronouncements and the fiscal year in which they are effective are described below:

Fiscal Year Ended September 30, 2014:

In March of 2012, GASB issued Statement No. 66, *Technical Corrections – 2012* ("GASB 66"). The objective of GASB 66 is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, GASB Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* ("GASB 54") and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements* ("GASB 62"). GASB 66 amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the General Fund and the internal service fund type.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(12) **NEW ACCOUNTING PRONOUNCEMENTS, CONTINUED**

As a result, governments should base their decisions about fund type classification on the nature of the activity to be reported, as required in GASB 54 and GASB Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. GASB 66 also amends GASB 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate. These changes clarify how to apply GASB Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, and result in guidance that is consistent with the requirements in GASB Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, respectively. The provisions of GASB 66 are effective for financial statements for periods beginning after December 15, 2012. Earlier application is encouraged.

In June of 2012, GASB issued Statement No. 67, *Financial Reporting for Pension Plans* (“GASB 67”). The purpose of GASB 67 is to improve financial reporting by state and local governmental pension plans. GASB 67 replaces the requirements of GASB Statements No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans* and No. 50, *Pension Disclosures* as they relate to pension plans that are administered through trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of GASB Statement 25 and GASB Statement 50 remain applicable to pension plans that are not administered through trusts covered by the scope of GASB 67 and to defined contribution plans that provide postemployment benefits other than pensions. The provisions of GASB 67 are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged.

In April of 2013, GASB issued Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees* (“GASB 70”). The purpose of GASB 70 is to improve financial reporting by state and local governments that extend and receive nonexchange financial guarantees. GASB 70 amends NCGA Statement No. 4, *Accounting and Financial Reporting Principles for Claims and Judgments and Compensated Absences*, paragraph 9; GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, paragraph 3; GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, paragraph 5; and GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA pronouncements*, paragraphs 98, 109, 110, and 124.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(12) NEW ACCOUNTING PRONOUNCEMENTS, CONTINUED

GASB 70 requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. The amount of the liability to be recognized should be the discounted present value of the best estimate of the future outflows related to the guarantee expected to be incurred. When there is no best estimate but a range of the estimated future outflows can be established, the amount of the liability to be recognized should be the discounted present value of the minimum amount within the range. GASB 70 requires a government that has issued an obligation guaranteed in a nonexchange transaction to recognize revenue to the extent of the reduction in its guaranteed liabilities. GASB 70 also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When a government is released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. GASB 70 also provides additional guidance for intra-entity nonexchange financial guarantees involving blended component units. GASB 70 specifies the information required to be disclosed by governments that extend nonexchange financial guarantees. In addition, GASB 70 requires new information to be disclosed by governments that receive nonexchange financial guarantees. The provisions of GASB 70 are effective for financial statements for periods beginning after June 15, 2013. Earlier application is encouraged.

Fiscal Year Ended September 30, 2015:

In June of 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions* (“GASB 68”). The purpose of GASB 68 is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. GASB 68 replaces the requirements of GASB Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of GASB Statement No. 50, *Pension Disclosures* as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements that meet certain criteria. The requirements of GASB Statement 27 and GASB Statement 50 remain applicable for pensions that are not covered by the scope of GASB 68. The provisions of GASB 68 are effective for periods beginning after June 15, 2014. Earlier application is encouraged.

SEMINOLE NATION OF OKLAHOMA

NOTES TO FINANCIAL STATEMENTS, CONTINUED

September 30, 2013

(12) **NEW ACCOUNTING PRONOUNCEMENTS, CONTINUED**

In January of 2013, GASB issued Statement No. 69, *Government Combinations and Disposals of Government Operations* (“GASB 69”). The purpose of GASB 69 is to improve accounting and financial reporting for U.S. state and local governments’ combinations and disposals of government operations. GASB 69 provides guidance for:

- determining whether a specific government combination is a government merger, a government acquisition, or a transfer of operations;
- using carrying values to measure the assets, deferred outflows of resources, liabilities, and deferred inflows of resources combined in a government merger or transfer of operations;
- measuring acquired assets, deferred outflows of resources, liabilities, and deferred inflows of resources based upon their acquisition values in a government acquisition;
- reporting the disposal of government operations that have been transferred or sold.

The provisions of GASB 69 are effective for periods beginning after December 15, 2013, and should be applied on a prospective basis. Earlier application is encouraged.

In November of 2013, GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* (“GASB 71”). The purpose of GASB 71 is to improve accounting and financial reporting by addressing an issue regarding application of an issue in GASB Statement No. 68 (“GASB 68”), *Accounting and Financial Reporting for Pensions*, concerning transition provisions related to certain pension contributions made to defined benefit pension plans prior to implementation of GASB 68 by employers and nonemployer contributing entities. The provisions of GASB 71 should be applied simultaneously with the provisions of GASB 68.

REQUIRED SUPPLEMENTARY INFORMATION

SEMINOLE NATION OF OKLAHOMA

BUDGETARY COMPARISON SCHEDULE--
GENERAL FUND

Year ended September 30, 2013

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal grants and contracts	\$ -	\$ -	\$ -	\$ -
Investment income			19,675	19,675
Charges to other programs and funds	-	-	1,461,621	1,461,621
Other	-	-	824,985	824,985
Total revenues	-	-	2,306,281	2,306,281
Expenditures:				
General government	5,927,330	6,857,957	7,170,653	(312,696)
Education and training	-	-	28,132	(28,132)
Total expenditures	5,927,330	6,857,957	7,198,785	(340,828)
Revenues over (under) expenditures	(5,927,330)	(6,857,957)	(4,892,504)	
Other financing sources (uses):				
Transfers in	-	-	6,185,437	6,185,437
Transfers out	-	-	(1,210,760)	(1,210,760)
Total other financing sources (uses)	-	-	4,974,677	4,974,677
Net change in fund balance	(5,927,330)	(6,857,957)	82,173	
Fund balance, beginning of year (restated)			1,346,924	
Fund balance, end of year			\$ 1,429,097	

SEMINOLE NATION OF OKLAHOMA

**BUDGETARY COMPARISON SCHEDULE--
BIA TRUST FUND**

Year ended September 30, 2013

	Budgeted Amounts		Actual	Variance With Final
	Original	Final		Budget Positive (Negative)
Revenues:				
Investment loss	\$ -	\$ -	\$ (2,092,810)	\$ (2,092,810)
BIA Settlement	-	-	12,500,000	12,500,000
Total revenues	-	-	10,407,190	10,407,190
Other financing sources (uses):				
Transfers out	-	-	(1,736,050)	(1,736,050)
Total other financing sources (uses)	-	-	(1,736,050)	(1,736,050)
Net change in fund balance	-	-	8,671,140	
Fund balance, beginning of year			40,885,541	
Fund balance, end of year			<u>\$ 49,556,681</u>	

SEMINOLE NATION OF OKLAHOMA

BUDGETARY COMPARISON SCHEDULE--
BUSINESS AND CORPORATE REGULATORY COMMISSION

Year ended September 30, 2013

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Tax revenue	\$ -	\$ -	\$ 1,698,224	\$ 1,698,224
Investment income	-	-	39,493	39,493
Other revenue	-	-	6,587	6,587
Total revenues	-	-	1,744,304	6,587
Expenditures:				
General government	370,882	370,882	528,458	(157,576)
Total expenditures	370,882	370,882	528,458	(157,576)
Revenues over (under) expenditures	(370,882)	(370,882)	1,215,846	
Other financing sources (uses):				
Transfers in	-	-	945,343	945,343
Transfers out	-	-	(2,382,993)	(2,382,993)
Total other financing sources (uses)	-	-	(1,437,650)	(1,437,650)
Net change in fund balance	(370,882)	(370,882)	(221,804)	
Fund balance, beginning of year			2,381,153	
Fund balance, end of year			\$ 2,159,349	

SEMINOLE NATION OF OKLAHOMA

**BUDGETARY COMPARISON SCHEDULE--
JUDGMENT FUND**

Year ended September 30, 2013

	<u>Budgeted Amounts</u>			Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Investment income	\$ -	\$ -	\$ 61,393	\$ 61,393
Total revenues	-	-	61,393	61,393
Expenditures:				
Health and human services	2,687,512	2,687,512	2,010,753	676,759
Total expenditures	2,687,512	2,687,512	2,010,753	676,759
Revenues over (under) expenditures	(2,687,512)	(2,687,512)	(1,949,360)	
Other financing sources (uses):				
Transfers in	-	-	1,736,051	1,736,051
Total other financing sources (uses)	-	-	1,736,051	1,736,051
Net change in fund balance	(2,687,512)	(2,687,512)	(213,309)	
Fund balance, beginning of year			1,236,341	
Fund balance, end of year			<u>\$ 1,023,032</u>	

SEMINOLE NATION OF OKLAHOMA

**BUDGETARY COMPARISON SCHEDULE--
HIGHWAY PLANNING AND CONSTRUCTION**

Year ended September 30, 2013

	<u>Budgeted Amounts</u>			Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Federal grants and contracts	\$ -	\$ -	\$ 2,952,877	\$ 2,952,877
Total revenues	-	-	2,952,877	2,952,877
Expenditures:				
General government	3,020,910	3,020,910	2,952,877	68,033
Total expenditures	3,020,910	3,020,910	2,952,877	68,033
Revenues over (under) expenditures	(3,020,910)	(3,020,910)	-	
Net change in fund balance	(3,020,910)	(3,020,910)	-	
Fund balance, beginning of year			-	
Fund balance, end of year			<u>\$ -</u>	

SEMINOLE NATION OF OKLAHOMA

BUDGETARY COMPARISON SCHEDULE--
CHILD CARE AND DEVELOPMENT BLOCK GRANT

Year ended September 30, 2013

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal grants and contracts	\$ -	\$ -	\$ 1,003,773	\$ 1,003,773
Total revenues	-	-	1,003,773	1,003,773
Expenditures:				
Health and human services	803,445	903,541	1,021,465	(117,924)
Total expenditures	803,445	903,541	1,021,465	(117,924)
Revenues over (under) expenditures	(803,445)	(903,541)	(17,692)	
Other financing sources (uses):				
Transfers in	-	-	17,692	17,692
Total other financing sources (uses)	-	-	17,692	17,692
Net change in fund balance	(803,445)	(903,541)	-	
Fund balance, beginning of year			-	
Fund balance, end of year			\$ -	

OTHER SUPPLEMENTARY INFORMATION

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR

September 30, 2013

	Aid to Tribal Government	Law Enforcement	Transportation Improvement Program	Home Improvement Program	Indian Child Welfare	Social Services
Assets						
Cash and cash equivalents	\$ 128,995	\$ 66,295	\$ 1,815	\$ 44,466	\$ 62,779	\$ 109,404
Accounts receivable, net	-	-	-	-	-	-
Prepaid expenses	4,707	3,494	-	-	510	1,883
Due from other governments	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Total assets	\$ 133,702	\$ 69,789	\$ 1,815	\$ 44,466	\$ 63,289	\$ 111,287
Liabilities						
Accounts payable	16,450	-	-	11,620	-	2,555
Accrued expenses	9,486	8,433	-	-	2,063	4,818
Accrued comp absences	10,104	8,462	-	-	2,630	6,253
Due to other funds	6,033	73	-	48	54	48
Unearned grant revenue	91,629	52,821	1,815	32,798	58,542	97,613
Total liabilities	133,702	69,789	1,815	44,466	63,289	111,287
Fund Balance						
Committed	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-
Total liabilities and fund balance	\$ 133,702	\$ 69,789	\$ 1,815	\$ 44,466	\$ 63,289	\$ 111,287

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	Job Placement & Training	Wildlife, Parks, & Recreation	Johnson O'Malley	CDIB	Indian Roads - ARRA (Signage)	Indian Roads - (CMS and Planning)
Assets						
Cash and cash equivalents	\$ 56,646	\$ 24,146	\$ 128,874	\$ 4,190	\$ 71,626	\$ 666,815
Accounts receivable, net	-	-	-	-	-	-
Prepaid expenses	1,022	514	-	513	-	-
Due from other governments	-	7,492	-	-	-	-
Due from other funds	1,536	1,087	-	-	-	-
Total assets	<u>\$ 59,204</u>	<u>\$ 33,239</u>	<u>\$ 128,874</u>	<u>\$ 4,703</u>	<u>\$ 71,626</u>	<u>\$ 666,815</u>
Liabilities						
Accounts payable	2,848	-	24,373	-	-	-
Accrued expenses	2,996	918	-	874	-	-
Accrued comp absences	5,375	1,247	-	709	-	-
Due to other funds	26	-	41,172	-	114	1,427
Unearned grant revenue	47,959	31,074	63,329	3,120	71,512	665,388
Total liabilities	<u>59,204</u>	<u>33,239</u>	<u>128,874</u>	<u>4,703</u>	<u>71,626</u>	<u>666,815</u>
Fund Balance						
Committed	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ 59,204</u>	<u>\$ 33,239</u>	<u>\$ 128,874</u>	<u>\$ 4,703</u>	<u>\$ 71,626</u>	<u>\$ 666,815</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	Tribal Court	Environmental Remediation	Alcohol & Substance Abuse	CHR	Special Diabetes	Tribal Youth
Assets						
Cash and cash equivalents	\$ 92,502	\$ 58	\$ 300,403	\$ 180,087	\$ -	\$ 3
Accounts receivable, net	2,478	-	-	465	286	-
Prepaid expenses	426	-	1,531	2,529	1,449	1,024
Due from other governments	-	-	-	-	7,685	14,403
Due from other funds	-	-	-	-	802	-
Total assets	<u>\$ 95,406</u>	<u>\$ 58</u>	<u>\$ 301,934</u>	<u>\$ 183,081</u>	<u>\$ 10,222</u>	<u>\$ 15,430</u>
Liabilities						
Accounts payable	15,057	-	13,998	3,718	3,477	1,626
Accrued expenses	1,191	-	2,080	4,277	3,119	1,856
Accrued comp absences	2,142	-	5,156	2,653	2,600	2,607
Due to other funds	76	-	892	510	1,026	9,341
Unearned grant revenue	76,940	58	279,808	171,923	-	-
Total liabilities	<u>95,406</u>	<u>58</u>	<u>301,934</u>	<u>183,081</u>	<u>10,222</u>	<u>15,430</u>
Fund Balance						
Committed	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ 95,406</u>	<u>\$ 58</u>	<u>\$ 301,934</u>	<u>\$ 183,081</u>	<u>\$ 10,222</u>	<u>\$ 15,430</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	Food Distribution	Library Grant	Head Start	Early Head Start	Older Americans Program	Caregivers
Assets						
Cash and cash equivalents	\$ 705	\$ 7,509	\$ 14	\$ 47,452	\$ 1	\$ 1
Accounts receivable, net	-	-	7,876	3,689	44	-
Prepaid expenses	3,071	-	13,406	8,373	2,042	507
Due from other governments	21,064	-	-	-	191	147
Due from other funds	1,170	-	23,973	34,304	11,031	4,769
Total assets	\$ 26,010	\$ 7,509	\$ 45,269	\$ 93,818	\$ 13,309	\$ 5,424
Liabilities						
Accounts payable	9,698	-	11,372	9,164	1,804	1,708
Accrued expenses	5,185	-	19,103	11,613	2,909	630
Accrued comp absences	7,038	-	14,794	6,158	3,127	482
Due to other funds	4,089	-	-	764	5,469	2,604
Unearned grant revenue	-	7,509	-	66,119	-	-
Total liabilities	26,010	7,509	45,269	93,818	13,309	5,424
Fund Balance						
Committed	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-
Total liabilities and fund balance	\$ 26,010	\$ 7,509	\$ 45,269	\$ 93,818	\$ 13,309	\$ 5,424

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	<u>CSBG</u>	<u>LIHEAP</u>	<u>Title IV B</u>	<u>Title IV Part 2</u>	<u>COPS - TRGP</u>	<u>COPS - Hiring</u>
Assets						
Cash and cash equivalents	\$ 160	\$ 230	\$ -	\$ -	\$ 1	\$ 1,793
Accounts receivable, net	-	-	-	-	-	-
Prepaid expenses	-	-	514	1,028	-	507
Due from other governments	181	-	2,877	6,316	-	-
Due from other funds	-	-	-	1,135	-	-
Total assets	<u>\$ 341</u>	<u>\$ 230</u>	<u>\$ 3,391</u>	<u>\$ 8,479</u>	<u>\$ 1</u>	<u>\$ 2,300</u>
Liabilities						
Accounts payable	341	-	750	1,136	-	-
Accrued expenses	-	-	998	1,940	-	831
Accrued comp absences	-	-	508	5,403	-	-
Due to other funds	-	-	1,135	-	-	-
Unearned grant revenue	-	230	-	-	1	1,469
Total liabilities	<u>341</u>	<u>230</u>	<u>3,391</u>	<u>8,479</u>	<u>1</u>	<u>2,300</u>
Fund Balance						
Committed	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ 341</u>	<u>\$ 230</u>	<u>\$ 3,391</u>	<u>\$ 8,479</u>	<u>\$ 1</u>	<u>\$ 2,300</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	OJP - ASAP	Domestic Violence	Transitional Housing	Tribal Sexual Assault	Adam Walsh	TERO
Assets						
Cash and cash equivalents	\$ 1,552	\$ 13,558	\$ 3,745	\$ 65,378	\$ -	\$ 17,073
Accounts receivable, net	-	18	-	-	218	-
Prepaid expenses	-	3,070	-	513	507	513
Due from other governments	-	36,533	-	-	4,139	4,200
Due from other funds	-	-	-	-	-	-
Total assets	<u>\$ 1,552</u>	<u>\$ 53,179</u>	<u>\$ 3,745</u>	<u>\$ 65,891</u>	<u>\$ 4,864</u>	<u>\$ 21,786</u>
Liabilities						
Accounts payable	-	3,233	-	4,107	-	2,488
Accrued expenses	-	5,491	-	927	1,077	1,251
Accrued comp absences	-	6,344	-	256	1,385	813
Due to other funds	1	24,592	8	1,944	2,402	17,234
Unearned grant revenue	1,551	13,519	3,737	58,657	-	-
Total liabilities	<u>1,552</u>	<u>53,179</u>	<u>3,745</u>	<u>65,891</u>	<u>4,864</u>	<u>21,786</u>
Fund Balance						
Committed	-	-	-	-	-	-
Total fund balance	-	-	-	-	-	-
Total liabilities and fund balance	<u>\$ 1,552</u>	<u>\$ 53,179</u>	<u>\$ 3,745</u>	<u>\$ 65,891</u>	<u>\$ 4,864</u>	<u>\$ 21,786</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	Work		ANA			
	Investment Act	WIA - Youth	EECBG - Transit CNG	Curriculum Development	Environmental Protection	Water Quality
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 501	\$ 640
Accounts receivable, net	-	-	-	-	-	-
Prepaid expenses	668	359	-	2,034	719	231
Due from other governments	2,706	3,257	-	6,369	4,850	10,755
Due from other funds	<u>2,737</u>	<u>101</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total assets	<u>\$ 6,111</u>	<u>\$ 3,717</u>	<u>\$ -</u>	<u>\$ 8,403</u>	<u>\$ 6,070</u>	<u>\$ 11,626</u>
Liabilities						
Accounts payable	388	259	-	240	1,342	7,956
Accrued expenses	1,214	788	-	4,209	1,748	822
Accrued comp absences	1,420	620	-	3,954	2,980	663
Due to other funds	3,089	2,050	-	-	-	2,153
Unearned grant revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total liabilities	<u>6,111</u>	<u>3,717</u>	<u>-</u>	<u>8,403</u>	<u>6,070</u>	<u>11,594</u>
Fund Balance						
Committed	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32</u>
Total liabilities and fund balance	<u>\$ 6,111</u>	<u>\$ 3,717</u>	<u>\$ -</u>	<u>\$ 8,403</u>	<u>\$ 6,070</u>	<u>\$ 11,626</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	Tribal Transit ARRA	Tribal Transit 5311c	Gaming Agency Fund	Adult Education	Higher Education	Welfare Assistance
Assets						
Cash and cash equivalents	\$ -	\$ -	\$ 2	\$ 28,026	\$ 100,513	\$ 6,787
Accounts receivable, net	-	-	-	-	-	-
Prepaid expenses	-	-	-	152	355	-
Due from other governments	-	55	-	-	-	1,634
Due from other funds	-	-	-	486	146	-
Total assets	<u>\$ -</u>	<u>\$ 55</u>	<u>\$ 2</u>	<u>\$ 28,664</u>	<u>\$ 101,014</u>	<u>\$ 8,421</u>
Liabilities						
Accounts payable	-	55	-	320	7,598	8,421
Accrued expenses	-	-	-	323	753	-
Accrued comp absences	-	-	-	309	721	-
Due to other funds	-	-	1	226	432	-
Unearned grant revenue	-	-	-	27,486	91,510	-
Total liabilities	<u>-</u>	<u>55</u>	<u>1</u>	<u>28,664</u>	<u>101,014</u>	<u>8,421</u>
Fund Balance						
Committed	-	-	1	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ -</u>	<u>\$ 55</u>	<u>\$ 2</u>	<u>\$ 28,664</u>	<u>\$ 101,014</u>	<u>\$ 8,421</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING BALANCE SHEET--OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

September 30, 2013

	Veteran's Cemetery	Rural Business Opportunity	Tribal Homeland Security	Career Development	CDBG	Total
Assets						
Cash and cash equivalents	\$ 675	\$ 1	\$ 1	\$ 7,156	\$ 85,818	\$ 2,328,396
Accounts receivable, net	-	-	-	-	-	15,074
Prepaid expenses	-	766	78	-	254	59,269
Due from other governments	52,741	32,927	17,571	-	-	238,093
Due from other funds	-	-	-	-	-	83,277
Total assets	<u>\$ 53,416</u>	<u>\$ 33,694</u>	<u>\$ 17,650</u>	<u>\$ 7,156</u>	<u>\$ 86,072</u>	<u>\$ 2,724,109</u>
Liabilities						
Accounts payable	-	2,116	8,862	3,020	-	182,100
Accrued expenses	-	1,999	158	-	671	106,751
Accrued comp absences	-	2,030	614	-	560	110,117
Due to other funds	53,416	27,549	8,016	-	29,850	247,864
Unearned grant revenue	-	-	-	4,136	54,991	2,077,244
Total liabilities	<u>53,416</u>	<u>33,694</u>	<u>17,650</u>	<u>7,156</u>	<u>86,072</u>	<u>2,724,076</u>
Fund Balance						
Committed	-	-	-	-	-	33
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>33</u>
Total liabilities and fund balance	<u>\$ 53,416</u>	<u>\$ 33,694</u>	<u>\$ 17,650</u>	<u>\$ 7,156</u>	<u>\$ 86,072</u>	<u>\$ 2,724,109</u>

See independent auditors' report

SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR

Year ended September 30, 2013

	Aid to Tribal Government	Law Enforcement	Transportation Improvement Program	Home Improvement Program	Indian Child Welfare	Social Services
Revenues:						
Federal grants and contracts	\$ 809,417	\$ 456,973	\$ -	\$ 128,802	\$ 213,682	\$ 345,308
Investment income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	809,417	456,973	-	128,802	213,682	345,308
Expenditures:						
General government	809,417	456,973	-	128,802	-	-
Health and human services	-	-	-	-	213,682	345,308
Education and training	-	-	-	-	-	-
Total expenditures	809,417	456,973	-	128,802	213,682	345,308
Revenue over (under) expenditures	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	Job Placement & Training	Wildlife, Parks, & Recreation	Johnson O'Malley	CDIB	Indian Roads - ARRA (Signage)	Indian Roads - (CMS and Planning)
Revenues:						
Federal grants and contracts	\$ 266,095	\$ 64,282	\$ 134,734	\$ 57,554	\$ -	\$ -
Investment income	-	5	-	2	-	-
Other	-	-	-	-	-	-
Total revenues	266,095	64,287	134,734	57,556	-	-
Expenditures:						
General government	-	64,287	-	57,556	-	-
Health and human services	-	-	134,734	-	-	-
Education and training	266,095	-	-	-	-	-
Total expenditures	266,095	64,287	134,734	57,556	-	-
Revenue over (under) expenditures	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	Tribal Court	Environmental Remediation	Alcohol & Substance Abuse	CHR	Special Diabetes	Tribal Youth
Revenues:						
Federal grants and contracts	\$ 183,389	\$ -	\$ 287,843	\$ 301,330	\$ 391,767	\$ 157,387
Investment income	-	-	-	-	-	8
Other	-	-	-	-	-	-
Total revenues	183,389	-	287,843	301,330	391,767	157,395
Expenditures:						
General government	183,389	-	-	-	-	-
Health and human services	-	-	287,843	301,330	391,767	-
Education and training	-	-	-	-	-	157,395
Total expenditures	183,389	-	287,843	301,330	391,767	157,395
Revenue over (under) expenditures	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	Food Distribution	Library Grant	Head Start	Early Head Start	Older Americans Program	Caregivers
Revenues:						
Federal grants and contracts	\$ 309,209	\$ 7,242	\$ 1,066,716	\$ 650,725	\$ 214,281	\$ 56,040
Investment income	-	6	-	-	-	-
Other	423,302	-	-	-	-	-
Total revenues	732,511	7,248	1,066,716	650,725	214,281	56,040
Expenditures:						
General government	-	7,248	-	-	-	-
Health and human services	833,732	-	-	-	232,198	74,272
Education and training	-	-	1,285,366	781,745	-	-
Total expenditures	833,732	7,248	1,285,366	781,745	232,198	74,272
Revenue over (under) expenditures	(101,221)	-	(218,650)	(131,020)	(17,917)	(18,232)
Transfers in	101,221	-	218,650	131,020	17,917	18,232
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	CSBG	LIHEAP	Title IV B	Title IV Part 2	COPS - TRGP	COPS - Hiring
Revenues:						
Federal grants and contracts	\$ 10,163	\$ 61,703	\$ 73,778	\$ 163,515	\$ 10,817	\$ 29,665
Investment income	-	-	-	-	9	1
Other	-	-	-	-	-	-
Total revenues	10,163	61,703	73,778	163,515	10,826	29,666
Expenditures:						
General government	-	-	-	-	10,826	29,666
Health and human services	10,163	61,703	73,778	163,515	-	-
Education and training	-	-	-	-	-	-
Total expenditures	10,163	61,703	73,778	163,515	10,826	29,666
Revenue over (under) expenditures	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	OJP - ASAP	Domestic Violence	Transitional Housing	Tribal Sexual Assault	Adam Walsh	TERO
Revenues:						
Federal grants and contracts	\$ 17,188	\$ 573,100	\$ 52,625	\$ 122,460	\$ 56,270	\$ 25,000
Investment income	2	15	-	10	1	1
Other	-	2,000	-	-	-	3,835
Total revenues	17,190	575,115	52,625	122,470	56,271	28,836
Expenditures:						
General government	-	-	-	-	-	-
Health and human services	17,190	575,115	52,625	122,470	56,271	-
Education and training	-	-	-	-	-	93,162
Total expenditures	17,190	575,115	52,625	122,470	56,271	93,162
Revenue over (under) expenditures	-	-	-	-	-	(64,326)
Transfers in	-	-	-	-	-	64,122
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	(204)
Fund balance, beginning of year	-	-	-	-	-	204
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	Work		EECBG -	ANA	Environmental	
	Investment Act	WIA - Youth	Transit CNG	Curriculum	Protection	Water Quality
				Development		
Revenues:						
Federal grants and contracts	\$ 86,171	\$ 69,037	\$ 26,729	\$ 302,020	\$ 121,338	\$ 71,133
Investment income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total revenues	86,171	69,037	26,729	302,020	121,338	71,133
Expenditures:						
General government	-	-	26,729	-	121,338	74,877
Health and human services	-	-	-	-	-	-
Education and training	86,171	69,037	-	302,020	-	-
Total expenditures	86,171	69,037	26,729	302,020	121,338	74,877
Revenue over (under) expenditures	-	-	-	-	-	(3,744)
Transfers in	-	-	-	-	-	3,744
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	32
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	Tribal Transit ARRA	Tribal Transit 5311c	Gaming Agency Fund	Adult Education	Higher Education	Welfare Assistance
Revenues:						
Federal grants and contracts	\$ 522	\$ 55	\$ -	\$ 16,896	\$ 290,601	\$ 41,732
Investment income	-	-	-	-	-	1
Other	-	-	-	-	-	-
Total revenues	522	55	-	16,896	290,601	41,733
Expenditures:						
General government	834	55	-	-	-	-
Health and human services	-	-	-	-	-	41,733
Education and training	-	-	-	16,896	290,601	-
Total expenditures	834	55	-	16,896	290,601	41,733
Revenue over (under) expenditures	(312)	-	-	-	-	-
Transfers in	312	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	-	-
Fund balance, beginning of year	-	-	1	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ 1	\$ -	\$ -	\$ -

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SEMINOLE NATION OF OKLAHOMA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE--
OTHER GOVERNMENTAL FUNDS--NON-MAJOR, CONT'D

Year ended September 30, 2013

	Veteran's Cemetery	Rural Business Opportunity	Tribal Homeland Security	Career Development	CDBG	Total
Revenues:						
Federal grants and contracts	\$ 52,742	\$ 88,838	\$ 17,572	\$ 3,864	\$ 45,009	\$ 8,533,319
Investment income	4	-	-	-	4	69
Other	-	-	-	-	-	429,137
Total revenues	52,746	88,838	17,572	3,864	45,013	8,962,525
Expenditures:						
General government	53,914	88,838	17,572	-	65,168	2,197,489
Health and human services	-	-	-	-	-	3,989,429
Education and training	-	-	-	3,864	-	3,352,352
Total expenditures	53,914	88,838	17,572	3,864	65,168	9,539,270
Revenue over (under) expenditures	(1,168)	-	-	-	(20,155)	(576,745)
Transfers in	1,168	-	-	-	20,150	576,536
Transfers out	-	-	-	-	-	-
Net changes in fund balance	-	-	-	-	(5)	(209)
Fund balance, beginning of year	-	-	-	-	5	242
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33

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