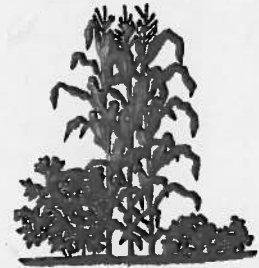




Gah-Yah-Tont

(It Is Written)



State of the Tribe
Chief William Fisher

February 2014



Fellow Tribal Members:

Once again, I hope this letter finds you and your families well. Included within this newsletter is a financial synopsis of every Tribal enterprise, to date. This was meticulously put together by Chief Financial Officer, Bill Barnett CPA. As you can see from these financials (that include the CFO's narrative) the financial status of the Tribe is dire. The Tribe has many entities that are losing money, many of which have never been profitable. My recent focus has been to try and stabilize the losses.

The decisions that led to the horrendous financial state the Tribe is presently in, sits squarely on the shoulders of the prior administration. This administration not only included the former Chief, but some Business Committee Members as well. Since taking office this past June, I have seen the evidence of poor business decisions repeated time and again by these former elected officials.

The numbers are clear. The existing Tribal enterprises consumed over Fourteen Million Dollars (\$14,000,000) of reserves while losing an additional several millions of dollars in the past few years alone. There is little or nothing to show for these losses. I hope by including the current financial status you will have a solid picture of what we are facing. These bad business decisions and practices were repeated over the course of several years. It will take some time to put the Tribe back on solid financial ground, but that certainly is my goal.

The Casino and Tobacco Plant have seen years of neglect despite being our only viable businesses. With that being said, Tobacco has "run in the red" for the past several years. Presently it is not profitable.

The Casino has much of my attention as well. Grand Lake Casino, our only moneymaker, is in dire need of some investments to secure our future.

We must also begin the process of seriously rethinking the number and type of businesses we want to be in. I believe we need to diversify but we are without capital to start a new business. The Tribe is without a solid business plan for new endeavors and as far as I can tell, has never had one. Equally as important as planning and diversification, our managers and employees must be held to their responsibilities. Presently the "good ol' boy" system that the Tribe has operated under for a very long time now makes this yet another challenge.

I ask you to continue to support me in reshaping the Tribe into one that can provide genuine help for our members and support the education of our future generations.

I certainly welcome your thoughts and input. If you would like to submit a proposal that you feel would benefit ALL Tribal members and possibly provide employment opportunities to those qualified and desiring to work, please do so. I look forward to receiving and reviewing them. My e-mail is wfisher@sctribe.com.

Also, the long awaited audit of most Tribal enterprises and programs has been completed. I will convey though that the Claims Committee would not allow the auditors to gather information needed to properly complete the audit and refused to cooperate in providing the requested information. This was after the auditors made repeated requests to them for the information. As a result, the audit will be incomplete as to Claims Committee activities.

Respectfully,

William L. Fisher

William L. Fisher, Chief

Greetings,

I would like to thank the Seneca-Cayuga Tribe of Oklahoma for the opportunity to serve in the capacity as Chief Financial Officer since late September, 2013. Since arriving on board much of my time has been focused on the profit centers of the tribe. The following is a brief summary of the financial operations within the past 26 months for these entities.

Royal Bay Operating Profit (Loss) and Financial Cost				
	6 Month	12 Month	2 Month	
	Mar 12 - Sep 12	Oct 12 - Sep 13	Oct 13 - Nov 13	Total
Revenues				
Restaurant	\$133,600	\$289,352	\$29,950	\$452,902
Fuel	35,404	39,572	269	75,245
Other	97,298	147,068	15,849	260,210
Total Revenues	\$266,302	\$475,988	\$46,068	\$788,357
Cost of Goods Sold				
Restaurant	\$100,201	\$183,840	\$18,005	\$302,046
Fuel	13,664	24,837	7,394	46,334
Total Cost of Goods Sold	\$113,865	\$208,677	\$25,399	\$348,381
Gross Profit	\$152,437	\$267,311	\$20,669	\$439,977
General and Administrative	381,686	799,813	92,030	1,273,528
Total Operating Profit/(Loss)	\$(229,249)	\$(532,502)	\$(71,361)	\$(833,552)
Amounts paid to Strickland	(358,373)	(350,000)	-	(708,373)
Total Financial Cost	\$(587,622)	\$(882,502)	\$(71,361)	\$(1,541,924)

Royal Bay Summary: The overall costs of payroll have been approximately the same as the gross revenues; thus, this has guaranteed sustained losses for the business. Additionally, food and beverage costs double the industry standards. These factors led to the decision to close during the off-season so that these key operating areas could be corrected.

Pre-Close Tribal: 3 Pre-Close Spouse: 1

Post-Close Tribal: 0 Post-Close Spouse: 1

Furniture Profit/(Loss)			
	12 Month	9 Month	
	Oct 2011 - Sep 2012	Oct 2012 - June 2013	Total
Revenue	\$ 518,543	\$ 97,111	\$ 615,654
Cost of Goods Sold	422,075	68,523	490,598
Gross Profit	\$ 96,468	\$ 28,588	\$ 125,056
Total Expense	154,128	165,524	319,652
Net Income/(Loss)	\$ (57,660)	\$ (136,936)	\$ (194,596)

Furniture Summary: This entity was closed in June 2013 because it was deemed not a viable going concern.

Miami Casino Venture Expenditures		
Source	Explanation	Amount
Casino	Materials for remodel	\$572,077
Casino	Contract Labor for remodel	37,687
Casino	Start-up costs	32,866
Casino	Computer Equipment (transferred to Grove Casino)	223,015
Gaming Comm.	Wages	6,333
Gaming Comm.	Expenditures	64,022
		\$936,000

Miami Casino Venture Summary: This was an attempt to open a gaming establishment in Miami, which never materialized.

Casino Profit/(Loss)				
	12-Month	12-Month	2-Month	
	Oct 11 - Sep 12	Oct 12 - Sep 13	Oct 13 - Nov 13	Total
Revenue	\$118,783,216	\$107,086,274	\$15,443,357	\$241,312,847
Cost of Goods Sold	102,536,857	92,115,711	13,436,026	208,088,594
Gross Profit	\$16,246,359	\$14,970,562	\$2,007,331	\$33,224,252
Add: Other Income	318,078	286,179	37,891	642,147
Deduct: Total Expense	(10,161,547)	(10,505,120)	(1,592,745)	(22,259,411)
Net Income/(Loss)	\$6,402,890	\$4,751,621	\$452,477	\$11,606,988
Monthly Average	\$533,574	\$395,968	\$226,238	

Casino Summary: The revenues are down substantially from a couple of years ago and this is affecting the bottom line, and as a result, the amounts paid to the Tribe.

Tribal Employees: 37

Lodge Profit/(Loss)				
	12-Month	12-Month	2-Month	
	Oct 11 - Sep 12	Oct 12 - Sep 13	Oct 13 - Nov 13	Total
Revenue	\$250,534	\$353,417	\$66,294	\$670,245
Cost of Goods Sold	15,121	25,018	4,083	44,221
Gross Profit	\$235,413	\$328,399	\$62,212	\$626,024
Total Expense	356,063	373,176	57,203	786,442
Net Income/(Loss)	\$(120,650)	\$(44,776)	\$5,008	\$(160,418)

Lodge Summary: The Lodge has been increasing revenues and decreasing its losses since opening and is part of Patricia's land's package including golf, gaming, and lodging.

Tobacco

Profit/(Loss)

	12 month	12 month	2 month	
	Oct 11 - Sep 12	Oct 12 - Sep 13	Oct 13 - Nov 13	Total
Revenue	\$9,341,823	\$8,520,277	\$1,032,901	\$18,895,000
Cost of Goods Sold	7,278,577	6,981,077	797,601	15,057,255
Gross Profit	\$2,063,245	\$1,539,200	\$235,300	\$3,837,745
Total Expense	2,120,755	1,711,502	235,384	4,067,641
Net Ordinary Income/(Loss)	\$(57,509)	\$(172,302)	\$(84)	\$(229,896)
Other Income/(Expense)	146,793	12,912	(7,189)	152,515
Net Income (Expense)	\$89,284	\$(159,390)	\$(7,273)	\$(77,380)

Tobacco Summary: The revenues are down significantly from last year; however, fixed costs have been reduced proportionately. The key issues involving Tobacco are increasing sales and setting price so that the units can be produced at a profit.

Tribal Employees: 19

Overall Summary

Significant losses have resulted in improper planning of some of these new projects. Obviously with the benefit of hindsight it is much easier to see the mistakes that have been made. For future proposals, I strongly urge the Business Committee to be armed with the following set of tools in order to make decisions affecting the Tribe: (1) contracts and/or agreements should be reviewed by the Tribe's attorney (2) proposals should have accompanying pro forma financial statements that give 3 to 5 year projections from an independent source, and (3) statistical analysis that justifies anticipated sales or volume of new projects.



Congratulations to all Graduates! Beginning with the Spring 2012 Semester, the Office of Education had the additional funding to honor our students for your achievements. All graduates in the higher education and technical trades schools earning your degrees and/or certifications, please send your official transcript conferring your degree or certificate to the Office of Education, 23701 South 655 Road, Grove, Oklahoma 74344 so that we will be able to send you a small gift to recognize you for your dedication and hard work. We will also be able to place your name in next available newsletter to additionally recognize you for your completion of your educational endeavors. If you should have any questions regarding, please call 918-787-5452 or you may email mmorris@sctribe.com or cbrown@sctribe.com. Our extensions are: Michell-210 and Carol 203. The Office of Education has created a facebook page to keep students and tribal members up-to-date. You may find the site under Seneca-Cayuga Tribal Education Department.

Dear Tribal College/University/Technical Training Education Students:

Just a reminder of the Due Dates for receipt of your Education Fellowship Fund Application for the following funding cycles:

Summer 2014 Session – Application Due Date is April 15, 2014

Fall 2014 Semester – Application Due Date is July 15, 2014

Spring 2014 Semester – Application Due Date is November 15, 2014

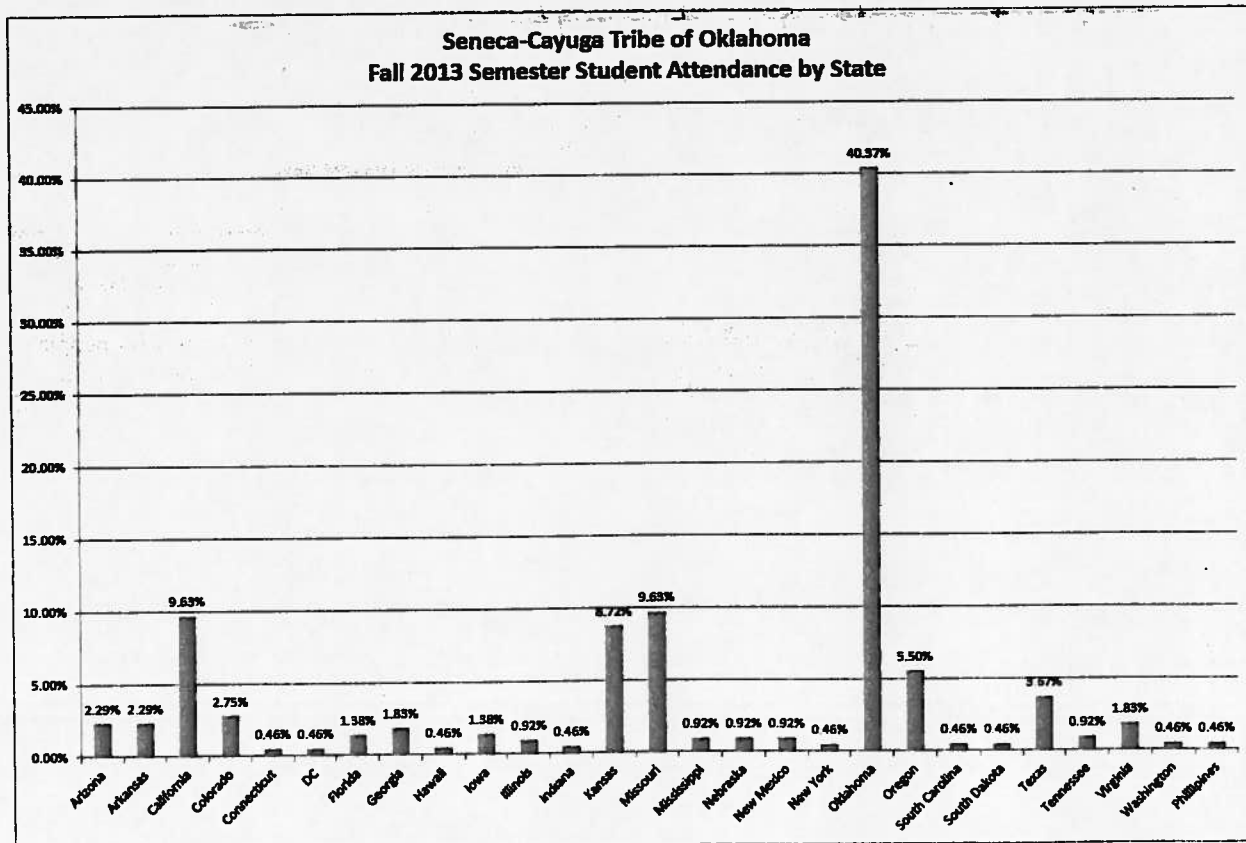
All students who have provided an application to the Office of Education by the due date will have completed the first step of eligibility to start the process to receive funding to attend colleges/universities/technical trades schools. The one page application constitutes meeting the due date upon receipt by the education office. Official transcripts, semester class schedules, and other required documents can be sent to the Office of Education as these required items become available to the student.

Dear Tribal High School Students:

High School Senior Fellowship Fund applications are available in the education office. This is a one-time assistance fund of up to \$500 to assist tribal enrolled graduating high school seniors. Graduation items which are allowable shall be the following: Cap/gown, graduation announcements, senior pictures, class ring, ACT/SAT fees and any other senior related fee associated with college entry. Students should submit the following documents to receive the High School Senior funding:

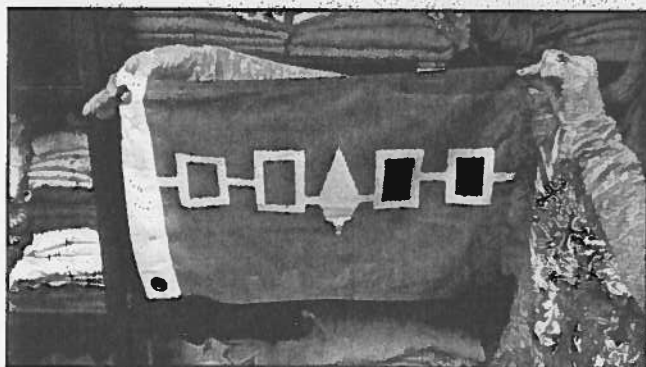
1. Completed High School Senior Fellowship fund application.
2. Copy of Tribal Enrollment Card.
3. Letter of estimated graduation date from high school on official letterhead.

Graduation item receipt, quote/price/deposit/invoice.





*Blanket is \$40.00 and the size is 45" X 70"
Hiamatha 'Belt flag is 15" X 12" with grommets.*



SENECA-CAYUGA GIFT SHOP

*The Seneca-Cayuga Gift shop is located in the tag office.
All items can be seen on line at our web-site sctribe.com.
Items include Adult long and short sleeve t-shirts ranging from small to 3 X. Youth from x-small to x-large.
Tribal flags, caps, visors, blanket throw, key chains, lapel pins with tribal logo on all items.
Ribbon shirts in various sizes ranging from adult to youth.
Little girl dress, skirts, shawls. Call for sizes or pictures.*

CONTACT :
LESLIE MCCOY
PHONE: 918-787-5452 EXT 250
EMAIL - lmccoy@sctribe.com

Former tribal official gets probation for embezzling

By DAVID HARPER Tulsa World Staff Writer

A former Seneca-Cayuga tribal official was sentenced Friday Dec. 20th to five years of probation for embezzling from the tribe.

Lana M. Line, a former executive director of the Seneca-Cayuga Housing Authority, pleaded guilty June 19 in Tulsa federal court, acknowledging that from 2008 through 2010 she falsified Housing Authority records and issued checks that were "allegedly for repair work done on homes when in fact that work was not done. I cashed those checks and kept the money for me and my family."

The fraudulent activity was detected as a result of an audit after Line left the job in Grove voluntarily, according to Assistant U.S. Attorney Shannon Cozzoni. A federal grand jury in Tulsa indicted Line on May 8.

Line, 46, was ordered by U.S. District Judge James Payne to serve the first six months of probation under house arrest. She was also ordered to pay \$51,181 in restitution.

Line said during Friday's hearing: "I'm sorry this happened. I made a large mistake that I'm willing to pay for."

Current Seneca-Cayuga Tribe of Oklahoma Housing Director Sue Channing told the court Friday that Line's crime "has been devastating to our tribe."

"It's a huge amount of money for people that don't get a lot of money," she said. Line could go to prison for five years if her probation is revoked.

VEHICLE REGISTRATION FEES:

January 1, 2014

2014 - 2010 LESS THAN 5 YRS OLD	\$150.00
RENEWAL	\$75.00
2009 - 2004 TO 10 YRS OLD	\$ 75.00
RENEWAL	\$50.00
2003- OLDER 11 YRS & OLDER	\$40.00
RENEWAL	\$15.00

TITLE FEE (LOSS or CHANGE of INFORMATION) \$25.00

LIEN FEE (INCLUDES ENTRY & COPY OF TITLE) \$25.00

ELDERS (55 years of age. Limit one per member) NIC

MOTORCYCLES SAME AS AUTOMOBILES

COMMERCIAL VEHICLES TWICE THE RATE OF AUTOMOBILES

CURRENT INSURANCE VERIFICATION IS REQUIRED

\$.25 CHARGE PER DAY PENALTY IS APPLIED TO LATE REGISTRATIONS.

PERSONALIZED TAG \$45.00

VANITY TAGS \$8.00

SENECA-CAYUGA LOGO OR HIAWATHA BELT

ELIGIBILITY TO RECIEVIE A SENECA-CAYUGA TAG.

PROOF OF MEMBERSHIP TO SENECA-CAYUGA TRIBE

PROOF OF RESIDENCY IN THE STATE OF OKLAHOMA.

CONTACT:

LESLIE MCCOY, TAG AGENT

PHONE - 918-787-5452 EXT 250

FAX - 918-787-9440

EMAIL - lmccoy@sctribe



SENECA-CAYUGA TRIBE OF OKLAHOMA
23701 South 655 Road
Grove, Oklahoma 74344
Phone (918) 786-9133 Fax (918) 786-9180

ENROLLMENT DEPARTMENT CHANGE OF ADDRESS FORM

Name: _____

Address: _____

City: _____

State/Zip: _____

Home Telephone: _____

Cell: _____

Work Telephone: _____

E-mail: _____

Tribal Enrollment Number: _____

Tribal Children Living at Same Address:

_____ Roll No.: _____

_____ Roll No.: _____

_____ Roll No.: _____

Submitted By:

Tribal Member Signature Date

****If Change of Address Form is being submitted for minor child or incompetent adult, please sign below:**

SUBMITTED BY: _____
Parent/Guardian