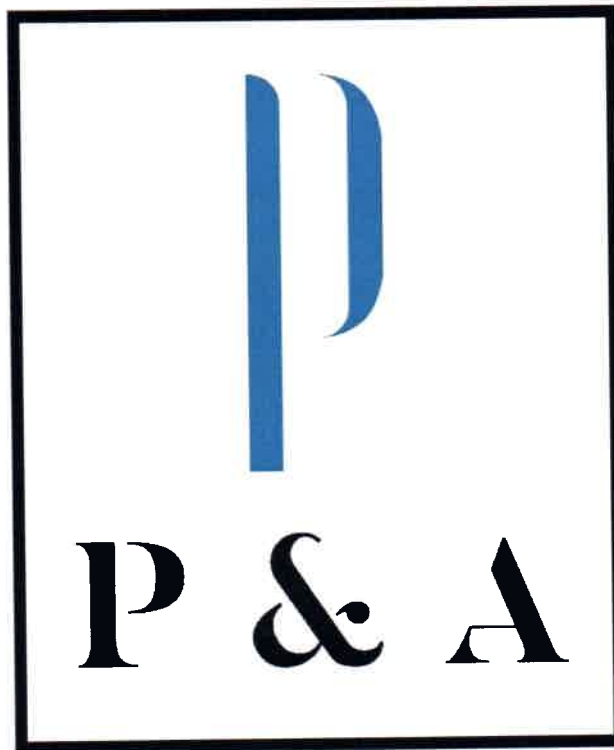


**REPORT OF THE AUDIT OF THE
WHITLEY COUNTY
FISCAL COURT**

**For The Year Ended
June 30, 2018**



PATRICK & ASSOCIATES, LLC

**124 Candlewood Drive
Winchester, KY 40391**

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PATRICK & ASSOCIATES, LLC

124 Candlewood Drive
Winchester, KY 40391

To the People of Kentucky
The Honorable Matthew G. Bevin, Governor
William M. Landrum III, Secretary
Finance and Administration Cabinet
The Honorable Pat White, Jr., Whitley County Judge/Executive
Members of the Whitley County Fiscal Court

Independent Auditor's Report

Report on the Financial Statement

We have audited the accompanying Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Whitley County Fiscal Court, for the year ended June 30, 2018, and the related notes to the financial statement which collectively comprise the Whitley County Fiscal Court's financial statement as listed in the table of contents.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws. This includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Audit Guide for Fiscal Court Audits* issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

To the People of Kentucky
The Honorable Matthew G. Bevin, Governor
William M. Landrum III, Secretary
Finance and Administration Cabinet
The Honorable Pat White, Jr., Whitley County Judge/Executive
Members of the Whitley County Fiscal Court

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

As described in Note 1 of the financial statement, the financial statement is prepared by the Whitley County Fiscal Court on the basis of the accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Whitley County Fiscal Court as of June 30, 2018, or changes in financial position or cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the fund balances of the Whitley County Fiscal Court as of June 30, 2018, and their respective cash receipts and disbursements, and budgetary results for the year then ended, in accordance with the basis of accounting practices prescribed or permitted by the Department for Local Government described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statement taken as a whole of the Whitley County Fiscal Court. The Budgetary Comparison Schedules and Capital Asset Schedule are presented for purposes of additional analysis and are not a required part of the financial statement; however, they are required to be presented in accordance with accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws.

The accompanying Budgetary Comparison Schedules and Capital Asset Schedule are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. Such information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Budgetary Comparison Schedules and Capital Asset Schedule are fairly stated in all material respects in relation to the financial statement as a whole.

To the People of Kentucky
The Honorable Matthew G. Bevin, Governor
William M. Landrum III, Secretary
Finance and Administration Cabinet
The Honorable Pat White, Jr., Whitley County Judge/Executive
Members of the Whitley County Fiscal Court

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 30, 2019, on our consideration of the Whitley County Fiscal Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting 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 Whitley County Fiscal Court's internal control over financial reporting and compliance.

Respectfully submitted,

A handwritten signature in black ink that reads "Tammy R. Patrick, CPA". The signature is written in a cursive style.

Tammy Patrick, CPA
Patrick & Associates, LLC

May 30, 2019

WHITLEY COUNTY OFFICIALS**For The Year Ended June 30, 2018****Fiscal Court Members:**

Pat White, Jr.	County Judge/Executive
Scotty Harrison	Magistrate
Lon "Chuck" Head	Magistrate
Michael Jarboe	Magistrate
Robbie Brown	Magistrate

Other Elected Officials:

Robert Hammons	County Attorney
Brian Lawson	Jailer
Kay Schwartz	County Clerk
Gary Barton	Circuit Court Clerk
Colan Harrell	Sheriff
Ronnie Moss	Property Valuation Administrator
Andy J. Croley	Coroner

Appointed Personnel:

Jeffrey L. Gray	County Treasurer
Evelyn McCullah	Finance Officer
Peggy Daniel	Payroll Officer
David Owens	Occupational Tax Administrator

**WHITLEY COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS**

For The Year Ended June 30, 2018

WHITLEY COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS

For The Year Ended June 30, 2018

	Budgeted Funds		
	General Fund	Road Fund	Jail Fund
RECEIPTS			
Taxes	\$ 1,409,161	\$ 92,076	\$
In Lieu Tax Payments	132,028		
Excess Fees	271,605		
Licenses and Permits	16,480		
Intergovernmental	611,185	1,836,735	1,597,679
Charges for Services			96,301
Miscellaneous	67,673	265,848	83,777
Interest	3,184	735	703
Total Receipts	2,511,316	2,195,394	1,778,460
DISBURSEMENTS			
Current:			
General Government	1,992,865	1,671	
Protection to Persons and Property	173,978		2,015,281
General Health and Sanitation	184,192		
Social Services	7,000		
Recreation and Culture	55,000		
Roads		1,480,902	
Debt Service	65,248	325,513	
Administration	689,576	427,974	590,376
Total Disbursements	3,167,859	2,236,060	2,605,657
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(656,543)	(40,666)	(827,197)
Other Adjustments to Cash (Uses)			
Change In Payroll Revolving Account	(17,476)		
Financing Obligation Proceeds	55,000		
Transfers From Other Funds	2,174,694		1,357,681
Transfers To Other Funds	(1,184,880)		(530,763)
Total Other Adjustments to Cash (Uses)	1,027,338		826,918
Net Change in Fund Balance	370,795	(40,666)	(279)
Fund Balance - Beginning (Restated)	451,740	86,697	13,614
Fund Balance - Ending	\$ 822,535	\$ 46,031	\$ 13,335
Composition of Fund Balance			
Bank Balance	\$ 877,666	\$ 46,031	\$ 13,714
Less: Outstanding Checks	(55,131)		(379)
Fund Balance - Ending	\$ 822,535	\$ 46,031	\$ 13,335

The accompanying notes are an integral part of the financial statement.

WHITLEY COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2018
(Continued)

Budgeted Funds						
Local Government Economic Assistance Fund	Federal Grants Fund	Ambulance Fund	Forestry Fund	Occupational Tax Fund	Tourist Tax Fund	911 Fund
\$	\$	\$	\$ 3,363	\$ 4,898,341	\$ 64,681	\$ 428,450
587,574		2,068,878				340,208
		5,498	234	212		3,599
1,655		278	32	4,025	48	746
<u>589,229</u>		<u>2,074,654</u>	<u>3,629</u>	<u>4,902,578</u>	<u>64,729</u>	<u>773,003</u>
129,715		1,520,092	3,481	98,922		535,529
60,000					66,435	
171,990		26,394				
		604,699		2,642,738		143,132
<u>361,705</u>		<u>2,151,185</u>	<u>3,481</u>	<u>2,741,660</u>	<u>66,435</u>	<u>678,661</u>
227,524		(76,531)	148	2,160,918	(1,706)	94,342
		40,600				
(238,800)		66,000		(2,142,500)		
<u>(238,800)</u>		<u>106,600</u>		<u>(2,142,500)</u>		
(11,276)		30,069	148	18,418	(1,706)	94,342
138,265	50	76,743	4,950	173,944	8,415	75,933
<u>\$ 126,989</u>	<u>\$ 50</u>	<u>\$ 106,812</u>	<u>\$ 5,098</u>	<u>\$ 192,362</u>	<u>\$ 6,709</u>	<u>\$ 170,275</u>
\$ 126,989	\$ 50	\$ 108,541	\$ 5,098	\$ 192,362	\$ 6,709	\$ 170,573
		(1,729)				(298)
<u>\$ 126,989</u>	<u>\$ 50</u>	<u>\$ 106,812</u>	<u>\$ 5,098</u>	<u>\$ 192,362</u>	<u>\$ 6,709</u>	<u>\$ 170,275</u>

The accompanying notes are an integral part of the financial statement.

WHITLEY COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2018
(Continued)

	Unbudgeted Funds				Total Funds
	Detention Center Public Properties Corporation Fund	Justice Center Public Properties Corporation Bond Fund	Justice Center Public Properties Corporation Construction Fund	Jail Commissary Fund	
RECEIPTS					
Taxes	\$	\$	\$	\$	\$ 6,896,072
In Lieu Tax Payments					132,028
Excess Fees					271,605
Licenses and Permits					16,480
Intergovernmental		1,110,664			6,084,045
Charges for Services					2,165,179
Miscellaneous				313,733	740,574
Interest	470	2	65	270	12,213
Total Receipts	<u>470</u>	<u>1,110,666</u>	<u>65</u>	<u>314,003</u>	<u>16,318,196</u>
DISBURSEMENTS					
Current:					
General Government					2,223,173
Protection to Persons and Property					4,248,361
General Health and Sanitation					184,192
Social Services					7,000
Recreation and Culture				305,490	486,925
Roads					1,652,892
Debt Service	530,763	1,110,664			2,058,582
Administration					5,098,495
Total Disbursements	<u>530,763</u>	<u>1,110,664</u>		<u>305,490</u>	<u>15,959,620</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(530,293)</u>	<u>2</u>	<u>65</u>	<u>8,513</u>	<u>358,576</u>
Other Adjustments to Cash (Uses)					
Payroll Revolving Account					(17,476)
Financing Obligation Proceeds					95,600
Transfers From Other Funds	530,762				4,129,137
Transfers To Other Funds	(32,194)				(4,129,137)
Total Other Adjustments to Cash (Uses)	<u>498,568</u>				<u>78,124</u>
Net Change in Fund Balance	(31,725)	2	65	8,513	436,700
Fund Balance - Beginning (Restated)	32,194	1	7,787	145,288	1,215,621
Fund Balance - Ending	<u>\$ 469</u>	<u>\$ 3</u>	<u>\$ 7,852</u>	<u>\$ 153,801</u>	<u>\$ 1,652,321</u>
Composition of Fund Balance					
Bank Balance	\$ 469	\$ 3	\$ 7,852	\$ 164,798	\$ 1,720,855
Less: Outstanding Checks				(10,997)	(68,534)
Ending Fund Balance	<u>\$ 469</u>	<u>\$ 3</u>	<u>\$ 7,852</u>	<u>\$ 153,801</u>	<u>\$ 1,652,321</u>

The accompanying notes are an integral part of the financial statement.

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TO THE FINANCIAL STATEMENT**

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WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT

June 30, 2018

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statement of Whitley County includes all budgeted and unbudgeted funds under the control of the Whitley County Fiscal Court. Budgeted funds included within the reporting entity are those funds presented in the county's approved annual budget and reported on the quarterly reports submitted to the Department for Local Government. Unbudgeted funds may include non-fiduciary financial activities, private purpose trust funds, and internal service funds that are within the county's control. Unbudgeted funds may also include any corporation to act as the fiscal court in the acquisition and financing of any public project which may be undertaken by the fiscal court pursuant to the provisions of Kentucky law and thus accomplish a public purpose of the fiscal court. The unbudgeted funds are not presented in the annual approved budget or in the quarterly reports submitted to the Department for Local Government.

B. Basis of Accounting

The financial statement is presented on a regulatory basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board. This basis of accounting involves the reporting of fund balances and the changes therein resulting from cash inflows (cash receipts) and cash outflows (cash disbursements) to meet the financial reporting requirements of the Department for Local Government and the laws of the Commonwealth of Kentucky.

This regulatory basis of accounting differs from GAAP primarily because the financial statement format does not include the GAAP presentations of government-wide and fund financial statements, cash receipts are recognized when received in cash rather than when earned and susceptible to accrual, and cash disbursements are recognized when paid rather than when incurred or subject to accrual.

Generally, except as otherwise provided by law, property taxes are assessed as of January 1, levied (mailed) November 1, due at discount November 30, due at face value December 31, delinquent January 1 following the assessment, and subject to sale ninety days following April 15.

C. Basis of Presentation

Budgeted Funds

The fiscal court reports the following budgeted funds:

General Fund - This is the primary operating fund of the fiscal court. It accounts for all financial resources of the general government, except where the Department for Local Government requires a separate fund or where management requires that a separate fund be used for some function.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

C. Basis of Presentation (Continued)

Budgeted Funds (Continued)

Road Fund - This fund is for road and bridge construction and repair. The primary sources of receipts for this fund are state payments for truck license distribution, municipal road aid, and transportation grants. The Department for Local Government requires the fiscal court to maintain these receipts and disbursements separately from the general fund.

Jail Fund - The primary purpose of this fund is to account for the jail expenses of the county. The primary sources of receipts for this fund are reimbursements from the state and federal governments, payments from other counties for housing prisoners, and transfers from the general fund. The Department for Local Government requires the fiscal court to maintain these receipts and disbursements separately from the general fund.

Local Government Economic Assistance Fund - The primary purpose of this fund is to account for grants and related disbursements. The primary sources of receipts for this fund are grants from the state and federal governments.

Federal Grants Fund - The primary purpose of this fund is to account for grants and related disbursements. The primary source of receipts for this fund is grants from the federal government.

Ambulance Fund - The primary purpose of this fund is to provide emergency medical service for the county. The primary sources of receipts for this fund are federal, state, and private insurance billings.

Forestry Fund - The primary purpose of this fund is to provide emergency fire protection to the forestry regions of the county. The primary source of receipts for this fund is local taxes collected by the sheriff.

Occupational Tax Fund - The primary purpose of this fund is to account for occupational taxes collected by the county.

Tourist Tax Fund - The primary purpose of this fund is to account for tourist taxes collected by the county.

911 Fund - The primary purpose of this fund is to account for the dispatch expense of the county. The primary source of receipts for this fund is 911 telephone surcharges.

Unbudgeted Funds

The fiscal court reports the following unbudgeted funds:

Detention Center Public Properties Corporation Fund - The primary purpose of this fund is to account for the proceeds and debt service of revenue bonds that were issued to fund construction of the Whitley County Detention Center. The Department for Local Government does not require the fiscal court to budget this fund.

Justice Center Public Properties Corporation Bond Fund - The primary purpose of this fund is to account for the debt service requirements of the revenue bond issued for the Whitley County Justice Center. The Department for Local Government does not require the fiscal court to budget this fund.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

C. Basis of Presentation (Continued)

Unbudgeted Funds (Continued)

Justice Center Public Properties Corporation Construction Fund - The primary purpose of this fund is to account for the proceeds of revenue bonds that were issued to fund the construction of the Whitley County Justice Center. The Department for Local Government does not require the fiscal court to budget this fund.

Jail Commissary Fund - The commissary operations are authorized pursuant to KRS 441.135(1). The profits generated from the sale of items are to be used for the benefit and to enhance the well-being of the inmates. KRS 441.135(2) requires the jailer to maintain accounting records and report annually to the county treasurer the receipts and disbursements of the jail commissary fund.

D. Budgetary Information

Annual budgets are adopted on a regulatory basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board and according to the laws of Kentucky as required by the state local finance officer.

The county judge/executive is required to submit estimated receipts and proposed disbursements to the fiscal court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the fiscal court by July 1.

The fiscal court may change the original budget by transferring appropriations at the activity level; however, the fiscal court may not increase the total budget without approval by the state local finance officer. Disbursements may not exceed budgeted appropriations at the activity level.

The state local finance officer does not require the jail commissary fund to be budgeted because the fiscal court does not approve the expenses of this fund.

The state local finance officer does not require the general obligation bond fund or the public facilities construction corporation fund to be budgeted. Bond indentures and other relevant contractual provisions require specific payments to and from this fund annually.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

E. Whitley County Elected Officials

Kentucky law provides for election of the officials listed below from the geographic area constituting Whitley County. Pursuant to state statute, these officials perform various services for the Commonwealth of Kentucky, its judicial courts, the fiscal court, various cities and special districts within the county, and the board of education. In exercising these responsibilities, however, they are required to comply with state laws. Audits of their financial statements are issued separately and individually and can be obtained from their respective administrative offices. These financial statements are not required to be included in the financial statement of the Whitley County Fiscal Court.

- Circuit Court Clerk
- County Attorney
- Property Valuation Administrator
- County Clerk
- County Sheriff

F. Deposits and Investments

The government's fund balance is considered to be cash on hand, demand deposits, certificates of deposit, and short-term investments with original maturities of three months or less from the date of acquisition. The government's fund balance includes cash and cash equivalents and investments.

KRS 66.480 authorizes the county to invest in obligations of the United States and of its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States, obligations of any corporation of the United States government, bonds or certificates of indebtedness of this state, and certificates of deposit issued by or other interest-bearing accounts of any bank or savings and loan institution which are insured by the Federal Deposit Insurance Corporation (FDIC) or which are collateralized, to the extent uninsured, by any obligation permitted by KRS 41.240(4).

G. Long-term Obligations

The fund financial statement recognizes bond interest, as well as bond issuance costs when received or when paid, during the current period. The principal amount of the debt and interest are reported as disbursements. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as disbursements. Debt proceeds are reported as other adjustments to cash.

H. Related Organizations and Joint Ventures

A related organization is an entity for which a primary government is not financially accountable. It does not impose will or have a financial benefit or burden relationship, even if the primary government appoints a voting majority of the related organizations governing board. Based on this criteria, the following are considered related organizations of the Whitley County Fiscal Court:

Whitley County Water District
Cumberland Falls Water Highway District

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

H. Related Organizations and Joint Ventures (Continued)

A legal entity or other organization that results from a contractual agreement and that is owned, operated, or governed by two or more participants as a separate activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility is a joint venture. Based upon these criteria, the following are considered joint ventures of the Whitley County Fiscal Court:

The Williamsburg/Whitley County Airport Board (with the City of Williamsburg)
 Bell/Whitley County Community Action Group (with Bell County)

Note 2. Deposits and Investments

Deposits

The fiscal court maintained deposits of public funds with depository institutions insured by the Federal Deposit Insurance Corporation (FDIC) as required by KRS 66.480(1)(d). According to KRS 41.240, the depository institution should pledge or provide sufficient collateral which, together with FDIC insurance, equals or exceeds the amount of public funds on deposit at all times. In order to be valid against the FDIC in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the fiscal court and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. These requirements were met.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a depository institution failure, the government's deposits may not be returned. The government does not have a deposit policy for custodial credit risk, but rather follows the requirements of KRS 66.480(1)(d) and KRS 41.240. As of June 30, 2018, all deposits were covered by FDIC insurance or a properly executed collateral security agreement.

Note 3. Transfers

The table below shows the interfund operating transfers for fiscal year 2018.

	General Fund	Jail Fund	Local Government Economic Assistance Fund	Occupational Tax Fund	Detention Center Public Properties Corporation Fund	Total Transfers In
General Fund	\$	\$	\$	\$2,142,500	\$ 32,194	\$ 2,174,694
Jail Fund	1,118,881		238,800			1,357,681
Ambulance Fund	66,000					66,000
Detention Center Public Properties Corporation Fund		530,762				530,762
Total Transfers Out	\$1,184,881	\$ 530,762	\$ 238,800	\$2,142,500	\$ 32,194	\$ 4,129,137

Reason for transfers:

To move resources from and to the general fund and other funds, for budgetary purposes, to the funds that will expend them.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 4. Agency Trust Funds

Agency trust funds report only those resources held in a trust or custodial capacity for individuals, private organizations, or other governments. The fiscal court has the following agency trust fund:

Jail Inmate Fund - This fund accounts for funds received from the inmates. The balance in the jail inmate fund as of June 30, 2018, was \$3,438.

Note 5. Operating Leases

A. Office Space Rental

The Whitley County Fiscal Court entered into an operating lease agreement with the Williamsburg-Whitley County Airport Board, Inc. for the rent of the Whitley County EMS department at a rate of \$1,000 per month. The lease is for 20 years, at which time a new lease can be negotiated. The agreement has an annual rent increase based upon the Consumer Price Index. The total expense related to this operating lease was \$12,000 for the fiscal year ended June 30, 2018. The future minimum lease payments for the operating lease are as follows:

Fiscal Year Ended June 30	EMS
2019	\$ 12,000
2020	12,000
2021	12,000
2022	12,000
2023	12,000
2024-2028	60,000
2029-2030	24,000
	<u>\$ 144,000</u>

B. Tower Space Rental

The Whitley County Fiscal Court entered into a lease agreement with a land owner. The lease agreement is for property to construction, operation, and maintenance of a radio transmission tower. The lease commenced on October 1, 2008, and terminated on October 1, 2014, with an automatic extension of four additional terms of five years each (Renewal Term). The lease amount is \$7,200 per year to be paid in equal monthly installments of \$600. The future minimum lease payments for these operating leases are as follows:

Fiscal Year Ended June 30	Payment
2019	\$ 7,200
2020	7,200
2021	7,200
2022	7,200
2023	7,200
2024-2028	36,000
2029-2033	36,000
	<u>\$ 108,000</u>

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 6. Short-term Debt

The Whitley County Fiscal Court entered into a short-term promissory note with the Kentucky Association of Counties (KACo) in the amount of \$205,000 to perform road improvements. The note was for a period of 80 days at an interest rate of 3.75 percent. On August 1, 2017, the promissory note was paid in full. Total interest paid in association with the note was \$1,685. Short-term Debt activity for the year ended June 30, 2018, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Short-term Borrowing	\$ 205,000		\$ 205,000	\$	\$
Total Short-term Debt	<u>\$ 205,000</u>	<u>\$ 0</u>	<u>\$ 205,000</u>	<u>\$ 0</u>	<u>\$ 0</u>

Note 7. Long-term Debt

A. General Obligation Bonds, Series 2013

On April 16, 2013, the county issued \$7,160,000 of General Obligation Bonds, Series 2013, with interest rates of 2 percent through 3.25 percent payable semiannually June 1 and December 1. These bonds were issued by Whitley County Kentucky for the purpose of refunding Whitley County Kentucky General Obligation Bonds (Detention Facilities Project), Series 2002, \$7,800,000, dated April 1, 2002, and refunding the \$605,000 City of Ewing, Kentucky Area Development Districts Financing Trust Lease Acquisition Program Revenue Bonds (Court Facilities Project), Fixed Rate Series 2000, dated July 3, 2003 and the underlying Lease; accrued interest, if any; and the Cost of Issuance. The outstanding principal balance of the bonds was \$5,375,000 as of June 30, 2018, with principal paid annually on June 1. Future debt service requirements are:

Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$ 380,000	\$ 148,263
2020	395,000	140,663
2021	400,000	131,775
2022	410,000	122,275
2023	420,000	112,025
2024-2028	2,035,000	399,637
2029-2031	<u>1,335,000</u>	<u>86,450</u>
Totals	<u>\$ 5,375,000</u>	<u>\$ 1,141,088</u>

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 7. Long-term Debt (Continued)

B. First Mortgage Revenue Bonds, Partial Refunding of Series 2009, By First Mortgage Revenue Refunding Bonds Series 2017

On June 1, 2017, the Whitley County Public Properties Corporation (PPC), an agency and instrumentality of the Whitley County Fiscal Court, issued First Mortgage Revenue Refunding Bonds, series 2017, in the principal amount of \$7,054,999, for the purpose of refunding a portion of its outstanding First Mortgage Revenue Bonds (Whitley County Justice Center), Series 2009, dated September 1, 2009, in the original principal amount of \$17,105,000.

The Series 2009 bonds that were partially refunded have a current balance of \$4,505,000 after partially being refunded. They were issued at various interest rates ranging from 2 percent to 4 percent. The Series 2017 bonds have a current balance of \$7,054,999. They were issued at an interest rate of 2.52 percent. The PPC has entered into an agreement to lease the Whitley County Judicial Center to the fiscal court for the amount of the total bond payments. The fiscal court has a sublease with the Administrative Office of the Courts (AOC), Commonwealth of Kentucky, for approximately 100 percent of the Whitley County Judicial Center, whereby AOC makes semi-annual payments directly to the paying agent to fund the debt service for the bond issue.

Principal payments for the 2009 series issue and the 2017 series issue are due annually on September 1 and interest payments are due semiannually on March 1 and September 1. As of June 30, 2018, the principal balance was \$4,505,000 for the Series 2009 bonds and \$7,054,999 for the Series 2017. Future debt service requirements are:

First Mortgage Revenue Bonds, Series 2009

Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$ 840,000	\$ 137,500
2020	870,000	110,219
2021	900,000	80,350
2022	930,000	49,469
2023	965,000	16,888
Totals	\$ 4,505,000	\$ 394,426

First Mortgage Revenue Refunding Bonds, Series 2017

Fiscal Year Ended June 30	Principal	Scheduled Interest
2019		\$ 177,786
2020		177,786
2021	33,951	177,358
2022	75,599	175,978
2023	77,529	174,048
2024-2028	5,654,114	516,202
2029	1,213,806	15,294
Totals	\$ 7,054,999	\$ 1,414,452

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

C. Land Purchase

On October 1, 2010, Whitley County entered into a \$327,000 financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the acquisition of land. Terms of the agreement stipulate a ten-year repayment schedule, with variable quarterly interest payments (which increased in July 2017) and fixed annual principal payments in the amount of \$32,700. The principal balance was \$98,100 as of June 30, 2018. Future debt service requirements are:

Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$ 32,700	\$ 4,135
2020	32,700	2,301
2021	32,700	458
Totals	<u>\$ 98,100</u>	<u>\$ 6,894</u>

D. Dump Truck

On July 18, 2012, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the purchase of a dump truck for \$119,825. Terms of the agreement stipulate a repayment schedule in which the final payment is due on July 20, 2017, with variable monthly interest payments and variable annual principal payments due on the 20th of each month. This financing obligation had a zero balance as of June 30, 2018.

E. Ambulance

On October 26, 2012, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the purchase of an ambulance for \$124,316. Terms of the agreement stipulate a repayment schedule in which the final payment is due on November 20, 2017, with variable monthly interest payments and variable annual principal payments due on the 20th of each month. This financing obligation had a zero balance as of June 30, 2018.

F. Road Equipment & Stretcher

On February 11, 2015, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the purchase of road equipment and an ambulance stretcher for \$434,000. Terms of the agreement stipulate a repayment schedule in which the final payment is due on November 20, 2018, with variable monthly interest payments due every three months and fixed principle payments of \$61,393 due biannually with a final principle payment of \$4,250 on November 20, 2018. The principal balance was \$65,643 as of June 30, 2018. Future debt service requirements are:

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 7. Long-term Debt (Continued)

F. Road Equipment & Stretcher (Continued)

	Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$	65,643	\$ 528
Totals	\$	65,643	\$ 528

G. Ambulance

On September 22, 2014, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the purchase of an ambulance for \$55,500. Terms of the agreement stipulate a repayment schedule in which the final payment is due on September 20, 2017, with variable monthly interest and principle payments due monthly. This financing obligation had a zero balance as of June 30, 2018.

H. Sheriff's Vehicles

On August 23, 2016, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the purchase of sheriff vehicles for \$77,716. Terms of the agreement stipulate a repayment schedule in which the final payment is due on August 20, 2021, with 3.25 percent monthly interest payments and variable monthly principal payments due on the 20th. The principal balance was \$50,659 as of June 30, 2018. Future debt service requirements are:

	Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$	15,439	\$ 1,418
2020		15,948	909
2021		16,474	382
2022		2,798	11
Totals	\$	50,659	\$ 2,720

I. Ambulance

On March 6, 2018, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the purchase of an ambulance in the amount of \$55,000. Terms of the agreement stipulate a repayment schedule in which the final payment is due on March 20, 2021, with a fixed interest rate of 3.95 percent with principal and interest payments due monthly. The principal balance was \$37,500 as of June 30, 2018. Future debt service requirements are:

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 7. Long-term Debt (Continued)

I. Ambulance (Continued)

Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$ 13,168	\$ 1,245
2020	13,698	715
2021	10,634	176
Totals	<u>\$ 37,500</u>	<u>\$ 2,136</u>

J. Boat Ramp - Tourism Board

On November 7, 2017, Whitley County entered into a financing obligation agreement with the Kentucky Association of Counties Leasing Trust for the purpose of financing the construction of Croley Bend Boat Ramp in the amount of \$40,600. On October 9, 2018, the Whitley County Tourism Board signed an agreement that obligates the Tourism Board for the payments of this financing obligation. Terms of the agreement stipulate a repayment schedule in which the final payment is due on October 20, 2020, with a fixed interest rate of 3.75 percent with principal and interest payments due monthly. The principal balance was \$46,174 as of June 30, 2018. Future debt service requirements are:

Fiscal Year Ended June 30	Principal	Scheduled Interest
2019	\$ 17,954	\$ 1,481
2020	18,637	798
2021	9,583	135
Totals	<u>\$ 46,174</u>	<u>\$ 2,414</u>

A. Changes In Long-term Debt

Long-term Debt activity for the year ended June 30, 2018, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
General Obligation Refunding Lease	\$ 5,750,000	\$	\$ 815,000	\$ 4,935,000	\$ 840,000
Revenue Bonds	12,374,999		375,000	11,999,999	380,000
Financing Obligations	399,740	95,600	197,264	298,076	128,431
Total Long-term Debt	<u>\$ 18,524,739</u>	<u>\$ 95,600</u>	<u>\$ 1,387,264</u>	<u>\$ 17,233,075</u>	<u>\$ 1,348,431</u>

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 8. Contingencies

The county is involved in multiple lawsuits that arose from the normal course of doing business. While individually they may not be significant, in the aggregate, they could negatively impact the county's financial position. Due to the uncertainty of the litigation, a reasonable estimate of the financial impact on the county cannot be made at this time.

Note 9. Employee Retirement System

The fiscal court has elected to participate, pursuant to KRS 78.530, in the County Employees Retirement System (CERS), which is administered by the Board of Trustees of the Kentucky Retirement Systems (KRS). This is a cost-sharing, multiple-employer, defined benefit pension plan, which covers all eligible full-time employees and provides for retirement, disability, and death benefits to plan members. Benefit contributions and provisions are established by statute.

The county's contribution for FY 2016 was \$496,639, FY 2017 was \$511,454, and FY 2018 was \$545,084.

Nonhazardous

Nonhazardous covered employees are required to contribute 5 percent of their salary to the plan. Nonhazardous covered employees who begin participation on or after September 1, 2008, are required to contribute 6 percent of their salary to be allocated as follows: 5 percent will go to the member's account and 1 percent will go to the KRS insurance fund.

In accordance with Senate Bill 2, signed by the Governor on April 4, 2013, plan members who began participating on or after January 1, 2014, were required to contribute to the Cash Balance Plan. The Cash Balance Plan is known as a hybrid plan because it has characteristics of both a defined benefit plan and a defined contribution plan. Members in the plan contribute a set percentage of their salary each month to their own accounts. Nonhazardous covered employees contribute 5 percent of their annual creditable compensation. Nonhazardous members also contribute 1 percent to the health insurance fund which is not credited to the member's account and is not refundable. The employer contribution rate is set annually by the KRS Board of Directors based on an actuarial valuation. The employer contributes a set percentage of the member's salary. Each month, when employer contributions are received, an employer pay credit is deposited to the member's account. A member's account is credited with a 4 percent employer pay credit. The employer pay credit represents a portion of the employer contribution.

Benefits fully vest on reaching five years of service for nonhazardous employees. Aspects of benefits for nonhazardous employees include retirement after 27 years of service or age 65. Nonhazardous employees who begin participation on or after September 1, 2008, must meet the rule of 87 (member's age plus years of service credit must equal 87, and the member must be a minimum of 57 years of age) or the member is age 65, with a minimum of 60 months service credit.

The county's contribution rate for nonhazardous employees was 19.18 percent.

Hazardous

Hazardous covered employees are required to contribute 8 percent of their salary to the plan. Hazardous covered employees who begin participation on or after September 1, 2008, are required to contribute 9 percent of their salary to be allocated as follows: 8 percent will go to the member's account and 1 percent will go to the KRS insurance fund.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 9. Employee Retirement System (Continued)

In accordance with Senate Bill 2, signed by the Governor on April 4, 2013, plan members who began participating on or after January 1, 2014, were required to contribute to the Cash Balance Plan. The Cash Balance Plan is known as a hybrid plan because it has characteristics of both a defined benefit plan and a defined contribution plan.

Members in the plan contribute a set percentage of their salary each month to their own accounts. Hazardous members contribute 8 percent of their annual creditable compensation and also contribute 1 percent to the health insurance fund which is not credited to the member's account and is not refundable. The employer contribution rate is set annually by the Board based on an actuarial valuation. The employer contributes a set percentage of the member's salary. Each month, when employer contributions are received, an employer pay credit is deposited to the member's account. A hazardous member's account is credited with a 7.5 percent employer pay credit. The employer pay credit represents a portion of the employer contribution.

Aspects of benefits for hazardous employees include retirement after 20 years of service or age 55. For hazardous employees who begin participation on or after September 1, 2008, aspects of benefits include retirement after 25 years of service or the member is age 60, with a minimum of 60 months of service credit.

The county's contribution rate for hazardous employees was 31.55 percent.

Other Post-Employment Benefits (OPEB)

A. Health Insurance Coverage – Tier 1

CERS provides post-retirement health care coverage as follows:

For members participating prior to July 1, 2003, years of service and respective percentages of the maximum contribution are as follows:

Years of Service	% Paid by Insurance Fund	% Paid by Member through Payroll Deduction
20 or more	100%	0%
15-19	75%	25%
10-14	50%	50%
4-9	25%	75%
Less than 4	0%	100%

As a result of House Bill 290 (2004 General Assembly), medical insurance benefits are calculated differently for members who began participation on or after July 1, 2003. Once members reach a minimum vesting period of ten years, non-hazardous employees whose participation began on or after July 1, 2003, earn ten dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. This dollar amount is subject to adjustment annually based on the retiree cost of living adjustment, which is updated annually due to changes in the Consumer Price Index.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 9. Employee Retirement System (Continued)

Hazardous employees whose participation began on or after July 1, 2003, earn 15 dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. Upon the death of a hazardous employee, the employee's spouse receives ten dollars per month for insurance benefits for each year of the deceased employee's hazardous service. This dollar amount is subject to adjustment annually based on the retiree cost of living adjustment, which is updated annually due to changes in the Consumer Price Index.

Benefits are covered under KRS 161.714 with exception of COLA and retiree health benefits after July 2003.

B. Health Insurance Coverage - Tier 2 and Tier 3 - Nonhazardous

Once members reach a minimum vesting period of 15 years, earn ten dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. This dollar amount is subject to adjustment annually by 1.5%. This was established for Tier 2 members during the 2008 Special Legislative Session by House Bill 1. During the 2013 Legislative Session, Senate Bill 2 was enacted, creating Tier 3 benefits for members.

The monthly insurance benefit has been increased annually as a 1.5% cost of living adjustment (COLA) since July 2003 when the law changed. The annual increase is cumulative and continues to accrue after the member's retirement.

Tier 2 member benefits are covered by KRS 161.714 with exception of COLA and retiree health benefits after July 2003. Tier 3 members are not covered by the same provisions.

C. Health Insurance Coverage - Tier 2 and Tier 3 - Hazardous

Once members reach a minimum vesting period of 15 years, earn fifteen dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. This dollar amount is subject to adjustment annually by 1.5%. Upon the death of a hazardous employee, the employee's spouse receives ten dollars per month for insurance benefits for each year of the deceased employee's hazardous service. This was established for Tier 2 members during the 2008 Special Legislative Session by House Bill 1. During the 2013 Legislative Session, Senate Bill 2 was enacted, creating Tier 3 benefits for members.

The monthly insurance benefit has been increased annually as a 1.5% COLA since July 2003 when the law changed. The annual increase is cumulative and continues to accrue after the member's retirement.

D. Cost of Living Adjustments - Tier 1

The 1996 General Assembly enacted an automatic cost of living adjustment (COLA) provision for all recipients of KRS benefits. During the 2008 Special Session, the General Assembly determined that each July beginning in 2009, retirees who have been receiving a retirement allowance for at least 12 months will receive an automatic COLA of 1.5%. The COLA is not a guaranteed benefit. If a retiree has been receiving a benefit for less than 12 months, and a COLA is provided, it will be prorated based on the number of months the recipient has been receiving a benefit.

E. Cost of Living Adjustments - Tier 2 and Tier 3

No COLA is given unless authorized by the legislature with specific criteria. To this point, no COLA has been authorized by the legislature for Tier 2 or Tier 3 members.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 9. Employee Retirement System (Continued)

F. Death Benefit

If a retired member is receiving a monthly benefit based on at least 48 months of service credit, KRS will pay a \$5,000 death benefit payment to the beneficiary designated by the member specifically for this benefit. Members with multiple accounts are entitled to only one death benefit.

KRS Annual Financial Report and Proportionate Share Audit Report

KRS issues a publicly available annual financial report that includes financial statements and required supplementary information on CERS. This report may be obtained by writing the Kentucky Retirement Systems, 1260 Louisville Road, Frankfort, KY 40601-6124, or by telephone at (502) 564-4646.

KRS also issues proportionate share audit reports for both total pension liability and other post-employment benefits for CERS determined by actuarial valuation as well as each participating county's proportionate share. Both the Schedules of Employer Allocations and Pension Amounts by Employer and the Schedules of Employer Allocations and OPEB Amounts by Employer reports and the related actuarial tables are available online at <https://kyret.ky.gov>. The complete actuarial valuation report, including all actuarial assumptions and methods, is also available on the website or can be obtained as described in the paragraph above.

Note 10. Deferred Compensation

In July 2003, the Whitley County Fiscal Court voted to allow all eligible employees to participate in deferred compensation plans administered by the Kentucky Public Employees' Deferred Compensation Authority. The Kentucky Public Employees' Deferred Compensation Authority is authorized under KRS 18A.230 to 18A.275 to provide administration of tax-sheltered supplemental retirement plans for all state, public school and university employees, and employees of local political subdivisions that have elected to participate.

These deferred compensation plans permit all full-time employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Participation by eligible employees in the deferred compensation plans is voluntary.

Historical trend information showing the Kentucky Public Employees' Deferred Compensation Authority's progress in accumulating sufficient assets to pay benefits when due is presented in the Kentucky Public Employees' Deferred Compensation Authority's annual financial report. This report may be obtained by writing the Kentucky Public Employees' Deferred Compensation Authority at 101 Sea Hero Road, Suite 110, Frankfort, KY 40601-8862, or by telephone at (502) 573-7925.

Note 11. Insurance

For the fiscal year ended June 30, 2018, the Whitley County Fiscal Court was a member of the Kentucky Association of Counties' All Lines Fund (KALF). KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

WHITLEY COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2018
(Continued)

Note 12. Prior Period Adjustments

The beginning balance of the Justice Center Public Properties Corporation Bond Fund and Justice Center Public Properties Corporation Construction Fund was increased by \$1 and \$8, respectively due to rounding and error. The beginning balance of the Jail Commissary Fund was increased by \$335 from prior year due to prior year voided checks.

**WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis**

For The Year Ended June 30, 2018

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WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2018

	GENERAL FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 1,337,640	\$ 1,409,543	\$ 1,409,161	\$ (382)
In Lieu Tax Payments	76,000	76,000	132,028	56,028
Excess Fees	24,027	271,604	271,605	1
Licenses and Permits	16,700	16,700	16,480	(220)
Intergovernmental	570,599	715,523	611,185	(104,338)
Miscellaneous	4,275	88,583	99,867	11,284
Interest	2,800	2,800	3,184	384
Total Receipts	<u>2,032,041</u>	<u>2,580,753</u>	<u>2,543,510</u>	<u>(37,243)</u>
DISBURSEMENTS				
General Government	1,918,056	2,141,165	1,992,865	148,300
Protection to Persons and Property	177,378	217,432	173,978	43,454
General Health and Sanitation	229,628	356,504	184,192	172,312
Social Services	6,500	8,500	7,000	1,500
Recreation and Culture			55,000	(55,000)
Debt Service	308,451	311,451	65,248	246,203
Administration	793,888	1,281,825	689,576	592,249
Total Disbursements	<u>3,433,901</u>	<u>4,316,877</u>	<u>3,167,859</u>	<u>1,149,018</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(1,401,860)</u>	<u>(1,736,124)</u>	<u>(624,349)</u>	<u>1,111,775</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	2,345,050	2,345,050	2,142,500	(202,550)
Transfers To Other Funds	(1,293,190)	(1,293,190)	(1,184,880)	108,310
Short-Term Borrowing	250,000	250,000		(250,000)
Financing Obligation Proceeds			55,000	55,000
Total Other Adjustments to Cash (Uses)	<u>1,301,860</u>	<u>1,301,860</u>	<u>1,012,620</u>	<u>(289,240)</u>
Net Change in Fund Balance	(100,000)	(434,264)	388,271	822,535
Fund Balance Beginning	<u>100,000</u>	<u>434,264</u>	<u>434,264</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 822,535</u>	<u>\$ 822,535</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

ROAD FUND

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
	RECEIPTS			
In Lieu Tax Payments	\$ 81,000	\$ 81,000	\$ 92,076	\$ 11,076
Intergovernmental	2,114,819	2,280,846	1,836,735	(444,111)
Miscellaneous	207,000	247,986	265,848	17,862
Interest	1,000	1,000	735	(265)
Total Receipts	<u>2,403,819</u>	<u>2,610,832</u>	<u>2,195,394</u>	<u>(415,438)</u>
DISBURSEMENTS				
General Government	2,200	2,200	1,671	529
Roads	1,733,902	1,949,652	1,480,902	468,750
Debt Service	323,829	325,514	325,513	1
Administration	461,340	437,615	427,974	9,641
Total Disbursements	<u>2,521,271</u>	<u>2,714,981</u>	<u>2,236,060</u>	<u>478,921</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(117,452)</u>	<u>(104,149)</u>	<u>(40,666)</u>	<u>63,483</u>
Other Adjustments to Cash (Uses)				
Financing Obligation Proceeds	17,452	17,452		(17,452)
Transfers From Other Funds	300,000	300,000		(300,000)
Transfers To Other Funds	(300,000)	(300,000)		300,000
Total Other Adjustments to Cash (Uses)	<u>17,452</u>	<u>17,452</u>		<u>(17,452)</u>
Net Change in Fund Balance	(100,000)	(86,697)	(40,666)	46,031
Fund Balance Beginning	100,000	86,697	86,697	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 46,031</u>	<u>\$ 46,031</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	JAIL FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 1,608,000	\$ 1,640,841	\$ 1,597,679	\$ (43,162)
Charges for Services	117,000	118,815	96,301	(22,514)
Miscellaneous	53,800	89,664	83,777	(5,887)
Interest Earned	400	400	703	303
Total Receipts	<u>1,779,200</u>	<u>1,849,720</u>	<u>1,778,460</u>	<u>(71,260)</u>
DISBURSEMENTS				
Protection to Persons and Property	1,935,102	2,032,843	2,015,281	17,562
Debt Service	530,763	530,763	530,763	
Administration	635,125	611,517	590,376	21,141
Total Disbursements	<u>3,100,990</u>	<u>3,175,123</u>	<u>3,136,420</u>	<u>38,703</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(1,321,790)</u>	<u>(1,325,403)</u>	<u>(1,357,960)</u>	<u>(32,557)</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	1,411,790	1,411,790	1,357,681	(54,109)
Transfers To Other Funds	<u>(100,000)</u>	<u>(100,000)</u>		100,000
Total Other Adjustments to Cash (Uses)	<u>1,311,790</u>	<u>1,311,790</u>	<u>1,357,681</u>	<u>45,891</u>
Net Change in Fund Balance	(10,000)	(13,613)	(279)	13,334
Fund Balance Beginning	<u>10,000</u>	<u>13,613</u>	<u>13,614</u>	<u>1</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,335</u>	<u>\$ 13,335</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 505,100	\$ 618,161	\$ 587,574	\$ (30,587)
Interest	600	1,239	1,655	416
Total Receipts	<u>505,700</u>	<u>619,400</u>	<u>589,229</u>	<u>(30,171)</u>
DISBURSEMENTS				
General Government	96,100	150,588	129,715	20,873
Recreation and Culture	60,000	60,000	60,000	
Roads	161,000	173,000	171,990	1,010
Administration	5,000	90,476		90,476
Total Disbursements	<u>322,100</u>	<u>474,064</u>	<u>361,705</u>	<u>112,359</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>183,600</u>	<u>145,336</u>	<u>227,524</u>	<u>82,188</u>
Other Adjustments to Cash (Uses)				
Transfers To Other Funds	<u>(283,600)</u>	<u>(283,600)</u>	<u>(238,800)</u>	<u>44,800</u>
Total Other Adjustments to Cash (Uses)	<u>(283,600)</u>	<u>(283,600)</u>	<u>(238,800)</u>	<u>44,800</u>
Net Change in Fund Balance	(100,000)	(138,264)	(11,276)	126,988
Fund Balance Beginning	<u>100,000</u>	<u>138,264</u>	<u>138,265</u>	<u>1</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 126,989</u>	<u>\$ 126,989</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	FEDERAL GRANTS FUND			
	<u>Budgeted Amounts</u>		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 7,501	\$ 7,501	\$	\$ (7,501)
Total Receipts	<u>7,501</u>	<u>7,501</u>		<u>(7,501)</u>
DISBURSEMENTS				
Administration	<u>7,501</u>	<u>7,501</u>		<u>7,501</u>
Total Disbursements	<u>7,501</u>	<u>7,501</u>		<u>7,501</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
Other Adjustments to Cash (Uses)				
Transfers To Other Funds	<u>(50)</u>	<u>(50)</u>		<u>50</u>
Total Other Adjustments to Cash (Uses)	<u>(50)</u>	<u>(50)</u>		<u>50</u>
Net Change in Fund Balance	(50)	(50)		50
Fund Balance Beginning	<u>50</u>	<u>50</u>	<u>50</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 50</u>	<u>\$ 50</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	AMBULANCE FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 18,610	\$ 18,610	\$	\$ (18,610)
Charges for Services	2,000,100	2,016,086	2,068,878	52,792
Miscellaneous	2,000	5,792	5,498	(294)
Interest	500	500	278	(222)
Total Receipts	<u>2,021,210</u>	<u>2,040,988</u>	<u>2,074,654</u>	<u>33,666</u>
DISBURSEMENTS				
General Government				
Protection to Persons and Property	1,534,760	1,586,511	1,520,092	66,419
Debt Service	22,794	28,445	26,394	2,051
Administration	633,656	633,376	604,699	28,677
Total Disbursements	<u>2,191,210</u>	<u>2,248,332</u>	<u>2,151,185</u>	<u>97,147</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(170,000)</u>	<u>(207,344)</u>	<u>(76,531)</u>	<u>130,813</u>
Other Adjustments to Cash (Uses)				
Financing Obligation Proceeds		40,600	40,600	
Transfers From Other Funds	90,000	90,000	66,000	(24,000)
Total Other Adjustments to Cash (Uses)	<u>90,000</u>	<u>130,600</u>	<u>106,600</u>	<u>(24,000)</u>
Net Change in Fund Balance	(80,000)	(76,744)	30,069	106,813
Fund Balance Beginning	80,000	76,744	76,743	(1)
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 106,812</u>	<u>\$ 106,812</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	FORESTRY FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 4,600	\$ 4,600	\$ 3,363	\$ (1,237)
Miscellaneous	175	234	234	
Interest	30	30	32	2
Total Receipts	<u>4,805</u>	<u>4,864</u>	<u>3,629</u>	<u>(1,235)</u>
DISBURSEMENTS				
Protection to Persons and Property	4,000	4,000	3,481	519
Administration	4,805	5,813		5,813
Total Disbursements	<u>8,805</u>	<u>9,813</u>	<u>3,481</u>	<u>6,332</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(4,000)</u>	<u>(4,949)</u>	148	5,097
Net Change in Fund Balance	(4,000)	(4,949)	148	5,097
Fund Balance Beginning	4,000	4,949	4,950	1
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,098</u>	<u>\$ 5,098</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	OCCUPATIONAL TAX FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 4,830,000	\$ 4,830,000	\$ 4,898,341	\$ 68,341
Miscellaneous	1,000	1,000	212	(788)
Interest	2,700	2,982	4,025	1,043
Total Receipts	<u>4,833,700</u>	<u>4,833,982</u>	<u>4,902,578</u>	<u>68,596</u>
DISBURSEMENTS				
General Government	101,600	103,623	98,922	4,701
Administration	2,662,100	2,734,302	2,642,738	91,564
Total Disbursements	<u>2,763,700</u>	<u>2,837,925</u>	<u>2,741,660</u>	<u>96,265</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>2,070,000</u>	<u>1,996,057</u>	<u>2,160,918</u>	<u>164,861</u>
Other Adjustments to Cash (Uses)				
Transfers To Other Funds	<u>(2,170,000)</u>	<u>(2,170,000)</u>	<u>(2,142,500)</u>	<u>27,500</u>
Total Other Adjustments to Cash (Uses)	<u>(2,170,000)</u>	<u>(2,170,000)</u>	<u>(2,142,500)</u>	<u>27,500</u>
Net Change in Fund Balance	(100,000)	(173,943)	18,418	192,361
Fund Balance Beginning	<u>100,000</u>	<u>173,943</u>	<u>173,944</u>	<u>1</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 192,362</u>	<u>\$ 192,362</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	TOURIST TAX FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 67,000	\$ 67,000	\$ 64,681	\$ (2,319)
Interest	75	118	48	(70)
Total Receipts	<u>67,075</u>	<u>67,118</u>	<u>64,729</u>	<u>(2,389)</u>
DISBURSEMENTS				
Recreation and Culture	67,000	67,000	66,435	565
Administration	2,575	8,533		8,533
Total Disbursements	<u>69,575</u>	<u>75,533</u>	<u>66,435</u>	<u>9,098</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(2,500)</u>	<u>(8,415)</u>	<u>(1,706)</u>	<u>6,709</u>
Net Change in Fund Balance	(2,500)	(8,415)	(1,706)	6,709
Fund Balance Beginning	<u>2,500</u>	<u>8,415</u>	<u>8,415</u>	<u></u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,709</u>	<u>\$ 6,709</u>

WHITLEY COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2018
(Continued)

	911 FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 445,000	\$ 445,000	\$ 428,450	\$ (16,550)
Intergovernmental	193,100	334,734	340,208	5,474
Miscellaneous	1,000	3,599	3,599	
Interest	200	507	746	239
Total Receipts	<u>639,300</u>	<u>783,840</u>	<u>773,003</u>	<u>(10,837)</u>
DISBURSEMENTS				
Protection to Persons and Property	450,500	595,678	535,529	60,149
Administration	203,800	264,094	143,132	120,962
Total Disbursements	<u>654,300</u>	<u>859,772</u>	<u>678,661</u>	<u>181,111</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(15,000)</u>	<u>(75,932)</u>	<u>94,342</u>	<u>170,274</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	75,000	75,000		(75,000)
Transfers To Other Funds	(75,000)	(75,000)		75,000
Total Other Adjustments to Cash (Uses)				
Net Change in Fund Balance	(15,000)	(75,932)	94,342	170,274
Fund Balance Beginning	<u>15,000</u>	<u>75,932</u>	<u>75,933</u>	<u>1</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 170,275</u>	<u>\$ 170,275</u>

WHITLEY COUNTY
NOTES TO REGULATORY SUPPLEMENTARY
INFORMATION - BUDGETARY COMPARISON SCHEDULES

June 30, 2018

Note 1. Budgetary Information

Annual budgets are adopted on a regulatory basis of accounting which is a basis of accounting other than accounting principles generally accepted in the United States of America (GAAP) as established by the Governmental Accounting Standards Board and according to the laws of Kentucky as required by the state local finance officer.

The county judge/executive is required to submit estimated receipts and proposed disbursements to the fiscal court by May 1 of each year. The budget is prepared by fund, function, and activity and is required to be adopted by the fiscal court by July 1.

The fiscal court may change the original budget by transferring appropriations at the activity level; however, the fiscal court may not increase the total budget without approval by the state local finance officer. Disbursements may not exceed budgeted appropriations at the activity level.

Note 2. Excess of Disbursements Over Appropriations

General Fund Recreation & Culture exceeded budgeted appropriations by \$55,000.

Note 3. Reconciliation of the General Fund and Jail Fund

Reconciliation of the General Fund

Total Receipts-Budgetary Basis	\$ 2,543,510
To adjust for transfer from Public Properties	<u>(32,194)</u>
Total Receipts-Regulatory Basis	<u>\$ 2,511,316</u>
Other Adjustments To Cash (Uses)	\$ 1,012,620
To adjust for change in payroll account balance	(17,476)
To adjust for transfer from Public Properties	<u>32,194</u>
Total Other Adjustments To Csh (Uses) - Regulatory Basis	<u>\$ 1,027,338</u>

Reconciliation of the Jail Fund

Total Disbursements-Budgetary Basis	\$ 3,136,420
To adjust for Public Properties Transfer	<u>(530,763)</u>
Total Disbursements-Regulatory Basis	<u>\$ 2,605,657</u>
Total Other Adjustments to Cash (Uses)-Budgetary Basis	\$ 1,357,681
To adjust for AOC Payments	<u>(530,763)</u>
Total Other Adjustments to Cash (Uses)-Regulatory Basis	<u>\$ 826,918</u>

**WHITLEY COUNTY
SCHEDULE OF CAPITAL ASSETS
Supplementary Information - Regulatory Basis**

For The Year Ended June 30, 2018

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WHITLEY COUNTY
SCHEDULE OF CAPITAL ASSETS
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2018

The fiscal court reports the following Schedule of Capital Assets:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Land	\$ 565,858	\$	\$	\$ 565,858
Buildings	26,195,930	79,980		26,275,910
Vehicles & Equipment	2,415,504	259,463	44,015	2,630,952
Other Equipment	1,701,114	125,086		1,826,200
Infrastructure	<u>13,077,649</u>	<u>269,844</u>		<u>13,347,493</u>
 Total Capital Assets	 <u>\$ 43,956,055</u>	 <u>\$ 734,373</u>	 <u>\$ 44,015</u>	 <u>\$44,646,413</u>

**WHITLEY COUNTY
NOTES TO REGULATORY SUPPLEMENTARY
INFORMATION - SCHEDULE OF CAPITAL ASSETS**

June 30, 2018

Note 1. Capital Assets

Capital assets, which include land, land improvements, buildings, furniture and office equipment, building improvements, machinery, equipment, and infrastructure assets (roads and bridges) that have a useful life of more than one reporting period based on the government's capitalization policy, are reported as other information. Such assets are recorded at historical cost or estimated historical cost when purchased or constructed.

	Capitalization Threshold	Useful Life (Years)
Land Improvements	\$ 12,500	10-60
Buildings and Building Improvements	\$ 15,000	10-75
Equipment	\$ 10,000	3-25
Vehicles	\$ 10,000	3-12
Infrastructure	\$ 20,000	10-50

Note 2. Prior Period Adjustment

The prior year Schedule of Capital Assets was adjusted as follows due to errors:

	Prior Year Report Ending Balance	Additions	Deletions	Adjusted Beginning Balance
Land	\$ 565,858	\$	\$	\$ 565,858
Buildings	26,195,930			26,195,930
Vehicles & Equipment	2,345,177	80,327	10,000	2,415,504
Other Equipment	1,701,114			1,701,114
Infrastructure	13,099,838	100,924	123,113	13,077,649
 Total Capital Assets	\$ 43,907,917	\$ 181,251	\$ 133,113	\$43,956,055

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

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PATRICK & ASSOCIATES, LLC

124 Candlewood Drive
Winchester, KY 40391

The Honorable Pat White, Jr., Whitley County Judge/Executive
Members of the Whitley County Fiscal Court

Report On Internal Control Over Financial Reporting And
On Compliance And Other Matters Based On An Audit Of The Financial
Statement Performed In Accordance With *Government Auditing Standards*

Independent Auditor's Report

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Whitley County Fiscal Court for the fiscal year ended June 30, 2018, and the related notes to the financial statement which collectively comprise the Whitley County Fiscal Court's financial statement and have issued our report thereon dated May 30, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the Whitley County Fiscal Court's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the Whitley County Fiscal Court's internal control. Accordingly, we do not express an opinion on the effectiveness of the Whitley County Fiscal Court's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report On Internal Control Over Financial Reporting And
On Compliance And Other Matters Based On An Audit Of The Financial
Statement Performed In Accordance With *Government Auditing Standards*
(Continued)

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the Whitley County Fiscal Court's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,



Tammy Patrick, CPA
Patrick & Associates, LLC

May 30, 2019

**CERTIFICATION OF COMPLIANCE -
LOCAL GOVERNMENT ECONOMIC ASSISTANCE PROGRAM**

WHITLEY COUNTY FISCAL COURT

For The Year Ended June 30, 2018

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CERTIFICATION OF COMPLIANCE
LOCAL GOVERNMENT ECONOMIC ASSISTANCE PROGRAM
WHITLEY COUNTY FISCAL COURT

For The Fiscal Year Ended June 30, 2018

The Whitley County Fiscal Court hereby certifies that assistance received from the Local Government Economic Assistance Program was expended for the purpose intended as dictated by the applicable Kentucky Revised Statutes.



Pat White, Jr.
County Judge/Executive



Jeffery Gray
County Treasurer