



To the People of Kentucky
The Honorable Andy Beshear, Governor
Holly M. Johnson, Secretary
Finance and Administration Cabinet
The Honorable Perry A. Newcom, Crittenden County Judge/Executive
Members of the Crittenden County Fiscal Court

Independent Auditor’s Report

Opinions

We have audited the accompanying Statement of Receipts, Disbursements, and Changes in Fund Balances – Regulatory Basis of the Crittenden County Fiscal Court, for the year ended June 30, 2023, and the related notes to the financial statement, which collectively comprise the Crittenden County Fiscal Court’s financial statement as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompany financial statement referred to above presents fairly, in all material respects, the receipts, disbursements, and changes in fund balances – regulatory basis of the Crittenden County Fiscal Court, for the year ended June 30, 2023, in accordance with accounting practices prescribed or permitted by the Commonwealth of Kentucky as described in Note 1.

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 section of our report, the financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the Crittenden County Fiscal Court, for the year ended June 30, 2023, or the changes in financial position and cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, and the Fiscal Court Audit Guide issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of Crittenden County Fiscal Court and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 Crittenden 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.

Responsibilities of Management for the Financial Statement

Crittenden County Fiscal Court’s management is responsible for the preparation and fair presentation of the 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 Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement is free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement. In performing an audit in accordance with GAAS and Government Auditing Standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit 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 Crittenden County Fiscal Court’s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Crittenden County Fiscal Court’s ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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 Crittenden County Fiscal Court. The Budgetary Comparison Schedules 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 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 are fairly stated in all material respects in relation to the financial statement as a whole.

Other Information

Management is responsible for the other information included in this report. The other information is comprised of the schedule of capital assets but does not include the financial statement and our auditor’s report thereon. Our opinions on the financial statement do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 25, 2024, on our consideration of the Crittenden 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 solely 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 effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Crittenden County Fiscal Court’s internal control over financial reporting and compliance. Based on the results of our audit, we present the accompanying Schedule of Findings and Responses included herein, which discusses the following report finding:
2023-001 The Crittenden County Jail Inappropriately Used Debit Card For Jail Commissary Purchases
2023-002 The Jailer Failed To Properly Reconcile The Jail Commissary Account and Inmate Account And Present An Accurate Annual Report.

Respectfully submitted

Tammy R. Patrick, CPA

Tammy R. Patrick, CPA
Patrick & Associates, LLC

October 25, 2024

CRITTENDEN COUNTY BUDGETARY COMPARISON SCHEDULES Supplementary Information - Regulatory Basis For The Year Ended June 30, 2023					CRITTENDEN COUNTY BUDGETARY COMPARISON SCHEDULES Supplementary Information - Regulatory Basis For The Year Ended June 30, 2023 (Continued)				
GENERAL FUND					ROAD FUND				
Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)		Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)	
Original	Final				Original	Final			
RECEIPTS					RECEIPTS				
Taxes	\$ 1,227,500	\$ 1,245,922	\$ 1,334,269	\$ 88,347	Intergovernmental	\$ 3,480,351	\$ 3,659,631	\$ 3,122,833	\$ (536,798)
Excess Fees	10,135	12,671	7,271	(5,400)	Miscellaneous	207,000	222,651	217,971	(4,680)
Licenses and Permits	47,200	47,550	43,982	(3,568)	Interest	5,000	25,317	35,504	10,187
Intergovernmental	417,200	595,381	559,796	(35,585)	Total Receipts	3,692,351	3,907,599	3,376,308	(531,291)
Charges for Services	110,000	110,900	161,579	50,679	DISBURSEMENTS				
Miscellaneous	262,500	304,536	230,183	(74,353)	Transportation Facilities and Services	48,750	48,750	20,117	28,633
Interest	2,000	8,391	13,539	5,148	Roads	1,457,000	1,661,124	1,241,877	419,247
Total Receipts	2,076,535	2,325,351	2,350,619	25,268	Other Transportation Facilities and Services	1,662,000	1,662,000	1,626,202	35,798
DISBURSEMENTS					Debt Service	210,250	227,250	226,295	955
General Government	1,079,762	1,320,190	1,191,115	129,075	Administration	934,351	932,185	131,606	800,579
Protection to Persons and Property	511,650	481,485	455,503	25,982	Total Disbursements	4,312,351	4,531,309	3,246,097	1,285,212
General Health and Sanitation	274,590	331,720	287,185	44,535	Excess (Deficiency) of Receipts Over				
Social Services	56,175	60,320	33,425	26,895	Disbursements Before Other				
Recreation and Culture	9,500	9,500	8,886	614	Adjustments to Cash (Uses)	(620,000)	(623,710)	130,211	753,921
Debt Service	129,356	147,656	147,645	11	Other Adjustments to Cash (Uses)				
Administration	565,502	563,734	406,737	156,997	Financing Obligation Proceeds	170,000	191,724	191,724	
Total Disbursements	2,626,535	2,914,605	2,530,496	384,109	Transfers From Other Funds	(150,000)	75,000	75,000	
Excess (Deficiency) of Receipts Over					Transfers To Other Funds	(225,000)	(227,417)	(227,417)	
Disbursements Before Other					Total Other Adjustments to Cash (Uses)	20,000	41,724	39,307	
Adjustments to Cash (Uses)	(550,000)	(589,254)	(179,877)	409,377	Net Change in Fund Balance	(600,000)	(581,986)	169,518	751,504
Other Adjustments to Cash (Uses)					Fund Balance - Beginning (Restated)	600,000	581,986	581,986	
Transfers From Other Funds	150,000	225,000	227,417	2,417	Fund Balance - Ending	\$ 0	\$ 0	\$ 751,504	\$ 751,504
Transfers To Other Funds		(75,000)	(75,000)						
Total Other Adjustments to Cash (Uses)	150,000	150,000	152,417	2,417					
Net Change in Fund Balance									
Fund Balance - Beginning	400,000	439,254	439,254	411,794					
Fund Balance - Ending									
	\$ 0	\$ 0	\$ 411,794	\$ 411,794					