

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

**For The Year Ended  
June 30, 2024**



**ALLISON BALL  
AUDITOR OF PUBLIC ACCOUNTS  
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**ALLISON BALL**  
**AUDITOR OF PUBLIC ACCOUNTS**

**Independent Auditor's Report**

To the People of Kentucky  
The Honorable Andy Beshear, Governor  
Holly M. Johnson, Secretary  
Finance and Administration Cabinet  
The Honorable Zeke Little, Jr., Owsley County Judge/Executive  
Members of the Owsley County Fiscal Court

**Report on the Audit of the Financial Statement**

***Disclaimer of Opinion***

We were engaged to audit the financial activity contained in the Fourth Quarter Financial Report of the Owsley County Fiscal Court for the year ended June 30, 2024.

We do not express an opinion on the accompanying financial activity contained in the Fourth Quarter Financial Report of the Owsley County Fiscal Court. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial activity.

***Basis for Disclaimer of Opinion***

The absence of effective internal controls, oversight, and review procedures created an environment in which financial records were inaccurate. Based on these conditions, we determined the risk of material misstatement and fraud risk to be too high and were unable to apply other procedures to mitigate this risk. The significance of these issues, in the aggregate, prevents us from placing reliance on the financial activities contained in the Owsley County Fiscal Court's Fourth Quarter Financial Report and from expressing an opinion on the financial statement of the Owsley County Fiscal Court.

***Responsibilities of Management for the Financial Statement***

Owsley 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.



To the People of Kentucky  
The Honorable Andy Beshear, Governor  
Holly M. Johnson, Secretary  
Finance and Administration Cabinet  
The Honorable Zeke Little, Jr., Owsley County Judge/Executive  
Members of the Owsley County Fiscal Court

***Auditor's Responsibilities for the Audit of the Financial Statement***

Our responsibility is to conduct an audit of Owsley County Fiscal Court's financial statement in accordance with auditing standards generally accepted in the United States of America and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statement.

We are required to be independent of the Owsley County Fiscal Court and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit.

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 Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2024, on our consideration of the Owsley 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 Owsley 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 findings:

- 2024-001 The Owsley County Fiscal Court Failed To Implement A Strong Internal Control System
- 2024-002 The Owsley County Fiscal Court Lacks Adequate Internal Controls Over Disbursements
- 2024-003 The Owsley County Fiscal Court Lacks Adequate Internal Controls Over Receipts
- 2024-004 The Owsley County Fiscal Court Does Not Have Adequate Controls Over The Payroll Process

Respectfully submitted,



Allison Ball  
Auditor of Public Accounts  
Frankfort, Ky

December 5, 2024

**OWSLEY COUNTY OFFICIALS****For The Year Ended June 30, 2024****Fiscal Court Members:**

Zeke Little, Jr.	County Judge/Executive
Jason Reed	Magistrate
Jeff Dooley	Magistrate
Alan Taylor	Magistrate

**Other Elected Officials:**

Henley McIntosh	County Attorney
Jason Hollan	Jailer (July 2023- January 2024)
Matthew Sizemore	Jailer (January 2024 - June 2024)
Shanna Oliver	County Clerk (July 2023 - April 2024)
Austin Bowling	County Clerk (April 2024 - June 2024)
Tara Roberts	Sheriff
Michael Reynolds	Property Valuation Administrator
Donald Morgan	Coroner

**Appointed Personnel:**

Diana Wilder	County Treasurer
Kendra Little	Finance Officer

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**OWSLEY COUNTY  
FOURTH QUARTER FINANCIAL REPORT**

**For The Year Ended June 30, 2024**

**OWSLEY COUNTY  
FOURTH QUARTER FINANCIAL REPORT**

For The Year Ended June 30, 2024

**Owsley County Fiscal Court  
Financial Statement**

Fiscal Year to Date  
7/1/2023 through 6/30/2024

Fund	Total Receipts	Total Disbursed	Cash Balance	Encumbrances	Unencumbered Cash Balance
General	\$1,600,859.86	\$1,302,828.99	\$298,030.87	\$0.00	\$298,030.87
Road	\$3,739,372.54	\$2,458,878.25	\$1,280,494.29	\$0.00	\$1,280,494.29
Jail	\$221,588.69	\$225,434.65	(\$3,845.96)	\$0.00	(\$3,845.96)
LGEA	\$102,860.91	\$97,174.28	\$5,686.63	\$0.00	\$5,686.63
Solid Waste	\$358,851.03	\$341,231.44	\$17,619.59	\$0.00	\$17,619.59
Parks & Rec	\$50,929.69	\$45,534.92	\$5,394.77	\$0.00	\$5,394.77
LGEDF	\$897.16	\$0.00	\$897.16	\$0.00	\$897.16
Clerk Storage	\$7,072.13	\$0.00	\$7,072.13	\$0.00	\$7,072.13
Opioid	\$101,942.61	\$0.00	\$101,942.61	\$0.00	\$101,942.61
Sheriff	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
ARPA	\$113,184.43	\$21,475.00	\$91,709.43	\$0.00	\$91,709.43
EKYSAFE	\$19,569.82	\$50,000.00	(\$30,430.18)	\$0.00	(\$30,430.18)
<b>Total</b>	<b>\$6,317,128.87</b>	<b>\$4,542,557.53</b>	<b>\$1,774,571.34</b>	<b>\$0.00</b>	<b>\$1,774,571.34</b>

**Reconciliation**

Fund	Bank Balance	Deposits Not Credited	Less Out Checks	CD Balance	Savings Balance	Other	Cash Balance
01-General	\$317,895.48	\$0.00	\$19,864.61	\$0.00	\$0.00	\$0.00	\$298,030.87
02-Road	\$1,284,198.45	\$0.00	\$3,704.16	\$0.00	\$0.00	\$0.00	\$1,280,494.29
03-Jail	\$461.87	\$0.00	\$4,307.83	\$0.00	\$0.00	\$0.00	(\$3,845.96)
04-LGEA	\$5,788.43	\$0.00	\$101.80	\$0.00	\$0.00	\$0.00	\$5,686.63
13-Solid Waste	\$41,854.05	\$0.00	\$24,234.46	\$0.00	\$0.00	\$0.00	\$17,619.59
14-Parks & rec	\$5,394.77	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$5,394.77
31-LGEDF	\$897.16	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$897.16
75-Clerk Storage	\$7,072.13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$7,072.13
76-Opioid	\$101,942.61	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$101,942.61
77-Sheriff	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
84-ARPA	\$91,709.43	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$91,709.43
88-EKYSAFE	\$59,569.82	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$59,569.82
<b>Total</b>	<b>\$1,916,784.20</b>	<b>\$0.00</b>	<b>\$52,212.86</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$1,864,571.34</b>

To the best of my knowledge the information  
contained herein is accurate and complete

\_\_\_\_\_  
County Treasurer

\_\_\_\_\_  
Date

\_\_\_\_\_  
County Judge/Executive

\_\_\_\_\_  
Date

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

**Owsley County Fiscal Court**

**Fund Receipts Summary**

Fiscal Year to Date

Fund: General

Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
01-4101-000	Real Property	130,149.00	.00	.00	100,508.80	8,413.65	16,979.10	125,901.55	4,247.45
01-4102-000	Personal Property	3,454.00	.00	.00	.00	3,302.10	.00	3,302.10	151.90
01-4103-000	Motor Vehicle	39,481.00	.00	4,632.64	5,684.29	3,810.66	.00	14,127.59	25,353.41
01-4104-000	Delinquent Property	7,526.00	.00	4,091.55	4,911.01	1,884.02	.00	10,886.58	(3,360.58)
01-4106-000	Tangible Personal Property	4,314.00	.00	.00	1,638.15	25,428.88	185.96	27,252.99	(22,938.99)
01-4107-000	Mineral Tax	.00	.00	.00	37.14	.00	.00	37.14	(37.14)
01-4112-000	Fire Protection	1,304.00	.00	.00	955.38	88.45	106.30	1,150.13	153.87
01-4130-000	Bank Franchise	27,342.00	.00	.00	9,046.75	.00	.00	9,046.75	18,295.25
01-4135-000	Deed Transfer	10,169.00	.00	1,273.00	.00	.00	.00	1,273.00	8,896.00
01-4137-000	Insurance License	291,610.00	.00	74,517.02	33,750.81	92,983.65	85,886.97	287,138.45	4,471.55
01-4140-000	Telephone 911 Fee	14,313.00	.00	.00	5.94	6.93	.99	13.86	14,299.14
01-4204-000	PILT	37,000.00	.00	.00	.00	.00	.00	.00	37,000.00
01-4302-000	Excess Fees Clerk	25,741.00	.00	.00	4,619.05	.00	42,434.11	47,053.16	(21,312.16)
01-4304-000	Excess Fees Clerk/Sheriff	66,171.00	.00	.00	.00	16,584.39	.00	16,584.39	49,586.61
01-4501-000	Omitted Property	300.00	.00	79.75	.00	.00	.00	79.75	220.25
01-4504-000	FEMA	.00	.00	279,221.48	676,135.52	314,634.42	18,052.17	1,288,043.59	(1,288,043.59)
01-4520-000	Election Expenses	4,080.00	.00	53,931.00	.00	.00	.00	53,931.00	(49,851.00)
01-4532-000	Courthouse Rental	28,172.00	.00	7,437.30	800.00	1,200.00	18,655.35	28,092.65	79.35
01-4541-000	DEM	100.00	.00	.00	.00	.00	.00	.00	100.00
01-4549-000	Sheriff Fee Pooling	.00	.00	.00	.00	29,932.28	29,610.84	59,543.12	(59,543.12)
01-4561-000	Fiscal Court Filing Fee	100.00	.00	.00	.00	.00	.00	.00	100.00
01-4727-000	Reimbursement	.00	.00	.00	40,256.80	489.44	7,441.83	48,188.07	(48,188.07)
01-4727-00A	Sheriff Salary Reimbursement	101,277.00	.00	41,148.00	14,207.72	23,816.82	.00	79,172.54	22,104.46
01-4727-00B	Clerk Salary Reimbursement	124,490.00	.00	.00	.00	13,943.56	.00	13,943.56	110,546.44
01-4728-000	Donations	200.00	.00	.00	.00	.00	.00	.00	200.00
01-4731-000	Miscellaneous Revenue	3,500.00	.00	312,800.51	145,983.72	9,048.18	113,732.69	581,565.10	(578,065.10)
01-4801-000	Interest	121.00	.00	21.70	66.93	132.18	106.19	327.00	(206.00)
01-4901-000	Prior year Carryover	423,015.00	.00	104,305.78	.00	.00	.00	104,305.78	318,709.22
01-4909-000	Transfers Out	(356,303.00)	.00	(472,800.82)	(674,135.52)	.00	(53,163.65)	(1,200,099.99)	843,796.99
01-4910-000	Transfers In	.00	.00	.00	.00	.00	.00	.00	.00
<b>General Total</b>		<b>\$987,626.00</b>	<b>\$ .00</b>	<b>\$410,658.91</b>	<b>\$364,472.49</b>	<b>\$545,699.61</b>	<b>\$280,028.85</b>	<b>\$1,600,859.86</b>	<b>\$(613,233.86)</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

<b>Fund: Road</b>									
<b>Account #</b>	<b>Description</b>	<b>Original Budget</b>	<b>Amendment</b>	<b>Quarter1</b>	<b>Quarter2</b>	<b>Quarter3</b>	<b>Quarter4</b>	<b>Total Receipts</b>	<b>Under(Over) Budget</b>
02-4506-000	State Reimbursement	.00	.00	18,962.20	770,311.55	11,773.00	.00	801,046.75	(801,046.75)
02-4516-000	Truck License	249,661.00	.00	257,943.70	1,693.04	.00	.00	259,636.74	(9,975.74)
02-4518-000	County Road Aid	740,150.00	.00	506,055.00	.00	215,384.00	.00	721,439.00	18,711.00
02-4542-000	FEMA Reimbursement	361,658.21	361,658.21	.00	.00	.00	.00	.00	723,316.42
02-4704-000	Surplus Sale	5,000.00	.00	200.00	.00	.00	.00	200.00	4,800.00
02-4706-000	Road Material Sales	40,000.00	.00	32,352.71	36,645.53	33,570.30	42,588.20	145,156.74	(105,156.74)
02-4727-000	Reimbursement	.00	.00	25,876.37	163,169.17	23,559.71	.00	212,605.25	(212,605.25)
02-4731-000	Miscellaneous	.00	.00	3,575.20	61,404.80	238,384.79	72,137.54	375,502.33	(375,502.33)
02-4801-000	Interest	110.00	.00	59.52	108.05	104.86	126.99	399.42	(289.42)
02-4901-000	Prior Year Carryover	39,393.00	.00	89,183.63	.00	.00	.00	89,183.63	(49,790.63)
02-4909-000	Transfers Out	.00	.00	.00	(5,000.00)	.00	.00	(5,000.00)	5,000.00
02-4910-000	Transfers In	123,815.00	.00	361,658.21	.00	.00	777,544.47	1,139,202.68	(1,015,387.68)
<b>Road Total</b>		<b>\$1,559,787.21</b>	<b>\$361,658.21</b>	<b>\$1,295,866.54</b>	<b>\$1,028,332.14</b>	<b>\$522,776.66</b>	<b>\$892,397.20</b>	<b>\$3,739,372.54</b>	<b>\$(1,817,927.12)</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: Jail									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
03-4533-000	Jail Allotment	37,365.00	.00	33,660.40	2,023.63	6,250.00	.00	41,934.03	(4,569.03)
03-4534-000	Jail Medical	2,667.00	.00	2,648.20	49.50	.00	.00	2,697.70	(30.70)
03-4731-000	Miscellaneous Revenue	.00	.00	31,250.00	53,089.24	2,264.38	6,581.48	93,185.10	(93,185.10)
03-4801-000	Interest	7.00	.00	4.03	1.88	2.07	1.75	9.73	(2.73)
03-4901-000	Prior Year Carryover	984.00	.00	3,762.13	.00	.00	.00	3,762.13	(2,778.13)
03-4909-000	Transfers Out	.00	.00	.00	.00	.00	.00	.00	.00
03-4910-000	Transfers In	232,488.00	.00	.00	.00	40,000.00	40,000.00	80,000.00	152,488.00
	<b>Jail Total</b>	<b>\$273,511.00</b>	<b>\$ .00</b>	<b>\$71,324.76</b>	<b>\$55,164.25</b>	<b>\$48,516.45</b>	<b>\$46,583.23</b>	<b>\$221,588.69</b>	<b>\$51,922.31</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

## Fund: LGEA

Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
04-4527-000	Coal Production	100,673.00	.00	36,287.86	.00	904.26	1.05	37,193.17	63,479.83
04-4529-000	Mineral Tax	50.00	.00	.00	.00	57.52	.00	57.52	(7.52)
04-4542-000	KYEM Reimbursement	26,665.00	.00	.00	452.13	1,882.71	686.72	3,021.56	23,643.44
04-4731-000	Miscellaneous	.00	.00	686.72	96.83	1,808.52	1,941.86	4,533.93	(4,533.93)
04-4801-000	Interest	9.00	.00	8.86	7.68	4.52	1.02	22.08	(13.08)
04-4901-000	Prior Year Carryover	57,122.00	.00	58,032.65	.00	.00	.00	58,032.65	(910.65)
04-4909-000	Transfers Out	.00	.00	.00	.00	.00	.00	.00	.00
04-4910-000	Transfers In	.00	.00	.00	.00	.00	.00	.00	.00
<b>LGEA Total</b>		<b>\$184,519.00</b>	<b>\$0.00</b>	<b>\$95,016.09</b>	<b>\$556.64</b>	<b>\$4,657.53</b>	<b>\$2,630.65</b>	<b>\$102,860.91</b>	<b>\$81,658.09</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: Solid Waste									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
13-4602-000	Solid Waste Fees	300,000.00	.00	61,105.80	82,619.94	99,557.94	66,876.33	310,160.01	(10,160.01)
13-4731-000	Miscellaneous Revenue	.00	.00	868.00	12,142.65	1,648.87	8,237.53	22,897.05	(22,897.05)
13-4801-000	Interest	15.00	.00	4.44	2.82	5.53	5.77	18.56	(3.56)
13-4901-000	Prior Year Carryover	37,516.00	.00	25,775.41	.00	.00	.00	25,775.41	11,740.59
13-4910-000	Transfers In	.00	.00	.00	.00	.00	.00	.00	.00
	<b>Solid Waste Total</b>	<b>\$337,531.00</b>	<b>\$ .00</b>	<b>\$87,753.65</b>	<b>\$94,765.41</b>	<b>\$101,212.34</b>	<b>\$75,119.63</b>	<b>\$358,851.03</b>	<b>\$(21,320.03)</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: Parks & Rec									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
14-4608-000	Event Sales	3,000.00	.00	1,275.00	.00	340.00	1,927.00	3,542.00	(542.00)
14-4703-000	Concession Sales	80,000.00	.00	1,801.00	2,291.04	1,519.00	.00	5,611.04	74,388.96
14-4711-000	Rental	15,000.00	.00	.00	.00	200.00	1,034.00	1,234.00	13,766.00
14-4728-000	Donations	.00	.00	100.00	.00	.00	.00	100.00	(100.00)
14-4731-000	Miscellaneous	.00	.00	.00	7.50	.00	.00	7.50	(7.50)
14-4801-000	Interest	2.00	.00	1.25	.25	.42	.89	2.81	(.81)
14-4901-000	Prior Year Carryover	7,515.00	.00	12,432.34	.00	.00	.00	12,432.34	(4,917.34)
14-4909-000	Transfers Out	.00	.00	.00	.00	.00	.00	.00	.00
14-4910-000	Transfers In	.00	.00	.00	8,000.00	10,000.00	10,000.00	28,000.00	(28,000.00)
<b>Parks &amp; Rec Total</b>		<b>\$105,517.00</b>	<b>\$0.00</b>	<b>\$15,609.59</b>	<b>\$10,298.79</b>	<b>\$12,059.42</b>	<b>\$12,961.89</b>	<b>\$50,929.69</b>	<b>\$54,587.31</b>



**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: LGEDE									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
31-4731-000	Miscellaneous	.00	.00	.00	.00	.00	.00	.00	.00
31-4901-000	Prior Year Carryover	\$97.00	.00	\$97.16	.00	.00	.00	\$97.16	(\$16)
31-4909-000	Transfers Out	.00	.00	.00	.00	.00	.00	.00	.00
31-4910-000	Transfers In	.00	.00	.00	.00	.00	.00	.00	.00
<b>LGEDE Total</b>		<b>\$97.00</b>	<b>\$0.00</b>	<b>\$97.16</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$97.16</b>	<b>\$(16)</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: Clerk Storage									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
75-4731-000	Miscellaneous Revenue	5,000.00	.00	1,240.25	.00	11.00	.30	1,251.55	3,748.45
75-4801-000	Interest	.00	.00	.55	.88	.88	.58	2.89	(2.89)
75-4901-000	Prior Year Carryover	3,832.00	.00	5,817.69	.00	.00	.00	5,817.69	(1,985.69)
75-4909-000	Transfers Out	.00	.00	.00	.00	.00	.00	.00	.00
75-4910-000	Transfers In	.00	.00	.00	.00	.00	.00	.00	.00
	<b>Clerk Storage Total</b>	<b>\$8,832.00</b>	<b>\$0.00</b>	<b>\$7,058.49</b>	<b>\$0.88</b>	<b>\$11.88</b>	<b>\$0.88</b>	<b>\$7,072.13</b>	<b>\$1,759.87</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: Opioid									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
76-4731-000	Miscellaneous	.00	.00	.00	.00	.00	.00	.00	.00
76-4801-000	Interest	.00	.00	5.61	6.08	6.08	9.36	27.13	(27.13)
76-4901-000	Prior Year Carryover	43,815.00	.00	41,018.17	.00	.00	.00	41,018.17	2,796.83
76-4909-000	Transfers Out	.00	.00	.00	.00	.00	.00	.00	.00
76-4910-000	Transfers In	.00	.00	7,733.66	.00	.00	53,163.65	60,897.31	(60,897.31)
<b>Opioid Total</b>		<b>\$43,815.00</b>	<b>\$ .00</b>	<b>\$48,757.44</b>	<b>\$6.08</b>	<b>\$6.08</b>	<b>\$53,173.01</b>	<b>\$101,942.61</b>	<b>\$(58,127.61)</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: ARPA									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
84-4731-000	Miscellaneous	.00	.00	.00	66,544.32	.00	.00	66,544.32	(66,544.32)
84-4801-000	Interest	.00	.00	7.43	7.67	14.16	13.74	43.00	(43.00)
84-4901-000	Prior Year Carryover	59,474.00	.00	59,597.11	.00	.00	.00	59,597.11	(123.11)
84-4909-000	Transfers Out	.00	.00	.00	(3,000.00)	(10,000.00)	.00	(13,000.00)	13,000.00
84-4910-000	Transfers In	.00	.00	.00	.00	.00	.00	.00	.00
<b>ARPA Total</b>		<b>\$59,474.00</b>	<b>\$ .00</b>	<b>\$59,604.54</b>	<b>\$63,551.99</b>	<b>\$(9,985.84)</b>	<b>\$13.74</b>	<b>\$113,184.43</b>	<b>\$(53,710.43)</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

Fund: EKYSAFE									
Account #	Description	Original Budget	Amendment	Quarter1	Quarter2	Quarter3	Quarter4	Total Receipts	Under(Over) Budget
88-4731-000	Miscellaneous	.00	.00	.00	.00	.00	109,560.10	109,560.10	(109,560.10)
88-4801-000	Interest	.00	.00	.00	.00	.00	9.72	9.72	(9.72)
88-4901-000	Prior Year Carryover	.00	157,853.06	.00	.00	.00	.00	.00	157,853.06
88-4909-000	Transfer Out	.00	.00	.00	.00	(40,000.00)	(50,000.00)	(90,000.00)	90,000.00
88-4910-000	Transfer In	.00	.00	.00	.00	.00	.00	.00	.00
<b>EKYSAFE Total</b>		<b>\$ .00</b>	<b>\$157,853.06</b>	<b>\$ .00</b>	<b>\$ .00</b>	<b>\$(40,000.00)</b>	<b>\$59,569.82</b>	<b>\$19,569.82</b>	<b>\$138,283.24</b>

## Owsley County Fiscal Court Fund Disbursements Summary

Fiscal Year to Date

Fund: General

Account #	Description	Beginning Balance	Amendments	Transfers	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Disbursed	Under/(Over)
01-5001-101	CJE Salary	85,000.00	.00	.00	20,311.15	22,330.09	37,152.17	23,670.06	103,463.47	(18,463.47)
01-5001-104	Finance Officer Salary	28,704.00	.00	.00	8,466.20	7,479.60	6,624.00	7,728.00	30,297.80	(1,593.80)
01-5001-445	Office Supplies	15,000.00	.00	.00	2,958.31	2,068.13	7,392.18	10,343.54	22,762.16	(7,762.16)
01-5001-551	Memberships	2,000.00	.00	.00	800.00	1,000.00	3,301.00	.00	5,101.00	(3,101.00)
01-5001-573	Telephone	8,000.00	.00	.00	2,550.60	1,902.07	2,337.08	1,661.56	8,451.31	(451.31)
01-5001-165	CJE Assistant-Secretary	13,821.00	.00	.00	.00	2,460.77	6,765.45	7,786.65	17,012.87	(3,191.87)
01-5005-101	Co Attorney Salary	14,256.00	.00	.00	3,165.00	3,696.00	3,168.00	6,996.34	17,025.34	(2,769.34)
01-5005-165	Co Attorney Secretary	25,937.00	.00	.00	4,986.00	6,983.20	5,985.60	6,983.20	24,938.00	999.00
01-5005-445	Co Attorney Office Supplies	300.00	.00	.00	.00	.00	.00	.00	.00	300.00
01-5010-101	Co Clark Salary	88,000.00	.00	.00	21,589.50	40,203.06	21,793.46	24,054.01	107,640.03	(19,640.03)
01-5010-103	Co Clark Deputies	28,433.00	.00	.00	3,216.19	4,923.97	4,180.71	15,374.75	27,695.62	737.38
01-5015-101	Co Sheriff Salary	85,000.00	.00	.00	19,962.84	24,617.85	20,850.06	20,369.72	85,800.57	(800.57)
01-5015-103	Co Sheriff Deputies	28,433.00	.00	.00	24,821.82	26,857.96	22,593.69	17,884.10	92,157.57	(63,724.57)
01-5015-106	Co Sheriff Clerk	27,643.00	.00	.00	6,439.01	6,591.84	6,379.20	7,442.40	26,852.45	790.55
01-5025-565	Printing	10,000.00	.00	.00	726.69	2,767.27	454.08	600.29	4,548.33	5,451.67
01-5025-574	Training	6,500.00	.00	.00	3,251.06	1,050.00	1,300.00	.00	5,601.06	898.94
01-5030-367	PVA Statutory Contribution	7,100.00	.00	.00	6,944.00	.00	.00	.00	6,944.00	156.00
01-5040-319	Fiscalsoft	8,000.00	.00	.00	.00	.00	9,500.00	.00	9,500.00	(1,500.00)
01-5040-102	Co Treasurer Salary	32,552.00	.00	.00	2,683.00	8,331.56	7,812.66	8,786.40	27,613.62	4,938.38
01-5060-102	Law Librarian	1,200.00	.00	.00	300.00	300.00	300.00	250.00	1,150.00	50.00
01-5065-347	Polling Place Rent	11,100.00	.00	.00	.00	.00	.00	.00	.00	11,100.00
01-5065-365	election printing & advertising	12,386.00	.00	.00	262.00	1,749.12	14,591.66	.00	16,602.78	(4,216.78)
01-5080-175	Custodian	27,040.00	.00	.00	5,251.00	5,882.50	6,240.00	7,280.00	24,653.50	2,386.50
01-5080-571	REPAIRS AND MAINTENANCE	12,000.00	.00	.00	78,102.57	1,847.91	1,792.57	300.00	82,043.05	(70,043.05)
01-5080-578	Courthouse Utilities	35,000.00	.00	.00	9,915.34	5,998.01	9,402.99	7,837.84	33,154.18	1,845.82
01-5081-103	AOC CSO 1 FT IPT	54,600.00	.00	.00	.00	.00	.00	.00	.00	54,600.00
01-5145-107	911 Coordinator	7,000.00	.00	.00	1,592.80	1,594.80	1,594.87	1,859.80	6,642.27	357.73
01-5150-902	Fire Protection	2,100.00	.00	.00	11.54	2,056.00	2,056.00	.00	4,123.54	(2,023.54)
01-5212-179	PERSONNEL	10,400.00	.00	.00	6,330.54	640.00	.00	.00	6,970.54	3,429.46
01-9100-307	Audits	26,000.00	.00	.00	1,907.80	4,934.48	278.27	22,261.76	29,382.31	(3,382.31)
01-9100-521	Insurance	30,368.00	.00	.00	84,232.67	305.54	2,727.43	4,882.90	92,148.54	(61,780.54)
01-9100-531	Official Bonds	7,000.00	.00	.00	1,364.12	2,153.07	101.80	2,175.47	5,794.46	1,205.54
01-9100-553	KRADD	3,400.00	.00	.00	3,321.00	.00	.00	.00	3,321.00	79.00
01-9100-555	KACO	6,800.00	.00	.00	.00	51,490.98	.00	.00	51,490.98	(44,690.98)
01-9100-599	Miscellaneous	1,000.00	.00	.00	24,445.82	51,510.04	19,456.88	13,589.60	109,002.34	(108,002.34)
01-9200-999	Reserve for Transfers	46,825.00	.00	.00	.00	.00	.00	.00	.00	46,825.00

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

01-9400-201	Employee Social Security	42,688.00	.00	.00	11,196.39	10,699.14	10,184.01	12,298.31	44,378.05	(1,690.05)
01-9400-202	Employer Share Retirement	120,719.00	.00	.00	24,974.53	23,846.27	35,483.17	34,949.80	119,253.77	1,465.23
01-9400-208	Unemployment Insurance	3,500.00	.00	.00	.00	.00	.00	.00	.00	3,500.00
01-9400-209	Workers Compensation	8,321.00	.00	.00	22,190.66	.00	.00	.00	22,190.66	(13,869.66)
01-9400-212	Training Fringe Benefits	3,500.00	.00	.00	.00	.00	1,300.00	2,576.34	3,876.34	(376.34)
01-5015-102	Temp	.00	.00	.00	983.48	1,475.22	1,475.22	1,721.09	5,655.01	(5,655.01)
01-5015-415	Sheriff-Fuel	.00	.00	.00	.00	.00	1,564.41	3,339.88	4,904.29	(4,904.29)
01-5015-573	Sheriff-Phones	.00	.00	.00	.00	.00	563.13	1,227.50	1,790.63	(1,790.63)
01-5015-445	Sheriff-Office Supplies	.00	.00	.00	.00	.00	340.00	.00	340.00	(340.00)
01-5015-443	Sheriff-Vehicle Repairs	.00	.00	.00	.00	.00	182.52	836.54	1,019.06	(1,019.06)
01-5080-333	Elevator Contract	.00	.00	.00	444.90	.00	233.57	934.28	1,612.75	(1,612.75)
01-5015-441	Sheriff- Equipment - Xerox	.00	.00	.00	.00	.00	378.01	705.08	1,083.09	(1,083.09)
01-5015-551	Sheriff- Assn Membership	.00	.00	.00	.00	.00	545.00	400.00	945.00	(945.00)
01-5015-599	Sheriff-Miscellaneous	.00	.00	.00	.00	.00	3,834.42	756.23	4,590.65	(4,590.65)
01-5065-192	Election Officers Per Diem	.00	.00	.00	.00	.00	.00	1,305.00	1,305.00	(1,305.00)
<b>General Total</b>		<b>\$987,626.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$409,698.63</b>	<b>\$329,746.45</b>	<b>\$282,215.27</b>	<b>\$281,168.64</b>	<b>\$1,302,828.99</b>	<b>\$315,202.99</b>

**Fund: Road**

Account #	Description	Beginning Balance	Amendments	Transfers	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Disbursed	Under/(Over)
02-5025-101	Magistrates Salaries	40,127.00	.00	.00	9,260.09	13,583.03	11,526.57	10,803.45	45,173.14	(5,046.14)
02-5025-343	CDL Physicals	2,500.00	.00	.00	.00	50.00	.00	.00	50.00	2,450.00
02-5025-425	Food Inmates	6,500.00	.00	.00	.00	18.75	.00	1,508.90	1,527.65	4,972.35
02-5212-446	Personnel protective Equipment	1,000.00	.00	.00	.00	.00	.00	.00	.00	1,000.00
02-5080-578	Garage Utilities	16,000.00	.00	.00	2,402.75	5,512.41	2,608.15	2,272.96	12,796.27	3,203.73
02-6103-102	Road Supervisor Salary	34,008.00	.00	.00	6,282.63	8,947.74	9,798.02	10,390.61	35,419.00	(1,411.00)
02-6105-143	Road Workers Salaries	319,925.00	.00	.00	55,324.55	59,597.21	55,321.96	61,547.82	231,791.54	88,133.46
02-6103-106	Garage Clerk	13,821.00	.00	.00	.00	.00	.00	.00	.00	13,821.00
02-6105-336	Maintenance & Repairs	150,000.00	100,000.00	100,000.00	13,784.87	129,406.60	75,520.64	85,316.64	304,028.75	45,971.25
02-6105-373	Contracted Construction	100.00	200,000.00	200,000.00	58,728.70	296,369.22	196,547.43	4,000.00	555,645.35	(155,545.35)
02-6105-405	Asphalt	100.00	.00	.00	151,997.31	181,542.83	.00	.00	333,540.14	(333,440.14)
02-6105-441	Road Equipment	50,000.00	.00	.00	211,048.89	61,082.74	51,319.43	16,086.00	339,537.06	(289,537.06)
02-6105-447	Road Materials	375,000.00	.00	.00	80,346.62	57,432.44	94,993.86	137,945.31	370,718.23	4,281.77
02-6107-447	Emergency Road Aid	100.00	.00	.00	.00	.00	.00	.00	.00	100.00
02-9100-512	Insurance	30,369.00	.00	.00	.00	.00	.00	.00	.00	30,369.00
02-9100-574	Training	3,000.00	.00	.00	.00	.00	.00	.00	.00	3,000.00
02-9100-599	Miscellaneous	1,000.00	.00	.00	6,161.92	50,740.94	1,034.04	2,062.66	59,999.56	(58,999.56)
02-9400-201	Employer Social Security	32,346.00	.00	.00	5,421.37	5,995.55	5,510.70	6,723.98	23,651.60	8,694.40
02-9400-202	Employer Retirement	95,463.00	.00	.00	14,426.55	15,635.56	14,260.94	17,352.90	61,675.95	33,787.05
02-9400-208	Unemployment	3,500.00	.00	.00	.00	.00	.00	.00	.00	3,500.00
02-9400-212	Training Fringe	14,949.00	.00	.00	.00	.00	.00	5,152.68	5,152.68	9,796.32
02-9400-209	Workers Compensation	8,321.00	.00	.00	.00	.00	.00	.00	.00	8,321.00
02-6100-405	Fuel	.00	61,658.21	61,658.21	14,256.00	19,391.45	20,196.83	24,327.05	78,171.33	45,145.09
<b>Road Total</b>		<b>\$1,198,129.00</b>	<b>\$361,658.21</b>	<b>\$361,658.21</b>	<b>\$629,442.25</b>	<b>\$905,306.47</b>	<b>\$538,638.57</b>	<b>\$385,490.96</b>	<b>\$2,458,878.25</b>	<b>\$337,432.83</b>

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

<b>Fund: Jail</b>										
<b>Account #</b>	<b>Description</b>	<b>Beginning Balance</b>	<b>Amendments</b>	<b>Transfers</b>	<b>Quarter 1</b>	<b>Quarter 2</b>	<b>Quarter 3</b>	<b>Quarter 4</b>	<b>Total Disbursed</b>	<b>Under/(Over)</b>
03-5101-101	Jailers Salary	23,000.00	.00	.00	5,856.02	6,192.34	5,953.54	6,192.34	24,194.24	(1,194.24)
03-5101-314	Contracted Prisoner Housing	204,000.00	.00	.00	42,740.00	27,200.00	33,855.00	39,775.00	143,570.00	60,430.00
03-5101-399	Prisoner Transport	2,500.00	.00	.00	.00	.00	.00	.00	.00	2,500.00
03-5101-425	Food Inmates	1,000.00	.00	.00	.00	.00	36.67	.00	36.67	963.33
03-5101-549	Inmate Medical	25,000.00	.00	.00	7,796.91	7,322.01	22,302.72	10,218.72	47,640.36	(22,640.36)
03-5101-551	Memberships	700.00	.00	.00	.00	.00	.00	175.00	175.00	525.00
03-5101-573	Telephone	1,200.00	.00	.00	126.36	132.89	128.64	.00	387.89	812.11
03-5101-576	Travel	500.00	.00	.00	343.57	482.90	450.06	749.01	2,025.54	(1,525.54)
03-5102-314	Contracted Juvenile Housing	1,500.00	.00	.00	.00	.00	.00	.00	.00	1,500.00
03-9100-599	Miscellaneous	1,000.00	.00	.00	269.57	113.88	417.88	161.00	962.43	37.57
03-9400-201	Employer Social Security	1,760.00	.00	.00	270.72	473.76	372.23	473.76	1,590.47	169.53
03-9400-202	Employer Retirement	5,368.00	.00	.00	825.88	1,445.29	1,135.59	1,445.29	4,852.05	515.95
03-9400-212	Training	1,000.00	.00	.00	.00	.00	.00	.00	.00	1,000.00
03-9400-299	Jailer Incentive	4,983.00	.00	.00	.00	.00	.00	.00	.00	4,983.00
<b>Jail Total</b>		<b>\$273,511.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$58,229.03</b>	<b>\$43,363.17</b>	<b>\$64,652.33</b>	<b>\$59,190.12</b>	<b>\$225,434.65</b>	<b>\$48,076.35</b>

<b>Fund: LGEA</b>										
<b>Account #</b>	<b>Description</b>	<b>Beginning Balance</b>	<b>Amendments</b>	<b>Transfers</b>	<b>Quarter 1</b>	<b>Quarter 2</b>	<b>Quarter 3</b>	<b>Quarter 4</b>	<b>Total Disbursed</b>	<b>Under/(Over)</b>
04-5020-101	Coroner Salary	5,183.00	.00	.00	2,100.00	2,450.00	2,100.00	2,450.00	9,100.00	(3,917.00)
04-5010-210	Coroner Expense	3,916.00	.00	.00	.00	.00	.00	.00	.00	3,916.00
04-5020-103	Deputy Coroner	2,495.00	.00	.00	576.00	672.00	576.00	672.00	2,496.00	(1.00)
04-5020-547	Autopsy	5,000.00	.00	.00	.00	.00	.00	.00	.00	5,000.00
04-5130-429	Fire Department	100.00	.00	.00	.00	.00	94.00	1,300.00	1,394.00	(1,294.00)
04-5130-446	Rescue Service Supplies	100.00	.00	.00	.00	.00	.00	.00	.00	100.00
04-5135-107	DES Director Salary	21,840.00	.00	.00	4,635.84	5,929.10	5,040.00	5,880.00	21,484.94	355.06
04-5135-420	CERT	100.00	.00	.00	.00	.00	.00	.00	.00	100.00
04-5135-445	DES Supplies	5,000.00	.00	.00	.00	.00	.00	.00	.00	5,000.00
04-5135-576	Travel	1,000.00	.00	.00	.00	.00	.00	60.02	60.02	939.98
04-5135-578	Utilities	5,000.00	.00	.00	858.67	881.38	1,673.88	1,061.92	4,475.85	524.15
04-5135-739	Equipment	5,000.00	.00	.00	.00	.00	.00	.00	.00	5,000.00
04-5175-179	Temp-Part Time Personnel	20,000.00	.00	.00	7,084.00	8,860.00	9,577.00	9,225.00	34,746.00	(14,746.00)
04-5175-903	Public Advocate Supplies	6,000.00	.00	.00	2,879.00	1,013.00	405.00	.00	4,297.00	1,703.00
04-5205-102	Dog Warden	100.00	.00	.00	.00	.00	.00	.00	.00	100.00
04-5301-344	Indigent Disposal	6,000.00	.00	.00	392.90	.00	.00	.00	392.90	5,607.10
04-5305-507	Senior Citizen Contribution	3,500.00	.00	.00	260.00	.00	.00	.00	260.00	3,240.00
04-6100-177	Maintenance and Grounds	19,890.00	.00	.00	3,137.42	522.98	1,138.00	349.29	5,147.69	14,742.31
04-9100-302	Advertising	1,000.00	.00	.00	.00	.00	.00	63.00	63.00	937.00
04-9100-599	Miscellaneous	1,000.00	.00	.00	405.00	405.00	218.78	250.00	1,278.78	(278.78)
04-9200-999	Reserve for Transfer	54,465.00	.00	.00	.00	.00	.00	.00	.00	54,465.00
04-9400-201	Employer Social Security	5,609.00	.00	.00	1,067.72	1,293.78	1,127.31	1,344.27	4,833.08	775.92
04-9400-202	Employer Retirement	7,221.00	.00	.00	1,498.44	1,748.18	1,498.44	1,748.18	6,493.24	727.76



**OWSLEY COUNTY  
FOURTH QUARTER FINANCIAL REPORT  
For The Year Ended June 30, 2024  
(Continued)**

04-9400-212	Training	5,000.00	.00	.00	626.78	25.00	.00	.00	651.78	4,348.22
	<b>LGEA Total</b>	<b>\$184,519.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$25,521.77</b>	<b>\$23,800.42</b>	<b>\$23,448.41</b>	<b>\$24,403.68</b>	<b>\$97,174.28</b>	<b>\$87,344.72</b>

## Fund: Solid Waste

Account #	Description	Beginning Balance	Amendments	Transfers	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Disbursed	Under/(Over)
13-5211-366	Tipping Fees	60,000.00	.00	.00	20,048.38	16,367.90	19,018.94	23,822.26	79,257.48	(19,257.48)
13-5211-431	Repairs	45,000.00	.00	.00	7,780.72	5,712.88	8,141.13	7,779.59	29,414.32	15,585.68
13-5212-441	Solid Waste Equipment	100.00	.00	.00	3,632.00	.00	1,728.08	2,751.40	8,111.48	(8,011.48)
13-5212-102	Solid Waste Coordinator Salary	6,393.00	.00	.00	379.90	.00	.00	.00	379.90	6,013.10
13-5215-149	Garbage Man Salaries	87,921.00	.00	.00	27,135.77	22,093.30	26,487.06	24,553.46	100,269.59	(12,348.59)
13-5215-106	Solid Waste Clerk	13,821.00	.00	.00	.00	.00	.00	.00	.00	13,821.00
13-5215-445	Office Supplies - Billing	9,000.00	.00	.00	1,876.89	1,712.89	2,357.85	2,113.54	8,061.17	938.83
13-5212-446	Supplies - Specimen Equip.	1,000.00	.00	.00	.00	.00	.00	527.26	527.26	472.74
13-9100-521	Insurance	30,368.00	.00	.00	.00	191.71	.00	.00	191.71	30,176.29
13-9400-201	Employer Social Security	8,272.00	.00	.00	1,907.71	1,667.71	2,025.80	1,878.36	7,479.58	792.42
13-9400-202	Employer Retirement	23,745.00	.00	.00	3,413.11	4,122.14	5,234.17	5,730.81	18,500.23	5,244.77
13-9400-209	Workers Compensation	8,321.00	.00	.00	.00	.00	.00	.00	.00	8,321.00
13-9100-599	Miscellaneous	1,000.00	.00	.00	1,500.00	1,280.91	534.75	4,495.17	7,810.83	(6,810.83)
13-6100-415	Fuel	42,590.00	.00	.00	7,780.09	10,319.92	7,824.73	4,877.14	30,801.88	11,788.12
13-5212-445	Office Supplies	.00	.00	.00	214.94	3,873.62	1,001.00	564.10	5,653.66	(5,653.66)
13-5215-441	Solid Waste	.00	.00	.00	.00	5,481.80	37,555.89	1,734.66	44,772.35	(44,772.35)
	<b>Solid Waste Total</b>	<b>\$337,531.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$75,669.51</b>	<b>\$72,824.78</b>	<b>\$111,909.40</b>	<b>\$80,827.75</b>	<b>\$341,231.44</b>	<b>\$3,700.44</b>

## Fund: Parks &amp; Rec

Account #	Description	Beginning Balance	Amendments	Transfers	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Disbursed	Under/(Over)
14-5400-107	Recreation Director	20,801.00	.00	.00	.00	.00	.00	.00	.00	20,801.00
14-5400-167	Recreation Clerk	23,400.00	.00	.00	5,260.00	6,980.00	3,045.00	3,540.00	18,825.00	4,575.00
14-5101-179	Temp-Part Time Personnel	1,000.00	.00	.00	830.01	.00	.00	.00	830.01	169.99
14-5405-423	Supplies Prep	5,000.00	.00	.00	916.60	520.73	229.16	137.19	1,803.68	3,196.32
14-5401-425	Food	20,000.00	.00	.00	2,839.18	653.93	568.50	200.11	4,261.74	15,738.26
14-5401-578	Utilities	18,000.00	.00	.00	1,447.54	4,609.52	5,282.87	2,452.59	13,792.52	4,207.48
14-5401-718	Equipment	5,000.00	.00	.00	62.62	1,650.00	.00	.00	1,712.62	3,287.38
14-9100-599	Miscellaneous	1,000.00	.00	.00	280.00	544.58	166.97	22.77	1,014.32	(14.32)
14-9200-999	Reserve for Transfer	1,260.00	.00	.00	.00	.00	.00	.00	.00	1,260.00
14-9400-201	Employer Social Security	3,381.00	.00	.00	1,679.58	533.98	232.93	270.82	2,717.33	663.67
14-9400-202	Employer Retirement	6,675.00	.00	.00	344.29	233.41	.00	.00	577.70	6,097.30
<b>Parks &amp; Rec Total</b>		<b>\$105,517.00</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$13,659.82</b>	<b>\$15,726.17</b>	<b>\$9,525.43</b>	<b>\$6,623.48</b>	<b>\$45,534.92</b>	<b>\$59,982.08</b>

## Fund: LGEDF

[illegible]

**OWSLEY COUNTY**  
**FOURTH QUARTER FINANCIAL REPORT**  
**For The Year Ended June 30, 2024**  
**(Continued)**

31-9200-999	Reserve for Transfer	897.00	.00	.00	.00	.00	.00	.00	.00	897.00
	<b>LGEDF Total</b>	<b>\$897.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$897.00</b>
	<b>Fund: Clerk Storage</b>									
<b>Account #</b>	<b>Description</b>	<b>Beginning Balance</b>	<b>Amendments</b>	<b>Transfers</b>	<b>Quarter 1</b>	<b>Quarter 2</b>	<b>Quarter 3</b>	<b>Quarter4</b>	<b>Total Disbursed</b>	<b>Under/(Over)</b>
75-9200-999	Reserve for Transfer	8,832.00	.00	.00	.00	.00	.00	.00	.00	8,832.00
	<b>Clerk Storage Total</b>	<b>\$8,832.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$8,832.00</b>
	<b>Fund: Opioid</b>									
<b>Account #</b>	<b>Description</b>	<b>Beginning Balance</b>	<b>Amendments</b>	<b>Transfers</b>	<b>Quarter 1</b>	<b>Quarter 2</b>	<b>Quarter 3</b>	<b>Quarter4</b>	<b>Total Disbursed</b>	<b>Under/(Over)</b>
76-9200-999	Reserve for Transfer	43,815.00	.00	.00	.00	.00	.00	.00	.00	43,815.00
	<b>Opioid Total</b>	<b>\$43,815.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$43,815.00</b>
	<b>Fund: ARPA</b>									
<b>Account #</b>	<b>Description</b>	<b>Beginning Balance</b>	<b>Amendments</b>	<b>Transfers</b>	<b>Quarter 1</b>	<b>Quarter 2</b>	<b>Quarter 3</b>	<b>Quarter4</b>	<b>Total Disbursed</b>	<b>Under/(Over)</b>
84-9200-999	Reserve for Transfer	59,474.00	.00	.00	.00	.00	.00	21,475.00	21,475.00	37,999.00
84-6401-441	Machinery/Equipment	11,475.00	.00	.00	.00	.00	.00	.00	.00	11,475.00
	<b>ARPA Total</b>	<b>\$70,949.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$21,475.00</b>	<b>\$21,475.00</b>	<b>\$49,474.00</b>
	<b>Fund: EKYSAFE</b>									
<b>Account #</b>	<b>Description</b>	<b>Beginning Balance</b>	<b>Amendments</b>	<b>Transfers</b>	<b>Quarter 1</b>	<b>Quarter 2</b>	<b>Quarter 3</b>	<b>Quarter4</b>	<b>Total Disbursed</b>	<b>Under/(Over)</b>
88-9100-599	Miscellaneous	.00	1,000.00	1,000.00	.00	.00	.00	35,000.00	35,000.00	(33,000.00)
88-9200-999	Reserve for Transfer	.00	152,070.00	152,070.00	.00	.00	.00	15,000.00	15,000.00	289,140.00
88-5001-445	Office Supplies	.00	4,783.06	4,783.06	.00	.00	.00	.00	.00	9,566.12
	<b>EKYSAFE Total</b>	<b>\$ 0.00</b>	<b>\$157,853.06</b>	<b>\$157,853.06</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$50,000.00</b>	<b>\$50,000.00</b>	<b>\$265,706.12</b>
	<b>Grand Total</b>	<b>\$3,211,326.00</b>	<b>\$519,511.27</b>	<b>\$519,511.27</b>	<b>\$1,212,221.01</b>	<b>\$1,390,767.46</b>	<b>\$1,030,389.43</b>	<b>\$909,179.63</b>	<b>\$4,542,557.53</b>	<b>\$ (292,208.99)</b>

**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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ALLISON BALL  
AUDITOR OF PUBLIC ACCOUNTS

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

The Honorable Zeke Little, Jr., Owsley County Judge/Executive  
Members of the Owsley County Fiscal Court

We were engaged to audit, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Fourth Quarter Financial Report of the Owsley County Fiscal Court for the fiscal year ended June 30, 2024, and have issued our report thereon dated December 5, 2024. Our report disclaims an opinion on such financial statement because of the absence of effective internal controls, oversight, and review procedures created an environment in which financial records were inaccurate.

**Internal Control Over Financial Reporting**

In connection with our engagement to audit the financial statement, we considered the Owsley County Fiscal Court's internal control over financial reporting (internal control) as a basis for designing 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 Owsley County Fiscal Court's internal control. Accordingly, we do not express an opinion on the effectiveness of the Owsley County Fiscal Court's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying Schedule of Findings and Responses, we identified certain deficiencies in internal control that we consider to be material weaknesses.

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. We consider the deficiencies described in the accompanying Schedule of Findings and Responses as items 2024-001, 2024-002, 2024-003, and 2024-004 to be material weaknesses.



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**

In connection with our engagement to audit the financial statement of the Owsley County Fiscal Court, 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 financial statement. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and as items 2024-001, 2024-002, 2024-003, and 2024-004. Additionally, if the scope of our work had been sufficient to enable us to express an opinion on the financial statement, other instances of noncompliance or other matters may have been identified and reported herein.

**Views of Responsible Official and Planned Corrective Action**

Owsley County's views and planned corrective action for the findings identified in our audit are included in the accompanying Schedule of Findings and Responses. The county's responses were not subjected to the auditing procedures applied in the audit of the financial statement, and accordingly, we express no opinion on them.

**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,



Allison Ball  
Auditor of Public Accounts  
Frankfort, Ky

December 5, 2024

**OWSLEY COUNTY  
SCHEDULE OF FINDINGS AND RESPONSES**

**For The Year Ended June 30, 2024**

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**OWSLEY COUNTY  
SCHEDULE OF FINDINGS AND RESPONSES**

**For The Year Ended June 30, 2024**

**FINANCIAL STATEMENT FINDINGS:**

**2024-001    The Owsley County Fiscal Court Failed To Implement A Strong Internal Control System**

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This is a repeat finding and was included in the prior year audit report as finding 2023-001. The Owsley County Fiscal Court lacks adequate segregation of duties over revenues, disbursements, cash, and payroll. It further did not have controls in place to ensure all funds of the fiscal court were included in the county's financial statements, did not ensure that receipts and disbursements were recorded in the county's financial statements, and did not ensure that those receipts and disbursements were consistently posted to the correct receipt and expenditure account codes. As a result, the Owsley County Fiscal Court's fourth quarter financial report was not an accurate representation of the financial activity of the fiscal court for the fiscal year ending June 30, 2024. Furthermore, the following issues were noted:

- The county changed software companies during the fiscal year ending June 30, 20 24. The East Kentucky State Aid Funding for Emergencies (EKSAFE) Fund expenditures of \$217,711 recorded with the previous software were not included in the county's fourth quarter financial report. The EKSAFE Fund was not included in the county's original budget. The county did include this fund in a budget amendment, but the amendment was not approved by the Department for Local Government (DLG).
- The county's expenditures are \$784,691 over the county's approved budget.
- The county treasurer did not prepare an annual treasurer's settlement.
- The Jail Fund has a negative fund balance of \$3,846.
- The county's Revolving Payroll Account is not properly reconciled each month. The balance on June 30, 2024, is \$30,877; however, the account should be reconciled to zero each month.
- The county posted \$790,525 in local, state, and federal payments to an incorrect revenue account code (see finding 2024-003).
- The county posted \$250,425 in expenditures to an incorrect expenditure account code. In addition, there were four credit card expenditures either posted to incorrect account codes or we could not make a determination as to the expenditure's purpose because the invoices were missing (see finding 2024-002).
- Thirty-seven invoices tested totaling \$1,763,373 were paid without an adequate purchase order that meets the DLG's guidelines (see finding 2024-002).
- The county did not receive a court order for interfund transfers. During the year, the treasurer transferred a total of \$1,260,100. Fiscal court would approve transfers as needed and never received approval for actual transfer amounts.
- The county failed to submit a financial report for the clerk's storage fees to the Legislative Research Commission (LRC) as required by KRS 64.012.

Due to a weak control environment, lack of adequate segregation of duties, material errors that were identified, and the potential for unidentified material errors due to a lack of strong internal controls over the financial reporting process, we cannot overcome these risks with additional audit procedures; therefore, we are unable to provide the fiscal court with an opinion on whether the financial statement is free from material misstatement. A disclaimer of opinion will be issued.

The fiscal court failed to adequately segregate the duties involved in recording receipts and disbursements, preparing monthly bank reconciliations, and preparing the fiscal court's payroll. Management also failed to provide adequate oversight regarding the former Owsley County Treasurer's preparation of financial reports and payroll.

The weak control environment resulted in material misstatements in the county's financial statements. The fiscal court's fourth quarter financial statement and the underlying accounting records were materially misstated. When financial statements do not agree with the actual transaction amounts and are not reconciled to actual bank activity, the risk of material misstatement due to errors or fraud increases substantially.

**OWSLEY COUNTY**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
**For The Year Ended June 30, 2024**  
**(Continued)**

FINANCIAL STATEMENT FINDINGS: (Continued)

2024-001 The Owsley County Fiscal Court Failed To Implement A Strong Internal Control System  
 (Continued)

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Proper accounting procedures and internal controls require the financial statement to be supported with accurate underlying accounting records such as bank reconciliations and receipt and disbursement ledgers. To ensure adequate oversight, the financial statement should be submitted to the fiscal court for review. Strong internal controls over financial reporting are vital in ensuring the fiscal court's financial statement accurately reflects the financial activity of the fiscal court.

KRS 68.020(4) states that the county treasurer "shall keep an accurate detailed account of all money received and disbursed by him for the county and shall keep books of accounts of the financial transactions of the county in the manner required by the uniform system of accounting prescribed by the state local finance officer."

KRS 68.030 states, "[e]ach settlement made by the county treasurer shall be approved by the fiscal court in open court, and shall, by order of the fiscal court, be recorded by the county clerk in a book kept for that purpose. The original shall be filed in the county clerk's office and preserved as a record of the court. All statements, vouchers, and other papers relating to the annual settlement shall be filed in the office of the county clerk, to be disposed of as the fiscal court directs."

These controls should include an individual independent of the accounting function reviewing the financial statements for accuracy and compliance with the DLG's reporting requirements. KRS 68.210 gives the State Local Finance Officer the authority to prescribe a uniform system of accounts. The *County Budget Preparation and State Local Finance Officer Policy Manual* created pursuant to that authority outlines the necessary requirements of a purchase order system. These requirements include listing the amount of the claim and the appropriation code to which the claim will be posted.

KRS 68.280 states, "[t]he fiscal court may make provisions for the expenditure of receipts unanticipated in the original budget by preparing an amendment to the budget, showing the source and amount of the unanticipated receipts and specifying the budget funds that are to be increased thereby. The amendment shall be submitted to the state local finance officer subject to the same provisions as the original budget."

KRS 68.300 states, "[a]ny appropriation made or claim allowed by the fiscal court in excess of any budget fund, and any warrant or contract not within the budget appropriation, shall be void. No member of the fiscal court shall vote for any such illegal appropriation or claim. The county treasurer shall be liable on his official bond for the amount of any county warrant willfully or negligently signed or countersigned by him in excess of the budget fund out of which the warrant is payable."

The DLG's *County Budget Preparation and State Local Finance Officer Policy Manual* states, "[a]ll transfers require a court order."

Regarding the clerk's storage funds, KRS 64.012(3)(b)(4) states, "[n]o later than July 1 of each year, the county clerk shall submit a report to the consolidated local government and the Legislative Research Commission detailing the receipts, expenditures, and any amounts remaining in the fund." In addition, strong internal controls dictate clerk storage funds would be accounted for in a separate fund and bank account to easily determine the amount to be used by the county clerk.

**OWSLEY COUNTY**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
**For The Year Ended June 30, 2024**  
**(Continued)**

FINANCIAL STATEMENT FINDINGS: (Continued)

2024-001 The Owsley County Fiscal Court Failed To Implement A Strong Internal Control System  
 (Continued)

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We recommend the fiscal court implement internal controls and management oversight over the financial reporting process such as:

- A thorough review of the quarterly financial statements by someone independent of the accounting function to help detect misstatements and errors that have occurred.
- Tracing transactions posted to the receipts and disbursements ledger to actual bank statement transactions.
- Agreeing fund balances between the quarterly financial statements and bank reconciliations, agreeing bank balances per the bank statements to the quarterly financial statements, and monthly bank reconciliations.
- Properly preparing a bank reconciliation for the Revolving Payroll Account, which accounts for all outstanding activity to ensure the account reconciles to zero each month.
- Review ledgers to verify transactions have been recorded in the appropriate account codes. Once the ledgers and reconciliations are deemed accurate, the reviewer should document their review and submit the quarterly financial statement to the fiscal court for review.
- Prepare budget amendments for unanticipated revenue that will be appropriated as an expenditure, which is approved by the fiscal court and the DLG.
- Prepare a treasurer's settlement, which is approved by the fiscal court and filed in the county clerk's office.
- All interfund transfers be approved by the fiscal court prior to the transfer being made.
- Submit clerk storage fee financial report to LRC by July 1 of each year.

By implementing these procedures, the fiscal court can strengthen its internal control system, ensure accurate financial reporting, and deter misappropriation of assets.

Views of Responsible Official and Planned Corrective Action:

*County Judge/Executive's Response: Owsley County Fiscal Court has been under new administration since January 2023 and working diligently to fix any and all problems that have been an issue. Owsley County Fiscal Court had a transfer in software program that handles keeping track of all record keeping. Owsley County is continuing to work daily on ensuring that proper actions are taken on segregation of duties over revenues, disbursements, cash, and payroll.*

**OWSLEY COUNTY**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
**For The Year Ended June 30, 2024**  
**(Continued)**

FINANCIAL STATEMENT FINDINGS: (Continued)

2024-002 The Owsley County Fiscal Court Lacks Adequate Controls Over Disbursements

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This is a repeat finding and was included in the prior year audit report as finding 2023-005. During fiscal year 2024, the Owsley County Fiscal Court lacked proper controls over purchasing and disbursement procedures. The purchase order system in place did not operate correctly and was not in compliance with the DLG's guidelines. The following deficiencies were noted:

- Seven disbursements tested totaling \$250,425 were posted to incorrect expenditure account codes.
- One disbursement tested totaling \$42,740 was made without adequate supporting documentation.
- Nine disbursements tested totaling \$525,097 were not presented to the fiscal court prior to payment.
- Thirty-seven invoices tested totaling \$1,763,373 were paid without an adequate purchase order that meets the DLG's guidelines.
- Ten disbursements tested totaling \$823,098 did not have haul or delivery tickets attached to the billing statement to support the payments.
- Encumbrances are not reported on the county's financial statements as required by the DLG.
- One disbursement tested for \$38,093 with a payee of "adjustment" rather than the vendor that was paid.
- One disbursement tested for \$1,617 did not include a payee for the posting to the appropriations ledger.
- One disbursement tested for \$13,000 was voided but was still posted to the appropriations ledger.
- One disbursement tested had a check number that was also used for two other disbursements posted to the ledgers.
- Four transactions tested totaling \$47,310 were paid to the Internal Revenue Service (IRS) for back taxes, penalties, and interest, dating as far back as 2018.
- The county purchased a used excavator for \$158,548 without advertising for bid. The vendor has the state price contract; however, the equipment was used and needed to be advertised for bid.
- The county purchased a bridge/culvert system without advertising for bid or verifying it was from a state price vendor.
- The county paid \$8,020 to a credit card company, which included interest and fees totaling \$1,346 during the fiscal year. This card was improperly used during the previous fiscal year and was subsequently cancelled by the county.
- Of the county's two new credit card billing statements tested, all receipts were not attached to the statements. Furthermore, at least four expenditures were either posted to the wrong expenditure account code or we could not determine if it was posted correctly due to receipts not being available. The check number for one of the credit card payments was also used for four other payments made to another vendor.

These deficiencies were largely related to the fiscal court's weak system of internal controls. Management failed to implement adequate internal controls over the disbursements process.

As a result of these deficiencies, it is unclear if all purchases were properly recorded on the financial statement. Further, without an operating purchase order system, the fiscal court was not monitoring the budget effectively.

KRS 68.210 gives the State Local Finance Officer the authority to prescribe a uniform system of accounts. Pursuant to KRS 68.210, the State Local Finance Officer has prescribed minimum accounting and reporting standards in the DLG's *County Budget Preparation and State Local Finance Officer Policy Manual*, which outlines the necessary requirements of a purchase order system. These requirements include listing the amount of the claim and the appropriation code to which the claim will be posted. Proper internal controls would require the purchase order number be noted on the related invoice.

**OWSLEY COUNTY**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
**For The Year Ended June 30, 2024**  
**(Continued)**

FINANCIAL STATEMENT FINDINGS: (Continued)

2024-002 The Owsley County Fiscal Court Lacks Adequate Controls Over Disbursements (Continued)

KRS 68.275(2) states, “[t]he county judge/executive shall present all claims to the fiscal court for review prior to payment[.]”

KRS 424.260 requires that when procuring services, equipment, materials, or supplies at a cost exceeding \$40,000, the county should make a newspaper advertisement for bids. A county should determine its reasonable and anticipated needs for at least a year. Strong internal controls over the awarding of bids would require that bid documents be maintained to support why each contract is awarded.

We recommend that the fiscal court implement stronger internal controls over the disbursements process including ensuring all expenditures are properly posted to the correct expenditure account codes, supported by an invoice or bill; ensuring all expenditures are valid obligations of the fiscal court; properly document that all claims were presented to the fiscal court prior to payment; and implementing a functioning purchase order system. We further recommend the county properly account for credit card payments by ensuring invoices are maintained to support the credit card bills and by ensuring the payments are properly posted to the correct account codes.

Views of Responsible Official and Planned Corrective Action:

*County Judge/Executive’s Response: Owsley County Fiscal Court has been under new administration since January 2023 and working diligently to fix any and all problems that have been an issue. Owsley County Fiscal Court had a transfer in software program that handles keeping track of all record keeping. Owsley County is continuing to work daily on implementing a stronger internal control over the disbursements process including ensuring all expenditures are supported by an invoice or bill; ensuring all expenditures are valid obligations of the fiscal court; properly document that all claims were presented to the fiscal court prior to payment; ensuring all invoices are paid within thirty business days; and implementing a functioning purchase order system.*

2024-003 The Owsley County Fiscal Court Lacks Internal Controls Over Receipts

This is a repeat finding and was included in the prior year audit report as finding 2023-004. The Owsley County Fiscal Court lacks adequate internal controls over receipts. During fiscal year 2024, the following errors were noted:

- One \$6,237 lease payment from AOC could not be found on the receipts ledger while another payment of \$6,237 was misclassified.
- One \$1,500 Community Development Block Grant payment could not be found on the receipts ledger.
- One \$57 payment from the sheriff could not be traced to the receipts ledgers.
- Payments in the amount of \$790,525 made to the fiscal court from local, state, and federal sources were not posted to the correct account code.

Also, the fiscal court has off-site collections for the sale of gravel from a stockpile where citizens of the county can purchase gravel at the cost paid by the fiscal court. Receipts are issued to customers; however, there are no daily checkout sheets and receipts are not being posted to the ledger daily.

**OWSLEY COUNTY**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
**For The Year Ended June 30, 2024**  
**(Continued)**

FINANCIAL STATEMENT FINDINGS: (Continued)

2024-003 The Owsley County Fiscal Court Lacks Internal Controls Over Receipts (Continued)

The Owsley County Fiscal Court operates a recreation center. The recreation center collects receipts for events, room rentals, and the sale of concessions for events. The receipts collected for these events and concession sales are routinely cash receipts. There is no established process for these collections. Receipts are not given to customers, daily checkout sheets are not prepared, and deposits are not made daily.

The fiscal court failed to realize the importance of strong internal controls over reporting financial information. The errors were not detected because financial reports were not reviewed by another employee to ensure accuracy. The fiscal court also failed to implement controls over the receipts process at the recreation center and for gravel sales.

As a result, the fiscal court's financial reports were materially misstated. Failure to implement adequate controls over off-site collections could result in a misappropriation of assets.

KRS 46.010(2) requires, "each county treasurer, and each county officer who receives or disburses state funds, to keep an accurate account of receipts and disbursements, showing a daily balance of receipts and disbursements." KRS 46.010(3) requires, "all county officers handling state funds, other than taxes, to make an annual report to the Department for Local Government (DLG) showing receipts and disbursements, and to make other financial statements as the DLG requires." The reconciliation of deposits to a daily checkout sheet as well as a secondary review by someone who is not processing daily receipts are basic internal controls necessary to ensure the accuracy and reliability of financial reports. Reviews of financial reports help detect inaccurate posting to the ledger.

In addition, KRS 68.210 gives the State Local Finance Officer the authority to prescribe a uniform system of accounts. Pursuant to KRS 68.210 the State Local Finance Officer has prescribed minimum accounting and reporting standards in the DLG's *County Budget Preparation and State Local Finance Officer Policy Manual*. The manual states, "Daily deposits intact into a federally insured banking institution." It also states, "Pre-numbered three-part receipt forms should be issued for all receipts. Original to be given to payor, copy to be attached in sequential order to daily cash check-out sheet or daily deposit record, and copy to remain in file."

We recommend the fiscal court implement stronger internal controls over all receipts of the county. All receipts should be recorded in the appropriate account code, deposits should be made daily, daily checkout sheets should be prepared, and an employee not involved in the receipts process should review all receipts. We also recommend any payment for off-site collections from a customer should be accompanied by triplicate receipts, daily checkout sheets should be prepared, daily deposits should be made, and a member of management should review collection activity.

Views of Responsible Official and Planned Corrective Action:

*County Judge/Executive's Response: Owsley County Fiscal Court has been under new administration since January 2023 and working diligently to fix any and all problems that have been an issue. Owsley County Fiscal Court had a transfer in software program that handles keeping track of all record keeping. Owsley County is continuing to work daily on implementing a stronger internal control over the receipt process including ensuring all receipt are being coded under the accurate code.*

**OWSLEY COUNTY**  
**SCHEDULE OF FINDINGS AND RESPONSES**  
**For The Year Ended June 30, 2024**  
**(Continued)**

FINANCIAL STATEMENT FINDINGS: (Continued)

2024-004 The Owsley County Fiscal Court Does Not Have Adequate Controls Over the Payroll Process

This is a repeat finding and was included in the prior year audit report as finding 2023-006. The Owsley County Fiscal Court's internal controls over the payroll process were not operating effectively. The following deficiencies were noted:

- One of the 13 timesheets tested did not reflect the hours paid.
- One employee was paid \$528, but the fiscal court had approved pay of \$547.
- One of the 13 timesheets tested had sick leave taken that did not match the sick leave on the pay stub.
- Posting errors in the amount of \$49,035 were found in the payroll ledgers.
- Three of six federal tax payments tested did not agree to the payroll reports.
- Two of three state tax payments tested did not agree to the payroll reports.
- Amounts from the fiscal court's payroll reports do not agree to amounts on monthly retirement remittance reports.
- Five retirement payments made during the year were late.
- The fiscal court paid \$3,000 in penalties to Kentucky Pension Plan Authority for late filing.
- The Revolving Payroll Account is not being reconciled each month.

The above deficiencies occurred as a result of the improper design and implementation of internal controls. A lack of strong internal controls, including segregation of duties, over payroll could allow employees to be underpaid/overpaid and could create an unexplained ending balance in the Revolving Payroll Account. This could also lead to incorrect payment of employee withholdings.

KRS 46.010(2) requires, "each county treasurer, and each county officer who receives or disburses state funds, to keep an accurate account of receipts and disbursements, showing a daily balance of receipts and disbursements." KRS 46.010(3) requires, "all county officers handling state funds, other than taxes, to make an annual report to the Department for Local Government showing receipts and disbursements, and to make other financial statements as the Department for Local Government requires." The monthly reconciliation of the Revolving Payroll Account is a basic internal control necessary to ensure the accuracy and reliability of financial reports. Reconciling withholding payments made to underlying payroll reports ensures all obligations are being met and the fiscal court is not paying money it does not owe. In addition, having adequate reviews throughout the payroll process ensures payroll disbursements are properly paid and recorded.

We recommend the fiscal court develop and implement strong internal controls over payroll. Taxes and retirement withheld should be paid promptly and reconciled to the underlying payroll reports. Also, the Revolving Payroll Account should be reconciled monthly.

Views of Responsible Official and Planned Corrective Action:

*County Judge/Executive's Response: Owsley County Fiscal Court has been under new administration since January 2023 and working diligently to fix any and all problems that have been an issue. Owsley County Fiscal Court had a transfer in software program that handles keeping track of all record keeping. Owsley County is continuing to work daily on ensuring that all employees pay is being coded under the correct code.*

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

**OWSLEY COUNTY FISCAL COURT**

**For The Year Ended June 30, 2024**

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CERTIFICATION OF COMPLIANCE

LOCAL GOVERNMENT ECONOMIC ASSISTANCE AND DEVELOPMENT PROGRAM

OWSLEY COUNTY FISCAL COURT

For The Year Ended June 30, 2024

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

A handwritten signature in blue ink, appearing to read "Zach Hitt", is written over a horizontal line.

County Judge/Executive

A handwritten signature in blue ink, appearing to read "Diana Wilder", is written over a horizontal line.

County Treasurer