



PATRICK & ASSOCIATES, LLC

124 Candlewood Drive  
Winchester, KY 40391

Independent Auditor's Report

To the People of Kentucky  
The Honorable Andy Beshear,  
Governor Holly M. Johnson, Secretary  
Finance and Administration Cabinet  
The Honorable James Kay,  
Woodford County Judge/Executive  
Members of the Woodford County Fiscal Court

**Opinions**

We have audited the accompanying financial statement of the Woodford County Fiscal Court, which comprise the Statement of Receipts, Disbursements, and Changes in Fund Balances – Regulatory Basis, for the year ended June 30, 2025, and the related notes to the financial statement.

**Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the receipts, disbursements, and changes in fund balances – regulatory basis of the Woodford County Fiscal Court, for the year ended June 30, 2025, in accordance with the financial reporting provisions of the Kentucky Department for Local Government 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 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 Woodford County Fiscal Court as of June 30, 2024, or changes in net position or cash flow thereof for the year ended June 30, 2025, or the changes in net position or 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, 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 Woodford 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, the financial statement is prepared by the Woodford County Fiscal Court on the basis of the financial reporting provisions of the Kentucky Department for Local Government, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirement of the Kentucky Department for Local Government. 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 and pervasive.

**Responsibilities of Management for the Financial Statement**

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the financial reporting provisions of the Kentucky Department for Local Government. 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Woodford County Fiscal Court's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

**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 opinion. 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 generally accepted auditing standards 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 generally accepted auditing standards 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 Woodford 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 Woodford 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 Woodford County Fiscal Court. The accompanying 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 the financial reporting provisions of the by the Kentucky Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. The 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 does 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 April 23, 2026, on our consideration of the Woodford 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 the Woodford County Fiscal Court's 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 Woodford County Fiscal Court's internal control over financial reporting and compliance.

Respectfully submitted,

*Patrick & Associates, LLC*

Patrick & Associates, LLC Winchester, KY

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

For The Year Ended June 30, 2025

	GENERAL FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Taxes	\$ 11,606,400	\$ 11,606,400	\$ 13,831,849	\$ 2,225,449
Licenses and Permits	34,000	34,000	43,604	9,604
Intergovernmental	3,848,092	3,848,092	2,465,265	(1,382,827)
Charges for Services	1,107,000	1,107,000	1,374,205	267,205
Miscellaneous	463,406	463,406	665,318	201,912
Interest	600,000	600,000	693,935	93,935
Total Receipts	17,658,898	17,658,898	19,074,176	1,415,278
<b>DISBURSEMENTS</b>				
General Government	8,521,487	9,118,694	7,105,105	2,013,589
Protection to Persons and Property	6,039,623	6,587,815	6,173,809	414,006
General Health and Sanitation	1,903,093	2,026,758	1,845,483	181,275
Social Services	332,500	339,355	218,131	121,224
Recreation and Culture	2,907,290	3,012,551	2,805,895	206,656
Bus Services	17,000	17,000	10,576	6,424
Debt Service	147,583	147,583	142,113	5,470
Capital Projects	190,000	190,000		190,000
Administration	12,340,347	8,783,393	649,439	8,133,954
Total Disbursements	32,398,923	30,223,149	18,950,551	11,272,598
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(14,740,025)	(12,564,251)	123,625	12,687,876
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds			179,460	179,460
Transfers To Other Funds	(2,759,975)	(2,759,975)	(2,330,276)	429,699
Total Other Adjustments to Cash (Uses)	(2,759,975)	(2,759,975)	(2,150,816)	609,159
Net Change in Fund Balance	(17,500,000)	(15,324,226)	(2,027,191)	13,297,035
Fund Balance - Beginning	17,500,000	16,022,945	16,022,944	(1)
Fund Balance - Ending	\$ 0	\$ 698,719	\$ 13,995,753	\$ 13,297,034
	ROAD FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>RECEIPTS</b>				
Intergovernmental	\$ 1,575,499	\$ 1,931,429	\$ 1,559,529	\$ (371,900)
Charges for Services	4,000	4,000	4,000	
Miscellaneous	1,100	6,638	5,639	(999)
Total Receipts	1,580,599	1,942,067	1,569,168	(372,899)
<b>DISBURSEMENTS</b>				
Roads	2,589,608	2,947,304	2,008,868	938,436
Administration	509,827	612,323	391,967	220,356
Total Disbursements	3,099,435	3,559,627	2,400,835	1,158,792
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(1,518,836)	(1,617,560)	(831,667)	785,893
<b>Other Adjustments to Cash (Uses)</b>				
Transfers From Other Funds	786,425	786,425	65,000	(721,425)
Total Other Adjustments to Cash (Uses)	786,425	786,425	65,000	(721,425)
Net Change in Fund Balance	(732,411)	(831,135)	(766,667)	64,468
Fund Balance - Beginning	732,411	778,465	778,464	(1)
Fund Balance - Ending	\$ 0	\$ (52,670)	\$ 11,797	\$ 64,467