



LEGAL NOTICE



ALLISON BALL
AUDITOR OF PUBLIC ACCOUNTS

Independent Auditor's Report
The Honorable Phillip Baker, Logan County Judge/Executive
The Honorable Stacy Watkins, Logan County Clerk
Members of the Logan County Fiscal Court
Report on the Audit of the Financial Statement Opinions
We have audited the accompanying Statement of Receipts, Disbursements, and Excess Fees- Regulatory Basis of the County Clerk of Logan County, Kentucky, for the year ended December 31, 2023, and the related notes to the financial statement.
Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement presents fairly, in all material respects, the receipts, disbursements, and excess fees of the Logan County Clerk for the year ended December 31, 2023, in accordance with the basis of accounting practices prescribed or permitted by the Commonwealth of Kentucky to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws 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 does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Logan County Clerk, as of December 31, 2023, or changes in financial position or cash flows thereof for the year then ended.

Basis for Opinion
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in Government Auditing Standards (GAS), issued by the Comptroller General of the United States, and the Audit Program for County Fee Officials 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 the Logan County Clerk 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 Logan County Clerk on the basis of the accounting practices prescribed or permitted by the laws of Kentucky 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 and pervasive.
Responsibilities of Management for the Financial Statement
Management is responsible for the preparation and fair presentation of this financial statement in accordance with accounting practices prescribed or permitted by the laws of Kentucky to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws. 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 statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Logan County Clerk'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 as a whole 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 GAS 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 GAS, 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 Logan County Clerk'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 judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Logan County Clerk'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 have identified during the audit.
The Honorable Phillip Baker, Logan County Judge/Executive
The Honorable Stacy Watkins, Logan County Clerk
Members of the Logan County Fiscal Court
Other Reporting Required by Government Auditing Standards
In accordance with Government Auditing Standards, we have also issued our report dated September 12, 2024, on our consideration of the Logan County Clerk's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 Logan County Clerk's internal control over financial reporting and compliance. Based on the results of our audit, we have presented the accompanying Schedule of Findings and Responses, included herein, which discusses the following report finding:
2023-001 The Logan County Clerk's Office Does Not Have Adequate Segregation Of Duties Or Internal Controls Over Financial Reporting
Respectfully submitted,

Allison Ball

Allison Ball
Auditor of Public Accounts
Frankfort, KY

September 12, 2024
State law requires the Auditor of Public Accounts to annually audit fiscal courts, county clerks, and sheriffs; and print the results in a newspaper having general circulation in the county. The complete audit and any other audit of state agencies, fiscal courts, county clerks, sheriffs, and property valuation administrators may be viewed in the reports section of the Auditor of Public Accounts' website at auditor.ky.gov or upon request by calling 1-800-247-9126.

LOGAN COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2024

GENERAL FUND				
	Budgeted Amounts	Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)	
Original	Final			
RECEIPTS				
Taxes	\$ 2,504,300	\$ 2,504,300	\$ 3,009,396	\$ 505,096
In Law Tax Payments	215,500	215,500	253,373	37,873
Licenses and Permits	30,000	30,000	18,657	(11,343)
Intergovernmental	2,052,217	2,052,217	2,984,767	452,550
Miscellaneous	209,595	220,655	283,211	62,556
Interest	4,676	4,676	44,164	39,488
Total Receipts	5,016,288	5,027,348	6,113,548	1,086,260
DISBURSEMENTS				
General Government	7,798,115	7,719,132	6,466,494	1,252,638
Protection To Persons and Property	926,608	931,603	724,612	206,991
General Health and Sanitation	300	300	300	
Social Services	1,000	1,000	400	600
Recreation and Culture	58,000	58,000	56,029	1,950
Capital Projects	97,981	109,964	100,964	
Administration	1,216,587	1,195,500	905,906	289,594
Total Disbursements	10,098,591	10,026,499	8,254,726	1,751,773
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
	(5,082,303)	(4,979,151)	(2,441,178)	2,877,937
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	4,282,303	4,282,303	2,452,638	(1,829,665)
Transfers To Other Funds			(686,449)	(686,449)
Total Other Adjustments to Cash (Uses)	4,282,303	4,282,303	1,766,189	(2,516,144)
Net Change in Fund Balance				
	(800,000)	(696,848)	(374,989)	321,859
Fund Balance - Beginning (Restated)	800,000	800,000	680,528	(119,472)
Fund Balance - Ending				
	\$ 0	\$ 103,152	\$ 305,539	\$ 202,387

ROAD FUND				
	Budgeted Amounts	Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)	
Original	Final			
RECEIPTS				
Intergovernmental	\$ 2,566,573	\$ 2,566,573	\$ 2,863,690	\$ (302,883)
Miscellaneous	600	600	5,142	4,542
Interest	2,317	2,317	36,414	34,097
Total Receipts	2,569,490	2,569,490	2,905,246	(264,244)
DISBURSEMENTS				
General Government	500	742	737	\$
Roads	3,111,076	3,111,678	2,140,945	970,733
Capital Projects	200,000	200,000	79,750	120,250
Administration	443,987	443,123	331,481	111,642
Total Disbursements	3,755,563	3,755,543	3,552,913	1,202,650
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
	(1,186,053)	(1,186,053)	(247,667)	938,386
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	1,014,053	1,014,053	250,000	(764,053)
Total Other Adjustments to Cash (Uses)	1,014,053	1,014,053	250,000	(764,053)
Net Change in Fund Balance				
	(172,000)	(172,000)	2,333	174,333
Fund Balance - Beginning	172,000	172,000	111,514	(60,486)
Fund Balance - Ending				
	\$ 0	\$ 0	\$ 113,847	\$ 113,847

JAIL FUND				
	Budgeted Amounts	Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)	
Original	Final			
RECEIPTS				
Intergovernmental	\$ 1,203,860	\$ 1,203,860	\$ 1,231,447	\$ 27,587
Changes for Services	11,100	11,100	38,126	27,026
Miscellaneous	55,200	139,964	217,564	77,600
Interest	550	550	6,859	6,300
Total Receipts	1,270,710	1,355,474	1,483,997	128,513
DISBURSEMENTS				
Protection to Persons and Property	2,833,299	2,966,399	2,812,354	174,045
Debt Service	325,238			
Administration	1,220,914	1,154,578	950,646	269,932
Total Disbursements	4,381,451	4,140,977	3,763,000	377,977
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
	(3,110,741)	(2,785,503)	(2,269,013)	516,490
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	2,986,741	2,986,741	2,640,000	(340,741)
Transfers To Other Funds		(235,238)	(235,238)	
Total Other Adjustments to Cash (Uses)	2,986,741	2,651,503	2,314,762	(340,741)
Net Change in Fund Balance				
	(134,000)	(130,000)	45,749	175,749
Fund Balance - Beginning (Restated)	134,000	130,000	58,584	(71,416)
Fund Balance - Ending				
	\$ 0	\$ 0	\$ 104,333	\$ 104,333

RECEIPTS				
Intergovernmental	\$ 100,000	\$ 3,868,139	\$ 282,426	\$ (3,585,713)
Charges for Services	424	424	6,668	6,244
Miscellaneous			291	291
Interest	229	229	1,858	1,629
Total Receipts	100,653	3,868,792	291,243	(3,577,496)
DISBURSEMENTS				
General Government	233,700	4,001,839	226,213	3,775,626
General Health and Sanitation	126,000	210,887	194,475	16,212
Social Services	41,500	25,956	23,660	2,296
Recreation and Culture	552,527	552,566	549,584	3,382
Airports	40,000	40,000	28,601	11,399
Administration	2,122	76,630	76,630	
Total Disbursements	995,849	4,908,076	1,099,163	3,808,915
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
	(895,196)	(1,039,286)	(807,920)	231,366
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	885,196	885,196	824,000	(61,196)
Total Other Adjustments to Cash (Uses)	885,196	885,196	824,000	(61,196)
Net Change in Fund Balance				
	(10,000)	(154,090)	16,080	170,170
Fund Balance - Beginning	10,000	10,000	9,130	(870)
Fund Balance - Ending				
	\$ 0	\$ (144,090)	\$ 25,210	\$ 169,300

DISBURSEMENTS				
Administration	\$ 55	\$ 55	\$ 55	\$ 55
Total Disbursements	55	55		
Net Change in Fund Balance				
	(55)	(55)		55
Fund Balance - Beginning	55	55	55	
Fund Balance - Ending				
	\$ 0	\$ 0	\$ 55	\$ 55

RECEIPTS				
Licenses and Permits	\$ 80,000	\$ 80,000	\$ 137,794	\$ 57,794
Intergovernmental	61,204	61,204	131,922	70,718
Miscellaneous	18,100	18,100	16,055	(2,045)
Interest	1,500	1,500	18,197	16,697
Total Receipts	160,804	160,804	303,968	143,164
DISBURSEMENTS				
General Health and Sanitation	305,486	306,846	215,636	91,210
Administration	295,318	207,309	61,314	145,995
Total Disbursements	600,804	514,155	276,950	237,205
Net Change in Fund Balance				
	(440,000)	(353,351)	27,018	380,369
Fund Balance - Beginning	440,000	440,000	451,551	11,551
Fund Balance - Ending				
	\$ 0	\$ 86,649	\$ 478,569	\$ 391,920

RECEIPTS				
Interest	\$ 2,463	\$ 2,463	\$ 54,768	\$ 52,305
Total Receipts	2,463	2,463	54,768	52,305
DISBURSEMENTS				
Recreation and Culture	1,105,657	1,605,657	1,500	1,604,157
Total Disbursements	1,105,657	1,605,657	1,500	1,604,157
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
	(1,103,194)	(1,603,194)	53,268	1,656,462
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	350,000	350,000	850,000	500,000
Total Other Adjustments to Cash (Uses)	350,000	350,000	850,000	500,000
Net Change in Fund Balance				
	(753,194)	(1,253,194)	903,268	2,156,462
Fund Balance - Beginning	753,194	753,194	753,225	41
Fund Balance - Ending				
	\$ 0	\$ (500,000)	\$ 1,656,593	\$ 2,156,593

LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND				
	Budgeted Amounts	Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)	
Original	Final			
RECEIPTS				
Taxes	\$ 100,000	\$ 3,868,139	\$ 282,426	\$ (3,585,713)
Interest	424	424	6,668	6,244
Total Receipts	100,653	3,868,792	291,243	(3,577,496)
DISBURSEMENTS				
General Government	233,700	4,001,839	226,213	3,775,626
General Health and Sanitation	126,000	210,887	194,475	16,212
Social Services	41,500	25,956	23,660	2,296
Recreation and Culture	552,527	552,566	549,584	3,382
Airports	40,000	40,000	28,601	11,399
Administration	2,122	76,630	76,630	
Total Disbursements	995,849	4,908,076	1,099,163	3,808,915
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)				
	(895,196)	(1,039,286)	(807,920)	231,366
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	885,196	885,196	824,000	(61,196)
Total Other Adjustments to Cash (Uses)	885,196	885,196	824,000	(61,196)
Net Change in Fund Balance				
	(10,000)	(154,090)	16,080	170,170
Fund Balance - Beginning	10,000	10,000	9,130	(870)
Fund Balance - Ending				
	\$ 0	\$ (144,090)	\$ 25,210	\$ 169,300

FEDERAL GRANTS FUND				
	Budgeted Amounts	Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)	
Original	Final			
RECEIPTS				
Interest	\$ 55	\$ 55	\$ 55	\$ 55
Total Receipts	55	55		
DISBURSEMENTS				
Administration	\$ 55	\$ 55	\$ 55	\$ 55
Total Disbursements	55	55		