

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

**For The Year Ended
June 30, 2021**



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MIKE HARMON
AUDITOR OF PUBLIC ACCOUNTS

To the People of Kentucky
The Honorable Andy Beshear, Governor
Holly M. Johnson, Secretary
Finance and Administration Cabinet
The Honorable Ricky L. Craig, Clinton County Judge/Executive
Members of the Clinton County Fiscal Court

Independent Auditor's Report

Report on the Financial Statement

We have audited the accompanying Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Clinton County Fiscal Court, for the year ended June 30, 2021, and the related notes to the financial statement, which collectively comprise the Clinton County Fiscal Court's financial statement as listed in the table of contents.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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



To the People of Kentucky
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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 Clinton County Fiscal Court on the basis of the accounting practices prescribed or permitted by the Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Clinton County Fiscal Court as of June 30, 2021, or changes in financial position or cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the fund balances of the Clinton County Fiscal Court as of June 30, 2021, and their respective cash receipts and disbursements, and budgetary results for the year then ended, in accordance with the basis of accounting practices prescribed or permitted by the Department for Local Government as described in Note 1.

Other Matters

Supplementary and Other Information

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

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

To the People of Kentucky
The Honorable Andy Beshear, Governor
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The Honorable Ricky L. Craig, Clinton County Judge/Executive
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Other Matters (Continued)

Supplementary and Other Information (Continued)

The Schedule of Capital Assets has not been subjected to the auditing procedures applied in the audit of the basic financial statement, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 11, 2022, on our consideration of the Clinton 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 Clinton County Fiscal Court's internal control over financial reporting and compliance.

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "Mike H", with a long horizontal line extending to the right.

Mike Harmon
Auditor of Public Accounts

May 11, 2022

CLINTON COUNTY OFFICIALS**For The Year Ended June 30, 2021****Fiscal Court Members:**

Ricky L. Craig	County Judge/Executive
Johnny Russell	Magistrate
Ray Marcum	Magistrate
Terry Buster	Magistrate
Gary Ferguson	Magistrate
Jerry Lowhorn	Magistrate
Mickey Riddle	Magistrate

Other Elected Officials:

Michael Rains	County Attorney
Tracy Thurman	Jailer
Nathan Collins	County Clerk
Jake Staton	Circuit Court Clerk
Jeff Vincent	Sheriff
Pat Campbell	Property Valuation Administrator
Steve Talbott	Coroner

Appointed Personnel:

Cindy Thrasher	County Treasurer
Virginia Conner	Chief Financial Officer

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

For The Year Ended June 30, 2021

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

For The Year Ended June 30, 2021

	Budgeted Funds		
	General Fund	Road Fund	Jail Fund
RECEIPTS			
Taxes	\$ 422,473	\$	\$
In Lieu Tax Payments	114,547		
Excess Fees	36,262		
Licenses and Permits	29,503		
Intergovernmental	117,766	1,060,797	110,671
Charges for Services	20,394		558
Miscellaneous	62,489	100,812	3,790
Interest	66	851	12
Total Receipts	<u>803,500</u>	<u>1,162,460</u>	<u>115,031</u>
DISBURSEMENTS			
General Government	648,081	21,600	
Protection to Persons and Property	4,750		475,860
General Health and Sanitation	107,465		
Social Services			
Recreation and Culture			
Roads		778,835	
Debt Service			
Administration	418,089	238,458	170,419
Total Disbursements	<u>1,178,385</u>	<u>1,038,893</u>	<u>646,279</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(374,885)</u>	<u>123,567</u>	<u>(531,248)</u>
Other Adjustments to Cash (Uses)			
Transfers From Other Funds	437,819		531,900
Transfers To Other Funds	(58,100)		
Total Other Adjustments to Cash (Uses)	<u>379,719</u>		<u>531,900</u>
Net Change in Fund Balance	4,834	123,567	652
Fund Balance - Beginning	42,661	566,261	400
Fund Balance - Ending	<u>\$ 47,495</u>	<u>\$ 689,828</u>	<u>\$ 1,052</u>
Composition of Fund Balance			
Bank Balance	\$ 51,144	\$ 704,802	\$ 24,729
Less: Outstanding Checks	(3,649)	(14,974)	(23,677)
Fund Balance - Ending	<u>\$ 47,495</u>	<u>\$ 689,828</u>	<u>\$ 1,052</u>

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

CLINTON COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2021
(Continued)

Budgeted Funds					
Local Government Economic Assistance Fund	Federal Fund	Disaster and Emergency Services Fund	Ambulance Fund	Occupational Tax Fund	911 Fund
\$	\$	\$	\$	\$ 1,571,223	\$ 282,773
66,454	465,716		556,861		
435			19,451		
8	131		27	414	22
66,897	465,847		576,339	1,571,637	282,795
28,814				32,410	
2,000		8,098	900,333		218,331
1,784					
39,907					
			21,355		
30,799		2,117	274,349	10,001	60,193
103,304		10,215	1,196,037	42,411	278,524
(36,407)	465,847	(10,215)	(619,698)	1,529,226	4,271
31,000		10,100	654,000		38,000
	(182,669)		(28,350)	(1,408,700)	(25,000)
31,000	(182,669)	10,100	625,650	(1,408,700)	13,000
(5,407)	283,178	(115)	5,952	120,526	17,271
8,647		323	6,298	281	20,268
\$ 3,240	\$ 283,178	\$ 208	\$ 12,250	\$ 120,807	\$ 37,539
\$ 3,334	\$ 283,178	\$ 252	\$ 18,265	\$ 120,807	\$ 40,859
(94)		(44)	(6,015)		(3,320)
\$ 3,240	\$ 283,178	\$ 208	\$ 12,250	\$ 120,807	\$ 37,539

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

CLINTON COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2021
(Continued)

	<u>Unbudgeted Fund</u>	
	<u>Jail Commissary Fund</u>	<u>Total Funds</u>
RECEIPTS		
Taxes	\$	\$ 2,276,469
In Lieu Tax Payments		114,547
Excess Fees		36,262
Licenses and Permits		29,503
Intergovernmental		1,821,404
Charges for Services		577,813
Miscellaneous	47,322	234,299
Interest	10	1,541
Total Receipts	<u>47,332</u>	<u>5,091,838</u>
DISBURSEMENTS		
General Government		730,905
Protection to Persons and Property		1,609,372
General Health and Sanitation		107,465
Social Services		1,784
Recreation and Culture	40,658	80,565
Roads		778,835
Debt Service		21,355
Administration		1,204,425
Total Disbursements	<u>40,658</u>	<u>4,534,706</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>6,674</u>	<u>557,132</u>
Other Adjustments to Cash (Uses)		
Transfers From Other Funds		1,702,819
Transfers To Other Funds		(1,702,819)
Total Other Adjustments to Cash (Uses)		
Net Change in Fund Balance	6,674	557,132
Fund Balance - Beginning	<u>11,573</u>	<u>656,712</u>
Fund Balance - Ending	<u>\$ 18,247</u>	<u>\$ 1,213,844</u>
Composition of Fund Balance		
Bank Balance	\$ 20,741	\$ 1,268,111
Less: Outstanding Checks	<u>(2,494)</u>	<u>(54,267)</u>
Fund Balance - Ending	<u>\$ 18,247</u>	<u>\$ 1,213,844</u>

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

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TO THE FINANCIAL STATEMENT**

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**CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT**

June 30, 2021

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

B. Basis of Accounting

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

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

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

C. Basis of Presentation

Budgeted Funds

The fiscal court reports the following budgeted funds:

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

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

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

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2021
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

C. Basis of Presentation (Continued)

Budgeted Funds (Continued)

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

Federal Fund - The primary purpose of this fund is to account for grant expenses of the county. The primary sources of receipts for this fund are federal grants.

Disaster and Emergency Services Fund - The primary purpose of this fund is to account for the disaster and emergency services of the county. The primary source of receipts for this fund is the Kentucky State Treasurer.

Ambulance Fund - The primary purpose of this fund is to account for the ambulance activities of the county. The primary sources of receipts for this fund are user fees paid by insurance companies.

Occupational Tax Fund - The primary purpose of this fund is to account for the occupational tax collections of the county.

911 Fund - The primary purpose of this fund is to account for the emergency dispatch activities of the county. The primary sources of receipts for this fund are telephone 911 fees.

Unbudgeted Funds

The fiscal court reports the following unbudgeted funds:

Jail Commissary Fund - The canteen operations are authorized pursuant to KRS 441.135. The profits generated from the sale of items are to be used for the benefit and to enhance the well-being of the inmates, or to enhance safety and security within the jail. The jailer is required to maintain accounting records and report annually to the county treasurer the receipts and disbursements of the jail commissary fund.

D. Budgetary Information

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

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

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

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

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2021
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

E. Clinton County Elected Officials

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

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

F. Deposits and Investments

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

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

G. Related Organization and Joint Ventures

A related organization is an entity for which a primary government is not financially accountable. It does not impose will or have a financial benefit or burden relationship, even if the primary government appoints a voting majority of the related organization's governing board. Based on this criteria, the Clinton County Tourist and Convention Commission is considered a related organization of the Clinton County Fiscal Court.

A legal entity or other organization that results from a contractual agreement and that is owned, operated, or governed by two or more participants as a separate activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility is a joint venture. Based on this criteria, the following are considered joint ventures of the Clinton County Fiscal Court: Parks and Recreation (with City of Albany and Clinton County Board of Education), Animal Control (with Cumberland County and Wayne County), and Airport (with Cumberland County).

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2021
(Continued)

Note 2. Deposits

The fiscal court maintained deposits of public funds with federally insured banking institutions as required by the Department for Local Government's (DLG) *County Budget Preparation and State Local Finance Officer Policy Manual*. The DLG Manual strongly recommends perfected pledges of securities covering all public funds except direct federal obligations and funds protected by federal insurance. In order to be perfected in the event of failure or insolvency of the depository institution, this pledge or provision of collateral should be evidenced by an agreement between the fiscal court and the depository institution, signed by both parties, that is (a) in writing, (b) approved by the board of directors of the depository institution or its loan committee, which approval must be reflected in the minutes of the board or committee, and (c) an official record of the depository institution. These requirements were met.

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a depository institution failure, the government's deposits may not be returned. The government does not have a deposit policy for custodial credit risk, but rather follows the requirements of the DLG *County Budget Preparation and State Local Finance Officer Policy Manual*. As of June 30, 2021, all deposits were covered by FDIC insurance or a properly executed collateral security agreement.

Note 3. Transfers

The table below shows the interfund operating transfers for fiscal year 2021.

	General Fund	Federal Fund	Ambulance Fund	Occupational Tax Fund	911 Fund	Total Transfers In
General Fund	\$	\$ 35,169	\$ 23,650	\$ 379,000	\$	\$ 437,819
Jail Fund	39,500		4,200	473,200	15,000	531,900
LGEA Fund				31,000		31,000
DES Fund	100		500	9,500		10,100
Ambulance Fund	18,500	147,500		478,000	10,000	654,000
911 Fund				38,000		38,000
Total Transfers Out	<u>\$ 58,100</u>	<u>\$ 182,669</u>	<u>\$ 28,350</u>	<u>\$ 1,408,700</u>	<u>\$ 25,000</u>	<u>\$ 1,702,819</u>

Reason for transfers:

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

Note 4. Custodial Funds

Custodial funds report only those resources held in a trust or custodial capacity for individuals, private organizations, or other governments. In accordance with the regulatory basis of accounting, custodial funds are not presented on the financial statement.

The fiscal court has the following custodial fund:

Jail Inmate Fund - This fund accounts for funds received from the inmates. The balance in the jail inmate fund as of June 30, 2021, was \$1,687.

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2021
(Continued)

Note 5. Long-term Debt

A. Direct Borrowings and Direct Placements - Stryker Cots

On February 11, 2019, Clinton County entered into an agreement with Flex Financial, a division of Stryker Sales Corporation, in the amount of \$52,710 with no interest for a period of two years for the purchase of three ambulance cots. The agreement stipulates three payments with one payment of \$10,000 being due immediately. The remaining payments are equal installments of \$21,355 each being due annually for two years. In the case of default, the entire balance of unpaid payments become immediately due and payable. On June 30, 2021, the principal outstanding was \$0.

B. Changes In Long-term Debt

Long-term Debt activity for the year ended June 30, 2021, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Direct Borrowings and Direct Placements	\$ 21,355	\$	\$ 21,355	\$	\$
Total Long-term Debt	\$ 21,355	\$ 0	\$ 21,355	\$ 0	\$ 0

Note 6. Employee Retirement System

The fiscal court has elected to participate, pursuant to KRS 78.530, in the County Employees Retirement System (CERS), which is administered by the Board of Trustees of the Kentucky Retirement Systems (KRS). This is a cost-sharing, multiple-employer, defined benefit pension plan, which covers all eligible full-time employees and provides for retirement, disability, and death benefits to plan members. Benefit contributions and provisions are established by statute. Effective April 1, 2021, the Kentucky Retirement Systems as an agency of the Commonwealth is now known as the Kentucky Public Pensions Authority (KPPA). The governance of CERS has been transferred to a separate 9-member board of trustees that is responsible for the governance of the CERS pension and insurance plans.

The county's contribution for FY 2019 was \$324,860, FY 2020 was \$507,568, and FY 2021 was \$414,303.

Nonhazardous

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

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

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2021
(Continued)

Note 6. Employee Retirement System (Continued)

Nonhazardous (Continued)

Each month, when employer contributions are received, an employer pay credit is deposited to the member's account. A member's account is credited with a 4 percent employer pay credit. The employer pay credit represents a portion of the employer contribution.

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

The county's contribution rate for nonhazardous employees was 24.06 percent.

Other Post-Employment Benefits (OPEB)

A. Health Insurance Coverage - Tier 1

CERS provides post-retirement health care coverage as follows:

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

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

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

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

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

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

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

CLINTON COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2021
(Continued)

Note 6. Employee Retirement System (Continued)

B. Health Insurance Coverage - Tier 2 and Tier 3 - Nonhazardous (Continued)

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

C. Cost of Living Adjustments - Tier 1

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

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

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

E. Death Benefit

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

KPPA Annual Financial Report and Proportionate Share Audit Report

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

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

Note 7. Insurance

For the fiscal year ended June 30, 2021, the Clinton County Fiscal Court was a member of the Kentucky Association of Counties' All Lines Fund (KALF). KALF is a self-insurance fund and was organized to obtain lower cost coverage for general liability, property damage, public officials' errors and omissions, public liability, and other damages. The basic nature of a self-insurance program is that of collectively shared risk by its members. If losses incurred for covered claims exceed the resources contributed by the members, the members are responsible for payment of the excess losses.

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2021

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CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2021

	GENERAL FUND			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts, (Budgetary Basis)	Final Budget Positive (Negative)
RECEIPTS				
Taxes	\$ 442,000	\$ 476,736	\$ 422,473	\$ (54,263)
In Lieu Tax Payments	159,500	159,500	114,547	(44,953)
Excess Fees	15,550	36,262	36,262	
Licenses and Permits	25,000	25,000	29,503	4,503
Intergovernmental	100,000	115,395	117,766	2,371
Charges for Services	20,700	22,748	20,394	(2,354)
Miscellaneous	40,700	47,496	62,489	14,993
Interest	100	100	66	(34)
Total Receipts	803,550	883,237	803,500	(79,737)
DISBURSEMENTS				
General Government	560,862	658,638	648,081	10,557
Protection to Persons and Property	5,000	5,000	4,750	250
General Health and Sanitation	129,940	109,201	107,465	1,736
Administration	377,420	419,732	418,089	1,643
Total Disbursements	1,073,222	1,192,571	1,178,385	14,186
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(269,672)	(309,334)	(374,885)	(65,551)
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	266,672	266,672	437,819	171,147
Transfers To Other Funds			(58,100)	(58,100)
Total Other Adjustments to Cash (Uses)	266,672	266,672	379,719	113,047
Net Change in Fund Balance	(3,000)	(42,662)	4,834	47,496
Fund Balance - Beginning	3,000	42,662	42,661	(1)
Fund Balance - Ending	\$ 0	\$ 0	\$ 47,495	\$ 47,495

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

	ROAD FUND			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts, (Budgetary Basis)	Final Budget Positive (Negative)
RECEIPTS				
Intergovernmental	\$ 1,056,211	\$ 1,086,215	\$ 1,060,797	\$ (25,418)
Miscellaneous	5,000	100,812	100,812	
Interest	500	717	851	134
Total Receipts	1,061,711	1,187,744	1,162,460	(25,284)
DISBURSEMENTS				
General Government	22,000	22,000	21,600	400
Roads	841,731	948,204	778,835	169,369
Administration	808,000	843,822	238,458	605,364
Total Disbursements	1,671,731	1,814,026	1,038,893	775,133
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(610,020)	(626,282)	123,567	749,849
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	60,020	60,020		(60,020)
Total Other Adjustments to Cash (Uses)	60,020	60,020		(60,020)
Net Change in Fund Balance	(550,000)	(566,262)	123,567	689,829
Fund Balance - Beginning	550,000	566,262	566,261	(1)
Fund Balance - Ending	\$ 0	\$ 0	\$ 689,828	\$ 689,828

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

JAIL FUND				
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 124,000	\$ 124,000	\$ 110,671	\$ (13,329)
Charges for Services	2,500	2,500	558	(1,942)
Miscellaneous	1,500	3,790	3,790	
Interest	25	25	12	(13)
Total Receipts	128,025	130,315	115,031	(15,284)
DISBURSEMENTS				
Protection to Persons and Property	507,960	486,441	475,860	10,581
Administration	149,635	173,444	170,419	3,025
Total Disbursements	657,595	659,885	646,279	13,606
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(529,570)	(529,570)	(531,248)	(1,678)
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	528,570	528,570	531,900	3,330
Total Other Adjustments to Cash (Uses)	528,570	528,570	531,900	3,330
Net Change in Fund Balance	(1,000)	(1,000)	652	1,652
Fund Balance - Beginning	1,000	1,000	400	(600)
Fund Balance - Ending	\$ 0	\$ 0	\$ 1,052	\$ 1,052

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND

	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 45,500	\$ 66,454	\$ 66,454	\$ 0
Miscellaneous	15,650	15,650	435	(15,215)
Interest	20	20	8	(12)
Total Receipts	61,170	82,124	66,897	(15,227)
DISBURSEMENTS				
General Government	22,000	28,906	28,814	92
Protection to Persons and Property	2,000	2,000	2,000	
Social Services	3,000	3,659	1,784	1,875
Recreation and Culture	32,350	42,306	39,907	2,399
Administration	37,700	41,133	30,799	10,334
Total Disbursements	97,050	118,004	103,304	14,700
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(35,880)	(35,880)	(36,407)	(527)
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	25,880	25,880	31,000	5,120
Total Other Adjustments to Cash (Uses)	25,880	25,880	31,000	5,120
Net Change in Fund Balance	(10,000)	(10,000)	(5,407)	4,593
Fund Balance - Beginning	10,000	10,000	8,647	(1,353)
Fund Balance - Ending	\$ 0	\$ 0	\$ 3,240	\$ 3,240

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

	FEDERAL FUND			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts, (Budgetary Basis)	Final Budget Positive (Negative)
RECEIPTS				
Intergovernmental	\$	\$ 465,716	\$ 465,716	\$
Interest		101	131	30
Total Receipts		465,817	465,847	30
DISBURSEMENTS				
Administration		465,817		465,817
Total Disbursements		465,817		465,817
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)			465,847	465,847
Other Adjustments to Cash (Uses)				
Transfers To Other Funds			(182,669)	(182,669)
Total Other Adjustments to Cash (Uses)			(182,669)	(182,669)
Net Change in Fund Balance			283,178	283,178
Fund Balance - Beginning				
Fund Balance - Ending	\$ 0	\$ 0	\$ 283,178	\$ 283,178

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

DISASTER AND EMERGENCY SERVICES FUND				
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 2,500	\$ 2,500	\$	\$ (2,500)
Interest	10	10		(10)
Total Receipts	2,510	2,510		(2,510)
DISBURSEMENTS				
Protection to Persons and Property	10,378	10,378	8,098	2,280
Administration	3,850	4,173	2,117	2,056
Total Disbursements	14,228	14,551	10,215	4,336
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(11,718)	(12,041)	(10,215)	1,826
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	11,718	11,718	10,100	(1,618)
Total Other Adjustments to Cash (Uses)	11,718	11,718	10,100	(1,618)
Net Change in Fund Balance		(323)	(115)	208
Fund Balance - Beginning		323	323	
Fund Balance - Ending	\$ 0	\$ 0	\$ 208	\$ 208

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

AMBULANCE FUND				
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Charges for Services	\$ 600,000	\$ 600,000	\$ 556,861	\$ (43,139)
Miscellaneous	8,000	19,110	19,451	341
Interest	50	50	27	(23)
Total Receipts	608,050	619,160	576,339	(42,821)
DISBURSEMENTS				
Protection to Persons and Property	857,020	909,458	900,333	9,125
Debt Service		21,355	21,355	
Administration	347,280	284,597	274,349	10,248
Total Disbursements	1,204,300	1,215,410	1,196,037	19,373
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(596,250)	(596,250)	(619,698)	(23,448)
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	586,250	586,250	654,000	67,750
Transfers To Other Funds			(28,350)	(28,350)
Total Other Adjustments to Cash (Uses)	586,250	586,250	625,650	39,400
Net Change in Fund Balance	(10,000)	(10,000)	5,952	15,952
Fund Balance - Beginning	10,000	10,000	6,298	(3,702)
Fund Balance - Ending	\$ 0	\$ 0	\$ 12,250	\$ 12,250

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

OCCUPATIONAL TAX FUND				
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts, (Budgetary Basis)	Final Budget Positive (Negative)
RECEIPTS				
Taxes	\$ 1,600,000	\$ 1,642,266	\$ 1,571,223	\$ (71,043)
Interest	500	500	414	(86)
Total Receipts	1,600,500	1,642,766	1,571,637	(71,129)
DISBURSEMENTS				
General Government	32,675	33,034	32,410	624
Administration	20,605	62,512	10,001	52,511
Total Disbursements	53,280	95,546	42,411	53,135
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	1,547,220	1,547,220	1,529,226	(17,994)
Other Adjustments to Cash (Uses)				
Transfers To Other Funds	(1,557,220)	(1,557,220)	(1,408,700)	148,520
Total Other Adjustments to Cash (Uses)	(1,557,220)	(1,557,220)	(1,408,700)	148,520
Net Change in Fund Balance	(10,000)	(10,000)	120,526	130,526
Fund Balance - Beginning	10,000	10,000	281	(9,719)
Fund Balance - Ending	\$ 0	\$ 0	\$ 120,807	\$ 120,807

CLINTON COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2021
(Continued)

911 FUND				
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 235,000	\$ 235,000	\$ 282,773	\$ 47,773
Interest	50	50	22	(28)
Total Receipts	235,050	235,050	282,795	47,745
DISBURSEMENTS				
Protection to Persons and Property	232,160	240,609	218,331	22,278
Administration	96,000	92,819	60,193	32,626
Total Disbursements	328,160	333,428	278,524	54,904
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(93,110)	(98,378)	4,271	102,649
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	78,110	78,110	38,000	(40,110)
Transfers To Other Funds			(25,000)	(25,000)
Total Other Adjustments to Cash (Uses)	78,110	78,110	13,000	(65,110)
Net Change in Fund Balance	(15,000)	(20,268)	17,271	37,539
Fund Balance - Beginning	15,000	20,268	20,268	
Fund Balance - Ending	\$ 0	\$ 0	\$ 37,539	\$ 37,539

CLINTON COUNTY
NOTES TO REGULATORY SUPPLEMENTARY
INFORMATION - BUDGETARY COMPARISON SCHEDULES

June 30, 2021

Note 1. Budgetary Information

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

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

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

CLINTON COUNTY
SCHEDULE OF CAPITAL ASSETS
Other Information - Regulatory Basis

For The Year Ended June 30, 2021

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CLINTON COUNTY
SCHEDULE OF CAPITAL ASSETS
Other Information - Regulatory Basis

For The Year Ended June 30, 2021

The fiscal court reports the following Schedule of Capital Assets:

	Beginning Balance	Additions	Deletions	Ending Balance
Land and Land Improvements	\$ 123,907	\$ 30,000	\$	\$ 153,907
Buildings	5,713,169			5,713,169
Vehicles	1,153,049	142,844	259,099	1,036,794
Equipment	1,451,258		42,762	1,408,496
Infrastructure	7,918,627	197,466		8,116,093
 Total Capital Assets	 <u>\$ 16,360,010</u>	 <u>\$ 370,310</u>	 <u>\$ 301,861</u>	 <u>\$ 16,428,459</u>

CLINTON COUNTY
NOTES TO OTHER INFORMATION - REGULATORY BASIS
SCHEDULE OF CAPITAL ASSETS

June 30, 2021

Note 1. Capital Assets

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

	Capitalization Threshold	Useful Life (Years)
Land Improvements	\$ 12,500	10-60
Buildings and Building Improvements	\$ 25,000	10-75
Equipment	\$ 5,000	2-20
Vehicles	\$ 5,000	3-25
Infrastructure	\$ 20,000	10-50

**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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MIKE HARMON
AUDITOR OF PUBLIC ACCOUNTS

The Honorable Ricky L. Craig, Clinton County Judge/Executive
Members of the Clinton County Fiscal Court

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

Independent Auditor's Report

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Statement of Receipts, Disbursements, and Changes in Fund Balances - Regulatory Basis of the Clinton County Fiscal Court for the fiscal year ended June 30, 2021, and the related notes to the financial statement which collectively comprise the Clinton County Fiscal Court's financial statement and have issued our report thereon dated May 11, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the Clinton 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 Clinton County Fiscal Court's internal control. Accordingly, we do not express an opinion on the effectiveness of the Clinton County Fiscal Court's internal control.

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

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



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

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the Clinton County Fiscal Court's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Respectfully submitted,

A handwritten signature in dark ink, appearing to read "Mike H", with a long horizontal stroke extending to the right.

Mike Harmon
Auditor of Public Accounts

May 11, 2022

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

CLINTON COUNTY FISCAL COURT

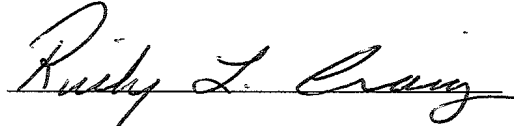
For The Year Ended June 30, 2021

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CERTIFICATION OF COMPLIANCE
LOCAL GOVERNMENT ECONOMIC ASSISTANCE
CLINTON COUNTY FISCAL COURT

For The Year Ended June 30, 2021

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

A handwritten signature in cursive script, reading "Rusty L. Craig", written over a horizontal line.

County Judge/Executive

A handwritten signature in cursive script, reading "Craig M. Smith", written over a horizontal line.

County Treasurer