

**REPORT OF THE AUDIT OF THE
FORMER JESSAMINE COUNTY
SHERIFF'S SETTLEMENT - 2021 TAXES**

**For The Period
April 16, 2021 Through May 22, 2022**



**MIKE HARMON
AUDITOR OF PUBLIC ACCOUNTS
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MIKE HARMON
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 David West, Jessamine County Judge/Executive
The Honorable Kevin Grimes, Jessamine County Sheriff
Members of the Jessamine County Fiscal Court

Report on the Audit of the Financial Statements

Disclaimer of Opinion

We were engaged to audit the accompanying former Jessamine County Sheriff's Settlement - 2021 Taxes for the period April 16, 2021 through May 22, 2022 - Regulatory Basis, and the related notes to the financial statement.

We do not express an opinion on the accompanying financial statement of the former Jessamine County Sheriff. Because of the significance of the matter 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 settlement.

Basis for Disclaimer Opinion

Our basis for disclaiming is that we were unable to obtain required written management representations from the former Jessamine County Sheriff, which results in a management-imposed scope limitation. Management is required to provide written representations to assert that they have fulfilled their responsibility for the preparation and fair presentation of the financial statements and that the information provided to the auditor is complete. Due to the former Jessamine County Sheriff passing away, we were unable to place appropriate reliance on the information provided during the audit and, therefore, cannot reduce the audit risk to an acceptable level.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the 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.



To the People of Kentucky
The Honorable Andy Beshear, Governor
Holly M. Johnson, Secretary
Finance and Administration Cabinet
The Honorable David West, Jessamine County Judge/Executive
The Honorable Kevin Grimes, Jessamine County Sheriff
Members of the Jessamine County Fiscal Court

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 an absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 judgement made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, 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 former Jessamine County Sheriff'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 former Jessamine County Sheriff'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 findings, and certain internal control-related matters that we identified during the audit.

To the People of Kentucky
The Honorable Andy Beshear, Governor
Holly M. Johnson, Secretary
Finance and Administration Cabinet
The Honorable David West, Jessamine County Judge/Executive
The Honorable Kevin Grimes, Jessamine County Sheriff
Members of the Jessamine County Fiscal Court

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 1, 2023, on our consideration of the former Jessamine County Sheriff'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 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 former Jessamine County Sheriff'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
Frankfort, Ky

February 1, 2023

JESSAMINE COUNTY
KEVIN CORMAN, FORMER SHERIFF
SHERIFF'S SETTLEMENT - 2021 TAXES

For The Period April 16, 2021 Through May 22, 2022

62A393
Commonwealth Of Kentucky
REVENUE CABINET
8/17/2022

SHERIFF'S
PROPERTY TAX ACCOUNT STATEMENT

County: Jessamine
Sheriff: Kevin Corman
Date: 6/30/2022
Settlement made by: Eric King

1. Charges:	Real Estate 0.119	Real Estate 0.015	Tangible 0.45	Tangible 0.15	Tangible 0.05	Tangible 0.015	Tangible 0.001					Total Charges
Original Cert (62A385)	5,362,672.40		492,729.45	152,534.51	93,035.48	809.50	48.64					6,101,829.98
Exec Orders (62A372)	495.64											495.64
Mineral charges	686.96											686.96
Add/Supp/Omit Charges			5,166.77	100.08	139.27							5,406.12
Penalty & Interest	6,711.00		613.14	4.13	16.62		0.61					7,345.50
Total Charges	5,370,566.00		498,509.36	152,638.72	93,191.37	809.50	49.25					6,115,764.20
2. Less:												Total Credits
Delinquents (62A359)	23,645.93											23,645.93
Delinquents (62A362)			4,764.78	15,886.42	3,030.08		0.32					23,681.60
Exec Orders (62A372)	8,771.39				700.00							9,471.39
Discounts	98,953.64		9,192.36	2,725.56	1,682.65	16.19	0.84					112,571.24
Total Credits	131,370.96		13,957.14	18,611.98	5,412.73	16.19	1.16					169,370.16

Local Collections:	
County	5,104,213.57
Common School	33,237,537.40
Health	1,404,887.90
Library	5,929,523.87
Extension	824,839.39
County Fire	1,233,174.81
Northern Fire	386,419.41
TOTAL	48,120,596.35

Worksheet For Computing Sheriff's Commission		
	Tax Amount	Commission
Total state collections (line 5)	5,946,394.04	252,721.75
Current Yr Refunds (if in '372 totals)		
Total Commissions		252,721.75

3. Total state property tax collections (Total charges minus total credits)	5,946,394.04
4. Credit for bank and trust share tax	
5. Total	5,946,394.04
6. Total commissions (Transferred from worksheet for computing commission)	252,721.75
7. Amount of state tax due (line 5 minus line 6)	5,693,672.29
8. Amount of tax previously remitted	5,686,586.67
9. Net amount of tax due state (line 7 minus line 8)	7,085.62
10. Prior and current year refunds	7,090.90
11. Total (line 9 minus line 10)	-5.28
12. Penalty (10% of line 11) (KRS 46.990)	
13. Penalty and interest on late reports (KRS 134.300(3))	
14. Amount due to complete settlement (line 11 plus lines 12 and 13)	-5.28

Assessment/Tax Worksheet	Real Estate 0.119	Real Estate 0.015	Tangible 0.45	Tangible 0.15	Tangible 0.05	Tangible 0.015	Tangible 0.001				Number of Exon/ Del	State Tax Collection Percentage
372 Increase Assmt	416,500											
372 Increase Tax	495.64											
359 Delinq Assmt	19,870,533											
359 Delinq Tax	23,645.93											
362 Delinq Assmt			1,058,841	10,590,945	6,060,169		32,481					
362 Delinq Tax			4,764.78	15,886.42	3,030.08		0.32					
372 Decrease Assmt	7,370,919				1,400,000							
372 Decrease Tax	8,771.39				700.00							

JESSAMINE COUNTY
 KEVIN CORMAN, FORMER SHERIFF
 SHERIFF'S SETTLEMENT – 2021 TAXES
 For the Period April 16, 2021 Through May 22, 2022
 (Continued)

2021 TAX SETTLEMENT: COUNTY

CHARGES:

Real Estate (.0940)	4,236,053.95
Tangible (.2900)	627,385.21
Franchise - Real Estate & Tangible	394,951.50
Distilled Spirits	113,641.27
Local Bank Deposits	118,933.48
Prior Year Additional Bills	3,145.68
Exon Increases - Real Estate (416,500 x .000940)	391.51
Limestone	542.64
Penalties	5,939.81
TOTAL CHARGES	5,500,985.05

CREDITS:

Exon Decreases - Real Estate (7,370,919 x .000940)	6,928.66
Exon Decreases - Tangible (1,400,000 x .002900)	4,060.00
Delinquents (62A359) - Real Est	18,678.34
Delinquents (62A362) - Tangible	2,775.23
Delinquent Franchise	34,749.88
Delinquents Prior Year Additional Bills	1,901.23
Discounts	95,724.48
TOTAL CREDITS	164,817.82

AMOUNT TO BE COLLECTED (Charges less credits)	5,336,167.23
Less Commissions (4.25%)	226,787.11
Amount Due To Taxing District	5,109,380.12
Less Amount Previously Remitted	5,104,213.57
Less Current & Prior Year Refunds	5,166.53
AMOUNT DUE TO DISTRICT TO COMPLETE SETTLEMENT	0.02

Prepared for Jessamine County Sheriff

By: Andy Coyle *A.C.*

JESSAMINE COUNTY
 KEVIN CORMAN, FORMER SHERIFF
 SHERIFF'S SETTLEMENT - 2021 TAXES
 For The Period April 16, 2021 Through May 22, 2022
 (Continued)

2021 TAX SETTLEMENT: COMMON SCHOOL

CHARGES:

Real Estate (.6870)		30,959,199.51
Tangible (.6920)		1,497,036.93
Franchise - Real Estate & Tangible		1,432,493.94
Distilled Spirits		271,171.58
Prior Year Additional Bills		9,802.25
Exon Increases - Real Estate	(416,500 x .006870)	2,861.36
Limestone		3,965.92
Penalties		40,343.47
TOTAL CHARGES		34,216,874.96

CREDITS:

Exon Decreases - Real Estate	(7,370,919 x .006870)	50,638.21
Exon Decreases - Tangible	(1,400,000 x .006920)	9,688.00
Delinquents (62A359) - Real Est		136,510.70
Delinquents (62A362) - Tangible		6,622.19
Delinquent Franchise		121,805.38
Delinquents Prior Year Additional Bills		6,213.77
Discounts		607,500.52
TOTAL CREDITS		938,978.77

AMOUNT TO BE COLLECTED (Charges less credits)		33,277,896.19
Less Commissions (----)		
Amount Due To Taxing District		33,277,896.19
Less Amount Previously Remitted		33,237,537.40
Less Current & Prior Year Refunds		40,358.97
AMOUNT DUE TO SHERIFF		(0.18)

Prepared for Jessamine County Sheriff

By: Andy Coyle *a.c.*

JESSAMINE COUNTY
 KEVIN CORMAN, FORMER SHERIFF
 SHERIFF'S SETTLEMENT – 2021 TAXES
 For the Period of April 16, 2021 Through May 22, 2022
 (Continued)

2021 TAX SETTLEMENT: HEALTH

CHARGES:

Real Estate (.0300)		1,351,929.69
Tangible (.0300)		81,320.46
Franchise - Real Estate & Tangible		62,272.11
Distilled Spirits		11,755.99
Prior Year Additional Bills		1,439.41
Exon Increases - Real Estate	(416,500 x .000300)	124.95
Limestone		173.18
Penalties		1,761.28
TOTAL CHARGES		1,510,777.07

CREDITS:

Exon Decreases - Real Estate	(7,370,919 x .000300)	2,211.28
Exon Decreases - Tangible	(1,400,000 x .000300)	420.00
Delinquents (62A359) - Real Est		5,961.14
Delinquents (62A362) - Tangible		496.82
Delinquent Franchise		5,295.85
Delinquents Prior Year Additional Bills		456.31
Discounts		26,854.99
TOTAL CREDITS		41,696.39

AMOUNT TO BE COLLECTED (Charges less credits)		1,469,080.68
Less Commissions (4.25%)		62,435.93
Amount Due To Taxing District		1,406,644.75
Less Amount Previously Remitted		1,404,887.90
Less Current & Prior Year Refunds		1,756.83
AMOUNT DUE TO DISTRICT TO COMPLETE SETTLEMENT		0.02

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By: Andy Coyle *A.C.*

JESSAMINE COUNTY
 KEVIN CORMAN, FORMER SHERIFF
 SHERIFF'S SETTLEMENT – 2021 TAXES
 For the Period of April 16, 2021 Through May 22, 2022
 (Continued)

2021 TAX SETTLEMENT: LIBRARY

CHARGES:

Real Estate (.1200)	5,407,717.67
Tangible (.2000)	542,133.04
Franchise - Real Estate & Tangible	339,812.75
Distilled Spirits	78,373.29
Prior Year Additional Bills	9,214.12
Exon Increases - Real Estate (416,500 x .001200)	499.80
Limestone	692.74
Penalties	7,230.25
TOTAL CHARGES	6,385,673.66

CREDITS:

Exon Decreases - Real Estate (7,370,919 x .001200)	8,845.10
Exon Decreases - Tangible (1,400,000 x .002000)	2,800.00
Delinquents (62A359) - Real Est	23,844.60
Delinquents (62A362) - Tangible	3,311.90
Delinquent Franchise	31,561.13
Delinquents Prior Year Additional Bills	2,794.24
Discounts	112,507.41
TOTAL CREDITS	185,664.38

AMOUNT TO BE COLLECTED (Charges less credits)	6,200,009.28
Less Commissions (4.25%)	263,500.39
Amount Due To Taxing District	5,936,508.89
Less Amount Previously Remitted	5,929,523.87
Less Current & Prior Year Refunds	6,985.02
AMOUNT DUE TO DISTRICT TO COMPLETE SETTLEMENT	0.00

Prepared for Jessamine County Sheriff

By: Andy Coyle *A.C.*

JESSAMINE COUNTY
 KEVIN CORMAN, FORMER SHERIFF
 SHERIFF'S SETTLEMENT – 2021 TAXES
 For the Period of April 16, 2021 Through May 22, 2022
 (Continued)

2021 TAX SETTLEMENT: EXTENSION

CHARGES:

Real Estate (.0167)	752,591.34
Tangible (.0277)	75,085.35
Franchise - Real Estate & Tangible	47,683.75
Distilled Spirits	10,854.70
Prior Year Additional Bills	1,392.45
Exon Increases - Real Estate (416,500 x .000167)	69.56
Limestone	96.41
Penalties	1,005.94
TOTAL CHARGES	888,779.50

CREDITS:

Exon Decreases - Real Estate (7,370,919 x .000167)	1,230.94
Exon Decreases - Tangible (1,400,000 x .000277)	387.80
Delinquents (62A359) - Real Est	3,318.45
Delinquents (62A362) - Tangible	458.72
Delinquent Franchise	4,839.02
Delinquents Prior Year Additional Bills	421.32
Discounts	15,650.75
TOTAL CREDITS	26,307.00

AMOUNT TO BE COLLECTED (Charges less credits)	862,472.50
Less Commissions (4.25%)	36,655.08
Amount Due To Taxing District	825,817.42
Less Amount Previously Remitted	824,839.39
Less Current & Prior Year Refunds	977.95
AMOUNT DUE TO DISTRICT TO COMPLETE SETTLEMENT	0.08

Prepared for Jessamine County Sheriff

By: Andy Coyle *A.C.*

JESSAMINE COUNTY
 KEVIN CORMAN, FORMER SHERIFF
 SHERIFF'S SETTLEMENT – 2021 TAXES
 For the Period of April 16, 2021 Through May 22, 2022
 (Continued)

2021 TAX SETTLEMENT: COUNTY FIRE

CHARGES:

Real Estate (.0570)		1,172,643.78
Tangible (.0520)		17,562.15
Franchise - Real Estate & Tangible		70,506.86
Distilled Spirits		20,377.06
Prior Year Additional Bills		205.30
Exon Increases - Real Estate	(416,500 x .000570)	237.41
Exon Increases - Tangible	(70,559 x .000520)	36.69
Limestone		329.05
Penalties		1,464.05
TOTAL CHARGES		1,283,362.35

CREDITS:

Exon Decreases - Real Estate	(3,064,014 x .000570)	1,746.49
Delinquents (62A359) - Real Est		5,957.01
Delinquents (62A362) - Tangible		89.46
Delinquent Franchise		5,967.72
Discounts		22,374.86
TOTAL CREDITS		36,135.54

AMOUNT TO BE COLLECTED (Charges less credits)		1,247,226.81
Less Commissions (1%)		12,472.27
Amount Due To Taxing District		1,234,754.54
Less Amount Previously Remitted		1,233,174.81
Less Current & Prior Year Refunds		1,579.94
AMOUNT DUE TO SHERIFF		(0.21)

Prepared for Jessamine County Sheriff

By: Andy Coyle *A.C.*

JESSAMINE COUNTY
KEVIN CORMAN, FORMER SHERIFF
SHERIFF'S SETTLEMENT – 2021 TAXES
For the Period of April 16, 2021 Through May 22, 2022
(Continued)

2021 TAX SETTLEMENT: NORTHERN FIRE

CHARGES:

Real Estate (.0430)		389,112.18
Tangible (.0460)		3,373.33
Franchise - Real Estate & Tangible		6,714.85
Prior Year Additional Bills		34.55
Exon Increases - Real Estate	(416,500 x .000430)	179.10
Exon Increases - Tangible	(70,559 x .000460)	32.46
Penalties		400.15
TOTAL CHARGES		399,846.62

CREDITS:

Exon Decreases - Real Estate	(1,217,264 x .000430)	523.42
Delinquents (62A359) - Real Est		1,334.26
Delinquents (62A362) - Tangible		52.71
Delinquent Franchise		0.46
Discounts		7,238.70
TOTAL CREDITS		9,149.55

AMOUNT TO BE COLLECTED (Charges less credits)		390,697.07
Less Commissions (1%)		3,906.97
Amount Due To Taxing District		386,790.10
Less Amount Previously Remitted		386,419.41
Less Current & Prior Year Refunds		370.74
AMOUNT DUE TO SHERIFF		(0.05)

Prepared for Jessamine County Sheriff

By: Andy Coyle

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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

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 David West, Jessamine County Judge/Executive
The Honorable Kevin Grimes, Jessamine County Sheriff
Members of the Jessamine 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 former Jessamine County Sheriff's Settlement - 2021 Taxes for the period April 16, 2021 through May 22, 2022 - Regulatory Basis and the related notes to the financial statement and have issued our report thereon dated February 1, 2023. The former Jessamine County Sheriff's financial statement is prepared on a regulatory basis of accounting, which demonstrates 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. Our report disclaims an opinion on the financial statement because we were unable to obtain written management representation.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the former Jessamine County Sheriff'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 former Jessamine County Sheriff's internal control. Accordingly, we do not express an opinion on the effectiveness of the former Jessamine County Sheriff'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 was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control 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)

Report on Compliance And Other Matters

As part of obtaining reasonable assurance about whether the former Jessamine County Sheriff's financial statement is free from 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 black ink, appearing to read "Mike Harmon", followed by a long horizontal line extending to the right.

Mike Harmon
Auditor of Public Accounts
Frankfort, Ky

February 1, 2023