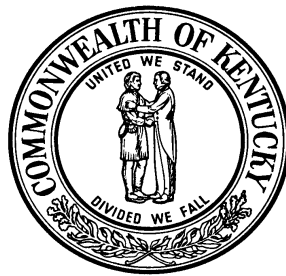


**REPORT OF THE AUDITOR OF PUBLIC ACCOUNTS  
AGREED-UPON PROCEDURES ENGAGEMENT  
OF THE  
FORMER LOGAN COUNTY  
PROPERTY VALUATION ADMINISTRATOR**

**For The Period  
July 1, 2022 Through December 4, 2022**



**MIKE HARMON  
AUDITOR OF PUBLIC ACCOUNTS  
[auditor.ky.gov](http://auditor.ky.gov)**

**209 SAINT CLAIR STREET  
FRANKFORT, KY 40601-1817  
TELEPHONE (502) 564-5841  
FACSIMILE (502) 564-2912**





**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

**SUMMARY OF PROCEDURES AND FINDINGS**

**AGREED-UPON PROCEDURES OF THE  
FORMER LOGAN COUNTY PROPERTY VALUATION ADMINISTRATOR**

For The Period July 1, 2022 Through December 4, 2022

The former Logan County Property Valuation Administrator received an Agreed-Upon Procedures (AUP) engagement for the period July 1, 2022 through December 4, 2022. AUP reports present the procedures performed and the results of those procedures, called findings. The summary below presents those findings for which an exception (an instance of noncompliance with the criteria) was identified during the AUP engagement.

During the AUP engagement of the former Logan County Property Valuation Administrator, the following exceptions were noted:

- The former PVA had a receipts ledger and disbursements ledger. Bank reconciliations were performed for all months except November 2022 and December 2022.
- All payments made to the former PVA were confirmed except for Auburn and Russellville, who failed to return the auditor's confirmation request.
- Deposits were not made weekly at a minimum. There were no daily receipts of \$250 or more in the month tested.
- Cash balances were properly transferred from the former PVA to the new PVA; however, an electronic funds transfer out in the amount of \$70 was omitted from the transfer documents signed by the former PVA.

Findings related to procedures for which there were no exceptions identified, and official responses to exceptions are not included in the summary above but can be found in the full report. A copy of this report is available on the Auditor of Public Accounts' website at [auditor.ky.gov](http://auditor.ky.gov).

Respectfully submitted,

Mike Harmon  
Auditor of Public Accounts  
Frankfort, KY  
December 19, 2022



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**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

**Independent Accountant's Report**  
**On Applying Agreed-Upon Procedures**

Holly M. Johnson, Secretary, Finance and Administration Cabinet  
The Honorable Brooke Waldrup, Former Logan County Property Valuation Administrator  
The Honorable Timothy Rainwaters, Logan County Property Valuation Administrator  
Russellville, Kentucky 42276

We have performed the procedures enumerated below related to the former Logan County Property Valuation Administrator's (PVA) compliance with the *Fiscal and Personnel Administration Manual for the Office of Property Valuation Administrator* regarding the accountability for statutory contribution receipts and disbursements, including capital outlay disbursements, city government receipts, recordkeeping, and leases and contracts during the period July 1, 2022 through December 4, 2022.

An agreed-upon procedures engagement involves the APA performing specific procedures that the former PVA has agreed to and acknowledged to be appropriate for the intended purpose of the engagement and reporting on findings based on the procedures performed. The former Logan County PVA is responsible for compliance with these requirements. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The former Logan County PVA has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of determining the former PVA's compliance with the *Fiscal and Personnel Administration Manual for the Office of Property Valuation Administrator* regarding the accountability for statutory contribution receipts and disbursements, including capital outlay disbursements, city government receipts, recordkeeping, and leases and contracts. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and findings are as follows:

1. Procedure -

Determine if the former PVA has a receipts ledger, a disbursements ledger, and reconciles bank records to books each month. Re-perform the year-end bank reconciliation (December 4, 2022), for all bank accounts, to determine if amounts are accurate.

Finding -

The former PVA had a receipts ledger and disbursements ledger. Bank reconciliations were performed for all months except November 2022 and December 2022.



Holly M. Johnson, Secretary, Finance and Administration Cabinet  
The Honorable Brooke Waldrup, Former Logan County Property Valuation Administrator  
The Honorable Timothy Rainwaters, Logan County Property Valuation Administrator  
(Continued)

2. Procedure -

Confirm all payments by the city to the former PVA. Compare recorded city receipts to confirmed payment amounts obtained from city governments. Also compare recorded city receipts to the DOR list of cities to determine if the former PVA has accounted for all city receipts.

Finding -

All payments made to the former PVA were confirmed except for the cities of Auburn and Russellville, who failed to return the auditor's confirmation request.

3. Procedure -

Confirm all payments made by the fiscal court to the former PVA. Compare the budgeted statutory contribution by the fiscal court to the legally required amounts calculated by the Department of Revenue. Trace the fiscal court payments from the fiscal court statutory contribution budget account to the former PVA's local bank account.

Finding -

No exceptions were found as a result of applying the procedure.

4. Procedure -

Select one month (July 2022 – December 2022) and review bank statement(s) to determine if deposits were made weekly at a minimum or if receipts of \$250 or more are deposited daily. Choose one week from month selected and determine if pre-numbered receipts were issued.

Finding -

Deposits were not made weekly at a minimum. There were no daily receipts of \$250 or more in the month tested.

5. Procedure -

Determine if the former PVA has a change fund and document the amount of the former PVA's change fund.

Finding -

The former PVA had a change fund of \$27.

6. Procedure -

Judgmentally select 15 disbursements from former PVA records and agree amounts to paid invoices or other supporting documentation and bank records. Determine if the disbursement is for official business. Inspect all credit card statements (if any) to determine if disbursements are for official business.

Finding -

No exceptions were found as a result of applying the procedure.

Holly M. Johnson, Secretary, Finance and Administration Cabinet  
The Honorable Brooke Waldrup, Former Logan County Property Valuation Administrator  
The Honorable Timothy Rainwaters, Logan County Property Valuation Administrator  
(Continued)

7. Procedure -

Compare capital outlay disbursements with supporting documentation, bank records, and proper purchasing procedures. Observe newly acquired assets. Determine if assets were added to the former PVA's Capital Asset Inventory List.

Finding -

Not applicable since the former PVA did not have any capital outlay disbursements.

8. Procedure -

Scan vehicle lease agreements, personal service contracts, and professional service contracts for cost schedules and compare to actual payments. Determine if services received were appropriate, for official business, and properly authorized.

Finding -

Not applicable since the former PVA did not have any vehicle lease agreements, personal service contracts, or professional service contracts

9. Procedure -

Compare the former PVA's final budget to actual disbursements to determine if the former PVA overspent in any account series.

Finding -

No exceptions were found as a result of applying the procedure.

10. Procedure -

Determine whether cash balances were properly transferred from the former PVA to the new PVA.

Finding -

Cash balances were properly transferred from the former PVA to the new PVA; however, an electronic funds transfer out of the account in the amount of \$70 was omitted from the transfer documents signed by the former PVA.

*Former PVA's Response: Audit was done as on 11/30/2022 & PVA closed out on 12/2/2022 & \$70 is approximate.*

11. Procedure -

For PVA office employees hired between July 1, 2022 and December 4, 2022, determine if the Ethics Certification Form has been completed and is on file.

Finding -

Not applicable since no employees were hired between July 1, 2022 and December 4, 2022.

Holly M. Johnson, Secretary, Finance and Administration Cabinet  
The Honorable Brooke Waldrup, Former Logan County Property Valuation Administrator  
The Honorable Timothy Rainwaters, Logan County Property Valuation Administrator  
(Continued)

12. Procedure -

Determine if the former PVA's office was closed any day other than the state's approved holidays. If so, determine if the proper procedures and forms were completed.

Finding -

No exceptions were found as a result of applying the procedure.

We were engaged by the Finance and Administration Cabinet, Department of Revenue and the former Logan County PVA to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States. We were not engaged to, and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on compliance with specified requirements. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the former Logan County PVA and of the Finance and Administration Cabinet, Department of Revenue and to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

The purpose of this report is to present the procedures performed and the results of those procedures and is not suitable for any other purpose. This report is intended solely for the information and use of the former Logan County PVA and the Finance and Administration Cabinet, Department of Revenue and is not intended to be and should not be used by anyone other than the specified parties.

Respectfully submitted,

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

Mike Harmon  
Auditor of Public Accounts  
Frankfort, KY

December 19, 2022