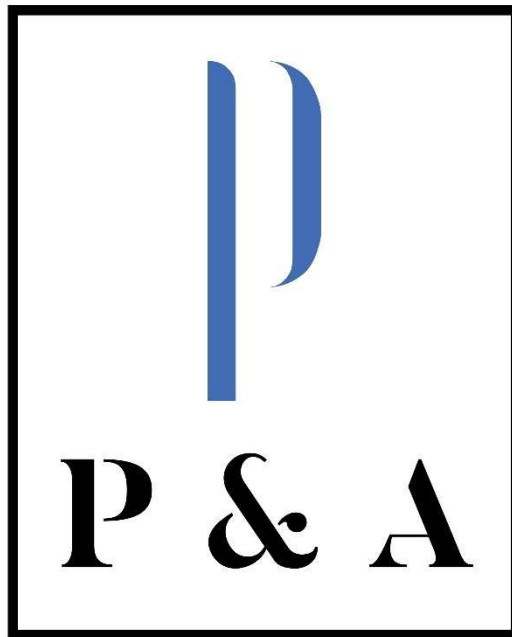


**REPORT OF THE AUDIT OF THE
WOODFORD COUNTY
FISCAL COURT**

**For The Year Ended
June 30, 2025**



PATRICK & ASSOCIATES, LLC

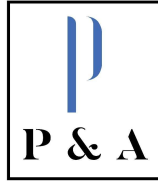
**124 Candlewood Drive
Winchester, KY 40391**

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PATRICK & ASSOCIATES, LLC

124 Candlewood Drive
Winchester, KY 40391

Independent Auditor's Report

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

Opinions

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

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the receipts, disbursements, and changes in fund balances – regulatory basis of the Woodford County Fiscal Court, for the year ended June 30, 2025, in accordance with the financial reporting provisions of the Kentucky Department for Local Government as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Woodford County Fiscal Court as of June 30, 2024, or changes in net position or cash flow thereof for the year ended June 30, 2025, or the changes in net position or cash flows thereof for the year then ended.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the *Fiscal Court Audit Guide* issued by the Auditor of Public Accounts, Commonwealth of Kentucky. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of Woodford County Fiscal Court and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statement is prepared by the Woodford County Fiscal Court on the basis of the financial reporting provisions of the Kentucky Department for Local Government, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirement of the Kentucky Department for Local Government. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

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

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the financial reporting provisions of the Kentucky Department for Local Government. This includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Woodford County Fiscal Court's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Woodford County Fiscal Court's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statement taken as a whole of the Woodford County Fiscal Court. The accompanying Budgetary Comparison Schedules are presented for purposes of additional analysis and are not a required part of the financial statement; however, they are required to be presented in accordance with the financial reporting provisions of the by the Kentucky Department for Local Government to demonstrate compliance with the Commonwealth of Kentucky's regulatory basis of accounting and budget laws. Such information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Budgetary Comparison Schedules are fairly stated in all material respects in relation to the financial statement as a whole.

Other Information

Management is responsible for the other information included in this report. The other information is comprised of the schedule of capital assets but does not include the financial statement and our auditor's report thereon. Our opinions on the financial statement does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 23, 2026, on our consideration of the Woodford County Fiscal Court's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Woodford County Fiscal Court's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Woodford County Fiscal Court's internal control over financial reporting and compliance.

Respectfully submitted,

Patrick & Associates, LLC

Patrick & Associates, LLC
Winchester, KY

April 23, 2026

WOODFORD COUNTY OFFICIALS**For The Year Ended June 30, 2025****Fiscal Court Members:**

James Kay	County Judge/Executive
Jackie Brown	Magistrate
Kelly Carl	Magistrate
Mary Ann Gill	Magistrate
William Downey	Magistrate
Larry Blackford	Magistrate
Darrell Varner	Magistrate
John Gentry	Magistrate
Liles Taylor	Magistrate

Other Elected Officials:

Alan George	County Attorney
Michele Rankin	Jailer
Sandy Jones	County Clerk
Sarah Littrell	Circuit Court Clerk
John Wilhoit	Sheriff
John Paul Coyle	Property Valuation Administrator
Penny Baker	Coroner

Appointed Personnel:

Melody Traugott	County Treasurer
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WOODFORD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS

For The Year Ended June 30, 2025

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

For The Year Ended June 30, 2025

	Budgeted Funds			Local Government Economic Assistance Fund
	General Fund	Road Fund	Jail Fund	
RECEIPTS				
Taxes	\$ 13,831,849	\$	\$	\$
Licenses and Permits	43,604			
Intergovernmental	2,465,265	1,559,529	1,442,668	
Charges for Services	1,374,205	4,000	44,510	
Miscellaneous	665,318	5,639		
Interest	693,935		51,587	
Total Receipts	<u>19,074,176</u>	<u>1,569,168</u>	<u>1,538,765</u>	
DISBURSEMENTS				
General Government	7,105,105			
Protection to Persons and Property	6,173,809		2,077,869	
General Health and Sanitation	1,845,483			
Social Services	218,131			
Recreation and Culture	2,805,895			
Roads		2,008,868		
Bus Services	10,576			
Debt Service	142,113			
Capital Projects				
Administration	649,439	391,967	706,548	
Total Disbursements	<u>18,950,551</u>	<u>2,400,835</u>	<u>2,784,417</u>	
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>123,625</u>	<u>(831,667)</u>	<u>(1,245,652)</u>	
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	179,460	65,000	1,291,272	
Transfers To Other Funds	<u>(2,330,276)</u>		<u>(45,620)</u>	
Total Other Adjustments to Cash (Uses)	<u>(2,150,816)</u>	<u>65,000</u>	<u>1,245,652</u>	
Net Change in Fund Balance	(2,027,191)	(766,667)		
Fund Balance - Beginning	<u>16,022,944</u>	<u>778,464</u>		<u>6,905</u>
Fund Balance - Ending	<u>\$ 13,995,753</u>	<u>\$ 11,797</u>	<u>\$ 0</u>	<u>\$ 6,905</u>
Composition of Fund Balance				
Bank Balance	\$ 14,389,329	\$ 23,402	\$ 28,562	\$ 6,905
Less: Outstanding Checks	<u>(393,576)</u>	<u>(11,605)</u>	<u>(28,562)</u>	
Fund Balance - Ending	<u>\$ 13,995,753</u>	<u>\$ 11,797</u>	<u>\$ 0</u>	<u>\$ 6,905</u>

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

WOODFORD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2025
(Continued)

Budgeted Funds						
State Grants Fund	Federal Grants Fund	Disaster Emergency Services Fund	Flood Fund	Sheriff's Asset Forfeiture Fund	County Clerk Permanent Storage Fund	Opioid Settlement Fund
\$	\$	\$	\$	\$	\$	\$
1,868,792	139,376	25,774				
	1	81,222		446,615	36,800	76,975
				18,313	938	13,751
<u>1,868,792</u>	<u>139,377</u>	<u>106,996</u>		<u>464,928</u>	<u>37,738</u>	<u>90,726</u>
1,138,856	5,746		79,461	186,424	35,601	
10,000	36,765	337,265	31,084			
69,269			47,360			
			88,207			
	28,611					
			17,850			
<u>1,218,125</u>	<u>71,122</u>	<u>337,265</u>	<u>263,962</u>	<u>186,424</u>	<u>35,601</u>	
650,667	68,255	(230,269)	(263,962)	278,504	2,137	90,726
	64,933	233,000	275,000			
(1,950)	(105,954)	(12,956)	(11,038)			
<u>(1,950)</u>	<u>(41,021)</u>	<u>220,044</u>	<u>263,962</u>			
648,717	27,234	(10,225)		278,504	2,137	90,726
91,457		10,225		274,081	18,307	262,351
<u>\$ 740,174</u>	<u>\$ 27,234</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 552,585</u>	<u>\$ 20,444</u>	<u>\$ 353,077</u>
\$ 740,174	\$ 27,234	\$ 11,109	\$ 24,538	\$ 570,585	\$ 20,444	\$ 353,077
		(11,109)	(24,538)	(18,000)		
<u>\$ 740,174</u>	<u>\$ 27,234</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 552,585</u>	<u>\$ 20,444</u>	<u>\$ 353,077</u>

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

WOODFORD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2025
(Continued)

	<u>Budgeted Funds</u>	
	<u>American Rescue Plan Act Fund</u>	<u>Debt Services Fund</u>
RECEIPTS		
Taxes	\$	\$
Licenses and Permits		
Intergovernmental		
Charges for Services		
Miscellaneous		
Interest	150,323	
Total Receipts	<u>150,323</u>	
DISBURSEMENTS		
General Government		
Protection to Persons and Property		
General Health and Sanitation		
Social Services		
Recreation and Culture		
Roads		
Bus Services		
Debt Service		393,659
Capital Projects		
Administration		
Total Disbursements		<u>393,659</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other		
Adjustments to Cash (Uses)	<u>150,323</u>	<u>(393,659)</u>
Other Adjustments to Cash (Uses)		
Transfers From Other Funds		395,601
Transfers To Other Funds		(1,942)
Total Other Adjustments to Cash (Uses)		<u>393,659</u>
Net Change in Fund Balance	150,323	
Fund Balance - Beginning	3,414,827	
Fund Balance - Ending	<u>\$ 3,565,150</u>	<u>\$ 0</u>
Composition of Fund Balance		
Bank Balance	\$ 3,565,150	\$
Less: Outstanding Checks		
Fund Balance - Ending	<u>\$ 3,565,150</u>	<u>\$ 0</u>

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

WOODFORD COUNTY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES
IN FUND BALANCES - REGULATORY BASIS
For The Year Ended June 30, 2025
(Continued)

<u>Unbudgeted Funds</u>		
<u>Public Properties Corporation Fund</u>	<u>Jail Commissary Fund</u>	<u>Total Funds</u>
\$	\$	\$ 13,831,849
		43,604
232,349		7,733,753
		1,422,715
	43,442	1,356,012
	25	928,872
<u>232,349</u>	<u>43,467</u>	<u>25,316,805</u>
		8,551,193
		8,666,792
		1,962,112
		218,131
	42,232	2,848,127
		2,097,075
		10,576
237,819		773,591
		28,611
		1,765,804
<u>237,819</u>	<u>42,232</u>	<u>26,922,012</u>
<u>(5,470)</u>	<u>1,235</u>	<u>(1,605,207)</u>
5,470		2,509,736
		(2,509,736)
<u>5,470</u>		
	1,235	(1,605,207)
	9,930	20,889,491
<u>\$ 0</u>	<u>\$ 11,165</u>	<u>\$ 19,284,284</u>
\$	\$ 16,634	\$ 19,777,143
	(5,469)	(492,859)
<u>\$ 0</u>	<u>\$ 11,165</u>	<u>\$ 19,284,284</u>

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

**INDEX FOR NOTES
TO THE FINANCIAL STATEMENT**

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WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT

June 30, 2025

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The financial statement of Woodford County includes all budgeted and unbudgeted funds under the control of the Woodford 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 for and on behalf of, and as the agency and instrumentality of 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.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(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.

State Grants Fund - The primary purpose of this fund is to account for state grant monies received.

Federal Grants Fund - The primary purpose of this fund is to account for federal grant monies received.

Disaster Emergency Services Fund - The primary purpose of this fund is to account for disaster and emergency expenses of the county. The primary sources of receipts for this fund are federal and state grants.

Flood Fund - The primary purpose of this fund is to account for flood damage clean-up and flood mitigation expenses of the county. The primary sources of receipts for this fund are federal and state grants.

Sheriff's Asset Forfeiture Fund - The primary purpose of this fund is to account for additional law enforcement expenses of the Woodford County Sheriff's office. The primary sources of receipts for this fund are forfeiture cash.

County Clerk Permanent Storage Fund – The primary purpose of this fund is to account for receipts and disbursements related to the County Clerk's permanent storage of county records. The funds are used for the maintenance of records and for the facilities used to store those records.

Opioid Settlement Fund – The primary purpose of this fund is to account for revenues received as a result of the opioid settlement related to oxycontin. Funds received under this settlement are to be used in efforts to reduce the illicit use of opioids. This fund should be budgeted in subsequent fiscal years.

American Rescue Plan Act Fund - The primary purpose of this fund is to account for grants and related disbursements. The primary source of receipts for this fund are federal grants received under the American Recovery Plan Act.

Debt Services Fund - The primary purpose of this fund is to account for debt service payments. The county has debt obligations related to their general obligation bonds for the Falling Springs Community Center and the park expansion.

Unbudgeted Funds

The fiscal court reports the following unbudgeted funds:

Public Properties Corporation Fund - The primary purpose of this fund is to account for the proceeds and debt service of revenue bonds that were issued to fund construction of public buildings.

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.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

D. Budgetary Information

Annual budgets are adopted on a regulatory basis of accounting according to the laws of Kentucky as required by the state local finance officer, 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.

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.

E. Woodford County Elected Officials

Kentucky law provides for election of the officials listed below from the geographic area constituting Woodford 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 Woodford 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).

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 1. Summary of Significant Accounting Policies (Continued)

G. Long-term Obligations

The fund financial statement recognizes bond interest, as well as bond issuance costs when received or when paid, during the current period. The principal amount of the debt and interest are reported as disbursements. Issuance costs, whether withheld from the actual debt proceeds received or not, are reported as disbursements. Debt proceeds are reported as other adjustments to cash.

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, 2025, 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 .

	General Fund	Jail Fund	State Grants Fund	Federal Grants Fund	Disaster Emergency Services Fund	Flood Fund	Debt Services Fund	Total Transfers In
General Fund	\$	\$ 45,620	\$ 1,950	\$ 105,954	\$ 12,956	\$ 11,038	\$ 1,942	\$ 179,460
Road Fund	65,000							65,000
Jail Fund	1,291,272							1,291,272
Federal Grants Fund	64,933							64,933
Disaster Emergency Services Fund	233,000							233,000
Flood Fund	275,000							275,000
Debt Services Fund	395,601							395,601
Public Properties Corporation Fund	5,470							5,470
Total Transfers Out	<u>\$ 2,330,276</u>	<u>\$ 45,620</u>	<u>\$ 1,950</u>	<u>\$ 105,954</u>	<u>\$ 12,956</u>	<u>\$ 11,038</u>	<u>\$ 1,942</u>	<u>\$ 2,509,736</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.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

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, 2025, was \$28,943.

Note 5. Leases

A. Fiscal Court as Lessor:

1. Tennis Court Complex

In 2021, Woodford County Fiscal Court began leasing a property known as the Tennis Court Complex to the Board of Education for Woodford County. The lease is for 20 years and Woodford County Fiscal Court received a one-time payment of \$30,000 in 2021. There is an option to renew the lease if both parties agree. If Lessor takes action to terminate the lease early, Lessee is entitled to a pro rata reimbursement based on remaining number of months left on the lease. Lessee may terminate lease at any time but would not be entitled to a reimbursement. Woodford County Fiscal Court did not recognize any revenue during the current year. As of June 30, 2025, Woodford County Fiscal Court did not show a receivable for this lease.

2. Community Stadium Football/Soccer Complex

In 2018, Woodford County Fiscal Court began leasing a property known as the Community Stadium football/soccer complex to the Woodford Youth Soccer Association, Inc. The lease was for five years with a four- year extension. The lease was extended in 2023. Woodford County Fiscal Court will receive monthly payments of \$200 for the months of December through March. Woodford County Fiscal Court recognized \$800 in lease revenue during the current fiscal year related to this lease.

B. Fiscal Court as Lessee:

1. Office Equipment Lease

During fiscal year 2022, Woodford County Fiscal Court entered into a sixty-three-month (63) lease agreement as lessee for the acquisition and use of office equipment. An initial lease liability was recorded in the amount of \$5,491 in fiscal year 2022. As of June 30, 2025, the value of the lease liability was \$1,245. Woodford County Fiscal Court is required to make monthly principal payments of \$89. Future principal and interest lease payments as of June 30, 2025, were as follows:

Fiscal Year Ending June 30	Amount
2026	\$ 1,015
2027	230
Total	<u>\$ 1,245</u>

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 5. Leases (Continued)

B. Fiscal Court as Lessee:

2. Office Equipment Lease

During fiscal year 2022, Woodford County Fiscal Court entered into a five-year (5) lease agreement as lessee for the acquisition and use of office equipment. An initial lease liability was recorded in the amount of \$9,368 in fiscal year 2022. As of June 30, 2025, the value of the lease liability was \$1,939. Woodford County Fiscal Court is required to make quarterly principal payments of \$468. Future principal and interest lease payments as of June 30, 2025, were as follows:

Fiscal Year Ending June 30	Amount
2026	\$ 1,874
2027	65
Total	<u>\$ 1,939</u>

3. Office Equipment Lease

During fiscal year 2022, Woodford County Fiscal Court entered into a five-year (5) lease agreement as lessee for the acquisition and use of office equipment. An initial lease liability was recorded in the amount of \$9,368 during fiscal year 2022. As of June 30, 2025, the value of the lease liability was \$1,405. The Woodford County Fiscal Court is required to make quarterly principal payments of \$468. The future principal and interest lease payments as of June 30, 2025, were as follows:

Fiscal Year Ending June 30	Amount
2026	\$ 1,405
Total	<u>\$ 1,405</u>

4. Office Equipment Lease

During fiscal year 2024, the Woodford County Fiscal Court entered into a four-year lease agreement as lessee for the acquisition and use of office equipment. An initial lease liability was recorded in the amount of \$8,871 during fiscal year 2024. As of June 30, 2025, the value of the lease liability was \$5,545. The Woodford County Fiscal Court is required to make quarterly principal payments of \$554. The future principal and interest lease payments as of June 30, 2025, were as follows:

Fiscal Year Ending June 30	Amount
2026	\$ 2,218
2027	1,109
Total	<u>\$ 3,327</u>

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 6. Long-term Debt

A. Direct Borrowings and Direct Placements

1. Ambulance Building Lease

On March 12, 2020, Woodford County Fiscal Court entered into a \$701,120 general obligation lease with Kentucky Bank for the construction of a new ambulance building, with repayment to be made over a 60-month period. Principal and interest payments are due on the 12th of each month. The interest rate is 2.0 percent. In the event of default, the security is the first priority mortgage and assignment of rents on real property for the building address. The outstanding principal balance as of June 30, 2025, was \$97,639. Future principal and interest payments are as follows:

Fiscal Year Ending June 30	Principal	Scheduled Interest
2026	\$ 97,639	\$ 749
Totals	<u>\$ 97,639</u>	<u>\$ 749</u>

B. Other Debt

1. General Obligation Bonds – Series 2012

On August 1, 2012, Woodford County Fiscal Court issued \$1,550,000 General Obligation Bonds to purchase land to expand Falling Springs Park and to pay the associated costs of issuing the bonds. Principal payments are due August 1, and interest is payable semiannually on February 1 and August 1. The interest rate varies based on bond maturity date and ranges from 1.0% to 2.375%. The bonds are general obligations of the county and the full faith, credit, and taxing power of the county is irrevocably pledged to the payment of principal and interest on the bonds when due. The outstanding principal balance as of June 30, 2025, was \$685,000. Future principal and interest payments are as follows:

Fiscal Year Ending June 30	Principal	Scheduled Interest
2026	\$ 80,000	\$ 14,225
2027	80,000	12,625
2028	85,000	10,922
2029	85,000	9,116
2030	85,000	7,256
2031-2033	<u>270,000</u>	<u>9,563</u>
Totals	<u>\$ 685,000</u>	<u>\$ 63,707</u>

2. First Mortgage Revenue Refunding Bonds – Series 2017

On April 11, 2017, the Woodford County Public Properties Corporation issued \$2,260,496 in First Mortgage Revenue Refunding Bonds, Series 2017 for the purpose of the defeasance of the outstanding First Mortgage Revenue Refunding Bonds, Series 2008, along with paying the associated costs of issuing the bonds. Principal payments are due August 1, and interest is payable semiannually on February 1 and August 1. The interest rate is 2.27 percent. In the event of default, the purchaser may enforce the foreclosable mortgage lien on the project, file suit against the county, and/or declare all bonds due and payable. The outstanding principal balance as of June 30, 2025, was \$893,498. Future principal and interest payments are as follows:

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 6. Long-term Debt (Continued)

B. Other Debt (Continued)

2. First Mortgage Revenue Refunding Bonds – Series 2017

Fiscal Year Ending June 30	Principal	Scheduled Interest
2026	\$ 214,736	\$ 20,283
2027	221,611	15,408
2028	222,979	10,378
2029	234,172	5,315
Totals	<u>\$ 893,498</u>	<u>\$ 51,384</u>

3. General Obligation Bonds - Series 2020

On June 16, 2020, Woodford County Fiscal Court issued \$5,423,800 General Obligation Bonds to finance an energy savings project as well as refinance the clocktower project debt, and to pay issuance costs on the bonds. Principal payments are due June 1, and interest is payable semiannually on June 1 and December 1. The interest rate is 1.310 percent. The bonds are general obligations of the county and the full faith, credit, and taxing power of the county is irrevocably pledged to the payment of principal and interest on the bonds when due. The outstanding principal balance as of June 30, 2025, was \$4,205,800. Future principal and interest payments are as follows:

Fiscal Year Ending June 30	Principal	Scheduled Interest
2026	\$ 275,900	\$ 55,096
2027	391,700	51,482
2028	393,700	46,350
2029	400,500	41,192
2030	413,100	35,946
2031-2035	2,330,900	96,084
Totals	<u>\$ 4,205,800</u>	<u>\$ 326,150</u>

C. Changes In Long-term Debt

Long-term Debt activity for the year ended June 30, 2025, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Direct Borrowings and Direct Placements	\$ 241,647	\$	\$ 144,008	\$ 97,639	\$ 97,639
Other Debt	6,311,206		526,908	5,784,298	570,636
Total Long-term Debt	<u>\$ 6,552,853</u>	<u>\$ 0</u>	<u>\$ 670,916</u>	<u>\$ 5,881,937</u>	<u>\$ 668,275</u>

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 6. Long-term Debt (Continued)

D. Aggregate Debt Schedule

The amount of required principal and interest payments on long-term obligations at June 30, 2025, were as follows:

Fiscal Year Ending June 30	Direct Borrowings and Direct Placements		Other Debt	
	Principal	Scheduled	Principal	Scheduled
		Interest		Interest
2026	\$ 97,639	\$ 749	\$ 570,636	\$ 89,604
2027			693,311	79,515
2028			701,679	67,650
2029			719,672	55,623
2030			498,100	43,202
2031-2035			2,600,900	105,647
Totals	<u>\$ 97,639</u>	<u>\$ 749</u>	<u>\$ 5,784,298</u>	<u>\$ 441,241</u>

Note 7. 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 (Ky. Ret. Sys.). 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 Public Pension Authority (KPPA) was created by KRS 61.505 to provide staffing and daily administrative needs for CERS and Ky. Ret. Sys. The CERS nine (9) member board of trustees is responsible for the governance of the CERS pension and insurance plans.

The county's contribution for FY 2023 was \$1,586,375, FY 2024 was \$1,581,324, and FY 2025 was \$1,494,429.

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 Ky. Ret. Sys. 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 Ky. Ret. Sys. Board of Directors based on an actuarial valuation. The employer contributes a set percentage of the member's salary. 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.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 7. Employee Retirement System (Continued)

Nonhazardous (Continued)

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 19.71 percent.

Hazardous

Hazardous covered employees are required to contribute 8 percent of their salary to the plan. Hazardous covered employees who begin participation on or after September 1, 2008, are required to contribute 9 percent of their salary to be allocated as follows: 8 percent will go to the member's account and 1 percent will go to the Ky. Ret. Sys. 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. Hazardous members contribute 8 percent of their annual creditable compensation and 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 Board of Directors based on an actuarial valuation. The employer contributes a set percentage of the member's salary. Each month, when employer contributions are received, an employer pay credit is deposited to the member's account. A hazardous member's account is credited with a 7.5 percent employer pay credit. The employer pay credit represents a portion of the employer contribution.

Aspects of benefits for hazardous employees include retirement after 20 years of service or age 55. For hazardous employees who begin participation on or after September 1, 2008, aspects of benefits include retirement after 25 years of service or the member is age 60, with a minimum of 60 months of service credit.

The county's contribution rate for hazardous employees was 38.61 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%

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 7. Employee Retirement System (Continued)

Other Post-Employment Benefits (OPEB)

A. Health Insurance Coverage - Tier 1 (Continued)

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.

Hazardous employees whose participation began on or after July 1, 2003, earn 15 dollars per month for insurance benefits at retirement for every year of earned service without regard to a maximum dollar amount. Upon the death of a hazardous employee, the employee's spouse receives ten dollars per month for insurance benefits for each year of the deceased employee's hazardous service. 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 78.5536.

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.

Tier 2 member benefits are covered by KRS 78.5536. Tier 3 members are not covered by the same provisions.

C. Health Insurance Coverage - Tier 2 and Tier 3 - Hazardous

Once members reach a minimum vesting period of 15 years, they earn fifteen 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. Upon the death of a hazardous employee, the employee's spouse receives ten dollars per month for insurance benefits for each year of the deceased employee's hazardous service. 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 COLA since July 2003 when the law changed. The annual increase is cumulative and continues to accrue after the member's retirement.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 7. Employee Retirement System (Continued)

D. Cost of Living Adjustments - Tier 1

The 1996 General Assembly enacted an automatic cost of living adjustment (COLA) provision for all recipients of Ky. Ret. Sys. 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.

E. 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.

F. 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.

Ky. Ret. Sys. Annual Financial Report and Proportionate Share Audit Report

Ky. Ret. Sys. 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.

Ky. Ret. Sys. Annual Financial Report and Proportionate Share Audit Report (Continued)

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 8. Deferred Compensation

Woodford County Fiscal Court voted to allow all eligible employees to participate in deferred compensation plans administered by the Kentucky Public Employees' Deferred Compensation Authority. The Kentucky Public Employees' Deferred Compensation Authority is authorized under KRS 18A.230 to 18A.275 to provide administration of tax-sheltered supplemental retirement plans for all state, public school and university employees, and employees of local political subdivisions that have elected to participate.

These deferred compensation plans permit all full-time employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Participation by eligible employees in the deferred compensation plans is voluntary.

Historical trend information showing the Kentucky Public Employees' Deferred Compensation Authority's progress in accumulating sufficient assets to pay benefits when due is presented in the Kentucky Public Employees' Deferred Compensation Authority's annual financial report. This report may be obtained by writing the Kentucky Public Employees' Deferred Compensation Authority at 501 High Street, 2nd Floor, Frankfort, KY 40601, or by telephone at (502) 573-7925.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 9. Flexible Spending Account

Woodford County Fiscal Court established a flexible spending account to provide employees an additional health benefit. The county has contracted with a third-party administrator to administer the plan. Each employee determines the amount to be withheld from their paycheck. Employees can receive reimbursement either through a debit card or by submitting a claim to the third-party administrator. Woodford County Fiscal Court did not contribute to this plan during fiscal year ended June 30, 2025.

Note 10. Insurance

For fiscal year ended June 30, 2025, Woodford 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.

Note 11. Tax Abatements

A. More Than A Bakery, LLC

The occupational tax license fee is eligible for abatement under the authority of the Kentucky Business Investment Program (KBI) offered by the Kentucky Cabinet for Economic Development. More Than A Bakery, LLC is eligible to receive this tax abatement by employing 310 new hires. The taxes are abated allowing the company to retain one-half of one percent (.5%) of occupational tax license fees which would be paid by new employees from their salaries and wages. For the fiscal year ended June 30, 2025, the company had not met the requirements and Woodford County Fiscal Court did not abate any occupational tax license fees.

B. Peristyle, LLC

The occupational tax license fee is eligible for abatement under the authority of the Kentucky Business Investment Program (KBI) offered by the Kentucky Cabinet for Economic Development. Peristyle, LLC is eligible to receive this tax abatement by employing 100 new hires. The taxes are abated allowing the company to retain one-half of one percent (0.5%) of occupational tax license fees which would be paid by new employees from their salaries and wages. For fiscal year ended June 30, 2025, the company met the requirements and Woodford County Fiscal Court abated occupational tax license fees in the amount of \$28,914.

C. Lakeshore Learning Materials, LLC

The Occupational Tax license fee was abated under the authority of the Kentucky Business Investment Program (KBI) offered by the Kentucky Cabinet for Economic Development. Lakeshore Learning Materials, LLC is eligible to receive this tax abatement by employing 100 new hires. The taxes are abated allowing the company to retain one-half of one percent (.5%) of occupational tax license fees which would be paid by new employees from their salaries and wages, however, Lakeshore Learning Materials, LLC paid it all up front and requested a refund. For fiscal year ended June 30, 2025, the company met the requirements and Woodford County Fiscal Court abated occupational tax license fees in the amount of \$185,400.

WOODFORD COUNTY
NOTES TO FINANCIAL STATEMENT
June 30, 2025
(Continued)

Note 12. Conduit Debt

From time to time, the county has issued bonds to provide financial assistance to Woodford County for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest, in accordance with KRS 103.210.

This debt may take the form of certain types of limited-obligation revenue bonds, certificates of participation, or similar debt instruments. Although conduit debt obligations bear the Woodford County Fiscal Court's name as issuer, the fiscal court has no obligation for such debt beyond the resources provided by a lease or loan with the third party on whose behalf it is issued. Neither the fiscal court nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statement. As of June 30, 2025, conduit debt has been issued but the amount currently outstanding is not reasonably determinable.

Note 13. Commitments and Contingencies

The county is involved in multiple lawsuits. While individually they may not be significant, in the aggregate they could negatively impact the county's financial position. Due to the uncertainty of the litigation, a reasonable estimate of the financial impact on the county cannot be made at this time.

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WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2025

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis

For The Year Ended June 30, 2025

	GENERAL FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Taxes	\$ 11,606,400	\$ 11,606,400	\$ 13,831,849	\$ 2,225,449
Licenses and Permits	34,000	34,000	43,604	9,604
Intergovernmental	3,848,092	3,848,092	2,465,265	(1,382,827)
Charges for Services	1,107,000	1,107,000	1,374,205	267,205
Miscellaneous	463,406	463,406	665,318	201,912
Interest	600,000	600,000	693,935	93,935
Total Receipts	<u>17,658,898</u>	<u>17,658,898</u>	<u>19,074,176</u>	<u>1,415,278</u>
DISBURSEMENTS				
General Government	8,521,487	9,118,694	7,105,105	2,013,589
Protection to Persons and Property	6,039,623	6,587,815	6,173,809	414,006
General Health and Sanitation	1,903,093	2,026,758	1,845,483	181,275
Social Services	332,500	339,355	218,131	121,224
Recreation and Culture	2,907,290	3,012,551	2,805,895	206,656
Bus Services	17,000	17,000	10,576	6,424
Debt Service	147,583	147,583	142,113	5,470
Capital Projects	190,000	190,000		190,000
Administration	12,340,347	8,783,393	649,439	8,133,954
Total Disbursements	<u>32,398,923</u>	<u>30,223,149</u>	<u>18,950,551</u>	<u>11,272,598</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(14,740,025)</u>	<u>(12,564,251)</u>	<u>123,625</u>	<u>12,687,876</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds			179,460	179,460
Transfers To Other Funds	(2,759,975)	(2,759,975)	(2,330,276)	429,699
Total Other Adjustments to Cash (Uses)	<u>(2,759,975)</u>	<u>(2,759,975)</u>	<u>(2,150,816)</u>	<u>609,159</u>
Net Change in Fund Balance	(17,500,000)	(15,324,226)	(2,027,191)	13,297,035
Fund Balance - Beginning	17,500,000	16,022,945	16,022,944	(1)
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 698,719</u>	<u>\$ 13,995,753</u>	<u>\$ 13,297,034</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	ROAD FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 1,575,499	\$ 1,931,429	\$ 1,559,529	\$ (371,900)
Charges for Services	4,000	4,000	4,000	
Miscellaneous	1,100	6,638	5,639	(999)
Total Receipts	<u>1,580,599</u>	<u>1,942,067</u>	<u>1,569,168</u>	<u>(372,899)</u>
DISBURSEMENTS				
Roads	2,589,608	2,947,304	2,008,868	938,436
Administration	509,827	612,323	391,967	220,356
Total Disbursements	<u>3,099,435</u>	<u>3,559,627</u>	<u>2,400,835</u>	<u>1,158,792</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(1,518,836)</u>	<u>(1,617,560)</u>	<u>(831,667)</u>	<u>785,893</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	786,425	786,425	65,000	(721,425)
Total Other Adjustments to Cash (Uses)	<u>786,425</u>	<u>786,425</u>	<u>65,000</u>	<u>(721,425)</u>
Net Change in Fund Balance	(732,411)	(831,135)	(766,667)	64,468
Fund Balance - Beginning	<u>732,411</u>	<u>778,465</u>	<u>778,464</u>	<u>(1)</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (52,670)</u>	<u>\$ 11,797</u>	<u>\$ 64,467</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	JAIL FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 1,420,544	\$ 1,491,132	\$ 1,442,668	\$ (48,464)
Charges for Services	32,000	33,389	44,510	11,121
Interest	50,000	53,250	51,587	(1,663)
Total Receipts	<u>1,502,544</u>	<u>1,577,771</u>	<u>1,538,765</u>	<u>(39,006)</u>
DISBURSEMENTS				
Protection to Persons and Property	2,444,958	2,450,002	2,077,869	372,133
Administration	803,294	891,532	706,548	184,984
Total Disbursements	<u>3,248,252</u>	<u>3,341,534</u>	<u>2,784,417</u>	<u>557,117</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(1,745,708)</u>	<u>(1,763,763)</u>	<u>(1,245,652)</u>	<u>518,111</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	1,745,708	1,745,708	1,291,272	(454,436)
Transfers To Other Funds			(45,620)	(45,620)
Total Other Adjustments to Cash (Uses)	<u>1,745,708</u>	<u>1,745,708</u>	<u>1,245,652</u>	<u>(500,056)</u>
Net Change in Fund Balance		(18,055)		18,055
Fund Balance - Beginning				
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (18,055)</u>	<u>\$ 0</u>	<u>\$ 18,055</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	<u>LOCAL GOVERNMENT ECONOMIC ASSISTANCE FUND</u>			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Total Receipts	\$	\$	\$	\$
DISBURSEMENTS				
Roads	6,905	6,905		6,905
Total Disbursements	6,905	6,905		6,905
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(6,905)	(6,905)		6,905
Net Change in Fund Balance	(6,905)	(6,905)		6,905
Fund Balance - Beginning	6,905	6,905	6,905	
Fund Balance - Ending	\$ 0	\$ 0	\$ 6,905	\$ 6,905

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	STATE GRANTS FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 11,235,719	\$ 11,235,719	\$ 1,868,792	\$ (9,366,927)
Total Receipts	<u>11,235,719</u>	<u>11,235,719</u>	<u>1,868,792</u>	<u>(9,366,927)</u>
DISBURSEMENTS				
General Government	2,653,000	2,662,568	1,138,856	1,523,712
Protection to Persons and Property	11,950	11,950	10,000	1,950
General Health and Sanitation	8,570,769	8,599,465	69,269	8,530,196
Administration		53,194		53,194
Total Disbursements	<u>11,235,719</u>	<u>11,327,177</u>	<u>1,218,125</u>	<u>10,109,052</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)		<u>(91,458)</u>	<u>650,667</u>	<u>742,125</u>
Other Adjustments to Cash (Uses)				
Transfers To Other Funds			(1,950)	(1,950)
Total Other Adjustments to Cash (Uses)			<u>(1,950)</u>	<u>(1,950)</u>
Net Change in Fund Balance		(91,458)	648,717	740,175
Fund Balance - Beginning		<u>91,458</u>	<u>91,457</u>	<u>(1)</u>
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 740,174</u>	<u>\$ 740,174</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	FEDERAL GRANTS FUND			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts, (Budgetary Basis)	Final Budget Positive (Negative)
RECEIPTS				
Intergovernmental	\$ 2,629,755	\$ 2,643,269	\$ 139,376	\$ (2,503,893)
Total Receipts	<u>2,629,755</u>	<u>2,643,269</u>	<u>139,376</u>	<u>(2,503,893)</u>
DISBURSEMENTS				
General Government	186,500	194,800	5,746	189,054
Protection to Persons and Property	563,000	588,966	36,765	552,201
General Health and Sanitation	1,254,000	1,254,000		1,254,000
Capital Projects	626,255	626,255	28,610	597,645
Administration		5,214		5,214
Total Disbursements	<u>2,629,755</u>	<u>2,669,235</u>	<u>71,121</u>	<u>2,598,114</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)		<u>(25,966)</u>	<u>68,255</u>	<u>94,221</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds			64,933	64,933
Transfers To Other Funds			(105,954)	(105,954)
Total Other Adjustments to Cash (Uses)			<u>(41,021)</u>	<u>(41,021)</u>
Net Change in Fund Balance		(25,966)	27,234	53,200
Fund Balance - Beginning				
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (25,966)</u>	<u>\$ 27,234</u>	<u>\$ 53,200</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	DISASTER EMERGENCY SERVICES FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Intergovernmental	\$ 31,366	\$ 31,366	\$ 25,774	\$ (5,592)
Miscellaneous	80,642	80,642	81,222	580
Total Receipts	<u>112,008</u>	<u>112,008</u>	<u>106,996</u>	<u>(5,012)</u>
DISBURSEMENTS				
Protection to Persons and Property	258,946	364,106	337,265	26,841
Administration		6,442		6,442
Total Disbursements	<u>258,946</u>	<u>370,548</u>	<u>337,265</u>	<u>33,283</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(146,938)</u>	<u>(258,540)</u>	<u>(230,269)</u>	<u>(38,295)</u>
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	146,938	146,938	233,000	(86,062)
Transfers To Other Funds			(12,956)	(12,956)
Total Other Adjustments to Cash (Uses)	<u>146,938</u>	<u>146,938</u>	<u>220,044</u>	<u>(99,018)</u>
Net Change in Fund Balance		(111,602)	(10,225)	101,377
Fund Balance - Beginning		<u>10,225</u>	<u>10,225</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (101,377)</u>	<u>\$ 0</u>	<u>\$ 101,377</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	FLOOD FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Total Receipts	\$	\$	\$	\$
DISBURSEMENTS				
General Government		79,461	79,461	
Protection to Persons and Property		31,084	31,084	
General Health and Sanitation		47,360	47,360	
Roads		88,207	88,207	
Administration		253,888	17,850	236,038
Total Disbursements		500,000	263,962	236,038
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)		(500,000)	(263,962)	236,038
Other Adjustments to Cash (Uses)				
Transfers From Other Funds			275,000	275,000
Transfers To Other Funds			(11,038)	(11,038)
Total Other Adjustments to Cash (Uses)			263,962	263,962
Net Change in Fund Balance		(500,000)		500,000
Fund Balance - Beginning				
Fund Balance - Ending	\$	0	\$	\$
		(500,000)	0	500,000

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

SHERIFF'S ASSET FORFEITURE FUND				
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Miscellaneous	\$	\$ 339,751	\$ 446,615	\$ 106,864
Interest		8,812	18,313	9,501
Total Receipts		<u>348,563</u>	<u>464,928</u>	<u>116,365</u>
DISBURSEMENTS				
General Government		186,424	186,424	
Administration	202,874	436,220		436,220
Total Disbursements	<u>202,874</u>	<u>622,644</u>	<u>186,424</u>	<u>436,220</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(202,874)</u>	<u>(274,081)</u>	<u>278,504</u>	<u>552,585</u>
Net Change in Fund Balance	(202,874)	(274,081)	278,504	552,585
Fund Balance - Beginning	<u>202,874</u>	<u>274,081</u>	<u>274,081</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 552,585</u>	<u>\$ 552,585</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	COUNTY CLERK'S PERMANENT STORAGE FUND			
	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts, (Budgetary Basis)	Final Budget Positive (Negative)
RECEIPTS				
Miscellaneous	\$ 40,000	\$ 40,000	\$ 36,800	\$ (3,200)
Interest	700	700	938	238
Total Receipts	<u>40,700</u>	<u>40,700</u>	<u>37,738</u>	<u>(2,962)</u>
DISBURSEMENTS				
General Government	25,000	47,674	35,601	12,073
Administration	47,410	11,333		11,333
Total Disbursements	<u>72,410</u>	<u>59,007</u>	<u>35,601</u>	<u>23,406</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(31,710)</u>	<u>(18,307)</u>	<u>2,137</u>	<u>20,444</u>
Net Change in Fund Balance	(31,710)	(18,307)	2,137	20,444
Fund Balance - Beginning	<u>31,710</u>	<u>18,307</u>	<u>18,307</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 20,444</u>	<u>\$ 20,444</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	OPIOID SETTLEMENT FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Miscellaneous	\$ 34,611	\$ 54,712	\$ 76,975	\$ 22,263
Interest	7,800	7,800	13,751	5,951
Total Receipts	<u>42,411</u>	<u>62,512</u>	<u>90,726</u>	<u>28,214</u>
DISBURSEMENTS				
Social Services	312,885	310,912		310,912
Administration		14,602		14,602
Total Disbursements	<u>312,885</u>	<u>325,514</u>		<u>325,514</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(270,474)</u>	<u>(263,002)</u>	<u>90,726</u>	<u>353,728</u>
Net Change in Fund Balance	(270,474)	(263,002)	90,726	353,728
Fund Balance - Beginning	<u>270,474</u>	<u>262,351</u>	<u>262,351</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ (651)</u>	<u>\$ 353,077</u>	<u>\$ 353,728</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	AMERICAN RESCUE PLAN ACT FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Interest	\$ 165,000	\$ 165,000	\$ 150,323	\$ (14,677)
Total Receipts	<u>165,000</u>	<u>165,000</u>	<u>150,323</u>	<u>(14,677)</u>
DISBURSEMENTS				
Capital Projects	3,163,331	3,163,331		3,163,331
Administration	416,879	416,496		416,496
Total Disbursements	<u>3,580,210</u>	<u>3,579,827</u>		<u>3,579,827</u>
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	<u>(3,415,210)</u>	<u>(3,414,827)</u>	<u>150,323</u>	<u>3,565,150</u>
Net Change in Fund Balance	(3,415,210)	(3,414,827)	150,323	3,565,150
Fund Balance - Beginning	<u>3,415,210</u>	<u>3,414,827</u>	<u>3,414,827</u>	
Fund Balance - Ending	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,565,150</u>	<u>\$ 3,565,150</u>

WOODFORD COUNTY
BUDGETARY COMPARISON SCHEDULES
Supplementary Information - Regulatory Basis
For The Year Ended June 30, 2025
(Continued)

	DEBT SERVICES FUND			
	Budgeted Amounts		Actual Amounts, (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
RECEIPTS				
Total Receipts	\$	\$	\$	\$
DISBURSEMENTS				
Debt Service	393,659	393,659	393,659	
Total Disbursements	393,659	393,659	393,659	
Excess (Deficiency) of Receipts Over Disbursements Before Other Adjustments to Cash (Uses)	(393,659)	(393,659)	(393,659)	
Other Adjustments to Cash (Uses)				
Transfers From Other Funds	393,659	393,659	395,601	1,942
Total Other Adjustments to Cash (Uses)	393,659	393,659	393,659	
Net Change in Fund Balance				
Fund Balance - Beginning				
Fund Balance - Ending	\$ 0	\$ 0	\$ 0	\$ 0

WOODFORD COUNTY
NOTES TO REGULATORY SUPPLEMENTARY
INFORMATION - BUDGETARY COMPARISON SCHEDULES

June 30, 2025

Note 1. Budgetary Information

Annual budgets are adopted on a regulatory basis of accounting according to the laws of Kentucky as required by the state local finance officer, 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.

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.

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WOODFORD COUNTY
SCHEDULE OF CAPITAL ASSETS
Other Information - Regulatory Basis

For The Year Ended June 30, 2025

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WOODFORD COUNTY
SCHEDULE OF CAPITAL ASSETS
Other Information - Regulatory Basis

For The Year Ended June 30, 2025

The fiscal court reports the following Schedule of Capital Assets:

	Restated Beginning Balance	Additions	Deletions	Ending Balance
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Land and Land Improvements	\$ 3,554,537	\$	\$	\$ 3,554,537
Buildings	26,864,309			26,864,309
Vehicles	2,276,009	837,289	22,513	3,090,785
Equipment	4,262,264	283,721		4,545,985
Infrastructure	30,701,964	714,060		31,416,024
Total Capital Assets	<u>\$ 67,659,083</u>	<u>\$ 1,835,070</u>	<u>\$ 22,513</u>	<u>\$ 69,471,640</u>

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

June 30, 2025

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.

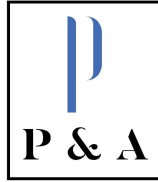
	<u>Capitalization Threshold</u>	<u>Useful Life (Years)</u>
Land Improvements	All	10-60
Buildings	\$ 25,000	10-75
Building Improvements	\$ 25,000	3-25
Equipment	\$ 2,500	3-25
Vehicles	\$ 2,500	3-25
Infrastructure	\$ 20,000	10-50

Note 2. Capital Assets – Restatement of Beginning Balance

The beginning balance of Capital Assets has been restated based on corrections made to the balances presented in the prior year. The beginning balance in asset categories Vehicles, Equipment, and Infrastructure have been decreased to reflect additional asset deletions omitted in prior years.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

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PATRICK & ASSOCIATES, LLC

124 Candlewood Drive
Winchester, KY 40391

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 James Kay, Woodford County Judge/Executive
Members of the Woodford County Fiscal Court

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 Woodford County Fiscal Court for the fiscal year ended June 30, 2025, and the related notes to the financial statement which collectively comprise the Woodford County Fiscal Court's financial statement and have issued our report thereon dated April 23, 2026.

Report on Internal Control Over Financial Reporting

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

As part of obtaining reasonable assurance about whether the Woodford 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*.

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)

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,

Patrick & Associates, LLC

Patrick & Associates, LLC

Winchester, KY

April 23, 2026

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

WOODFORD COUNTY FISCAL COURT

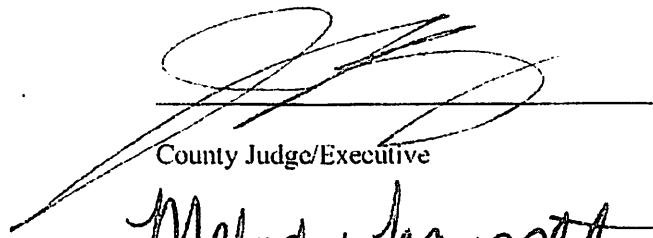
For The Year Ended June 30, 2025

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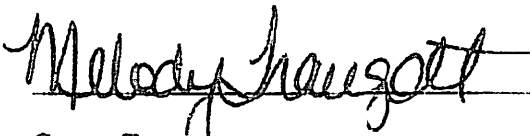
CERTIFICATION OF COMPLIANCE
LOCAL GOVERNMENT ECONOMIC ASSISTANCE PROGRAM
WOODFORD COUNTY FISCAL COURT

For The Year Ended June 30, 2025

The Woodford 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.



County Judge/Executive



County Treasurer