

McIntyre & Wooldridge, PSC
Certified Public Accountants

3103 Breckenridge Lane, Suite 3
Louisville, Kentucky 40220
502/493-9373 or 493-9374 (fax)

Independent Auditor's Report

The Honorable Mayor and
Commissioners of the City of
Strathmoor Manor, Kentucky

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the City of Strathmoor Manor, Kentucky as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Independent Auditor's Report (continued)**Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the City of Strathmoor Manor, Kentucky at June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's budgetary comparison information on pages 17 and 18 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America has required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 19, 2022 on our consideration of the City of Strathmoor Manor, Kentucky's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the result of that testing and not to provide an opinion on the 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 City's internal control over financial reporting and compliance.

McIntyre & Wooldridge, P.C.
McIntyre & Wooldridge, PSC
Louisville, Kentucky
May 19, 2022

CITY OF STRATHMOOR MANOR, KENTUCKY
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2021

	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget (Favorable Unfavorable)</u>
Revenues:			
Property Tax (after discounts and exemptions)	\$ 126,750	\$ 127,374	\$ 624
Insurance Premium Tax	47,000	47,230	230
Kentucky Intergovernmental Revenue	4,600	2,765	(1,835)
Telecommunications Tax	1,400	1,301	(99)
Other and interest	275	718	443
Total General Fund Budgeted Revenues	<u>180,025</u>	<u>179,388</u>	<u>(637)</u>
Carry Forward Projected Unassigned balance year ended 6/30/20	<u>231,047</u>	<u>233,720</u>	<u>2,673</u>
General Fund revenues available for appropriation	411,072	413,108	2,036
Less minimum ending general fund balance	<u>(119,750)</u>	<u>(119,750)</u>	<u>-</u>
General Fund Revenues Available for Appropriation Current Year	291,322	293,358	2,036
Expenditures:			
Landscaping, and Lawn and Tree Maintenance	35,000	17,575	17,425
Garbage Collection	28,000	28,033	(33)
Fire Protection	28,500	27,210	1,290
Police Protection	28,000	28,000	-
Sidewalks and Curbs	125,000	29,570	95,430
Park Enhancements and Signage	3,500	-	3,500
Street Lights-Electric	10,750	9,782	968
Insurance	5,700	5,424	276
Attorney Fees	8,000	6,270	1,730
Bookkeeping	5,100	5,100	-
Audit	-	-	-
Manor Board and Clerk	3,600	3,600	-
Snow Removal	3,500	3,200	300
General Government	3,100	1,124	1,976
PVA fee	2,200	2,228	(28)
City Events	<u>1,200</u>	<u>-</u>	<u>1,200</u>
Total General Fund Budgeted Expenditures	<u>291,150</u>	<u>167,116</u>	<u>124,034</u>
Transfer to Road Fund	<u>-</u>	<u>-</u>	<u>-</u>
Ending Balance Unappropriated	172	126,242	126,070
Add minimum ending general fund balance	<u>119,750</u>	<u>119,750</u>	<u>-</u>
 Ending Unassigned Fund Balance	 <u>\$ 119,922</u>	 <u>\$ 245,992</u>	 <u>\$ 126,070</u>

McIntyre & Woodridge, PSC
CITY OF STRATHMOOR MANOR, KENTUCKY
BUDGETARY COMPARISON SCHEDULE
ROAD FUND
YEAR ENDED JUNE 30, 2021

The Honorable Mayor and Commissioners of the City of Strathmoor Manor, Kentucky	<u>Original and Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
Revenues:			
Kentucky Municipal Road Aid	\$ 7,200	\$ 6,550	\$ (650)
Interest Income	-	23	23
	<u>7,200</u>	<u>6,573</u>	<u>(627)</u>
Transfer from General Fund	-	-	-
Carry forward for Road fund balance year ended June 30, 2020	<u>73,215</u>	<u>72,363</u>	<u>(852)</u>
Road Fund revenues available for appropriation	80,415	78,936	(1,479)
Expenditures:			
Road Repair and Maintenance	<u>(25,000)</u>	-	<u>25,000</u>
Ending Restricted for Road fund balance	<u>\$ 55,415</u>	<u>\$ 78,936</u>	<u>\$ 23,521</u>

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that we appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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