



226 Boone St
Bromley, KY 41016

4-22-2021

A copy of the complete audit report, including financial statements and supplemental information, is on file at the Bromley City Building and is available for public inspection during normal business hours. Business hours are Tuesday and Wednesday morning 9:00 a.m. to 11:00 a.m.

Anyone requesting a personal copy of the city audit report will be charged \$.25 per page.

Copies of the financial statement prepared in accordance with KRS 424.220, when required by KRS 424.220, will be available to the public at no cost at the business address of the officer responsible for preparation of the statement.

Thank you

Gail Smith
City Clerk
City of Bromley, KY



INDEPENDENT AUDITORS' REPORT

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Honorable Mayor
Members of City Council
City of Bromley, Kentucky

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Bromley, Kentucky (the City), as of and for the year ended June 30, 2020, 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.

Auditors' 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. 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 auditors' judgment, including the assessment of the risks 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 used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Bromley, Kentucky, as of June 30, 2020, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note K to the financial statements, the previously issued financial statements for the year ended June 30, 2019 have been restated for the correction of a material misstatement. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and general fund budgetary comparison information, as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Bromley, Kentucky's basic financial statements. The combining statements – special revenue funds and budgetary comparison schedules – special revenue funds are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining statements – special revenue funds and budgetary comparison schedules – special revenue funds are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements – special revenue funds and budgetary comparison schedules – special revenue funds are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2020 on our consideration of the City of Bromley, Kentucky's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Bromley, Kentucky'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 City of Bromley, Kentucky's internal control over financial reporting and compliance.

Bramel & Ackley, P.S.C.

Ft. Wright, KY
December 31, 2020

CITY OF BROMLEY, KENTUCKY BUDGETARY COMPARISON SCHEDULE - BUDGET TO ACTUAL - GENERAL FUND Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Revisions	Final		
Budgetary fund balance, July 1	\$ 159,342	\$ -	\$ 159,342	\$ 770,210	\$ 610,868
Resources (inflows)					
Taxes	271,281	-	271,281	310,864	39,583
Licenses	14,000	-	14,000	16,142	2,142
Franchise fees	18,000	-	18,000	45,648	27,648
Fines	500	-	500	1,616	1,116
Charges for services	500	-	500	2,144	1,644
General revenue	3,000	-	3,000	2,897	(103)
Interest income	100	-	100	5,872	5,772
Rental income	-	-	-	4,650	4,650
Miscellaneous	1,600	-	1,600	15,132	13,532
Amounts available for appropriation	468,323	-	468,323	1,175,175	706,852
Charges to appropriations (outflows)					
Legislative & administrative	114,790	-	114,790	118,190	(3,400)
Public safety	100,000	-	100,000	100,000	-
Fire safety	89,853	-	89,853	75,728	14,125
Public works	35,950	-	35,950	25,996	9,954
Grants	75,000	-	75,000	-	75,000
Parks	36,460	-	36,460	46,490	(10,030)
Capital outlay	5,000	-	5,000	-	5,000
Debt service	11,270	-	11,270	14,016	(2,746)
Total charges to appropriations	468,323	-	468,323	380,420	87,903
Prior period adjustment	-	-	-	(176,276)	(176,276)
Budgetary fund balance, June 30	\$ -	\$ -	\$ -	\$ 618,479	\$ 618,479

CITY OF BROMLEY, KENTUCKY BUDGETARY COMPARISON SCHEDULE - BUDGET TO ACTUAL - MUNICIPAL AID FUND Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Revisions	Final		
Budgetary fund balance, July 1	\$ 22,991	\$ -	\$ 22,991	\$ 31,066	\$ 8,075
Resources (inflows)					
Intergovernmental	15,000	-	15,000	15,188	188
Amounts available for appropriation	37,991	-	37,991	46,254	8,263
Charges to appropriations (outflows)					
Contractual services	17,836	-	17,836	12,218	5,618
Miscellaneous	1,000	-	1,000	30	970
Repairs and maintenance	1,000	-	1,000	-	1,000
Total charges to appropriation	19,836	-	19,836	12,248	7,588
Budgetary fund balance, June 30	\$ 18,155	\$ -	\$ 18,155	\$ 34,006	\$ 15,851

CITY OF BROMLEY, KENTUCKY BUDGETARY COMPARISON SCHEDULE - BUDGET TO ACTUAL - ROAD TAX FUND Year Ended June 30, 2020
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	Budgeted Amounts			Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Revisions	Final		
Budgetary fund balance, July 1	\$ -	\$ -	\$ -	\$ 55,821	\$ 55,821
Resources (inflows)					
Road tax income	29,058	-	29,058	35,776	6,718
Amounts available for appropriation	29,058	-	29,058	91,597	62,539
Charges to appropriations (outflows)					
Contractual services	20,000	-	20,000	-	20,000
Miscellaneous	9,058	-	9,058	-	9,058
Signs, curbs, sidewalks	-	-	-	5,431	(5,431)
Total charges to appropriation	29,058	-	29,058	5,431	23,627
Budgetary fund balance, June 30	\$ -	\$ -	\$ -	\$ 86,166	\$ 86,166

CITY OF BROMLEY, KENTUCKY BUDGETARY COMPARISON SCHEDULE - BUDGET TO ACTUAL - MAIN STREET FUND Year Ended June 30, 2020

	Budgeted Amounts			Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Revisions	Final		
Budgetary fund balance, July 1	\$ -	\$ -	\$ -	\$ (2,656)	\$ (2,656)
Resources (inflows)					
Intergovernmental	282,400	-	282,400	10,400	(272,000)
Interest income	-	-	-	55	55