



## INDEPENDENT AUDITOR'S REPORT

### **To the Mayor and Council City of Fort Wright, Kentucky**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Fort Wright, Kentucky, as of, and for the year ended June 30, 2009, which collectively comprise the City of Fort Wright's basic financial statements, as listed in the table of contents. These financial statements are the responsibility of the City of Fort Wright, Kentucky's, management. Our responsibility is to express an opinion on these basic 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Fort Wright, Kentucky, as of June 30, 2009, and the respective changes in financial position for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2009 on our consideration of the City of Fort Wright, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



The Management's Discussion and Analysis and required supplementary information are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the City of Fort Wright's basic financial statements. The other supplementary information listed in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**RANKIN, RANKIN, & COMPANY**

A handwritten signature in cursive script that reads "Rankin, Rankin &amp; Company".

**Fort Wright, Kentucky  
November 20, 2009**

**CITY OF FORT WRIGHT, KENTUCKY**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**

For the Year Ended June 30, 2009

	Required Supplementary Information			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Budgetary fund balance, July 1	\$ 1,478,087	\$ 1,158,509	\$ 1,462,733	\$ 304,224
Resources (inflows):				
Taxes	1,227,000	1,230,614	1,275,980	45,366
Licenses and permits	1,792,000	1,798,000	1,912,937	114,937
Intergovernmental	113,260	112,618	162,203	49,585
Charges for services	338,950	320,600	328,615	8,015
Fines and forfeitures	19,000	20,000	28,976	8,976
Uses of property	65,100	19,500	15,523	(3,977)
Miscellaneous	14,760	44,151	69,291	25,140
Transfers in	78,264	18,264	18,264	-
Amounts available for appropriation	<u>5,126,421</u>	<u>4,722,256</u>	<u>5,274,522</u>	<u>552,266</u>
Charges to appropriations (outflows)				
General government	477,930	398,925	377,548	21,377
Police	1,313,190	1,321,687	1,274,758	46,929
Fire/EMS	739,910	657,504	650,828	6,676
Public works	649,025	677,736	670,955	6,781
Plant/community projects	117,550	113,355	112,216	1,139
Debt Service	125,000	130,120	130,923	(803)
Transfers out	542,500	442,500	442,500	-
Total charges to appropriations	<u>3,965,105</u>	<u>3,741,827</u>	<u>3,659,728</u>	<u>82,099</u>
Budgetary fund balance, June 30	\$ <u>1,161,316</u>	\$ <u>980,429</u>	\$ <u>1,614,794</u>	\$ <u>634,365</u>

The basis of budgeting is the same as GAAP.

**CITY OF FORT WRIGHT, KENTUCKY**  
**BUDGETARY COMPARISON SCHEDULE**  
**SPECIAL REVENUE FUND-MUNICIPAL AID**  
**For the Year Ended June 30, 2009**

	Required Supplementary Information			Variance with Final Budget Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
Budgetary fund balances, July 1	\$ 306,802	\$ 585,439	\$ 692,944	\$ 107,505
Resources (inflows):				
Intergovernmental	503,460	444,502	254,771	(189,731)
Interest			11,051	11,051
Miscellaneous	25,000	15,000	7,500	(7,500)
Transfers from other funds	455,000	355,000	355,000	-
Amounts available for appropriation	<u>1,290,262</u>	<u>1,399,941</u>	<u>1,321,266</u>	<u>(78,675)</u>
Charges to appropriations (outflows):				
Current				
Administration	175	180	179	1
Public works	67,150	15,000	10,821	4,179
Capital outlay	<u>1,221,000</u>	<u>975,485</u>	<u>294,533</u>	<u>680,952</u>
Total	<u>1,288,325</u>	<u>990,665</u>	<u>305,533</u>	<u>685,132</u>
Budgetary fund balances, June 30	\$ <u>1,937</u>	\$ <u>409,276</u>	\$ <u>1,015,733</u>	\$ <u>606,457</u>

The basis of budgeting is the same as GAAP.

**CITY OF FORT WRIGHT, KENTUCKY**  
**BUDGETARY COMPARISON SCHEDULE**  
**CAPITAL PROJECTS FUND**  
**For the Year Ended June 30, 2009**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Budgetary fund balances, July 1	\$ 678,438	\$ 704,971	\$ 713,477	\$ 8,506
Resources (inflows):				
Interest	-	-	7,314	7,314
Grants and contributions	25,000	12,000	8,879	(3,121)
Other income	-	56,574	-	(56,574)
Amounts available for appropriation	<u>703,438</u>	<u>773,545</u>	<u>729,670</u>	<u>(43,875)</u>
Charges to appropriations (outflows):				
Current				
Administration	400	5,200	1,493	3,707
Police	49,200	44,007	-	44,007
Public works	-	19,900	19,900	-
Capital outlay	25,000	423,942	416,826	7,116
Debt service	17,702	17,000	16,717	283
Transfers to other funds	322,000	-	-	-
Total	<u>414,302</u>	<u>510,049</u>	<u>454,936</u>	<u>55,113</u>
Budgetary fund balances, June 30	<u>\$ 289,136</u>	<u>\$ 263,496</u>	<u>\$ 274,734</u>	<u>\$ 11,238</u>

The basis of budgeting is the same as GAAP.

**CITY OF FORT WRIGHT, KENTUCKY**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS**  
 June 30, 2009

	Special Revenue Funds					Total Nonmajor Governmental Funds
	Parks & Recreation	Madison Pike TIF	Sewer Replacement	Fire and EMS	Asset Forfeiture	
<b>ASSETS</b>						
Cash and cash equivalents	\$ 39,723	\$ 185,692	\$ -	\$ 149,317	\$ 10,969	\$ 385,701
Accounts receivable	-	-	-	24,759	-	24,759
<b>Total assets</b>	<b>\$ 39,723</b>	<b>\$ 185,692</b>	<b>\$ -</b>	<b>\$ 174,076</b>	<b>\$ 10,969</b>	<b>\$ 410,460</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Accounts payable	\$ 1,049	\$ -	\$ -	\$ 10,002	\$ -	\$ 11,051
<b>Total liabilities</b>	<b>1,049</b>	<b>-</b>	<b>-</b>	<b>10,002</b>	<b>-</b>	<b>11,051</b>
Fund balances:						
Unreserved, reported in:						
Special revenue funds	38,674	185,692	-	164,074	10,969	399,409
<b>Total fund balances</b>	<b>38,674</b>	<b>185,692</b>	<b>-</b>	<b>164,074</b>	<b>10,969</b>	<b>399,409</b>
<b>Total liabilities and fund balances</b>	<b>\$ 39,723</b>	<b>\$ 185,692</b>	<b>\$ -</b>	<b>\$ 174,076</b>	<b>\$ 10,969</b>	<b>\$ 410,460</b>