

Independent Auditor's Report

The Honorable Mayor and Commissioners of the City of Blue Ridge Manor, Kentucky

We have audited the accompanying financial statements of the governmental activities and each major fund of the City of Blue Ridge Manor, Kentucky as of and for the year ended June 30, 2015, 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. 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.

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 Blue Ridge Manor, Kentucky at June 30, 2015, 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.

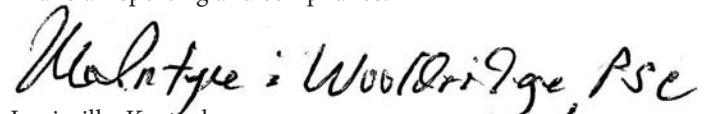
Other Matters - Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's budgetary comparison information on pages 18 and 19 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 January 20, 2016 on our consideration of the City of Blue Ridge 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 of Blue Ridge Manor, Kentucky's internal control over financial reporting and compliance.


Louisville, Kentucky
January 20, 2016

CITY OF BLUE RIDGE MANOR, KENTUCKY
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2013

CITY OF BLUE RIDGE MANOR, KENTUCKY
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 FOR THE YEAR ENDED JUNE 30, 2015

	GENERAL FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
REVENUES			
Property taxes	\$114,000	\$119,119	\$ 5,119
Insurance taxes	46,320	67,520	21,200
Franchise fees	3,500	3,650	150
Interest income	11,000	11,144	144
Other income	-	7,351	7,351
Fund reserves	36,400	-	(36,400)
Total Revenues	\$211,220	\$208,784	\$ (2,436)

	GENERAL FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
EXPENDITURES			
Administrative			
Compensation	\$ 28,000	27,750	250
Operations	3,000	6,878	(3,878)
Conference/dues	2,500	1,049	1,451
Legal/audit			
Attorney	7,000	7,000	-
Tax bills	3,800	3,855	(55)
Audit	5,500	-	5,500
Notices/liens	1,500	208	1,292
Insurance/bonds	8,000	4,992	3,008
Public works/safety			
Safety	16,320	15,950	370
Roads/snow	7,500	5,772	1,728
Sanitation	43,800	42,966	834
Lighting	14,400	13,965	435
Communications			
Publications	4,000	3,153	847
Events	5,000	14,861	(9,861)
Holiday	2,500	2,100	400
Parks			
Operations/Maintenance	29,000	71,267	(42,267)
Entrances	9,600	17,619	(8,019)
Abatement	4,800	4,660	140
Contingency	15,000	1,058	13,942
Total Expenditures	\$211,220	\$ 245,103	\$ (33,883)

	ROAD FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
REVENUES			
Interest income	\$ -	370	370
Road aid revenue	13,200	15,618	2,418
Fund reserves	23,300	-	23,300
Total Revenues	\$ 36,500	\$ 15,988	\$ (20,512)

	ROAD FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
EXPENDITURES			
Public work/safety			
Roads/snow	\$ 36,500	\$ 39,301	\$ (2,801)
Total Expenditures	\$ 36,500	\$ 39,301	\$ (2,801)

	GENERAL FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
REVENUES			
Property taxes	\$118,000	\$124,494	\$ 6,494
Insurance taxes	53,000	64,421	11,421
Transfer payments	9,500	3,667	(5,833)
Event revenue	4,000	-	(4,000)
Interest income	11,000	10,674	(326)
Transfer from reserves	61,800	-	(61,800)
Total Revenues	\$257,300	\$203,256	\$ (54,044)

	GENERAL FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
EXPENDITURES			
Administrative			
Compensation	\$ 29,500	\$ 29,200	\$ 300
Services supplies	4,000	2,450	1,510
Legal/audit	19,000	39,217	(20,217)
Insurance/bond	9,500	4,867	4,633
Conference/dues	2,000	616	1,384
Rent	2,000	2,755	(755)
Tax refunds	2,000	1,938	62
Public works/safety			
Safety	17,000	16,150	850
Roads/snow	-	801	(801)
Sanitation	53,500	51,469	2,031
Lighting	18,000	17,354	646
Resurfacing	60,000	-	60,000
Parks & Recreation			
Park Operations	29,000	31,574	(2,574)
Entrances	17,000	15,251	1,749
Litter Abatement	4,800	3,920	880
Community Affairs			
Publications/web	6,500	4,652	1,848
Holiday	3,000	2,180	820
Public events	5,000	2,568	2,432
October fest	12,000	-	12,000
Contingency	16,000	1,091	14,909
Total Expenditures	\$309,800	\$ 228,093	\$ 81,707

REVENUES OVER(UNDER) EXPENDITURES	\$ (52,500)	\$ (24,837)	\$ 27,663
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	ROAD FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
REVENUES			
Municipal aid	\$ 14,500	18,307	3,807
Interest income	1,000	77	(923)
Transfer from reserves	70,000	-	(70,000)
Total Revenues	\$ 85,500	\$ 18,384	\$ (67,116)

	ROAD FUND		
	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET FAVORABLE (UNFAVORABLE)
EXPENDITURES			
Roads/snow	\$ 33,000	\$ 35,647	\$ (2,647)
REVENUES OVER(UNDER) EXPENDITURES	\$ 52,500	\$ (17,263)	\$ (69,763)