



**City of Ludlow
Audited Financial Statements
June 30, 2019**

Van Gorder, Walker & Co., Inc.
Thursday, January 9, 2020

Audit Opinion

- ▶ In our opinion, the financial statements present fairly, in all material respects, the financial position of the City of Ludlow, Kentucky as of June 30, 2019 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.

Compliance & Internal Control

- ▶ No Matters Involving Internal Control over Financial Reporting and Operations were Considered to be *Material Weaknesses* or *Significant Deficiencies* in Accordance with *Government Auditing Standards*
- ▶ No items of Non-Compliance with KRS statutes, grant agreements, loan agreements, etc. to report

2018 Going Concern

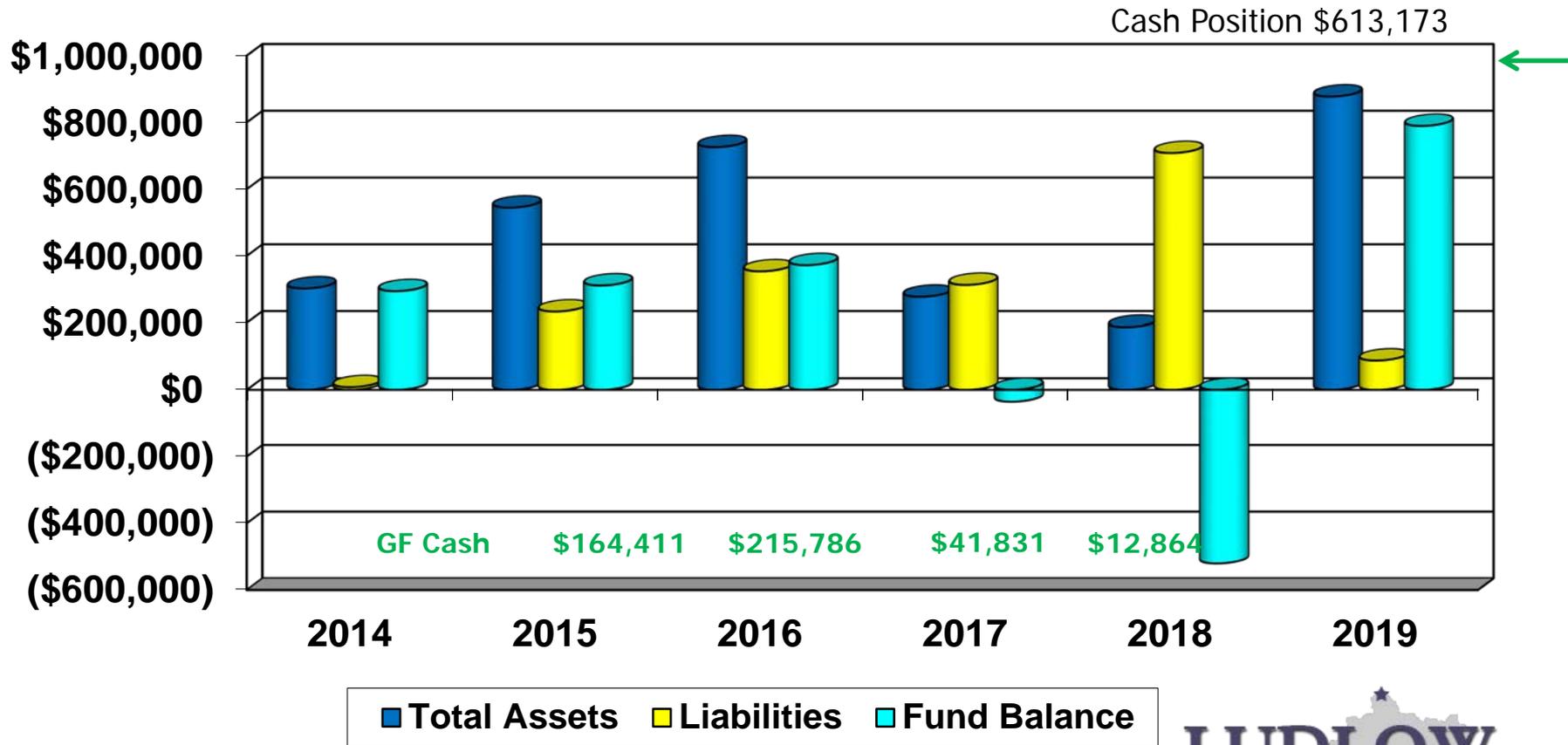
- ▶ In FY 2018, management and the council was informed that the City was in jeopardy of becoming insolvent in the very near future.
- ▶ Management has subsequently:
 - Reduced personnel and operating costs
 - Generated revenue through an increase the insurance premium tax
 - Signed fire services contract with the City of Bromley
 - Located uncollected franchise taxes owed to the City.
 - Enforced collection of delinquent taxes, fees, fines and liens.
- ▶ As a result of management actions, the City is no longer in immediate threat of insolvency.



City of Ludlow

Governmental Funds – Fund Balance Comparison

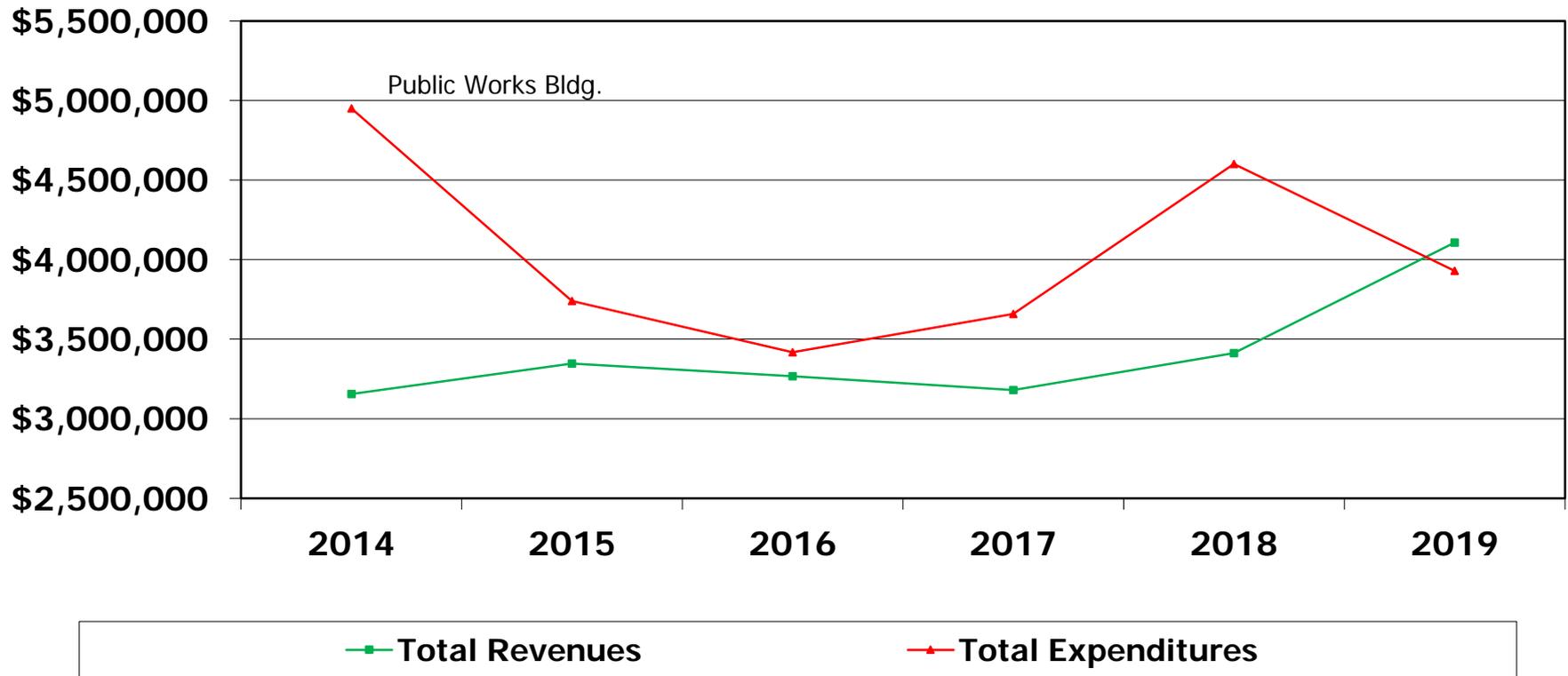
As of June 30th



City of Ludlow

Revenue vs. Expenditures

For the Years Ended June 30th

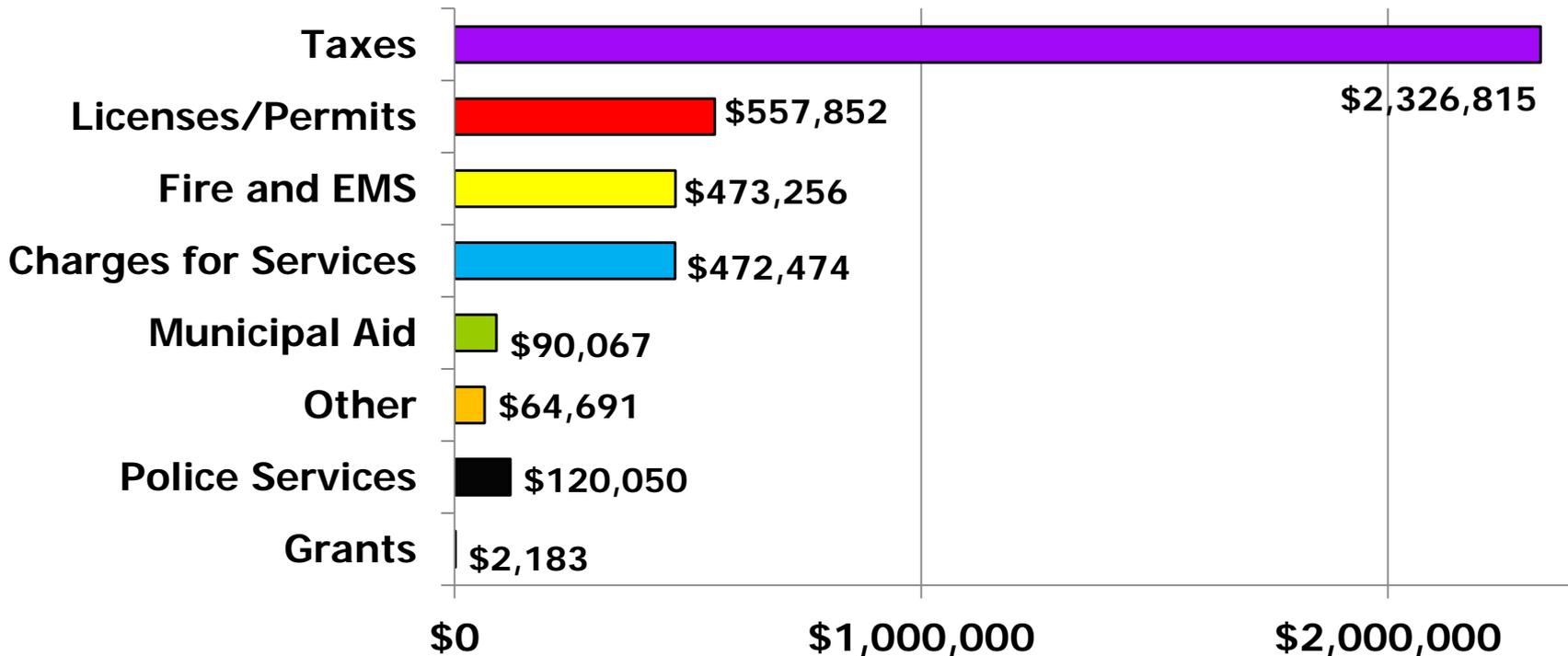


City of Ludlow

Revenues by Source

For the Year Ended June 30, 2019

Total Revenues – \$4,107,388

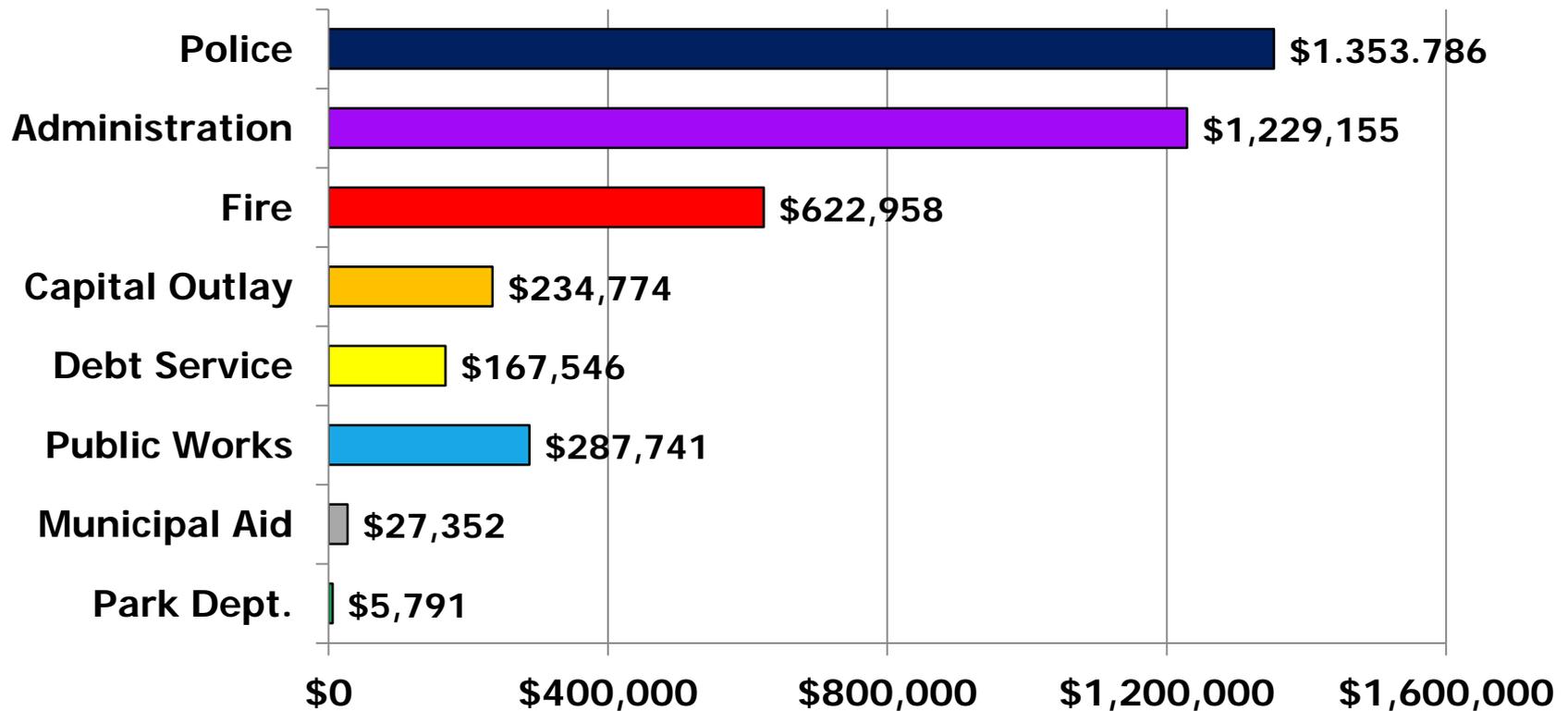


City of Ludlow

Expenditures by Function

For the Year Ended June 30, 2019

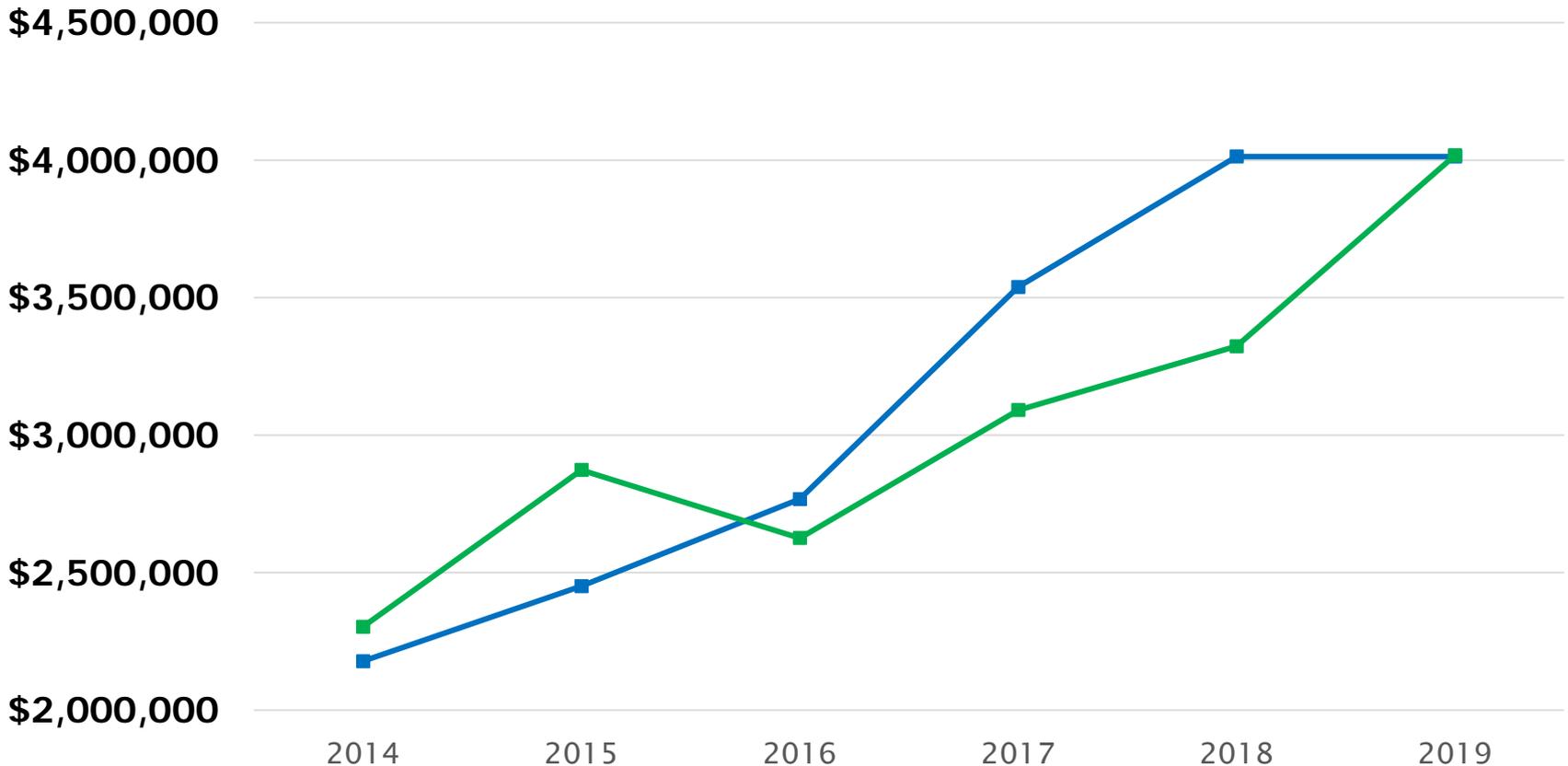
Total Expenditures – \$3,929,103



City of Ludlow

Original Budget vs. Actual – General Fund – Revenues

As of June 30th, 2019



— Budget — Actual

Loan Proceeds and
Interfund Transfers
Removed



City of Ludlow

Original Budget vs. Actual – General Fund – Expenses

As of June 30th, 2019

