



**MIKE HARMON**  
**AUDITOR OF PUBLIC ACCOUNTS**

August 13, 2019

Secretary William M. Landrum III  
Finance and Administration Cabinet  
Department for Facilities and Support Services  
Chairs of the Capital Projects and Bond Oversight Committee

As Auditor of Public Accounts, I am pleased to transmit herewith the report of our examination relating to compliance with the lease laws for the years ended June 30, 2018, and June 30, 2019, made pursuant to KRS 43.050(2)(e).

On behalf of the Office of Financial Audits of the Auditor of Public Accounts, I wish to thank the employees of the Department for Facilities and Support Services for their cooperation during the course of our examination. Should you have any questions concerning this report, please contact Libby Carlin, Executive Director, Office of Financial Audits.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Mike H.", with a long horizontal stroke extending to the right.

Mike Harmon  
Auditor of Public Accounts





**REPORT OF THE EXAMINATION OF  
LEASE LAW COMPLIANCE**

**Made Pursuant To  
KRS 43.050(2)(e)**

**For The Years Ended  
June 30, 2018, and June 30, 2019**



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AUDITOR OF PUBLIC ACCOUNTS  
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Honorable Matt Bevin, Governor  
William M. Landrum III, Secretary, Finance and Administration Cabinet  
Robert M. Burnside, Commissioner, Department for Facilities and Support Services

Independent Accountant's Report

We have examined real property leases awarded by the Finance and Administration Cabinet (FAC) for compliance with KRS 48.111 and 56.800 through 56.823, Kentucky's Lease Law, for fiscal years ended June 30, 2018, and June 30, 2019. FAC's management is responsible for compliance with the requirements of Kentucky's Lease Law. Our responsibility is to express an opinion on management's compliance with Kentucky Lease Law based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the examination to obtain reasonable assurance about whether FAC complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether FAC complied with Kentucky's Lease Law. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination does not provide a legal determination on FAC's compliance with specified requirements.

In our opinion, FAC complied, in all material respects, with Kentucky's Lease Law during fiscal years ended June 30, 2018, and June 30, 2019.

Respectfully submitted,

Mike Harmon  
Auditor of Public Accounts

August 13, 2019

