



cities that have completed an audit under KRS 91A.040 and cities that have completed an agreed-upon procedures engagement.

Section 4 creates a new section of KRS Chapter 91A to allow cities to complete an agreed-upon procedures engagement with the Auditor of Public Accounts or a certified public accountant rather than an audit if the city meets certain requirements.

SB 192/GA establishes standards for the agreed-upon procedures engagement process and establishes reporting, advertising and access requirements and directs that the Department for Local Government may permit a city to use this process under certain circumstances when the city has not completed and reported an audit for 2 or more fiscal years.

**The fiscal impact of SB 192/GA to local governments is indeterminate, but expected to be positive.** Cities impacted by SB 192/GA will have a less expensive means of showing fiscal accountability through the preparation of agreed-upon procedures engagements rather than full-blown audits.

The Kentucky League of Cities was contacted to provide input on SB 192/GA. This local mandated will be updated upon receiving their comments.

**Data Source(s):** LRC Staff

**Preparer:** BW **Reviewer:** JB (MDA) **Date:** 3/5/26