

COMPREHENSIVE ANNUAL FINANCIAL REPORT
BEDFORD COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2020



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BEDFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2020

Report Prepared by:

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Finance Director
Bedford County, Tennessee

Independent Audit Performed by:

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JUSTIN P. WILSON

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State Auditors

This financial report is available at www.comptroller.tn.gov

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Summary of Audit Findings

Comprehensive Annual Financial Report

Bedford County, Tennessee

For the Year Ended June 30, 2020

Scope

We have audited the basic financial statements of Bedford County as of and for the year ended June 30, 2020.

Results

Our report on Bedford County's financial statements is unmodified.

Our audit resulted in no findings.

INTRODUCTORY SECTION



BEDFORD COUNTY, TENNESSEE

Letter of Transmittal

November 6, 2020

To the Honorable Chad Graham, County Mayor,
Board of County Commissioners, and Citizens of
Bedford County, Tennessee

The Comprehensive Annual Financial Report of Bedford County, Tennessee, for the year ended June 30, 2020, is hereby submitted as required by state statutes. These statutes require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit, or by independent public accountants within six months of the close of each fiscal year. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of Bedford County, Tennessee. This report was prepared by the county's finance department in conjunction with the above state agency.

Management assumes full responsibility for the completeness and reliability of all the information contained in this report based upon a comprehensive internal control framework that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit has issued an unmodified ("clean") opinion on the financial statements of Bedford County, Tennessee, for the fiscal year ended June 30, 2020. The independent auditor's report is presented at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the report of the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

Bedford County was established on December 4, 1807, by Public Act of the State of Tennessee. The county is named after Thomas Bedford, Jr., an American Revolutionary War hero. One odd fact about Bedford County is that, if the state senate journal is accurate, in the rush of business to pass the bill to create the county, the state senate failed to read and adopt the bill on three readings on three separate days, which was required by state constitutional provisions to create a Tennessee county. Bedford County is in the southern middle part of the state and borders Rutherford, Lincoln, Coffee, Moore, and Marshall counties. The county has a land mass of approximately 303,148 acres (474 square miles) and serves an estimated population of 49,713.

Bedford County operates as a political subdivision of the state as provided by the Tennessee Constitution. Bedford County, as a political subdivision of the state, is subject to control by the Tennessee General Assembly, and the county has no authority except that expressly given by state statutes. Bedford County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Bedford County operates under a County Mayor – County Commission form of government as provided by state statutes. The Bedford County Commission consists of an 18-member board elected in nine districts within the county. Policymaking and legislative authority is vested in the Bedford County Commission. The county commission is responsible for various tasks, including but not limited to, adopting the annual budget, setting the property tax levy, appointing various boards and committees, and passing local ordinances. The county mayor is popularly elected for a four-year term and is the county's manager and chief financial officer. He is responsible for carrying out policies and ordinances of the county commission, overseeing the day-to-day operations of the government, and appointing or recommending for appointment various department heads. In addition, he serves as chairperson of the county commission and as a member of most committees.

Bedford County provides a full range of essential services, including police and fire protection; solid waste disposal; emergency medical services; emergency management planning; and construction and maintenance of highways, streets, and other infrastructure. Bedford County also is financially responsible for a legally separate school district, which is reported separately within its financial statements. Additional information on this legally separate entity along with the county's other discretely presented component unit can be found in Note I.A. in the notes to the financial statements.

Bedford County is required to adopt an annual budget in compliance with state statutes. The annual budget serves as the foundation for Bedford County's financial planning and control. As required, each department submits an itemized statement of appropriations needed for the upcoming year to the director of finance. Each fiscal year, the director of finance submits a consolidated budget to the Financial Management Committee. According to Section 5-21-110, *Tennessee Code Annotated*, "in preparing the budget, the budget committee may revise, as it deems necessary, the estimates or requests made by the various department officials, offices, institutions, and agencies of the county, but any county official or employee shall be entitled to a hearing before the budget committee with reference to any contemplated changes in the county official's or employee's budget requests or estimates." The proposed budget of the Financial Management Committee is published in a

paper of general circulation at least ten days before the Financial Management Committee conducts a public hearing on the budget. The county commission may alter or revise the budget before adoption except for debt service. The county commission adopts a budget before the end of July. The county director of finance, upon the request of a department head, except for salary and benefit related line-items, may transfer appropriations between line-items within a department. Transfers of appropriations between line-items, including salary and related line-items, within a department may be made by the Financial Management Committee. Transfers between departments require the approval of the Bedford County Commission.

Local Economy

Bedford County is predominately a manufacturing and agricultural county. Major industries located within the Bedford County's boundaries include a hospital, nursing homes, deep chill processing and perishable food distributor, manufacturers of writing instruments, school supplies, printing and engraving supplies, automobile cooling/heating exhausts, retail stores, and several financial institutions. The school system and Bedford County also have a significant economic presence, employing 1,094 teachers, professionals and support staff.

As of July 2020, Bedford County had an estimated labor force of 20,047 with 18,191 employed. Bedford County's unemployment rate is slightly above the state average of 9.5 percent.

Median household incomes within Bedford County are lower than the state as a whole. According to the latest estimate from the US Census Bureau, the state's median household income was \$50,972 and the county's was \$48,945 in 2019. Bedford County had a population of 49,713. This is an increase of 10.3 percent since the 2010 census. The median price of a single home in Bedford County was \$140,500.

Due to its strong financial position, Bedford County received a credit rating of AA from S&P Global Ratings in 2019. Bedford County has maintained a credit rating of Aa3 from Moody's Investor Service since 2011, which is the highest bond rating in the history of the county and shows the county has a very strong capacity to meet its financial commitments.

There are many significant factors that will undoubtedly contribute to the continued growth of our economy. One factor is that Bedford County is within a day's drive of 75 percent of the nation's markets and only minutes from three major interstates.

Bedford County is experiencing a boom in construction. A new jail/justice center was completed in December of 2019. The new Cascade High School was completed in August 2019. An additional wing at Learning Way Elementary School was completed in August 2020. Uncle Nearest Distillery, a whiskey production facility, tasting room, retail store and bottling house on Highway 231 North of Shelbyville opened its production complex in September 2020, to the public on a limited basis. The distillery is renovating a second building, adding a large building that will house a barbeque smoker as well as planning to build a new distillery. The county and city transferred approximately 20 acres of land in the new 231 North Business Park for a new campus for the Tennessee College of Applied Technology (TCAT) in August 2020. The TCAT campus would be one of three proposed for Tennessee. TCAT will use the new site for

expansion and eventually as the main campus. A state grant of \$2,200,000 was awarded in August 2020, to United Communications to bring broadband internet to 756 homes in Bedford and Rutherford County. Bedford County and the City of Shelbyville have funded a position for a joint economic development director. The director will assist in recruiting prospective businesses and industries to locate or expand to the area. Construction is nearing completion for a 3 1/2-mile segment of Highway 41A, from State Route 276 (Thompson Creek Road) to Jenkins Road, for a cost of \$31.8 million. Completion of the current segment is expected by 2021.

Long-term Financial Planning and Major Initiatives

Unassigned fund balance in the General Fund at year end was 10.4 percent of total General Fund current-year expenditures and exceeds the amount set by policy (three percent of current-year expenditures). The excess is available to cover revenue shortfalls, unanticipated expenditures, and to ensure stable tax rates.

To better serve the needs of the commission and the public, the commission adopted a fund balance policy in the General Debt Service Fund. The policy requires a minimum of three percent of expenditures. The General Debt Service Fund policy requires revenues meet the actual debt requirements. Additionally, the policy of the county requires that at the beginning of each fiscal year, the county will maintain an adequate amount in cash or investments in the debt service fund that will meet cash flow needs. Also, the Bedford County Commission and the Bedford County Financial Management Committee has adopted a county Debt Policy.

Current initiatives include the construction of a new elementary school north of Shelbyville and an addition to Community High School in Unionville.

Bedford County adopted the County Financial Management System of 1981 in November 2006. This local option law created a county financial management office. In April 2007, the county hired a certified public accountant as its first director of finance. Through great efforts by the director of finance and his staff, the county prepared financial statements in accordance with Generally Accepted Accounting Principles (GAAP) and received its first unqualified financial statement audit in at least 20 years.

Relevant Financial Policies

Bedford County has adopted a set of financial management policies. During the current year, none of the policies were particularly relevant. However, the State of Tennessee requires the adoption of a balanced operating budget (i.e. estimated revenues equal to or in excess of appropriations). Estimated revenues were less than appropriations (\$22,392,893 v. \$26,953,469). In such cases, the appropriation of fund balance is used to close the gap. The amount necessary for this purpose in the original budget was \$3,751,267, which increased to \$4,560,576 in the final amended budget. However, thanks to increases in revenues and measures taken during the year to control expenditures, Bedford County ultimately had to spend only \$1,416,525 to close the operating deficit for the year.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bedford County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2019. This was the eleventh consecutive year that Bedford County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the county had to publish an easily readable and efficiently organized CAFR that satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current CAFR continues to conform to the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been possible without the skill, effort and dedication of the entire Department of Finance. We wish to thank all government departments for their assistance in providing the data necessary to prepare this report. Credit is due to the county mayor and the commission for their unfailing support for maintaining the highest standards of professionalism in the management of Bedford County.

Sincerely,

A handwritten signature in black ink that reads "Robert Daniel". The signature is written in a cursive, flowing style.

Robert Daniel, CPA, CGFM
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Bedford County
Tennessee**

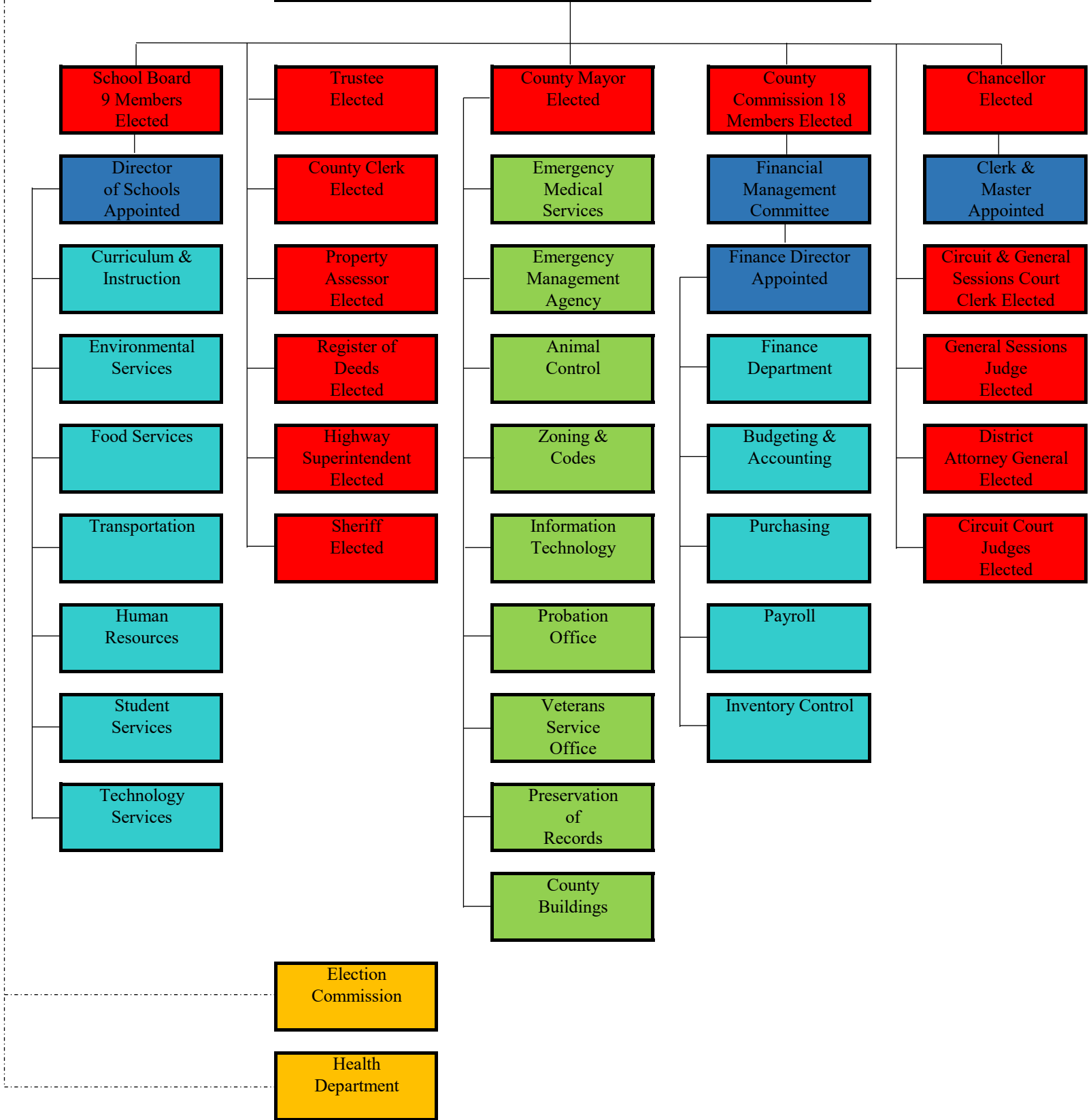
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO

Citizens of Bedford County



Note(s):
 ----- : Denotes state appointment

Bedford County Officials
June 30, 2020

Officials

Chad Graham, County Mayor
Mark Clanton, Highway Superintendent
Don Embry, Superintendent of Schools
Tonya Davis, Trustee
Ronda Clanton, Assessor of Property
Donna Thomas, County Clerk
Michelle Murray, Circuit and General Sessions Courts Clerk
Curt Cobb, Clerk and Master
John H. Reed, Jr., Register of Deeds
Austin Swing, Sheriff
Robert Daniel, Director of Finance

Board of County Commissioners

Chad Graham, County Mayor, Chairman	Linda Yockey
Don Gallagher	Bill Anderson
Brent Smith	Chasity Gunn
Greg Vick	Julie Sanders
Tony Smith	Sylvia Pinson
Jimmy Patterson	John Brown
Janice Brothers	Ed Castleman
Anita Epperson	Mark Thomas
Brian Farris	P.T. Biff Farrar
Jeff Sweeney	

Board of Education

John Boutwell, Chairman	Andrea Anderson
David Brown	Nicole Cashion
Brian Crews	Dan Reed
Michael Cook	Glenn Forsee
Diane Neeley	

(Continued)

Bedford County Officials (Cont.)

Financial Management Committee

Chad Graham, County Mayor, Chairman
Mark Clanton, Highway Superintendent
Don Embry, Superintendent of Schools
Janice Brothers
Linda Yockey
Don Gallagher
Tony Smith

Audit Committee

Bailey Little, Chairman
Virgil Johnson
Sheila Rourke

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Independent Auditor's Report

Bedford County Mayor and
Board of County Commissioners
Bedford, Tennessee

To the County Mayor and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the county'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 did not audit the financial statements of the discretely presented Bedford County Emergency Communications District, which represent two percent, two percent, and two percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented Bedford County Emergency Communications District, is based solely on the reports of the other auditors. 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 risks 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 used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee, as of June 30, 2020, and the respective changes in financial position and the respective budgetary comparison for the General and Highway/Public Works funds 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 discussion and analysis and the schedules of changes in the county's and school's net pension liability (asset) and related ratios, schedules of county and school contributions, schedule of school's proportionate share of the net pension assets, and schedules of funding progress in the county's and school's – other postemployment benefits plans, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental 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 and other auditors 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.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Bedford County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Bedford County School Department (a discretely presented component unit), miscellaneous schedules and other information such as the introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Bedford County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Bedford County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

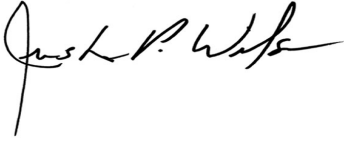
The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 6, 2020, on our consideration of Bedford County'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 solely 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 effectiveness of Bedford County's 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 Bedford County's internal control over financial reporting and compliance.

Very truly yours,

A handwritten signature in black ink, appearing to read "Justin P. Wilson". The signature is fluid and cursive, with a prominent initial "J" and a long, sweeping underline.

Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 6, 2020

JPW/yu

Bedford County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2020

As management for Bedford County, Tennessee, we offer readers of Bedford County's financial statements, this narrative overview and analysis of the financial activities of Bedford County for the year ended June 30, 2020. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The assets and deferred outflows of Bedford County exceeded liabilities and deferred inflows at the close of the most recent fiscal year by \$15,584,298 (net position). Of this amount, a negative \$26,135,784 represents unrestricted net position.
- Bedford County's total net position increased by \$7,471,073.
- At the close of the current fiscal year, Bedford County's governmental funds reported combined fund balances of \$34,197,175, a decrease of \$540,343 in comparison with the prior year. Approximately 7.4 percent of this amount or \$2,526,538 is available for spending at the county's discretion (*unassigned fund balance*).
- At the end of the current fiscal year, unrestricted fund balance (the total of the *committed*, *assigned*, and *unassigned* components of *fund balance*) for the General Fund was \$10,182,061, or approximately 41.9 percent of total General Fund expenditures.
- Bedford County's total outstanding long-term debt increased by \$3,920,997 or approximately 4.2 percent during the current fiscal year.

Overview of the Financial Statements

The discussion and analysis provided here are intended to serve as an introduction to Bedford County's basic financial statements. Bedford County's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Bedford County's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of Bedford County's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Bedford County is improving or deteriorating.

The *statement of activities* presents information showing how Bedford County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Bedford County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Bedford County include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highway/public works; education; and interest on long-term debt.

The government-wide financial statements include not only Bedford County government itself (known as the *primary government*), but also a legally separate school system for which the Bedford County government is financially accountable. These statements also include a legally separate E-911 district. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on Exhibits A and B of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Bedford County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Bedford County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Bedford County maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement

of revenues, expenditures, and changes in fund balances for the General, Highway/Public Works, General Debt Service, and General Capital Projects funds, which are considered to be major funds. Data from the other three governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules of this report.

Bedford County adopts an annual appropriated budget for the primary government's General Fund, most special revenue funds, the General Debt Service Fund, the General Capital Projects Fund, the discretely presented school department's General Purpose School Fund and special revenue funds. Budgetary comparison statements have been provided for these funds to demonstrate compliance with their budgets.

The basic governmental fund financial statements can be found in Exhibits C-1 through C-6 of this report.

Proprietary funds. Bedford County does not maintain any proprietary funds.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds are *not* available to support Bedford County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statement can be found on Exhibit D of this report.

Notes to the financial statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in the table of contents.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents *required supplementary information* concerning pension information and other postemployment benefits information. This required information has been presented in the required supplementary information section of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the required supplementary information. Combining and individual fund statements and schedules can be found in the table of contents.

Government-wide Overall Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of a government's financial position. In the case of Bedford County, assets and deferred outflows exceeded liabilities and deferred inflows by \$15,584,298 at the close of the most recent fiscal year. The Constitution for the State of Tennessee only allows the local legislative body authorization to issue debt. Therefore, whenever the Bedford County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the

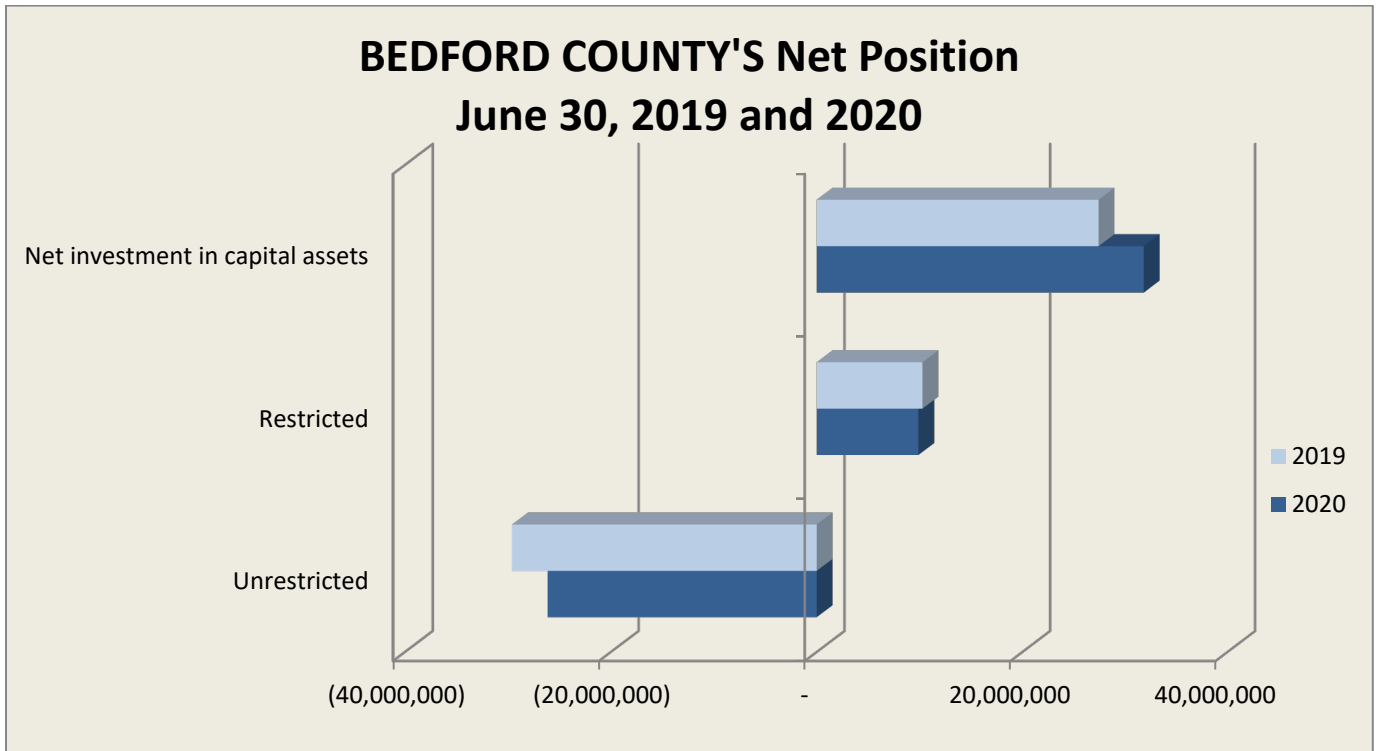
Bedford County government. As of June 30, 2020, Bedford County had outstanding debt totaling \$57,983,655 (including unamortized premiums on debt) for capital purposes of the Bedford County Board of Education, but the capital assets are reported in the financial statements of the Bedford County Board of Education. Bedford County has incurred the related liability increasing its unrestricted net position with a corresponding increase in the county's capital assets.

BEDFORD COUNTY'S Net Position

	Governmental Activities	
	2019-20	2018-19
Current and Other Assets	\$ 59,008,287	\$ 61,756,291
Capital Assets	72,128,100	60,737,798
Total Assets	<u>\$ 131,136,387</u>	<u>\$ 122,494,089</u>
 Total Deferred Outflows of Resources	 \$ 873,810	 \$ 1,083,519
 Long-term Liabilities	 \$ 99,233,135	 \$ 95,286,739
Other Liabilities	1,116,772	4,396,958
Total Liabilities	<u>\$ 100,349,907</u>	<u>\$ 99,683,697</u>
 Total Deferred Inflows of Resources	 \$ 16,075,992	 \$ 15,780,686
 Net Position:		
Net Investment in Capital Assets	\$ 31,840,548	\$ 27,435,479
Restricted	9,879,534	10,274,194
Unrestricted	(26,135,784)	(29,596,448)
 Total Net Position	 <u>\$ 15,584,298</u>	 <u>\$ 8,113,225</u>

By far, the largest portion of Bedford County's net position totaling \$31,840,548 reflects its net investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure). Bedford County uses these capital assets to provide a variety of services to citizens. Accordingly, these assets are not available for future spending. Although Bedford County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of Bedford County’s net position totaling \$9,879,534 represents resources that are subject to external restrictions on how they may be used. Any balance remaining is unrestricted and may be used to meet the government’s ongoing obligations to citizens and creditors.



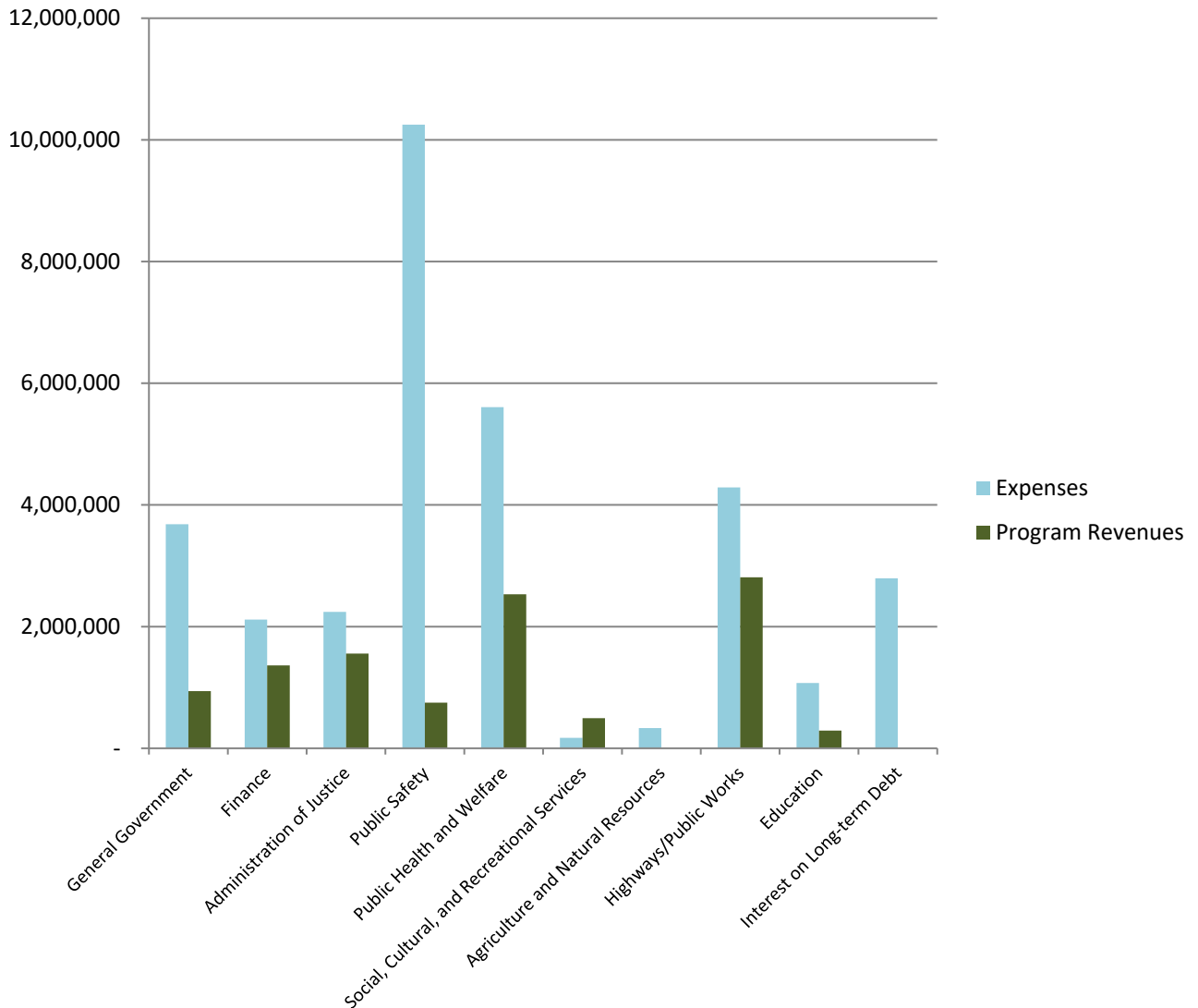
Bedford County’s overall net position increased \$7,471,073 from the prior fiscal year. The reason for this overall increase is discussed in the following section for governmental activities.

Governmental activities. During the current fiscal year, net position for governmental activities increased \$7,471,073 from the prior fiscal year for an ending balance of \$15,584,298. The primary reasons for the increase in the overall net position of governmental activities are the purchase of capital assets and the repayment of debt with existing resources due to increased tax revenues and a decrease in contributions to the discretely presented Bedford County School Department.

Bedford County's Changes in Net Position

	Governmental Activities	
	2019-20	2018-19
Revenues:		
Program Revenues:		
Charges for Services	\$ 6,664,334	\$ 6,748,794
Operating Grants and Contributions	3,406,463	3,482,421
Capital Grants and Contributions	674,967	95,375
General Revenues:		
Property Taxes	16,233,738	14,974,347
Local Option Sales Taxes	8,282,911	7,465,948
Other Taxes	1,795,188	1,902,471
Grants and Contributions Not Restricted to Specific Programs	1,311,658	1,514,623
Unrestricted Investment Earnings	1,033,846	1,306,193
Miscellaneous	618,142	684,378
Pension Income	6,830	109,861
Gain on Sale of Capital Assets		
Total Revenues	<u>\$ 40,028,077</u>	<u>\$ 38,284,411</u>
Expenses:		
General Government	\$ 3,683,740	\$ 3,163,715
Finance	2,114,918	1,997,461
Administration of Justice	2,241,827	2,054,551
Public Safety	10,250,264	8,845,070
Public Health and Welfare	5,608,185	4,599,922
Social, Cultural, and Recreational Services	171,529	169,065
Agriculture and Natural Resources	330,999	320,662
Highway/Public Works	4,287,929	3,780,207
Education (Payment to CU)	1,073,730	13,510,000
Interest on Long-term Debt	2,793,883	2,456,951
Total Expenses	<u>\$ 32,557,004</u>	<u>\$ 40,897,604</u>
Increase (Decrease) in Net Position	\$ 7,471,073	\$ (2,613,193)
Net position, July 1	<u>8,113,225</u>	<u>10,726,418</u>
Net position, June 30	<u>\$ 15,584,298</u>	<u>\$ 8,113,225</u>

Expenses and Program Revenues – Governmental Activities

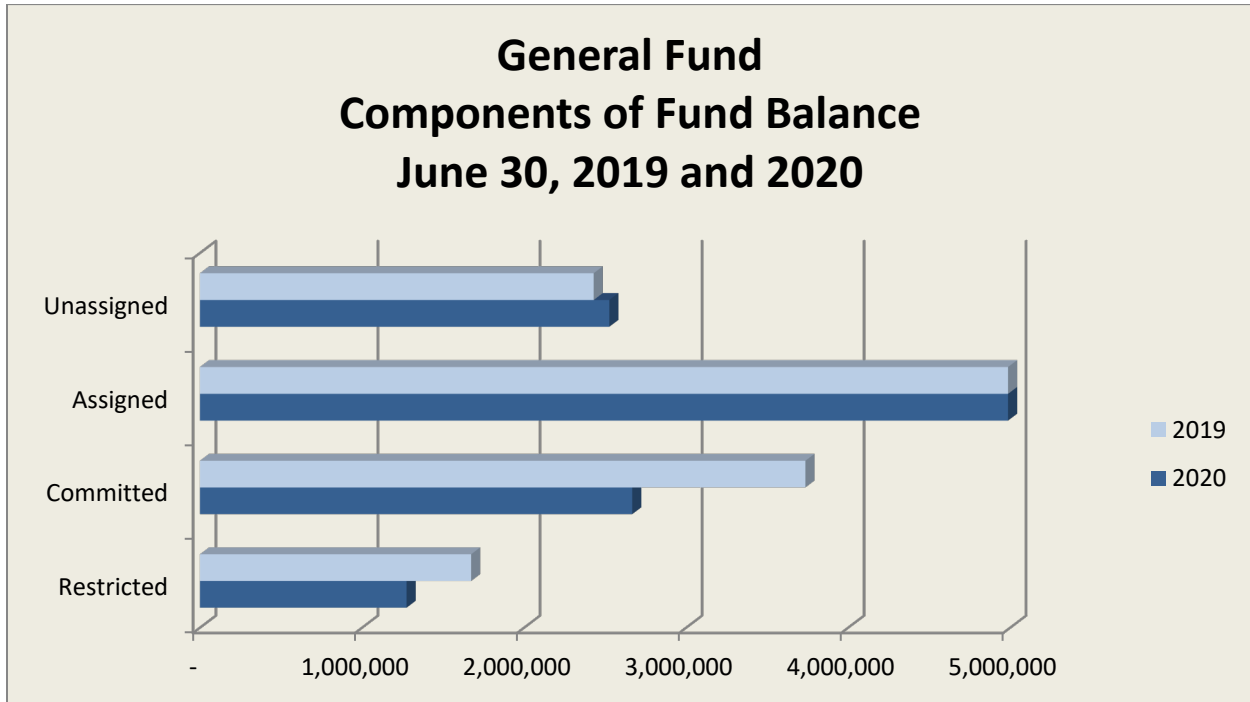


Financial Analysis of the Government's Funds

As noted earlier, Bedford County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

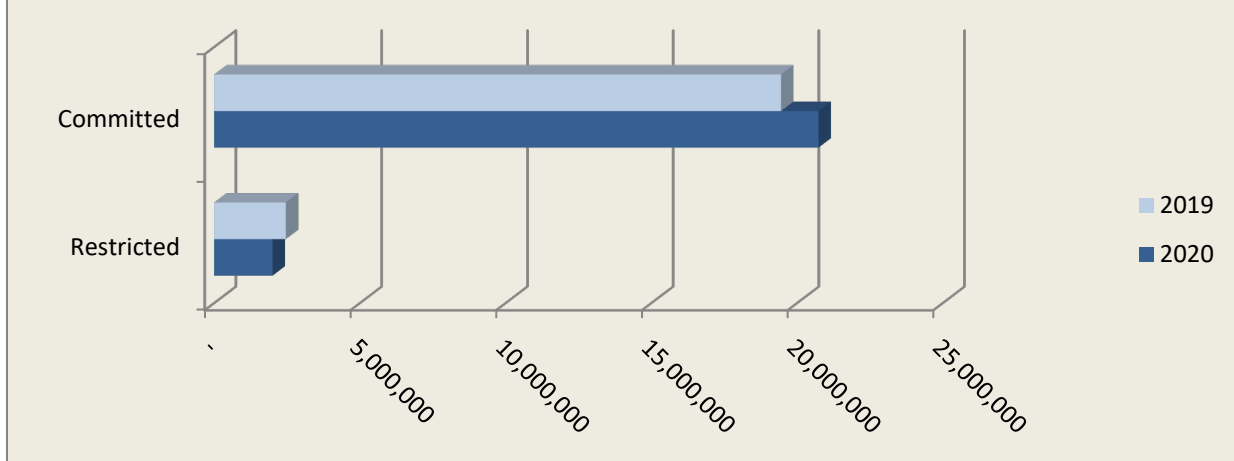
Governmental funds. The focus of Bedford County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Bedford County government's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance that has not yet been limited to use for a particular purpose by either an external party, Bedford County itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Bedford County Commission.

At June 30, 2020, Bedford County’s governmental funds reported combined ending fund balances of \$34,197,175, a decrease of \$540,343, in comparison with the prior year. Approximately 7.4 percent of this amount or \$2,526,538 constitutes *unassigned fund balance*, which is available for spending at the government’s discretion. The remainder of fund balance is either restricted, committed, or assigned to indicate that it is 1) restricted for particular purposes (\$3,278,998); 2) committed for particular purposes (\$23,404,192); or 3) assigned for particular purposes (\$4,987,447).



The General Fund is the chief operating fund of Bedford County. At the end of the current fiscal year, unassigned fund balance was \$2,526,538, while total fund balance decreased to \$11,457,564. As a measure of the General Fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 10.4 percent of total General Fund expenditures, while total fund balance represents approximately 47.1 percent of that same amount.

Other Governmental Funds Components of Fund Balance June 30, 2019 and 2020



The fund balance of Bedford County’s General Fund decreased by \$1,370,437 during the current fiscal year. The decrease in the fund balance was primarily due to increased costs in Public Safety of \$610,602 for additional staffing costs for the sheriff’s department and \$426,859 in additional staffing associated with the new jail. Additionally, there were increases in Public Health and Welfare related to equipment for the Ambulance/Emergency Medical Services, consisting of \$125,247 for a new ambulance and \$200,600 for new power cots.

The General Debt Service Fund had an increase in fund balance during the current year of \$446,964 to bring the year-end fund balance to \$19,457,770. This increase was primarily due to a reduction of outstanding debt balances.

General Fund Budgetary Highlights

Original budget compared to final budget. During the fiscal year, there were increases to original estimated revenues and original budgeted appropriations. The increase in estimated revenues was not significant except for an increase in Other Local Revenues and Federal Government, which were increased by \$231,345 and \$558,788, respectively. Generally, the movement of the appropriations between the departments was not significant. The exceptions were the appropriation for Ambulance/Emergency Medical Services expenditures in the Public Health and Welfare function, which was increased by \$423,188 and Capital Projects which increased by \$600,000.

The increase in Ambulance/Emergency Medical Services expenditures was due to an increase of \$311,104 related to \$125,247 for a new ambulance and \$200,699 for power cots. The increase of \$600,000 in Capital Projects related to the purchase of Solid Waste garbage trucks totaling \$432,900 and \$127,400 for a new boiler.

Final budget compared to actual results. The most significant differences between estimated revenues and actual revenues in the final budget were in Local Taxes of \$422,393 and Charges for Current Services with \$250,460 more than anticipated.

At the close of the fiscal year, General Fund revenues were \$264,896 more than budgetary estimates. This favorable variance was due primarily to conservative budget estimates for local taxes in anticipation of the current appeals.

A review of actual expenditures compared with the appropriations in the final budget yields no significant variances. At the close of the fiscal year, actual expenditures and encumbrances were \$2,588,321 less than budgetary estimates. Most of the unspent appropriation is in the County Building and Jail line items. The county typically budgets all positions as being filled for the entire year. Because of turnovers, appropriations are normally left unspent in those cost categories. Since public safety and public health and welfare have most of the full-time employment with a higher rate of turnover, these functions typically will have more unspent appropriations than the other functions.

Capital Assets and Debt Administration

Capital assets. Bedford County’s investment in capital assets for its governmental funds as of June 30, 2020, totals \$72,128,100 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, other capital assets (includes equipment), and infrastructure (roads, highways, and bridges). The total increase in capital assets for the current fiscal year was approximately 18.8 percent.

Bedford County’s Capital Assets
(net of depreciation)

	Governmental Activities	
	2020	2019
Land	\$ 1,231,127	\$ 1,231,127
Construction in Progress	1,514,208	30,211,353
Buildings and Improvements	45,027,751	5,862,751
Other Capital Assets	3,812,777	2,079,399
Infrastructure	20,542,237	21,353,168
Total	\$ 72,128,100	\$ 60,737,798

Major capital asset increases during the current fiscal year included the following:

- A new jail/justice center with remaining construction costs of \$11,088,912 was completed and placed in service during the current year.
- Solid Waste garbage trucks at a total cost of \$432,900.
- An ambulance at a cost of \$125,247 and power cots of \$200,600.

Additional information on Bedford County’s capital assets can be found in Note IV.B. of the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, Bedford County government had total debt outstanding of \$98,271,207. All debt is backed by the full faith and credit of the government.

Bedford County’s Outstanding Debt

	Governmental Activities	
	2020	2019
General Obligation Bonds	\$ 39,175,407	\$ 41,972,260
Notes Payable	2,415,800	1,400,000
Other Debt Payable	56,680,000	50,977,950
Total	\$ 98,271,207	\$ 94,350,210

Bedford County’s total debt increased by \$3,920,997 (4.2 percent) during the current fiscal year.

Currently, state statutes do not limit the amount of general obligation debt a government entity may issue. Due to its strong financial position, Bedford County received a credit rating of AA from S&P Global Ratings in 2019. Bedford County has maintained a credit rating from Moody’s Investor Services of Aa3 since October 2011.

Additional information on Bedford County government’s long-term debt can be found in Exhibits J-1, J-2, and Note IV.D. of this report.

Economic Factors and Next Year’s Budget and Rates

The following economic factors currently affect Bedford County and were considered in developing the 2020-21 fiscal year budget.

- The unemployment rate for Bedford County is currently 9.4 percent, which is 4.4 percent more than the rate was a year ago.
- Bedford County has experienced an upturn in the housing market, which affects several revenue items including excess fees from the register of deeds, development tax and building related permit fees. There was also an increase in local option sales tax collections with a noted increase in internet sales.
- Interest rates are expected to remain at low levels throughout fiscal year 2020-21.

Request for Information

This financial report is designed to provide a general overview of Bedford County’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Bedford County Director of Finance, 200 Dover Street, Suite 102, Shelbyville, TN 37160.

BASIC FINANCIAL STATEMENTS

Exhibit A

Bedford County, Tennessee
Statement of Net Position
June 30, 2020

	Primary Government Governmental Activities	Component Units	
		Bedford County School Department	Emergency Communications District
<u>ASSETS</u>			
Cash	\$ 53,175	\$ 4,635	\$ 2,522,206
Equity in Pooled Cash and Investments	32,055,347	27,132,587	0
Inventories	0	117,826	0
Accounts Receivable	5,322,692	60,281	135
Allowance for Uncollectible	(3,096,133)	(33,177)	0
Due from Other Governments	3,191,354	1,099,596	0
Due from Primary Government	0	0	34,697
Property Taxes Receivable	15,890,084	9,120,344	0
Allowance for Uncollectible Property Taxes	(327,394)	(187,913)	0
Prepaid Items	0	0	59,854
Net Pension Asset - Agent Plan	5,919,162	3,813,101	0
Net Pension Asset - Teacher Retirement Plan	0	394,952	0
Net Pension Asset - Teacher Legacy Retirement Plan	0	7,770,164	0
Restricted Assets:			
Security Deposits	0	0	100
Amounts Accumulated for Pension Benefits	0	332,680	0
Capital Assets:			
Assets Not Depreciated:			
Land	1,231,127	2,775,891	0
Construction in Progress	1,514,208	0	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	45,027,751	96,587,561	0
Other Capital Assets	3,812,777	3,560,812	260,798
Infrastructure	20,542,237	0	0
Total Assets	<u>\$ 131,136,387</u>	<u>\$ 152,549,340</u>	<u>\$ 2,877,790</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pension Changes in Experience	\$ 75,987	\$ 443,637	\$ 0
Pension Contributions After Measurement Date	557,133	3,281,421	47,731
Pension Changes in Proportion	0	68,586	0
Pension Changes in Assumptions	196,840	1,187,597	0
OPEB Changes in Experience	0	865,180	0
OPEB Changes in Assumptions	41,716	108,025	0
OPEB Changes in Proportion	0	34,988	0
OPEB Contributions After Measurement Date	2,134	178,545	0
Total Deferred Outflows of Resources	<u>\$ 873,810</u>	<u>\$ 6,167,979</u>	<u>\$ 47,731</u>

(Continued)

Exhibit A

Bedford County, Tennessee
Statement of Net Position (Cont.)

	Primary Government Governmental Activities	Component Units	
		Bedford County School Department	Emergency Communications District
<u>LIABILITIES</u>			
Accounts Payable	\$ 201,414	\$ 200,716	\$ 0
Accrued Payroll	0	0	19,561
Accrued Interest Payable	877,582	0	0
Compensated Absences Payable	0	0	30,938
Payroll Deductions Payable	0	1,425,109	5,375
Due to Component Units	34,697	0	0
Due to State of Tennessee	3,079	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	5,786,400	0	0
Due Within One Year - Other	24,548	0	0
Due in More Than One Year - Debt	92,484,807	0	0
Due in More Than One Year - Other	937,380	5,084,073	27,204
Total Liabilities	<u>\$ 100,349,907</u>	<u>\$ 6,709,898</u>	<u>\$ 83,078</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 15,051,521	\$ 8,639,039	\$ 0
Pension Changes in Experience	386,319	5,063,983	787
Pension Changes in Investment Earnings	481,400	2,546,900	162
Pension Changes in Proportion	0	46,015	0
OPEB Changes in Experience	138,550	1,018,362	0
OPEB Changes in Assumptions	18,202	556,674	0
OPEB Changes in Proportion	0	65,389	0
Total Deferred Inflows of Resources	<u>\$ 16,075,992</u>	<u>\$ 17,936,362</u>	<u>\$ 949</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 31,840,548	\$ 102,924,264	\$ 260,798
Restricted for:			
General Government	141,886	0	0
Finance	84,060	0	0
Administration of Justice	780,054	0	0
Public Safety	84,657	0	0
Public Health and Welfare	199,440	0	0
Highway/Public Works	1,976,390	0	0
Capital Projects	693,885	0	0
Education	0	2,804,441	0
Pensions	5,919,162	12,310,897	0
Unrestricted	(26,135,784)	16,031,457	2,580,696
Total Net Position	<u>\$ 15,584,298</u>	<u>\$ 134,071,059</u>	<u>\$ 2,841,494</u>

The notes to the financial statements are an integral part of this statement.

Exhibit B

Bedford County, Tennessee
Statement of Activities
For the Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Bedford County School Department	Emergency Communications District
Primary Government:							
Governmental Activities:							
General Government	\$ 3,683,740	\$ 905,567	\$ 32,902	\$ 0	\$ (2,745,271)	\$ 0	\$ 0
Finance	2,114,918	1,362,056	0	0	(752,862)	0	0
Administration of Justice	2,241,827	1,548,378	9,000	0	(684,449)	0	0
Public Safety	10,250,264	640,737	88,452	21,065	(9,500,010)	0	0
Public Health and Welfare	5,608,185	2,053,597	478,063	0	(3,076,525)	0	0
Social, Cultural, and Recreational Services	171,529	130,728	0	363,692	322,891	0	0
Agriculture and Natural Resources	330,999	9,300	1,000	0	(320,699)	0	0
Highways	4,287,929	13,971	2,797,046	0	(1,476,912)	0	0
Education	1,073,730	0	0	290,210	(783,520)	0	0
Interest on Long-term Debt	2,793,883	0	0	0	(2,793,883)	0	0
Total Primary Government	\$ 32,557,004	\$ 6,664,334	\$ 3,406,463	\$ 674,967	\$ (21,811,240)	\$ 0	\$ 0
Component Units:							
Bedford County School Department	\$ 75,353,474	\$ 639,794	\$ 8,935,874	\$ 0	\$ 0	\$ (65,777,806)	\$ 0
Emergency Communications District	998,946	660,297	0	0	0	0	(338,649)
Total Component Units	\$ 76,352,420	\$ 1,300,091	\$ 8,935,874	\$ 0	\$ 0	\$ (65,777,806)	\$ (338,649)

(Continued)

Exhibit B

Bedford County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities	Component Units	
						Bedford County School Department	Emergency Communica- tions District
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 13,248,799	\$ 9,323,610	\$ 0
Property Taxes Levied for Debt Service					2,984,939	0	0
Local Option Sales Tax					8,282,911	2,985,399	0
Business Tax					566,263	0	0
Litigation Tax - General					174,311	0	0
Wholesale Beer Tax					193,158	0	0
Adequate Facilities/Development Tax					488,505	0	0
Litigation Tax - Courtroom Security					89,840	0	0
Litigation Tax - Jail, Workhouse, or Courthouse					123,798	0	0
Mineral Severance Tax					157,941	0	0
Other Local Taxes					1,372	23,710	0
Grants and Contributions Not Restricted to Specific Programs					1,311,658	55,251,610	515,287
Unrestricted Investment Income					1,033,846	13,798	35,798
Miscellaneous					618,142	115,275	0
Gain on Sale of Capital Assets					6,830	21,800	0
Total General Revenues					\$ 29,282,313	\$ 67,735,202	\$ 551,085
Change in Net Position					\$ 7,471,073	\$ 1,957,396	\$ 212,436
Net Position, July 1, 2019					8,113,225	132,113,663	2,629,058
Net Position, June 30, 2020					\$ 15,584,298	\$ 134,071,059	\$ 2,841,494

The notes to the financial statements are an integral part of this statement.

Exhibit C-1

Bedford County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2020

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 14,695	\$ 38,480	\$ 0	\$ 0	\$ 0	\$ 53,175
Equity in Pooled Cash and Investments	10,369,827	1,057,831	18,610,478	1,308,732	708,479	32,055,347
Accounts Receivable	5,197,885	2,055	122,752	0	0	5,322,692
Allowance for Uncollectibles	(3,095,564)	0	(569)	0	0	(3,096,133)
Due from Other Governments	608,082	974,484	1,608,788	0	0	3,191,354
Property Taxes Receivable	13,123,142	752,193	2,014,749	0	0	15,890,084
Allowance for Uncollectible Property Taxes	(261,219)	(15,498)	(50,677)	0	0	(327,394)
Total Assets	<u>\$ 25,956,848</u>	<u>\$ 2,809,545</u>	<u>\$ 22,305,521</u>	<u>\$ 1,308,732</u>	<u>\$ 708,479</u>	<u>\$ 53,089,125</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 116,504	\$ 54,524	\$ 0	\$ 30,386	\$ 0	\$ 201,414
Due to Component Units	34,697	0	0	0	0	34,697
Due to State of Tennessee	3,079	0	0	0	0	3,079
Total Liabilities	<u>\$ 154,280</u>	<u>\$ 54,524</u>	<u>\$ 0</u>	<u>\$ 30,386</u>	<u>\$ 0</u>	<u>\$ 239,190</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 12,468,716	\$ 712,498	\$ 1,870,307	\$ 0	\$ 0	\$ 15,051,521
Deferred Delinquent Property Taxes	367,945	22,748	89,869	0	0	480,562
Other Deferred/Unavailable Revenue	1,508,343	724,759	887,575	0	0	3,120,677
Total Deferred Inflows of Resources	<u>\$ 14,345,004</u>	<u>\$ 1,460,005</u>	<u>\$ 2,847,751</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 18,652,760</u>

(Continued)

Exhibit C-1

Bedford County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	General Capital Projects	Other Govern- mental Funds	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for General Government	\$ 105,892	\$ 0	\$ 0	\$ 0	\$ 0	\$ 105,892
Restricted for General Government - COVID-19	35,994	0	0	0	0	35,994
Restricted for Finance	84,060	0	0	0	0	84,060
Restricted for Administration of Justice	780,054	0	0	0	0	780,054
Restricted for Public Safety	70,063	0	0	0	14,594	84,657
Restricted for Public Health and Welfare	199,440	0	0	0	0	199,440
Restricted for Highways/Public Works	0	1,295,016	0	0	0	1,295,016
Restricted for Capital Projects	0	0	0	0	693,885	693,885
Committed:						
Committed for General Government	2,542,388	0	0	0	0	2,542,388
Committed for Finance	6,325	0	0	0	0	6,325
Committed for Administration of Justice	17,329	0	0	0	0	17,329
Committed for Public Safety	30,986	0	0	0	0	30,986
Committed for Agriculture and Natural Resources	71,048	0	0	0	0	71,048
Committed for Debt Service	0	0	19,457,770	0	0	19,457,770
Committed for Capital Projects	0	0	0	1,278,346	0	1,278,346
Assigned:						
Assigned for Capital Projects	4,987,447	0	0	0	0	4,987,447
Unassigned	2,526,538	0	0	0	0	2,526,538
Total Fund Balances	\$ 11,457,564	\$ 1,295,016	\$ 19,457,770	\$ 1,278,346	\$ 708,479	\$ 34,197,175
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 25,956,848	\$ 2,809,545	\$ 22,305,521	\$ 1,308,732	\$ 708,479	\$ 53,089,125

The notes to the financial statements are an integral part of this statement.

Exhibit C-2

Bedford County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
June 30, 2020

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 34,197,175
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,231,127	
Add: construction in progress	1,514,208	
Add: buildings and improvements net of accumulated depreciation	45,027,751	
Add: other capital assets net of accumulated depreciation	3,812,777	
Add: infrastructure net of accumulated depreciation	<u>20,542,237</u>	72,128,100
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (2,415,800)	
Less: other loans payable	(56,680,000)	
Less: bonds payable	(37,464,273)	
Less: compensated absences payable	(490,967)	
Less: net OPEB liability	(470,961)	
Less: accrued interest on notes, other loans, and bonds	(877,582)	
Less: unamortized premium on debt	<u>(1,711,134)</u>	(100,110,717)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension expense and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 829,960	
Add: deferred outflows of resources related to OPEB	43,850	
Less: deferred inflows of resources related to pensions	(867,719)	
Less: deferred inflows of resources related to OPEB	<u>(156,752)</u>	(150,661)
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		5,919,162
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>3,601,239</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 15,584,298</u></u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-3

Bedford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2020

	Major Funds				Nonmajor	Total
	General	Highway / Public Works	General Debt Service	General Capital Projects	Funds Other Govern- mental Funds	
<u>Revenues</u>						
Local Taxes	\$ 14,770,933	\$ 959,578	\$ 11,307,306	\$ 0	\$ 0	\$ 27,037,817
Licenses and Permits	395,515	0	0	0	0	395,515
Fines, Forfeitures, and Penalties	374,803	0	0	0	1,182	375,985
Charges for Current Services	2,501,713	0	0	0	3,540	2,505,253
Other Local Revenues	578,336	16,207	1,033,846	0	0	1,628,389
Fees Received From County Officials	2,299,702	0	0	0	0	2,299,702
State of Tennessee	1,243,506	2,688,854	0	0	0	3,932,360
Federal Government	493,281	0	0	0	0	493,281
Other Governments and Citizens Groups	0	0	290,210	0	0	290,210
Total Revenues	\$ 22,657,789	\$ 3,664,639	\$ 12,631,362	\$ 0	\$ 4,722	\$ 38,958,512
<u>Expenditures</u>						
Current:						
General Government	\$ 2,523,384	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,523,384
Finance	2,111,214	0	0	0	0	2,111,214
Administration of Justice	2,213,464	0	0	0	3,540	2,217,004
Public Safety	10,078,564	0	0	0	0	10,078,564
Public Health and Welfare	5,330,494	0	0	0	0	5,330,494
Social, Cultural, and Recreational Services	171,529	0	0	0	0	171,529
Agriculture and Natural Resources	256,440	0	0	0	0	256,440
Other Operations	1,170,279	7,000	0	0	12	1,177,291
Highways	0	4,063,704	0	0	0	4,063,704
Debt Service:						
Principal on Debt	0	0	5,974,200	0	0	5,974,200
Interest on Debt	0	0	2,771,883	0	0	2,771,883
Other Debt Service	0	0	163,315	0	0	163,315

(Continued)

Exhibit C-3

Bedford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Major Funds				Nonmajor	Total
	General	Highway / Public Works	General Debt Service	General Capital Projects	Funds Other Govern- mental Funds	
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 463,692	\$ 0	\$ 0	\$ 11,088,912	\$ 1,395,113	\$ 12,947,717
Total Expenditures	\$ 24,319,060	\$ 4,070,704	\$ 8,909,398	\$ 11,088,912	\$ 1,398,665	\$ 49,786,739
Excess (Deficiency) of Revenues Over Expenditures						
	\$ (1,661,271)	\$ (406,065)	\$ 3,721,964	\$ (11,088,912)	\$ (1,393,943)	\$ (10,828,227)
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,650,000	\$ 1,650,000
Other Loans Issued	0	0	0	8,347,050	0	8,347,050
Insurance Recovery	290,834	0	0	0	0	290,834
Transfers In	0	0	0	3,275,000	0	3,275,000
Transfers Out	0	0	(3,275,000)	0	0	(3,275,000)
Total Other Financing Sources (Uses)	\$ 290,834	\$ 0	\$ (3,275,000)	\$ 11,622,050	\$ 1,650,000	\$ 10,287,884
Net Change in Fund Balances						
Fund Balance, July 1, 2019	\$ 12,828,001	\$ 1,701,081	\$ 19,010,806	\$ 745,208	\$ 452,422	\$ 34,737,518
Fund Balance, June 30, 2020	\$ 11,457,564	\$ 1,295,016	\$ 19,457,770	\$ 1,278,346	\$ 708,479	\$ 34,197,175

The notes to the financial statements are an integral part of this statement.

Bedford County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 2020

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ (540,343)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 13,203,977	
Less: current-year depreciation expense	<u>(1,809,005)</u>	11,394,972
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		
Less: book value of capital assets disposed		(4,670)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2020	\$ 3,601,239	
Less: deferred delinquent property taxes and other deferred June 30, 2019	<u>(2,871,202)</u>	730,037
(4) The issuance of long-term debt (e.g., bonds, notes, and other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on bonds	\$ 2,695,000	
Add: principal payments on notes	634,200	
Add: principal payments on other loans	2,645,000	
Less: note proceeds	(1,650,000)	
Less: other loan proceeds	(8,347,050)	
Add: change in premium on debt issuances	<u>101,853</u>	(3,920,997)
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ (22,000)	
Change in net OPEB liability	36,929	
Change in compensated absences payable	(62,328)	
Change in net pension asset	358,210	
Change in deferred outflows of resources related to pensions	(222,990)	
Change in deferred outflows of resources related to OPEB	13,281	
Change in deferred inflows of resources related to pensions	(183,709)	
Change in deferred inflows of resources related to OPEB	<u>(105,319)</u>	(187,926)
Change in net position of governmental activities (Exhibit B)		<u>\$ 7,471,073</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-5

Bedford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 14,770,933	\$ 0	\$ 0	\$ 14,770,933	\$ 14,282,040	\$ 14,348,540	\$ 422,393
Licenses and Permits	395,515	0	0	395,515	359,310	359,641	35,874
Fines, Forfeitures, and Penalties	374,803	0	0	374,803	448,515	448,515	(73,712)
Charges for Current Services	2,501,713	0	0	2,501,713	2,154,978	2,251,253	250,460
Other Local Revenues	578,336	0	0	578,336	438,506	669,851	(91,515)
Fees Received From County Officials	2,299,702	0	0	2,299,702	2,244,491	2,244,491	55,211
State of Tennessee	1,243,506	0	0	1,243,506	1,465,864	1,465,964	(222,458)
Federal Government	493,281	0	0	493,281	45,850	604,638	(111,357)
Total Revenues	\$ 22,657,789	\$ 0	\$ 0	\$ 22,657,789	\$ 21,439,554	\$ 22,392,893	\$ 264,896
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 131,292	\$ 0	\$ 0	\$ 131,292	\$ 135,184	\$ 137,684	\$ 6,392
Board of Equalization	640	0	0	640	8,000	640	0
Beer Board	0	0	0	0	1,000	1,000	1,000
Budget and Finance Committee	2,906	0	0	2,906	3,026	3,026	120
County Mayor/Executive	299,802	0	0	299,802	318,181	336,681	36,879
County Attorney	83,322	0	0	83,322	65,000	89,000	5,678
Election Commission	199,497	0	0	199,497	215,199	216,084	16,587
Register of Deeds	313,819	0	0	313,819	328,367	329,299	15,480
Planning	126,065	0	0	126,065	188,720	189,170	63,105
Codes Compliance	133,549	0	0	133,549	150,864	150,414	16,865
County Buildings	1,197,446	(24,753)	19,357	1,192,050	948,493	1,453,088	261,038
Preservation of Records	35,046	0	0	35,046	41,121	45,208	10,162
<u>Finance</u>							
Accounting and Budgeting	515,648	0	0	515,648	646,279	562,378	46,730
Property Assessor's Office	351,719	(1,140)	0	350,579	365,754	366,444	15,865
Reappraisal Program	114,229	0	0	114,229	132,784	132,094	17,865
County Trustee's Office	341,041	0	0	341,041	364,145	365,932	24,891
County Clerk's Office	511,651	0	0	511,651	526,452	533,155	21,504

(Continued)

Exhibit C-5

Bedford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Data Processing	\$ 276,926	\$ 0	\$ 6,325	\$ 283,251	\$ 329,476	\$ 337,776	\$ 54,525
<u>Administration of Justice</u>							
Circuit Court	703,805	(2,016)	1,921	703,710	755,715	755,715	52,005
General Sessions Court	233,524	0	0	233,524	237,971	236,971	3,447
Chancery Court	343,637	0	9,805	353,442	351,948	376,948	23,506
Juvenile Court	218,463	0	5,603	224,066	226,953	228,042	3,976
Judicial Commissioners	198,011	0	0	198,011	198,249	198,249	238
Other Administration of Justice	122,590	0	0	122,590	135,069	135,069	12,479
Probation Services	393,434	0	0	393,434	434,314	434,469	41,035
<u>Public Safety</u>							
Sheriff's Department	3,851,061	0	0	3,851,061	3,969,552	4,038,529	187,468
Traffic Control	26,032	0	0	26,032	43,590	43,590	17,558
Jail	3,373,770	0	0	3,373,770	3,873,377	3,871,314	497,544
Juvenile Services	524,048	0	0	524,048	546,586	546,642	22,594
Other Emergency Management	1,742,141	0	30,986	1,773,127	1,748,747	1,829,025	55,898
County Coroner/Medical Examiner	46,225	0	0	46,225	55,000	50,000	3,775
Other Public Safety	515,287	0	0	515,287	606,577	606,577	91,290
<u>Public Health and Welfare</u>							
Local Health Center	481,193	0	0	481,193	669,228	667,806	186,613
Rabies and Animal Control	265,581	0	0	265,581	309,939	326,956	61,375
Ambulance/Emergency Medical Services	3,221,019	0	0	3,221,019	3,189,386	3,500,490	279,471
Other Local Health Services	68,730	0	0	68,730	68,731	68,731	1
Regional Mental Health Center	12,900	0	0	12,900	12,900	12,900	0
Appropriation to State	52,522	0	0	52,522	54,000	52,522	0
General Welfare Assistance	74,670	0	0	74,670	75,070	75,070	400
Convenience Centers	1,153,879	0	0	1,153,879	1,192,491	1,290,458	136,579
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	5,700	0	0	5,700	5,700	5,700	0
Senior Citizens Assistance	16,000	0	0	16,000	16,000	16,000	0

(Continued)

Exhibit C-5

Bedford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Social, Cultural, and Recreational Services (Cont.)</u>							
Libraries	\$ 149,829	\$ 0	\$ 0	\$ 149,829	\$ 149,829	\$ 149,829	\$ 0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	121,394	0	0	121,394	141,327	141,327	19,933
Soil Conservation	62,000	0	0	62,000	62,000	62,000	0
Other Agriculture and Natural Resources	73,046	0	0	73,046	94,331	99,131	26,085
<u>Other Operations</u>							
Tourism	2,369	0	0	2,369	2,369	2,369	0
Other Economic and Community Development	125,000	0	0	125,000	100,000	125,000	0
Veterans' Services	65,191	0	0	65,191	81,045	81,374	16,183
Other Charges	360,056	0	0	360,056	372,784	360,784	728
Contributions to Other Agencies	148,449	0	0	148,449	150,000	148,449	0
COVID-19 Grant #1	2,852	0	0	2,852	0	37,573	34,721
COVID-19 Grant #6	12,044	0	0	12,044	0	12,044	0
Miscellaneous	454,318	0	0	454,318	491,998	516,743	62,425
<u>Capital Projects</u>							
Other General Government Projects	463,692	0	0	463,692	0	600,000	136,308
Total Expenditures	\$ 24,319,060	\$ (27,909)	\$ 73,997	\$ 24,365,148	\$ 25,190,821	\$ 26,953,469	\$ 2,588,321
Excess (Deficiency) of Revenues							
Over Expenditures	\$ (1,661,271)	\$ 27,909	\$ (73,997)	\$ (1,707,359)	\$ (3,751,267)	\$ (4,560,576)	\$ 2,853,217
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 290,834	\$ 0	\$ 0	\$ 290,834	\$ 15,507	\$ 101,026	\$ 189,808
Transfers In	0	0	0	0	83,901	0	0
Total Other Financing Sources	\$ 290,834	\$ 0	\$ 0	\$ 290,834	\$ 99,408	\$ 101,026	\$ 189,808
Net Change in Fund Balance	\$ (1,370,437)	\$ 27,909	\$ (73,997)	\$ (1,416,525)	\$ (3,651,859)	\$ (4,459,550)	\$ 3,043,025
Fund Balance, July 1, 2019	12,828,001	(27,909)	0	12,800,092	11,352,879	11,352,879	1,447,213
Fund Balance, June 30, 2020	\$ 11,457,564	\$ 0	\$ (73,997)	\$ 11,383,567	\$ 7,701,020	\$ 6,893,329	\$ 4,490,238

The notes to the financial statements are an integral part of this statement.

Exhibit C-6

Bedford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 959,578	\$ 919,700	\$ 919,700	\$ 39,878
Other Local Revenues	16,207	20,000	20,121	(3,914)
State of Tennessee	2,688,854	3,431,012	3,431,012	(742,158)
Federal Government	0	300,000	300,000	(300,000)
Other Governments and Citizens Groups	0	35,000	35,000	(35,000)
Total Revenues	<u>\$ 3,664,639</u>	<u>\$ 4,705,712</u>	<u>\$ 4,705,833</u>	<u>\$ (1,041,194)</u>
<u>Expenditures</u>				
<u>Other Operations</u>				
Contributions to Other Agencies	\$ 7,000	\$ 7,000	\$ 7,000	\$ 0
<u>Highways</u>				
Administration	284,864	289,288	310,893	26,029
Highway and Bridge Maintenance	1,209,461	1,587,687	1,600,687	391,226
Operation and Maintenance of Equipment	454,576	575,260	578,660	124,084
Litter and Trash Collection	84,786	96,991	96,991	12,205
Other Charges	163,147	172,630	174,130	10,983
Employee Benefits	54,714	61,430	61,430	6,716
Capital Outlay	1,812,156	2,072,138	2,552,138	739,982
Total Expenditures	<u>\$ 4,070,704</u>	<u>\$ 4,862,424</u>	<u>\$ 5,381,929</u>	<u>\$ 1,311,225</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (406,065)</u>	<u>\$ (156,712)</u>	<u>\$ (676,096)</u>	<u>\$ 270,031</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 0	\$ 20,000	\$ 20,000	\$ (20,000)
Transfers Out	0	(19,384)	0	0
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 616</u>	<u>\$ 20,000</u>	<u>\$ (20,000)</u>
Net Change in Fund Balance	<u>\$ (406,065)</u>	<u>\$ (156,096)</u>	<u>\$ (656,096)</u>	<u>\$ 250,031</u>
Fund Balance, July 1, 2019	<u>1,701,081</u>	<u>1,375,195</u>	<u>1,375,195</u>	<u>325,886</u>
Fund Balance, June 30, 2020	<u>\$ 1,295,016</u>	<u>\$ 1,219,099</u>	<u>\$ 719,099</u>	<u>\$ 575,917</u>

The notes to the financial statements are an integral part of this statement.

Exhibit D

Bedford County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2020

	<u>Agency Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,463,459
Accounts Receivable	470
Due from Other Governments	<u>1,071,657</u>
Total Assets	<u>\$ 2,535,586</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 1,071,657
Due to Litigants, Heirs, and Others	<u>1,463,929</u>
Total Liabilities	<u>\$ 2,535,586</u>

The notes to the financial statements are an integral part of this statement.

BEDFORD COUNTY, TENNESSEE
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BEDFORD COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Bedford County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Bedford County:

A. Reporting Entity

Bedford County is a public municipal corporation governed by an elected 18-member board. As required by GAAP, these financial statements present Bedford County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationship with the county.

Discretely Presented Component Units – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Bedford County School Department operates the public school system in the county, and the voters of Bedford County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Emergency Communications District of Bedford County provides a simplified means of securing emergency services through a uniform emergency number for the residents of Bedford County, and the Bedford County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval.

The Bedford County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department are included in this report as listed in the table of contents. Complete financial statements of the Emergency Communications District of Bedford County can be obtained from its administrative office at the following address:

Administrative Office:

Emergency Communications District
of Bedford County
843 Union Street
Shelbyville, TN 37160

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. However, the primary government of Bedford County does not have any business-type activities to report. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Bedford County School Department component unit only reports governmental activities in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Bedford County issues all debt for the discretely presented Bedford County School Department. Net debt issues totaling \$600,050 were contributed by the county to the school department during the year ended June 30, 2020.

Separate financial statements are provided for governmental funds and fiduciary funds. The fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

C. **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Bedford County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Bedford County has no proprietary funds to report.

Separate financial statements are provided for governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The fiduciary funds in total are reported in a single column.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Bedford County considers grants and similar revenues to be available if they are collected within 30 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable

(reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Fiduciary fund financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Bedford County reports the following major governmental funds:

General Fund – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Highway/Public Works Fund – This special revenue fund accounts for transactions of the county’s highway department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

General Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

General Capital Projects Fund – This fund is used to account for the financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, Bedford County reports the following fund type:

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers and local sales taxes received by the state to be forwarded to the various cities in Bedford County. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Bedford County School Department reports the following major governmental funds:

General Purpose School Fund – This fund is the primary operating fund for the school department. It is used to account for general operations of the school department.

Additionally, the Bedford County School Department reports the following fund type:

Special Revenue Funds – These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for the receipt of debt issued by Bedford County and contributed to the school department for building construction and renovations.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources and Net Position/Fund Balance

1. Deposits and Investments

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Bedford County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments are assigned to the General Debt Service Fund. Bedford County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an

investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Investment Pool complied with accounting principles generally accepted in the United States of America.

Investments in the State Treasurer's Intermediate Term Investment Fund are reported at amortized cost using a floating net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Intermediate Term Investment Fund complied with accounting principles generally accepted in the United States of America. Bedford County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

2. Receivables and Payables

All ambulance, property taxes, probation, and adequate facilities taxes receivables are shown with an allowance for uncollectibles. Ambulance, probation, and adequate facilities taxes receivables allowance for uncollectibles are based on historical collection data. The allowance for uncollectible property taxes is equal to one percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

3. Inventories

Inventories of the discretely presented school department are recorded at cost, determined on the first-in, first-out method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased. Inventories are offset in the nonspendable fund balance account in governmental funds.

4. Restricted Assets

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Bedford County School Department's Teacher Retirement Plan. The purpose of this trust is to accumulate funds to provide stabilization (smoothing) of retirement costs to the school system in times of fluctuating investment returns and market downturns. These funds are held and invested by TCRS pursuant to an irrevocable agreement and may only be used for the benefit of the Bedford County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Bedford County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

5. Capital Assets

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$25,000 or more and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	10 - 40
Other Capital Assets	5 - 30
Infrastructure:	
Roads	40 - 50
Bridges	20 - 40

6. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for the following: pension changes in experience, proportion, and assumptions; employer contributions made to the pension and OPEB plans after the measurement date; and OPEB changes in experience, assumptions, and proportion.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue, etc.) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These revenues are from the following sources: current and delinquent property taxes; pension changes in experience, investment earnings, and proportion; OPEB changes in experience, assumptions, and proportion; and various receivables for revenues which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

Primary Government

It is the policy of the county to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Bedford County does not have policies to pay any amounts when employees separate from service with the government. Personnel of the highway department are compensated for any unused sick leave days at year end. All vacation pay is accrued when incurred in the government-wide financial statements for the county. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

Discretely Presented Bedford County School Department

General policy of the school department for all professional personnel (teachers) permits the unlimited accumulation of unused sick leave days. The granting of sick leave for professional personnel has no guaranteed payment attached and therefore requires no accrual or recording. Non-certificated personnel of the school department are compensated for any unused sick-leave days at year end.

8. Long-term Debt and Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences and other postemployment benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

9. Net Position and Fund Balance

In the government-wide financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

The government-wide Statement of Net Position reports \$780,054 of restricted net position for Administration of Justice, of which \$636,452 is restricted by enabling legislation for courthouse security.

As of June 30, 2020, Bedford County had \$57,983,655 (including unamortized premiums on debt) in outstanding debt for capital purposes for the discretely presented Bedford County School Department. This debt is a liability of Bedford County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Bedford County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that restricted amounts would be reduced first followed by unrestricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that committed amounts would be reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the county commission, the county's highest level of decision-making authority and the Board of Education, the school department's highest level of

decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county’s intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission makes assignments by resolution for the general government. The Board of Education makes assignments by resolution for the school department.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

10. Minimum Fund Balance Policy

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds, the following minimum fund balance policy exists and consists of the sum of committed, assigned, and unassigned fund balances:

General Fund – Three percent of the next year’s budget is to be maintained in unassigned fund balance.

Debt Service Fund – An amount equal to the first two months of principal and interest expense of the total indebtedness of the county for the upcoming year is to be maintained in committed fund balance.

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Bedford County’s participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Bedford County’s fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of TCRS. Investments are reported at fair value.

Discretely Presented Bedford County School Department

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee Consolidated Retirement System, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the TCRS. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Retirement Plan and the Teacher Legacy Pension Plan. Investments are reported at fair value.

F. Other Postemployment (OPEB) Plans

Primary Government

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by Bedford County. For this purpose, Bedford County recognizes benefit payments when due and payable in accordance with the benefit terms. Bedford County's OPEB plan is not administered through a trust.

Discretely Presented Bedford County School Department

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the Bedford County School Department. For this purpose, the school department recognizes benefit payments when due and payable in accordance with the benefit terms. The school department's OPEB plan is not administered through a trust.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

Discretely Presented Bedford County School Department

Exhibit I-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities

Primary Government

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

Discretely Presented Bedford County School Department

Exhibit I-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund (special revenue fund), which is not budgeted. All annual appropriations lapse at fiscal year end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, Beer Board, Budget and Finance Committee, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county's budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

At June 30, 2020, Bedford County and the discretely presented Bedford County School Department reported the following significant encumbrances:

<u>Fund</u>	<u>Amount</u>
Primary Government:	
Major Fund:	
General	\$ 73,997
Nonmajor Fund:	
Other Capital Projects	128,492
Discretely Presented School Department:	
Major Fund:	
General Purpose School	\$ 670,860
Nonmajor Fund:	
School Federal Projects	119

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Bedford County and the Bedford County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank

collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool, the State Treasurer's Intermediate Term Investment Fund, and in repurchase agreements. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the State Treasurer's Investment Pool are reported both by the pool and the county at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the Intermediate Term Investment Fund are reported both by the pool and the county at amortized cost using a floating net asset value. Repurchase agreements must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

Investment Balances. As of June 30, 2020, Bedford County had the following investments carried at amortized cost using a Stable Net Asset

Value. All investments are in the county trustee’s investment pool. Separate disclosures concerning pooling investments cannot be made for Bedford County and the discretely presented Bedford County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Maturities	Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 105	N/A	\$ 45,624,250

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer’s Investment Pool can be obtained by reviewing the State of Tennessee Consolidated Annual Financial Report at <https://www.tn.gov/finance/rd-doa/fa-accfin-cafr.html>.

TCRS Stabilization Trust

Legal Provisions. The Bedford County School Department is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The school department has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member’s funds are restricted for the payment of retirement benefits of that member’s employees. Trust funds are not subject to the claims of general creditors of the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Bedford County School Department may not impose any restrictions on investments placed by the trust on their behalf.

Investment Balances. Assets of the TCRS, including the Stabilization Reserve Trust, are invested in the Tennessee Retiree Group Trust (TRGT). The TRGT is not registered with the Securities and Exchange Commission (SEC) as an investment company. The State of Tennessee has not obtained a credit quality rating for the TRGT from a nationally recognized credit ratings agency. The fair value of investment positions in the TRGT is determined daily based on the fair value of the pool’s underlying portfolio. Furthermore, TCRS had not obtained or provided any legally binding guarantees to support the value of participant shares during the fiscal year. There are no restrictions on the sale or redemption of shares.

Investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair of

investments and interest and dividend income. Interest income is recognized when earned. Securities and securities transactions are recorded in the financial statements on a trade-date basis. The fair value of assets of the TRGT held at June 30, 2020, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; assets or liabilities that have a bid-ask spread price in an inactive dealer market, brokered market and principal-to-principal market; and Level 1 assets or liabilities that are adjusted.
- Level 3 - Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments where fair value is measured using the Net Asset Value (“NAV”) per share have no readily determinable fair value and have been determined to be calculated consistent with FASB principles for investment companies.

Where inputs used in the measurement of fair value fall into different levels of the hierarchy, fair value of the instrument in its entirety is categorized based on the lowest level input that is significant to the valuation. This assessment requires professional judgement and as such management of the TRGT developed a fair value committee that worked in conjunction with the plan’s custodian and investment professionals to make these valuations. All assets held were valued individually and aggregated into classes to be represented in the table below.

Short-term securities generally include investments in money market-type securities reported at cost plus accrued interest.

Equity and equity derivative securities classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Equity securities classified in Level 3 are valued with last trade data having limited trading volume.

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are

valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Debt and debt derivative securities classified in Level 2 are valued using a bid-ask spread price from multiple independent brokers, dealers, or market principals, which are known to be actively involved in the market. Level 3 debt securities are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.

Real estate investments classified in Level 3 are valued using the last valuations provided by external investment advisors or independent external appraisers. Generally, all direct real estate investments are appraised by a qualified independent appraiser(s) with the professional designation of Member of the Appraisal Institute (“MAI”), or its equivalent, every three (3) years beginning from the acquisition date of the property. The appraisals are performed using generally accepted valuation approaches applicable to the property type.

Investments in private mutual funds, traditional private equity funds, strategic lending funds and real estate funds that report using GAAP, the fair value, as well as the unfunded commitments, were determined using the prior quarter’s NAV, as reported by the fund managers, plus the current cash flows. These assets were then categorized by investment strategy. In instances where the fund investment reported using non-GAAP standards, the investment was valued using the same method, but was classified in Level 3.

On June 30, 2020, the Bedford County School Department had the following investments held by the trust on its behalf.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 103,131
Developed Market International Equity	N/A	N/A	46,575
Emerging Market International Equity	N/A	N/A	13,307
U.S. Fixed Income	N/A	N/A	66,536
Real Estate	N/A	N/A	33,268
Short-term Securities	N/A	N/A	3,327
NAV - Private Equity and Strategic Lending	N/A	N/A	66,536
Total			\$ 332,680

Investment by Fair Value Level	Fair Value 6-30-20	Fair Value Measurements Using			NAV
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
U.S. Equity Developed Market	\$ 103,131	\$ 103,131	\$ 0	\$ 0	0
International Equity Emerging Market	46,575	46,575	0	0	0
International Equity	13,307	13,307	0	0	0
U.S. Fixed Income Real Estate	66,536	0	66,536	0	0
Short-term Securities	33,268	0	0	33,268	0
Private Equity and Strategic Lending	3,327	0	3,327	0	0
	66,536	0	0	0	66,536
Total	\$ 332,680	\$ 163,013	\$ 69,863	\$ 33,268	\$ 66,536

Risks and Uncertainties. The trust's investments include various types of investment funds, which in turn invest in any combination of stock, bonds and other investments exposed to various risks, such as interest rate, credit, and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported for trust investments.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Bedford County School Department does not have the ability to limit trust investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Bedford County School Department does not have the ability to limit the credit ratings of individual investments made by the trust.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Bedford County School Department places no limit on the amount the county may invest in one issuer.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county

will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the Bedford County School Department to pay retirement benefits of the school department employees.

For further information concerning the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag19091.pdf>

B. Capital Assets

Capital assets activity for the year ended June 30, 2020, was as follows:

Primary Government – Governmental Activities:

	Balance 7-1-19	Increases	Decreases	Balance 6-30-20
Capital Assets Not Depreciated:				
Land	\$ 1,231,127	\$ 0	\$ 0	\$ 1,231,127
Construction in Progress	30,211,353	10,685,669	(39,382,814)	1,514,208
Total Capital Assets Not Depreciated	\$ 31,442,480	\$ 10,685,669	\$ (39,382,814)	\$ 2,745,335
Capital Assets Depreciated:				
Buildings and Improvements	\$ 13,633,944	\$ 39,585,248	\$ 0	\$ 53,219,192
Other Capital Assets	9,791,967	2,315,874	(216,400)	11,891,441
Infrastructure	32,484,914	0	0	32,484,914
Total Capital Assets Depreciated	\$ 55,910,825	\$ 41,901,122	\$ (216,400)	\$ 97,595,547
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 7,771,193	\$ 420,248	\$ 0	\$ 8,191,441
Other Capital Assets	7,712,568	577,826	(211,730)	8,078,664
Infrastructure	11,131,746	810,931	0	11,942,677
Total Accumulated Depreciation	\$ 26,615,507	\$ 1,809,005	\$ (211,730)	\$ 28,212,782
Total Capital Assets Depreciated, Net	\$ 29,295,318	\$ 40,092,117	\$ (4,670)	\$ 69,382,765
Governmental Activities Capital Assets, Net	\$ 60,737,798	\$ 50,777,786	\$ (39,387,484)	\$ 72,128,100

Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:

General Government	\$ 102,476
Administration of Justice	23,002
Public Safety	388,952
Public Health and Welfare	358,963
Agriculture and Natural Resources	7,000
Highway/Public Works	<u>928,612</u>

Total Depreciation Expense - Governmental Activities \$ 1,809,005

Discretely Presented Bedford County School Department - Governmental Activities:

	Balance 7-1-19	Increases	Decreases	Balance 6-30-20
Capital Assets Not Depreciated:				
Land	\$ 2,775,891	\$ 0	\$ 0	\$ 2,775,891
Construction in Progress	23,281,005	1,668,773	(24,949,778)	0
Total Capital Assets Not Depreciated	<u>\$ 26,056,896</u>	<u>\$ 1,668,773</u>	<u>\$ (24,949,778)</u>	<u>\$ 2,775,891</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 121,866,967	\$ 25,987,701	\$ (157,900)	\$ 147,696,768
Other Capital Assets	12,249,033	806,398	(369,954)	12,685,477
Total Capital Assets Depreciated	<u>\$ 134,116,000</u>	<u>\$ 26,794,099</u>	<u>\$ (527,854)</u>	<u>\$ 160,382,245</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 48,168,706	\$ 3,094,401	\$ (153,900)	\$ 51,109,207
Other Capital Assets	8,893,233	598,386	(366,954)	9,124,665
Total Accumulated Depreciation	<u>\$ 57,061,939</u>	<u>\$ 3,692,787</u>	<u>\$ (520,854)</u>	<u>\$ 60,233,872</u>
Total Capital Assets Depreciated, Net	<u>\$ 77,054,061</u>	<u>\$ 23,101,312</u>	<u>\$ (7,000)</u>	<u>\$ 100,148,373</u>
Governmental Activities Capital Assets, Net	<u>\$ 103,110,957</u>	<u>\$ 24,770,085</u>	<u>\$ (24,956,778)</u>	<u>\$ 102,924,264</u>

Depreciation expense was charged to functions of the discretely presented Bedford County School Department as follow:

Governmental Activities:

Instruction	\$ 2,892,820
Support Services	771,524
Operation of Non-instructional Services	<u>28,443</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 3,692,787</u></u>

C. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2020, was as follows:

Due to/from Primary Government and Component Unit:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Component Unit: Emergency Communications District	Primary Government: General	\$ 34,697

Interfund Transfers:

Interfund transfers for the year ended June 30, 2020, consisted of the following amount:

Primary Government

<u>Transfer Out</u>	<u>Transfer In</u> General Capital Projects Fund	<u>Purpose</u>
General Debt Service Fund	\$ 3,275,000	Capital Project

Discretely Presented Bedford County School Department

Transfer Out	<div style="text-align: center;"> <u>Transfer In</u> General Purpose School Fund </div>	Purpose
Nonmajor governmental fund	\$ 18,000	Indirect Cost

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. During the year ended June 30, 2020, the General Debt Service Fund transferred \$3,275,000 to the General Capital Projects Fund to fund construction projects, and the School Federal Projects Fund transferred \$18,000 to the General Purpose School Fund to reimburse for indirect costs.

D. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Bedford County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 18 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2020, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Bedford County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to ten years for notes and up to 20 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and other loans included in long-term debt as of June 30, 2020, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes and other loans outstanding as of June 30, 2020, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-20
General Obligation				
Bonds - Refunding	2.09 to 5 %	4-1-37	\$ 45,750,000	\$ 37,464,273
Direct Borrowing and				
Direct Placement:				
Capital Outlay Notes	2.02 to 2.98	6-1-29	2,650,000	2,415,800
Other Loans	2.33 to 2.65	12-1-37	61,525,000	56,680,000

In prior years, Bedford County entered into loan agreements with the City of Clarksville Public Building Authority. These loan agreements provided for the authority to make \$32,750,000, \$19,275,000, \$5,000,000, and \$4,500,000 available for loan to Bedford County on an as-needed basis for various renovation and construction projects. Bedford County had borrowed the entire amount of each loan. These loans are repayable at fixed interest rates of 2.33, 2.43, 2.65, and 2.55 percent, respectively.

The annual requirements to amortize all general obligation bonds, notes and other loans outstanding as of June 30, 2020, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2021	\$ 2,785,000	\$ 1,331,689	\$ 4,116,689
2022	2,920,000	1,225,425	4,145,425
2023	3,039,273	1,113,816	4,153,089
2024	2,150,000	997,480	3,147,480
2025	2,255,000	897,060	3,152,060
2026-2030	9,635,000	3,132,300	12,767,300
2031-2035	10,180,000	1,608,900	11,788,900
2036-2037	4,500,000	203,400	4,703,400
Total	\$ 37,464,273	\$ 10,510,070	\$ 47,974,343

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2021	\$ 293,400	\$ 57,151	\$ 350,551
2022	301,600	49,928	351,528
2023	309,800	42,492	352,292
2024	313,100	34,842	347,942
2025	321,500	27,126	348,626
2026-2029	876,400	41,414	917,814
Total	\$ 2,415,800	\$ 252,953	\$ 2,668,753

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2021	\$ 2,708,000	\$ 1,330,587	\$ 4,038,587
2022	2,774,000	1,264,757	4,038,757
2023	2,841,000	1,197,308	4,038,308
2024	2,909,000	1,128,244	4,037,244
2025	2,979,000	1,057,523	4,036,523
2026-2030	15,999,000	4,166,029	20,165,029
2031-2035	18,018,000	2,124,986	20,142,986
2036-2038	8,452,000	229,851	8,681,851
Total	\$ 56,680,000	\$ 12,499,285	\$ 69,179,285

There is \$19,457,770 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita including unamortized debt premiums totaled \$869, based on the 2010 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums totaled \$2,181 based on the 2010 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2020, was as follows:

Governmental Activities:

	Bonds	Notes - Direct Placement	Other Loans - Direct Placement
Balance, July 1, 2019	\$ 40,159,273	\$ 1,400,000	\$ 50,977,950
Additions	0	1,650,000	8,347,050
Reductions	(2,695,000)	(634,200)	(2,645,000)
Balance, June 30, 2020	<u>\$ 37,464,273</u>	<u>\$ 2,415,800</u>	<u>\$ 56,680,000</u>
Balance Due Within One Year	<u>\$ 2,785,000</u>	<u>\$ 293,400</u>	<u>\$ 2,708,000</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2020	\$ 96,560,073
Less: Balance Due Within One Year - Debt	(5,786,400)
Add: Unamortized Premium on Debt	<u>1,711,134</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 92,484,807</u>

E. Long-term Obligations

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2020, was as follows:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2019	\$ 428,639	\$ 507,890
Additions	745,767	101,947
Reductions	(683,439)	(138,876)
Balance, June 30, 2020	<u>\$ 490,967</u>	<u>\$ 470,961</u>
Balance Due Within One Year	<u>\$ 24,548</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2020	\$ 961,928
Less: Balance Due Within One Year - Other	<u>(24,548)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 937,380</u>

Long-term obligations including pensions, compensated absences, and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Bedford County School Department

Changes in Long-term Obligation

Long-term obligation activity for the discretely presented Bedford County School Department for the year ended June 30, 2020, was as follows:

Governmental Activities:

	<u>Other Postemployment Benefits</u>
Balance, July 1, 2019	\$ 4,385,447
Additions	1,608,763
Reductions	<u>(910,137)</u>
Balance, June 30, 2020	<u>\$ 5,084,073</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2020	\$ 5,084,073
Less: Balance Due Within One Year - Other	<u>0</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 5,084,073</u>

Long-term obligations including pensions, compensated absences, and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

F. On-Behalf Payments – Discretely Presented Bedford County School Department

Discretely Presented Bedford County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Bedford County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state’s Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2020, were \$123,948. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Bedford County and the discretely presented Bedford County School Department are exposed to various risks related to general liability, property, casualty, and workers’ compensation losses. During 2020, Bedford County and the school department decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, casualty, and workers’ compensation coverage. Bedford County and the school department joined the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. Bedford County and the school department pays an annual premium to the TN-RMT for their general liability, property, casualty, and workers’ compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

Bedford County

Employee Health Insurance

Bedford County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

Discretely Presented Bedford County School Department

The discretely presented Bedford County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *TCA*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

B. Contingent Liabilities

The county is involved in several pending lawsuits. The county attorney estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the financial statements of the county.

C. Joint Ventures

Primary Government

The Shelbyville-Bedford County Public Library is jointly owned by Bedford County and the City of Shelbyville and operates under Tennessee state law and the rules and regulations of the Highland Rim Regional Library. The library is governed by a voluntary 14-member board of directors, seven appointed by the county and seven by the city. Bedford County has control over budgeting and financing of the joint venture only to the extent of representation by the seven board members appointed. Bedford County contributed \$149,829 to the operations of the library during the year ended June 30, 2020.

The Joint Economic Development Board is a joint venture between Bedford County and the cities of Bell Buckle, Normandy, Shelbyville, and Wartrace. The board comprises the city mayor or city manager, if so designated by the city's governing board of each member's municipality, the Bedford County mayor, three members of the City of Shelbyville Industrial Development Board, two residents of the unincorporated area of Bedford County, and a private citizen who owns greenbelt property. The purpose of the board is to foster communication and facilitate economic and community development between and among governmental entities, industry, and private citizens. The cities and county will provide the majority of funding for the board based on the percentage of their population compared to the total census of the county. Bedford County contributed \$100,000 to the Joint Economic Development Board for the year ended June 30, 2020.

The Seventeenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventeenth Judicial District, Marshall, Lincoln, Moore, and Bedford counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within the judicial district. Bedford County did not contribute to the DTF for the year ended June 30, 2020.

The Interlocal Solid Waste Authority was formed by joint resolution of the counties of Bedford, Franklin, Moore and Lincoln and the municipalities of Tullahoma and Fayetteville to develop a solid waste regional plan. Each participating County Commission or City Council appointed the authority's board for varying terms of office. Bedford County made no contribution to the Interlocal Solid Waste Authority for the year ended June 30, 2020.

Bedford County does not retain an equity interest in any of the above-noted joint ventures.

Complete financial statements for the Shelbyville-Bedford County Public Library, the Joint Economic Development Board, the Seventeenth Judicial District Drug Task Force, and the Interlocal Solid Waste Authority can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Shelbyville-Bedford County Public Library
220 South Jefferson Street
Shelbyville, TN 37160

Joint Economic Development Board
c/o City Hall
201 North Spring Street
Shelbyville, TN 37160

Office of District Attorney General
Seventeenth Judicial District Drug Task Force
P.O. Box 878
Fayetteville, TN 37334

Interlocal Solid Waste Authority
c/o City of Tullahoma
P.O. Box 807
Tullahoma, TN 37388

Discretely Presented Bedford County School Department

The discretely presented school department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between participating county school systems, city school systems, and certain special school districts. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member’s school food service systems. The cooperative has contracted with a coordinating district (Dickson County School Department) and a service provider to provide these services. The cooperative is governed by a Representative Committee, comprising one representative from each of the member districts; and an Executive Council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the Representative Committee.

Complete financial statements for the Volunteer State Cooperative can be obtained from its administrative office at the following address:

Administrative Office:

Volunteer State Cooperative
220 McLemore Street
Dickson, TN 37055

D. Jointly Governed Organization

The Bedford Railroad Authority was created November 22, 1984, pursuant to Section 7-56-201, et seq., *Tennessee Code Annotated*, to provide for the continuation of rail service on a section of existing rail spur line located within Bedford County between the cities of Shelbyville and Wartrace. The authority’s board includes the mayor of Shelbyville, a city councilman, the county mayor, a county commissioner, the mayor of Wartrace, and a citizen residing in Wartrace; however, the county and cities do not have any ongoing financial interest or responsibility for the entity.

E. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Bedford County and non-certified employees of the discretely presented Bedford County School

Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.82 percent and the non-certified employees of the discretely presented school department comprise 39.18 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions plus any accumulated interest.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	354
Inactive Employees Entitled to But Not Yet Receiving Benefits	970
Active Employees	673
Total Employees	<u>1,997</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Bedford County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, the employer contribution for Bedford County was \$557,133 and the school department was \$349,422 based on a rate of 4.14 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Bedford County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Pension Liabilities (Assets). Bedford County’s net pension liability (asset) was measured as of June 30, 2019, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to

determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Bedford County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Primary Government			
Balance, July 1, 2018	\$ 34,254,563	\$ 39,815,514	\$ (5,560,951)
Changes for the Year:			
Service Cost	\$ 1,188,733	\$ 0	\$ 1,188,733
Interest	2,456,509	0	2,456,509
Differences Between Expected and Actual Experience	(86,119)	0	(86,119)
Changes in Assumptions	0	0	0
Contributions-Employer	0	496,820	(496,820)
Contributions-Employees	0	567,795	(567,795)
Net Investment Income	0	2,886,827	(2,886,827)
Benefit Payments, Including Refunds of Employee Contributions	(1,655,691)	(1,655,691)	0
Administrative Expense	0	(34,108)	34,108
Other Changes	0	0	0
Net Changes	\$ 1,903,432	\$ 2,261,643	\$ (358,211)
Balance, June 30, 2019	\$ 36,157,995	\$ 42,077,157	\$ (5,919,162)

School Department	Increase (Decrease)		
	Total	Plan	Net
	Pension Liability (a)	Fiduciary Net Position (b)	Pension Liability (a)-(b)
Balance, July 1, 2018	\$ 21,030,399	\$ 24,444,514	\$ (3,414,115)
Changes for the Year:			
Service Cost	\$ 597,550	\$ 0	\$ 597,550
Interest	1,582,474	0	1,582,474
Differences Between Expected and Actual Experience	(55,478)	0	(55,478)
Changes in Assumptions	0	0	0
Contributions-Employer	0	320,050	(320,050)
Contributions-Employees	0	365,771	(365,771)
Net Investment Income	0	1,859,683	(1,859,683)
Benefit Payments, Including Refunds of Employee Contributions	(1,066,589)	(1,066,589)	0
Administrative Expense	0	(21,972)	21,972
Other Changes	0	0	0
Net Changes	\$ 1,057,957	\$ 1,456,943	\$ (398,986)
Balance, June 30, 2019	\$ 22,088,356	\$ 25,901,457	\$ (3,813,101)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Bedford County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

Primary Government	1%	Current	1%
	Decrease	Discount Rate	Increase
	6.25%	7.25%	8.25%
Net Pension Liability (Asset)	\$ (1,450,469)	\$ (5,919,162)	\$ (9,601,849)

School Department	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%

Net Pension
Liability (Asset) \$ (934,386) \$ (3,813,101) \$ (6,185,472)

Pension Expense (Negative Pension Expense) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Expense or Negative Pension Expense. For the year ended June 30, 2020, Bedford County recognized pension expense (negative pension expense) of \$831,007. Bedford County recognized pension expense (negative pension expense) of \$505,418 for the primary government and \$325,589 the non-certified employees of the discretely presented school department.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, Bedford County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Primary Government	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 75,987	\$ 386,319
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	481,400
Changes in Assumptions Contributions Subsequent to the Measurement Date of June 30, 2019 (1)	196,840	0
	<u>557,133</u>	<u>N/A</u>
Total	<u>\$ 829,960</u>	<u>\$ 867,719</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2019,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

School Department	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 48,951	\$ 248,865
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	310,117
Changes in Assumptions	126,804	0
Contributions Subsequent to the Measurement Date of June 30, 2019 (1)	349,422	N/A
Total	\$ 525,177	\$ 558,982

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2019,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Primary Government

Year Ending June 30	Amount
2021	\$ 60,843
2022	(527,428)
2023	(113,109)
2024	(15,198)
2025	0
Thereafter	0

School Department

Year Ending June 30		Amount
2021	\$	39,194
2022		(339,767)
2023		(72,864)
2024		(9,790)
2025		0
Thereafter		0

In the tables shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Discretely Presented Bedford County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Bedford County and non-certified employees of the discretely presented Bedford County School Department are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 60.82 percent and the non-certified employees of the discretely presented school department comprise 39.18 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Bedford County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The

TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by

the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2020, to the Teacher Retirement Plan were \$169,025, which is 2.03 percent of covered payroll. In addition, employer contributions of \$164,029, which is 1.97 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense (Negative Pension Expense), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). At June 30, 2020, the school department reported a liability (asset) of (\$394,952) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2019, the school department's proportion was .699666 percent. The proportion as of June 30, 2018, was .700707 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2020, the school department recognized pension expense (negative pension expense) of \$124,089.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 16,376	\$ 68,947
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	16,698
Changes in Assumptions	13,723	0
Changes in Proportion of Net Pension Liability (Asset)	5,738	4,243
LEA's Contributions Subsequent to the Measurement Date of June 30, 2019	169,025	N/A
Total	<u>\$ 204,862</u>	<u>\$ 89,888</u>

The school department's employer contributions of \$169,025, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2021	\$ (8,232)
2022	(10,787)
2023	(6,103)
2024	(3,715)
2025	(3,035)
Thereafter	(22,179)

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial Assumptions. The total pension liability in the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
			100	%
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%

Net Pension Liability (Asset) \$ 125,136 \$ (394,952) \$ (779,393)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan’s fiduciary net position is available in a separately issued TCRS financial report.

Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Bedford County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member’s highest five consecutive year average compensation and the member’s years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various

eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Legacy Pension Plan, benefit terms and conditions, including COLAs can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Bedford County School Department for the year ended June 30, 2020, to the Teacher Legacy Pension Plan were \$2,762,974, which is 10.63 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense (Negative Pension Expense), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liability (Assets). At June 30, 2020, the school department reported a liability (asset) of (\$7,770,164) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2019, the school department's proportion was .755720 percent. The proportion measured at June 30, 2018, was .732954 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2020, the school department recognized pension expense (negative pension expense) of \$1,033,302.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 378,310	\$ 4,746,171
Changes in Assumptions	1,047,070	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	2,220,085
Changes in Proportion of Net Pension Liability (Asset)	62,848	41,772
LEA's Contributions Subsequent to the Measurement Date of June 30, 2019	<u>2,762,974</u>	<u>N/A</u>
Total	<u>\$ 4,251,202</u>	<u>\$ 7,008,028</u>

The school department's employer contributions of \$2,762,974 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2021	\$ (1,589,081)
2022	(2,207,700)
2023	(982,365)
2024	(740,654)
2025	0
Thereafter	0

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial Assumptions. The total pension liability in the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
			100	%
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 6.25%	Discount Rate 7.25%	1% Increase 8.25%
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Net Pension
Liability (Asset) \$ 15,887,741 \$ (7,770,164) \$ (26,589,372)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan’s fiduciary net position is available in a separately issued TCRS financial report.

F. Other Postemployment Benefits (OPEB) Plans

Bedford County and the discretely presented Bedford County School Department provide OPEB benefits to its retirees under various OPEB plans. These include OPEB provided through state administered public entity risk pools and commercial health insurance plans. For reporting purposes the plans are considered single employer defined benefit OPEB plans based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plans are funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

OPEB Provided through State Administered Public Entity Risk Pools

Primary Government

Retirees of Bedford County are provided healthcare under a Local Government Plan (LGP) until they reach Medicare eligibility.

The county’s total OPEB liability was measured as of June 30, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs. The total OPEB liability in the June 30, 2019, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.2%
Salary Increases	Salary increases used in the July 1, 2019, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.51%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 6.03% for pre-65 retirees in the 2019 calendar year, and decreasing annually over a 10-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.51 percent, based on an average rating of AA/Aa as shown on the Bond Buyers 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2019, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2019, valuations were the same as those employed in the July 1, 2018, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a -3 percent load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load.

Changes in Assumptions. The discount rate changed from 3.62 percent as of the beginning of the measurement period to 3.51 percent as of the measurement date of June 30, 2019. This change in assumption increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2020 plan year was revised from 6.75 percent to 6.03 percent.

Local Government OPEB Plan (Primary Government)

Plan Description. Employees of Bedford County are provided with pre-65 retiree health insurance benefits through the closed Local Government Plan (LGP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP.

Benefits Provided. Bedford County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-701 establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members, of the LGP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Bedford County does not provide a direct subsidy and is only subject to the implicit subsidy.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	0
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees	<u>282</u>
 Total	 <u><u>282</u></u>

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal

year ended June 30, 2020, the county paid \$2,134 to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability – As of the Measurement Date

	<u>Bedford County</u>
Balance July 1, 2018	<u>\$ 507,890</u>
Changes for the Year:	
Service Cost	\$ 53,119
Interest	20,195
Changes in Benefit Terms	0
Difference between Expected and Actuarial Experience	(126,959)
Changes in Assumption and Other Inputs	23,016
Benefit Payments	<u>(6,300)</u>
Net Changes	<u>\$ (36,929)</u>
Balance June 30, 2019	<u>\$ 470,961</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the county recognized OPEB expense of \$56,421. At June 30, 2020, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 0	\$ 138,550
Changes of Assumptions and Other Inputs	41,716	18,202
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2019	<u>2,134</u>	<u>0</u>
Total	<u>\$ 43,850</u>	<u>\$ 156,752</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be

recognized in OPEB expense as follows:

Year Ending June 30	Bedford County
2021	\$ (16,113)
2022	(16,113)
2023	(16,113)
2024	(16,113)
2025	(16,113)
Thereafter	(34,471)

In the table shown above positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the county calculated using the current discount rate as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
<u>Bedford County</u>	<u>2.51%</u>	<u>3.51%</u>	<u>4.51%</u>

Total OPEB Liability	\$ 515,632	\$ 470,961	\$ 429,767
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Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the county calculated using the current healthcare cost trend rate, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Trend Rate	1% Increase
<u>Bedford County</u>	<u>5.03 to 3.5%</u>	<u>6.03 to 4.5%</u>	<u>7.03 to 5.5%</u>

Total OPEB Liability	\$ 409,943	\$ 470,961	\$ 544,012
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Discretely Presented Bedford County School Department

The Bedford County School Department provides healthcare benefits to its certified retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Bedford County School

Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

The school department’s total OPEB liability for the plan was measured as of June 30, 2019, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2019, actuarial valuation of the plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.2%
Salary Increases	Salary increases used in the July 1, 2019 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.51%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 6.03% for pre-65 retirees in the 2019 calendar year, and decreasing annually over a 10-year period to an ultimate rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.51%, based on the daily rate of Bond Buyer’s 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2019, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2019, valuations were the same as those employed in the July 1, 2018, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future

years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a -3 percent load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load.

Changes in Assumptions. The discount rate changed from 3.62 percent as of the beginning of the measurement period to 3.51 percent as of the measurement date of June 30, 2019. This change in assumption increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2020 plan year was revised from 6.75 percent to 6.03 percent.

Closed Local Education (LEP) OPEB Plan (Discretely Presented School Department)

Plan Description. Employees of the Bedford County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits Provided. The Bedford County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. The school department does not provide a direct subsidy and is only subject to the implicit subsidy.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	27
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees	<u>741</u>
Total	<u><u>768</u></u>

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$178,545 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability – As of the Measurement Date

	<u>Share of Collective Liability</u>		
	<u>Bedford County School Department 64.1932%</u>	<u>State of TN 35.8068%</u>	<u>Total OPEB Liability</u>
Balance July 1, 2018	\$ 4,385,447	\$ 2,357,089	\$ 6,742,536
Changes for the Year:			
Service Cost	\$ 205,981	\$ 203,997	\$ 409,978
Interest	162,207	90,478	252,685
Changes in Benefit Terms	0	0	0
Difference between Expected and Actual Experience	963,496	537,435	1,500,931
Changes in Assumption and Other Inputs	(409,908)	(228,646)	(638,554)
Benefit Payments	(223,150)	(124,473)	(347,623)
Net Changes	<u>\$ 698,626</u>	<u>\$ 478,791</u>	<u>\$ 1,177,417</u>
Balance June 30, 2019	<u>\$ 5,084,073</u>	<u>\$ 2,835,880</u>	<u>\$ 7,919,953</u>

The Bedford County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Bedford County School Department's proportionate share of the collective total OPEB liability was

based on a projection of the employer’s long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$203,734 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Bedford County School Department’s proportionate share of the collective OPEB liability was 64.1932 percent and the State of Tennessee’s share was 35.8068 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the school department recognized OPEB expense of \$558,850, including the state’s share of the expense. At June 30, 2020, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 865,180	\$ 1,018,362
Changes of Assumptions and Other Inputs	108,025	556,674
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employee and Nonemployer Contributors As Benefits Came Due	34,988	65,389
Benefits Paid After the Measurement Date of June 30, 2019	<u>178,545</u>	<u>0</u>
Total	<u>\$ 1,186,738</u>	<u>\$ 1,640,425</u>

The amount shown above for “Contributions Subsequent to the Measurement Date” of June 30, 2020, will be recognized as a reduction to net pension liability in the following measurement period.

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30	School Department
2021	\$ (70,269)
2022	(70,269)
2023	(70,269)
2024	(70,269)
2025	(70,269)
Thereafter	(280,887)

In the table shown above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate.

<u>Discount Rate</u>	1% Decrease	Current Discount Rate	1% Increase
	2.51%	3.51%	4.51%

Proportionate Share of the Collective Total OPEB Liability	\$ 5,498,760	\$ 5,084,073	\$ 4,691,895
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

<u>Healthcare Cost Trend Rate</u>	1% Decrease	Current Rate	1% Increase
	5.03 to 3.5%	6.03 to 4.5%	7.03 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 4,486,843	\$ 5,084,073	\$ 5,793,425
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G. Office of Central Accounting, Budgeting, and Purchasing

Bedford County operates under provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a finance department operated under the direction of the finance director.

H. Purchasing Laws

Office of Director of Finance

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by him/her serve as the county purchasing agent. The finance director serves as the purchasing agent for Bedford County. All purchase orders are issued by the finance department. Purchases exceeding \$25,000 for the Office of County Mayor, the Office of Highway Superintendent, and the discretely presented school department are required to be competitively bid.

I. Subsequent Events

No material subsequent events were noted.

VI. OTHER NOTES – DISCRETELY PRESENTED EMERGENCY COMMUNICATIONS DISTRICT OF BEDFORD COUNTY

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the “Tennessee Emergency Communications District Law” (Acts 1984, ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, in July 1987, the county legislative body of Bedford County, Tennessee, approved the establishment of a district for their county, the Emergency Communications District of Bedford County. As provided by the act, the district operates as a governmental organization through the directives of a nine-member board of directors and provides enhanced 9-1-1 emergency

telephone services for its service area. The directors serve without compensation for terms of three to four years.

Financial Reporting Entity – Component Unit – Legally, the district is a separate governmental entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected but instead is entirely appointed by the Bedford County Mayor and approved by the Bedford County Commission, the district is considered a component unit of Bedford County.

Pursuant to *Tennessee Code Annotated (TCA)*, Section 7-86-114, before issuing negotiable bonds, the district must have approval of the legislative body of the county wherein the district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Bedford County Commission has the ability to adjust the district's service charges.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation – The district does not have the authority to levy or collect taxes but is supported instead by the fees collected from telephone subscribers who benefit from the availability of its service. It recovers the cost of providing its services from its customers. Consequently, the district functions in a manner similar to a private business enterprise.

The accounts of the district are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the district's assets, liabilities, net position, revenues, and expenses. Proprietary fund types are reported using the economic resources measurement focus and the accrual basis of accounting. The aim of this measurement focus is to report all inflows, outflows, and balances affecting or reflecting the entity's net position. Revenues are recognized when earned, and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Operating revenues in proprietary fund types are those revenues generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Budgetary Law and Practice – The treasurer of the district files an annual budget with the mayor of Bedford County in accordance with *TCA*, Title 7, Chapter 86, Part 1. In March of each year, the treasurer presents a preliminary budget to the board of directors. The budget is then discussed and amended as necessary for approval by the board.

The budget for operations is prepared on the cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipts are expected, and disbursements are budgeted in the year that the disbursements are expected to occur. Capital asset purchases and capital lease payments are budgeted in total.

Capital Assets – Capital assets are stated at cost or estimated historical cost if actual cost is not available. Maintenance, repairs, and minor renewals are expensed while major renewals and betterments are capitalized. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of three years. When items of property are sold or retired, the related costs and accumulated depreciation are removed from the accounts and any gain or loss is included as non-operating revenue or loss.

Depreciation is provided over estimated useful lives ranging from five to 40 years by the straight-line method.

Use of Estimates – The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosure of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Cash Flow – Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, amounts invested in State Treasurer’s Investment Pool, and certificates of deposit with an original maturity of 90 days or less to be cash and cash equivalents. At June 30, 2020, the district did not hold any certificates of deposit.

Use of Facilities – The district conducts its operations in a building owned by Bedford County at no cost to the district. The measurement of the contribution from Bedford County is not considered significant for disclosure as in-kind support and expense in the accompanying Statement of Revenues, Expenses, and Changes in Net Position.

Net Position Flow Assumption – The district will on occasion fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the district’s policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Deferred Outflows/Inflows of Resources – In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The district has two items that qualify for reporting in this category resulting from the pension plan. See note VI.F. for information concerning deferred outflows related to the pension plan.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The district has one item that qualifies for reporting in this category resulting from the pension plan. See VI.F. for further information concerning deferred inflows related to the pension plan.

Pensions – For purposes of measuring the net pension liability/asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense/income, information about the fiduciary net position of the district's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from the district's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plan of TCRS. Investments are reported at fair value.

B. Cash and Cash Equivalents

Cash and Cash Equivalents

Legal Provisions – The district follows state statutes requiring all deposits with financial institutions to be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. The Tennessee Bank Collateral Pool is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. Public fund accounts covered by the pool are considered to be insured for purposes of custodial credit risk exposure. The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the government.

At June 30, 2020, the carrying amount of cash deposits was \$1,463,568, and the bank balance was \$1,481,776. At June 30, 2020, the entire bank balance was covered by federal depository insurance, or by collateral held in the Tennessee Bank Collateral Pool.

Investments

Legal Provisions – State statutes authorize the district to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer’s Investment Pool; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; and nonconvertible debt securities of certain federal government sponsored enterprises. These investments may not have a maturity greater than two years. The district has no investment policy that would further limit its investment choices.

Investments in the State Treasurer’s Investment Pool are reported at amortized cost. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. As of June 30, 2020, the district had \$1,058,638 held in the State Treasurer’s Investment Pool. As of June 30, 2020, the district held no investments required to be reported at fair value.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. U.S. obligations are implicitly guaranteed by the U.S. government and therefore are not considered to have credit risk. Governmental accounting standards required disclosure of credit quality rating for external pools; however, the State Treasurer’s Investment Pool is unrated.

Cash and cash equivalents are presented in the financial statements as follows:

<u>Cash Accounts</u>	<u>Interest Rate</u>	<u>Carrying Amount</u>
Pinnacle Bank checking	0.35%	\$ 1,463,568
State Treasurer's Investment Pool	0.38%	<u>1,058,638</u>
Total		<u>\$ 2,522,206</u>

C. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district obtains insurance coverage covering the above risks of loss through a public entity risk entity pool, Tennessee Risk Management Trust (TRMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The creation of the TRMT provides for it to be self-sustaining through member premiums. Settled claims have not exceeded the coverage in any of the past three fiscal years.

D. Interlocal Agreement

The district and Bedford County have entered into an agreement dated January 15, 2004. The agreement acknowledges the district's authority to manage communications at the central public safety answering point (PSAP) as well as to take the steps considered necessary for the purpose of attaining financial self-sufficiency. Significant terms include the district's responsibility to pay all costs that relate to maintenance of the PSAP equipment, annual budgets of the district will only be approved after acceptance by the county, and provides that the employees of the district shall receive benefits generally provided to the employees of the county. Under the agreement the county must provide funding to the district equal to the net amount of money required to be paid to the district after contributions of the district and other funding sources have been applied. The agreement will automatically renew unless either party give the other written notice subject to certain specifications set out in the agreement.

Though not required by the interlocal agreement, the county has agreed to provide funding to the district equal to the cost of the dispatchers' salaries, including benefits. Contributions from the county totaled \$515,287 for the year ended June 30, 2020.

E. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-19	Increases	Decreases	Balance 6-30-20
Capital Assets				
Depreciated:				
Building and				
Improvements	\$ 253,799	\$ 0	\$ 0	\$ 253,799
Furniture and Fixtures	64,753	0	0	64,753
Office Equipment	10,430	0	0	10,430
Communications Equipment	259,553	0	0	259,553
Vehicle	45,150	0	0	45,150
Intangibles	29,152	0	0	29,152
Other Capital Assets	0	0	0	0
Total Capital Assets				
Depreciated	\$ 662,837	\$ 0	\$ 0	\$ 662,837
Less Accumulated				
Depreciation For:				
Building and				
Improvements	\$ 68,467	\$ 7,540	\$ 0	\$ 76,007
Furniture and Fixtures	64,753	0	0	64,753
Office Equipment	10,430	0	0	10,430
Communications Equipment	164,497	18,851	0	183,348
Vehicle	45,150	0	0	45,150
Intangibles	19,435	2,916	0	22,351
Other Capital Assets	0	0	0	0
Total Accumulated				
Depreciation	\$ 372,732	\$ 29,307	\$ 0	\$ 402,039
Total Capital Assets				
Depreciated, Net	\$ 290,105	\$ (29,307)	\$ 0	\$ 260,798

F. General Information About the Pension Plan

Plan Description. Employees of Bedford County Emergency 911 Communications District of Bedford County are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2019, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	0
Inactive Employees Entitled to But Not Yet Receiving Benefits	1
Active Employees	10
 Total Employees	 <u>11</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. The district makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2020, employer contributions for the district were \$46,443 based on a rate of 9.02 percent of covered payroll. By law, employer contributions are required to be paid. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Pension Liabilities. The district's net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate net pension liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2019, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income Real Estate	5.79	20
	2.01	20
	4.32	10
Short-term Securities	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the three factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current rate and that contributions from the district will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

	Increase (Decrease)		
	Total	Plan	Net
	Pension Liability (a)	Fiduciary Net Position (b)	Pension Liability (a)-(b)
Balance, July 1, 2018	\$ 41,645	\$ 28,604	\$ 13,041
Changes for the Year:			
Service Cost	\$ 52,665	\$ 0	\$ 52,665
Interest	6,748	0	6,748
Differences Between Expected and Actual Experience	0	0	0
Changes in Benefit Terms	(874)	0	(874)
Changes in Assumptions	0	0	0
Contributions-Employer	0	19,640	(19,640)
Contributions-Employees	0	22,068	(22,068)
Net Investment Income	0	3,558	(3,558)
Benefit Payments, Including Refunds of Employee Contributions	(2,459)	(2,459)	0
Administrative Expense	0	(890)	890
Other Changes	0	0	0
Net Changes	\$ 56,080	\$ 41,917	\$ 14,163
Balance, June 30, 2019	\$ 97,725	\$ 70,521	\$ 27,204

Sensitivity of the Net Position Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of the district calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1%	Current Discount Rate	1%
	Decrease	7.25%	Increase
Emergency 911 Communications District of Bedford County	6.25%	7.25%	8.25%
Net Pension Liability (Asset) \$	47,739	\$ 27,204	\$ 11,143

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense. For the year ended June 30, 2020, the district recognized pension expense of \$34,636.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2020, the district reported deferred outflows of resources

and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 0	\$ 787
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	162
Changes in proportion of Net Pension Liability (Asset)	0	0
Difference between the employer's actual contributions and its proportionate share of total employer contributions	0	0
Change in Assumptions	0	0
Contributions Subsequent to the Measurement Date of June 30, 2019	47,731	N/A
Total	<u>\$ 47,731</u>	<u>\$ 949</u>

The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2019,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2021	\$ (135)
2022	(135)
2023	(135)
2024	(106)
2025	(87)
Thereafter	(348)

In the table show above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

G. Deferred Compensation

Effective February 1, 2020, the district offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All cost of funding these programs are the responsibility of plan participants. The Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plans.

H. Other Postemployment Benefits (OPEB)

The district provides benefits to its retirees under an OPEB plan. Retirees are provided healthcare until they reach Medicare eligibility. Retired plan members receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. The district does not provide a direct subsidy and thus is only subject to the implicit subsidy. Any liability due to the implicit subsidy is not significant; thus, no liability is recorded.

I. Contingency

Management is addressing the economic impact of the COVID-19 pandemic on the district's operations and financial position. While the district has incurred additional operating costs resulting from the pandemic, the full impact cannot be determined at this time. Management continues to take steps to mitigate any negative effects.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit E-1

Bedford County, Tennessee
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019
Total Pension Liability						
Service Cost	\$ 1,162,247	\$ 1,414,370	\$ 1,450,381	\$ 1,470,531	\$ 1,084,317	\$ 1,188,733
Interest	3,246,232	3,321,126	3,483,276	3,669,452	2,413,278	2,456,509
Differences Between Actual and Expected Experience	(1,525,931)	(425,077)	(232,790)	499,758	(655,519)	(86,119)
Changes in Assumptions	0	0	0	1,294,582	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,095,624)	(2,176,520)	(2,192,355)	(2,284,977)	(1,579,559)	(1,655,691)
Net Change in Total Pension Liability	\$ 786,924	\$ 2,133,899	\$ 2,508,512	\$ 4,649,346	\$ 1,262,517	\$ 1,903,432
Total Pension Liability, Beginning	43,168,649	43,955,573	46,089,472	48,597,984	32,992,046	34,254,563
Total Pension Liability, Ending (a)	\$ 43,955,573	\$ 46,089,472	\$ 48,597,984	\$ 53,247,330	\$ 34,254,563	\$ 36,157,995
Plan Fiduciary Net Position						
Contributions - Employer	\$ 976,847	\$ 855,335	\$ 868,096	\$ 903,034	\$ 485,387	\$ 496,820
Contributions - Employee	820,131	814,438	826,764	861,679	545,382	567,795
Net Investment Income	7,503,925	1,612,760	1,417,431	6,161,321	3,074,052	2,886,827
Benefit Payments, Including Refunds of Employee Contributions	(2,095,624)	(2,176,520)	(2,192,355)	(2,284,977)	(1,579,559)	(1,655,691)
Administrative Expense	(25,646)	(30,951)	(46,819)	(53,669)	(36,554)	(34,108)
Other	0	0	70,557	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 7,179,633	\$ 1,075,062	\$ 943,674	\$ 5,587,388	\$ 2,488,708	\$ 2,261,643
Plan Fiduciary Net Position, Beginning	45,457,635	52,637,268	53,712,330	54,656,004	37,326,806	39,815,514
Plan Fiduciary Net Position, Ending (b)	\$ 52,637,268	\$ 53,712,330	\$ 54,656,004	\$ 60,243,392	\$ 39,815,514	\$ 42,077,157
Net Pension Liability (Asset), Ending (a - b)	\$ (8,681,695)	\$ (7,622,858)	\$ (6,058,020)	\$ (6,996,062)	\$ (5,560,951)	\$ (5,919,162)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	119.75%	116.54%	112.47%	113.14%	116.23%	116.71%
Covered Payroll	\$ 16,389,781	\$ 16,292,092	\$ 16,558,426	\$ 17,233,469	\$ 10,907,565	\$ 11,166,875
Net Pension Liability (Asset) as a Percentage of Covered Payroll	52.97%	46.79%	36.59%	(40.6)%	(50.98)%	(53.01)%

Note: Ten years of data will be presented when available.

Note: Data presented for 2014 - 2017 includes primary government, discretely presented Bedford County Emergency Communications District, and non-certified employees of the discretely presented school department.

Note: In 2017, amounts reported as changes of assumptions resulted from changes to the inflation rate, investment rate of return, cost-of-living adjustment, salary growth and mortality improvements.

Exhibit E-2

Bedford County, Tennessee
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2018	2019
Total Pension Liability		
Service Cost	\$ 665,711	\$ 597,550
Interest	1,481,618	1,582,474
Differences Between Actual and Expected Experience	(402,453)	(55,478)
Benefit Payments, Including Refunds of Employee Contributions	(969,761)	(1,066,589)
Net Change in Total Pension Liability	\$ 775,115	\$ 1,057,957
Total Pension Liability, Beginning	20,255,284	21,030,399
Total Pension Liability, Ending (a)	\$ 21,030,399	\$ 22,088,356
Plan Fiduciary Net Position		
Contributions - Employer	\$ 298,000	\$ 320,050
Contributions - Employee	334,834	365,771
Net Investment Income	1,887,297	1,859,683
Benefit Payments, Including Refunds of Employee Contributions	(969,761)	(1,066,589)
Administrative Expense	(22,442)	(21,972)
Net Change in Plan Fiduciary Net Position	\$ 1,527,928	\$ 1,456,943
Plan Fiduciary Net Position, Beginning	22,916,586	24,444,514
Plan Fiduciary Net Position, Ending (b)	\$ 24,444,514	\$ 25,901,457
Net Pension Liability (Asset), Ending (a - b)	\$ (3,414,115)	\$ (3,813,101)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	116.23%	116.71%
Covered Payroll	\$ 6,696,639	\$ 7,193,656
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(50.98)%	(53.01)%

Note: Ten years of data will be presented when available.

Note: Data presented for 2014 - 2017 is on Exhibit E-1 in aggregate with primary government and discretely presented Bedford County Emergency Communications District.

Exhibit E-3

Bedford County, Tennessee
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020
Actuarially Determined Contribution	\$ 976,847	\$ 850,688	\$ 868,096	\$ 903,034	\$ 485,387	\$ 496,820	\$ 557,133
Less Contributions in Relation to the Actuarially Determined Contribution	(976,847)	(850,688)	(868,096)	(903,034)	(485,387)	(496,820)	(557,133)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 16,389,781	\$ 16,292,092	\$ 16,558,426	\$ 17,233,469	\$ 10,907,565	\$ 11,166,875	\$ 13,457,319
Contributions as a Percentage of Covered Payroll	5.96%	5.25%	5.25%	5.24%	4.45%	4.45%	4.14%

Note: Ten years of data will be presented when available.

Note: Data presented for 2014 - 2017 includes primary government, discretely presented Bedford County Emergency Communications District, and non-certified employees of the discretely presented school department.

Exhibit E-4

Bedford County, Tennessee
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	<u>2018</u>	<u>2019</u>	<u>2020</u>
Actuarially Determined Contribution	\$ 298,000	\$ 320,050	\$ 349,422
Less Contributions in Relation to the Actuarially Determined Contribution	<u>(298,000)</u>	<u>(320,050)</u>	<u>(349,422)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
 Covered Payroll	 \$ 6,696,639	 \$ 7,193,656	 \$ 8,440,145
 Contributions as a Percentage of Covered Payroll	 4.45%	 4.45%	 4.14%

Note: Ten years of data will be presented when available.

Note: Data presented for 2014 - 2017 is on Exhibit E-3 in aggregate with primary government and discretely presented Bedford County Emergency Communications District.

Exhibit E-5

Bedford County, Tennessee
Schedule of Contributions Based on Participation in the Teacher
Retirement Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020
Contractually Required Contribution	\$ 63,047	\$ 118,384	\$ 188,479	\$ 244,934	\$ 143,635	\$ 169,025
Less Contributions in Relation to the Actuarially Required Contribution	(63,047)	(118,384)	(188,479)	(244,934)	(143,635)	(169,025)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,576,186	\$ 2,959,624	\$ 4,710,400	\$ 6,114,083	\$ 7,394,873	\$ 8,326,345
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%

Note: Beginning in FY 2019, the school department began placing the actuarially determined contribution rate of covered payroll into the pension plan and the remaining portion of the contractually required contribution into the Pension Stabilization Reserve Trust.

Note: Ten years of data will be presented when available.

Exhibit E-6

Bedford County, Tennessee
Schedule of Contributions Based on Participation in the Teacher
Legacy Retirement Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020
Contractually Required Contribution	\$ 2,545,755	\$ 2,436,317	\$ 2,374,480	\$ 2,322,788	\$ 2,330,442	\$ 2,650,604	\$ 2,762,974
Less Contributions in Relation to the Actuarially Required Contribution	(2,545,755)	(2,436,317)	(2,374,480)	(2,322,788)	(2,330,442)	(2,650,604)	(2,762,974)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 28,668,412	\$ 26,777,158	\$ 26,266,356	\$ 25,696,405	\$ 25,674,782	\$ 25,390,059	\$ 25,992,230
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.44%	10.63%

Note: Ten years of data will be presented when available.

Exhibit E-7

Bedford County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Retirement Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019
School Department's Proportion of the Net Pension Asset	0.758599%	0.672630%	0.717920%	0.700707%	0.699666%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (30,518) \$	(70,023) \$	(189,412) \$	(317,790) \$	(394,952)
Covered Payroll	\$ 1,576,186 \$	2,959,624 \$	4,710,400 \$	6,114,083 \$	7,394,873
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.20)%	(5.34)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%

Note: Ten years of data will be presented when available.

Exhibit E-8

Bedford County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Legacy Retirement Plan of TCRS
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019
School Department's Proportion of the Net Pension Liability (Asset)	0.730407%	0.718594%	0.727641%	0.726872%	0.732954%	0.755720%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (118,688)	\$ 294,361	\$ 4,547,353	\$ (237,821)	\$ (2,579,203)	\$ (7,770,164)
Covered Payroll	\$ 26,668,412	\$ 26,777,158	\$ 26,266,356	\$ 25,696,405	\$ 25,674,782	\$ 25,390,059
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.05)%	(30.60)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%

Note: Ten years of data will be presented when available.

Exhibit E-9

Bedford County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan
For the Fiscal Year Ended June 30

Measurement Date, June 30	2017	2018	2019
Total OPEB Liability			
Service Cost	\$ 47,367	\$ 25,518	\$ 53,119
Interest	14,401	17,827	20,195
Differences Between Actual and Expected Experience	0	(34,227)	(126,959)
Changes in Assumptions or Other Inputs	(26,731)	27,026	23,016
Benefit Payments	(4,238)	(7,007)	(6,300)
Net Change in Total OPEB Liability	\$ 30,799	\$ 29,137	\$ (36,929)
Total OPEB Liability, Beginning	447,954	478,753	507,890
Total OPEB Liability, Ending	<u>\$ 478,753</u>	<u>\$ 507,890</u>	<u>\$ 470,961</u>
Covered Employee Payroll	\$ 11,103,805	\$ 11,572,056	\$ 12,216,529
Net OPEB Liability as a Percentage of Covered Employee Payroll	0.04311612	0.04388935	0.03855113

Notes:

Note 1: Ten years of data will be presented when available.

Note 2: Changes in assumptions. The following are the discount rates used in each period.

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Exhibit E-10

Bedford County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan
Discretely Presented Bedford County School Department
For the Fiscal Year Ended June 30

	2017	2018	2019
Total OPEB Liability			
Service Cost	\$ 513,228	\$ 474,479	\$ 409,978
Interest	242,043	296,161	252,685
Differences Between Actual and Expected Experience	0	(1,931,272)	1,500,931
Changes in Assumptions or Other Inputs	(406,789)	204,864	(638,554)
Benefit Payments	(266,838)	(292,668)	(347,623)
Net Change in Total OPEB Liability	\$ 81,644	\$ (1,248,436)	\$ 1,177,417
Total OPEB Liability, Beginning	7,909,328	7,990,972	6,742,536
Total OPEB Liability, Ending	<u>\$ 7,990,972</u>	<u>\$ 6,742,536</u>	<u>\$ 7,919,953</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 2,838,657	\$ 2,357,089	\$ 2,835,880
Employer Proportionate Share of the Total OPEB Liability	5,152,315	4,385,447	5,084,073
Covered Employee Payroll	\$ 38,005,340	\$ 39,609,896	\$ 41,516,384
Net OPEB Liability as a Percentage of Covered Employee Payroll	0.13556819	0.11071594	0.12245944

Notes:

Note 1: Ten years of data will be presented when available.

Note 2: Changes in assumptions.

(a) The following are the discount rates used in each period:

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%

(b) The assumed initial trend rate applicable to the 2019 plan was revised from 5.4% to 6.75%

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

BEDFORD COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2020

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2020 were calculated based on the June 30, 2018, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including Projection and Adjustment for some Anticipated Improvement
Cost of Living Adjustments	2.25%

Changes of Assumptions: In 2017, the following assumptions were changed: (1) decreased the inflation rate from 3.0 to 2.5 percent; (2) decreased the investment rate from 7.5 to 7.25 percent; (3) decreased the cost-of-living adjustment from 2.5 to 2.25 percent; (4) decreased the salary growth rate graded ranges from an average of 4.25 to 4.0 percent; and (5) modified mortality assumptions.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

Capital Projects Fund

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for note proceeds received during the year for courthouse annex capital expenditures.

Exhibit F-1

Bedford County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

	<u>Special Revenue Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	Drug Control	Other Capital Projects	
<u>ASSETS</u>			
Equity in Pooled Cash and Investments	\$ 14,594	\$ 693,885	\$ 708,479
Total Assets	<u>\$ 14,594</u>	<u>\$ 693,885</u>	<u>\$ 708,479</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Public Safety	\$ 14,594	\$ 0	\$ 14,594
Restricted for Capital Projects	0	693,885	693,885
Total Fund Balances	<u>\$ 14,594</u>	<u>\$ 693,885</u>	<u>\$ 708,479</u>

Exhibit F-2

Bedford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2020

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	Drug Control	Constitu - tional Officers - Fees	Total	Other Capital Projects	
<u>Revenues</u>					
Fines, Forfeitures, and Penalties	\$ 1,182	\$ 0	\$ 1,182	\$ 0	\$ 1,182
Charges for Current Services	0	3,540	3,540	0	3,540
Total Revenues	<u>\$ 1,182</u>	<u>\$ 3,540</u>	<u>\$ 4,722</u>	<u>\$ 0</u>	<u>\$ 4,722</u>
<u>Expenditures</u>					
Current:					
Administration of Justice	\$ 0	\$ 3,540	\$ 3,540	\$ 0	\$ 3,540
Other Operations	12	0	12	0	12
Capital Projects	0	0	0	1,395,113	1,395,113
Total Expenditures	<u>\$ 12</u>	<u>\$ 3,540</u>	<u>\$ 3,552</u>	<u>\$ 1,395,113</u>	<u>\$ 1,398,665</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,170</u>	<u>\$ 0</u>	<u>\$ 1,170</u>	<u>\$ (1,395,113)</u>	<u>\$ (1,393,943)</u>
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 1,650,000	\$ 1,650,000
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,650,000</u>	<u>\$ 1,650,000</u>
Net Change in Fund Balances	\$ 1,170	\$ 0	\$ 1,170	\$ 254,887	\$ 256,057
Fund Balance, July 1, 2019	13,424	0	13,424	438,998	452,422
Fund Balance, June 30, 2020	<u>\$ 14,594</u>	<u>\$ 0</u>	<u>\$ 14,594</u>	<u>\$ 693,885</u>	<u>\$ 708,479</u>

Exhibit F-3

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 1,182	\$ 6,700	\$ 6,700	\$ (5,518)
Total Revenues	\$ 1,182	\$ 6,700	\$ 6,700	\$ (5,518)
<u>Expenditures</u>				
<u>Other Operations</u>				
Miscellaneous	\$ 12	\$ 100	\$ 100	\$ 88
Total Expenditures	\$ 12	\$ 100	\$ 100	\$ 88
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,170	\$ 6,600	\$ 6,600	\$ (5,430)
Net Change in Fund Balance	\$ 1,170	\$ 6,600	\$ 6,600	\$ (5,430)
Fund Balance, July 1, 2019	13,424	14,357	14,357	(933)
Fund Balance, June 30, 2020	\$ 14,594	\$ 20,957	\$ 20,957	\$ (6,363)

Exhibit F-4

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other Capital Projects Fund
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Expenditures</u>							
<u>Capital Projects</u>							
General Administration Projects	\$ 196,807	\$ (83,089)	\$ 128,492	\$ 242,210	\$ 0	\$ 498,309	\$ 256,099
Public Safety Projects	505,708	0	0	505,708	0	515,000	9,292
Public Health and Welfare Projects	692,598	0	0	692,598	0	992,600	300,002
Total Expenditures	\$ 1,395,113	\$ (83,089)	\$ 128,492	\$ 1,440,516	\$ 0	\$ 2,005,909	\$ 565,393
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,395,113)	\$ 83,089	\$ (128,492)	\$ (1,440,516)	\$ 0	\$ (2,005,909)	\$ 565,393
<u>Other Financing Sources (Uses)</u>							
Notes Issued	\$ 1,650,000	\$ 0	\$ 0	\$ 1,650,000	\$ 0	\$ 1,650,000	\$ 0
Total Other Financing Sources	\$ 1,650,000	\$ 0	\$ 0	\$ 1,650,000	\$ 0	\$ 1,650,000	\$ 0
Net Change in Fund Balance	\$ 254,887	\$ 83,089	\$ (128,492)	\$ 209,484	\$ 0	\$ (355,909)	\$ 565,393
Fund Balance, July 1, 2019	438,998	(83,089)	0	355,909	0	355,909	0
Fund Balance, June 30, 2020	\$ 693,885	\$ 0	\$ (128,492)	\$ 565,393	\$ 0	\$ 0	\$ 565,393

Major Governmental Funds

General Debt Service Fund

The General Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

Capital Projects Fund

The General Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Exhibit G-1

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 11,307,306	\$ 9,315,980	\$ 9,315,980	\$ 1,991,326
Other Local Revenues	1,033,846	380,000	380,000	653,846
Other Governments and Citizens Groups	290,210	299,366	299,366	(9,156)
Total Revenues	\$ 12,631,362	\$ 9,995,346	\$ 9,995,346	\$ 2,636,016
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 2,002,600	\$ 2,054,345	\$ 2,002,600	\$ 0
Highways and Streets	400,000	400,000	400,000	0
Education	3,571,600	3,412,655	3,571,600	0
<u>Interest on Debt</u>				
General Government	944,581	1,018,527	1,007,846	63,265
Highways and Streets	3,060	3,060	3,060	0
Education	1,824,242	1,812,997	1,833,398	9,156
<u>Other Debt Service</u>				
General Government	162,815	158,750	168,850	6,035
Education	500	8,700	8,700	8,200
Total Expenditures	\$ 8,909,398	\$ 8,869,034	\$ 8,996,054	\$ 86,656
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,721,964	\$ 1,126,312	\$ 999,292	\$ 2,722,672
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (3,275,000)	\$ (3,275,000)	\$ (3,275,000)	\$ 0
Total Other Financing Sources	\$ (3,275,000)	\$ (3,275,000)	\$ (3,275,000)	\$ 0
Net Change in Fund Balance	\$ 446,964	\$ (2,148,688)	\$ (2,275,708)	\$ 2,722,672
Fund Balance, July 1, 2019	19,010,806	15,186,360	15,186,360	3,824,446
Fund Balance, June 30, 2020	\$ 19,457,770	\$ 13,037,672	\$ 12,910,652	\$ 6,547,118

Exhibit G-2

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects Fund
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
<u>Expenditures</u>				
<u>Capital Projects</u>				
Administration of Justice Projects	\$ 3,415,727	\$ 0	\$ 3,416,600	\$ 873
Public Safety Projects	7,073,135	0	7,896,413	823,278
Education Capital Projects	600,050	0	600,050	0
Total Expenditures	\$ 11,088,912	\$ 0	\$ 11,913,063	\$ 824,151
Excess (Deficiency) of Revenues Over Expenditures	\$ (11,088,912)	\$ 0	\$ (11,913,063)	\$ 824,151
<u>Other Financing Sources (Uses)</u>				
Other Loans Issued	\$ 8,347,050	\$ 0	\$ 8,347,050	\$ 0
Transfers In	3,275,000	0	3,275,000	0
Total Other Financing Sources	\$ 11,622,050	\$ 0	\$ 11,622,050	\$ 0
Net Change in Fund Balance	\$ 533,138	\$ 0	\$ (291,013)	\$ 824,151
Fund Balance, July 1, 2019	745,208	0	291,013	454,195
Fund Balance, June 30, 2020	\$ 1,278,346	\$ 0	\$ 0	\$ 1,278,346

Fiduciary Funds

Agency Funds are used to account for assets held by the county as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated cities of the county. These revenues are received by the county from the State of Tennessee and forwarded to the various cities on a monthly basis.

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency Fund is used to account for amounts collected in an agency capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

Exhibit H-1

Bedford County, Tennessee
Combining Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2020

	<u>Agency Funds</u>		
	Cities - Sales Tax	Constitu - tional Officers - Agency	Total
<u>ASSETS</u>			
Cash	\$ 0	\$ 1,463,459	\$ 1,463,459
Accounts Receivable	0	470	470
Due from Other Governments	1,071,657	0	1,071,657
Total Assets	\$ 1,071,657	\$ 1,463,929	\$ 2,535,586
<u>LIABILITIES</u>			
Due to Other Taxing Units	\$ 1,071,657	\$ 0	\$ 1,071,657
Due to Litigants, Heirs, and Others	0	1,463,929	1,463,929
Total Liabilities	\$ 1,071,657	\$ 1,463,929	\$ 2,535,586

Exhibit H-2

Bedford County, Tennessee
Combining Statement of Changes in Assets and
Liabilities - All Agency Funds
For the Year Ended June 30, 2020

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 4,875,338	\$ 4,875,338	\$ 0
Due from Other Governments	787,654	1,071,657	787,654	1,071,657
Total Assets	\$ 787,654	\$ 5,946,995	\$ 5,662,992	\$ 1,071,657
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 787,654	\$ 5,946,995	\$ 5,662,992	\$ 1,071,657
Total Liabilities	\$ 787,654	\$ 5,946,995	\$ 5,662,992	\$ 1,071,657
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,690,166	\$ 10,007,927	\$ 10,234,634	\$ 1,463,459
Accounts Receivable	415	470	415	470
Total Assets	\$ 1,690,581	\$ 10,008,397	\$ 10,235,049	\$ 1,463,929
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	\$ 1,690,581	\$ 10,008,397	\$ 10,235,049	\$ 1,463,929
Total Liabilities	\$ 1,690,581	\$ 10,008,397	\$ 10,235,049	\$ 1,463,929
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,690,166	\$ 10,007,927	\$ 10,234,634	\$ 1,463,459
Equity in Pooled Cash and Investments	0	4,875,338	4,875,338	0
Accounts Receivable	415	470	415	470
Due from Other Governments	787,654	1,071,657	787,654	1,071,657
Total Assets	\$ 2,478,235	\$ 15,955,392	\$ 15,898,041	\$ 2,535,586
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 787,654	\$ 5,946,995	\$ 5,662,992	\$ 1,071,657
Due to Litigants, Heirs, and Others	1,690,581	10,008,397	10,235,049	1,463,929
Total Liabilities	\$ 2,478,235	\$ 15,955,392	\$ 15,898,041	\$ 2,535,586

Bedford County School Department

This section presents combining and individual fund financial statements for the Bedford County School Department, a discretely presented component unit. The school department uses a General Fund, three Special Revenue Funds, and one Capital Projects Fund.

General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the school department.

School Federal Projects Fund – The School Federal Projects Fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for the cafeteria operations in each of the schools.

Extended School Program Fund – The Extended School Program Fund is used to account for the after-school programs in the individual schools.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations of the school department.

Exhibit I-1

Bedford County, Tennessee
Statement of Activities
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:				
Instruction	\$ 44,055,629	\$ 368,392	\$ 3,843,828	\$ (39,843,409)
Support Services	24,951,530	83,759	0	(24,867,771)
Operation of Non-instructional Services	6,346,315	187,643	5,092,046	(1,066,626)
Total Governmental Activities	<u>\$ 75,353,474</u>	<u>\$ 639,794</u>	<u>\$ 8,935,874</u>	<u>\$ (65,777,806)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 9,323,610
Local Option Sales Taxes				2,985,399
Other Local Taxes				23,710
Grants and Contributions Not Restricted to Specific Programs				55,251,610
Unrestricted Investment Income				13,798
Miscellaneous				115,275
Gain on Sale of Capital Assets				21,800
Total General Revenues				<u>\$ 67,735,202</u>
Change in Net Position				\$ 1,957,396
Net Position, July 1, 2019				<u>132,113,663</u>
Net Position, June 30, 2020				<u>\$ 134,071,059</u>

Exhibit I-2

Bedford County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Bedford County School Department
June 30, 2020

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	<u>General Purpose School</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>			
Cash	\$ 300	\$ 4,335	\$ 4,635
Equity in Pooled Cash and Investments	24,395,578	2,737,009	27,132,587
Inventories	0	117,826	117,826
Accounts Receivable	27,097	33,184	60,281
Allowance for Uncollectibles	0	(33,177)	(33,177)
Due from Other Governments	780,228	319,368	1,099,596
Property Taxes Receivable	9,120,344	0	9,120,344
Allowance for Uncollectible Property Taxes	(187,913)	0	(187,913)
Restricted Assets	332,680	0	332,680
Total Assets	<u>\$ 34,468,314</u>	<u>\$ 3,178,545</u>	<u>\$ 37,646,859</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 195,149	\$ 5,567	\$ 200,716
Payroll Deductions Payable	1,254,108	171,001	1,425,109
Total Liabilities	<u>\$ 1,449,257</u>	<u>\$ 176,568</u>	<u>\$ 1,625,825</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 8,639,039	\$ 0	\$ 8,639,039
Deferred Delinquent Property Taxes	275,825	0	275,825
Other Deferred/Unavailable Revenue	306,374	0	306,374
Total Deferred Inflows of Resources	<u>\$ 9,221,238</u>	<u>\$ 0</u>	<u>\$ 9,221,238</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Inventory	\$ 0	\$ 117,826	\$ 117,826
Restricted:			
Restricted for Education	102,464	2,061,178	2,163,642
Restricted for Capital Projects	0	159,052	159,052
Restricted for Hybrid Retirement Stabilization Funds	332,680	0	332,680
Committed:			
Committed for Education	12,499,907	663,921	13,163,828
Unassigned	10,862,768	0	10,862,768
Total Fund Balances	<u>\$ 23,797,819</u>	<u>\$ 3,001,977</u>	<u>\$ 26,799,796</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 34,468,314</u>	<u>\$ 3,178,545</u>	<u>\$ 37,646,859</u>

Exhibit I-3

Bedford County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Bedford County School Department
June 30, 2020

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 26,799,796
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,775,891	
Add: buildings and improvements net of accumulated depreciation	96,587,561	
Add: other capital assets net of accumulated depreciation	<u>3,560,812</u>	102,924,264
(2) Long-term liabilities are not due and payable in the current and therefore are not reported in the governmental funds.		
Less: net OPEB liability		(5,084,073)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 4,981,241	
Add: deferred outflows of resources related to OPEB	1,186,738	
Less: deferred inflows of resources related to pensions	(7,656,898)	
Less: deferred inflows of resources related to OPEB	<u>(1,640,425)</u>	(3,129,344)
(4) Net pension assets of the agent and cost-sharing plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 3,813,101	
Add: net pension asset - teacher retirement plan	394,952	
Add: net pension asset - teacher legacy retirement plan	<u>7,770,164</u>	11,978,217
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>582,199</u>
Net position of governmental activities (Exhibit A)		<u>\$ 134,071,059</u>

Exhibit I-4

Bedford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General	Other	Total
	Purpose	Govern-	Governmental
	School	mental	Funds
		Funds	
<u>Revenues</u>			
Local Taxes	\$ 12,653,336	\$ 0	\$ 12,653,336
Licenses and Permits	1,771	0	1,771
Charges for Current Services	86,890	537,056	623,946
Other Local Revenues	167,924	3,380	171,304
State of Tennessee	53,432,679	0	53,432,679
Federal Government	0	9,687,296	9,687,296
Other Governments and Citizens Groups	0	600,050	600,050
Total Revenues	<u>\$ 66,342,600</u>	<u>\$ 10,827,782</u>	<u>\$ 77,170,382</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 39,646,927	\$ 2,881,724	\$ 42,528,651
Support Services	22,964,246	1,796,703	24,760,949
Operation of Non-Instructional Services	891,637	5,475,825	6,367,462
Capital Outlay	2,766,013	0	2,766,013
Capital Projects	0	473,680	473,680
Total Expenditures	<u>\$ 66,268,823</u>	<u>\$ 10,627,932</u>	<u>\$ 76,896,755</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 73,777</u>	<u>\$ 199,850</u>	<u>\$ 273,627</u>
<u>Other Financing Sources (Uses)</u>			
Insurance Recovery	\$ 6,494	\$ 0	\$ 6,494
Transfers In	18,000	0	18,000
Transfers Out	0	(18,000)	(18,000)
Total Other Financing Sources (Uses)	<u>\$ 24,494</u>	<u>\$ (18,000)</u>	<u>\$ 6,494</u>
Net Change in Fund Balances	\$ 98,271	\$ 181,850	\$ 280,121
Fund Balance, July 1, 2019	<u>23,699,548</u>	<u>2,820,127</u>	<u>26,519,675</u>
Fund Balance, June 30, 2020	<u>\$ 23,797,819</u>	<u>\$ 3,001,977</u>	<u>\$ 26,799,796</u>

Bedford County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 280,121
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 3,513,094	
Less: current-year depreciation expense	<u>(3,692,787)</u>	(179,693)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(7,000)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2020	\$ 582,199	
Less: deferred delinquent property taxes and other deferred June 30, 2019	<u>(441,205)</u>	140,994
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net OPEB liability	\$ (698,626)	
Change in net pension asset - agent pension plan	398,986	
Change in net pension asset - teacher retirement plan	77,162	
Change in net pension asset - teacher legacy retirement plan	5,190,961	
Change in deferred outflows of resources related to pensions	(660,301)	
Change in deferred outflows of resources related to OPEB	802,922	
Change in deferred inflows of resources related to pensions	(3,107,264)	
Change in deferred inflows of resources related to OPEB	<u>(280,866)</u>	<u>1,722,974</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,957,396</u>

Exhibit I-6

Bedford County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Bedford County School Department
June 30, 2020

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>School Federal Projects</u>	<u>Central Cafeteria</u>	<u>Extended School Program</u>	<u>Total</u>	<u>Education Capital Projects</u>	
<u>ASSETS</u>						
Cash	\$ 0	\$ 3,735	\$ 600	\$ 4,335	\$ 0	\$ 4,335
Equity in Pooled Cash and Investments	402,188	1,810,016	365,753	2,577,957	159,052	2,737,009
Inventories	0	117,826	0	117,826	0	117,826
Accounts Receivable	7	0	33,177	33,184	0	33,184
Allowance for Uncollectibles	0	0	(33,177)	(33,177)	0	(33,177)
Due from Other Governments	731	313,141	5,496	319,368	0	319,368
Total Assets	\$ 402,926	\$ 2,244,718	\$ 371,849	\$ 3,019,493	\$ 159,052	\$ 3,178,545
<u>LIABILITIES</u>						
Accounts Payable	\$ 529	\$ 0	\$ 5,038	\$ 5,567	\$ 0	\$ 5,567
Payroll Deductions Payable	97,029	71,082	2,890	171,001	0	171,001
Total Liabilities	\$ 97,558	\$ 71,082	\$ 7,928	\$ 176,568	\$ 0	\$ 176,568
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 117,826	\$ 0	\$ 117,826	\$ 0	\$ 117,826
Restricted:						
Restricted for Education	5,368	2,055,810	0	2,061,178	0	2,061,178
Restricted for Capital Projects	0	0	0	0	159,052	159,052
Committed:						
Committed for Education	300,000	0	363,921	663,921	0	663,921
Total Fund Balances	\$ 305,368	\$ 2,173,636	\$ 363,921	\$ 2,842,925	\$ 159,052	\$ 3,001,977
Total Liabilities and Fund Balances	\$ 402,926	\$ 2,244,718	\$ 371,849	\$ 3,019,493	\$ 159,052	\$ 3,178,545

Exhibit I-7

Bedford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Extended School Program	Total	Education Capital Projects	
<u>Revenues</u>						
Charges for Current Services	\$ 0	\$ 171,795	\$ 365,261	\$ 537,056	\$ 0	\$ 537,056
Other Local Revenues	0	3,380	0	3,380	0	3,380
Federal Government	4,646,421	5,040,875	0	9,687,296	0	9,687,296
Other Governments and Citizens Groups	0	0	0	0	600,050	600,050
Total Revenues	\$ 4,646,421	\$ 5,216,050	\$ 365,261	\$ 10,227,732	\$ 600,050	\$ 10,827,782
<u>Expenditures</u>						
Current:						
Instruction	\$ 2,881,724	\$ 0	\$ 0	\$ 2,881,724	\$ 0	\$ 2,881,724
Support Services	1,740,903	54,000	1,800	1,796,703	0	1,796,703
Operation of Non-Instructional Services	426	5,125,497	349,902	5,475,825	0	5,475,825
Capital Projects	0	0	0	0	473,680	473,680
Total Expenditures	\$ 4,623,053	\$ 5,179,497	\$ 351,702	\$ 10,154,252	\$ 473,680	\$ 10,627,932
Excess (Deficiency) of Revenues Over Expenditures	\$ 23,368	\$ 36,553	\$ 13,559	\$ 73,480	\$ 126,370	\$ 199,850
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (18,000)	\$ 0	\$ 0	\$ (18,000)	\$ 0	\$ (18,000)
Total Other Financing Sources (Uses)	\$ (18,000)	\$ 0	\$ 0	\$ (18,000)	\$ 0	\$ (18,000)
Net Change in Fund Balances	\$ 5,368	\$ 36,553	\$ 13,559	\$ 55,480	\$ 126,370	\$ 181,850
Fund Balance, July 1, 2019	300,000	2,137,083	350,362	2,787,445	32,682	2,820,127
Fund Balance, June 30, 2020	\$ 305,368	\$ 2,173,636	\$ 363,921	\$ 2,842,925	\$ 159,052	\$ 3,001,977

Exhibit I-8

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
General Purpose School Fund
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 12,653,336	\$ 0	\$ 0	\$ 12,653,336	\$ 12,523,470	\$ 12,576,970	\$ 76,366
Licenses and Permits	1,771	0	0	1,771	3,000	3,000	(1,229)
Charges for Current Services	86,890	0	0	86,890	102,857	137,069	(50,179)
Other Local Revenues	167,924	0	0	167,924	263,036	265,385	(97,461)
State of Tennessee	53,432,679	0	0	53,432,679	53,149,095	53,750,942	(318,263)
Total Revenues	\$ 66,342,600	\$ 0	\$ 0	\$ 66,342,600	\$ 66,041,458	\$ 66,733,366	\$ (390,766)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 34,361,444	\$ (19,230)	\$ 0	\$ 34,342,214	\$ 37,005,308	\$ 37,038,756	\$ 2,696,542
Alternative Instruction Program	546,554	0	0	546,554	711,074	563,633	17,079
Special Education Program	3,368,887	0	0	3,368,887	3,608,733	3,515,964	147,077
Career and Technical Education Program	1,370,042	0	0	1,370,042	1,457,164	1,460,651	90,609
<u>Support Services</u>							
Attendance	111,507	0	0	111,507	117,414	128,220	16,713
Health Services	590,357	0	0	590,357	623,321	623,321	32,964
Other Student Support	1,754,667	0	0	1,754,667	1,799,779	2,008,882	254,215
Regular Instruction Program	1,539,732	0	0	1,539,732	1,559,643	1,741,939	202,207
Special Education Program	468,000	0	0	468,000	446,667	499,618	31,618
Career and Technical Education Program	27,377	0	0	27,377	29,752	27,888	511
Technology	1,454,906	0	0	1,454,906	1,478,884	1,478,884	23,978
Other Programs	123,948	0	0	123,948	0	123,948	0
Board of Education	903,473	0	0	903,473	927,962	946,559	43,086
Director of Schools	686,669	0	0	686,669	694,247	765,761	79,092
Office of the Principal	4,038,308	0	0	4,038,308	4,047,584	4,076,162	37,854
Human Services/Personnel	213,395	0	0	213,395	270,568	313,073	99,678
Operation of Plant	5,455,661	0	0	5,455,661	6,205,955	6,237,202	781,541
Maintenance of Plant	2,218,214	(5,500)	2,386	2,215,100	2,372,895	2,416,127	201,027
Transportation	3,378,032	(33,412)	17,000	3,361,620	3,949,098	4,101,209	739,589

(Continued)

Exhibit I-8

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 45,146	\$ 0	\$ 0	\$ 45,146	\$ 53,608	\$ 55,108	\$ 9,962
Community Services	126,078	0	0	126,078	226,750	226,750	100,672
Early Childhood Education	720,413	0	0	720,413	517,899	727,667	7,254
<u>Capital Outlay</u>							
Regular Capital Outlay	2,766,013	(663,595)	651,474	2,753,892	1,638,415	4,941,717	2,187,825
Total Expenditures	\$ 66,268,823	\$ (721,737)	\$ 670,860	\$ 66,217,946	\$ 69,742,720	\$ 74,019,039	\$ 7,801,093
Excess (Deficiency) of Revenues Over Expenditures	\$ 73,777	\$ 721,737	\$ (670,860)	\$ 124,654	\$ (3,701,262)	\$ (7,285,673)	\$ 7,410,327
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 6,494	\$ 0	\$ 0	\$ 6,494	\$ 7,704	\$ 14,198	\$ (7,704)
Transfers In	18,000	0	0	18,000	8,000	8,000	10,000
Transfers Out	0	0	0	0	(42,505)	0	0
Total Other Financing Sources	\$ 24,494	\$ 0	\$ 0	\$ 24,494	\$ (26,801)	\$ 22,198	\$ 2,296
Net Change in Fund Balance	\$ 98,271	\$ 721,737	\$ (670,860)	\$ 149,148	\$ (3,728,063)	\$ (7,263,475)	\$ 7,412,623
Fund Balance, July 1, 2019	23,699,548	(721,737)	0	22,977,811	15,927,343	15,927,343	7,050,468
Fund Balance, June 30, 2020	\$ 23,797,819	\$ 0	\$ (670,860)	\$ 23,126,959	\$ 12,199,280	\$ 8,663,868	\$ 14,463,091

Exhibit I-9

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
School Federal Projects Fund
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 4,646,421	\$ 0	\$ 4,646,421	\$ 4,790,157	\$ 6,280,380	\$ (1,633,959)
Total Revenues	\$ 4,646,421	\$ 0	\$ 4,646,421	\$ 4,790,157	\$ 6,280,380	\$ (1,633,959)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 1,615,049	\$ 0	\$ 1,615,049	\$ 1,646,376	\$ 1,954,011	\$ 338,962
Special Education Program	1,141,823	119	1,141,942	1,159,233	1,374,960	233,018
Career and Technical Education Program	124,852	0	124,852	124,790	135,087	10,235
<u>Support Services</u>						
Health Services	0	0	0	500	1,000	1,000
Other Student Support	62,020	0	62,020	119,002	146,010	83,990
Regular Instruction Program	954,247	0	954,247	981,615	1,655,757	701,510
Special Education Program	383,490	0	383,490	402,446	604,593	221,103
Career and Technical Education Program	3,193	0	3,193	10,000	3,445	252
Transportation	337,953	0	337,953	328,193	384,516	46,563
<u>Operation of Non-Instructional Services</u>						
Food Service	426	0	426	0	3,000	2,574
Total Expenditures	\$ 4,623,053	\$ 119	\$ 4,623,172	\$ 4,772,155	\$ 6,262,379	\$ 1,639,207
Excess (Deficiency) of Revenues Over Expenditures	\$ 23,368	\$ (119)	\$ 23,249	\$ 18,002	\$ 18,001	\$ 5,248
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (18,000)	\$ 0	\$ (18,000)	\$ (18,000)	\$ (18,000)	\$ 0
Total Other Financing Sources	\$ (18,000)	\$ 0	\$ (18,000)	\$ (18,000)	\$ (18,000)	\$ 0

(Continued)

Exhibit I-9

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
School Federal Projects Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2020	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ 5,368	\$ (119)	\$ 5,249	\$ 2	\$ 1	\$ 5,248
Fund Balance, July 1, 2019	300,000	0	300,000	0	0	300,000
Fund Balance, June 30, 2020	\$ 305,368	\$ (119)	\$ 305,249	\$ 2	\$ 1	\$ 305,248

Exhibit I-10

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bedford County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2020

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 171,795	\$ 0	\$ 171,795	\$ 300,000	\$ 300,000	\$ (128,205)
Other Local Revenues	3,380	0	3,380	3,000	3,000	380
Federal Government	5,040,875	0	5,040,875	4,900,000	5,269,483	(228,608)
Total Revenues	\$ 5,216,050	\$ 0	\$ 5,216,050	\$ 5,203,000	\$ 5,572,483	\$ (356,433)
<u>Expenditures</u>						
<u>Support Services</u>						
Board of Education	\$ 54,000	\$ 0	\$ 54,000	\$ 54,000	\$ 54,000	\$ 0
<u>Operation of Non-Instructional Services</u>						
Food Service	5,125,497	(34,342)	5,091,155	5,622,980	6,014,475	923,320
Total Expenditures	\$ 5,179,497	\$ (34,342)	\$ 5,145,155	\$ 5,676,980	\$ 6,068,475	\$ 923,320
Excess (Deficiency) of Revenues Over Expenditures	\$ 36,553	\$ 34,342	\$ 70,895	\$ (473,980)	\$ (495,992)	\$ 566,887
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ 0	\$ 0	\$ 0	\$ (22,012)	\$ 0	\$ 0
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ (22,012)	\$ 0	\$ 0
Net Change in Fund Balance	\$ 36,553	\$ 34,342	\$ 70,895	\$ (495,992)	\$ (495,992)	\$ 566,887
Fund Balance, July 1, 2019	2,137,083	(34,342)	2,102,741	1,619,846	1,619,846	482,895
Fund Balance, June 30, 2020	\$ 2,173,636	\$ 0	\$ 2,173,636	\$ 1,123,854	\$ 1,123,854	\$ 1,049,782

Exhibit I-11

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bedford County School Department
Extended School Program Fund
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 365,261	\$ 503,010	\$ 503,010	\$ (137,749)
Total Revenues	\$ 365,261	\$ 503,010	\$ 503,010	\$ (137,749)
<u>Expenditures</u>				
<u>Support Services</u>				
Board of Education	\$ 1,800	\$ 1,800	\$ 1,800	\$ 0
<u>Operation of Non-Instructional Services</u>				
Community Services	349,902	531,192	531,192	181,290
Total Expenditures	\$ 351,702	\$ 532,992	\$ 532,992	\$ 181,290
Excess (Deficiency) of Revenues Over Expenditures	\$ 13,559	\$ (29,982)	\$ (29,982)	\$ 43,541
Net Change in Fund Balance	\$ 13,559	\$ (29,982)	\$ (29,982)	\$ 43,541
Fund Balance, July 1, 2019	350,362	246,861	246,861	103,501
Fund Balance, June 30, 2020	\$ 363,921	\$ 216,879	\$ 216,879	\$ 147,042

Exhibit I-12

Bedford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bedford County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2020

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Governments and Citizens Groups	\$ 600,050	\$ 0	\$ 600,050	\$ 0
Total Revenues	\$ 600,050	\$ 0	\$ 600,050	\$ 0
<u>Expenditures</u>				
<u>Capital Projects</u>				
Education Capital Projects	\$ 473,680	\$ 0	\$ 632,732	\$ 159,052
Total Expenditures	\$ 473,680	\$ 0	\$ 632,732	\$ 159,052
Excess (Deficiency) of Revenues Over Expenditures	\$ 126,370	\$ 0	\$ (32,682)	\$ 159,052
Net Change in Fund Balance	\$ 126,370	\$ 0	\$ (32,682)	\$ 159,052
Fund Balance, July 1, 2019	32,682	0	32,682	0
Fund Balance, June 30, 2020	\$ 159,052	\$ 0	\$ 0	\$ 159,052

MISCELLANEOUS SCHEDULES

Exhibit J-1

Bedford County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, and Bonds
For the Year Ended June 30, 2020

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-19	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-20
<u>NOTES PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Highway - Hot Mix Road Program	\$ 2,000,000	1.53%	11-14-14	10-16-19	\$ 400,000	\$ 0	\$ 400,000	\$ 0
Renovation of Courthouse Annex	1,000,000	2.98	2-26-19	3-1-26	1,000,000	0	130,000	870,000
Public Improvements; Safety Equipment	1,650,000	2.02	10-1-19	6-1-29	0	1,650,000	104,200	1,545,800
Total Notes Payable					<u>\$ 1,400,000</u>	<u>\$ 1,650,000</u>	<u>\$ 634,200</u>	<u>\$ 2,415,800</u>
<u>OTHER LOANS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Jail/Justice Center	32,750,000	2.33	12-15-16	12-1-36	\$ 28,563,000	\$ 2,797,000	\$ 1,422,000	\$ 29,938,000
School	19,275,000	2.43	11-2-16	11-1-36	18,465,000	0	830,000	17,635,000
Jail/Justice Center	5,000,000	2.65	10-10-17	12-1-37	50,000	4,950,000	206,000	4,794,000
School	4,500,000	2.55	12-28-17	11-1-37	3,899,950	600,050	187,000	4,313,000
Total Other Loans Payable					<u>\$ 50,977,950</u>	<u>\$ 8,347,050</u>	<u>\$ 2,645,000</u>	<u>\$ 56,680,000</u>
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation School Refunding	8,405,000	2.09	3-25-13	4-1-23	\$ 3,739,273	\$ 0	\$ 880,000	\$ 2,859,273
General Obligation School Refunding	2,610,000	2.6	4-15-15	4-1-25	1,685,000	0	255,000	1,430,000
General Obligation Refunding	34,735,000	3 to 5	4-12-19	4-1-37	34,735,000	0	1,560,000	33,175,000
Total Bonds Payable					<u>\$ 40,159,273</u>	<u>\$ 0</u>	<u>\$ 2,695,000</u>	<u>\$ 37,464,273</u>

Exhibit J-2

Bedford County, Tennessee
Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Notes		Total
	Principal	Interest	
2021	\$ 293,400	\$ 57,151	\$ 350,551
2022	301,600	49,928	351,528
2023	309,800	42,492	352,292
2024	313,100	34,842	347,942
2025	321,500	27,126	348,626
2026	330,000	19,191	349,191
2027	178,500	11,037	189,537
2028	182,100	7,432	189,532
2029	185,800	3,754	189,554
Total	\$ 2,415,800	\$ 252,953	\$ 2,668,753

Year Ending June 30	Other Loans		Total
	Principal	Interest	
2021	\$ 2,708,000	\$ 1,330,587	\$ 4,038,587
2022	2,774,000	1,264,757	4,038,757
2023	2,841,000	1,197,308	4,038,308
2024	2,909,000	1,128,244	4,037,244
2025	2,979,000	1,057,523	4,036,523
2026	3,049,000	985,118	4,034,118
2027	3,123,000	910,978	4,033,978
2028	3,199,000	835,036	4,034,036
2029	3,275,000	757,260	4,032,260
2030	3,353,000	677,637	4,030,637
2031	3,434,000	596,099	4,030,099
2032	3,517,000	512,586	4,029,586
2033	3,601,000	427,065	4,028,065
2034	3,689,000	339,474	4,028,474
2035	3,777,000	249,762	4,026,762
2036	3,868,000	157,897	4,025,897
2037	3,960,000	63,832	4,023,832
2038	624,000	8,122	632,122
Total	\$ 56,680,000	\$ 12,499,285	\$ 69,179,285

(Continued)

Exhibit J-2

Bedford County, Tennessee

Schedule of Long-term Debt Requirements by Year (Cont.)

Year Ending June 30	Bonds		Total
	Principal	Interest	
2021	\$ 2,785,000	\$ 1,331,689	\$ 4,116,689
2022	2,920,000	1,225,425	4,145,425
2023	3,039,273	1,113,816	4,153,089
2024	2,150,000	997,480	3,147,480
2025	2,255,000	897,060	3,152,060
2026	2,045,000	791,750	2,836,750
2027	2,140,000	689,500	2,829,500
2028	1,770,000	603,900	2,373,900
2029	1,815,000	550,800	2,365,800
2030	1,865,000	496,350	2,361,350
2031	1,920,000	440,400	2,360,400
2032	1,975,000	382,800	2,357,800
2033	2,035,000	323,550	2,358,550
2034	2,095,000	262,500	2,357,500
2035	2,155,000	199,650	2,354,650
2036	2,220,000	135,000	2,355,000
2037	2,280,000	68,400	2,348,400
Total	\$ 37,464,273	\$ 10,510,070	\$ 47,974,343

Exhibit J-3

Bedford County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General Debt Service	General Capital Projects	Capital Project	<u>\$ 3,275,000</u>
Total Transfers Primary Government			<u>\$ 3,275,000</u>
<u>DISCRETELY PRESENTED BEDFORD COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect Cost	<u>\$ 18,000</u>
Total Transfers Discretely Presented Bedford County School Department			<u>\$ 18,000</u>

Bedford County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

Exhibit J-4

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 102,596 (8)	\$ 400,000	Tennessee Risk Management Trust
Highway Superintendent	Section 8-24-102, <i>TCA</i>	97,710 (1)(8)	400,000	"
Superintendent of Schools	State Board of Education and County Commission	116,360 (2)(8)(11)	100,000 (9)	RLI Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	80,751 (3)	2,262,111 (9)	Auto-Owners (Mutual) Insurance Company
Assessor of Property	Section 8-24-102, <i>TCA</i>	80,751 (3)(4)	400,000	Tennessee Risk Management Trust
County Clerk	Section 8-24-102, <i>TCA</i>	80,751 (3)	400,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	88,827 (3)(5)(6)	400,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	88,827 (3)(5)(12)	100,000 (9)	RLI Insurance Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	80,751 (3)	400,000	Tennessee Risk Management Trust
Sheriff	Section 8-24-102, <i>TCA</i>	97,710 (7)	400,000	"
Finance Director	County Commission	117,013 (10)	50,000 (9)	RLI Insurance Company
<u>Other Bonds</u>				
Employee Fidelity - County Departments			400,000	Tennessee Risk Management Trust
Employee Blanket Bond - School Department			400,000	"

- (1) Does not include \$16,647 for serving as the solid waste administrative officer.
- (2) Does not includes a career ladder supplement of \$1,000 and a performance bonus of \$8,370.
- (3) Does not include a level-three training incentive pay of \$1,000.
- (4) Does not include a Tennessee certified assessor's pay of \$1,000.
- (5) Includes an additional ten percent of clerk's salary for overseeing more than one court.
- (6) Does not include \$9,000 for serving as a traffic school administrative officer.
- (7) Does not include a law enforcement training supplement of \$800.
- (8) Does not include \$900 for serving on the Budget and Finance Committee.
- (9) All elected officials, director of schools, and finance director are additionally covered by the employee fidelity bond pursuant to Section 8-19-101, *Tennessee Code Annotated* .
- (10) Does not include longevity pay of \$2,000.
- (11) Includes \$2,400 for travel per contract.
- (12) Does not include special commissioner fees of \$3,540.

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2020

	Special Revenue Funds				Debt Service	Total
	General	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 11,972,668	\$ 0	\$ 0	\$ 736,675	\$ 2,852,897	\$ 15,562,240
Trustee's Collections - Prior Year	191,527	0	0	13,322	59,947	264,796
Trustee's Collections - Bankruptcy	1,513	0	0	104	464	2,081
Circuit Clerk/Clerk and Master Collections - Prior Years	144,371	0	0	10,043	45,194	199,608
Interest and Penalty	51,362	0	0	3,422	14,685	69,469
Payments in-Lieu-of Taxes - T.V.A.	428,416	0	0	26,364	102,161	556,941
Payments in-Lieu-of Taxes - Local Utilities	70,803	0	0	4,399	17,271	92,473
Payments in-Lieu-of Taxes - Other	121,052	0	0	7,308	27,555	155,915
<u>County Local Option Taxes</u>						
Local Option Sales Tax	403,067	0	0	0	7,677,435	8,080,502
Litigation Tax - General	174,311	0	0	0	0	174,311
Litigation Tax - Jail, Workhouse, or Courthouse	123,798	0	0	0	0	123,798
Litigation Tax - Courthouse Security	89,840	0	0	0	0	89,840
Business Tax	566,263	0	0	0	0	566,263
Mixed Drink Tax	1,372	0	0	0	0	1,372
Mineral Severance Tax	0	0	0	157,941	0	157,941
Adequate Facilities/Development Tax	0	0	0	0	509,697	509,697
<u>Statutory Local Taxes</u>						
Bank Excise Tax	237,412	0	0	0	0	237,412
Wholesale Beer Tax	193,158	0	0	0	0	193,158
Total Local Taxes	\$ 14,770,933	\$ 0	\$ 0	\$ 959,578	\$ 11,307,306	\$ 27,037,817
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 563	\$ 0	\$ 0	\$ 0	\$ 0	\$ 563
Cable TV Franchise	52,286	0	0	0	0	52,286

(Continued)

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund		Total
	General	Drug Control	Constitutional - Officers - Fees	Highway / Public Works	General Debt Service		
<u>Licenses and Permits (Cont.)</u>							
<u>Permits</u>							
Beer Permits	\$ 1,870	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	1,870
Building Permits	289,361	0	0	0	0	0	289,361
Other Permits	51,435	0	0	0	0	0	51,435
Total Licenses and Permits	\$ 395,515	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	395,515
<u>Fines, Forfeitures, and Penalties</u>							
<u>Circuit Court</u>							
Fines	\$ 953	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	953
Officers Costs	3,957	0	0	0	0	0	3,957
DUI Treatment Fines	157	0	0	0	0	0	157
Data Entry Fee - Circuit Court	1,156	0	0	0	0	0	1,156
<u>Criminal Court</u>							
Interpreter Fee	48	0	0	0	0	0	48
<u>General Sessions Court</u>							
Officers Costs	45,808	0	0	0	0	0	45,808
Game and Fish Fines	508	0	0	0	0	0	508
Drug Control Fines	816	326	0	0	0	0	1,142
Jail Fees	18,880	0	0	0	0	0	18,880
DUI Treatment Fines	7,297	0	0	0	0	0	7,297
Data Entry Fee - General Sessions Court	14,127	0	0	0	0	0	14,127
<u>Juvenile Court</u>							
Fines	42,651	0	0	0	0	0	42,651
Jail Fees	222,352	0	0	0	0	0	222,352
<u>Chancery Court</u>							
Officers Costs	1,591	0	0	0	0	0	1,591

(Continued)

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service	Total
	General	Drug Control	Constitutional - Officers - Fees	Highway / Public Works	General Debt Service Fund	
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court (Cont.)</u>						
Data Entry Fee - Chancery Court	\$ 6,020	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,020
Courtroom Security Fee	85	0	0	0	0	85
<u>Other Courts - In-county</u>						
Fines	4,833	0	0	0	0	4,833
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	3,564	856	0	0	0	4,420
Total Fines, Forfeitures, and Penalties	\$ 374,803	\$ 1,182	\$ 0	\$ 0	\$ 0	\$ 375,985
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Patient Charges	\$ 1,772,571	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,772,571
Other General Service Charges	3,586	0	0	0	0	3,586
Service Charges	93,118	0	0	0	0	93,118
<u>Fees</u>						
Copy Fees	4	0	0	0	0	4
Archives and Records Management Fee	130,728	0	0	0	0	130,728
Telephone Commissions	82,682	0	0	0	0	82,682
Special Commissioner Fees/Special Master Fees	0	0	3,540	0	0	3,540
Data Processing Fee - Register	20,108	0	0	0	0	20,108
Probation Fees	317,145	0	0	0	0	317,145
Data Processing Fee - Sheriff	4,028	0	0	0	0	4,028
Sexual Offender Registration Fee - Sheriff	4,650	0	0	0	0	4,650
Data Processing Fee - County Clerk	5,337	0	0	0	0	5,337
Vehicle Insurance Coverage and Reinstatement Fees	4,410	0	0	0	0	4,410

(Continued)

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service	Total
	General	Drug Control	Constitutional - Officers - Fees	Highway / Public Works	General Debt Service Fund	
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges</u>						
Other Charges for Services	\$ 63,346	\$ 0	\$ 0	\$ 0	\$ 0	\$ 63,346
Total Charges for Current Services	\$ 2,501,713	\$ 0	\$ 3,540	\$ 0	\$ 0	\$ 2,505,253
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,033,846	\$ 1,033,846
Lease/Rentals	216,179	0	0	0	0	216,179
Sale of Materials and Supplies	0	0	0	6,772	0	6,772
Commissary Sales	16,348	0	0	0	0	16,348
Sale of Gasoline	0	0	0	7,199	0	7,199
Sale of Maps	24	0	0	0	0	24
Sale of Recycled Materials	46,784	0	0	1,632	0	48,416
Sale of Animals/Livestock	850	0	0	0	0	850
Miscellaneous Refunds	194,369	0	0	604	0	194,973
<u>Nonrecurring Items</u>						
Sale of Equipment	39,992	0	0	0	0	39,992
Contributions and Gifts	42,574	0	0	0	0	42,574
<u>Other Local Revenues</u>						
Other Local Revenues	21,216	0	0	0	0	21,216
Total Other Local Revenues	\$ 578,336	\$ 0	\$ 0	\$ 16,207	\$ 1,033,846	\$ 1,628,389
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 531,958	\$ 0	\$ 0	\$ 0	\$ 0	\$ 531,958
Circuit Court Clerk	80,205	0	0	0	0	80,205

(Continued)

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service	Total
	General	Drug Control	Constitutional Officers - Fees	Highway / Public Works	General Debt Service Fund	
<u>Fees Received From County Officials (Cont.)</u>						
<u>Fees In-Lieu-of Salary (Cont.)</u>						
General Sessions Court Clerk	\$ 399,350	\$ 0	\$ 0	\$ 0	\$ 0	\$ 399,350
Clerk and Master	165,922	0	0	0	0	165,922
Register	280,018	0	0	0	0	280,018
Sheriff	21,902	0	0	0	0	21,902
Trustee	820,347	0	0	0	0	820,347
Total Fees Received From County Officials	\$ 2,299,702	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,299,702
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,000
<u>Health and Welfare Grants</u>						
Health Department Programs	430,025	0	0	0	0	430,025
<u>Public Works Grants</u>						
Litter Program	0	0	0	71,232	0	71,232
<u>Other State Revenues</u>						
Income Tax	71,357	0	0	0	0	71,357
Beer Tax	18,175	0	0	0	0	18,175
Vehicle Certificate of Title Fees	12,090	0	0	0	0	12,090
Alcoholic Beverage Tax	102,694	0	0	0	0	102,694
State Revenue Sharing - Telecommunications	93,334	0	0	0	0	93,334
Emergency Hospital - Prisoners	130	0	0	0	0	130
Contracted Prisoner Boarding	451,737	0	0	0	0	451,737
Gasoline and Motor Fuel Tax	0	0	0	2,585,111	0	2,585,111
Petroleum Special Tax	0	0	0	32,511	0	32,511
Registrar's Salary Supplement	15,164	0	0	0	0	15,164

(Continued)

Exhibit J-5

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service	Total
	General	Drug Control	Constitutional - Officers - Fees	Highway / Public Works	General Debt Service	
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
State Shared Sales Tax - Cities	\$ 7,100	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,100
Other State Grants	4,000	0	0	0	0	4,000
Other State Revenues	28,700	0	0	0	0	28,700
Total State of Tennessee	\$ 1,243,506	\$ 0	\$ 0	\$ 2,688,854	\$ 0	\$ 3,932,360
<u>Federal Government</u>						
<u>Federal Through State</u>						
Civil Defense Reimbursement	\$ 45,850	\$ 0	\$ 0	\$ 0	\$ 0	\$ 45,850
Homeland Security Grants	21,065	0	0	0	0	21,065
COVID-19 Grant #1	2,852	0	0	0	0	2,852
Other Federal through State	375,476	0	0	0	0	375,476
<u>Direct Federal Revenue</u>						
COVID-19 Grant #6	48,038	0	0	0	0	48,038
Total Federal Government	\$ 493,281	\$ 0	\$ 0	\$ 0	\$ 0	\$ 493,281
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 290,210	\$ 290,210
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 290,210	\$ 290,210
Total	\$ 22,657,789	\$ 1,182	\$ 3,540	\$ 3,664,639	\$ 12,631,362	\$ 38,958,512

Exhibit J-6

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

	General Purpose School	Special Revenue Funds			Capital Projects Fund Education Capital Projects	Total
		School Federal Projects	Central Cafeteria	Extended School Program		
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 8,932,159	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,932,159
Trustee's Collections - Prior Year	161,556	0	0	0	0	161,556
Trustee's Collections - Bankruptcy	1,280	0	0	0	0	1,280
Circuit Clerk/Clerk and Master Collections - Prior Years	121,773	0	0	0	0	121,773
Interest and Penalty	41,500	0	0	0	0	41,500
Payments in-Lieu-of Taxes - T.V.A.	319,664	0	0	0	0	319,664
Payments in-Lieu-of Taxes - Local Utilities	53,335	0	0	0	0	53,335
Payments in-Lieu-of Taxes - Other	88,612	0	0	0	0	88,612
<u>County Local Option Taxes</u>						
Local Option Sales Tax	2,909,747	0	0	0	0	2,909,747
Mixed Drink Tax	23,710	0	0	0	0	23,710
Total Local Taxes	\$ 12,653,336	\$ 0	\$ 0	\$ 0	\$ 0	\$ 12,653,336
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 1,771	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,771
Total Licenses and Permits	\$ 1,771	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,771
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Tuition - Other	\$ 0	\$ 0	\$ 0	\$ 365,261	\$ 0	\$ 365,261
Lunch Payments - Adults	0	0	78,589	0	0	78,589
A la Carte Sales	0	0	93,206	0	0	93,206
Receipts from Individual Schools	83,759	0	0	0	0	83,759

(Continued)

Exhibit J-6

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

	General Purpose School	Special Revenue Funds			Capital Projects Fund Education Capital Projects	Total
		School Federal Projects	Central Cafeteria	Extended School Program		
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges (Cont.)</u>						
Other Charges for Services	\$ 3,131	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,131
Total Charges for Current Services	\$ 86,890	\$ 0	\$ 171,795	\$ 365,261	\$ 0	\$ 623,946
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 10,418	\$ 0	\$ 3,380	\$ 0	\$ 0	\$ 13,798
Lease/Rentals	15,200	0	0	0	0	15,200
Sale of Recycled Materials	648	0	0	0	0	648
Miscellaneous Refunds	90,348	0	0	0	0	90,348
<u>Nonrecurring Items</u>						
Sale of Equipment	47,200	0	0	0	0	47,200
Damages Recovered from Individuals	33	0	0	0	0	33
Contributions and Gifts	4,077	0	0	0	0	4,077
Total Other Local Revenues	\$ 167,924	\$ 0	\$ 3,380	\$ 0	\$ 0	\$ 171,304
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 123,948	\$ 0	\$ 0	\$ 0	\$ 0	\$ 123,948
<u>State Education Funds</u>						
Basic Education Program	52,064,221	0	0	0	0	52,064,221
Early Childhood Education	721,505	0	0	0	0	721,505
School Food Service	51,171	0	0	0	0	51,171
Driver Education	36,660	0	0	0	0	36,660
Other State Education Funds	315,300	0	0	0	0	315,300
Career Ladder Program	115,835	0	0	0	0	115,835

(Continued)

Exhibit J-6

Bedford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

	General Purpose School	Special Revenue Funds			Capital Projects Fund Education Capital Projects	Total
		School Federal Projects	Central Cafeteria	Extended School Program		
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues</u>						
Other State Grants	\$ 4,039	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,039
Total State of Tennessee	\$ 53,432,679	\$ 0	\$ 0	\$ 0	\$ 0	\$ 53,432,679
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,449,622	\$ 0	\$ 0	\$ 2,449,622
USDA - Commodities	0	0	369,482	0	0	369,482
Breakfast	0	0	1,127,656	0	0	1,127,656
Vocational Education - Basic Grants to States	0	154,709	0	0	0	154,709
Title I Grants to Local Education Agencies	0	1,995,932	0	0	0	1,995,932
Special Education - Grants to States	0	1,833,305	0	0	0	1,833,305
Special Education Preschool Grants	0	24,681	0	0	0	24,681
English Language Acquisition Grants	0	119,962	0	0	0	119,962
Rural Education	0	286,871	0	0	0	286,871
Education for Homeless Children and Youth	0	14,032	0	0	0	14,032
Eisenhower Professional Development State Grants	0	216,929	0	0	0	216,929
COVID-19 Grant #2	0	0	1,094,115	0	0	1,094,115
Total Federal Government	\$ 0	\$ 4,646,421	\$ 5,040,875	\$ 0	\$ 0	\$ 9,687,296
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 600,050	\$ 600,050
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 600,050	\$ 600,050
Total	\$ 66,342,600	\$ 4,646,421	\$ 5,216,050	\$ 365,261	\$ 600,050	\$ 77,170,382

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2020

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	110,804	
Social Security		6,350	
Pensions		2,804	
Medical Insurance		5,772	
Employer Medicare		1,574	
Advertising		1,795	
Travel		1,033	
In Service/Staff Development		1,160	
Total County Commission			\$ 131,292

Board of Equalization

Board and Committee Members Fees	\$	640	
Total Board of Equalization			640

Budget and Finance Committee

Board and Committee Members Fees	\$	2,700	
Social Security		167	
Employer Medicare		39	
Total Budget and Finance Committee			2,906

County Mayor/Executive

County Official/Administrative Officer	\$	102,596	
Supervisor/Director		67,442	
Secretary(ies)		44,439	
Part-time Personnel		5,869	
Social Security		13,410	
Pensions		8,879	
Life Insurance		189	
Medical Insurance		13,716	
Unemployment Compensation		159	
Employer Medicare		3,136	
Communication		639	
Data Processing Services		335	
Dues and Memberships		1,799	
Postal Charges		909	
Travel		2,028	
Other Contracted Services		24,740	
Office Supplies		2,954	
In Service/Staff Development		2,669	
Other Charges		2,156	
Furniture and Fixtures		538	
Office Equipment		1,200	
Total County Mayor/Executive			299,802

County Attorney

County Official/Administrative Officer	\$	83,322	
Total County Attorney			83,322

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission

County Official/Administrative Officer	\$	72,676	
Assistant(s)		32,528	
Custodial Personnel		4,800	
Part-time Personnel		3,820	
Overtime Pay		774	
Election Commission		2,775	
Election Workers		8,760	
Social Security		6,646	
Pensions		4,387	
Life Insurance		130	
Medical Insurance		11,833	
Unemployment Compensation		181	
Employer Medicare		1,554	
Communication		1,263	
Data Processing Services		3,045	
Dues and Memberships		350	
Maintenance Agreements		11,671	
Maintenance and Repair Services - Equipment		30	
Pest Control		99	
Postal Charges		5,758	
Printing, Stationery, and Forms		9,211	
Office Supplies		4,946	
Other Supplies and Materials		871	
Other Charges		764	
Data Processing Equipment		6,863	
Furniture and Fixtures		3,762	
Total Election Commission			\$ 199,497

Register of Deeds

County Official/Administrative Officer	\$	80,751
Assistant(s)		133,480
Educational Incentive - Official/Admin Officer		1,000
Longevity Pay		7,400
Social Security		12,890
Pensions		9,217
Life Insurance		285
Medical Insurance		28,860
Unemployment Compensation		224
Employer Medicare		3,015
Communication		1,340
Data Processing Services		17,610
Dues and Memberships		905
Pest Control		99
Postal Charges		995
Travel		947
Other Contracted Services		750
Office Supplies		4,931

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Other Charges	\$	63	
Office Equipment		9,057	
Total Register of Deeds			\$ 313,819

Planning

Clerical Personnel	\$	27,598	
Longevity Pay		1,500	
Other Salaries and Wages		62,071	
Board and Committee Members Fees		1,475	
Social Security		5,472	
Pensions		3,774	
Life Insurance		130	
Medical Insurance		11,544	
Unemployment Compensation		112	
Employer Medicare		1,280	
Communication		1,926	
Dues and Memberships		369	
Legal Notices, Recording, and Court Costs		468	
Postal Charges		239	
Travel		400	
Other Contracted Services		3,120	
Gasoline		205	
Office Supplies		1,788	
In Service/Staff Development		460	
Other Charges		540	
Data Processing Equipment		44	
Other Equipment		1,550	
Total Planning			126,065

Codes Compliance

Longevity Pay	\$	1,650	
Other Salaries and Wages		81,870	
Social Security		5,160	
Pensions		3,047	
Life Insurance		140	
Medical Insurance		5,772	
Unemployment Compensation		157	
Employer Medicare		1,207	
Communication		906	
Dues and Memberships		135	
Legal Notices, Recording, and Court Costs		317	
Maintenance and Repair Services - Vehicles		530	
Postal Charges		165	
Travel		47	
Gasoline		2,041	
Other Charges		6	
Motor Vehicles		30,101	
Office Equipment		298	
Total Codes Compliance			133,549

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings

Custodial Personnel	\$	42,566	
Maintenance Personnel		58,668	
Longevity Pay		1,200	
Overtime Pay		312	
Other Salaries and Wages		3,201	
Social Security		6,352	
Pensions		4,324	
Life Insurance		251	
Medical Insurance		16,354	
Unemployment Compensation		343	
Employer Medicare		1,486	
Architects		10,000	
Communication		29,394	
Maintenance and Repair Services - Buildings		179,185	
Maintenance and Repair Services - Vehicles		1,148	
Pest Control		1,369	
Other Contracted Services		107,792	
Custodial Supplies		6,816	
Utilities		199,808	
Other Supplies and Materials		8,826	
Other Charges		9,860	
Building Improvements		12,439	
Office Equipment		2,839	
Other Equipment		492,913	
Total County Buildings			\$ 1,197,446

Preservation of Records

Part-time Personnel	\$	27,668	
Social Security		1,715	
Unemployment Compensation		144	
Employer Medicare		401	
Dues and Memberships		98	
Postal Charges		26	
Office Supplies		454	
Other Supplies and Materials		100	
In Service/Staff Development		177	
Other Charges		221	
Office Equipment		42	
Other Equipment		4,000	
Total Preservation of Records			35,046

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	117,013	
Accountants/Bookkeepers		258,879	
Clerical Personnel		15,872	
Longevity Pay		9,300	

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Social Security	\$	21,711	
Pensions		15,459	
Life Insurance		512	
Medical Insurance		22,607	
Unemployment Compensation		626	
Employer Medicare		5,308	
Communication		1,992	
Data Processing Services		21,439	
Dues and Memberships		1,870	
Maintenance Agreements		951	
Postal Charges		4,489	
Other Contracted Services		2,096	
Data Processing Supplies		2,185	
Office Supplies		9,125	
In Service/Staff Development		1,763	
Other Charges		2,371	
Office Equipment		80	
Total Accounting and Budgeting			\$ 515,648

Property Assessor's Office

County Official/Administrative Officer	\$	80,751	
Deputy(ies)		139,442	
Part-time Personnel		13,437	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		3,050	
Overtime Pay		87	
Other Salaries and Wages		1,000	
Social Security		12,840	
Pensions		8,661	
Life Insurance		320	
Medical Insurance		25,974	
Unemployment Compensation		332	
Employer Medicare		3,055	
Communication		788	
Data Processing Services		12,739	
Dues and Memberships		2,180	
Maintenance Agreements		1,548	
Maintenance and Repair Services - Equipment		5,141	
Pest Control		99	
Postal Charges		1,664	
Travel		1,607	
Other Contracted Services		28,632	
Gasoline		2,615	
Office Supplies		843	
Other Charges		1,784	
Data Processing Equipment		1,392	
Furniture and Fixtures		738	
Total Property Assessor's Office			351,719

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Reappraisal Program

Clerical Personnel	\$	38,259	
Longevity Pay		2,000	
Other Salaries and Wages		39,697	
Social Security		4,741	
Pensions		3,310	
Life Insurance		120	
Medical Insurance		11,159	
Unemployment Compensation		112	
Employer Medicare		1,109	
Data Processing Services		4,242	
Maintenance and Repair Services - Vehicles		1,112	
Postal Charges		1,236	
Printing, Stationery, and Forms		1,211	
Travel		629	
Office Supplies		1,285	
In Service/Staff Development		250	
Other Charges		1,871	
Office Equipment		1,886	
Total Reappraisal Program			\$ 114,229

County Trustee's Office

County Official/Administrative Officer	\$	80,751	
Deputy(ies)		151,189	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		5,600	
Overtime Pay		872	
Social Security		14,551	
Pensions		9,912	
Life Insurance		325	
Medical Insurance		28,860	
Unemployment Compensation		224	
Employer Medicare		3,403	
Communication		1,255	
Data Processing Services		5,542	
Dues and Memberships		1,465	
Legal Notices, Recording, and Court Costs		278	
Maintenance Agreements		13,881	
Pest Control		99	
Postal Charges		9,760	
Travel		2,151	
Office Supplies		3,426	
In Service/Staff Development		1,141	
Other Charges		113	
Office Equipment		5,243	
Total County Trustee's Office			341,041

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office

County Official/Administrative Officer	\$	80,751	
Deputy(ies)		279,456	
Part-time Personnel		2,741	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		9,750	
Social Security		22,394	
Pensions		15,358	
Life Insurance		585	
Medical Insurance		51,948	
Unemployment Compensation		470	
Employer Medicare		5,237	
Communication		1,275	
Dues and Memberships		995	
Maintenance Agreements		13,409	
Pest Control		99	
Postal Charges		12,785	
Travel		933	
Office Supplies		9,894	
Other Charges		55	
Data Processing Equipment		332	
Furniture and Fixtures		986	
Office Equipment		1,198	
Total County Clerk's Office			\$ 511,651

Data Processing

Supervisor/Director	\$	54,260	
Data Processing Personnel		104,419	
Longevity Pay		1,500	
Other Salaries and Wages		7,846	
Social Security		9,880	
Pensions		6,714	
Life Insurance		286	
Medical Insurance		12,891	
Unemployment Compensation		336	
Employer Medicare		2,311	
Communication		23,995	
Other Contracted Services		42,619	
Office Supplies		367	
Small Tools		499	
In Service/Staff Development		4,356	
Other Equipment		4,647	
Total Data Processing			276,926

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	88,827	
Deputy(ies)		378,282	

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Part-time Personnel	\$	9,951	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		5,450	
Jury and Witness Expense		12,891	
Social Security		29,265	
Pensions		19,605	
Life Insurance		775	
Medical Insurance		46,176	
Unemployment Compensation		733	
Employer Medicare		6,844	
Communication		2,238	
Data Processing Services		31,040	
Dues and Memberships		1,050	
Legal Notices, Recording, and Court Costs		265	
Maintenance Agreements		5,799	
Pest Control		103	
Postal Charges		8,430	
Office Supplies		18,261	
In Service/Staff Development		3,244	
Other Charges		25,081	
Office Equipment		8,495	
Total Circuit Court			\$ 703,805

General Sessions Court

Judge(s)	\$	162,461	
Secretary(ies)		30,474	
Longevity Pay		450	
Social Security		9,840	
Pensions		8,006	
Life Insurance		130	
Medical Insurance		11,544	
Unemployment Compensation		56	
Employer Medicare		2,676	
Communication		3,000	
Rentals		4,000	
Travel		83	
Office Supplies		297	
In Service/Staff Development		507	
Total General Sessions Court			233,524

Chancery Court

County Official/Administrative Officer	\$	88,827	
Assistant(s)		147,810	
Educational Incentive - Official/Admin Officer		1,000	
Longevity Pay		4,250	
Social Security		14,813	
Pensions		10,014	

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Life Insurance	\$	325	
Medical Insurance		23,088	
Unemployment Compensation		280	
Employer Medicare		3,464	
Communication		1,024	
Data Processing Services		12,272	
Dues and Memberships		1,330	
Maintenance Agreements		1,552	
Pest Control		100	
Postal Charges		1,000	
Travel		27	
Office Supplies		6,576	
In Service/Staff Development		1,604	
Data Processing Equipment		17,083	
Office Equipment		7,198	
Total Chancery Court			\$ 343,637

Juvenile Court

Youth Service Officer(s)	\$	60,245	
Social Workers		87,546	
Longevity Pay		4,250	
Social Security		9,108	
Pensions		6,295	
Life Insurance		195	
Medical Insurance		5,772	
Unemployment Compensation		164	
Employer Medicare		2,130	
Communication		4,288	
Contracts with Government Agencies		5,500	
Rentals		8,000	
Office Supplies		250	
Other Charges		24,720	
Total Juvenile Court			218,463

Judicial Commissioners

Deputy(ies)	\$	145,000	
Part-time Personnel		12,655	
Longevity Pay		5,450	
Overtime Pay		784	
Social Security		9,887	
Pensions		6,261	
Life Insurance		172	
Medical Insurance		11,544	
Unemployment Compensation		267	
Employer Medicare		2,312	
Communication		1,933	
Maintenance Agreements		945	

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Judicial Commissioners (Cont.)

Office Supplies	\$	306	
Furniture and Fixtures		495	
Total Judicial Commissioners			\$ 198,011

Other Administration of Justice

Probation Officer(s)	\$	41,252	
Guidance Personnel		49,612	
Longevity Pay		2,600	
Social Security		5,574	
Pensions		3,870	
Life Insurance		130	
Medical Insurance		11,544	
Unemployment Compensation		112	
Employer Medicare		1,304	
Communication		2,750	
Contracts with Government Agencies		2,800	
Travel		201	
Office Supplies		466	
In Service/Staff Development		375	
Total Other Administration of Justice			122,590

Probation Services

County Official/Administrative Officer	\$	37,232	
Clerical Personnel		238,660	
Longevity Pay		8,850	
Social Security		17,135	
Pensions		11,739	
Life Insurance		471	
Medical Insurance		42,809	
Unemployment Compensation		489	
Employer Medicare		4,007	
Communication		4,047	
Data Processing Services		1,500	
Maintenance Agreements		2,150	
Postal Charges		359	
Printing, Stationery, and Forms		770	
Rentals		8,400	
Travel		298	
Drugs and Medical Supplies		6,368	
Office Supplies		3,512	
Other Charges		870	
Data Processing Equipment		2,359	
Furniture and Fixtures		1,134	
Office Equipment		275	
Total Probation Services			393,434

(Continued)

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	97,710	
Assistant(s)		130,172	
Supervisor/Director		17,910	
Deputy(ies)		1,192,731	
Detective(s)		186,877	
Lieutenant(s)		243,371	
Sergeant(s)		194,567	
Salary Supplements		38,455	
Dispatchers/Radio Operators		119,390	
Secretary(ies)		69,659	
School Resource Officer		400,327	
Longevity Pay		23,250	
Overtime Pay		102,736	
Other Salaries and Wages		46,029	
In-service Training		6,048	
Social Security		171,423	
Pensions		116,549	
Life Insurance		3,704	
Medical Insurance		315,051	
Unemployment Compensation		3,395	
Employer Medicare		40,091	
Communication		45,983	
Dues and Memberships		3,588	
Maintenance Agreements		9,176	
Maintenance and Repair Services - Buildings		976	
Maintenance and Repair Services - Equipment		137	
Maintenance and Repair Services - Vehicles		49,054	
Medical and Dental Services		250	
Postal Charges		1,052	
Towing Services		1,050	
Travel		4,797	
Other Contracted Services		4,715	
Custodial Supplies		2,503	
Gasoline		82,692	
Office Supplies		5,655	
Tires and Tubes		9,941	
Uniforms		18,928	
Utilities		21,729	
Other Supplies and Materials		4,947	
In Service/Staff Development		8,463	
Other Charges		7,928	
Communication Equipment		56	
Law Enforcement Equipment		45,346	
Office Equipment		2,650	
Total Sheriff's Department			\$ 3,851,061

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Traffic Control

Other Salaries and Wages	\$	22,400	
Social Security		1,389	
Pensions		927	
Unemployment Compensation		9	
Employer Medicare		325	
Dues and Memberships		195	
Other Charges		787	
Total Traffic Control			\$ 26,032

Jail

Supervisor/Director	\$	95,882	
Sergeant(s)		273,361	
Data Processing Personnel		144,723	
Guards		1,035,654	
Maintenance Personnel		77,917	
Longevity Pay		10,350	
Overtime Pay		223,411	
Other Salaries and Wages		2,319	
In-service Training		1,200	
Social Security		112,193	
Pensions		69,547	
Life Insurance		3,005	
Medical Insurance		175,953	
Unemployment Compensation		4,683	
Employer Medicare		26,239	
Communication		14,175	
Evaluation and Testing		1,190	
Maintenance Agreements		8,978	
Maintenance and Repair Services - Buildings		18,368	
Maintenance and Repair Services - Equipment		1,323	
Medical and Dental Services		540,505	
Postal Charges		1,468	
Travel		1,401	
Other Contracted Services		2,470	
Custodial Supplies		39,424	
Food Supplies		224,939	
Office Supplies		5,384	
Prisoners Clothing		7,327	
Uniforms		12,159	
Utilities		209,773	
Other Supplies and Materials		10,211	
In Service/Staff Development		2,229	
Office Equipment		7,959	
Other Equipment		8,050	
Total Jail			3,373,770

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services

County Official/Administrative Officer	\$	48,884	
Sergeant(s)		128,748	
Guards		183,021	
Longevity Pay		3,450	
Overtime Pay		14,973	
Other Salaries and Wages		1,538	
Social Security		23,234	
Pensions		15,309	
Life Insurance		760	
Medical Insurance		52,318	
Unemployment Compensation		825	
Employer Medicare		5,434	
Communication		1,231	
Maintenance Agreements		250	
Maintenance and Repair Services - Vehicles		73	
Medical and Dental Services		110	
Postal Charges		495	
Custodial Supplies		2,744	
Food Supplies		1,096	
Gasoline		190	
Instructional Supplies and Materials		171	
Office Supplies		1,483	
Prisoners Clothing		1,018	
Uniforms		1,626	
Utilities		8,066	
Other Supplies and Materials		1,005	
In Service/Staff Development		519	
Other Charges		972	
Motor Vehicles		23,627	
Office Equipment		503	
Other Equipment		375	
Total Juvenile Services			\$ 524,048

Other Emergency Management

Assistant(s)	\$	142,181
Supervisor/Director		125,685
Captain(s)		151,123
Lieutenant(s)		145,872
Secretary(ies)		6,863
Longevity Pay		21,050
Overtime Pay		1,986
Bonus Payments		18,800
Other Salaries and Wages		499,933
Social Security		65,983
Pensions		45,254
Life Insurance		1,497
Medical Insurance		127,063

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Other Emergency Management (Cont.)

Unemployment Compensation	\$	1,349	
Employer Medicare		15,531	
Communication		28,309	
Dues and Memberships		110	
Maintenance and Repair Services - Buildings		11,411	
Maintenance and Repair Services - Equipment		31,240	
Maintenance and Repair Services - Vehicles		4,453	
Other Contracted Services		12,380	
Custodial Supplies		2,771	
Diesel Fuel		10,436	
Gasoline		10,632	
Office Supplies		7,497	
Uniforms		8,678	
Utilities		37,074	
Other Supplies and Materials		3,243	
Liability Insurance		8,178	
Vehicle and Equipment Insurance		23,001	
Workers' Compensation Insurance		47,671	
In Service/Staff Development		25,775	
Other Charges		1,576	
Other Equipment		97,536	
Total Other Emergency Management			\$ 1,742,141

County Coroner/Medical Examiner

Medical Personnel	\$	46,225	
Total County Coroner/Medical Examiner			46,225

Other Public Safety

Contributions	\$	515,287	
Total Other Public Safety			515,287

Public Health and Welfare

Local Health Center

Other Salaries and Wages	\$	347,409	
Social Security		21,311	
Pensions		13,462	
Life Insurance		737	
Medical Insurance		38,480	
Unemployment Compensation		826	
Employer Medicare		4,984	
Communication		7,297	
Dues and Memberships		200	
Janitorial Services		14,029	
Maintenance Agreements		1,366	
Maintenance and Repair Services - Buildings		3,929	
Travel		2,312	
Other Contracted Services		87	

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Custodial Supplies	\$	32	
Office Supplies		395	
Utilities		18,965	
Other Supplies and Materials		102	
Other Charges		5,270	
Total Local Health Center			\$ 481,193

Rabies and Animal Control

Assistant(s)	\$	61,996	
Supervisor/Director		49,612	
Part-time Personnel		45,167	
Longevity Pay		600	
Social Security		9,688	
Pensions		4,553	
Life Insurance		195	
Medical Insurance		11,544	
Unemployment Compensation		384	
Employer Medicare		2,266	
Communication		2,466	
Maintenance and Repair Services - Buildings		567	
Maintenance and Repair Services - Vehicles		1,390	
Travel		1,732	
Other Contracted Services		2,403	
Animal Food and Supplies		1,588	
Custodial Supplies		3,988	
Drugs and Medical Supplies		14,552	
Gasoline		1,725	
Office Supplies		998	
Uniforms		2,602	
Utilities		9,845	
In Service/Staff Development		1,190	
Other Charges		4,038	
Building Improvements		469	
Motor Vehicles		27,428	
Office Equipment		1,194	
Other Equipment		1,401	
Total Rabies and Animal Control			265,581

Ambulance/Emergency Medical Services

Supervisor/Director	\$	70,882
Captain(s)		213,450
Medical Personnel		779,173
Salary Supplements		14,412
Mechanic(s)		24,687
Clerical Personnel		105,967
Part-time Personnel		151,899
Longevity Pay		26,200

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Overtime Pay	\$	646,944	
Social Security		121,068	
Pensions		74,392	
Life Insurance		2,308	
Medical Insurance		186,261	
Unemployment Compensation		3,476	
Employer Medicare		28,314	
Advertising		174	
Communication		31,067	
Dues and Memberships		1,164	
Evaluation and Testing		485	
Licenses		2,926	
Maintenance Agreements		25,340	
Maintenance and Repair Services - Buildings		9,807	
Maintenance and Repair Services - Equipment		6,393	
Maintenance and Repair Services - Office Equipment		586	
Maintenance and Repair Services - Vehicles		55,930	
Postal Charges		3,438	
Printing, Stationery, and Forms		2,468	
Travel		1,739	
Tuition		13,046	
Disposal Fees		2,049	
Custodial Supplies		2,928	
Data Processing Supplies		1,531	
Diesel Fuel		14,524	
Drugs and Medical Supplies		69,981	
Gasoline		43,428	
Natural Gas		2,576	
Office Supplies		3,495	
Uniforms		16,520	
Utilities		23,450	
Refunds		3,054	
In Service/Staff Development		10,351	
Other Charges		67,658	
Building Improvements		800	
Communication Equipment		1,566	
Data Processing Equipment		1,707	
Furniture and Fixtures		1,934	
Motor Vehicles		125,247	
Other Equipment		224,224	
Total Ambulance/Emergency Medical Services			\$ 3,221,019

Other Local Health Services

Contracts with Private Agencies	\$	59,730	
Contributions		9,000	
Total Other Local Health Services			68,730

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Regional Mental Health Center

Contributions	\$ 12,900	
Total Regional Mental Health Center		\$ 12,900

Appropriation to State

Contracts with Government Agencies	\$ 52,522	
Total Appropriation to State		52,522

General Welfare Assistance

Contracts with Government Agencies	\$ 74,470	
Pauper Burials	200	
Total General Welfare Assistance		74,670

Convenience Centers

County Official/Administrative Officer	\$ 16,647	
Assistant(s)	7,991	
Foremen	51,830	
Truck Drivers	83,026	
Laborers	4,432	
Attendants	197,437	
Longevity Pay	5,950	
Overtime Pay	2,572	
Social Security	21,846	
Pensions	7,362	
Life Insurance	319	
Medical Insurance	23,569	
Unemployment Compensation	1,559	
Employer Medicare	5,323	
Communication	5,182	
Contracts with Private Agencies	396,582	
Postal Charges	414	
Printing, Stationery, and Forms	234	
Travel	491	
Diesel Fuel	55,326	
Equipment and Machinery Parts	35,205	
Gasoline	2,472	
Lubricants	3,035	
Office Supplies	786	
Tires and Tubes	14,713	
Utilities	10,586	
Other Supplies and Materials	7,660	
Vehicle and Equipment Insurance	52,310	
Workers' Compensation Insurance	11,059	
Other Charges	21,994	
Solid Waste Equipment	105,967	
Total Convenience Centers		1,153,879

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services

Adult Activities

Contributions	\$ 5,700	
Total Adult Activities		\$ 5,700

Senior Citizens Assistance

Contributions	\$ 16,000	
Total Senior Citizens Assistance		16,000

Libraries

Contributions	\$ 149,829	
Total Libraries		149,829

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$ 90,205	
Social Security	6,019	
Pensions	11,876	
Employer Medicare	1,248	
Communication	3,789	
Maintenance Agreements	1,113	
Maintenance and Repair Services - Buildings	20	
Utilities	6,246	
Other Equipment	878	
Total Agricultural Extension Service		121,394

Soil Conservation

Contributions	\$ 62,000	
Total Soil Conservation		62,000

Other Agriculture and Natural Resources

Maintenance Personnel	\$ 28,434	
Longevity Pay	2,000	
Overtime Pay	697	
Social Security	1,919	
Pensions	1,289	
Life Insurance	65	
Medical Insurance	5,772	
Unemployment Compensation	56	
Employer Medicare	449	
Communication	1,933	
Maintenance and Repair Services - Equipment	999	
Diesel Fuel	372	
Gasoline	2,243	
Utilities	19,880	
Other Supplies and Materials	6,938	
Total Other Agriculture and Natural Resources		73,046

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations

Tourism

Contributions	\$ 2,369	
Total Tourism		\$ 2,369

Other Economic and Community Development

Consultants	\$ 25,000	
Contributions	100,000	
Total Other Economic and Community Development		125,000

Veterans' Services

Supervisor/Director	\$ 25,092	
Truck Drivers	27,054	
Longevity Pay	150	
Overtime Pay	250	
Social Security	3,258	
Pensions	999	
Life Insurance	33	
Unemployment Compensation	198	
Employer Medicare	762	
Communication	1,024	
Maintenance and Repair Services - Vehicles	1,606	
Pest Control	103	
Postal Charges	124	
Travel	384	
Other Contracted Services	692	
Gasoline	2,484	
Office Supplies	649	
Other Charges	329	
Total Veterans' Services		65,191

Other Charges

Building and Contents Insurance	\$ 250,800	
Workers' Compensation Insurance	109,256	
Total Other Charges		360,056

Contributions to Other Agencies

Contributions	\$ 140,000	
Dues and Memberships	8,449	
Total Contributions to Other Agencies		148,449

COVID-19 Grant #1

Office Supplies	\$ 2,315	
Other Supplies and Materials	537	
Total COVID-19 Grant #1		2,852

COVID-19 Grant #6

Other Charges	\$ 12,044	
Total COVID-19 Grant #6		12,044

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

Miscellaneous

Audit Services	\$	17,122	
Contributions		28,884	
Other Contracted Services		78,600	
Refunds		1,318	
Trustee's Commission		302,597	
Other Charges		25,797	
Total Miscellaneous			\$ 454,318

Capital Projects

Other General Government Projects

Building Purchases	\$	100,000	
Other Construction		363,692	
Total Other General Government Projects			463,692

Total General Fund \$ 24,319,060

Drug Control Fund

Other Operations

Miscellaneous

Trustee's Commission	\$	12	
Total Miscellaneous			\$ 12

Total Drug Control Fund 12

Constitutional Officers - Fees Fund

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	3,540	
Total Chancery Court			\$ 3,540

Total Constitutional Officers - Fees Fund 3,540

Highway/Public Works Fund

Other Operations

Contributions to Other Agencies

Contributions	\$	7,000	
Total Contributions to Other Agencies			\$ 7,000

Highways

Administration

County Official/Administrative Officer	\$	97,710	
Assistant(s)		50,606	
Accountants/Bookkeepers		51,493	
Secretary(ies)		22,880	
Overtime Pay		657	
Other Salaries and Wages		3,912	
Board and Committee Members Fees		3,700	

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Social Security	\$	13,641	
Pensions		9,150	
Life Insurance		216	
Medical Insurance		14,855	
Unemployment Compensation		1,051	
Employer Medicare		3,190	
Data Processing Services		35	
Dues and Memberships		3,832	
Legal Services		28	
Legal Notices, Recording, and Court Costs		397	
Postal Charges		483	
Printing, Stationery, and Forms		692	
Travel		440	
Office Supplies		1,575	
Office Equipment		4,321	
Total Administration			\$ 284,864

Highway and Bridge Maintenance

Foremen	\$	50,606	
Equipment Operators		280,036	
Truck Drivers		225,123	
Laborers		15,054	
Overtime Pay		8,901	
Other Salaries and Wages		23,395	
Social Security		35,844	
Pensions		24,395	
Life Insurance		1,031	
Medical Insurance		80,255	
Dental Insurance		1,446	
Unemployment Compensation		3,896	
Employer Medicare		8,383	
Rentals		6,542	
Asphalt - Cold Mix		18,807	
Asphalt - Hot Mix		25,851	
Asphalt - Liquid		93,896	
Crushed Stone		271,823	
Other Road Materials		6,869	
Pipe		20,112	
Road Signs		7,196	
Total Highway and Bridge Maintenance			1,209,461

Operation and Maintenance of Equipment

Mechanic(s)	\$	74,859	
Laborers		76,839	
Maintenance Personnel		28,630	
Overtime Pay		3,735	
Other Salaries and Wages		6,731	

(Continued)

Exhibit J-7

Bedford County, Tennessee
 Schedule of Detailed Expenditures -
 All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Social Security	\$	11,798	
Pensions		7,469	
Life Insurance		315	
Medical Insurance		26,527	
Unemployment Compensation		1,274	
Employer Medicare		2,759	
Diesel Fuel		76,262	
Equipment and Machinery Parts		58,755	
Garage Supplies		4,158	
Gasoline		25,813	
Lubricants		6,503	
Tires and Tubes		19,984	
Other Supplies and Materials		22,165	
Total Operation and Maintenance of Equipment			\$ 454,576

Litter and Trash Collection

Other Salaries and Wages	\$	48,279	
Social Security		2,990	
Pensions		1,800	
Life Insurance		40	
Medical Insurance		6,309	
Unemployment Compensation		578	
Employer Medicare		699	
Other Charges		24,091	
Total Litter and Trash Collection			84,786

Other Charges

Communication	\$	10,655	
Electricity		8,060	
Natural Gas		2,760	
Trustee's Commission		43,584	
Vehicle and Equipment Insurance		92,644	
Other Charges		5,444	
Total Other Charges			163,147

Employee Benefits

Uniforms	\$	4,446	
Workers' Compensation Insurance		50,268	
Total Employee Benefits			54,714

Capital Outlay

Engineering Services	\$	14,509	
Highway Construction		1,045,504	
Highway Equipment		752,143	
Total Capital Outlay			1,812,156

Total Highway/Public Works Fund \$ 4,070,704

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

<u>General Debt Service Fund</u>		
<u>Principal on Debt</u>		
<u>General Government</u>		
Principal on Bonds	\$ 140,400	
Principal on Notes	234,200	
Principal on Other Loans	<u>1,628,000</u>	
Total General Government		\$ 2,002,600
 <u>Highways and Streets</u>		
Principal on Notes	<u>\$ 400,000</u>	
Total Highways and Streets		400,000
 <u>Education</u>		
Principal on Bonds	\$ 2,554,600	
Principal on Other Loans	<u>1,017,000</u>	
Total Education		3,571,600
 <u>Interest on Debt</u>		
<u>General Government</u>		
Interest on Bonds	\$ 114,537	
Interest on Notes	52,434	
Interest on Other Loans	<u>777,610</u>	
Total General Government		944,581
 <u>Highways and Streets</u>		
Interest on Notes	<u>\$ 3,060</u>	
Total Highways and Streets		3,060
 <u>Education</u>		
Interest on Bonds	\$ 1,282,417	
Interest on Other Loans	<u>541,825</u>	
Total Education		1,824,242
 <u>Other Debt Service</u>		
<u>General Government</u>		
Refunds	\$ 600	
Trustee's Commission	140,349	
Other Debt Issuance Charges	9,500	
Other Debt Service	<u>12,366</u>	
Total General Government		162,815
 <u>Education</u>		
Other Debt Service	<u>\$ 500</u>	
Total Education		<u>500</u>
Total General Debt Service Fund		\$ 8,909,398

(Continued)

Exhibit J-7

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Capital Projects Fund

Capital Projects

Administration of Justice Projects

Architects	\$	8,271	
Other Contracted Services		4,960	
Building Construction		2,400,689	
Building Improvements		246,440	
Furniture and Fixtures		742,639	
Site Development		12,728	
Total Administration of Justice Projects			\$ 3,415,727

Public Safety Projects

Architects	\$	23,012	
Building Construction		6,785,185	
Furniture and Fixtures		26,986	
Site Development		35,411	
Other Equipment		149,741	
Other Construction		52,800	
Total Public Safety Projects			7,073,135

Education Capital Projects

Contributions	\$	600,050	
Total Education Capital Projects			600,050

Total General Capital Projects Fund \$ 11,088,912

Other Capital Projects #1 Fund

Capital Projects

General Administration Projects

Architects	\$	19,592	
Other Contracted Services		33,900	
Building Improvements		143,315	
Total General Administration Projects			\$ 196,807

Public Safety Projects

Motor Vehicles	\$	505,708	
Total Public Safety Projects			505,708

Public Health and Welfare Projects

Solid Waste Equipment	\$	692,598	
Total Public Health and Welfare Projects			692,598

Total Other Capital Projects #1 Fund 1,395,113

Total Governmental Funds - Primary Government \$ 49,786,739

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department
For the Year Ended June 30, 2020

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 23,459,437	
Career Ladder Program	70,774	
Homebound Teachers	34,114	
Salary Supplements	8,669	
Clerical Personnel	74,500	
Educational Assistants	1,089,017	
Other Salaries and Wages	102,748	
Certified Substitute Teachers	1,714	
Social Security	1,443,245	
Pensions	2,252,936	
Life Insurance	12,619	
Medical Insurance	4,156,856	
Unemployment Compensation	2,396	
Employer Medicare	340,881	
Retirement - Hybrid Stabilization	1,564	
Maintenance and Repair Services - Equipment	16,851	
Travel	2,225	
Other Contracted Services	301,255	
Instructional Supplies and Materials	286,038	
Textbooks - Bound	473,644	
Software	92,413	
Other Charges	7,266	
Regular Instruction Equipment	130,282	
Total Regular Instruction Program		\$ 34,361,444

Alternative Instruction Program

Teachers	\$ 357,394	
Clerical Personnel	15,930	
Educational Assistants	38,729	
Other Salaries and Wages	1,747	
Social Security	24,326	
Pensions	37,175	
Medical Insurance	55,984	
Unemployment Compensation	1,731	
Employer Medicare	5,679	
Retirement - Hybrid Stabilization	59	
Maintenance and Repair Services - Equipment	744	
Other Contracted Services	4,496	
Instructional Supplies and Materials	1,666	
Other Supplies and Materials	588	
Other Charges	252	
Regular Instruction Equipment	54	
Total Alternative Instruction Program		546,554

Special Education Program

Teachers	\$ 2,183,507	
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(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Career Ladder Program	\$	6,999	
Educational Assistants		156,772	
Other Salaries and Wages		4,228	
Social Security		138,699	
Pensions		216,182	
Medical Insurance		380,414	
Unemployment Compensation		2,136	
Employer Medicare		32,448	
Contracts with Private Agencies		29,732	
Contracts for Substitute Teachers - Certified		54,351	
Instructional Supplies and Materials		68,441	
Special Education Equipment		94,978	
Total Special Education Program			\$ 3,368,887

Career and Technical Education Program

Teachers	\$	1,015,584	
Career Ladder Program		3,000	
Social Security		60,730	
Pensions		101,563	
Medical Insurance		141,819	
Employer Medicare		14,203	
Other Contracted Services		15,360	
Instructional Supplies and Materials		11,906	
Vocational Instruction Equipment		5,877	
Total Career and Technical Education Program			1,370,042

Support Services

Attendance

Supervisor/Director	\$	83,291	
Career Ladder Program		1,000	
Social Security		5,105	
Pensions		8,960	
Medical Insurance		10,088	
Employer Medicare		1,194	
Other Supplies and Materials		1,261	
In Service/Staff Development		435	
Attendance Equipment		173	
Total Attendance			111,507

Health Services

Medical Personnel	\$	339,720	
Other Salaries and Wages		42,264	
Social Security		21,977	
Pensions		14,132	
Medical Insurance		108,524	
Employer Medicare		5,140	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

Travel	\$	5,014	
Drugs and Medical Supplies		1,446	
Other Supplies and Materials		46,527	
In Service/Staff Development		5,613	
Total Health Services			\$ 590,357

Other Student Support

Career Ladder Program	\$	3,000	
Guidance Personnel		969,983	
Social Workers		104,210	
Other Salaries and Wages		81,947	
Social Security		68,677	
Pensions		121,754	
Medical Insurance		154,144	
Employer Medicare		16,062	
Retirement - Hybrid Stabilization		41	
Evaluation and Testing		139,399	
Other Contracted Services		6,689	
In Service/Staff Development		246	
Other Equipment		88,515	
Total Other Student Support			1,754,667

Regular Instruction Program

Supervisor/Director	\$	328,695	
Career Ladder Program		5,000	
Librarians		661,896	
Secretary(ies)		47,869	
Other Salaries and Wages		1,674	
Social Security		62,928	
Pensions		109,349	
Medical Insurance		143,070	
Employer Medicare		14,717	
Retirement - Hybrid Stabilization		69	
Maintenance and Repair Services - Equipment		2,455	
Travel		4,753	
Other Contracted Services		40,448	
Library Books/Media		28,670	
Other Supplies and Materials		11,359	
In Service/Staff Development		32,290	
Other Charges		19,768	
Other Equipment		24,722	
Total Regular Instruction Program			1,539,732

Special Education Program

Supervisor/Director	\$	80,559	
Career Ladder Program		1,000	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Psychological Personnel	\$	186,457	
Secretary(ies)		26,583	
Other Salaries and Wages		2,139	
Social Security		17,163	
Pensions		29,577	
Medical Insurance		50,440	
Employer Medicare		4,014	
Maintenance and Repair Services - Equipment		1,651	
Postal Charges		990	
Travel		5,857	
Other Contracted Services		32,565	
Other Supplies and Materials		15,572	
In Service/Staff Development		3,818	
Other Equipment		9,615	
Total Special Education Program			\$ 468,000

Career and Technical Education Program

Secretary(ies)	\$	18,174	
Other Salaries and Wages		454	
Social Security		1,148	
Pensions		752	
Medical Insurance		6,444	
Employer Medicare		269	
Travel		136	
Total Career and Technical Education Program			27,377

Technology

Supervisor/Director	\$	72,893	
Data Processing Personnel		303,037	
Other Salaries and Wages		8,288	
Social Security		23,276	
Pensions		20,978	
Medical Insurance		41,257	
Employer Medicare		5,444	
Maintenance and Repair Services - Equipment		23,439	
Internet Connectivity		164,095	
Travel		5,481	
Cabling		22,780	
Software		364,231	
Other Supplies and Materials		1,021	
In Service/Staff Development		9,966	
Other Charges		5,192	
Data Processing Equipment		383,528	
Total Technology			1,454,906

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Programs

On-behalf Payments to OPEB	\$ 123,948	
Total Other Programs		\$ 123,948

Board of Education

Secretary to Board	\$ 52,027	
Other Salaries and Wages	1,595	
Board and Committee Members Fees	25,810	
Social Security	4,763	
Pensions	2,154	
Medical Insurance	10,088	
Employer Medicare	1,114	
Audit Services	21,500	
Dues and Memberships	20,135	
Legal Services	53,518	
Travel	17,927	
Other Contracted Services	808	
Boiler Insurance	14,416	
Excess Risk Insurance	47,302	
Liability Insurance	45,049	
Trustee's Commission	285,052	
Workers' Compensation Insurance	277,816	
In Service/Staff Development	9,251	
Criminal Investigation of Applicants - TBI	416	
Other Charges	12,732	
Total Board of Education		903,473

Director of Schools

County Official/Administrative Officer	\$ 116,360	
Assistant(s)	99,382	
Career Ladder Program	1,000	
Clerical Personnel	33,365	
Other Salaries and Wages	9,904	
Social Security	15,900	
Pensions	25,311	
Medical Insurance	10,088	
Employer Medicare	3,719	
Communication	53,029	
Contributions	290,210	
Dues and Memberships	6,932	
Postal Charges	3,504	
Travel	4,276	
Other Contracted Services	10,578	
Instructional Supplies and Materials	627	
Other Charges	2,484	
Total Director of Schools		686,669

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal

Principals	\$	1,239,630	
Career Ladder Program		12,957	
Accountants/Bookkeepers		141,330	
Assistant Principals		1,364,221	
Salary Supplements		400	
Secretary(ies)		141,962	
Clerical Personnel		80,292	
Other Salaries and Wages		16,682	
Social Security		177,083	
Pensions		285,921	
Medical Insurance		447,101	
Employer Medicare		41,415	
Communication		38,179	
Maintenance and Repair Services - Equipment		640	
Other Contracted Services		9,372	
Other Supplies and Materials		27,840	
Administration Equipment		13,283	
Total Office of the Principal			\$ 4,038,308

Human Services/Personnel

Supervisor/Director	\$	53,075	
Clerical Personnel		104,803	
Other Salaries and Wages		5,665	
Social Security		9,659	
Pensions		6,536	
Medical Insurance		22,928	
Employer Medicare		2,259	
Data Processing Services		2,657	
Maintenance and Repair Services - Equipment		1,838	
Travel		481	
Office Supplies		1,805	
Other Charges		1,689	
Total Human Services/Personnel			213,395

Operation of Plant

Supervisor/Director	\$	62,193	
Salary Supplements		5,625	
Secretary(ies)		21,930	
Custodial Personnel		1,325,326	
Other Salaries and Wages		30,817	
Social Security		87,566	
Pensions		50,020	
Medical Insurance		301,084	
Unemployment Compensation		937	
Employer Medicare		20,479	
Maintenance and Repair Services - Equipment		997	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant (Cont.)

Other Contracted Services	\$	325,846	
Custodial Supplies		236,351	
Electricity		2,007,387	
Natural Gas		306,769	
Water and Sewer		399,807	
Building and Contents Insurance		262,639	
Other Charges		6,037	
Plant Operation Equipment		3,851	
Total Operation of Plant			\$ 5,455,661

Maintenance of Plant

Secretary(ies)	\$	32,573	
Maintenance Personnel		891,082	
Other Salaries and Wages		18,020	
Social Security		56,723	
Pensions		37,426	
Medical Insurance		165,911	
Employer Medicare		13,266	
Laundry Service		12,258	
Maintenance and Repair Services - Buildings		158,993	
Maintenance and Repair Services - Equipment		253,092	
Maintenance and Repair Services - Vehicles		19,140	
Travel		158	
Other Contracted Services		168,518	
Diesel Fuel		7,623	
Gasoline		19,445	
Other Supplies and Materials		257,332	
Other Charges		23,274	
Maintenance Equipment		83,380	
Total Maintenance of Plant			2,218,214

Transportation

Supervisor/Director	\$	66,813	
Salary Supplements		3,413	
Mechanic(s)		111,707	
Bus Drivers		1,110,400	
Clerical Personnel		46,560	
Other Salaries and Wages		106,293	
Social Security		79,783	
Pensions		56,423	
Medical Insurance		497,594	
Unemployment Compensation		256	
Employer Medicare		19,329	
Contracts with Other School Systems		2,764	
Contracts with Parents		3,923	
Contracts with Public Carriers		242	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Laundry Service	\$	2,637	
Maintenance and Repair Services - Vehicles		2,012	
Medical and Dental Services		8,939	
Other Contracted Services		3,836	
Diesel Fuel		209,214	
Garage Supplies		3,443	
Gasoline		6,268	
Lubricants		13,111	
Tires and Tubes		24,841	
Vehicle Parts		83,515	
Other Supplies and Materials		10,955	
Vehicle and Equipment Insurance		81,089	
In Service/Staff Development		6,179	
Other Charges		65,520	
Transportation Equipment		750,973	
Total Transportation			\$ 3,378,032

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	33,895	
Social Security		1,687	
Pensions		3,603	
Medical Insurance		5,566	
Employer Medicare		395	
Total Food Service			45,146

Community Services

Teachers	\$	76,516	
Other Salaries and Wages		26,897	
Social Security		5,951	
Pensions		5,695	
Employer Medicare		1,442	
Travel		132	
Food Supplies		4,184	
Instructional Supplies and Materials		368	
Other Supplies and Materials		2,767	
In Service/Staff Development		347	
Other Charges		1,779	
Total Community Services			126,078

Early Childhood Education

Teachers	\$	320,115	
Educational Assistants		88,585	
Other Salaries and Wages		12,096	
Social Security		24,819	
Pensions		36,109	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Life Insurance	\$	250	
Medical Insurance		80,753	
Employer Medicare		5,804	
Other Contracted Services		2,675	
Instructional Supplies and Materials		32,169	
Other Supplies and Materials		78,340	
In Service/Staff Development		13,106	
Other Charges		10,484	
Regular Instruction Equipment		15,108	
Total Early Childhood Education			\$ 720,413

Capital Outlay

Regular Capital Outlay

Architects	\$	8,128	
Building Construction		1,187,056	
Building Improvements		1,570,829	
Total Regular Capital Outlay			<u>2,766,013</u>

Total General Purpose School Fund \$ 66,268,823

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	909,900	
Educational Assistants		114,330	
Other Salaries and Wages		24,691	
Social Security		61,626	
Pensions		102,697	
Medical Insurance		169,246	
Employer Medicare		14,412	
Other Contracted Services		5,412	
Instructional Supplies and Materials		130,645	
Regular Instruction Equipment		82,090	
Total Regular Instruction Program			\$ 1,615,049

Special Education Program

Homebound Teachers	\$	750	
Educational Assistants		544,823	
Speech Pathologist		255,931	
Other Salaries and Wages		12,401	
Social Security		48,328	
Pensions		45,274	
Life Insurance		883	
Medical Insurance		169,238	
Unemployment Compensation		603	
Employer Medicare		11,303	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Instructional Supplies and Materials	\$	200	
Other Charges		76	
Special Education Equipment		52,013	
Total Special Education Program			\$ 1,141,823

Career and Technical Education Program

Clerical Personnel	\$	8,831	
Other Salaries and Wages		9,000	
Social Security		899	
Pensions		1,106	
Employer Medicare		259	
Maintenance and Repair Services - Equipment		608	
Other Contracted Services		4,400	
Instructional Supplies and Materials		7,107	
Other Supplies and Materials		21,576	
Vocational Instruction Equipment		71,066	
Total Career and Technical Education Program			124,852

Support Services

Other Student Support

Other Salaries and Wages	\$	20,408	
Social Security		1,265	
Pensions		469	
Employer Medicare		296	
Travel		16,757	
Other Supplies and Materials		7,637	
In Service/Staff Development		3,585	
Other Charges		11,603	
Total Other Student Support			62,020

Regular Instruction Program

Supervisor/Director	\$	87,593	
Secretary(ies)		18,941	
Other Salaries and Wages		460,318	
Social Security		34,067	
Pensions		58,484	
Medical Insurance		67,954	
Employer Medicare		7,967	
Other Fringe Benefits		396	
Consultants		850	
Maintenance and Repair Services - Equipment		3,963	
Travel		867	
Other Contracted Services		73,948	
Other Supplies and Materials		11,438	
In Service/Staff Development		120,630	
Other Charges		40	
Other Equipment		6,791	
Total Regular Instruction Program			954,247

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program

Medical Personnel	\$	164,489	
Assessment Personnel		101,401	
Other Salaries and Wages		4,545	
Social Security		16,123	
Pensions		20,340	
Life Insurance		96	
Medical Insurance		36,990	
Employer Medicare		3,771	
Communication		5,647	
Operating Lease Payments		2,166	
Maintenance and Repair Services - Equipment		1,822	
Travel		5,407	
Other Supplies and Materials		4,907	
In Service/Staff Development		11,079	
Other Charges		1,930	
Other Equipment		2,777	
Total Special Education Program			\$ 383,490

Career and Technical Education Program

In Service/Staff Development	\$	3,193	
Total Career and Technical Education Program			3,193

Transportation

Bus Drivers	\$	236,126	
Other Salaries and Wages		7,539	
Social Security		14,473	
Pensions		9,552	
Life Insurance		192	
Medical Insurance		66,174	
Employer Medicare		3,385	
Other Charges		512	
Total Transportation			337,953

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	426	
Total Food Service			426

Total School Federal Projects Fund \$ 4,623,053

Central Cafeteria Fund

Support Services

Board of Education

Workers' Compensation Insurance	\$	54,000	
Total Board of Education			\$ 54,000

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	41,148	
Clerical Personnel		55,245	
Cafeteria Personnel		1,292,265	
Maintenance Personnel		30,274	
Other Salaries and Wages		47,102	
Social Security		85,901	
Pensions		51,498	
Life Insurance		1,690	
Medical Insurance		393,275	
Unemployment Compensation		1,612	
Employer Medicare		20,090	
Maintenance and Repair Services - Equipment		25,430	
Travel		4,763	
Other Contracted Services		20,142	
Food Preparation Supplies		178,399	
Food Supplies		2,348,660	
Office Supplies		8,384	
Uniforms		11,528	
USDA - Commodities		369,482	
Refunds		120	
In Service/Staff Development		357	
Food Service Equipment		138,132	
Total Food Service			\$ 5,125,497

Total Central Cafeteria Fund \$ 5,179,497

Extended School Program Fund

Support Services

Board of Education

Workers' Compensation Insurance	\$	1,800	
Total Board of Education			\$ 1,800

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	53,243	
Clerical Personnel		41,414	
Part-time Personnel		170,191	
Other Salaries and Wages		3,618	
Social Security		16,277	
Pensions		4,328	
Medical Insurance		23,399	
Unemployment Compensation		15	
Employer Medicare		3,807	
Communication		962	
Maintenance and Repair Services - Equipment		950	
Travel		722	

(Continued)

Exhibit J-8

Bedford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bedford County School Department (Cont.)

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Food Supplies	\$	13,383	
Instructional Supplies and Materials		6,868	
Other Supplies and Materials		3,846	
In Service/Staff Development		495	
Other Charges		1,391	
Other Equipment		4,993	
Total Community Services			\$ 349,902

Total Extended School Program Fund \$ 351,702

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects	\$	4,195	
Other Contracted Services		27,335	
Building Construction		180,237	
Site Development		261,913	
Total Education Capital Projects			\$ 473,680

Total Education Capital Projects Fund 473,680

Total Governmental Funds - Bedford County School Department \$ 76,896,755

Exhibit J-9

Bedford County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balance - City Agency Fund
For the Year Ended June 30, 2020

	Cities - Sales Tax Fund
<hr/>	
<u>Cash Receipts</u>	
Local Option Sales Tax	\$ 4,875,338
Total Cash Receipts	<u>\$ 4,875,338</u>
 <u>Cash Disbursements</u>	
Remittance of Revenues Collected	\$ 4,826,585
Trustee's Commission	48,753
Total Cash Disbursements	<u>\$ 4,875,338</u>
 Excess of Cash Receipts Over (Under) Cash Disbursements	 \$ 0
Cash Balance, July 1, 2019	<u>0</u>
 Cash Balance, June 30, 2020	 <u><u>\$ 0</u></u>

STATISTICAL SECTION

This part of Bedford County’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government’s overall financial health. Certain information about the discretely presented Bedford County School Department is included because, in our judgment, this information is beneficial in assessing the economic condition of the primary government.

	Tables	Pages
Financial Trends:		
These schedules contain trend information to help the reader understand how the government’s financial performance and well-being have changed over time.	1-6	216-223
Revenue Capacity:		
These schedules contain information to help the reader assess the government’s most significant local revenue source, the property tax.	7-11	224-228
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government’s current levels of outstanding debt and the government’s ability to issue additional debt in the future. The tables on legal debt margin information and pledged-revenue coverage are not applicable to counties in Tennessee.	12-16	229-233
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government’s financial activities take place.	17-18	234-235
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government’s financial report relates to the services the government provides and the activities it performs.	19-21	236-239

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

Table 1

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Primary Government										
Governmental Activities										
Net Investment in Capital Assets	\$ 23,918,548	\$ 23,433,157	\$ 24,061,291	\$ 25,246,263	\$ 24,345,496	\$ 25,735,342	\$ 26,243,035	\$ 26,247,537	\$ 27,435,479	\$ 31,840,548
Restricted	6,192,578	1,928,797	2,121,316	2,388,323	4,631,407	7,070,296	7,193,153	7,925,164	10,274,194	9,879,534
Unrestricted	(53,097,005)	(41,803,175)	(39,833,406)	(36,661,844)	(33,328,675)	(31,433,720)	(22,726,510)	(23,446,283)	(29,596,448)	(26,135,784)
Total Primary Government's Governmental Activities Net Position	<u>\$ (22,985,879)</u>	<u>\$ (16,441,221)</u>	<u>\$ (13,650,799)</u>	<u>\$ (9,027,258)</u>	<u>\$ (4,351,772)</u>	<u>\$ 1,371,918</u>	<u>\$ 10,709,678</u>	<u>\$ 10,726,418</u>	<u>\$ 8,113,225</u>	<u>\$ 15,584,298</u>
Business-type Activities										
Net Investment in Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted	0	0	0	0	0	0	0	0	0	0
Unrestricted	0	0	0	0	0	0	0	0	0	0
Total Primary Government's Business-type Activities Net Position	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Primary Government										
Net Investment in Capital Assets	\$ 23,918,548	\$ 23,433,157	\$ 24,061,291	\$ 25,246,263	\$ 24,345,496	\$ 25,735,342	\$ 26,243,035	\$ 26,247,537	\$ 27,435,479	\$ 31,840,548
Restricted	6,192,578	1,928,797	2,121,316	2,388,323	4,631,407	7,070,296	7,193,153	7,925,164	10,274,194	9,879,534
Unrestricted	(53,097,005)	(41,803,175)	(39,833,406)	(36,661,844)	(33,328,675)	(31,433,720)	(22,726,510)	(23,446,283)	(29,596,448)	(26,135,784)
Total Primary Government Net Position	<u>\$ (22,985,879)</u>	<u>\$ (16,441,221)</u>	<u>\$ (13,650,799)</u>	<u>\$ (9,027,258)</u>	<u>\$ (4,351,772)</u>	<u>\$ 1,371,918</u>	<u>\$ 10,709,678</u>	<u>\$ 10,726,418</u>	<u>\$ 8,113,225</u>	<u>\$ 15,584,298</u>
Discretely Presented Bedford County School Department										
Governmental Activities										
Net Investment in Capital Assets	\$ 99,123,821	\$ 96,201,332	\$ 92,976,955	\$ 91,236,337	\$ 88,517,940	\$ 85,949,475	\$ 84,454,631	\$ 91,277,905	\$ 103,110,957	\$ 102,924,264
Restricted	3,405,462	2,185,372	1,972,801	1,763,290	1,343,357	4,450,967	4,322,933	6,069,093	9,838,410	15,115,338
Unrestricted	9,302,865	9,469,221	7,380,379	9,241,930	7,791,446	10,346,078	17,167,463	18,126,248	19,164,296	16,031,457
Total Discretely Presented Bedford County School Department's Governmental Activities Net Position	<u>\$ 111,832,148</u>	<u>\$ 107,855,925</u>	<u>\$ 102,330,135</u>	<u>\$ 102,241,557</u>	<u>\$ 97,652,743</u>	<u>\$ 100,746,520</u>	<u>\$ 105,945,027</u>	<u>\$ 115,473,246</u>	<u>\$ 132,113,663</u>	<u>\$ 134,071,059</u>

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments for the fiscal year ended June 30, 2007. The discretely presented Bedford County School Department implemented the standard as of June 30, 2003. The primary government and the discretely presented Bedford County School Department implemented Governmental Accounting Standards Board Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions for the fiscal year ended June 30, 2011.

Table 2

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	2011		2012		2013		2014		2015		2016		2017		2018		2019		2020		
	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	
Expenses																					
Governmental Activities:																					
General Government	\$ 2,458,580	\$ 0	\$ 2,622,551	\$ 0	\$ 2,679,511	\$ 0	\$ 2,698,463	\$ 0	\$ 2,805,033	\$ 0	\$ 2,942,928	\$ 0	\$ 2,813,366	\$ 0	\$ 2,546,090	\$ 0	\$ 3,163,715	\$ 0	\$ 3,683,740	\$ 0	
Finance	1,522,871	0	1,551,852	0	1,586,677	0	1,639,345	0	1,599,186	0	1,460,777	0	1,689,421	0	1,787,627	0	1,997,461	0	2,114,918	0	
Administration of Justice	1,700,803	0	1,774,488	0	1,749,801	0	1,796,717	0	1,795,328	0	1,722,830	0	1,857,695	0	1,832,216	0	2,054,551	0	2,241,827	0	
Public Safety	7,954,991	0	8,011,004	0	7,788,326	0	7,916,501	0	7,786,605	0	7,366,168	0	7,458,376	0	6,383,430	0	8,845,070	0	10,250,264	0	
Public Health and Welfare	4,380,157	0	4,126,630	0	5,356,033	0	4,486,032	0	4,472,045	0	4,159,809	0	4,536,744	0	4,582,425	0	4,599,922	0	5,608,185	0	
Social, Cultural, and Recreational Services	156,662	0	156,662	0	514,850	0	598,490	0	1,189,722	0	167,090	0	1,729,955	0	2,451,654	0	169,065	0	171,529	0	
Agriculture and Natural Resources	216,955	0	260,546	0	294,011	0	266,214	0	297,833	0	223,972	0	326,537	0	420,259	0	320,662	0	330,999	0	
Other Operations	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Highways	2,736,615	0	2,583,006	0	2,933,127	0	1,751,616	0	2,481,031	0	2,352,222	0	2,468,027	0	4,875,194	0	3,780,207	0	4,287,929	0	
Education	2,868,706	0	2,693,913	0	2,495,792	0	2,318,241	0	2,353,808	0	10,503	0	0	0	8,911,000	0	13,510,000	0	1,073,730	0	
Interest on Long-term Debt	0	0	0	0	0	0	0	0	0	0	2,106,399	0	2,042,864	0	2,537,110	0	2,456,951	0	2,793,883	0	
Other Debt Service	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Business-type Activity - Nursing Home	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Component Unit - Bedford County School Dept	0	61,487,565	0	63,705,713	0	64,609,492	0	64,154,978	0	61,607,980	0	62,713,933	0	65,130,978	0	66,691,006	0	72,141,967	0	75,353,474	0
Total Expenses	\$ 23,996,340	\$ 61,487,565	\$ 23,780,652	\$ 63,705,713	\$ 25,398,128	\$ 64,609,492	\$ 23,471,619	\$ 64,154,978	\$ 24,780,591	\$ 61,607,980	\$ 22,512,698	\$ 62,713,933	\$ 24,922,985	\$ 65,130,978	\$ 36,327,005	\$ 66,691,006	\$ 40,897,604	\$ 72,141,967	\$ 32,557,004	\$ 75,353,474	
Program Revenues																					
Governmental Activities:																					
Charges for Services:																					
General Government	\$ 569,304	\$ 0	\$ 481,210	\$ 0	\$ 539,912	\$ 0	\$ 729,270	\$ 0	\$ 996,046	\$ 0	\$ 663,218	\$ 0	\$ 762,212	\$ 0	\$ 805,318	\$ 0	\$ 828,150	\$ -	\$ 905,567	\$ -	
Finance	981,784	0	1,006,052	0	997,037	0	1,060,922	0	1,061,823	0	1,113,803	0	1,227,416	0	1,286,981	0	1,345,888	0	1,362,056	0	
Administration of Justice	1,403,878	0	1,683,922	0	1,619,539	0	1,495,030	0	1,455,787	0	1,634,501	0	1,649,356	0	1,746,340	0	1,576,541	0	1,548,378	0	
Public Safety	1,280,113	0	1,326,428	0	939,714	0	849,422	0	912,066	0	774,181	0	806,956	0	723,132	0	708,814	0	640,737	0	
Public Health and Welfare	1,377,502	0	1,608,862	0	1,523,074	0	1,964,227	0	1,757,596	0	1,175,838	0	2,729,882	0	2,044,408	0	2,231,341	0	2,053,597	0	
Social, Cultural, and Recreational Services	0	0	0	0	0	0	0	0	0	0	20,468	0	26,780	0	28,038	0	28,507	0	130,728	0	
Agriculture and Natural Resources	7,800	0	5,550	0	8,310	0	6,450	0	9,300	0	7,400	0	10,450	0	9,850	0	13,750	0	9,300	0	
Highways	19,436	0	22,263	0	19,391	0	19,839	0	29,559	0	88,880	0	42,725	0	17,087	0	15,803	0	13,971	0	
Operating Grants and Contributions	3,805,231	0	3,365,287	0	3,439,576	0	2,559,500	0	2,515,105	0	2,749,921	0	2,577,316	0	3,090,324	0	3,482,421	0	3,406,463	0	
Capital Grants and Contributions	698,513	0	837,862	0	749,197	0	833,698	0	355,635	0	270,665	0	827,876	0	1,062,913	0	95,375	0	674,967	0	
Business-type Activity:																					
Nursing Home:																					
Charges for Services																					
Component Unit - Bedford County School Dept:	0	1,733,479	0	1,630,033	0	1,607,907	0	1,512,140	0	717,591	0	818,230	0	827,181	0	796,110	0	802,910	0	639,794	
Charges for Services	0	8,502,993	0	8,864,455	0	8,240,600	0	8,904,944	0	9,084,465	0	8,636,594	0	8,751,916	0	8,380,374	0	8,745,584	0	8,935,874	
Operating Grants and Contributions	0	71,571	0	0	0	0	0	136,646	0	0	0	0	0	0	0	0	0	0	0	0	
Capital Grants and Contributions	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Revenues	\$ 10,143,561	\$ 10,308,043	\$ 10,337,436	\$ 10,494,488	\$ 9,835,750	\$ 9,848,507	\$ 9,518,358	\$ 10,553,730	\$ 9,092,917	\$ 9,802,056	\$ 8,498,875	\$ 9,454,824	\$ 10,660,969	\$ 9,579,097	\$ 10,814,391	\$ 9,176,484	\$ 10,326,590	\$ 9,548,494	\$ 10,745,764	\$ 9,575,668	
Net (Expense)/Revenue																					
Total	\$ (13,852,779)	\$ (51,179,522)	\$ (13,443,216)	\$ (53,211,225)	\$ (15,562,378)	\$ (54,760,985)	\$ (13,953,261)	\$ (53,601,248)	\$ (15,687,674)	\$ (51,805,924)	\$ (14,013,823)	\$ (53,259,109)	\$ (14,262,016)	\$ (55,551,881)	\$ (25,512,614)	\$ (57,514,522)	\$ (30,571,014)	\$ (62,593,473)	\$ (21,811,240)	\$ (65,777,806)	

(Continued)

Table 2

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Change in Net Position
Last Ten Fiscal Years
(accrual basis of accounting) (Cont.)

	2011		2012		2013		2014		2015		2016		2017		2018		2019		2020		
	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	Primary Government	Component Unit	
General Revenues and Other Changes in Net Position																					
Governmental Activities:																					
Taxes																					
Property Taxes	\$ 9,731,369	\$ 7,941,311	\$ 10,155,790	\$ 8,286,550	\$ 10,600,355	\$ 7,731,057	\$ 10,385,599	\$ 8,407,067	\$ 10,367,833	\$ 8,497,841	\$ 10,531,027	\$ 8,593,180	\$ 13,941,673	\$ 8,743,491	\$ 14,552,720	\$ 8,881,861	\$ 14,974,347	\$ 9,151,870	\$ 16,233,738	\$ 9,323,610	
Sales Taxes	5,142,959	1,888,559	5,365,336	1,976,524	5,222,426	1,922,541	5,473,609	2,026,045	5,777,154	2,134,397	6,090,675	2,240,465	6,465,923	2,383,873	6,752,499	2,477,966	7,465,948	2,722,361	8,282,911	2,985,399	
Other Taxes	1,161,823	2,435	1,244,429	2,776	1,142,346	3,842	1,209,328	10,315	1,270,682	24,832	1,503,590	28,559	1,624,970	28,865	1,773,540	25,232	1,902,471	23,648	1,795,188	23,710	
Unrestricted Grants and Contributions	698,542	38,654,298	909,020	38,709,171	1,078,237	39,375,514	1,091,349	42,946,669	921,801	43,223,113	1,251,690	45,407,991	1,083,772	49,483,660	1,469,832	59,602,065	1,514,623	67,204,783	1,311,658	55,251,610	
Investment Earnings	336,696	1,870	223,752	88,905	40,277	43,626	36,627	1,124	39,737	948	91,060	902	212,390	1,131	669,988	2,803	1,306,193	13,749	1,033,846	13,798	
Special Item	0	0	1,821,783	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Gain on Sale of Capital Assets	0	0	0	0	0	0	0	20,109	0	28,182	0	0	1,698	8,714	48,422	139,000	0	58,894	6,830	21,800	
Pension Income	0	0	0	0	0	0	0	0	378,711	597,366	0	0	0	0	0	0	109,861	0	0	0	
Transfers in/out	0	0	0	0	731,675	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Miscellaneous	401,887	251,508	267,764	171,076	272,656	158,615	380,290	101,341	247,676	162,279	269,471	81,789	269,350	100,654	277,069	115,771	684,378	58,585	618,142	115,275	
Total Governmental Activities	\$ 17,473,276	\$ 48,739,981	\$ 19,987,874	\$ 49,235,002	\$ 19,087,972	\$ 49,235,195	\$ 18,576,802	\$ 53,512,670	\$ 19,003,594	\$ 54,668,958	\$ 19,737,513	\$ 56,352,886	\$ 23,599,776	\$ 60,750,388	\$ 25,544,070	\$ 71,244,698	\$ 27,957,821	\$ 79,233,890	\$ 29,282,313	\$ 67,735,202	
Business-type Activities:																					
Investment Earnings	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Transfers in/out	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Business-type Activities	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Total	\$ 17,473,276	\$ 48,739,981	\$ 19,987,874	\$ 49,235,002	\$ 19,087,972	\$ 49,235,195	\$ 18,576,802	\$ 53,512,670	\$ 19,003,594	\$ 54,668,958	\$ 19,737,513	\$ 56,352,886	\$ 23,599,776	\$ 60,750,388	\$ 25,544,070	\$ 71,244,698	\$ 27,957,821	\$ 79,233,890	\$ 29,282,313	\$ 67,735,202	
Prior-period Adjustment/Restatement	\$ (53,211)	\$ 0	\$ 0	\$ 0	\$ (735,172)	\$ 0	\$ 0	\$ 0	\$ 1,359,566	\$ (7,451,846)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ -	\$ -	\$ -	\$ -	
Change in Net Position	\$ 3,567,286	\$ (2,439,541)	\$ 6,544,658	\$ (3,976,223)	\$ 2,790,422	\$ (5,525,790)	\$ 4,623,541	\$ (88,578)	\$ 4,675,486	\$ (4,588,812)	\$ 5,723,690	\$ 3,093,777	\$ 9,337,760	\$ 5,198,507	\$ 31,456	\$ 13,730,176	\$ (2,613,193)	\$ 16,640,417	\$ 7,471,073	\$ 1,957,396	

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* for the fiscal year ended June 30, 2007. The discretely presented Bedford County School Department implemented the standard as of June 30, 2003.

Table 3

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Governmental Activities Tax Revenues by Source
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year Ended	Property Tax	Local Option Sales Tax	Litigation Tax	Business Tax	Mineral Severance Tax	Wholesale Beer Tax	Other	Total
Primary Government								
2011	\$ 9,731,369	\$ 5,142,959	\$ 278,579	\$ 317,681	\$ 109,964	\$ 197,564	\$ 367,999	\$ 16,146,115
2012	10,155,790	5,365,336	458,927	365,163	74,220	198,779	254,419	16,872,634
2013	10,600,355	5,222,426	393,011	378,816	60,113	189,353	121,053	16,965,127
2014	10,385,599	5,473,609	370,080	337,659	63,473	194,814	243,302	17,068,536
2015	10,367,833	5,777,154	367,760	385,275	85,765	195,585	236,297	17,415,669
2016	10,531,027	6,090,675	379,453	447,762	122,277	188,933	365,165	18,125,292
2017	13,941,673	6,465,923	463,462	443,759	125,177	183,066	409,506	22,032,566
2018	14,552,720	6,752,499	496,784	478,321	155,971	181,520	460,944	23,078,759
2019	14,974,347	7,465,948	549,910	502,057	147,488	177,732	525,284	24,342,766
2020	16,233,738	8,282,911	387,949	566,263	157,941	193,158	489,877	26,311,837
Component Unit								
2011	\$ 7,941,311	\$ 1,888,559	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,435	\$ 9,832,305
2012	8,286,550	1,976,524	0	0	0	0	2,776	10,265,850
2013	7,731,057	1,922,541	0	0	0	0	3,842	9,657,440
2014	8,407,067	2,026,045	0	0	0	0	10,315	10,443,427
2015	8,497,841	2,134,397	0	0	0	0	24,832	10,657,070
2016	8,593,180	2,240,465	0	0	0	0	28,559	10,862,204
2017	8,743,491	2,383,873	0	0	0	0	28,865	11,156,229
2018	8,881,861	2,477,966	0	0	0	0	25,232	11,385,059
2019	9,151,870	2,722,361	0	0	0	0	23,648	11,897,879
2020	9,323,610	2,985,399	0	0	0	0	23,710	12,332,719

Note(s): The primary government implemented Governmental Accounting Standards Board Statement No. 34, *Basic Financial Management's Discussion and Analysis - for State and Local Governments* for the fiscal year ended June 30, 2007. The discretely presented Bedford County School Department implemented the standard as of June 30, 2003.

Table 4

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Primary Government:										
General Fund										
Reserved	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved	0	0	0	0	0	0	0	0	0	0
Restricted	638,427	810,591	1,045,339	1,301,479	1,494,868	1,539,398	1,695,643	1,997,291	1,673,630	1,275,503
Committed	131,105	166,862	73,110	123,695	90,515	3,063,818	3,012,637	3,627,147	3,736,710	2,668,076
Assigned	6,190,717	6,190,717	8,837,240	7,298,025	5,843,278	5,037,447	4,817,447	4,817,447	4,987,447	4,987,447
Unassigned	4,678,463	5,359,126	4,362,556	5,135,801	5,086,174	2,235,071	2,816,522	3,094,857	2,430,214	2,526,538
Total General Fund	\$ 11,638,712	\$ 12,527,296	\$ 14,318,245	\$ 13,859,000	\$ 12,514,835	\$ 11,875,734	\$ 12,342,249	\$ 13,536,742	\$ 12,828,001	\$ 11,457,564
All Other Governmental Funds										
Reserved	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved, Reported in:										
Special Revenue Funds	0	0	0	0	0	0	0	0	0	0
Debt Service Funds	0	0	0	0	0	0	0	0	0	0
Capital Projects Funds	0	0	0	0	0	0	0	0	0	0
Restricted	814,266	985,573	950,483	952,886	765,568	954,306	1,877,651	1,594,997	2,459,713	2,003,495
Committed	4,238,144	3,222,188	2,828,512	2,848,554	4,522,276	4,575,064	8,652,306	14,510,756	19,449,804	20,736,116
Total All Other Governmental Funds	\$ 5,052,410	\$ 4,207,761	\$ 3,778,995	\$ 3,801,440	\$ 5,287,844	\$ 5,529,370	\$ 10,529,957	\$ 16,105,753	\$ 21,909,517	\$ 22,739,611
Component Unit:										
General Fund (General Purpose School)										
Reserved	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved	0	0	0	0	0	0	0	0	0	0
Nonspendable	0	0	0	0	132,000	0	0	0	0	0
Restricted	213,477	199,843	165,078	166,251	164,684	150,469	145,820	146,039	265,629	435,144
Committed	941,892	483,315	90,556	51,240	292,532	2,210,767	2,168,520	3,083,507	13,286,591	12,499,907
Assigned	0	0	0	0	0	0	0	0	2,100,000	0
Unassigned	9,124,213	8,900,911	7,508,455	9,297,505	11,475,980	12,681,681	16,432,384	19,417,004	8,047,328	10,862,768
Total General Fund	\$ 10,279,582	\$ 9,584,069	\$ 7,764,089	\$ 9,514,996	\$ 12,065,196	\$ 15,042,917	\$ 18,746,724	\$ 22,646,550	\$ 23,699,548	\$ 23,797,819
All Other School Funds										
Reserved	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Unreserved, Reported in:										
Special Revenue Funds	0	0	0	0	0	0	0	0	0	0
Capital Projects Funds	0	0	0	0	0	0	0	0	0	0
Nonspendable	154,382	78,958	69,787	62,906	68,314	50,073	52,938	48,039	42,894	117,826
Restricted	1,839,985	1,906,571	1,737,936	1,534,133	1,110,359	1,215,388	1,615,799	2,267,031	2,126,871	2,220,230
Committed	236,096	204,995	197,821	205,188	200,776	255,300	313,508	374,263	650,362	663,921
Total All Other Governmental Funds	\$ 2,230,463	\$ 2,190,524	\$ 2,005,544	\$ 1,802,227	\$ 1,379,449	\$ 1,520,761	\$ 1,982,245	\$ 2,689,333	\$ 2,820,127	\$ 3,001,977

Note(s): Negative reserves reflect a fund deficit.

Provisions of Governmental Accounting Standards Board (GASB)
Statement No. 54, *Fund Balance Reporting and Governmental Fund Type
Definitions* became effective for the year ended June 30, 2011.

Table 5

Bedford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Taxes	\$ 16,657,679	\$ 17,653,465	\$ 17,797,946	\$ 17,751,437	\$ 18,197,230	\$ 18,820,159	\$ 22,735,336	\$ 24,118,651	\$ 25,254,166	\$ 27,037,817
Licenses and Permits	110,558	124,385	118,632	148,734	185,493	234,641	288,902	323,266	350,738	395,515
Fines and Forfeitures	323,633	503,321	478,464	477,127	479,011	467,569	467,671	512,614	406,650	375,985
Charges for Service	1,821,470	2,113,738	1,844,557	2,431,463	1,861,928	2,025,410	2,816,584	2,722,492	2,506,213	2,505,253
Other Local Revenue	1,253,095	1,018,210	726,632	952,557	1,016,195	664,191	783,174	1,297,245	2,007,784	1,628,389
Fees from County Officials	1,812,097	1,876,402	1,854,492	1,847,897	1,882,048	2,103,166	2,262,130	2,365,056	2,366,404	2,299,702
State Revenues	4,117,662	4,192,890	3,902,012	3,606,910	3,696,514	3,829,425	4,129,993	4,483,638	3,928,303	3,932,360
Federal Revenues	665,073	419,540	512,931	732,388	85,994	198,341	131,589	429,341	108,371	493,281
Other Govt/Citizens	1,044,387	1,007,321	1,000,376	2,454	12,870	80,073	27,502	173,093	10,332	290,210
Total Revenues	\$ 27,805,654	\$ 28,909,272	\$ 28,236,042	\$ 27,950,967	\$ 27,417,283	\$ 28,422,975	\$ 33,642,881	\$ 36,425,396	\$ 36,938,961	\$ 38,958,512
Expenditures										
General Government	\$ 1,330,518	\$ 1,460,288	\$ 1,361,659	\$ 1,556,066	\$ 1,557,454	\$ 1,561,130	\$ 1,597,425	\$ 1,707,629	\$ 2,433,317	\$ 2,523,384
Finance	1,550,567	1,547,127	1,581,299	1,636,393	1,651,339	1,617,844	1,749,951	1,847,940	2,047,227	2,111,214
Admin. of Justice	1,696,031	1,771,828	1,759,688	1,796,881	1,859,036	1,931,689	1,939,392	2,052,233	2,120,382	2,217,004
Public Safety	7,379,267	7,640,525	7,677,972	7,465,438	7,508,106	7,923,637	7,965,481	8,183,987	9,091,193	10,078,564
Public Health/Welfare	3,921,733	3,841,254	4,218,825	4,208,827	4,395,761	4,220,633	4,490,206	4,605,430	4,476,641	5,330,494
Social, Cultural/Rec.	156,662	156,662	167,090	167,090	1,167,090	167,090	162,150	157,210	169,065	171,529
Agriculture and Natural Resources	206,310	205,537	208,192	230,609	245,158	246,322	245,974	242,476	255,158	256,440
Other Operations	789,966	741,446	1,439,296	860,151	1,125,718	1,441,073	1,172,011	927,852	973,215	1,177,291
Highway and Bridge	2,986,847	2,753,252	2,674,616	2,622,733	3,963,081	3,805,949	3,215,278	4,127,297	3,344,151	4,063,704
Debt Service:										
Principal	5,512,665	5,450,298	5,166,600	4,475,600	3,512,000	4,062,000	3,584,397	3,048,324	5,366,006	5,974,200
Interest	3,104,068	2,923,613	2,655,861	2,351,178	2,246,816	2,126,118	2,043,101	2,021,298	2,518,547	2,771,883
Other Charges	95,474	113,665	111,478	103,658	2,728,386	102,065	409,558	206,643	491,919	163,315
Capital Projects	821,589	251,469	851,283	913,143	22,632	0	1,567,805	11,897,788	39,785,474	12,947,717
Total Expenditures	\$ 29,551,697	\$ 28,856,964	\$ 29,873,859	\$ 28,387,767	\$ 31,982,577	\$ 29,205,550	\$ 30,142,729	\$ 41,026,107	\$ 73,072,295	\$ 49,786,739
Excess of Revenues Over (Under) Expenditures	\$ (1,746,043)	\$ 52,308	\$ (1,637,817)	\$ (436,800)	\$ (4,565,294)	\$ (782,575)	\$ 3,500,152	\$ (4,600,711)	\$ (36,133,334)	\$ (10,828,227)

(Continued)

Table 5

Bedford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years (Cont.)
(modified accrual basis of accounting)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Other Financing Sources (Uses)										
Transfers In	\$ 162,257	\$ 327,570	\$ 347,929	\$ 710,734	\$ 581,920	\$ 205,830	\$ 54,561	\$ 78,116	\$ -	\$ 3,275,000
Transfers Out	0	(327,570)	(347,929)	(710,734)	(581,920)	(205,830)	(54,561)	(78,116)	0	(3,275,000)
Bond Proceeds	0	0	0	0	0	0	0	0	0	0
Note Proceeds	300,000	0	0	0	2,000,000	385,000	0	0	1,000,000	1,650,000
Other Loans Issued	0	0	0	0	0	0	1,966,950	11,371,000	39,840,000	8,347,050
Insurance Recovery	0	0	0	0	97,533	0	0	0	0	290,834
Proceeds on Refunded Bonds	0	2,700,000	8,405,000	0	2,610,000	0	0	0	34,735,000	0
Payments to Refunded Bond										
Escrow Agent	0	(2,708,373)	(8,405,000)	0	0	0	0	0	(36,180,000)	0
Premiums on Bonds Sold	0	0	0	0	0	0	0	0	1,833,357	0
Sale of Nursing Home Capital Assets	0	0	3,000,000	0	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>\$ 462,257</u>	<u>\$ (8,373)</u>	<u>\$ 3,000,000</u>	<u>\$ 0</u>	<u>\$ 4,707,533</u>	<u>\$ 385,000</u>	<u>\$ 1,966,950</u>	<u>\$ 11,371,000</u>	<u>\$ 41,228,357</u>	<u>\$ 10,287,884</u>
Net Change in Fund Balances	<u>\$ (1,283,786)</u>	<u>\$ 43,935</u>	<u>\$ 1,362,183</u>	<u>\$ (436,800)</u>	<u>\$ 142,239</u>	<u>\$ (397,575)</u>	<u>\$ 5,467,102</u>	<u>\$ 6,770,289</u>	<u>\$ 5,095,023</u>	<u>\$ (540,343)</u>
Debt Service as a Percentage of Noncapital Expenditures	30.8%	30.1%	27.3%	25.8%	19.5%	23.3%	20.4%	13.4%	17.4%	23.9%
Capital Expenditures	\$ 1,602,588	\$ 1,073,924	\$ 1,231,563	\$ 1,924,834	\$ 2,443,200	\$ 2,653,014	\$ 2,549,192	\$ 3,269,849	\$ 27,871,878	\$ 13,203,977

General Governmental TAX Revenues by Source
Last Ten Fiscal Years (Cont.)
(modified accrual basis of accounting)

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Property Tax	\$ 9,544,367	\$ 10,159,124	\$ 10,541,068	\$ 10,282,564	\$ 10,308,173	\$ 10,495,204	\$ 13,764,816	\$ 14,548,973	\$ 14,950,166	\$ 16,028,725
Sales Tax	5,119,682	5,333,207	5,243,541	5,429,374	5,749,141	6,072,709	6,418,775	6,742,521	7,396,124	8,080,502
Litigation Tax	371,284	458,927	393,011	370,080	367,760	379,453	463,462	496,784	549,910	387,949
Business Tax	317,681	365,163	378,816	337,659	385,275	447,762	443,759	478,321	502,057	566,263
Mineral Severance	109,964	107,079	60,113	63,473	85,765	122,277	125,177	155,971	147,488	157,941
Development Tax	342,536	145,352	133,624	162,926	293,652	304,257	411,622	465,261	530,887	509,697
Wholesale Beer Tax	197,564	198,779	189,353	194,814	195,585	188,933	183,066	181,520	177,732	193,158
Bank Excise Tax	21,032	157,420	127,964	201,274	66,319	61,349	74,749	130,931	131,290	237,412
Other Statutory Tax	1,507	1,399	1,998	2,388	2,323	1,797	1,951	-	-	-
	<u>\$ 16,025,617</u>	<u>\$ 16,926,450</u>	<u>\$ 17,069,488</u>	<u>\$ 17,044,552</u>	<u>\$ 17,453,993</u>	<u>\$ 18,073,741</u>	<u>\$ 21,887,377</u>	<u>\$ 23,200,282</u>	<u>\$ 24,385,654</u>	<u>\$ 26,161,647</u>

Table 6

Bedford County, Tennessee
Discretely Presented Bedford County School Department
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues										
Local Taxes	\$ 10,181,119	\$ 10,842,595	\$ 10,198,143	\$ 10,921,251	\$ 11,166,083	\$ 11,432,324	\$ 11,622,771	\$ 11,949,432	\$ 12,388,869	\$ 12,653,336
Licenses and Permits	2,274	2,813	2,248	2,574	2,407	2,507	2,500	2,328	2,366	1,771
Charges for Current Services	1,558,792	1,597,663	1,558,003	1,501,265	709,721	802,780	817,381	782,726	788,420	623,946
Investment Earnings	0	0	0	0	0	0	0	0	0	0
Other Local Revenues	436,815	316,421	266,941	121,181	192,693	102,091	128,045	141,171	182,032	171,304
State of Tennessee	36,409,178	37,718,020	37,636,177	42,084,781	41,854,959	44,111,599	47,163,713	49,259,218	52,603,326	53,432,679
Federal Government	10,324,685	9,352,411	9,412,841	9,245,991	9,906,228	9,368,511	9,816,652	9,284,746	9,354,568	9,687,296
Other Governments and Citizens Groups	0	0	68,174	0	0	0	753,950	8,911,000	13,510,000	600,050
Total Revenues	\$ 58,912,863	\$ 59,829,923	\$ 59,142,527	\$ 63,877,043	\$ 63,832,091	\$ 65,819,812	\$ 70,305,012	\$ 80,330,621	\$ 88,829,581	\$ 77,170,382
Expenditures										
Current:										
Instruction	\$ 36,400,761	\$ 36,425,159	\$ 36,833,683	\$ 37,284,617	\$ 35,395,486	\$ 35,682,540	\$ 37,414,953	\$ 38,970,289	\$ 42,268,667	\$ 42,528,651
Support Services	17,769,273	19,036,517	18,789,889	19,260,911	20,367,461	20,643,963	21,351,551	21,515,150	23,758,920	24,760,949
Operation of Non- instructional Services	4,227,544	4,739,742	5,018,453	5,307,802	5,478,410	5,735,155	5,798,779	5,404,974	6,083,113	6,367,462
Capital Outlay	345,621	363,957	505,462	516,949	489,186	639,121	820,624	1,144,564	1,979,896	2,766,013
Capital Projects	0	0	0	0	0	0	753,814	8,828,730	13,555,193	473,680
Debt Service	0	0	0	0	0	0	0	0	0	0
Total Expenditures	\$ 58,743,199	\$ 60,565,375	\$ 61,147,487	\$ 62,370,279	\$ 61,730,543	\$ 62,700,779	\$ 66,139,721	\$ 75,863,707	\$ 87,645,789	\$ 76,896,755
Excess of Revenues Over (Under) Expenditures	\$ 169,664	\$ (735,452)	\$ (2,004,960)	\$ 1,506,764	\$ 2,101,548	\$ 3,119,033	\$ 4,165,291	\$ 4,466,914	\$ 1,183,792	\$ 273,627
Other Financing Sources (Uses)										
Transfers In	\$ 103,192	\$ 0	\$ 121,037	\$ 10,521	\$ 15,548	\$ 15,570	\$ 15,649	\$ 23,281	\$ 218,000	\$ 18,000
Transfers Out	(103,192)	0	(121,037)	(10,521)	(15,548)	(15,570)	(15,649)	(23,281)	(218,000)	(18,000)
Proceeds from Sale of Capital Assets	0	0	0	0	0	0	0	140,000	0	0
Insurance Recovery	0	0	0	40,826	25,874	0	0	0	0	6,494
Total Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 40,826	\$ 25,874	\$ 0	\$ 0	\$ 140,000	\$ 0	\$ 6,494
Net Change in Fund Balances	\$ 169,664	\$ (735,452)	\$ (2,004,960)	\$ 1,547,590	\$ 2,127,422	\$ 3,119,033	\$ 4,165,291	\$ 4,606,914	\$ 1,183,792	\$ 280,121

Table 7

Bedford County, Tennessee
General Government and Discretely Presented Bedford County School Department
Governmental Tax Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)

Fiscal Year Ended	Property Tax	Local Option Sales Tax	Litigation Tax	Business Tax	Mineral Severance Tax	Wholesale Beer Tax	Bank Excise Tax	Interstate Telecommunications Tax	Other Statutory Local Taxes	Total
Primary Government:										
2011	\$ 9,544,367	\$ 5,119,682	\$ 371,284	\$ 317,681	\$ 109,964	\$ 197,564	\$ 21,032	\$ 1,471	\$ 974,634	\$ 16,657,679
2012	10,159,124	5,333,207	458,927	365,163	74,220	198,779	157,420	1,399	905,226	17,653,465
2013	10,541,068	5,243,541	393,011	378,816	60,113	189,353	127,964	1,998	862,082	17,797,946
2014	10,282,564	5,429,374	370,080	337,659	63,473	194,814	201,274	2,388	869,811	17,751,437
2015	10,308,173	5,749,141	367,760	385,275	85,765	195,585	66,319	2,323	1,036,889	18,197,230
2016	10,495,204	6,072,709	379,453	447,762	122,277	188,933	61,349	1,797	1,050,675	18,820,159
2017	13,764,816	6,418,775	463,462	443,759	125,177	183,066	74,749	1,951	1,259,581	22,735,336
2018	14,548,973	6,742,521	496,784	478,321	155,971	181,520	130,931	0	1,383,630	24,118,651
2019	14,950,166	7,396,124	549,910	502,057	147,488	177,732	131,290	0	1,399,399	25,254,166
2020	16,028,725	8,080,502	387,949	566,263	157,941	193,158	237,412	0	1,385,867	27,037,817
Component Unit:										
2011	\$ 7,788,150	\$ 1,874,206	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,435	\$ 516,328	\$ 10,181,119
2012	8,290,385	1,956,756	0	0	0	0	0	2,776	592,678	10,842,595
2013	7,718,464	1,942,675	0	0	0	0	0	3,842	533,162	10,198,143
2014	8,330,219	2,013,271	0	0	0	0	0	4,591	573,170	10,921,251
2015	8,416,471	2,122,059	0	0	0	0	0	4,466	623,087	11,166,083
2016	8,564,019	2,234,338	0	0	0	0	0	3,782	630,185	11,432,324
2017	8,692,732	2,365,531	0	0	0	0	0	3,752	560,756	11,622,771
2018	8,885,469	2,478,316	0	0	0	0	0	0	585,647	11,949,432
2019	9,135,804	2,699,247	0	0	0	0	0	0	553,818	12,388,869
2020	9,216,768	2,909,747	0	0	0	0	0	0	526,821	12,653,336

Table 8

Bedford County, Tennessee
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	Real Property Assessed			Tangible Personal Property Assessed Commercial and Industrial Property	Public Utility Property	Total Taxable Assessed Value (Inside City of Shelbyville)	Total Taxable Assessed Value (Outside City of Shelbyville)	Total Taxable Assessed Value	Assessed Value as a Percentage of Actual Value	Estimated Actual Taxable Value	Total Direct Tax Rate
		Residential	Farm Agricultural and Forest Property	Commercial Industrial and Mineral Property								
2011	2010	\$ 507,751,000	\$ 161,072,120	\$ 64,842,431	\$ 44,817,232	\$ 343,269,678	\$ 390,395,873	\$ 778,482,783	28.50%	\$ 2,731,324,772	\$ 2.27	
2012	2011	518,228,375	170,176,360	60,074,596	46,706,116	346,455,651	402,023,680	795,185,447	28.57%	2,783,539,733	2.27	
2013	2012	520,099,875	170,523,880	68,010,388	47,632,813	354,545,784	404,088,359	806,266,956	28.59%	2,820,036,348	2.27	
2014	2013	522,256,850	173,607,320	69,384,428	49,177,015	358,387,190	406,861,408	814,425,613	28.64%	2,843,785,871	2.27	
2015	2014	529,856,350	181,448,000	72,341,823	49,777,137	368,185,307	415,460,866	833,423,310	28.66%	2,908,079,796	2.27	
2016	2015	575,150,640	191,688,895	75,926,958	53,254,109	385,978,487	456,788,006	896,020,602	28.65%	3,127,497,836	2.27	
2017	2016	585,989,500	193,178,735	83,596,100	56,538,846	395,859,978	466,904,357	919,303,181	28.67%	3,205,995,293	2.52	
2018	2017	599,561,815	204,608,775	74,971,669	55,453,591	401,240,863	477,901,396	934,595,850	28.40%	3,290,502,947	2.56	
2019	2018	615,703,060	205,611,280	83,668,674	48,573,317	411,269,198	493,713,816	953,556,331	28.19%	3,382,417,100	2.56	
2020	2019	628,789,170	209,674,260	71,321,153	53,674,465	408,667,782	501,116,801	963,459,048	27.93%	3,449,482,879	2.66	

Source(s): Assessors' summary assessments and the Tennessee Comptroller of the Treasury - Division of Property Assessments.

Note(s): Exempt properties are not included in the assessed or estimated value. Tax rates are per \$100 of assessed value. A reappraisal was performed during the 2010 and 2015 tax years. Appraised to taxable values are based on the following table.

Assessment Ratio Table	
Category	Percentage of Appraised Value
Real Property:	
Public Utilities	55%
Commercial	40%
Industrial	40%
Residential	25%
Farm	25%
Agriculture	25%
Forest	25%
Mineral	40%
Personal Property:	
Public Utilities	55%
Commercial	30%
Industrial	30%

Table 9

Bedford County, Tennessee
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ended¹	Tax Year	General Fund	Highway Fund	General Purpose School Fund	General Debt Service Fund	Total² Direct Rate	City of Shelbyville Tennessee^{2,3}	City of Bell Buckle Tennessee^{2,3}	City of Normandy Tennessee^{2,3}	City of Wartrace Tennessee^{2,3}	Total Direct and Overlapping
2011	2010 ⁴	\$ 1.11	\$ 0.04	\$ 1.02	\$ 0.10	\$ 2.27	\$ 1.41	\$ 0.16	\$ 0.20	\$ 1.00	\$ 3.68
2012	2011	1.11	0.04	1.02	0.10	2.27	1.65	0.16	0.20	1.15	3.92
2013	2012	1.11	0.04	0.96	0.16	2.27	1.65	0.25	0.20	1.32	3.92
2014	2013	1.11	0.04	1.02	0.10	2.27	1.65	0.25	0.20	1.30	3.92
2015	2014	1.11	0.04	1.02	0.10	2.27	1.65	0.30	0.20	1.40	3.92
2016	2015 ⁴	1.11	0.04	1.02	0.10	2.27	1.81	0.40	0.20	1.40	4.08
2017	2016	1.11	0.08	0.97	0.36	2.52	1.77	0.36	0.20	1.31	4.29
2018	2017	1.15	0.08	0.97	0.36	2.56	1.77	0.36	0.50	1.31	4.33
2019	2018	1.15	0.08	0.97	0.36	2.56	1.77	0.56	0.50	1.31	4.33
2020	2019	1.30	0.08	0.97	0.31	2.66	1.77	0.60	0.50	1.31	4.43

Source(s): Bedford County Commission's resolutions for tax levies by fiscal year and the City Recorder's Office.

Note(s):

¹ Taxes assessed in one fiscal year are for the benefit of the following fiscal year.

² Rates are applied per \$100 of assessed valuation.

³ The cities of Shelbyville, Bell Buckle, Normandy, and Wartrace are considered overlapping governments.

⁴ A reappraisal was performed during the 2010 and 2015 tax years.

Table 10

Bedford County, Tennessee
Principal Property Taxpayers
Current Year and Nine Years Ago

<u>Taxpayer</u>	Fiscal Year Ended 2020			Fiscal Year Ended 2011		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
	Calsonic Manufacturing	\$ 33,156,672	1	3.4%	\$ 20,405,576	1
Duck River Electric Membership	22,133,640	2	2.3%	18,921,918	2	2.4%
Walmart Stores East	14,153,369	3	1.5%	13,304,851	3	1.7%
Shelbyville Hospital Corporation (Tennova)	11,093,264	4	1.2%	-	-	-
Tyson Foods	8,926,776	5	0.9%	8,155,823	5	1.0%
Twist Beauty Packaging	8,724,425	6	0.9%	6,081,371	7	0.8%
Sanford Corporation	8,606,149	7	0.9%	6,478,436	6	0.8%
Automotive Properties of New York (SMW)	6,122,834	8	0.6%	-	-	-
CSX Transportation	4,568,223	9	0.5%	-	-	-
East Tennessee Natural Gas	4,123,946	10	0.4%	-	-	-
Bemis	-	-	-	11,427,000	4	1.5%
Bellsouth Telecom	-	-	-	4,915,520	8	0.6%
United Telephone	-	-	-	4,039,649	9	0.5%
National Pen Corp	-	-	-	3,671,068	10	0.5%
Totals	\$ 121,609,298		12.6%	\$ 97,401,212		12.0%

Source: Trustee's Tax Rolls.

Table 11

Bedford County, Tennessee
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year Ended June 30	Tax Year	Adjusted Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
			Amount	Percentage of Levy		Amount	Percentage of Levy
2011	2010	\$ 17,637,729	\$ 16,199,443	91.85%	\$ 537,832	\$ 16,737,275	94.89%
2012	2011	18,044,364	16,637,710	92.20%	431,626	17,069,336	94.60%
2013	2012	18,237,900	17,040,915	93.44%	476,632	17,517,547	96.05%
2014	2013	18,467,741	17,344,682	93.92%	358,666	17,703,348	95.86%
2015	2014	18,604,967	17,603,674	94.62%	288,353	17,892,028	96.17%
2016	2015	19,036,967	18,159,672	95.39%	214,251	18,373,923	96.52%
2017	2016	22,699,009	21,657,688	95.41%	208,655	21,866,343	96.33%
2018	2017	23,504,698	22,570,828	96.03%	247,347	22,818,175	97.08%
2019	2018	23,863,881	23,015,302	96.44%	254,606	23,269,908	97.51%
2020	2019	25,516,792	24,446,363	95.81%	248,646	24,695,008	96.78%

Source(s): Trustee's tax rolls, trustee's tax collection records, and clerk and master's tax collections records.

Note(s): Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalties the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Table 12

Bedford County, Tennessee
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended June 30	Governmental Activities				Total Primary Government ¹	Percentage of Personal Income ²	Per Capita ²
	General Obligation Bonds	Rural School Bonds	Capital Outlay Notes	Other Loans Payable			
2011	\$ 5,550,000	\$ 60,161,767	\$ 3,518,498	\$ 3,301,000	\$ 72,531,265	8.91%	\$ 1,610
2012	5,290,000	57,154,075	1,780,200	2,819,000	67,043,275	7.98%	1,473
2013	5,020,000	54,036,383	471,600	2,311,000	61,838,983	7.21%	1,357
2014	4,745,000	50,808,263	0	1,777,000	57,330,263	6.49%	1,249
2015	4,455,000	48,133,427	2,000,000	1,215,000	55,803,427	6.20%	1,197
2016	4,155,000	45,348,591	1,985,000	623,000	52,111,591	5.79%	1,104
2017	3,845,000	43,208,755	1,458,603	1,966,950	50,479,308	5.21%	1,063
2018	3,525,000	40,993,919	930,279	13,337,950	58,787,148	5.57%	1,222
2019	3,289,318	38,682,942	1,400,000	50,977,950	94,350,210	8.38%	1,924
2020	3,139,752	36,035,655	2,415,800	56,680,000	98,271,207	8.24%	1,977

Note(s):

¹ Details regarding the county's outstanding debt can be found in the notes to the financial statements.

² See the Schedule of Demographic and Economic Statistics, Table 17, for personal income and population data.

Table 13

Bedford County, Tennessee
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year Ended June 30	General Obligation Bonds	Rural School Bonds	Total Bonded Debt¹	Percentage of Estimated Actual Taxable Value of Property²	Per Capita³
2011	\$ 5,550,000	\$ 60,161,767	\$ 65,711,767	2.41%	\$ 1,458
2012	5,290,000	57,154,075	62,444,075	2.24%	1,372
2013	5,020,000	54,036,383	59,056,383	2.09%	1,296
2014	4,745,000	50,808,263	55,553,263	1.95%	1,210
2015	4,455,000	48,133,427	52,588,427	1.81%	1,128
2016	4,155,000	45,348,591	49,503,591	1.58%	1,049
2017	3,845,000	43,208,755	47,053,755	1.47%	991
2018	3,525,000	40,993,919	44,518,919	1.35%	925
2019	3,289,318	38,682,942	41,972,260	1.28%	856
2020	3,139,752	36,035,655	39,175,407	1.14%	788

Source(s): Debt amortization schedules.

Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

¹ This is the general bonded debt of governmental activities, net of original issuance discounts and premiums.

² See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on Table 8 for property value data.

³ Population data can be found in the Schedule of Demographic and Economic Statistics on Table 17.

Table 14

Bedford County, Tennessee
Direct and Overlapping Governmental Activities Debt
General Obligation Bonds and Notes
As of June 30, 2020

		% of Estimated Property Value	% of Assessed Property Value
		<u> </u>	<u> </u>
<u>Direct Debt</u>			
General Bonded Debt	\$ 39,175,407	1.14%	4.07%
Capital Outlay Notes	2,415,800		
Other Loans Payable	<u>56,680,000</u>		
Total Direct Debt	\$ 98,271,207	2.85%	10.20%
<u>Overlapping Debt</u>			
City of Shelbyville	\$ 2,006,000	0.06%	0.21%
City of Bell Buckle	1,596,539	0.05%	0.17%
City of Wartrace	1,486,991	0.04%	0.15%
Total Overlapping Debt	<u>5,089,530</u>		
Total Direct and Overlapping Debt	<u>\$ 103,360,737</u>	3.00%	10.73%

Source: City Recorders, Tables 8, 12.

Note(s): Overlapping governments are those that are within the geographic boundaries of the county. This schedule presents outstanding debt of those overlapping governments that are within Bedford County. When considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government. The amount of the county's debt overlapping with a city is estimated based on that city's percentage of property tax assessment.

Assessed Value \$ 963,459,048

Estimated Value 3,449,482,879

Table 15

Bedford County, Tennessee
Legal Debt Margin Information
Last Ten Fiscal Years

Not Applicable to Bedford County, Tennessee

Table 16

Bedford County, Tennessee
Pledged-Revenue Coverage
Last Ten Fiscal Years

Not Applicable to Bedford County, Tennessee

Table 17

Bedford County, Tennessee
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year Ended June 30	Population^{1, 5}	Personal Income (amounts expressed in thousands)^{1, 5}	Per Capita Personal Income^{1, 5}	Median Age^{2, 5}	Bedford County School Enrollment³	Annual Unemployment Rate^{4, 5}
2011	45,058	\$ 813,793	\$ 18,061	35.0	7,817	11.9 %
2012	45,509	840,597	18,471	35.1	7,966	10.4
2013	45,573	857,365	18,813	37.0	8,103	9.3
2014	45,901	883,365	19,245	37.2	8,212	7.5
2015	46,627	900,041	19,303	37.2	8,336	7.5
2016	47,183	936,818	19,855	37.2	8,438	5.5
2017	47,484	968,199	20,390	37.7	8,488	4.8
2018	48,117	1,056,120	21,949	37.5	8,562	4.6
2019	49,038	1,125,569	22,953	37.5	8,628	5.0
2020	49,713	1,192,515	23,988	37.3	8,704	9.4

Source(s): Bureau of Economic Analysis, Regional Economic Accounts, U.S. Bureau of the Census, Tennessee Department of Education, and Tennessee Department of Labor and Workforce Development.

¹⁾ Amounts were provided by the Bureau of Economic Analysis: Regional Economic Accounts. Per capita personal income was provided by 2010 U.S. Census data. Personal income amounts for 2011-20 were calculated by multiplying population by per capita income.

²⁾ Fiscal year 2012 was calculated by taking a three-year average change of the three previous years. Amounts for fiscal years 2011 and 2013-20 are U.S. Census Bureau estimates.

³⁾ Enrollment amounts represent the weighted full-time equivalent of average daily attendance.

⁴⁾ Unemployment data was provided by the U.S. Department of Labor, Bureau of Labor Statistics.

⁵⁾ Amounts are presented on a calendar year basis for the fiscal year in which the calendar year ended.

Table 18

Bedford County, Tennessee
Principal Employers
Current Year and Nine Years Ago

<u>Employer³</u>	<u>2020</u>			<u>2011</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment¹</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment²</u>
Tyson Foods	1,270	1	7.85%	1,300	1	7.63%
Calsonic North America	1,190	2	7.35%	712	2	4.18%
Newell Rubbermaid/Sanford Distribution	800	3	4.94%	220	8	1.29%
Wal-Mart Distribution Center	479	3	2.96%	400	5	2.35%
National Pen Co. LLC	475	4	2.94%	485	3	2.85%
Albea (Pechiney, Alcan, American Can)	325	5	2.01%	238	6	1.40%
Century Mold Co., Inc.	185	6	1.14%	-	-	-
Corsicana Bedding, Inc.	160	7	0.99%	131	9	0.77%
Chassix	120	8	0.74%	-	-	-
Cooper Steel Fabricators, Inc.	110	9	0.68%	-	-	-
Musgrave Pencil Company	85	10	0.53%	87	10	0.51%
Abstretch LLC	85	10	0.53%			
Jostens, Inc.	-	-	-	440	4	2.58%
Bemis Shelbyville	-	-	-	230	7	1.35%
Total	5,284		32.65%	4,243		24.90%

Source(s): Tennessee Department of Economic and Community Development, Middle Tennessee Industrial Development Association.

Note(s):

¹ Percentage is based on March 2020 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.

² Percentage is based on June 2011 employment data provided by the U.S. Department of Labor, Bureau of Labor Statistics.

³ Employer information does not include local governments' employees.

Table 19

Bedford County, Tennessee
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Function:										
General Government	76	72	75	76	77	79	76	81	80	91
Finance	10	9	9	9	9	9	9	9	9	9
Justice	34	33	33	33	34	36	35	37	37	37
Public Safety	129	130	134	134	137	135	140	146	151	158
Health and Welfare	15	14	13	13	26	26	26	30	30	30
Agriculture	1	1	1	1	1	1	1	1	1	1
Other	1	1	1	1	1	1	1	3	3	3
Road and Bridge	26	26	26	26	25	25	24	24	25	27
Total	292	286	292	293	310	312	312	330	335	354
Component Unit:										
Education	1,096	1,199	1,169	1,134	1,111	1,031	1,015	1,034	1,061	1,094

Source: Bedford County Finance Department

Table 20

Bedford County, Tennessee
Operating Indicators by Function
Last Ten Fiscal Years

Function	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<u>General Government</u>										
Registered voters	23,461	24,264	23,704	24,090	23,223	20,553	22,470	23,141	23,125	25,073
Building permits issued										
Single family homes	42	58	56	85	85	109	138	177	156	206
All other permits	343	383	68	68	112	139	156	477	506	473
<u>Public Safety</u>										
Physical arrests	3,298	9,726	6,465	2,165	1,565	3,758	3,893	4,089	3,967	3,438
Traffic citations	1,016	2,122	n/a	n/a	386	884	652	429	354	256
Warrants served	10,542	11,827	10,879	9,737	10,343	10,803	14,475	14,229	14,220	9,619
Summary of inmate days:										
Felons-convicted	22,898	45,740	34,931	13,682	18,832	24,146	14,439	13,170	11,556	12,275
Misdemeanant-convicted	9,447	35,834	32,270	8,316	26,378	21,059	30,868	30,843	32,806	22,269
Pretrial	23,472	1,315	5,173	20,432	24,530	58,507	35,252	35,196	35,071	35,325
Other	129	4,920	5,545	1,057	418	1,320	1,018	2,678	486	871
Total inmate days	55,946	87,809	77,919	43,487	70,158	105,032	81,577	81,887	79,919	70,740
Other daily inmate information										
Average daily population	250	231	211	175	182	338	225	217	218	161
Daily inmate capacity of facility	206	206	206	206	213	213	213	213	213	399
<u>Public Health</u>										
Ambulance - call volume	5,206	5,465	6,050	6,687	6,928	7,010	6,989	6,987	7,672	7,546
Response time - average minutes	11	11	11	11	7	8	7	7	9	8
Animal control										
Requests for service	733	283	864	927	747	580	710	482	431	431
Animals impounded	1,192	929	1,246	1,250	1,320	763	1,024	1,104	833	651
Animals adopted	692	465	908	1,012	1,038	618	844	930	762	616

(Continued)

Table 20

Bedford County, Tennessee
Operating Indicators by Function (Cont.)

Function (Cont.)	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Road and Bridge										
Street resurfaced (miles)	12	10	13	15	28	32	26	42	25	15
Sanitation										
Solid Waste Department										
Refuse collected (in tons)	10,579	10,179	10,045	9,899	9,711	10,495	10,384	10,432	10,308	10,500
Recyclables collected (in tons)										
Paper	235	249	302	280	249	279	331	314	314	106
Batteries	1	1	1	1	0	0	0	1	1	2
Metals	301	190	250	288	249	297	414	446	408	469
Tires	676	413	394	499	451	483	436	423	432	356
Used oil (gallons)	8,100	9,705	4,855	10,590	5,048	8,950	6,968	8,030	10,795	8,412
Component Unit:										
Bedford County School Department										
Weighted Full-time Equivalent Average										
Daily Attendance	7,400	7,599	7,730	7,837	7,956	8,021	8,033	8,094	8,185	8,342
Number Graduated	455	522	505	500	491	526	519	527	575	552

n/a = Information is not available for this time period.

Sources: Election Commission, Building Codes, Sheriff's Department, Ambulance Department, County Animal Control, Highway Department, and Solid Waste Department.

Table 21

Bedford County, Tennessee
Capital Assets Statistics by Function
Last Ten Fiscal Years

Function	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Highways and Streets										
Number of Miles	683	683	683	683	683	685	685	685	685.21	685.71
Number of Bridges	188	188	188	188	188	188	188	188	188	188
Public Safety										
Number of Correctional Facilities	2	2	2	2	2	2	2	2	2	1
Health and Welfare										
Nursing Home	0	0	0	0	0	0	0	0	0	0
Number of Beds	0	0	0	0	0	0	0	0	0	0
Dispatch Station	1	1	1	1	1	1	1	1	1	1
Ambulance Stations	5	5	5	5	5	5	5	5	5	5
Number of Ambulance Units	6	8	8	8	8	8	8	8	8	9
Sanitation/Solid Waste Department										
Number of Trucks	4	4	4	4	4	4	4	4	4	5
Health Department Facilities	1	1	1	1	1	1	1	1	1	1
<u>Facilities and Services Not Included in the Primary Government</u>										
Education:										
Form of Administration										
Number of Schools										
Elementary Schools	8	8	8	8	8	8	8	8	8	8
Middle Schools	2	3	3	3	3	3	3	3	3	3
High Schools	3	3	3	3	3	3	3	3	3	3
Alternative School	1	1	1	1	1	1	1	1	1	1

Sources: Bedford County Highway Department, Sheriff's Department, Ambulance Department, Solid Waste Department, Board of Education.

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

**Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Independent Auditor's Report

Bedford County Mayor and
Board of County Commissioners
Bedford, Tennessee

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the 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, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Bedford County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 6, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Bedford County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bedford County's internal control. Accordingly, we do not express an opinion on the effectiveness of Bedford County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

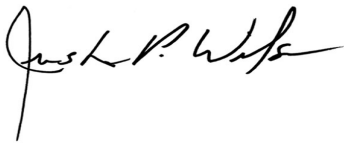
Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bedford County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Bedford County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 6, 2020

JPW/yu



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Bedford County Mayor and
Board of County Commissioners
Bedford, Tennessee

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Bedford County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Bedford County's major federal programs for the year ended June 30, 2020. Bedford County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Bedford County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Bedford County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Bedford County's compliance.

Opinion on Each Major Federal Program

In our opinion, Bedford County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of Bedford County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Bedford County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Bedford County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

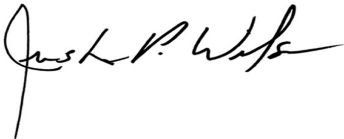
Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bedford County, Tennessee, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Bedford County's basic financial statements. We issued our report thereon dated November 6, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

November 6, 2020

JPW/yu

Bedford County, Tennessee, and the Bedford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3)
For the Year-Ended June 30, 2020

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	\$ 1,547,909 (7)
COVID 19 - School Breakfast Program	10.553	(4)	420,253 (7)
National School Lunch Program	10.555	(4)	3,123,484 (6)
COVID 19 - National School Lunch Program	10.555	(4)	673,862 (6)
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	369,482 (6)
Total U.S. Department of Agriculture			\$ 6,134,990
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Home Investment Partnerships Program	14.239	(4)	\$ 363,692
Total U.S. Department of Housing and Urban Development			\$ 363,692
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	(4)	\$ 6,412
Highway Safety Cluster: (5)			
National Priority Safety Programs	20.616	(4)	3,560
Total U.S. Department of Transportation			\$ 9,972
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 1,995,932
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	N/A	1,824,102
Special Education - Preschool Grants	84.173	N/A	24,681
Career and Technical Education - Basic Grants to States	84.048	N/A	135,130
Education for Homeless Children and Youth	84.196	N/A	14,032
Special Education - State Personnel Development	84.323	N/A	5,390
Rural Education	84.358	N/A	286,531
English Language Acquisition State Grants	84.365	N/A	119,958
Supporting Effective Instruction State Grants	84.367	N/A	215,718
Total U.S. Department of Education			\$ 4,621,474
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
2018 HAVA Election Security Grants	90.404	(4)	\$ 1,812 (8)
COVID 19 - 2020 Supplemental Election Security Grants	90.404	(4)	2,852 (8)
Total U.S. Election Assistance Commission			\$ 4,664
U.S. Department of Health and Human Services:			
Direct:			
COVID-19 - Provider Relief Fund	93.498	N/A	\$ 48,038
Passed-through State Department of Human Services:			
CCDF Cluster: (5)			
Child Care and Development Block Grant	93.575	(4)	19,579
Total U.S. Department of Health and Human Services			\$ 67,617
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
COVID 19 - Disaster Relief Fund - PPE	97.036	(4)	\$ 16,179
Emergency Management Performance Grants	97.042	55722-25538	45,850
Homeland Security Grant Program	97.067	34101-22816	21,065
Total U.S. Department of Homeland Security			\$ 83,094
Total Expenditures of Federal Awards			\$ 11,285,503

(Continued)

Bedford County, Tennessee, and the Bedford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Contract Number	Expenditures
<u>State Grants</u>			
Litter Program - State Department of Transportation	N/A	(4)	\$ 71,232
Juvenile Justice - State Commission on Children and Youth	N/A	(4)	9,000
Archive Grant - Tennessee Secretary of State	N/A	(4)	4,000
COVID 19 - PPE - State Department of Military	N/A	(4)	5,393
Lottery for Education - After-school Programs - State Department of Education	N/A	(4)	126,077
Rural Local Health Services - State Department of Health	N/A	(4)	430,025
Family Academic Support Teams - State Department of Education	N/A	(4)	10,000
Safe Schools Act 2003 - State Department of Education	N/A	(4)	88,761
Student Ticket Subsidy Grant - State Arts Commission	N/A	(4)	4,039
Early Childhood Education - Department of Education	N/A	(4)	721,505
Coordinated School Health Initiative - State Department of Education	N/A	(4)	<u>76,401</u>
 Total State Grants			 <u>\$ 1,546,433</u>

CFDA = Catalog of Federal Domestic Assistance
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Bedford County elected not to use the 10% de minimus cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$6,134,990; Highway Safety Cluster total \$3,560; Special Education Cluster total \$1,848,783; CCDF Cluster total \$19,579.
- (6) Total for CFDA 10.555 is \$4,166,828.
- (7) Total for CFDA 10.553 is \$1,968,162.
- (8) Total for CFDA 90.404 is \$4,664.

Bedford County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2020

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Bedford County, Tennessee, for the year ended June 30, 2020.

Prior-year Financial Statement Findings

There were no prior-year financial statement findings to report.

Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

BEDFORD COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2020

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Bedford County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of major federal programs:
 - * CFDA Numbers: 10.553 and 10.555 Nutrition Cluster: School Breakfast Program and National School Lunch Program
8. Dollar threshold used to distinguish between type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings relating to the financial statement of Bedford County, Tennessee, as a result of our examination for the year ended June 30, 2020.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned cost related to federal awards for the year ended June 30, 2020.

Bedford County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2020

The audit of Bedford County did not report any findings and recommendations. Therefore, no management responses are required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).