

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT
RUTHERFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2021**



ANNUAL COMPREHENSIVE FINANCIAL REPORT
RUTHERFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2021

LISA NOLEN, CPA, CGFM
Director of Finance
Rutherford County, Tennessee

Independent Audit Performed by:

***COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER***

***DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director***

***JEFF BAILEY, CPA, CGFM, CFE
Audit Manager***

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

RUTHERFORD COUNTY, TENNESSEE

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Summary of Audit Findings

Annual Comprehensive Financial Report
Rutherford County, Tennessee
For the Year Ended June 30, 2021

Scope

We have audited the basic financial statements of Rutherford County as of and for the year ended June 30, 2021.

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Rutherford County management. The detailed finding, recommendation, and management's response are included in the Single Audit section of this report.

Finding

The following is a summary of the audit finding:

OFFICE OF COUNTY MAYOR

- ◆ The courthouse roofing project had deficiencies.

INTRODUCTORY SECTION



RUTHERFORD COUNTY
FINANCE DEPARTMENT
Rutherford County Courthouse, Suite 201
Murfreesboro, Tennessee 37130
(615) 898-7795
FAX 904-7526

LETTER OF TRANSMITTAL

October 29, 2021

To the Honorable Bill Ketron, County Mayor,
Board of County Commissioners, and Citizens of
Rutherford County, Tennessee

The Annual Comprehensive Financial Report of Rutherford County, Tennessee, for the year ended June 30, 2021, 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 Annual Comprehensive Financial Report of Rutherford County. This report was prepared by the County's Finance Department in conjunction with the above state agency.

This report consists of management's representations concerning the finances of Rutherford County. Consequently, management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of Rutherford County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of financial statements in conformity with GAAP. The cost of internal controls should not outweigh their benefits in Rutherford County. The comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The goal of the independent audit was to provide reasonable assurance that the financial statements of Rutherford County, for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The financial statements of Rutherford County have been audited by the State of

Tennessee's Comptroller of the Treasury, Division of Local Government Audit. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the financial statements of Rutherford County, for the fiscal year ended June 30, 2021, that are fairly presented in accordance with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of Rutherford County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and compliance with legal requirements involving the administration of federal awards. These reports are available in a separate section of this annual comprehensive financial report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Rutherford County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Located in the "Heart of Tennessee" with 615 square miles of land area, Rutherford County is the geographic center of the state and is the fifth largest county in the state. Rutherford County was incorporated in 1834 and is governed by an elected County Mayor and a 21-member County Commission. Virtually all of the County Commission's business is conducted through the committee system before moving to the full County Commission for a final vote. The County provides a full range of services, including elementary and secondary education, law enforcement and corrections, judicial, solid waste collection, public health and welfare, and the construction and maintenance of highways and related infrastructure.

Rutherford County operates under Chapter 49, Private Acts of 1979, as amended. This legislation is specific only to Rutherford County and governs the authorities, responsibilities, and day-to-day operations of the Finance Department. The finance director reports directly to the County Commission and is responsible for establishing and maintaining an accounting system for all funds of the County in accordance with generally accepted accounting principles. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., sheriff). A formal budget is adopted annually by the County Commission and is reviewed daily by the Finance Department for compliance. No appropriation made by the County Commission may be legally exceeded, except by resolution of the full commission. The County Commission's budgetary control is at the major category level as defined by the County Uniform Chart of Accounts, prescribed by the Tennessee State Comptroller's Office. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented on Exhibit C-5. For governmental funds with appropriated annual budgets, other than the General Fund, the information is presented on Exhibits G-3 through H.

The financial statements include separate reporting for three legally separate entities: (1) Rutherford County Board of Education, which operates the public school system in the County; (2) Community Care of Rutherford County, Inc., which provides nursing home care to the citizens of Rutherford County; and (3) Rutherford County Emergency Communications District, which

provides a simplified means of securing emergency services through a uniform emergency number for the residents of Rutherford County. Rutherford County is financially accountable only for the Rutherford County Board of Education.

ECONOMIC CONDITION

Local Economy

The strength of the Rutherford County economy can be attributed to our diversity. The County's strong economy in turn attracts a growing population. Rutherford County continues to be recognized as one of the fastest growing counties in America. The citizenry has grown to 341,486 per the 2020 official Census which is 30% above the 2010 Census and 87.6% above the 2000 Census.

The County's largest manufacturing employers include Nissan USA, Ingram Content Group, Asurion, Bridgestone, Johnson Controls, Schneider Electric, and General Mills. While manufacturing is one of the County's strongest economic segments, distribution, transportation, and other service-related industries are also large contributors to the strength of the economy. Tennessee's second largest state university with an enrollment of approximately 22,000, a regional veteran's facility with 347 hospital beds and 245 long-term care beds, a call center for Verizon Wireless, a call center for the Veteran's Administration, and numerous other companies are all located in Rutherford County. The employees of the south central regional office for State Farm Insurance are now working remotely. The County also benefits from being within a day's drive of 75 percent of the nation's markets and only minutes from three major interstates. Nissan, with approximately 8,000 employees from throughout the region, is a major employer in the County. The Nissan Vehicle Assembly Plant in Smyrna was opened in 1983. Nissan has reportedly invested over \$6.4 billion in manufacturing facilities. The Smyrna plant is located on over 884 acres and the facility covers over 5.9 million square feet. The plant capacity is over 640,000 vehicles per year. Currently, the plant produces the Nissan Altima, Nissan Maxima, Nissan Pathfinder, Nissan Leaf, the Infiniti QX60 and the Nissan Rogue.

The economic base in the County continues to grow. Mahle, North America recently announced an investment of \$34 million and the addition of 345 new jobs at a facility in Rutherford County. Mahle provides products to Nissan, Volkswagen and General Motors, which all have automotive assembly plants in Tennessee. Amazon has recently announced an expansion in the LaVergne area of Rutherford County. They will be adding over 100 jobs in a "last mile" facility in the County. Additionally, Stevens Aerospace has announced that they are relocating to the Smyrna Airport in Rutherford County. Stevens Aerospace and Defense Systems provides MRO (maintenance, repair, and overhaul) services on a wide range of aircraft produced by manufacturers such as Textron, Bombardier, Gulfstream, Pilatus, Dassault, and Embraer. This move is expected to create 80 new jobs in the County. The ICEE Company, a subsidiary of J&J Snack Foods, previously announced that they will be relocating their corporate headquarters to LaVergne. ICEE is reported to be a leader and innovator in the frozen beverage industry. The relocation is expected to add approximately 200 jobs in Rutherford County. In December 2020, Gutterglove announced plans to invest \$5.4 million in a new manufacturing and distribution center in LaVergne. The company will be relocating certain machinery from their West Coast facility and adding manufacturing, shipping, receiving, and inventory spaces. The project is expected to create 80 new jobs. In January 2021, Woods Air Movement announced plans to establish a North American headquarters and manufacturing facility in Murfreesboro. The company is investing \$3.6 million in a 25,000 square foot facility for the headquarters and for manufacturing industrial

ventilation products used in road and rail tunnels, non-residential buildings, and underground parking garages. The project is expected to add 27 new jobs.

Similar to the nation and the State of Tennessee, Rutherford County's unemployment rate has decreased over the course of the fiscal year. As of June 2021, Rutherford County had a labor force of 187,690 with 179,259 employed resulting in a 4.5 percent unemployment rate. Based on the unemployment data reported by the Tennessee Department of Labor and Workforce Development for June 2021, Rutherford County's unemployment rate was below the state's average of 5.6 percent and below the national average of 6.1 percent. These rates are quite a bit lower than the June 2020 rates, which were reported as 10.5 percent for the county, 8.6 percent for the state, and 11.1 percent for the country.

Using the local option sales tax revenue received by the General Purpose School Fund as another economic indicator for the County, since all local sales tax includes an education component, it's interesting to note during FY 2021 this revenue component increased 19.48 percent over the prior year to \$81.4 million. Rutherford County Board of Education depends on the education component of the local option sales tax to provide 18.9 percent of its income for the fiscal year.

In the first year of the pandemic (FY 2020), the one revenue that declined significantly was hotel motel tax which was 21% less and a reduction of \$943 from FY 2019. In FY 2021, the hotel motel tax improved 12% for an increase of \$423 from FY 2020.

Major Initiatives

Schools: Major financial pressures continue as a result of the very high population growth rate being experienced by Rutherford County. The most significant impact of this growth is the demand for additional capital investment. For the first time in decades, school enrollment decreased by 162 students (0% growth) from the prior year. This was an unusual year for the County's school system dealing with closures and remote learning related to the pandemic. It is believed that the school population will definitely increase in the next fiscal year. Tennessee statutes mandate to counties the primary responsibility for elementary and secondary education. Education is the largest single major expenditure function of the county. In the fall 2020, the Commission approved funding for an elementary school in the Christina area along with related site work for a middle and high school. They also approved funding for an addition to a middle and elementary school. Even with these projects, the Board of Education determined it will need more schools and significant additions to existing schools within the next five years if growth continues. Within that time frame, the Board of Education has expressed their possible need of two elementary schools, three middle schools and a high school.

Solid Waste: Besides the remarkable population growth the County is experiencing, another pressing challenge facing the County and Municipal Governments is our locally available disposal capacity for both solid waste and debris. In August 2016, the County and City of Murfreesboro contracted with Gershman, Brickner & Bratton, Inc. (GBB) to prepare a solid waste strategic plan that would identify and evaluate available technologies to expand, create, supplement, or replace the existing infrastructure to manage the community's solid waste management needs into the next 20 to 40 years. To evaluate the situation, representatives from the County and cities of Murfreesboro, Eagleville, LaVergne and Town of Smyrna participated in a Solid Waste Advisory/Steering Council (SWAC) organized by the County and City of Murfreesboro. The GBB Project Team conducted a planning and public decision-making process that reviewed key factors such as: technology and management options for the future solid waste management system; who the solid waste management system should serve; how the system should be implemented; and,

how the system will be administered. In February 2018, at its final meeting, the SWAC endorsed the organizational option of creating a solid waste management authority under the Tennessee Solid Waste Authority Act of 1991. At the same meeting, the SWAC recommended the solid waste authority pursue two management options. The first being a plan to extend the available time for disposing of waste at the Middle Point landfill, delaying closure and the loss of economic benefits (referred to as Middle Point 2.0). The second was the idea to develop two transfer stations in the County allowing waste and recyclables to be consolidated and better marketed for disposal or processing (referred to as Max-Flex system). In April 2018, the Rutherford County Commission dismissed the recommendation for Middle Point 2.0 and tabled a decision regarding the recommendation for the creation of an Authority but requested additional information regarding the Max-Flex system. During the 2018-2019 fiscal year, key decision makers visited many solid waste and recycle facilities across the country and within Tennessee. During 2019-2020, many companies proposed various ideas for waste disposal and recycling efforts in response to a request for information issued by the County in June 2020. Based on the gathered information, the County engaged Caldwell Environmental Solutions, LLC in November 2020 to assist with a request for proposal process. As a result, nine companies responded and have presented their proposals to the Public Works Committee. As of the date of this report, the committee has not sent forth a recommendation to the commission.

Long-term Financial Planning and Relevant Financial Policies

On June 28, 2021, the County Commission agreed to use nearly \$13.35 million of the unassigned fund balance to fund the General Fund operations for the 2021-2022 fiscal year. After the assignment, as of June 30, 2021, the unassigned fund balance in the General Fund totaled \$37 million which was 31.53 percent of the actual 2020-2021 General Fund expenditures and is 30.2% of the 2021-2022 original General Fund appropriations. This exceeds the amount set by policy (15 percent). According to the commission's policy, 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 reviewed and revised the County's policy concerning the fund balance in the General Debt Service Fund. The policy requires the finance director to determine or estimate the principal and interest requirements of the County and recommend sources of revenues to meet those actual or projected 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 General Debt Service Fund that is conservatively calculated to meet (1) cash flow needs, (2) budgeting contingencies, (3) emergency contingencies, (4) variable rate volatility contingencies, and (5) future forecasted needs. The ending fund balance of the General Debt Service Fund meets the debt service fund balance policy.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2020. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

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 is valid for a period of one year only. Rutherford County has received the Certificate of Achievement for 25 consecutive fiscal years. We believe that our current ACFR continues to conform to the Certificate of Achievement Program 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 accomplished without the efficient and dedicated services of the entire staff of the Finance Department during the past fiscal year. They are Mark Tucker, Teresa Jolly, Linda Godsey, Chrissi Caruthers, Reba Carleton, Sharon Richards, Susan Thompson, Jennifer Henson, Scott Magner, Lisa Boulanger, Kierstie Jensen, Patricia Newcomb, Denise Terranova, and Ray Lane. I would also like to thank the staff of the County's Office of Information Technology for keeping our accounting system operational. Credit should also be given to the County mayor and the governing body for their interest and support in planning and conducting the operations of Rutherford County government in a responsible and progressive manner.

Sincerely,

A handwritten signature in black ink, reading "Lisa A. Nolen". The signature is fluid and cursive, with the first name "Lisa" being the most prominent part.

Lisa A. Nolen, CPA, CGFM
Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Rutherford County
Tennessee**

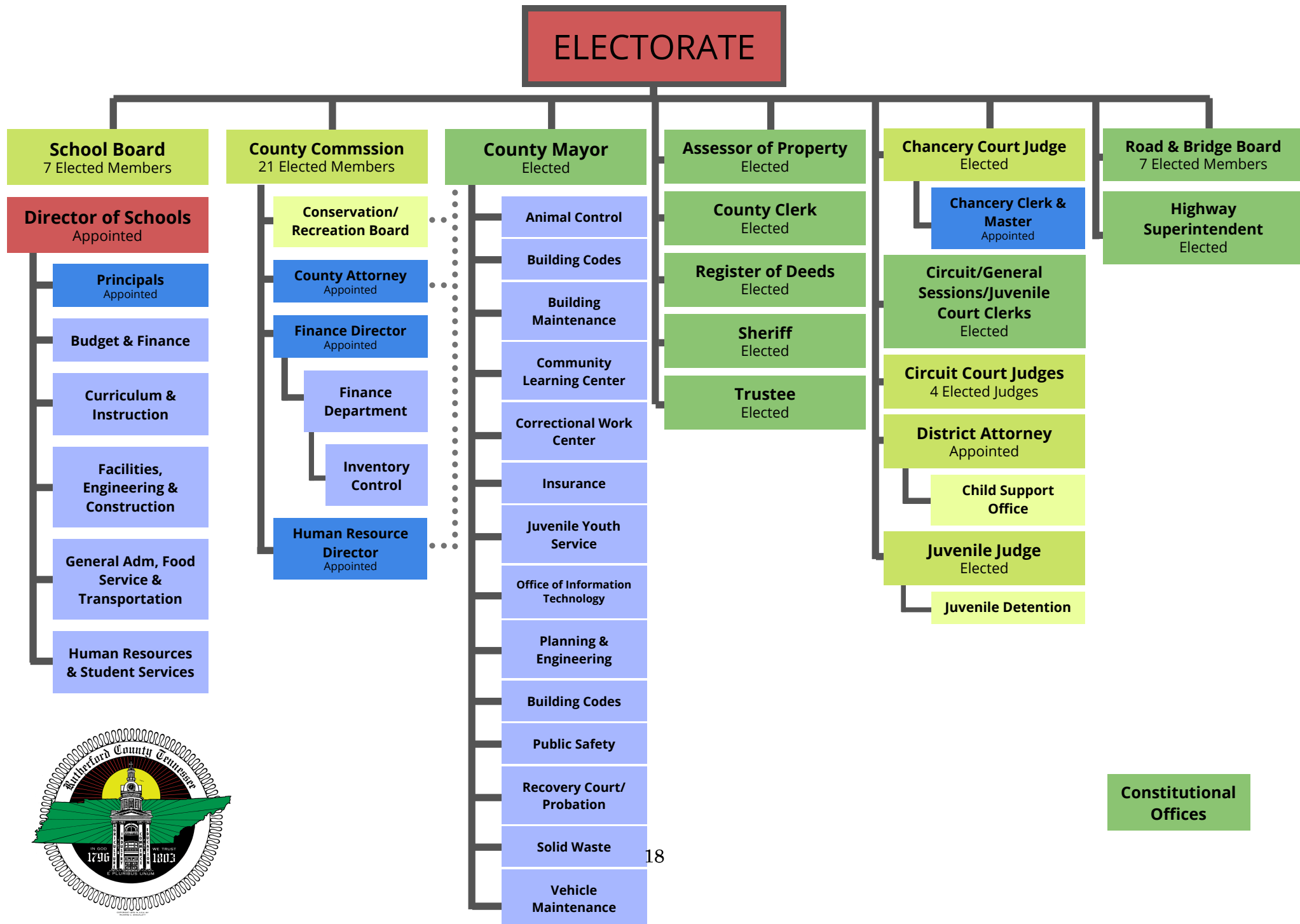
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

Rutherford County Government Organizational Chart



Rutherford County Officials

June 30, 2021

Officials

Bill Ketron, County Mayor
Greg Brooks, Highway Superintendent
Bill Spurlock, Director of Schools
Thomas Batey, Trustee
Rob Mitchell, Assessor of Property
Lisa Crowell, County Clerk
Melissa Harrell, Circuit, General Sessions, and Juvenile Courts Clerk
John Bratcher, Clerk and Master
Heather Dawbarn, Register of Deeds
Michael Fitzhugh, Sheriff
Lisa Nolen, Director of Finance

Board of County Commissioners

Bill Ketron, County Mayor, Chairman	Rhonda Allen
David Gammon	Robert Stevens
Steve Percy	Paul Johnson
Michael Wrather	Virgil Gammon
Robert Peay, Jr.	Craig Harris
Carol Cook	Phil Dodd
Veronica Buchana	Jeff Phillips
Mike Kusch	Allen McAdoo
Pettus Read	Rod Key
Joe Gourley	Trey Gooch
Wayne Blair	Chantho Sourinho

Highway Commissioners

David Victory, Chairman	Mark Lee
Michael Anderson	Michael Shirley
Keith Bratcher	Ryan Steagall
Paul Johnson	

(Continued)

Rutherford County Officials (Cont.)

Board of Education

Tiffany Johnson, Chairman
Sheila Bratton
Clair Maxwell
Tammy Sharp

Jim Estes
Lisa Moore
Coy Young

Audit Committee

Robert Coggin, Chairman
Claire Maxwell
William Dix
Joe Gourley

Mark Lee
Robert Stevens
Barbara Sutton

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Rutherford County Mayor and
Board of County Commissioners
Rutherford County, 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 Rutherford County, Tennessee, as of and for the year ended June 30, 2021, 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 Community Care of Rutherford County, Inc., which represent .78 percent, .65 percent, and 2.03 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the discretely presented Rutherford County Emergency Communications District, which represent .89 percent, 1.26 percent, and .46 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. We did not audit the financial statements of the Internal School Fund of the Rutherford County School Department (a discretely presented component unit), which represent .81 percent, 1.18 percent, and 3.06 percent, respectively, of the assets, net position, and revenues of the discretely presented school department. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented Community Care of Rutherford County, Inc., the discretely presented Rutherford County Emergency Communications District, and the Internal School Fund of the discretely presented Rutherford County School Department 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 reports of the 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 Rutherford County, Tennessee, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Other General Government funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Changes in Accounting Principle

As described in Note V.B., Rutherford County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. GASB 84 defines what is meant by fiduciary activities. It establishes the four types of fiduciary funds for reporting purposes. In addition, GASB 84 changes the title of "Agency" Funds to "Custodial" Funds and requires that Custodial Funds, unlike Agency Funds, should present fund net position. Our opinion is not modified with respect to this matter.

Emphasis of Matter

We draw attention to Note I.D.11. to the financial statements, which describes a restatement to the beginning Custodial Funds net position totaling \$10,594,539 on the Statement of Changes in Net Position – Fiduciary Funds and a restatement to the discretely presented Rutherford County School Department's net position totaling \$6,437,963 on the Government-wide Statement of

Activities. These restatements were necessary because of the transitional requirements of GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

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 department's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability and related ratios 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 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 Rutherford 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 Fund, combining and individual fund financial statements of the Rutherford County School Department (a discretely presented component unit), miscellaneous schedules and other information such as the introductory and statistical sections 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 Fund, combining and individual fund financial statements of the Rutherford County School Department (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 by us and by other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Rutherford County School Department (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 October 29, 2021, on our consideration of Rutherford 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 Rutherford 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 Rutherford County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 29, 2021

JEM/sl

**Rutherford County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2021**

As management for Rutherford County, Tennessee, we offer readers of the financial statements for Rutherford County, Tennessee, this narrative overview and analysis of the financial activities of the Rutherford County, Tennessee, government for the fiscal year ended June 30, 2021. 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. **All amounts, unless otherwise indicated, are expressed in thousands of dollars.**

Financial Highlights

- The assets and deferred outflows of resources of Rutherford County Government exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$1,542 (net position). Part of the liabilities (\$395,641) is long-term debt that is attributable to the Rutherford County Board of Education (RCBOE), a component unit. The related capital assets are reported in the financial statements of the RCBOE.
- From yearly activity, the government's total net position decreased by \$38,734 resulting mostly from the primary government borrowing funds on behalf of RCBOE in the fiscal year.
- At the close of the current fiscal year, the governmental funds of Rutherford County, Tennessee, reported combined ending fund balances of \$166,844, an increase of \$13,253 in comparison with the prior year. Most of the increase occurred in the special revenue funds (\$7,116) and capital projects fund (\$3,102). Of the combined fund balances, \$141,723 is available for spending at the government's discretion (assigned and unassigned fund balances).
- At the end of the current fiscal year, assigned fund balance totaled \$13,350 in the General Fund. This will be used to fund operations in the 2021-2022 fiscal year. Unassigned fund balance for the General Fund was \$37,038 or 31.5 percent of total General Fund expenditures.
- The total debt of Rutherford County, Tennessee, increased by \$56,034 (12.67 percent) during the current fiscal year. In the fall 2020, the county issued refunding general obligation bonds of \$64,100 and issued general obligation bonds totaling \$90,370 for renovations and additions to education facilities and for other general capital projects. During the fiscal year, the county issued \$8 in other loans, refunded \$60,400 of bonded debt, retired \$37,415 of bonded debt, and retired principal balances of \$628 for other loans.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements of Rutherford County, Tennessee. The basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3)

notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the finances of Rutherford County, Tennessee, in a manner similar to a private-sector business. The government-wide financial statements consist of two statements: the Statement of Net Position and the Statement of Activities.

The Statement of Net Position presents information on all of the assets, deferred outflows, liabilities, and deferred inflows for Rutherford County, Tennessee, 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 Rutherford County, Tennessee, is improving or deteriorating.

The Statement of Activities presents information showing how Rutherford 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 in this statement 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 Rutherford County, Tennessee, 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 Rutherford County, Tennessee, include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; and highways/public works. The Rutherford County Government has no business-type activities to report.

The government-wide financial statements include not only Rutherford County Government itself (known as the primary government), but also a legally separate school system for which the Rutherford County Government is financially accountable. These statements also include a legally separate E-911 district and a legally separate nursing home facility. Financial information for these component units 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. Rutherford County, Tennessee, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Rutherford County, Tennessee, can be divided into three categories: governmental, proprietary, and fiduciary.

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 evaluating a government's near-term financing requirements.

Because the focus of governmental funds is short-term in comparison to 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.

Rutherford County, Tennessee, maintains 12 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 Fund, Other General Government Fund, General Debt Service Fund and Education Capital Projects Fund, all of which are considered to be major funds. Data from the other eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Rutherford County, Tennessee, adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

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

Proprietary funds. Rutherford County maintains one type of proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among Rutherford County's various functions. Rutherford County, Tennessee, uses internal service funds to account for the county's self-insured insurance funds (workers' compensation, employee health insurance, and liability). Because these services benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found on Exhibits D-1 through D-3 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Rutherford County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on Exhibits E-1 through E-2 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found after the Basic Financial Statements; see the table of contents for location.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain 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 non-major governmental funds and internal service funds are presented immediately following the notes to the required supplementary information. Combining and individual fund statements and schedules can be found on Exhibits G-1 through J-2 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Rutherford County, Tennessee, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,542 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, whenever the Rutherford County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the Rutherford County Government. As of June 30, 2021, Rutherford County had outstanding debt totaling \$395,641 for capital purposes of the Rutherford County Board of Education, but the capital assets are reported in the financial statements of the Rutherford County Board of Education. Rutherford County has incurred the related liability significantly decreasing its unrestricted net position without a corresponding increase in the county's capital assets.

Rutherford County, Tennessee, Net Position

	Governmental Activities	
	2020	2021
Assets:		
Current and other assets	\$ 336,448	\$ 398,815
Capital assets	355,066	367,901
Total assets	\$ 691,514	\$ 766,716
Deferred outflows of resources:		
Deferred charge on refunding	\$ 4,492	\$ 6,457
Pension related	8,571	11,683
OPEB related	1,910	5,145
Total deferred outflows of resources	\$ 14,973	\$ 23,285
Liabilities:		
Long-term liabilities outstanding	\$ 541,095	\$ 616,389
Other liabilities	8,432	53,040
Total liabilities	\$ 549,527	\$ 669,429
Deferred inflows of resources:		
Deferred current property taxes	\$ 106,073	\$ 111,800
Pension related	3,435	966
OPEB related	7,176	6,264
Total deferred inflows of resources	\$ 116,684	\$ 119,030
Net position:		
Net investment in capital assets	\$ 255,537	\$ 264,670
Restricted	16,532	17,964
Unrestricted	(231,793)	(281,092)
Total net position	\$ 40,276	\$ 1,542

By far the largest portion of Rutherford County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) of \$264,670; less any related debt used to acquire those assets that is still outstanding. Rutherford County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Rutherford 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 the net position of Rutherford County, Tennessee, of \$17,964 represents resources that are subject to external restrictions on how they may be used. Any balance remaining may be used to meet the government's ongoing obligations to citizens and creditors.

Rutherford County's Changes in Net Position

Governmental activities. Governmental activities decreased Rutherford County Government's net position by \$38,734. Key elements of this decrease are displayed on the Changes in Net Position Table. While revenues increased \$22,883 from the prior year, expenses increased \$117,419. The following table also presents 2020-2021 revenues and expenses as a percentage of total revenues and expenses.

CHANGES IN NET POSITION

	Governmental Activities		
	2020	2021	
Revenues:			
Program revenues:			
Charges for services	\$ 104,834	\$ 109,362	37%
Operating grants and contributions	11,755	13,647	5%
Capital grants and contributions	3,409	12,584	4%
General revenues:			
Property taxes	108,361	111,745	38%
Payment in-lieu-of taxes	7,531	7,841	3%
Local option sales taxes	5,452	8,164	3%
Hotel/Motel tax	3,551	3,974	1%
Wheel tax	7,637	7,891	3%
Business tax	3,196	3,684	1%
Mixed drink tax	8	15	0%
Litigation tax	2,894	2,497	1%
Development tax	6,143	6,152	2%
Mineral severance tax	456	491	0%
Bank excise tax	1,014	965	0%
Wholesale beer tax	1,070	960	0%
Grants and contributions not restricted to specific programs	887	5,600	2%
Unrestricted investment income	6,522	1,198	0%
Other	81	914	0%
Total revenues	\$ 274,801	\$ 297,684	100%
Expenses:			
General government	\$ 19,985	\$ 36,137	11%
Finance	10,819	13,019	4%
Administration of justice	7,344	9,076	3%
Public safety	61,485	58,727	17%
Public health and welfare	25,485	29,751	9%
Social, cultural, and recreation services	3,028	2,915	1%
Agriculture and natural resources	1,298	1,330	0%
Highways	12,319	13,798	4%
Education	62,050	156,244	46%
Interest on long-term debt	15,186	15,421	5%
Total expenses	\$ 218,999	\$ 336,418	100%
Change in net position	\$ 55,802	\$ (38,734)	
Net position, July 1	(15,526)	40,276	
Net position, June 30	\$ 40,276	\$ 1,542	

Increases in general revenue occurred primarily in property tax and local option sales tax. The County Trustee's Office collected 98.7% of the current year tax levy by year end compared to 98.4% in the prior year. While the property tax rate remained the same as the prior year, the assessed values in the county increased 2.6%. Between the Federal stimulus funds sent to households and the State of Tennessee's legislative action requiring more internet

businesses to collect and remit sales tax, the local option sales tax increased 49.7% over the prior year. Additional unrestricted grants/contributions of \$4,713 were received in the fiscal year which also created an increase in expenses. Because of the fall in investment rates, interest earnings decreased 81.6% from the prior year.

The largest change in expenses was for education. The county issued general obligation bonds on behalf of the Board of Education for school additions and renovations resulting in \$89,297 shown as education capital project expenses. General government expenses were significantly higher due to the increased cost of litigation and Federal CARES Act programs. A portion of the CARES act funding was used to cover public safety salaries and benefits. This resulted in a reduction in the Public Safety expenses. Public Health expenses increased with the additional costs incurred for phone systems, ambulances, and other public health equipment.

Governmental Program Expenses

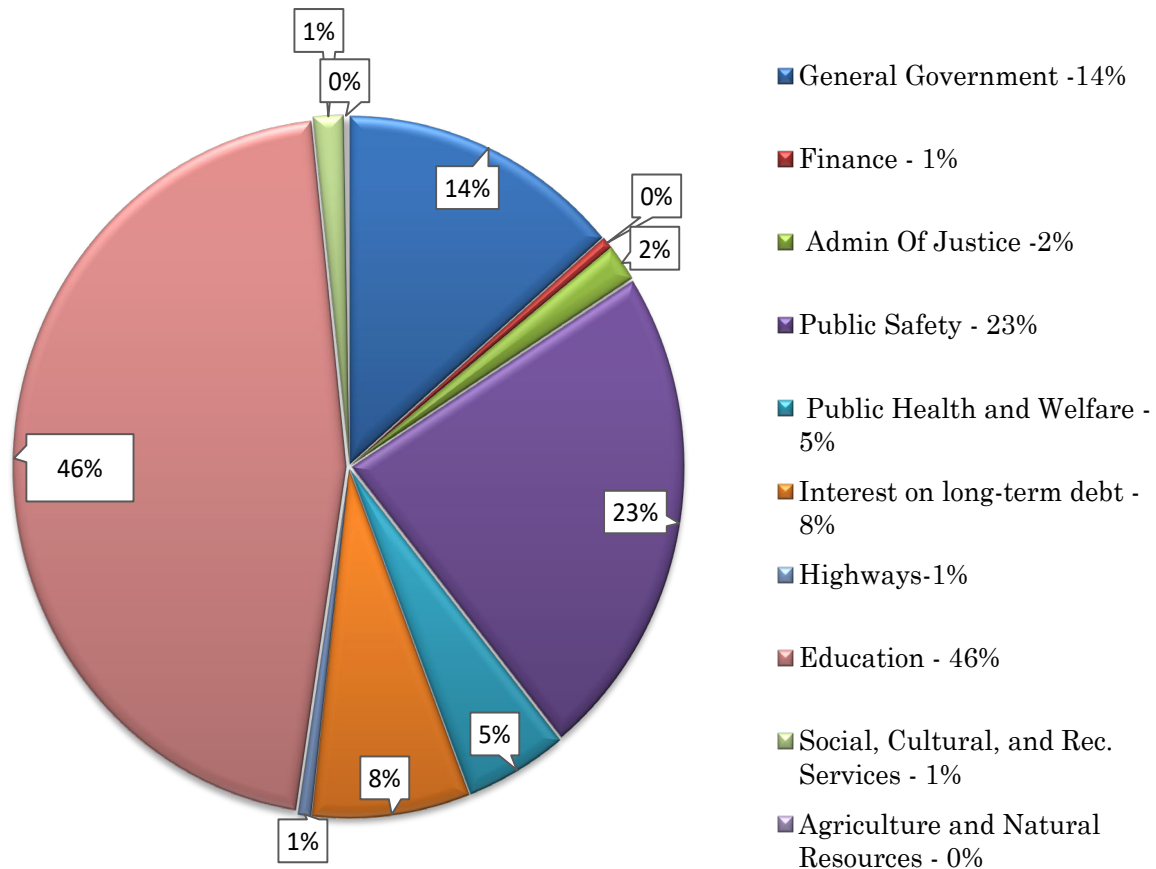
The cost of all governmental activities was \$336,418. However, as shown on the previous page, 40.3 percent of these costs (\$135,593) were either paid by those who directly benefited from the programs (\$109,362), or by other governments and organizations that subsidized certain programs with operating grants and contributions (\$13,647) and capital grants and contributions (\$12,584). The county paid for the remaining “public benefit” portion of governmental activities with taxes, general grants and contributions, and other miscellaneous revenue (59.7 percent of the cost of all governmental activities).

Education expenses of \$156,244, Public Safety expenses of \$58,727, and Public Health and Welfare expenses of \$29,751 comprise the largest categories of expenses of Rutherford County, which when combined (\$244,722) comprise 72.7 percent of total expenses. Of the \$244,722, \$84,091 was recovered by charges for services, \$7,012 from operating grants/contributions, and \$5,037 from capital grants/contributions. Rutherford County’s Board of Education is a component unit of the primary government and does not have the authority to issue debt. Rutherford County issues debt on the Board of Education’s behalf; then contributes the proceeds to the Board so they can purchase, build, or renovate schools. For FY 2020-2021, the county issued \$89,297 in general obligation bonds on behalf of schools.

Expenses by Governmental Activities. The following table shows the “net (expense) revenue” as a percentage of the total expense. Net expense is all program expenses less all program revenue. Citizens must then pay for these governmental activities through taxes, unrestricted grants, contributions, and investment income.

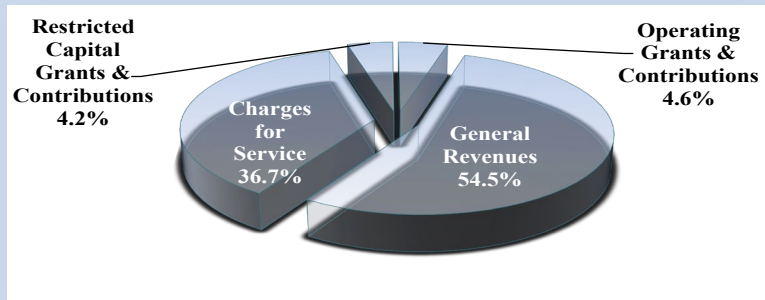
Function	Program Revenue	Expense	Net (Expense) Revenue	Net Expense as % to Total Expense
General Government - 14%	\$ 8,592	\$ 36,137	\$ (27,545)	8.2%
Finance -1%	11,885	13,019	(1,134)	0.3%
Administration of Justice - 2%	5,574	9,076	(3,503)	1.0%
Public Safety - 23%	12,281	58,727	(46,446)	13.8%
Public Health & Welfare - 5%	19,791	29,752	(9,961)	3.0%
Social, Cultural, & Rec. Services - 1%	73	2,915	(2,842)	0.8%
Agriculture & Natural Resources - <1%	794	1,330	(536)	0.2%
Highway - 1%	12,536	13,798	(1,262)	0.4%
Education -46%	64,069	156,244	(92,175)	27.4%
Interest on long-term debt - 8%	-	15,421	(15,421)	4.6%
Total Governmental Activities	\$ 135,594	\$ 336,419	\$ (200,825)	59.7%

Unlike the preceding table, the next illustration does not merely show the percentage of total costs, it shows the impact of the program on the local citizens' tax base, as a percentage. For example, during the 2020-2021 fiscal year, 46 percent of Education expenses were covered by the local citizen tax base while 23 percent for Public Safety expenses and 14 percent of General Government expenses were covered by the local citizen tax base.



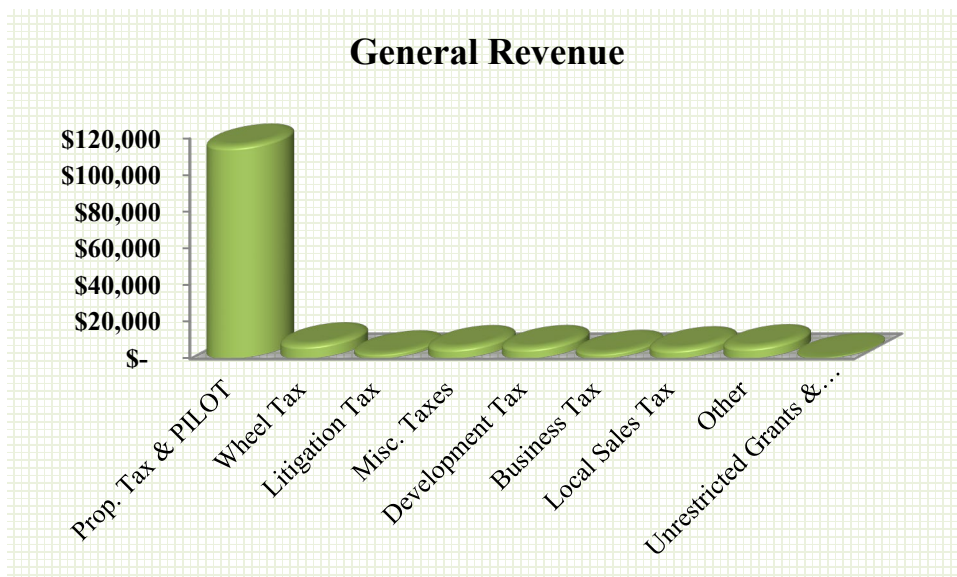
Revenues

Revenues on the government-wide statement of activities are broken into two major categories: program and general revenues. Of the total revenues, 45.5 percent is received from program revenues and 54.5 percent from general revenues.



Program revenues are of three types: charges for services/exchange type transactions (arise from charges to customers), operating grants and contributions that are restricted for a specific purpose, and capital grants and contributions that are restricted for a specific purpose. As depicted in the previous chart, the largest source of program revenue is from charges for services.

General revenues are all revenues that do not qualify as program revenues and by far are the largest revenue source. Within this major category, as in prior years, the largest single revenue source is property tax and payments in-lieu-of tax (PILOT) as illustrated in the following chart.



Financial Analysis of the Government's Funds

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

Governmental funds. The focus of Rutherford County Government's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Rutherford County Government's financing requirements.

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: non-spendable, restricted, committed, assigned, or unassigned.

- Non-spendable Fund Balance, \$63 – 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, \$19,334 – 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, \$5,724– 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.
- Assigned Fund Balance, \$104,684 – 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 has authorized the Budget/Finance Committee by resolution to make assignments.
- Unassigned Fund Balance, \$37,038 – the residual classification of the General Fund. This classification generally 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 Fund

As of the end of the current fiscal year, Rutherford County Government's governmental funds reported combined ending fund balances of \$166,844, which was an increase of \$13,253 in comparison with the prior year. Most of the increase occurred in the Special Revenue Funds (\$7,116) and Capital Projects Fund (\$3,102).

The General Fund is the chief operating fund of Rutherford County Government. On a budgetary basis, the actual net change to fund balance was an increase of \$3,639. However, revenues were less than final estimates by \$8,891. Most of the negative performance was due to revenue actually received by the federal government but not spent by fiscal year end for

the emergency rental assistance program. Therefore, the revenue was classified as “unearned” at year end. Estimates for local taxes and fees from county officials performed better than anticipated. The current property tax levy was estimated at 95.5% collected as of fiscal year end; however, the County Trustee’s Office actually collected 98.7% of this tax by fiscal year end. Considering the circumstances, the local option sales tax unexpectedly performed exceedingly well by increasing 47% over the prior year. Unspent appropriations totaled \$22,849 (mostly resulting from unspent grant funds, and salary, wages and related benefits). Net other financing sources/uses was \$87 more than expected.

On a GAAP basis, the unassigned fund balance was \$37,038 while total General Fund balance was \$58,271, which is an increase of \$3,639 over the prior fiscal year. Assigned fund balance was \$13,350, which has been assigned for the purpose to fund operations in the next fiscal year. 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 fund expenditures. Unassigned fund balance represents 31.53 percent of total General Fund expenditures, while total fund balance represents 49.6 percent of that same amount. It should be noted that when the original budget for 2020-2021 was adopted, the assigned and unassigned fund balance was estimated at \$38,904 by June 30, 2021. The improvement to the estimate of unassigned fund balance was primarily due to actual revenues from local taxes (current levy, development tax, hotel motel tax, bank excise tax and payment in-lieu-of tax), fees from county officials, interest income performing much better than anticipated and by departments not spending all their appropriations. Wages and related benefits are budgeted as if all positions would be filled for the entire year, which is rarely the case.

The General Debt Service Fund is the fund Rutherford County sets aside resources to meet current and future debt service requirements on general long-term debt. At the end of the current fiscal year, assigned fund balance in this fund was \$50,402 while total fund balance was \$52,223. The Committed fund balance was reclassified to restricted fund balance and remained at \$1,821. The restricted fund balance offsets the Note Receivable due from the City of Murfreesboro Water and Sewer. The funding from the city will come from monies collected from sewer taps sold in the Rockvale area. The county and city both contributed to the cost of a sewer line constructed to service the Rockvale Middle School. As a measure of the debt service liquidity, it will be most useful to compare assigned fund balance to the total of debt service expenditures. The assigned fund balance represents 87.5 percent of total expenditures for debt service.

In October 2020, the county issued \$90,370 of bonds and received a premium of \$11,503 to finance school additions and renovations (\$89,297) and for general capital projects (\$12,152). Also in the fall, the county issued \$64,100 refunding bonds. During the fiscal year, the county issued \$8 in other loans for school purposes, bonded debt of \$37,415 was retired, \$60,400 was refunded and \$628 in principal payments was paid for other loans.

General Fund Budgetary Highlights

During the fiscal year, there was an increase in appropriations from the original budget. These differences are summarized in the following table. Significant changes are displayed in the following table and discussed further by function below. From an overall perspective, it should be noted that the county received substantial grant funds from the Coronavirus Aid, Relief and Economic Security (CARES) Act that have been accounted for within the General

Fund. The two largest programs funded after the original budget was adopted were 1) emergency rental assistance (\$13,164) for Rutherford County citizens and 2) the coronavirus relief funds (\$4,873), which provided funding for public safety and public health payroll related expenditures. The effect of the additional funds will be discussed further below.

**Net Change in the Appropriation Budget
Amended over (under) Original**

	2020	2021
General Government	\$ (81)	\$ 458
Finance	133	1,902
Administration of Justice	97	136
Public Safety	1,225	(3,718)
Public Health and Welfare	92	1,433
Social, Cultural, & Recreation	-	50
Agriculture & Natural Resources	50	2
Other Operations	1,586	26,887
	<u>\$ 3,102</u>	<u>\$ 27,150</u>

This fiscal year General Government had a net increase of \$458. The Election Commission received \$266 in federal funds through the Tennessee Secretary of State's office to help cover additional COVID-related expenses incurred while elections were held in the county. Additional appropriations totaling \$121 was needed in Building Maintenance to provide for additional expenses related to COVID to protect the public and employees in our buildings and for additional unemployment expenses. Appropriations for the County Mayor increased \$22 to recognize contributions designated for an employee outreach event to package 60,000 meals for families in the community.

The increase in Finance was primarily for the County's Office of Information Technology, which needed additional appropriations of \$1,676 for the county's network system, hardware and software costs to ensure employees could work safely while working remotely, again all related to the COVID situation. The County Assessor's Office needed an additional appropriation of \$148 for one half the cost for imagery that had to be paid before the end of the fiscal year. The Finance Office needed additional appropriation of \$67 for a part-position to assist with all the COVID related grants.

The increase of \$136 in appropriations for Administration of Justice was needed for several departments and offices. Circuit Court needed additional funds (\$35) for data processing services and equipment. General Sessions needed additional funds (\$26) for part-time employees to cover for employees who were on extended medical leave. Because of a delay in a building renovation, the county's probation office needed to extend their existing lease and to increase their appropriation for rent (\$19). The Domestic Violence Office needed additional appropriations to match an increase to one of their grant awards (\$13) and to increase their appropriation for employee health insurance (\$7). In addition, four other departments in this category needed \$12 for employee health insurance.

The decrease in appropriations for Public Safety primarily related to the CARES Act funds used to cover salaries and related benefits in the Sheriff's Department (\$2,923), Fire Department (\$484) and Jail (\$1,354). The appropriation for these reductions is offset by increases in appropriations in Other Operations. Increases in appropriations were needed for the Sheriff's Department for \$312 for grants related expenditures, \$51 for vehicles, and \$45 for a new position to maintain their CAD system. EMA needed \$109 more in appropriations for a homeland security grant they received during the fiscal year and \$100 was appropriated for their COVID response. The Fire Department received \$147 for fire prevention grants and for personal protective equipment. They also needed \$20 for additional part-time employees. A total of \$31 was needed additionally for unemployment claims for all public safety.

Within Public Health and Welfare, additional appropriations of \$974 were authorized for emergency medical services for medical equipment and ambulances. Because the number of autopsies continue to increase, an additional \$188 was needed for these services. Our local health department needed an additional \$224 to upgrade their phone system. The animal control department received contributions/grants of \$31 which added to their original appropriation.

For Social, Cultural, and Recreation - the Parks and Recreation department needed an additional \$50 for a contribution to the City of Murfreesboro for the county's obligation for maintenance of the greenway. The county contributes five percent of the collected hotel motel tax for this purpose. As noted, before, the hotel motel tax collected during the year was more than anticipated.

The largest change to the original budget was \$26,887 for Other Operations which mostly resulted from federal funds awarded to Rutherford County. The County was first awarded \$4,940 in CARES Act funds. Appropriations of \$1,703 originally allocated to Public Safety was changed to Other Operations as a result of this funding. The next grant totaling \$9,999 was advanced from the U.S. Treasury in January 2021 for the Emergency Rental Assistance Program (ERA1) and \$3,165 was advanced in May 2021 for ERA2. Additional appropriations were authorized for Industrial Development (\$635) in accordance with the Contribution Agreement between the county and the Industrial Development Board (IDB) approved December 2019 which provided a payment to the IDB related to one of their PILOT agreements. An increase in appropriations was needed for Employee Benefits (\$324) to pay claims stemming from workers compensation/on the job injury program. Because of improving estimated revenue, additional appropriation was needed for the trustee's commission (\$213). Lastly the Commission authorized an increase (\$5,800) to pay property/casualty claims primarily stemming from lawsuits related to Juvenile Court.

As displayed on the next table is the actual results compared to the final budget. On a budgetary basis, at the close of the fiscal year, actual expenditures were \$22,849 less than budgetary estimates. Most of the unspent appropriations related to the emergency rental assistance program, as \$10,798 remained unspent at year end. Also, across all functions personnel and benefit line items left unspent totaled \$4,946. The county typically budgets all positions as being filled for the entire year. Because of turnover, there are normally appropriations left unspent in those cost categories. Unspent appropriations for services and supplies are estimated at approximately \$3,705, while unspent appropriations for other expenditures totaled approximately \$3,400.

**Variance of Actual Results with Final Budget
Positive (Negative)**

	2020	2021
General Government	\$ 998	\$ 1,358
Finance	664	741
Administration of Justice	926	864
Public Safety	3,533	5,751
Public Health and Welfare	1,001	993
Social, Cultural, & Recreation	95	93
Agriculture & Natural Resources	98	88
Other Operations	766	12,961
	<u>\$ 8,081</u>	<u>\$ 22,849</u>

Capital Assets and Debt Administration

Capital Assets. Rutherford County Government's investment in capital assets for its governmental funds as of June 30, 2021, totaled \$367,902 (net of accumulated depreciation). The investment in capital assets includes land, intangibles – right of ways, buildings and improvements, other capital assets (includes equipment), other intangibles, and infrastructure (roads, highways, and bridges). The increase in Rutherford County Government's investment in capital assets for the current fiscal year totaled \$12,835, which represented a 3.6 percent increase over the prior year.

	Governmental Activities	
	2020	2021
Land	\$ 45,587	\$ 45,588
Intangibles (Right of Way)	46,351	46,713
Buildings and improvements	125,580	127,914
Infrastructure	97,777	102,195
Intangibles (other)	1,978	1,933
Other capital assets	20,820	18,714
Construction in Progress	16,974	24,845
Total	<u>\$ 355,067</u>	<u>\$ 367,902</u>

Additional information on Rutherford County's capital assets can be found in Note IV.C. of the notes to the financial statements.

Long-term debt. At the end of the current fiscal year, Rutherford County Government had total bonded debt and loans outstanding of \$498,273. All debt is backed by the full faith and credit of the government.

Rutherford County, Tennessee, Outstanding Debt

Issued for:	Rutherford County Board of Education		General Government		Total Governmental Activities	
	2020	2021	2020	2021	2020	2021
Notes	\$ 2,494	\$ 1,873	\$ -	\$ -	\$ 2,494	\$ 1,873
Cap. Lease	-	-	-	-	-	-
Bonds	341,104	393,768	98,641	102,632	439,745	496,400
Total	<u>\$ 343,598</u>	<u>\$ 395,641</u>	<u>\$ 98,641</u>	<u>\$ 102,632</u>	<u>\$ 442,239</u>	<u>\$ 498,273</u>

Rutherford County Board of Education is currently servicing some of the debt on behalf of the primary government. In previous years, this debt was reflected as debt of the Board of Education; however, this debt has been reclassified as debt of the primary government because the primary government is legally obligated to repay the debt.

Rutherford County increased its long-term debt by \$56,034 (12.67 percent) during the 2020-2021 fiscal year. During this time, the county issued \$90,370 in bonded debt, \$64,100 in taxable refunding bonds, and \$8 in other loans. Also, the county retired \$37,415 bonded debt, refunded \$60,400 of bonded debt and retired principal balances of \$628 for other loans. Rutherford County Government obtained a rating of “Aa1” from Moody’s and a rating of “AA+” from Standard and Poor’s for the general obligation bonds. Currently, state statutes do not limit the amount of general obligation debt a government entity may issue. Additional information on the Rutherford County Government’s long-term debt can be found in Exhibits L-1 and L-2 and Note IV.F. of this report.

Economic Factors and Next Year’s Budget and Rates

Rutherford County adopted a budget for the fiscal year ending June 30, 2022, on June 28, 2021. As in prior years, many factors were considered when adopting this budget. Rutherford County continues to be one of the fastest growing areas in the State of Tennessee. Based on continued increases in the local sales tax and revenues related to residential construction, it appears that the county’s economy continues to be stable. However, estimates for revenues from property tax, sales tax, development tax, hotel/motel tax and building related revenues were conservatively developed for the next fiscal year. Rutherford County’s Board of Commissioners has strived to limit the tax burden on property owners but has always been cognizant of the financial policies they have set in place.

The County Commission adopted a property tax rate of \$2.2194 for calendar year 2021, which is the same rate as the 2020 tax year. However, as shown in the next table, the commission reallocated the tax rate amongst the funds. The change in the ratios of the current property tax will also be applied to the distribution of business tax and other property-related taxes to the various funds in the next fiscal year.

Distribution of the County Property Tax Rate

Fund	2020 Adopted		Change	2021 Adopted	
	Rate	Ratio		Rate	Ratio
County General	\$ 0.5353	24.12%	\$ 0.0430	\$ 0.5783	26.06%
Ambulance	0.0718	3.24%	(0.0130)	0.0588	2.65%
Highway/Roads	0.0099	0.45%	-	0.0099	0.45%
Education	1.0474	47.19%	-	1.0474	47.19%
Ed. Capital Projects	0.0750	3.38%	(0.0200)	0.0550	2.48%
General Debt Service	0.4800	21.63%	(0.0100)	0.4700	21.18%
All Funds	\$ 2.2194	100.00%	\$ 0.0000	\$ 2.2194	100.00%

Projected amounts were sufficient and available in the unassigned fund balance in the General Fund to allow a portion to be used to fund operations in the next fiscal year. Rutherford County Government has appropriated \$13,350 for spending in the 2021-2022 fiscal year. This is reflected as the Assigned for Other Purposes in the Balance Sheet of the Governmental Funds as of June 30, 2021. Unassigned fund balance in the General Fund is projected at \$37,034 as of June 30, 2022, which is 30.24 percent of the original 2021-2022 General Fund appropriations.

In September 2021, Rutherford County issued \$21 million in general obligation bonds. All of the bond proceeds will be used for school additions/renovations for Rockvale Elementary Annex, Rockvale Middle and Smyrna Middle. Also in September, Rutherford County issued \$6.14 million in taxable general obligation bonds for improvements at the Smyrna-Rutherford County Airport. The Airport Authority will ultimately be providing funds to pay the debt service on this issue. Assigned fund balance in the General Debt Service Fund is estimated to decrease by \$3,513 by the next fiscal year-end. Projected assigned fund balance in the General Debt Service Fund as of June 30, 2022, is expected to be \$46,888, or 80.56 percent of budgeted debt service expenditures. In September 2021 Moody's upgraded Rutherford County Government's rating from "Aa1" to "Aaa" for their general obligation bonds. Standard and Poor's kept the same rating of "AA+" for the county.

Request for Information

This financial report is designed to provide a general overview of the Rutherford County Government'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 Finance Director, Rutherford County Government, Historic Courthouse Suite 201, 1 Public Square, Murfreesboro, TN 37130.

BASIC FINANCIAL STATEMENTS

Exhibit A

Rutherford County, Tennessee
Statement of Net Position
June 30, 2021

	Primary Government Governmental Activities	Component Units		
		Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
<u>ASSETS</u>				
Cash	\$ 3,121,315	\$ 7,985,230	\$ 4,924,039	\$ 4,364,769
Equity in Pooled Cash and Investments	254,866,934	156,817,749	0	0
Inventories	0	513,477	36,989	0
Accounts Receivable	13,173,648	467,137	1,094,551	250,915
Allowance for Uncollectibles	(1,771,241)	0	(67,234)	0
Property Taxes Receivable	118,501,010	100,777,316	0	0
Allowance for Uncollectible Property Taxes	(5,827,480)	(4,972,380)	0	0
Due from Other Governments	4,759,961	23,060,564	0	0
Due from Component Units	1,161,597	0	0	0
Due from Fiduciary Funds	150,000	0	0	0
Other Current Assets	0	5,805	0	0
Prepaid Items	63,268	112,193	82,048	157,615
Restricted Assets:				
Amounts Accumulated for Pension Benefits	0	4,157,753	0	0
Notes Receivable - Long-term	3,852,395	0	0	0
Net Pension Asset - Agent Plan	6,763,169	4,563,936	408,395	0
Net Pension Asset - Teacher Retirement Plan	0	2,532,659	0	0
Net Pension Asset - Teacher Legacy Pension Plan	0	35,026,769	0	0
Capital Assets:				
Assets Not Depreciated:				
Land	45,587,732	23,972,236	113,184	17,500
Intangible Assets (Right-of-Ways)	46,713,091	0	0	0
Construction in Progress	24,844,930	146,744,844	0	0
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	127,913,881	431,038,063	0	627,668
Leasehold Improvements	0	0	612,343	0
Infrastructure	102,195,274	0	0	0
Intangible Assets	1,932,524	34,490	0	0
Other Capital Assets	18,714,182	7,014,077	259,548	3,110,348
Total Assets	<u>\$ 766,716,190</u>	<u>\$ 939,851,918</u>	<u>\$ 7,463,863</u>	<u>\$ 8,528,815</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred Amount on Refunding	\$ 6,457,411	\$ 0	\$ 0	\$ 0
Pension Changes in Experience	2,295,828	2,974,927	138,634	17,609
Pension Changes in Assumptions	1,386,049	4,196,768	83,697	6,046
Pension Changes in Investment Earnings	1,451,601	9,008,763	87,655	7,796
Pension Changes in Proportion	0	441,001	0	0
Pension Contribution after Measurement Date	6,549,003	21,244,556	352,284	45,221
OPEB Changes in Experience	1,864,583	176,912	226,774	70,096
OPEB Changes in Assumptions	2,928,785	9,579,002	112,472	19,686
OPEB Benefits Paid After Measurement Date	351,387	1,898,566	475	0
Total Deferred Outflows of Resources	<u>\$ 23,284,647</u>	<u>\$ 49,520,495</u>	<u>\$ 1,001,991</u>	<u>\$ 166,454</u>

(Continued)

Exhibit A

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

		Component Units		
	Primary Government	Rutherford County	Community Care of	Emergency
	Governmental	School	Rutherford	Communications
	Activities	Department	County, Inc.	District
<u>LIABILITIES</u>				
Accounts Payable	\$ 1,563,809	\$ 6,133,478	\$ 237,155	\$ 76,958
Accrued Payroll	1,380,558	33,082,558	218,432	63,682
Payroll Deductions Payable	5,668	6,717	16,454	0
Accrued Interest Payable	4,330,377	0	0	0
Due to Primary Government	0	1,161,597	0	0
Due to State of Tennessee	1,055	0	0	0
Other Current Liabilities	0	0	20,286	0
Current Liabilities Payable from Restricted Assets:				
Customer Deposits Payable	2,689,250	0	42,371	0
Unearned/Unavailable Revenue	43,069,083	0	0	0
Noncurrent Liabilities:				
Due Within One Year - Debt	38,321,860	0	0	0
Due Within One Year - Other	18,868,909	58,951	200,682	0
Due in More Than One Year - Debt	509,533,602	0	0	0
Due in More Than One Year - Other	49,664,439	150,962,553	2,679,029	203,563
Total Liabilities	<u>\$ 669,428,610</u>	<u>\$ 191,405,854</u>	<u>\$ 3,414,409</u>	<u>\$ 344,203</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 111,800,382	\$ 95,033,288	\$ 0	\$ 0
Pension Changes in Experience	965,780	18,126,655	58,319	14,885
Pension Changes in Proportion	0	559,223	0	0
OPEB Changes in Experience	982,164	15,601,172	302,606	34,770
OPEB Changes in Assumptions	5,281,940	23,750,047	399,868	8,646
Total Deferred Inflows of Resources	<u>\$ 119,030,266</u>	<u>\$ 153,070,385</u>	<u>\$ 760,793</u>	<u>\$ 58,301</u>
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 264,669,500	\$ 608,803,710	\$ 985,075	\$ 3,755,516
Restricted for:				
General Government	820,745	0	0	0
Finance	132,583	0	0	0
Administrative of Justice	464,650	0	0	0
Public Safety	1,481,126	0	0	0
Public Health and Welfare	37,062	0	0	0
Debt Service	3,901,630	0	0	0
Capital Projects	4,363,326	42,414,037	0	0
Education	0	15,337,427	0	0
Pensions	6,763,169	46,281,117	408,395	0
Unrestricted	<u>(281,091,830)</u>	<u>(67,940,117)</u>	<u>2,897,182</u>	<u>4,537,249</u>
Total Net Position	<u>\$ 1,541,961</u>	<u>\$ 644,896,174</u>	<u>\$ 4,290,652</u>	<u>\$ 8,292,765</u>

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

Exhibit B

Rutherford County, Tennessee
Statement of Activities
For the Year Ended June 30, 2021

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	Component Units		
					Total Governmental Activities	Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
Primary Government:								
General Government	\$ 36,137,185	\$ 7,722,919	\$ 489,241	\$ 379,577	\$ (27,545,448)	\$ 0	\$ 0	\$ 0
Finance	13,018,964	11,885,146	0	0	(1,133,818)	0	0	0
Administration of Justice	9,076,246	5,287,887	285,789	0	(3,502,570)	0	0	0
Public Safety	58,727,282	6,069,532	1,173,639	5,037,290	(46,446,821)	0	0	0
Public Health and Welfare	29,751,501	13,952,251	5,838,648	0	(9,960,602)	0	0	0
Social, Cultural, and Recreational Services	2,914,899	15,910	56,713	0	(2,842,276)	0	0	0
Agriculture and Natural Resources	1,330,196	338,342	455,630	0	(536,224)	0	0	0
Highways/Public Works	13,797,807	21,693	5,347,416	7,166,840	(1,261,858)	0	0	0
Education	156,243,508	64,068,728	0	0	(92,174,780)	0	0	0
Interest on Long-term Debt	15,420,736	0	0	0	(15,420,736)	0	0	0
Total Primary Government	\$ 336,418,324	\$ 109,362,408	\$ 13,647,076	\$ 12,583,707	\$ (200,825,133)	\$ 0	\$ 0	\$ 0
Component Units:								
Rutherford County School Department	\$ 493,952,264	\$ 20,141,014	\$ 46,106,133	\$ 4,260,984	\$ 0	\$ (423,444,133)	\$ 0	\$ 0
Community Care of Rutherford County, Inc.	10,616,405	10,468,887	646,824	0	0	0	499,306	0
Emergency Communications District	1,808,928	1,932,352	0	0	0	0	0	123,424
Total Component Units	\$ 506,377,597	\$ 32,542,253	\$ 46,752,957	\$ 4,260,984	\$ 0	\$ (423,444,133)	\$ 499,306	\$ 123,424

(Continued)

Exhibit B

Rutherford 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 Total Governmental Activities	Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 63,155,199	\$ 98,180,568	\$ 0	\$ 0
Property Taxes Levied for Debt Service					48,589,700	0	0	0
Payments in-Lieu-of Tax					7,841,251	139,386	0	0
Local Option Sales Tax					8,164,331	82,959,390	0	0
Hotel/Motel Tax					3,974,176	0	0	0
Wheel Tax					7,891,126	4,495,203	0	0
Business Tax					3,683,836	3,259,963	0	0
Mixed Drink Tax					14,558	546,175	0	0
Litigation Tax					2,497,219	0	0	0
Adequate Facilities/Development Tax					6,152,250	0	0	0
Mineral Severance Tax					491,454	0	0	0
Bank Excise Tax					964,628	0	0	0
Wholesale Beer Tax					959,873	0	0	0
Grants and Contributions Not Restricted to Specific Programs					5,600,163	333,868,284	0	0
Unrestricted Investment Income					1,197,572	1,000,150	4,794	30,736
Miscellaneous					448,954	277,096	0	818,243
Gain on Disposal of Capital Assets					464,862	0	1,264,800	27
Total General Revenues					\$ 162,091,152	\$ 524,726,215	\$ 1,269,594	\$ 849,006
Change in Net Position					\$ (38,733,981)	\$ 101,282,082	\$ 1,768,900	\$ 972,430
Net Position, July 1, 2020					40,275,942	537,176,129	2,521,752	7,320,335
Restatement - See Note I.D.11					0	6,437,963	0	0
Net Position, June 30, 2021					\$ 1,541,961	\$ 644,896,174	\$ 4,290,652	\$ 8,292,765

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

Exhibit C-1

Rutherford County, Tennessee
 Balance Sheet
 Governmental Funds
 June 30, 2021

	Major Funds			Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>					
Cash	\$ 2,870	\$ 0	\$ 0	\$ 1,165,377	\$ 1,168,247
Equity in Pooled Cash and Investments	70,905,981	32,271,233	50,224,342	51,563,875	204,965,431
Accounts Receivable	7,893,566	2,148	35,290	5,153,108	13,084,112
Allowance for Uncollectibles	0	0	0	(1,771,241)	(1,771,241)
Due from Other Governments	2,628,952	0	54,916	2,060,693	4,744,561
Due from Other Funds	146	0	0	0	146
Property Taxes Receivable	61,308,429	0	49,885,709	7,306,872	118,501,010
Allowance for Uncollectible Property Taxes	(3,000,392)	0	(2,461,419)	(365,669)	(5,827,480)
Prepaid Items	63,268	0	0	0	63,268
Notes Receivable - Long-term	0	0	1,820,785	2,031,610	3,852,395
Total Assets	<u>\$ 139,802,820</u>	<u>\$ 32,273,381</u>	<u>\$ 99,559,623</u>	<u>\$ 67,144,625</u>	<u>\$ 338,780,449</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 1,077,324	\$ 0	\$ 0	\$ 486,485	\$ 1,563,809
Accrued Payroll	1,022,716	0	0	357,842	1,380,558
Payroll Deductions Payable	4,571	0	0	1,097	5,668
Due to Other Funds	0	0	0	146	146
Due to State of Tennessee	1,055	0	0	0	1,055
Current Liabilities Payable From Restricted Assets	2,689,250	0	0	0	2,689,250
Due to Other Governments	10,797,850	32,271,233	0	0	43,069,083
Total Liabilities	<u>\$ 15,592,766</u>	<u>\$ 32,271,233</u>	<u>\$ 0</u>	<u>\$ 845,570</u>	<u>\$ 48,709,569</u>

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Other Governmental Funds	Total Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 57,881,970	\$ 0	\$ 47,042,238	\$ 6,876,174	\$ 111,800,382
Deferred Delinquent Property Taxes	328,738	0	294,778	50,174	673,690
Other Deferred/Unavailable Revenue	7,728,394	0	0	3,024,584	10,752,978
Total Deferred Inflows of Resources	\$ 65,939,102	\$ 0	\$ 47,337,016	\$ 9,950,932	\$ 123,227,050
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 63,268	\$ 0	\$ 0	\$ 0	\$ 63,268
Restricted:					
Restricted for General Government	738,727	0	0	0	738,727
Restricted for General Government - COVID-19	18,750	0	0	0	18,750
Restricted for Finance	132,583	0	0	0	132,583
Restricted for Administration of Justice	464,650	0	0	0	464,650
Restricted for Public Safety	34,199	0	0	1,446,927	1,481,126
Restricted for Public Health and Welfare	30,396	0	0	6,666	37,062
Restricted for Debt Service	0	0	1,820,785	2,080,845	3,901,630
Restricted for Capital Projects	4,148,987	0	0	8,410,419	12,559,406
Committed:					
Committed for General Government	139,875	0	0	0	139,875
Committed for Finance	216,295	0	0	0	216,295
Committed for Administration of Justice	12,024	0	0	0	12,024
Committed for Public Safety	1,067,464	0	0	0	1,067,464
Committed for Public Health and Welfare	183,437	0	0	0	183,437
Committed for Agriculture and Natural Resources	630,921	0	0	0	630,921
Committed for Other Operations	618	0	0	0	618

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Other Governmental Funds	Total Governmental Funds
<u>FUND BALANCES (Cont.)</u>					
Committed (Cont.):					
Committed for Highways/Public Works	\$ 0	\$ 0	\$ 0	\$ 2,755,990	\$ 2,755,990
Committed for Capital Projects	0	0	0	717,362	717,362
Assigned:					
Assigned for General Government	0	2,148	0	175,254	177,402
Assigned for Finance	0	0	0	570,998	570,998
Assigned for Administration of Justice	0	0	0	421,073	421,073
Assigned for Public Health and Welfare	0	0	0	21,421,090	21,421,090
Assigned for Other Operations	0	0	0	284,534	284,534
Assigned for Highways/Public Works	0	0	0	17,358,628	17,358,628
Assigned for Debt Service	0	0	50,401,822	0	50,401,822
Assigned for Capital Projects	0	0	0	698,337	698,337
Assigned for Other Purposes	13,350,348	0	0	0	13,350,348
Unassigned	37,038,410	0	0	0	37,038,410
Total Fund Balances	<u>\$ 58,270,952</u>	<u>\$ 2,148</u>	<u>\$ 52,222,607</u>	<u>\$ 56,348,123</u>	<u>\$ 166,843,830</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 139,802,820</u>	<u>\$ 32,273,381</u>	<u>\$ 99,559,623</u>	<u>\$ 67,144,625</u>	<u>\$ 338,780,449</u>

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

Exhibit C-2

Rutherford County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
June 30, 2021

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)		\$	166,843,830
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	45,587,732	
Add: intangible assets – right-of-ways		46,713,091	
Add: construction in progress		24,844,930	
Add: buildings and improvements net of accumulated depreciation		127,913,881	
Add: infrastructure net of accumulated depreciation		102,195,274	
Add: intangible assets net of accumulated depreciation		1,932,524	
Add: other capital assets net of accumulated depreciation		<u>18,714,182</u>	367,901,614
(2) Internal service funds are used by management to charge the cost of liability insurance, workers' compensation insurance, and employee health benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.			29,268,811
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: bonds payable	\$	(496,400,000)	
Less: other loans payable		(1,872,868)	
Add: deferred amount on refunding		6,457,411	
Add: debt to be contributed by the school department		1,161,597	
Less: unamortized premium on debt		(49,582,594)	
Less: other postemployment benefits liability		(37,513,293)	
Less: landfill closure/postclosure care costs		(1,946,672)	
Less: compensated absences payable		(6,232,687)	
Less: accrued interest on bonds and other loans		<u>(4,330,377)</u>	(590,259,483)
(4) 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 and OPEB expense in future years.			
Add: deferred outflows of resources related to OPEB	\$	5,144,755	
Less: deferred inflows of resources related to OPEB		(6,264,104)	
Add: deferred outflows of resources related to pensions		11,682,481	
Less: deferred inflows of resources related to pensions		<u>(965,780)</u>	9,597,352
(5) Net pension assets of the county agent plan are not current financial resources and therefore are not reported in the governmental funds.			6,763,169
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>11,426,668</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>1,541,961</u></u>

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

Exhibit C-3

Rutherford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2021

	Major Funds				Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
Revenues						
Local Taxes	\$ 79,877,340	\$ 0	\$ 54,960,264	\$ 0	\$ 19,351,794	\$ 154,189,398
Licenses and Permits	3,152,246	0	0	0	0	3,152,246
Fines, Forfeitures, and Penalties	1,432,103	0	0	0	785,187	2,217,290
Charges for Current Services	2,400,828	0	0	0	16,410,400	18,811,228
Other Local Revenues	2,461,696	2,148	463,603	0	625,966	3,553,413
Fees Received From County Officials	13,592,675	0	0	0	0	13,592,675
State of Tennessee	7,142,891	0	0	0	9,738,609	16,881,500
Federal Government	10,462,249	0	0	0	116,041	10,578,290
Other Governments and Citizens Groups	484,865	0	648,922	0	203,019	1,336,806
Total Revenues	\$ 121,006,893	\$ 2,148	\$ 56,072,789	\$ 0	\$ 47,231,016	\$ 224,312,846
Expenditures						
Current:						
General Government	\$ 10,416,326	\$ 0	\$ 1,049,534	\$ 0	\$ 767,202	\$ 12,233,062
Finance	10,510,037	0	0	0	2,303,070	12,813,107
Administration of Justice	10,218,872	0	0	0	2,413,527	12,632,399
Public Safety	54,393,374	0	0	0	234,963	54,628,337
Public Health and Welfare	7,090,820	0	0	0	18,603,503	25,694,323
Social, Cultural, and Recreational Services	2,897,390	0	0	0	0	2,897,390
Agriculture and Natural Resources	1,129,070	0	0	0	0	1,129,070
Other Operations	20,827,466	0	0	0	110,843	20,938,309
Highways	0	0	0	0	11,168,060	11,168,060
Debt Service:						
Principal on Debt	0	0	38,043,403	0	0	38,043,403
Interest on Debt	0	0	17,791,411	0	0	17,791,411
Other Debt Service	0	0	671,545	0	0	671,545

(Continued)

Exhibit C-3

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

	Major Funds				Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 89,297,413	\$ 14,132,093	\$ 103,429,506
Total Expenditures	\$ 117,483,355	\$ 0	\$ 57,555,893	\$ 89,297,413	\$ 49,733,261	\$ 314,069,922
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,523,538	\$ 2,148	\$ (1,483,104)	\$ (89,297,413)	\$ (2,502,245)	\$ (89,757,076)
<u>Other Financing Sources (Uses)</u>						
Bonds Issued	\$ 0	\$ 0	\$ 423,607	\$ 77,794,302	\$ 12,152,091	\$ 90,370,000
Refunding Debt Issued	0	0	64,100,000	0	0	64,100,000
Premiums on Debt Sold	0	0	0	11,503,111	0	11,503,111
Other Loans Issued	0	0	7,543	0	0	7,543
Insurance Recovery	228,845	0	0	0	12,470	241,315
Transfers In	692,550	0	199,815	0	1,015,909	1,908,274
Transfers Out	(805,909)	0	0	0	(459,815)	(1,265,724)
Payments to Refunded Debt Escrow Agent	0	0	(63,854,851)	0	0	(63,854,851)
Total Other Financing Sources (Uses)	\$ 115,486	\$ 0	\$ 876,114	\$ 89,297,413	\$ 12,720,655	\$ 103,009,668
Net Change in Fund Balances	\$ 3,639,024	\$ 2,148	\$ (606,990)	\$ 0	\$ 10,218,410	\$ 13,252,592
Fund Balance, July 1, 2020	54,631,928	0	52,829,597	0	46,129,713	153,591,238
Fund Balance, June 30, 2021	\$ 58,270,952	\$ 2,148	\$ 52,222,607	\$ 0	\$ 56,348,123	\$ 166,843,830

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

Rutherford 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, 2021

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)		\$ 13,252,592
(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	\$ 16,550,730	
Less: current-year depreciation expense	<u>(10,484,730)</u>	6,066,000
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 7,285,530	
Less: book value of capital assets disposed	<u>(516,458)</u>	6,769,072
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2020	\$ (11,030,246)	
Add: deferred delinquent property taxes and other deferred June 30, 2021	<u>11,426,668</u>	396,422
(4) The issuance of long-term debt (e.g. bonds, other loans, leases) 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 other loans	\$ 628,403	
Add: principal payments on bonds	37,415,000	
Add: payment of principal to refunding agent	60,400,000	
Less: bond proceeds	<u>(90,370,000)</u>	
Less: other loan proceeds	(7,543)	
Less: refunding bond proceeds	(64,100,000)	
Less: change in premium on debt issuances	(7,563,900)	
Less: contributions from school department for capital leases and other loans	(358,913)	
Add: change in deferred amount on refunding debt	<u>1,965,724</u>	(61,991,229)
(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	\$ (79,409)	
Change in landfill closure/postclosure care costs	189,594	
Change in other postemployment benefits liability	(5,431,612)	
Change in deferred outflows of resources related to OPEB	3,234,915	
Change in deferred inflows of resources related to OPEB	911,962	
Change in compensated absences payable	(105,568)	
Change in net pension asset	(4,433,523)	
Change in deferred outflows of resources related to pensions	3,111,231	
Change in deferred inflows of resources related to pensions	<u>2,469,490</u>	(132,920)
(6) Internal service funds are used by management to charge the cost of liability insurance, workers' compensation insurance, and employee health benefits to individual funds. The net expense of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		<u>(3,093,918)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ (38,733,981)</u>

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

Exhibit C-5

Rutherford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 79,877,340	\$ 0	\$ 0	\$ 79,877,340	\$ 72,293,448	\$ 78,126,806	\$ 1,750,534
Licenses and Permits	3,152,246	0	0	3,152,246	2,413,000	3,043,735	108,511
Fines, Forfeitures, and Penalties	1,432,103	0	0	1,432,103	1,846,200	1,358,420	73,683
Charges for Current Services	2,400,828	0	0	2,400,828	2,189,500	2,301,970	98,858
Other Local Revenues	2,461,696	0	0	2,461,696	851,000	2,263,459	198,237
Fees Received From County Officials	13,592,675	0	0	13,592,675	11,343,000	12,607,000	985,675
State of Tennessee	7,142,891	0	0	7,142,891	9,768,962	7,706,066	(563,175)
Federal Government	10,462,249	0	0	10,462,249	1,828,060	22,057,893	(11,595,644)
Other Governments and Citizens Groups	484,865	0	0	484,865	353,500	432,349	52,516
Total Revenues	\$ 121,006,893	\$ 0	\$ 0	\$ 121,006,893	\$ 102,886,670	\$ 129,897,698	\$ (8,890,805)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 368,974	\$ 0	\$ 0	\$ 368,974	\$ 392,050	\$ 392,050	\$ 23,076
Board of Equalization	10,336	0	0	10,336	23,200	23,200	12,864
Other Boards and Committees	0	0	0	0	500	500	500
County Mayor/Executive	842,891	(7,259)	1,077	836,709	913,091	935,964	99,255
Personnel Office	523,797	0	230	524,027	604,334	604,334	80,307
County Attorney	264,163	0	0	264,163	264,760	264,865	702
Election Commission	1,202,264	(6,050)	0	1,196,214	1,001,267	1,262,444	66,230
Register of Deeds	436,635	(181)	6,850	443,304	441,896	476,796	33,492
Planning	1,046,643	(107,152)	112,283	1,051,774	1,188,267	1,188,267	136,493
Codes Compliance	424	0	0	424	600	600	176
Geographical Information Systems	868,698	(39,628)	1,262	830,332	1,001,911	1,013,911	183,579
County Buildings	3,169,479	(105,696)	18,072	3,081,855	3,584,154	3,705,119	623,264
Other General Administration	290,136	(452)	100	289,784	316,434	316,434	26,650
Preservation of Records	247,255	(33)	0	247,222	262,417	264,917	17,695
Risk Management	1,144,631	(530)	0	1,144,101	1,193,956	1,197,373	53,272
<u>Finance</u>							
Accounting and Budgeting	1,364,866	(1,326)	1,905	1,365,445	1,356,581	1,424,138	58,693

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Property Assessor's Office	\$ 1,068,827	\$ 0	\$ 8,565	\$ 1,077,392	\$ 1,322,153	\$ 1,247,174	\$ 169,782
Reappraisal Program	1,255,275	0	8,714	1,263,989	1,169,968	1,393,329	129,340
County Trustee's Office	942,576	0	0	942,576	972,050	978,550	35,974
County Clerk's Office	1,019,738	(43,128)	5,333	981,943	1,066,115	1,069,515	87,572
Data Processing	4,858,755	(322,375)	191,778	4,728,158	3,311,900	4,987,699	259,541
<u>Administration of Justice</u>							
Circuit Court	1,277,093	0	2,692	1,279,785	1,479,093	1,513,693	233,908
Circuit Court Judge	331,609	(1,341)	0	330,268	363,324	363,324	33,056
General Sessions Court	2,230,934	(1,646)	2,332	2,231,620	2,307,475	2,333,190	101,570
Drug Court	1,433,080	(23,808)	2,317	1,411,589	1,573,582	1,588,777	177,188
Chancery Court	1,148,822	(2,638)	2,432	1,148,616	1,179,079	1,192,749	44,133
Juvenile Court	778,313	(1,628)	275	776,960	840,318	840,318	63,358
District Attorney General	166,993	0	0	166,993	187,560	194,660	27,667
Office of Public Defender	180,847	0	0	180,847	181,430	181,515	668
Other Administration of Justice	1,451,898	0	1,765	1,453,663	1,569,509	1,588,009	134,346
Probation Services	964,434	(34)	210	964,610	974,671	974,671	10,061
Victim Assistance Programs	254,849	0	0	254,849	271,407	292,905	38,056
<u>Public Safety</u>							
Sheriff's Department	23,557,009	(177,801)	621,723	24,000,931	29,002,671	26,657,638	2,656,707
Special Patrols	46,428	0	0	46,428	49,490	49,490	3,062
Traffic Control	29,438	(1,380)	0	28,058	20,000	43,000	14,942
Administration of the Sexual Offender Registry	83,886	0	0	83,886	86,807	86,807	2,921
Jail	17,580,154	(287,852)	393,862	17,686,164	20,519,605	19,181,997	1,495,833
Workhouse	4,222,070	(589)	0	4,221,481	4,734,546	4,746,929	525,448
Juvenile Services	2,539,411	(17,544)	5,525	2,527,392	2,877,899	2,879,549	352,157
Rural Fire Protection	3,660,501	(5,887)	16,964	3,671,578	4,184,852	3,830,047	158,469
Disaster Relief	1,509,391	(244,832)	61,301	1,325,860	1,520,619	1,795,964	470,104
Inspection and Regulation	1,165,086	(10)	2,291	1,167,367	1,232,031	1,239,031	71,664

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Public Health and Welfare</u>							
Local Health Center	\$ 932,499	\$ (6,881)	\$ 9,404	\$ 935,022	\$ 880,923	\$ 1,105,421	\$ 170,399
Rabies and Animal Control	1,990,495	(100)	16,092	2,006,487	2,221,082	2,251,812	245,325
Ambulance/Emergency Medical Services	974,151	0	0	974,151	0	974,151	0
Dental Health Program	5,155	(1,000)	4,751	8,906	11,850	11,850	2,944
Alcohol and Drug Programs	12,800	0	0	12,800	0	12,800	0
Other Local Health Services	2,373,353	0	0	2,373,353	2,945,030	2,947,530	574,177
General Welfare Assistance	57,750	0	0	57,750	57,750	57,750	0
Sanitation Management	39,034	0	0	39,034	39,034	39,034	0
Other Public Health and Welfare	705,583	0	0	705,583	518,000	705,983	400
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	37,800	0	0	37,800	37,800	37,800	0
Libraries	1,801,450	0	0	1,801,450	1,801,450	1,801,450	0
Parks and Fair Boards	466,338	(90)	0	466,248	509,315	559,315	93,067
Other Social, Cultural, and Recreational	591,802	0	0	591,802	591,802	591,802	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	752,931	(51)	1,044	753,924	821,059	821,059	67,135
Soil Conservation	122,529	0	0	122,529	122,759	122,759	230
Storm Water Management	253,610	(8,511)	1,050	246,149	264,763	267,363	21,214
<u>Other Operations</u>							
Tourism	662,476	0	0	662,476	441,350	662,476	0
Industrial Development	866,270	0	0	866,270	231,500	866,270	0
Other Economic and Community Development	185,622	0	0	185,622	500,000	500,000	314,378
Other Charges	276,279	0	618	276,897	311,760	311,760	34,863
Employee Benefits	1,464,732	0	0	1,464,732	1,160,000	1,483,685	18,953
Payments to Cities	1,996,524	0	0	1,996,524	2,000,000	2,000,000	3,476
COVID-19 Grant #1	84,867	0	0	84,867	0	84,867	0
COVID-19 Grant #4	4,855,405	0	0	4,855,405	0	6,558,919	1,703,514
COVID-19 Grant #5	2,347,494	0	18,750	2,366,244	0	9,895,193	7,528,949
COVID-19 Grant #6	0	0	0	0	0	3,164,792	3,164,792

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Other Operations (Cont.)</u>							
Miscellaneous	\$ 8,087,797	\$ 0	\$ 0	\$ 8,087,797	\$ 2,275,500	\$ 8,279,455	\$ 191,658
Total Expenditures	\$ 117,483,355	\$ (1,417,433)	\$ 1,521,567	\$ 117,587,489	\$ 113,286,299	\$ 140,436,738	\$ 22,849,249
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,523,538	\$ 1,417,433	\$ (1,521,567)	\$ 3,419,404	\$ (10,399,629)	\$ (10,539,040)	\$ 13,958,444
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 228,845	\$ 0	\$ 0	\$ 228,845	\$ 0	\$ 109,726	\$ 119,119
Transfers In	692,550	0	0	692,550	724,465	724,465	(31,915)
Transfers Out	(805,909)	0	0	(805,909)	0	(805,909)	0
Total Other Financing Sources	\$ 115,486	\$ 0	\$ 0	\$ 115,486	\$ 724,465	\$ 28,282	\$ 87,204
Net Change in Fund Balance	\$ 3,639,024	\$ 1,417,433	\$ (1,521,567)	\$ 3,534,890	\$ (9,675,164)	\$ (10,510,758)	\$ 14,045,648
Fund Balance, July 1, 2020	54,631,928	(1,417,433)	0	53,214,495	48,579,692	48,579,692	4,634,803
Fund Balance, June 30, 2021	\$ 58,270,952	\$ 0	\$ (1,521,567)	\$ 56,749,385	\$ 38,904,528	\$ 38,068,934	\$ 18,680,451

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

Exhibit C-6

Rutherford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Other General Government Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 2,148	\$ 0	\$ 2,148	\$ 0
Total Revenues	\$ 2,148	\$ 0	\$ 2,148	\$ 0
Total Expenditures	\$ 0	\$ 0	\$ 0	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,148	\$ 0	\$ 2,148	\$ 0
Net Change in Fund Balance	\$ 2,148	\$ 0	\$ 2,148	\$ 0
Fund Balance, July 1, 2020	0	0	0	0
Fund Balance, June 30, 2021	\$ 2,148	\$ 0	\$ 2,148	\$ 0

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

Exhibit D-1

Rutherford County, Tennessee
Statement of Net Position
Proprietary Funds
June 30, 2021

	Governmental Activities - Internal Service Funds
<u>ASSETS</u>	
Current Assets:	
Cash	\$ 216,068
Equity in Pooled Cash and Investments	49,901,503
Cash with Paying Agent	1,737,000
Accounts Receivable	89,536
Due from Other Governments	15,400
Due from Fiduciary Funds	150,000
Total Assets	<u>\$ 52,109,507</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Claims and Judgments Payable	<u>\$ 18,085,427</u>
Total Current Liabilities	<u>\$ 18,085,427</u>
Noncurrent Liabilities:	
Claims and Judgments Payable	<u>\$ 4,755,269</u>
Total Noncurrent Liabilities	<u>\$ 4,755,269</u>
<u>NET POSITION</u>	
Unrestricted	<u>\$ 29,268,811</u>
Total Net Position	<u><u>\$ 29,268,811</u></u>

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

Exhibit D-2

Rutherford County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Position
Proprietary Funds
For the Year Ended June 30, 2021

	Governmental Activities - Internal Service Funds
<u>Operating Revenues</u>	
Charges for Current Services:	
Self-Insurance Premiums/Contributions	\$ 78,365,583
Other Employee Benefits Charges/Contributions	2,653,268
Other Local Revenues:	
Retirees' Insurance Payments	6,577,339
Cobra Insurance Payments	163,705
State of Tennessee:	
On-Behalf Contributions for OPEB	192,483
Total Operating Revenues	<u>\$ 87,952,378</u>
<u>Operating Expenses</u>	
General Government:	
Furniture and Fixtures	\$ 745
Employee Benefits:	
Handling Charges and Administrative Costs	3,261,508
Disability Insurance	248,634
Bank Charges	4,000
Consultants	87,914
Contracts with Private Agencies	2,320,156
Other Contracted Services	5,950
Medical Claims	76,462,097
Premiums on Corporate Surety Bonds	5,000
Liability Claims	8,077,484
Other Charges	14,739
Total Operating Expenses	<u>\$ 90,488,227</u>
Operating Income (Loss)	<u>\$ (2,535,849)</u>
<u>Nonoperating Revenues (Expenses)</u>	
Insurance Recovery	\$ 84,481
Total Nonoperating Revenues (Expenses)	<u>\$ 84,481</u>
Income (Loss) Before Transfers	\$ (2,451,368)
Transfers Out	<u>(642,550)</u>
Change in Net Position	\$ (3,093,918)
Net Position, July 1, 2020	<u>32,362,729</u>
Net Position, June 30, 2021	<u>\$ 29,268,811</u>

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

Exhibit D-3

Rutherford County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021

	Governmental Activities - Internal Service Funds
<hr/>	
<u>Cash Flows from Operating Activities</u>	
Receipts for Self-Insurance Premiums	\$ 87,950,477
Payments to Suppliers	(5,985,600)
Claims Paid	(78,191,513)
Insurance Recovery	84,481
Net Cash Provided By (Used In) Operating Activities	<u>\$ 3,857,845</u>
 <u>Cash Flows from Noncapital Financing Activities</u>	
Transfers to Other Funds	\$ (642,550)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>\$ (642,550)</u>
 Net Increase (Decrease) in Cash	\$ 3,215,295
Cash, July 1, 2020	<u>48,639,276</u>
 Cash, June 30, 2021	<u><u>\$ 51,854,571</u></u>
 <u>Reconciliation of Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ (2,535,849)
Insurance Recovery	84,481
Adjustments to Reconcile Net Operating Income (Loss) to	
Net Cash Provided By (Used In) Operating Activities:	
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	(939)
(Increase) Decrease in Due from Other Governments	(962)
Increase (Decrease) in Accounts Payable	(36,173)
Increase (Decrease) in Claims and Judgments Payable	6,348,068
Increase (Decrease) in Due To Component Units	<u>(781)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 3,857,845</u></u>
 <u>Reconciliation of Cash With Statement of Net Position</u>	
Cash Per Net Position	\$ 216,068
Equity in Pooled Cash and Investments Per Net Position	49,901,503
Cash with Paying Agent Per Net Position	<u>1,737,000</u>
 Cash, June 30, 2021	<u><u>\$ 51,854,571</u></u>

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

Exhibit E-1

Rutherford County, Tennessee
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 8,929,443
Equity in Pooled Cash and Investments	1,292,945
Cash with Paying Agents	57,421
Investments	7,735
Accounts Receivable	833
Due from Other Governments	18,747,280
Property Taxes Receivable	16,226,692
Allowance for Uncollectible Property Taxes	<u>(799,195)</u>
Total Assets	<u>\$ 44,463,154</u>
<u>LIABILITIES</u>	
Accounts Payable	\$ 118
Accrued Payroll	627
Due to Other Funds	150,000
Due to Other Taxing Units	<u>19,521,417</u>
Total Liabilities	<u>\$ 19,672,162</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred Current Property Taxes	<u>\$ 15,305,782</u>
Total Deferred Inflows of Resources	<u>\$ 15,305,782</u>
<u>NET POSITION</u>	
<u>Restricted For:</u>	
Amounts Held for Other Employee Benefits	\$ 543,862
Individuals, Organizations, and Other Governments	<u>8,941,348</u>
Total Net Position	<u>\$ 9,485,210</u>

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

Exhibit E-2

Rutherford County, Tennessee
Combining Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2021

	<u>Custodial Funds</u>
<u>Additions</u>	
Other Employee Benefit Charges/Contributions	\$ 1,426,055
Sales Tax Collections for Other Governments	101,832,756
Property Tax Collections for Other Governments	12,207,296
ADA - Educational Funds Collected for Cities	31,094,954
Fines/Fees and Other Collections	95,219,242
District Attorney General Collections	<u>30,762</u>
Total Additions	<u>\$ 241,811,065</u>
<u>Deductions</u>	
Other Fringe Benefits	\$ 1,355,480
Payment of Sales Tax Collections to Other Governments	101,832,756
Payment of Property Tax Collections to Other Governments	12,300,697
Payments to City School Systems	31,370,304
Payments to State	33,363,976
Payments to County/City	39,350,002
Payments to Individuals and Others	23,792,905
Payment of District Attorney General Expenses	<u>27,561</u>
Total Deductions	<u>\$ 243,393,681</u>
Change in Net Position	\$ (1,582,616)
Net Position July 1, 2020	\$ 473,287
Restatement - See Note I.D.11	<u>10,594,539</u>
Net Position June 30, 2021	<u><u>\$ 9,485,210</u></u>

RUTHERFORD COUNTY, TENNESSEE

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RUTHERFORD COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2021

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Rutherford 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 Rutherford County:

A. Reporting Entity

Rutherford County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Rutherford 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 relationships 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 Rutherford County School Department operates the public school system in the county, and the voters of Rutherford 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.

Community Care of Rutherford County, Inc., provides nursing care to the citizens of Rutherford County, and the Rutherford County Commission appoints its governing body. Patient charges provide the majority of the revenues for the entity. Before the issuance of debt instruments, the entity must obtain the county commission's approval.

The Rutherford County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Rutherford County, and the Rutherford 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 Rutherford 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 Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Community Care of
Rutherford County, Inc.
901 East County Farm Road
Murfreesboro, TN 37127

Rutherford County Emergency
Communications District
591 Fortress Boulevard
Murfreesboro, TN 37128

Related Organization – The Public Building Authority of Rutherford County and Rutherford County Industrial Development Board are related organizations of Rutherford County. The county's officials are responsible for appointing the members of the boards, but the county's accountability for these organizations does not extend beyond making the appointments.

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 Rutherford 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 Rutherford 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.

Rutherford County issues all debt for the discretely presented Rutherford County School Department. Net debt issues totaling \$89,297,413 were contributed by the county to the school department during the year ended June 30, 2021.

Separate financial statements are provided for governmental funds, proprietary funds (internal service), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and 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 proprietary funds and fiduciary funds financial statements. 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 Rutherford 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. Rutherford County reports three proprietary funds (internal service funds). It has no enterprise funds to report.

Separate financial statements are provided for governmental funds, proprietary 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 internal service funds and the fiduciary funds in total are reported in single columns by fund type.

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. Rutherford County considers grants and similar revenues to be available if they are collected within 60 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.

Proprietary fund and fiduciary funds financial statements are reported using the economic resources 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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category includes an employee benefit trust fund and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement.

Rutherford 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.

Other General Government Fund – This special revenue fund accounts for funding related to the Coronavirus State and Local Fiscal Recovery Funds, established by the American Rescue Plan Act of 2021, received by the county to be used to respond to acute pandemic response needs, fill revenue shortfalls, and support communities and populations hit by the COVID-19 crisis.

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.

Education Capital Projects Fund – This fund accounts for debt issued by Rutherford County that is subsequently contributed to the discretely presented Rutherford County School Department for construction and renovation projects.

Additionally, Rutherford County reports the following fund types:

Internal Service Funds – The Self-Insurance, Employee Insurance - Health, and Workers' Compensation funds are used to account for the county's self-insured general liability, health, and workers' compensation programs. Premiums charged to the various county funds/component units/joint venture and employee payroll deductions are placed in these funds for the payment of claims.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Rutherford County, property taxes for the town of Smyrna and the town of Eagleville, the city school system's share of educational revenues, restricted revenues held for the benefit of the Office of District Attorney General, assets held for an employee flexible benefits program, and assets held in a regional planning agency.

The discretely presented Rutherford 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.

Other Capital Projects Fund – This fund is used to account for the receipt of debt issued by Rutherford County and contributed to the school department for building construction and renovations.

Additionally, the Rutherford 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.

Private-Purpose Trust Fund – The Endowment Fund is used to account for resources legally held in trust to fund a scholarship at a

local high school. Earnings on invested resources may be used to fund the scholarship, but the principal is required to be maintained intact.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 21) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 20) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, internal service funds used to account for self-insured liability, employees' health insurance, and workers' compensation programs. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenues of the county's internal service funds are charges for services. Operating expenses for the internal service funds include administrative expenses, liability insurance claims, and employee benefits.

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

1. Deposits and Investments

For purposes of the Statement of Cash Flows, cash includes demand deposits, cash on deposit with the county trustee, and cash on deposit with a paying agent.

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 Rutherford 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 is assigned to the General, General Debt Service, and General Purpose School funds. In addition, an investment is held separately by the Constitutional Officers – Custodial Fund. Rutherford 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. Rutherford County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value. No investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as due to/from other funds.

Accounts receivable in the General Fund include \$7,465,000 of payments in-lieu-of property taxes for certain local businesses. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable is reported as a deferred inflow of resources as of June 30.

All ambulance and property taxes receivable are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to less than 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.

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government funds represent deposits placed with Rutherford County for building codes certificates of occupancy \$36,300, deposits in-lieu-of bonds for developments \$2,615,190, agricultural facilities rentals \$20,000, agricultural token sales program \$7,207, animal adoption fees \$2,523, software license fees \$1,800, and other deposits of \$6,230.

3. Inventories and Prepaid Items

Inventories of the discretely presented Rutherford County 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.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepaids 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 Rutherford 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 Rutherford County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Rutherford 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), and intangibles (e.g., easements, computer software, 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 \$10,000 (infrastructure \$50,000 and intangible \$25,000) or more and an estimated useful life of more than two 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, infrastructure, and intangible assets 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	50
Other Capital Assets	6 - 20
Infrastructure:	
Roads	75
Bridges	50
Intangibles	2 - 15

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 deferred amount on refunding; pension changes in

experience, assumptions, investment earnings, and proportion; employer contributions made to the pension plan after the measurement date; OPEB changes in experience and assumptions; and OPEB benefits paid after the measurement date.

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) 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 and proportion, and OPEB changes in experience and assumptions. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

The county's and the school department's policies permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since their policies do not pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county and the discretely presented school department. 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.

8. Long-term Debt and Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type 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, claims and judgments, other postemployment benefits, and landfill closure/postclosure care costs 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 and the proprietary funds in the fund 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, 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 \$17,964,291 of restricted net position for the primary government, of which \$3,076,125 is restricted by enabling legislation.

As of June 30, 2021, Rutherford County had \$395,640,940 in outstanding debt for capital purposes for the discretely presented Rutherford County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (Murfreesboro City School District) based on an average daily attendance proration. This debt is a liability of Rutherford County, but the capital assets acquired are reported in the financial statements of the Rutherford County School

Department and Murfreesboro City School District. Therefore, Rutherford 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 to use restricted amounts first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available. Also, it is the county's policy to use committed amounts first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes which could be used in any of the unrestricted fund balance classifications.

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 has by resolution authorized the county's Budget/Finance Committee to make assignments 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 – 15 percent of subsequent year appropriations.

General Debt Service Fund – fund balance adequate to meet (1) cash flow needs, (2) budgeting contingencies, (3) emergency contingencies, (4) variable rate volatility contingencies, and (5) future forecasted needs.

11. Restatements

Due to the implementation of GASB Statement 84, a special revenue fund (Internal School Fund) is reflected in the financial statements of the discretely presented Rutherford County School Department. A restatement of \$6,437,963 has been presented to reflect the beginning balance of this fund.

In prior years, the custodial funds had no measurement focus. However, due to the implementation of GASB Statement 84, the beginning balance of these funds has been restated by \$10,594,539 using the economic measurement focus and the accrual basis of accounting.

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 Rutherford County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Rutherford County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension 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 Pension Plan of TCRS. Investments are reported at fair value.

Discretely Presented Rutherford 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 Benefit (OPEB) Plans

Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) provide OPEB benefits to their retirees through a single commercial insurance plan administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). 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 Rutherford County. For this purpose, Rutherford County recognizes benefit payments when due and payable in accordance with benefit terms. Rutherford County'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 Rutherford County School Department

Exhibit K-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 Rutherford County School Department

Exhibit K-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), the primary government's Education Capital Projects Fund and the school department's Internal School Fund (special revenue fund) which are not budgeted, and the school department's Other Capital Projects and Education Capital Projects funds, which adopt project length budgets. 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, Other Boards and Committees, and County Mayor/Executive, 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 the GAAP basis is presented on the face of each budgetary schedule.

At June 30, 2021, Rutherford County and the Rutherford County School Department reported the following significant encumbrances:

<u>Funds</u>	<u>Amount</u>
Primary Government:	
Major Fund:	
General	\$ 1,521,567
Nonmajor Funds:	
Solid/Waste Sanitation	175,235
Ambulance Service	400,980
Special Purpose	3,311
Drug Control	59,368
School Department:	
Major Fund:	
General Purpose School	3,305,135
Nonmajor Funds:	
School Federal Projects	10,043
Central Cafeteria	251,220
Education Capital Projects	2,564,032

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Rutherford County and the Rutherford 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, depositing, 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 and investments reflected on the balance sheets or statements of net position represent nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of three 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.

In addition, counties may invest in FDIC insured certificates of deposit. The deposit is first made in a bank or savings and loan association, selected by the government entity, with a branch in the state of Tennessee that is authorized to accept county deposits (the depository bank). The depository bank then arranges for the transfer of the moneys into one or more federally insured banks or savings and loan associations, wherever located (secondary depositories), for the account of the county. In turn, the depository bank receives funds from customers of the secondary depositories equal to or greater than the amount initially invested by the county. The balance of county funds with each secondary depository must not exceed FDIC insurance limits so that all funds are fully insured. Under this program, the trustee must provide the depository bank with a listing of all banks and savings and loan associations holding county funds under the same federal employer identification number (FEIN). To prevent deposits from exceeding FDIC coverage, the depository bank is prohibited from using any of those listed banks or savings and loan associations as secondary depositories. The use of this program must be approved by the county investment committee or finance committee as appropriate for the specific county. Further, the investment committee or finance committee must establish policies and procedures for the investments, including the establishment of controls to ensure that full FDIC insurance coverage is obtained. Service providers used by depositories must be approved by the state treasurer upon concurrence by the commissioner of financial institutions and finance and administration. There are currently only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

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, 2021, Rutherford County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the State Treasurer's Investment Pool. Separate disclosures concerning pooled investments cannot be made for Rutherford County and the discretely presented Rutherford County School Department since both pool their deposits and investments through the county trustee.

Nonpooled investments in the Constitutional Officers – Custodial Fund are by court order and at the request of a litigant. These investments do not expose the county to any risk; therefore, further disclosure is not required.

Investment	Weighted Average Maturity	Maturities	Amortized Cost
Investments at Amortized Cost:			
Constitutional Officers - Custodial Fund:			
Clerk and Master:			
State Treasurer's Investment Pool	1 to 68 days	N/A	\$ <u>7,735</u>

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Rutherford County does not have a formal investment policy that limits 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. State statutes limit the ratings of certain investments as previously explained. Rutherford County has an investment policy that further limits its investment choices. The policy limits the trustee's investments to collateralized certificates of deposit, U.S. Treasury Bills and Notes, the State Treasurer's Investment Pool, collateralized cash management accounts, shared certificates of deposit, and insured cash sweeps. As of June 30, 2021, Rutherford County's investment in the State Treasurer's Investment Pool was unrated.

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. Rutherford County places a limit on the amount the county may invest in one issuer. The policy allows the trustee to invest up to 70 percent of the portfolio in collateralized certificates of deposit, up to 100 percent of the portfolio in either U.S. Treasury Bills and Notes or the State Treasurer's Investment Pool, up to 70 percent of the portfolio in collateralized cash management accounts, up to 50 percent of the portfolio in shared certificates of deposit, and up to 90 percent of the portfolio in insured cash sweeps.

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 Annual Comprehensive Financial Report at <https://www.tn.gov/finance/rd-doa/fa-accfin-ar.html>.

TCRS Stabilization Trust

Legal Provisions. The Rutherford 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 Rutherford County School Department may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2021, the Rutherford County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 1,288,903
Developed Market International Equity	N/A	N/A	582,085
Emerging Market International Equity	N/A	N/A	166,310
U.S. Fixed Income	N/A	N/A	831,551
Real Estate	N/A	N/A	415,775
Short-term Securities	N/A	N/A	41,578
NAV - Private Equity and Strategic Lending	N/A	N/A	831,551
Total			<u>\$ 4,157,753</u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of 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/ag20045.pdf>.

B. Notes Receivable

The Industrial/Economic Development Fund had two long-term notes receivable of \$87,860 and \$1,943,750 on June 30, 2021, from financing projects for the Smyrna-Rutherford County Airport (joint venture) and is included in restricted fund balance.

The General Debt Service Fund had a long-term note receivable of \$1,820,785 on June 30, 2021, from financing projects for the city of Murfreesboro's Rockvale Utility District and is included in restricted fund balance.

C. Capital Assets

Capital assets activity for the year ended June 30, 2021, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 45,586,462	\$ 118,690	\$ (117,420)	\$ 45,587,732
Intangible Assets (Right-of-Ways)	46,351,023	362,068	0	46,713,091
Construction in Progress	16,973,247	10,129,250	(2,257,567)	24,844,930
Total Capital Assets Not Depreciated	<u>\$ 108,910,732</u>	<u>\$ 10,610,008</u>	<u>\$ (2,374,987)</u>	<u>\$ 117,145,753</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 172,543,251	\$ 6,315,466	\$ (122,100)	\$ 178,736,617
Infrastructure	149,564,172	6,741,152	(411,741)	155,893,583
Intangible Assets	5,334,913	54,130	0	5,389,043
Other Capital Assets	52,293,020	2,373,071	(1,253,792)	53,412,299
Total Capital Assets Depreciated	<u>\$ 379,735,356</u>	<u>\$ 15,483,819</u>	<u>\$ (1,787,633)</u>	<u>\$ 393,431,542</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 46,963,286	\$ 3,923,016	\$ (63,566)	\$ 50,822,736
Infrastructure	51,786,955	2,070,450	(159,096)	53,698,309
Intangible Assets	3,356,541	99,978	0	3,456,519
Other Capital Assets	31,472,764	4,391,286	(1,165,933)	34,698,117
Total Accumulated Depreciation	<u>\$ 133,579,546</u>	<u>\$ 10,484,730</u>	<u>\$ (1,388,595)</u>	<u>\$ 142,675,681</u>
Total Capital Assets Depreciated, Net	<u>\$ 246,155,810</u>	<u>\$ 4,999,089</u>	<u>\$ (399,038)</u>	<u>\$ 250,755,861</u>
Governmental Activities Capital Assets, Net	<u>\$ 355,066,542</u>	<u>\$ 15,609,097</u>	<u>\$ (2,774,025)</u>	<u>\$ 367,901,614</u>

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

Governmental Activities:

General Government	\$ 711,230
Finance	419,001
Administration of Justice	2,026,610
Public Safety	3,682,759
Public Health and Welfare	882,755
Agriculture and Natural Resources	178,167
Highways	<u>2,584,208</u>

Total Depreciation Expense - Governmental Activities	<u>\$ 10,484,730</u>
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Discretely Presented Rutherford County School Department**Governmental Activities:**

	Balance 7-1-20	Increases	Decreases	Balance 6-30-21
Capital Assets Not Depreciated:				
Land	\$ 24,090,926	\$ 0	\$ (118,690)	\$ 23,972,236
Construction in Progress	<u>110,851,656</u>	<u>36,593,225</u>	<u>(700,037)</u>	<u>146,744,844</u>
Total Capital Assets Not Depreciated	<u>\$ 134,942,582</u>	<u>\$ 36,593,225</u>	<u>\$ (818,727)</u>	<u>\$ 170,717,080</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 653,967,264	\$ 3,043,702	\$ (15,000)	\$ 656,995,966
Intangible Assets	416,167	0	0	416,167
Other Capital Assets	<u>22,466,447</u>	<u>1,502,018</u>	<u>(824,639)</u>	<u>23,143,826</u>
Total Capital Assets Depreciated	<u>\$ 676,849,878</u>	<u>\$ 4,545,720</u>	<u>\$ (839,639)</u>	<u>\$ 680,555,959</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 210,465,600	\$ 15,498,654	\$ (6,351)	\$ 225,957,903
Intangible Assets	374,667	7,010	0	381,677
Other Capital Assets	<u>15,621,445</u>	<u>1,266,225</u>	<u>(757,921)</u>	<u>16,129,749</u>
Total Accumulated Depreciation	<u>\$ 226,461,712</u>	<u>\$ 16,771,889</u>	<u>\$ (764,272)</u>	<u>\$ 242,469,329</u>
Total Capital Assets Depreciated, Net	<u>\$ 450,388,166</u>	<u>\$ (12,226,169)</u>	<u>\$ (75,367)</u>	<u>\$ 438,086,630</u>
Governmental Activities Capital Assets, Net	<u>\$ 585,330,748</u>	<u>\$ 24,367,056</u>	<u>\$ (894,094)</u>	<u>\$ 608,803,710</u>

Depreciation expense was charged to functions of the discretely presented Rutherford County School Department as follows:

Governmental Activities:

Instruction	\$ 7,010
Support Services	16,473,856
Operation of Non-instructional Services	<u>291,023</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 16,771,889</u></u>

D. Construction Commitments

At June 30, 2021, the discretely presented Rutherford County School Department had uncompleted construction contracts of approximately \$16,731,220 and \$6,840,010 in the Other Capital Projects and Education Capital Projects funds, respectively, for the school building program. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2021, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 146
Internal Service	Custodial	150,000
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	622,571
Nonmajor governmental	General Purpose School	54

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

Due to/from Primary Government and Component Units:

Receivable Fund	Payable Fund	Amount
Primary Government: Governmental Activities	School Department Component Unit: Governmental Activities	\$ 1,161,597

The \$1,1161,597 due to the primary government from the discretely presented school department relates to primary government debt, which is being serviced by the school department.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2021, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		
	General Fund	General Debt Service Fund	Nonmajor Governmental Funds
General Fund	\$ 0	\$ 0	\$ 805,909
Nonmajor governmental funds	50,000	199,815	210,000
Internal Service Funds	642,550	0	0
Total	\$ 692,550	\$ 199,815	\$ 1,015,909

The transfer from the General Fund was for capital projects. The transfer between the nonmajor governmental funds was for capital projects. The transfer into the General Debt Service Fund was for debt retirement. The transfers into the General Fund were for salary reimbursement and operations.

Discretely Presented Rutherford County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Nonmajor Governmental Funds
General Purpose School	\$ 0	\$ 1,000,000
Nonmajor governmental funds	1,942,446	0
Total	<u>\$ 1,942,446</u>	<u>\$ 1,000,000</u>

Transfers into the General Purpose School Fund were for indirect cost, salary, and maintenance reimbursements. The transfer into the nonmajor governmental fund was for cash flow of the School Federal Projects Fund.

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 and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Rutherford 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 21 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, 2021, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Rutherford County issues other loans to fund capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to eight years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. Other loans included in

long-term debt as of June 30, 2021, will be retired from the General Debt Service Fund.

General obligation bonds and other loans outstanding as of June 30, 2021, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-21
General Obligation Bonds	2.4 to 5%	4-1-40	\$ 364,623,825	\$ 327,640,000
General Obligation Bonds - Refunding	1.3 to 2.8	4-1-34	341,160,000	168,760,000
Direct Borrowing and Direct Placement:				
Other Loans	1	3-01-25	3,114,406	1,872,868

The annual requirements to amortize all general obligation bonds and other loans as of June 30, 2021, including interest payments, are presented in the following tables:

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2022	\$ 631,860	\$ 15,840	\$ 647,700
2023	638,208	9,492	647,700
2024	366,913	4,122	371,035
2025	235,887	975	236,862
Total	\$ 1,872,868	\$ 30,429	\$ 1,903,297

Year Ending June 30	Bonds		
	Principal	Interest	Total
2022	\$ 37,690,000	\$ 17,316,219	\$ 55,006,219
2023	37,690,000	15,505,380	53,195,380
2024	34,425,000	13,767,217	48,192,217
2025	35,780,000	12,252,772	48,032,772
2026	36,925,000	11,036,114	47,961,114
2027-2031	155,695,000	36,503,892	192,198,892
2032-2036	118,420,000	14,557,912	132,977,912
2037-2040	39,775,000	1,963,459	41,738,459
Total	\$ 496,400,000	\$ 122,902,965	\$ 619,302,965

There is \$52,222,607 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$1,454, based on the 2020

federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums, totaled \$1,604, based on the 2020 federal census.

The school department is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below. This debt is reflected in the government-wide financial statements as Due to the Primary Government in the financial statements of the school department and as Due from Component Units in the financial statements of the primary government.

Description of Debt	Outstanding 6-30-21
<u>Other Loans - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
Energy Efficiency Loan	\$ 1,161,597

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Bonds	Other Loans - Direct Placement
Balance, July 1, 2020	\$ 439,745,000	\$ 2,493,728
Additions	154,470,000	7,543
Reductions	(97,815,000)	(628,403)
Balance, June 30, 2021	<u>\$ 496,400,000</u>	<u>\$ 1,872,868</u>
Balance Due Within One Year	<u>\$ 37,690,000</u>	<u>\$ 631,860</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2021	\$ 498,272,868
Less: Balance Due Within One Year - Debt	(38,321,860)
Add: Unamortized Premium on Debt	<u>49,582,594</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 509,533,602</u>

Advance Refunding

On November 12, 2020, Rutherford County advance refunded a portion of a two bond refunding issues with a separate general obligation bond issue. The county issued \$64,100,000 of general obligation refunding bonds to provide resources to purchase U.S. government securities that were placed in an irrevocable trust to generate resources for all future debt service payments of the refunded debt. As a result, the refunded bonds are considered defeased, and the liability has been removed from the county's long-term debt. Because of the advance refunding, total debt service payments over the next 11 years will be reduced by \$3,970,632, and an economic gain (difference between the present value of the debt service payments of the refunded and refunding bonds) of \$3,701,286 was obtained.

G. Long-term Obligations

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2021, was as follows:

Governmental Activities:

	Compensated Absences	Landfill Closure/ Postclosure Care Costs
Balance, July 1, 2020	\$ 6,127,119	\$ 2,136,266
Additions	7,252,299	24,033
Reductions	(7,146,731)	(213,627)
Balance, June 30, 2021	\$ 6,232,687	\$ 1,946,672
Balance Due Within One Year	\$ 186,982	\$ 596,500

	Claims and Judgments	Other Postemployment Benefits
Balance, July 1, 2020	\$ 16,492,628	\$ 32,081,681
Additions	84,539,581	5,784,518
Reductions	(78,191,513)	(352,906)
Balance, June 30, 2021	\$ 22,840,696	\$ 37,513,293
Balance Due Within One Year	\$ 18,085,427	\$ 0

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 68,533,348
Less: Balance Due Within One Year - Other	<u>(18,868,909)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 49,664,439</u></u>

The internal service funds primarily serve the governmental funds. Accordingly, long-term obligations for the internal service funds are included as part of the above totals for governmental activities. At year end, \$22,840,696 of claims and judgments is included in the above amounts. Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General, Solid Waste/Sanitation, and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Discretely Presented Rutherford County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Rutherford County School Department for the year ended June 30, 2021, was as follows:

Governmental Activities:	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2020	\$ 1,780,810	\$ 137,665,254
Additions	1,708,741	12,793,435
Reductions	<u>(1,524,490)</u>	<u>(1,402,246)</u>
Balance, June 30, 2021	<u><u>\$ 1,965,061</u></u>	<u><u>\$ 149,056,443</u></u>
Balance Due Within One Year	<u><u>\$ 58,951</u></u>	<u><u>\$ 0</u></u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2021	\$ 151,021,504
Less: Balance Due Within One Year - Other	<u>(58,951)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 150,962,553</u></u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

H. Donor Restricted Endowments

The discretely presented Rutherford County School Department accounts for an endowment in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact, while interest earned on the principal will fund a scholarship for the valedictorian of the senior class at Eagleville High School. During the year ended June 30, 2021, interest earned and expended totaled \$248 with no resulting effect on net position.

V. OTHER INFORMATION

A. Risk Management

Rutherford County and the discretely presented school department have chosen to establish the Self-Insurance Fund for liability risks. The Self-Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county and the school department are self-insured to a limit of \$350,000 per claim for general liability claims and \$350,000 per claim for automobile claims. The county and school department obtained commercial insurance for claims beyond the above-noted amounts. The maximum liability the county can incur is \$5,000,000 for general liability and \$5,000,000 for automobile claims.

Rutherford County and the discretely presented school department have chosen to establish the Employee Insurance - Health Fund for risks associated with the employees' health insurance plan. The Employee Insurance - Health Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county is self-insured to a limit of \$750,000 per person per agreement year. The county carries no aggregate reinsurance coverage. Group life and accident insurance premiums paid to a private insurance company are also recorded in this fund.

Rutherford County and the discretely presented school department have chosen to establish the Workers' Compensation Fund for risks associated with workers' compensation claims. The Workers' Compensation Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county carries no reinsurance coverage.

Rutherford County and the discretely presented school department have chosen to establish an on-the-job injury program for risks associated with workplace injury. The on-the-job injury program is accounted for in the Workers' Compensation Fund (internal service fund) where assets are set aside for claims settlements. Qualified individuals shall receive two-thirds of their salary averaged over the past 52 weeks provided there is medical documentation from a county-designated physician stating that it is medically necessary for the qualified individual to remain off work, or to undergo therapy in relation to an on-the-job injury. Benefits (not including long-term disability benefits) shall not extend beyond one calendar year from the date of injury or illness.

All full-time employees of the primary government, the Smyrna-Rutherford County Airport (joint venture), and the discretely presented component units (school department, emergency communications district, and Community Care of Rutherford County, Inc.) are eligible to participate in the Employee Insurance – Health Fund. All full-time employees of the primary government and the discretely presented school department component unit are eligible to participate in the Workers’ Compensation Fund. Premium charges are allocated to each fund that accounts for full-time employees. These charges are based on actuarial estimates of the amounts needed to pay prior- and current-year claims. Liabilities of the funds are reported when losses are probable, and the amounts of the losses can be reasonably estimated. The Employee Insurance - Health Fund and the Workers’ Compensation Fund establish claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years for the Self-Insurance, Employee Insurance – Health, and Workers’ Compensation funds are as follows:

Self-Insurance Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
2019-20	\$	1,439,229	\$	2,250,332	\$	(1,331,179)	\$	2,358,382
2020-21		2,358,382		7,065,307		(2,023,298)		7,400,391

Employee Insurance - Health Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
2019-20	\$	10,807,195	\$	68,590,199	\$	(66,780,448)	\$	12,616,946
2020-21		12,616,946		76,462,097		(75,510,038)		13,569,005

Workers' Compensation Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
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Workers' Compensation Program

2019-20	\$	905,000	\$	276,057	\$	(269,057)	\$	912,000
2020-21		912,000		375,628		(154,628)		1,133,000

On-the-Job Injury Program

2019-20	\$	324,500	\$	648,748	\$	(367,948)	\$	605,300
2020-21		605,300		636,549		(503,549)		738,300

B. Accounting Changes

GASB Statement No. 84, *Fiduciary Activities* establishes additional guidance for the identification, accounting, and reporting of fiduciary activities. The statement clarifies the four types of fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria.

GASB Statement No. 90, *Majority Equity Interest* modifies previous guidance and provides guidance for the measurement and reporting of majority equity interest in a legally separate organization. This statement also provides guidance for reporting a component unit if a government acquires a 100 percent equity interest in that component unit.

Paragraphs 4 and 5 of GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans* became effective during the year. Paragraph 4 establishes certain component unit criteria for a legally separate entity by the primary government in the absence of a governing board. Paragraph 5 clarifies that the financial benefit burden in paragraph 7 of GASB Statement 84 is applicable to only defined benefit pension plans and defined benefit OPEB plans that are administered through certain trusts.

C. Contingent Liabilities

The county has received various federal and state grants and other assistance for specific purposes that are subject to review and audit by grantor agencies. Such audits could result in reimbursements to the grantor agencies for expenditures disallowed under the terms of the grants. County management is not aware of any potential disallowances and believes that reimbursements, if any, would not be material.

The county is involved in several pending lawsuits. On June 16, 2021, the county agreed to pay up to \$11 million to settle a class action lawsuit against the Rutherford County Juvenile Detention Center alleging the illegal arrest and detention of juveniles. Final approval of this settlement agreement lies with the courts. The precise timing of such approval decision by the courts and the actual amount of monetary damages payable by the county are unknown at this time. Based on the current schedule, in no event will the approval decision occur before December 3, 2021. The county will not be required to pay this liability before February 3, 2022. Upon the court's determination of the county's actual liability, such money will be due and payable by the county as a lump sum. Although such actual amount is yet to be determined, a portion of the monetary damages payable by the county will be covered by insurance, and the remaining portion is anticipated to be paid from the county's General Fund.

D. Landfill Closure/Postclosure Care Costs

Rutherford County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Rutherford County closed its sanitary landfill in 2000. The \$1,946,672 reported as postclosure care liability at June 30, 2021, represents amounts based on what it would cost to perform all postclosure care in 2021. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Linebaugh Public Library System is jointly owned by Rutherford County and the cities of Murfreesboro and Smyrna and is operated by an appointed

board. The board comprises 14 members, seven of whom are appointed by the Rutherford County Commission, with two being residents of Smyrna. The remaining seven members are appointed by the city of Murfreesboro. Rutherford County has control over budgeting and financing the joint venture only to the extent of representation by the seven board members appointed. Rutherford County contributed \$1,801,450 to the operations of the libraries during the year ended June 30, 2021.

Rutherford County is a participant with Cannon, Coffee, and Warren counties in a multi-county Municipal Solid Waste Planning Region. This entity was created to promote the preparation of municipal solid waste regional plans to manage solid waste effectively and efficiently. This entity is governed by a 13-member board comprising appointees from Cannon County (2), Coffee County (2), Rutherford County (3), Warren County (2), the city of Manchester (1), the city of McMinnville (1), the city of Murfreesboro (1), and the city of Woodbury (1). Funding is provided from member contributions and grants. There are no separately issued financial statements for the Municipal Solid Waste Planning Region. Rutherford County has been designated as the fiscal agent for the Planning Region and accounts for its activities through the Joint Venture Fund (custodial fund), which is included in the financial statements of this report.

The Smyrna-Rutherford County Airport is operated through a joint operations agreement between Rutherford County and the town of Smyrna, Tennessee. The agreement created a joint board of directors to manage the airport. The board comprises five members, two of whom are appointed by the Rutherford County Commission, two by the town of Smyrna, and one jointly appointed by Rutherford County and the town of Smyrna. Rutherford County has control over budgeting and financing the joint venture only to the extent of its representation by its board members.

The Joint Parking Authority of Rutherford County was created by Rutherford County and the city of Murfreesboro to operate and maintain a jointly owned parking garage. The Joint Parking Authority comprises seven members, three of whom are appointed by Rutherford County, three by the city of Murfreesboro, and one jointly by the county mayor and the city mayor. Rutherford County has control over budgeting and financing the joint venture only to the extent of representation by the three board members appointed. This agency had no financial activity to report.

The Rutherford County Chamber of Commerce Economic Development Council has been designated as the Joint Economic and Community Development Board for Rutherford County, the city of Murfreesboro, the town of Smyrna, the city of LaVergne, and the town of Eagleville. This designation was authorized by an interlocal agreement between the governments, as provided by Section 6-58-115(j), *Tennessee Code Annotated (TCA)*. The purpose of this board is to foster communication relative to economic and community development between and among governmental entities, industry, and private citizens. If funding through the Rutherford

County Chamber of Commerce is inadequate, the funding formula established by the Comprehensive Growth Plan, Section 6-58-101, et seq., *TCA*, shall be followed. Rutherford County has control over budgeting and financing the board through the county mayor or designee to the board. Separate financial statements are not prepared for the board; however, financial information may be obtained through the Rutherford County Chamber of Commerce. Rutherford County contributed \$96,500 to the operations of the board during the year ended June 30, 2021.

Rutherford County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Rutherford County Library System and the Smyrna-Rutherford County Airport can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Linebaugh Public Library System
105 West Vine Street
Murfreesboro, TN 37130

Smyrna-Rutherford County Airport
278 Doug Warpoole Road
Smyrna, TN 37167

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Rutherford County, non-certified employees of the discretely presented Rutherford County School Department, and employees of the discretely presented Community Care of Rutherford County, Inc., are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 57.63 percent, the non-certified employees of the discretely presented school department comprise 38.89 percent, and the employees of the discretely presented Community Care of Rutherford County, Inc., comprise 3.48 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

<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 nonservice-related disability eligibility. The service-related and nonservice-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, 2020, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	1,118
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	2,346
Active Employees	<u>2,800</u>
Total	<u><u>6,264</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees are non-contributory. Rutherford 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, 2021, the employer contribution for Rutherford County the employer contributions were \$6,549,003, \$4,318,053, and \$352,284, for the primary government, the non-certified employees of the discretely presented school department, and the discretely presented Community Care of Rutherford County, Inc., respectively, based on a rate of 10.16 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Rutherford 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)

Rutherford County's net pension liability (asset) was measured as of June 30, 2020, 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, 2020, 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, 2020, 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 reflect more closely 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 investment 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	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
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 Rutherford 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 (Asset) (a)-(b)
Primary Government			
Balance, July 1, 2019	\$ 169,427,104	\$ 180,623,796	\$ (11,196,692)
Changes for the Year:			
Service Cost	\$ 4,843,016	\$ 0	\$ 4,843,016
Interest	12,608,260	0	12,608,260
Differences Between Expected and Actual Experience	2,436,324	0	2,436,324
Changes in Assumptions	0	0	0
Contributions-Employer	0	6,343,408	(6,343,408)
Contributions-Employees	0	372	(372)
Net Investment Income	0	9,102,379	(9,102,379)
Benefit Payments, Including Refunds of Employee Contributions	(5,314,921)	(5,314,921)	0
Administrative Expense	0	(143,692)	143,692
Other Changes	2,294,387	2,445,997	(151,610)
Net Changes	\$ 16,867,066	\$ 12,433,543	\$ 4,433,523
Balance, June 30, 2020	\$ 186,294,170	\$ 193,057,339	\$ (6,763,169)

School Department	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability	Fiduciary Net Position	Liability (Asset)
	(a)	(b)	(a)-(b)
Balance, July 1, 2019	\$ 117,162,745	\$ 124,905,515	\$ (7,742,770)
Changes for the Year:			
Service Cost	\$ 3,268,174	\$ 0	\$ 3,268,174
Interest	8,508,334	0	8,508,334
Differences Between Expected and Actual Experience	1,644,085	0	1,644,085
Changes in Assumptions	0	0	0
Contributions-Employer	0	4,280,672	(4,280,672)
Contributions-Employees	0	250	(250)
Net Investment Income	0	6,142,486	(6,142,486)
Benefit Payments, Including Refunds of Employee Contributions	(3,586,627)	(3,586,627)	0
Administrative Expense	0	(96,966)	96,966
Other Changes	(1,281,281)	(1,365,964)	84,683
Net Changes	\$ 8,552,685	\$ 5,373,851	\$ 3,178,834
Balance, June 30, 2020	\$ 125,715,430	\$ 130,279,366	\$ (4,563,936)

Community Care	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability	Fiduciary Net Position	Liability (Asset)
	(a)	(b)	(a)-(b)
Balance, July 1, 2019	\$ 11,382,546	\$ 12,134,768	\$ (752,222)
Changes for the Year:			
Service Cost	\$ 292,447	\$ 0	\$ 292,447
Interest	761,353	0	761,353
Differences Between Expected and Actual Experience	147,118	0	147,118
Changes in Assumptions	0	0	0
Contributions-Employer	0	383,048	(383,048)
Contributions-Employees	0	22	(22)
Net Investment Income	0	549,649	(549,649)
Benefit Payments, Including Refunds of Employee Contributions	(320,943)	(320,943)	0
Administrative Expense	0	(8,677)	8,677
Other Changes	(1,013,107)	(1,080,058)	66,951
Net Changes	\$ (133,132)	\$ (476,959)	\$ 343,827
Balance, June 30, 2020	\$ 11,249,414	\$ 11,657,809	\$ (408,395)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Rutherford 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:

	1% Decrease	Current Discount Rate	1% Increase
Primary Government	6.25%	7.25%	8.25%
Net Pension Liability (Asset)	\$ 20,358,762	\$ (6,763,169)	\$ (29,136,531)

	1% Decrease	Current Discount Rate	1% Increase
<u>School Department</u>	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>

Net Pension Liability (Asset) \$ 13,738,543 \$ (4,563,936) \$ (19,661,977)

	1% Decrease	Current Discount Rate	1% Increase
<u>Community Care</u>	<u>6.25%</u>	<u>7.25%</u>	<u>8.25%</u>

Net Pension Liability (Asset) \$ 1,229,368 \$ (408,395) \$ (1,759,416)

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

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, Rutherford County recognized pension expense of \$5,439,578, 3,797,604, and \$333,044, for the primary government, the non-certified employees of the discretely presented school department, and the discretely presented Community Care of Rutherford County, Inc., respectively.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, Rutherford County 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
<u>Primary Government</u>		
Difference Between Expected and Actual Experience	\$ 2,295,828	\$ 965,780
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,451,601	0
Changes in Assumptions	1,386,049	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	<u>6,549,003</u>	<u>N/A</u>
Total	<u>\$ 11,682,481</u>	<u>\$ 965,780</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” 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	\$ 1,549,276	\$ 651,730
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	979,573	0
Changes in Assumptions	935,336	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	4,318,053	N/A
Total	<u>\$ 7,782,238</u>	<u>\$ 651,730</u>

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

Community Care	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 138,634	\$ 58,319
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	87,655	0
Changes in Assumptions	83,697	0
Contributions Subsequent to the Measurement Date of June 30, 2020 (1)	352,284	N/A
Total	<u>\$ 662,270</u>	<u>\$ 58,319</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” 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
<hr/>		
2022	\$	(57,159)
2023		1,268,467
2024		1,493,449
2025		1,076,823
2026		386,118
Thereafter		0

School Department:		
Year Ending		
June 30		Amount
<hr/>		
2022	\$	(38,571)
2023		855,990
2024		1,007,812
2025		726,664
2026		260,560
Thereafter		0

Community Care:		
Year Ending		
June 30		Amount
<hr/>		
2022	\$	(3,451)
2023		76,597
2024		90,182
2025		65,024
2026		23,315
Thereafter		0

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

Discretely Presented Rutherford County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Rutherford County, non-certified employees of the discretely presented Rutherford County School Department, and employees of the discretely presented Community Care of Rutherford

County, Inc. 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 57.63 percent, the non-certified employees of the discretely presented school department comprise 38.89 percent, and the employees of the discretely presented Community Care of Rutherford County, Inc. comprise 3.48 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Rutherford 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 <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. 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 nonservice-related disability eligibility. The service-related and nonservice-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, 2021, to the Teacher Retirement Plan were \$1,390,420, which is 2.02 percent of covered payroll. In addition, employer contributions of \$1,342,653, which is 1.98 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, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). At June 30, 2021, the school department reported a liability (asset) of (\$2,532,659) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, and the total pension liability (asset) 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, 2020, the school department's proportion was 4.453875 percent. The proportion as of June 30, 2019, was 4.296752 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, the school department recognized pension expense (negative pension expense) of \$1,005,256.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 94,089	\$ 634,677
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	206,318	0
Changes in Assumptions	79,413	0
Changes in Proportion of Net Pension Liability (Asset)	0	196,255
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	1,390,420	N/A
Total	<u>\$ 1,770,240</u>	<u>\$ 830,932</u>

The school department's employer contributions of \$1,390,420, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2022	\$ (39,558)
2023	(9,743)
2024	5,458
2025	9,789
2026	(60,093)
Thereafter	(356,965)

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, 2020, 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, 2020, 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 reflect more closely 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	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 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 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability (Asset)	\$	1,969,987	\$	(2,532,659)	\$	(5,851,667)
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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 Rutherford 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 <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. 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 nonservice-related disability eligibility. The service-related and nonservice-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.

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 Rutherford County School Department for the year ended June 30, 2021, to the Teacher Legacy Pension Plan were \$15,536,083, which is 10.27 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, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liability (Assets). At June 30, 2021, the school department reported a liability (asset) of (\$35,026,769) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2020, 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 long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2020, the school department's proportion was 4.593231 percent. The proportion measured at June 30, 2019, was 4.482340 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2021, the school department recognized pension expense (negative pension expense) of \$15,908.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, 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	\$ 1,331,562	\$ 16,840,248
Changes in Assumptions	3,182,019	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	7,822,872	0
Changes in Proportion of Net Pension Liability (Asset)	441,001	362,968
LEA's Contributions Subsequent to the Measurement Date of June 30, 2020	15,536,083	N/A
Total	<u>\$ 28,313,537</u>	<u>\$ 17,203,216</u>

The school department's employer contributions of \$15,536,083 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a decrease in net pension liability in the year ending June 30, 2022. 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
2022	\$ (8,484,707)
2023	(1,278,001)
2024	154,854
2025	5,182,092
2026	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, 2020, 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 actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2020, 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 reflect more closely 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	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	
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 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability (Asset) \$ 108,932,477 \$ (35,026,769) \$ (154,402,800)

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

2. **Deferred Compensation**

Rutherford County and the discretely presented Rutherford County School Department offer their employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 457 and Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 457 and 403(b) establish participation, contribution, and withdrawal provisions for the plans.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$3,440,987 and teachers contributed \$1,734,047 to this deferred compensation pension plan.

G. **Other Postemployment Benefits (OPEB)**

Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) provide OPEB benefits to their retirees through a single commercial insurance plan administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is

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.

Plan Description. All full-time employees and eligible retirees of Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) are eligible to participate in the health insurance plan accounted for in the Employee Insurance – Health Fund (internal service fund).

The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the county mayor, three county commissioners, four members at large, one highway representative, three employee representatives, two Board of Education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the County Risk Management committee recommends the contribution policy, the county commission approves and authorizes the policy in terms of subsidizing active employees or retired employees' premiums. During the year, plan members paid the following amounts to the plan for OPEB benefits as they became due: primary government \$890,806, school department \$3,242,880, community care \$56,028, airport \$4,216, and E-911 \$0.

Benefits Provided:

Employees Hired after December 31, 2010

All full-time employees and eligible retirees of Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) are eligible to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

Employees Hired on or Before December 31, 2010

On December 31, 2010, if employees had worked full-time at Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), and the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) for a total of:

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.
2. Six months up to seven years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide \$1,000 per month or the adequate rate, whichever, is less, into a Health Reimbursement Account. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefits.
3. Seven up to ten years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide 50 percent for retirees and 25 percent for dependents of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefit.
4. Ten up to 20 years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire have been met. For pre-65, the county will provide 50 percent for retirees and 50 percent for dependents of the adequate rate. For Post-65, the county pays 50 percent of adequate rate for Medicare supplement and county pharmacy plan.
5. Ten up to 20 years of service but you were not age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and ten years on the plan, or any age with 30 years of service and ten years on the plan. For pre-65 and post-65, the

county pays 50 percent of adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older and post-65 at retirement, there will not be any pharmacy benefit.

6. Twenty up to 30 years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employee and dependents. For post-65, the county pays 50 percent of adequate rate for Medicare supplement and county pharmacy plan for retired employee and dependents.
7. Thirty or more years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are any age with 30 years of service and five years on the plan. For pre-65, the county will provide a 50 percent of the adequate rate for retired employee and dependents. For post-65, the county pays 75 percent of adequate rate for themselves and 50 percent of the adequate rate for dependents for Medicare supplement and county pharmacy plan

An employee who becomes disabled becomes eligible for retiree health coverage if they are under age 65 and have completed at least ten years of service prior to total disability termination plus the employee must have had active coverage for a continuous five-year period and have filed and qualified for Medicare disability coverage. If the retiree is eligible for health insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children.

Employees Covered by Benefit Terms

At the valuation date of January 1, 2020, the following employees were covered by the benefit terms:

Active Employees	6,573
Inactive Employees or Beneficiaries	786
Total	<u>7,359</u>

Total OPEB Liability

The plan's total OPEB liability was measured as of July 1, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability on the July 1, 2020, measurement date 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
Discount Rate	2.21%
Inflation Rate	2.50%
Salary Increases	4.00%
Healthcare Cost Trend Rate	6.0% for medical and 8.0% for Rx in 2020 trending downward to an ultimate rate of 4.5% for both medical and Rx in 2030
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification
Future Participation Rates	40% to 80% depending on employment classification and whether grandfathered

The discount rate was based on the Bond Buyer GO-20 bond index.

Mortality rates for the plan were based on an experience study of the Tennessee Consolidated Retirement System.

The actuarial assumptions used for the June 30, 2021, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 3.51 percent as of the beginning of the measurement period to 2.21 percent as of the measurement date of July 1, 2020.

Changes in the Total OPEB Liability

	Share of Collective Liability		
	Primary Government	School Department	Community Care
Balance July 1, 2019	\$ 32,081,681	\$ 137,665,254	\$ 2,294,270
Changes for the Year:			
Service Cost	\$ 831,930	\$ 3,569,886	\$ 59,494
Interest	1,149,128	4,932,956	82,179
Differences Between Expected and Actual Experiences	2,074,559	196,835	252,534
Change in Assumptions	1,728,901	4,093,758	15,755
Benefit Payments	(352,906)	(1,402,246)	(25,203)
Net Changes	\$ 5,431,612	\$ 11,391,189	\$ 384,759
Balance June 30, 2020	\$ 37,513,293	\$ 149,056,443	\$ 2,679,029

	Share of Collective Liability		Total
	Airport	E-911	
Balance July 1, 2019	\$ 50,361	\$ 94,689	\$ 172,186,255
Changes for the Year:			
Service Cost	\$ 1,305	\$ 2,455	\$ 4,465,070
Interest	1,711	3,397	6,169,371
Differences Between Expected and Actual Experiences	505,603	(38,686)	2,990,845
Change in Assumptions	72,742	17,445	5,928,601
Benefit Payments	(5,888)	(739)	(1,786,982)
Net Changes	\$ 575,473	\$ (16,128)	\$ 17,766,905
Balance June 30, 2020	\$ 625,834	\$ 78,561	\$ 189,953,160

During the year, the plan member's proportionate share of the collective OPEB liability was as follows: primary government 19.749%, school department 78.470%, community care 1.41%, airport .330%, and E-911 .041%. The proportionate share of each plan member was allocated based on actual benefit payments paid by the group.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, the plan recognized OPEB expense of \$5,815,089 which was allocated as follows: primary government \$1,628,539; school department \$4,035,641; community care \$80,642, airport \$57,616; E-911 \$12,651. At June 30, 2021, the plan reported deferred outflows of resources and deferred inflows of resources related to their proportionate share of OPEB from the following sources:

Primary Government	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,864,583	\$ 982,164
Changes of Assumptions/Inputs	2,928,785	5,281,940
Benefits Paid After the Measurement Date	351,387	0
Total	\$ 5,144,755	\$ 6,264,104

School Department	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 176,912	\$ 15,601,172
Changes of Assumptions/Inputs	9,579,002	23,750,047
Benefits Paid After the Measurement Date	1,898,566	0
Total	<u>\$ 11,654,480</u>	<u>\$ 39,351,219</u>
Community Care	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 226,974	\$ 302,606
Changes of Assumptions/Inputs	112,472	399,868
Benefits Paid After the Measurement Date	275	0
Total	<u>\$ 339,721</u>	<u>\$ 702,474</u>
Airport	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 454,429	\$ 19,749
Changes of Assumptions/Inputs	67,519	10,032
Benefits Paid After the Measurement Date	20,514	0
Total	<u>\$ 542,462</u>	<u>\$ 29,781</u>

E-911			Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$	70,096	\$	34,770
Changes of Assumptions/Inputs		19,686		8,646
Benefits Paid After the Measurement Date		0		0
Total	\$	89,782	\$	43,416

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	Primary Government
2022	\$ (352,519)
2023	(352,519)
2024	(352,519)
2025	(352,519)
2026	(352,519)
Thereafter	291,859
Year Ending June 30	School Department
2022	\$ (4,467,201)
2023	(4,467,201)
2024	(4,467,201)
2025	(4,467,201)
2026	(4,467,201)
Thereafter	(7,259,300)
Year Ending June 30	Community Care
2022	\$ (61,031)
2023	(61,031)
2024	(61,031)
2025	(61,031)
2026	(61,031)
Thereafter	(57,873)

Year Ending June 30	Airport
2022	\$ 54,600
2023	54,600
2024	54,600
2025	54,600
2026	54,600
Thereafter	219,167

Year Ending June 30	E-911
2022	\$ 6,799
2023	6,799
2024	6,799
2025	6,799
2026	6,799
Thereafter	12,371

In the tables 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 proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 2.21 percent, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (1.21%) or one percentage point higher (3.21%) than the current rate:

	1% Decrease 1.21%	Current Discount Rate 2.21%	1% Increase 3.21%
Primary Government			
Total OPEB Liability	\$ 44,752,275	\$ 37,513,293	\$ 31,756,923

	1% Decrease 1.21%	Current Discount Rate 2.21%	1% Increase 3.21%
School Department			
Total OPEB Liability	\$ 177,817,155	\$ 149,056,443	\$ 126,181,870

		1% Decrease 1.21%	Current Discount Rate 2.21%		1% Increase 3.21%
<hr/>					
Community Care					

Total OPEB Liability	\$	3,195,134	\$	2,679,029	\$	2,267,318
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		1% Decrease 1.21%	Current Discount Rate 2.21%		1% Increase 3.21%
<hr/>					
Airport					

Total OPEB Liability	\$	747,797	\$	625,834	\$	530,649
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		1% Decrease 1.21%	Current Discount Rate 2.21%		1% Increase 3.21%
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E-911					

Total OPEB Liability	\$	92,908	\$	78,561	\$	65,929
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Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the proportionate share of the total OPEB liability of the plan members calculated using the healthcare cost trend rate of 6 to 8 percent, 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 5 to 7%	Current Trend Rates 6 to 8%		1% Increase 7 to 9%
<hr/>					
Primary Government					

Total OPEB Liability	\$	32,167,863	\$	37,513,293	\$	44,230,558
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	1% Decrease 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 7 to 9%
<u>School Department</u>			
Total OPEB Liability	\$ 127,814,685	\$ 149,056,443	\$ 175,744,182
	1% Decrease 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 7 to 9%
<u>Community Care</u>			
Total OPEB Liability	\$ 2,296,657	\$ 2,679,029	\$ 3,157,886
	1% Decrease 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 7 to 9%
<u>Airport</u>			
Total OPEB Liability	\$ 537,516	\$ 625,834	\$ 739,080
	1% Decrease 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 7 to 9%
<u>E-911</u>			
Total OPEB Liability	\$ 66,782	\$ 78,561	\$ 91,825

H. Office of Central Accounting and Budgeting

Office of Director of Finance

Rutherford County operates under Chapter 49, Private Acts of 1979, as amended. This act provides for a central system of accounting and budgeting covering all funds of the county. Accounting records of all funds are maintained under the supervision of the director of finance.

I. Purchasing Laws

Office of County Mayor

Rutherford County Purchasing Act of 2017, as amended, governs purchasing procedures for the general county government. This act provides for purchases to be made by the county mayor and for all purchases exceeding \$25,000 (excluding emergency purchases) to be made based on competitive bids solicited through newspaper advertisement.

Office of Highway Superintendent

Chapter 55, Private Acts of 1951, as amended, and Section 54-7-113, *Tennessee Code Annotated (TCA)* (Uniform Road Law), govern purchasing procedures for the highway department. These statutes require all purchases exceeding \$10,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Rutherford County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$10,000.

J. Subsequent Event

On September 1, 2021, Rutherford County issued \$21 million in general obligation bonds and \$6.14 million in taxable general obligation bonds for improvements at the Smyrna-Rutherford County Airport.

VI. OTHER NOTES – DISCRETELY PRESENTED COMMUNITY CARE OF RUTHERFORD COUNTY, INC.

A. Summary of Significant Accounting Policies

The summary of significant accounting policies of Community Care of Rutherford County, Inc., (the nursing home) is presented to assist in understanding the nursing home's financial statements. The financial statements and notes are representations of the nursing home's management who is responsible for their integrity and objectivity. These accounting policies conform with Generally Accepted Accounting Principles.

Financial Reporting Entity – The nursing home is a component unit of the primary government of Rutherford County, Tennessee. The nursing home reports its financial information separately from Rutherford County; however, the county, in its financial report, also discretely presents the nursing home's financial information.

Legally, the nursing home is a separate nonprofit entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected, but is instead entirely appointed by the Rutherford County Commission, and the county is contingently liable for all the nursing home's debt obligations, therefore, the nursing home cannot be a primary government. Instead, it qualifies as a component unit according to the directives of GASB.

The GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. One of these activities is to issue bonded debt without approval by another government. The nursing home may not issue debt without Rutherford County's approval, as the county remains contingently liable for all debt obligations. Because the nursing home is both a legal entity and financially accountable to the primary government of Rutherford County as the county commission appoints all members of the governing board and by the nature of its fiscal dependence on Rutherford County as described above, it is a component unit of Rutherford County, Tennessee.

Basis of Presentation – The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

The accounts of the nursing home 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 nursing home's assets, deferred outflows, liabilities, deferred inflows, net position, revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the nursing home is determined by its measurement focus. The transactions of the nursing home are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statements of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) are segregated into net investment in capital assets, restricted for pensions, and unrestricted components.

When both restricted and unrestricted resources are available for use, it is the nursing home's policy to use restricted resources first and then unrestricted resources as they are needed.

Cash and Cash Equivalents – The nursing home presents its cash flow statement using the direct method. For purposes of cash flow presentation, the nursing home considers cash in operating bank accounts, demand deposits, cash on hand, and certificates of deposit, which have original

maturities of three months or less as cash and cash equivalents. At June 30, 2021, there were no certificates of deposit that qualified as cash equivalents.

Accounts Receivable and Allowance for Doubtful Accounts – Patient accounts receivable are stated at the amount the nursing home expects to collect from outstanding balances. Patient accounts receivable are due within ten days after the issuance of the request for payment. Third-party payer receivables are usually collected within 60 days. Receivables past due more than 120 days are considered delinquent. The nursing home provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based upon a review of outstanding receivables, historical collection information, and existing economic conditions. Delinquent accounts are written off based on individual evaluation and specific circumstances. Some delinquent accounts deemed to be collectible are placed with an attorney for collection.

Patient Service Revenue – Gross patient revenue is recorded on an accrual basis based on services rendered at amounts equal to established rates. Allowances for contractual adjustments are recorded for the differences between established rates and amounts estimated to be paid by the Medicare and Medicaid programs and other third-party payors. Contractual adjustments are deducted from gross patient revenue to determine net patient revenue. Contractual adjustments and bad debt expense for the fiscal year ended June 30, 2021, amounted to \$463,571 and \$296,897, respectively. Amounts paid under Medicare and Medicaid programs are generally based on fixed rates per patient day, adjusted prospectively. All amounts earned under Medicare, Medicaid, and other governmental programs are subject to review by the third-party payors. Any differences between estimated settlements and final determinations are reflected in operations in the year finalized.

Inventories – Inventories consist of expendable supplies held for consumption and are reported at cost based on the first-in, first-out method.

Property and Equipment – Property and equipment are stated at cost. Donated capital assets are recorded at estimated fair value on the date donated. Depreciation of property and equipment is provided using the straight-line method. Maintenance and repairs are charged to operations when incurred. The nursing home eliminates the costs and related allowances from the accounts for properties sold or retired, and any resulting gains or losses are included in income. The center estimates the useful lives of the respective classes of plant and equipment as follows:

<u>Assets</u>	<u>Years</u>
Leasehold Improvements	5 - 25
Transportation Equipment	4 - 5
Furniture and Equipment	3 - 20

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) until then. The nursing home has items that qualify for reporting in this category. Accordingly, the items are reported in the Statement of Net Position. These items are for pension changes in experience, assumptions, and investment earnings; other postemployment benefit plan (OPEB) changes in experience and assumptions; and contributions for the pension plan and OPEB benefits both paid after the measurement dates of the actuarial reports.

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) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the Statement of Net Position. The deferred inflows relate to pension changes in experience and OPEB changes in experience and assumptions.

Compensated Absences – Nursing home employees accrue personal leave or compensated absences by a prescribed formula based on length of service. Compensated absences related to nursing home employees are recorded within the period earned.

Operating Revenues and Expenses – The nursing home's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

Pensions – 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 Rutherford County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Rutherford County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension 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 Pension Plan of TCRS. Investments are reported at fair value.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make

estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes – The nursing home is exempt from income taxes as a nonprofit corporation described in Section 501(c)(3) of the Internal Revenue Code, and accordingly, the financial statements do not reflect a provision for income taxes.

B. Cash and Certificates of Deposit

State statutes authorize the nursing home to make investments in bonds, notes or treasury bills of the United States, certificates of deposit at Tennessee state chartered or federally chartered banks and savings and loan associations, Federal Loan Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks or cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2021, the board of directors chose to limit the investment of funds to certificates of deposit at banks and savings and loan institutions. Cash reserves for operations were held in bank checking and savings accounts.

State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105 percent of the value of uninsured deposits. This must be done 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 in which member financial institutions holding public funds pledge collateral securities equal to at least 105 percent of the average daily balance of public deposits held. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. 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.

The second method is for deposits with financial institutions that do not participate in the bank collateral pool. In this case, 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 organization who has the deposits.

During fiscal year 2021, the nursing home's deposit balances were fully collateralized by the State of Tennessee Bank Collateral Pool. Additionally, cash and the cash – patients' funds presented on the statement of net position include \$250 and \$300 respectively, of cash on hand and not included in cash deposits above.

At June 30, 2021, the carrying amount of cash deposits was \$4,664,774, and the bank balance was \$4,861,399. In addition, the nursing home held patient funds in trust with a carrying amount of \$42,371 and a bank balance of \$42,377 at June 30, 2021.

C. Capital Assets

Capital asset activity for the year ended June 30, 2021, is summarized as follows:

Description	Balance 7-1-20	Additions	Retirements	Balance 6-30-21
Capital assets not being depreciated:				
Land improvements	\$ 113,184	\$ 0	\$ 0	\$ 113,184
Capital assets being depreciated:				
Leasehold improvements	1,057,149	32,076	(10,597)	1,078,628
Transportation equipment	89,903	0	0	89,903
Furniture, fixtures, and equipment	1,022,771	22,945	(73,262)	972,454
Total	<u>\$ 2,169,823</u>	<u>\$ 55,021</u>	<u>\$ (83,859)</u>	<u>\$ 2,140,985</u>
Accumulated depreciation:				
Leasehold improvements	\$ 429,926	\$ 46,956	\$ (10,597)	\$ 466,285
Transportation equipment	88,367	1,319	0	89,686
Furniture, fixtures, and equipment	733,273	51,845	(71,995)	713,123
Total	<u>\$ 1,251,566</u>	<u>\$ 100,120</u>	<u>\$ (82,592)</u>	<u>\$ 1,269,094</u>
Capital assets being depreciated, net	<u>\$ 918,257</u>	<u>\$ (45,099)</u>	<u>\$ (1,267)</u>	<u>\$ 871,891</u>
Capital Assets, net	<u>\$ 1,031,441</u>	<u>\$ (45,099)</u>	<u>\$ (1,267)</u>	<u>\$ 985,075</u>

Depreciation expense for the fiscal year ended June 30, 2021, totaled \$100,120.

D. Long-Term Obligations

A summary of changes in the nursing home's governmental activities long-term obligations transactions for the year ended June 30, 2021, are as follows:

	Balance 7-1-20	Additions	Reductions	Balance 6-30-21	Due Within One Year
Compensated absences	\$ 169,793	\$ 207,632	\$ (176,743)	\$ 200,682	\$ 200,682
Total OPEB obligation	2,294,270	409,962	(25,203)	2,679,029	0
	<u>\$ 2,464,063</u>	<u>\$ 617,594</u>	<u>\$ (201,946)</u>	<u>\$ 2,879,711</u>	<u>\$ 200,682</u>

E. Paycheck Protection Program Loan Forgiveness

On May 22, 2020, the nursing home received loan proceeds in the amount of \$1,264,800 under the Paycheck Protection Program (PPP). The PPP,

established as part of the Coronavirus Aid, Relief and Economic Security Act (Cares Act), provides for loans to qualifying businesses for amounts up to 2.5 times of the average monthly payroll expenses of the qualifying business. The loans and accrued interest are forgivable after either eight or twenty-four weeks as long as the borrower uses the loan proceeds for eligible purposes, including payroll, benefits, rent and utilities, and maintains its payroll levels. The amount of loan forgiveness will be reduced if the borrower terminates employees or reduces salaries during the 24-week period.

The nursing home used the proceeds for purposes consistent with the PPP and therefore, applied for loan forgiveness during the year. The loan was considered forgiven in full as of February 9, 2021.

Paycheck Protection Program

Balance July 1, 2020	Additions	Reductions	Balance June 30, 2021
\$ 1,264,800	\$ 0	\$ (1,264,800)	\$ 0

F. Funds Held in Trust

At June 30, 2021, the nursing home had a fiduciary responsibility for funds totaling \$42,371 on behalf of patients. Of this amount, \$42,371 was held in a separate interest-bearing cash account, \$300 was held as cash on hand as patient trust petty cash.

The nursing home is required to maintain a cash account as a depository for patient funds. The fund is restricted in use and can be accessed only for providing spending money for patients, purchasing supplies for patients with cash in the fund, or paying amounts due to the nursing home for patient care, provided the amount does not include monies stipulated for patients' use only. All funds are required to be placed in an insured interest-bearing account.

G. Lease Commitment

The nursing home has a lease agreement with Rutherford County for the rental of the building, which it occupies. Under the lease terms, the nursing home will incur no lease expense as long as the nursing home meets its responsibility to pay timely its cost of the medical, hospital and life insurance premiums incurred. The lease agreement was renewed June 17, 2021, for an additional five year period commencing July 1, 2021, and ending June 30, 2026, and may be terminated by either party upon a 90-day written notice. For the year ended June 30, 2021, medical, hospital and life insurance premiums in the amount of \$857,537 were paid timely.

H. Concentration of Credit Risk

The nursing home grants credits without collateral to its patients, most of whom are insured under third-party payer agreements. The mix of receivables from patients and third-party payers are as follows:

Medicaid	40 %
Medicare	35
Private	5
Insurance	20
	<hr/>
	100 %
	<hr/>

Approximately 94 percent of net patient revenue is derived from third-party payers.

I. Risk Management

The nursing home 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 nursing home maintains commercial insurance coverage on each area of risk. Exposure is limited to claims in excess of standard policy limitations. The nursing home annually reviews its insurance needs based on claims and/or potential claims to minimize exposure. There were no claims in excess of insurance coverage during the past three years.

All full-time employees of the nursing home are eligible to participate in Rutherford County's Employee Insurance – Health Fund, which is an internal service fund of Rutherford County. Premium charges are allocated to the nursing home and are based on actuarial estimates of the amounts needed to pay prior- and current-year claims.

J. Pension Plan

Plan Description. Employees of Community Care of Rutherford County, Inc., 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>.

Since Community Care of Rutherford County, Inc., is a component unit of Rutherford County and does not have its own distinct agent multiple-employer pension plan, the plan is treated as a cost-sharing plan for purposes of Community Care of Rutherford County, Inc.'s stand-alone financial statements. At the measurement date of June 30, 2020, Community Care of Rutherford County, Inc., comprised 3.48 percent of the plan based on contributions, and the proportion measured as of June 30, 2019, was 3.82 percent.

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 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 no-service-related disability eligibility. The service-related and nonservice-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 are available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (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.

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees are non-contributory. Community Care of Rutherford County, Inc., makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2021, the employer contributions for Community Care of Rutherford County, Inc., were \$352,284 based on a rate of 10.16 percent of covered payroll, which was higher than the employer actuarially determined contribution rate of 8.42 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept state shared taxes of Rutherford County, the primary government, if required employer contributions are not remitted. The employer's actuarially determined contribution 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 Assets. At June 30, 2021, Community Care of Rutherford County, Inc., reported an asset of \$408,395 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2020, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The nursing home’s proportion of the net pension asset was based on a projection of the nursing home’s long-term share of contributions to the pension plan relative to the actuarially determined projected contributions of all participating entities. At June 30, 2021, Community Care of Rutherford County, Inc.’s proportion was 3.48 percent.

Actuarial Assumptions. The total pension liability as of the June 30, 2020, 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, 2020, 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 reflect more closely 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 weighting 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 Rutherford County, Inc., 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 Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Community Care of Rutherford County, Inc., 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%
Community Care of Rutherford County	Decrease 6.25%	7.25%	Increase 8.25%

Net Pension Liability (Asset) \$ 1,229,368 \$ (408,395) \$ (1,759,416)

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

Pension Expense. For the year ended June 30, 2021, Community Care of Rutherford County, Inc., recognized pension expense of \$333,044.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, Community Care of Rutherford County, Inc., 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	\$ 138,634	\$ 58,319
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	87,655	
Changes in Assumptions	83,697	
Contributions Subsequent to the Measurement Date of June 30, 2020	352,284	
Total	<u>\$ 662,270</u>	<u>\$ 58,319</u>

The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2020,” 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
2022	\$ (3,452)
2023	76,597
2024	90,182
2025	65,024
2026	23,316
Thereafter	0

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

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

Payable to the Pension Plan. At June 30, 2021, the nursing home reported a payable of \$20,286 for outstanding contributions due to the pension plan at June 30, 2021.

K. Other Postemployment Benefits (OPEB)

Community Care of Rutherford County, Inc., provides OPEB benefits to their retirees through a single commercial insurance plan of Rutherford County (the County), the primary government, administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is treated as a cost-sharing plan for purposes of the nursing home’s stand-alone financial statements. The plan is 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.

Plan Description. All full-time employees and eligible retirees of the nursing home are eligible to participate in the health insurance plan accounted for in the Employee Insurance – Health Fund (internal service fund) of the County.

The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the county mayor, three county commissioners, four members at large, one highway representative, three employee representatives, two Board of Education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the County Risk Management committee recommends the contribution policy, the county commission

approves and authorizes the policy in terms of subsidizing active employees or retired employees' premiums. During the year, the nursing home paid \$56,028 to the plan for OPEB benefits as they became due.

Benefits Provided:

Employees Hired after December 31, 2010

All full-time employees and eligible retirees of Community Care of Rutherford County, Inc., are eligible to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

Employees Hired on or Before December 31, 2010

On December 31, 2010, if employees had worked full-time at Community Care of Rutherford County, Inc., for a total of:

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.
2. Six months up to seven years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefits.
3. Seven up to ten years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide 50 percent for retirees and 25 percent for dependents of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefit.
4. Ten up to 20 years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire have been met. For pre-65, the county will provide 50 percent for retirees and 50 percent for dependents of the

adequate rate. For Post-65, the county pays 50 percent of the adequate rate for Medicare supplement and county pharmacy plan.

5. Ten up to 20 years of service but you were not age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and ten years on the plan, or any age with 30 years of service and ten years on the plan. For pre-65 and post-65, the county pays 50 percent of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older and post-65 at retirement, there will not be any pharmacy benefit.
6. Twenty up to 30 years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employee and dependents. For post-65, the county pays 50 percent of the adequate rate for Medicare supplement and the county pharmacy plan for retired employee and dependents.
7. Thirty or more years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate. For post-65, the county pays 75 percent of the adequate rate for themselves and 50 percent of the adequate rate for dependents for Medicare supplement and the county pharmacy plan.

An employee who becomes disabled becomes eligible for retiree health coverage if they are under age 65 and have completed at least ten years of service prior to total disability termination plus the employee must have had active coverage for a continuous five-year period and have filed and qualified for Medicare disability coverage. If the retiree is eligible for health insurance coverage, the coverage is also provided for the retiree's spouse and/or dependent children.

Total OPEB Liability

The plan's total OPEB liability was measured as of July 1, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability on the July 1, 2020, measurement date 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
Discount Rate	2.21%
Inflation Rate	2.50%
Salary Increases	4.00%
Healthcare Cost Trend Rate	6.0% for medical and 8.0% for Rx in 2020 trending downward to an ultimate rate of 4.5% for both medical and Rx in 2030
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification
Future Participation Rates	40% to 80% depending on employment classification and whether grandfathered

The discount rate was based on the Bond Buyer GO-20 bond index.

Mortality rates for the plan were based on an experience study of the Tennessee Consolidated Retirement System.

The actuarial assumptions used for the June 30, 2021, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 3.51 percent as of the beginning of the measurement period to 2.21 percent as of the measurement date of July 1, 2020.

During the year, the nursing home's proportionate share of the collective OPEB liability was 1.41%. The nursing home's proportionate share was 1.333% in the prior year. The proportionate share of each plan member was allocated based on actual benefit payments paid by the group.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2021, the nursing home's portion of OPEB expense recognized by the plan was \$80,642. At June 30, 2021, the plan reported deferred outflows of resources and deferred inflows of resources related to the nursing home's proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 226,774	\$ 302,606
Changes of Assumptions/Inputs	112,472	399,868
Benefits Paid After the Measurement Date	475	0
Total	<u>\$ 339,721</u>	<u>\$ 702,474</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	
2021	\$ (61,031)
2022	(61,031)
2023	(61,031)
2024	(61,031)
2025	(61,031)
Thereafter	(57,873)

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

Sensitivity of the Nursing Home's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate. The following presents the nursing home's proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 2.21 percent, as well as what the nursing home's proportionate share of the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (1.21%) or one percentage point higher (3.21%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Community Care	1.21%	2.21%	3.21%
Total OPEB Liability	\$ 3,195,134	\$ 2,679,029	\$ 2,267,318

Sensitivity of the Nursing Home's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the nursing home's proportionate share of the total OPEB liability of the plan members calculated using the healthcare cost trend rate of 6 to 8 percent, as well as what the nursing home's proportionate share of the total 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 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 8 to 9%
Community Care			
Total OPEB Liability	\$ 2,296,657	\$ 2,679,029	\$ 3,157,886

L. Health Care Regulations

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as licensure, accreditation, government health care program participation requirements, reimbursement for patient/resident services, and Medicare and Medicaid fraud and abuse. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as repayments for patient/resident services previously billed. Management believes that the nursing home is in compliance with fraud and abuse statutes, as well as other applicable government laws and regulations. Compliance with such laws and regulations can be subject to future government review and interpretation as well as regulatory actions unknown or unasserted at this time.

M. Risks and Uncertainties Related to the Pandemic (COVID-19)

In March 2020, the World Health Organization classified a new strain of coronavirus outbreak as a pandemic (COVID-19). During the pandemic, patients have postponed or refused necessary care in an attempt to avoid possible exposure to COVID-19, thereby reducing occupancy. Residents in the nursing home have tested positive for COVID-19; accordingly, the nursing home has incurred significant increases in costs for caring for those patients/residents. Further, COVID-19 has impacted the nursing home's operations by causing staffing and supply shortages. The extent of the impact of COVID-19 on the nursing home's operational and financial performance for the year ended June 30, 2021, cannot be measured. Additionally, subsequent to year end, the effects of the pandemic are ongoing. However, the risks associated with the outbreak have been lessened with the release of a vaccine. The vaccine has been made available to all residents. The effects of

the continuing pandemic on the operations and finances of the nursing home subsequent to year end are not known at this time.

N. Subsequent Events

The nursing home has evaluated subsequent events through the date the financial statements were available to be issued and determined that no subsequent events have occurred that require adjustment to or disclosure in the financial statements.

VII. OTHER NOTES – DISCRETELY PRESENTED RUTHERFORD COUNTY EMERGENCY COMMUNICATIONS DISTRICT

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, on May 6, 1986, the voters of Rutherford County approved the establishment of a district for their county, the Rutherford County Emergency Communications District (the district).

As provided by the act, the district operates as a governmental organization through the directives of a board of directors and provides enhanced emergency telephone service for its service area. The directors serve without compensation for terms of four years. By their authority, they have employed a full-time director to assist the board in discharging its management responsibilities.

Financial Reporting Entity - Component Unit – The district is a component unit of the primary government of Rutherford County, Tennessee. The district reports its financial information separately from Rutherford County; however, the county in its financial report also presents the district's financial information.

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 Rutherford County Mayor and confirmed by the Rutherford County Commission, the district cannot be a primary government. Instead, it qualifies as a component unit according to the directives of the Governmental Accounting Standards Board (GASB).

The GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government must have the authority to do all of three activities. Two of these

are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. As provided by Section 7-86-114, *Tennessee Code Annotated*, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a 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 Rutherford County Commission has the ability to adjust the district's service charges. Because the district is both a legal entity and is financially accountable to the primary government of Rutherford County, as the county commission appoints all members of the governing board and by the nature of its fiscal dependence on Rutherford County as described above, it is a component unit of Rutherford County.

At June 30, 2021, there were no related receivables or payables between Rutherford County and the district. The district did not engage in any activities that were subject to the approval of Rutherford County.

Basis of Presentation – The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

As a component unit of Rutherford County, 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. Enterprise funds account for activities (i) that are financed with debt that is secured by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the district is determined by its measurement focus. The transactions of the district are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the Statement of Net Position. Net position (i.e., total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets and unrestricted components.

When both restricted and unrestricted resources are available for use, it is the district's policy to use restricted resources first and then unrestricted resources as they are needed.

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, and certificates of deposit that have original maturities of three months or less as cash and cash equivalents. At June 30, 2021, there were no certificates of deposit that qualified as cash equivalents.

Budgetary Law and Practice – The director of the district files an annual budget with the clerk of Rutherford County in accordance with *Tennessee Code Annotated*, Title 7, Chapter 86, Part 1. In April of each year, the director presents a preliminary budget to the board of directors, which 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 receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur. The board has determined to maintain an investment approximating 12 months of the operating budget or \$600,000 in cash and certificates of deposit as a resource for future expenses.

Prepaid Expenses – The costs of prepaid insurance and any other applicable prepaid costs are charged to operations over the period of coverage. For the year ended June 30, 2021, prepaid insurance and service contract costs were \$157,615.

Property and Equipment – Property and equipment are stated at cost. 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 one year. For financial statement purposes, depreciation of property and equipment is provided using the straight-line method. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included as nonoperating revenue or loss.

The estimated useful lives are as follows:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	10 - 40
Furniture and Fixtures	6 - 10
Office Equipment	3 - 10
Communications Equipment	5 - 10
Vehicles	5
Other Capital Assets	5-15

Compensated Absences – The Board of Directors voted to adopt a policy for vacation, sick leave, and holidays effective January 1, 1995. Full-time, permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with the district. Excess days

earned are transferred to sick leave days. Sick leave accrues to full-time, permanent employees at the rate of one day per month of service. An employee is entitled to accrue sick leave days without limitation on the number of days. If an employee should leave prior to the vesting of his retirement benefits, no compensation will be paid for unused sick days. After an employee is eligible to receive vested benefits in the retirement plan, any sick leave that said employee has accrued will be credited to retirement service days. Non-exempt employees are entitled to overtime or compensatory time.

An estimated liability for vacation has been accrued under the vesting method. The estimated amount calculated for compensated absences was recorded as a liability at June 30, 2021, and is \$63,682.

Estimates – The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Operating Revenues and Expenses – The district's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

Pensions – 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 Rutherford County Emergency Communication District's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Rutherford County Emergency Communication District's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension 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 Pension Plan of TCRS. Investments are reported at fair value.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial 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) until then. The district has items that qualify for reporting in this category. Accordingly, the items are reported in the statement of net position. These items are for pension changes in experience, other postemployment benefit plan (OPEB) changes in experience, pension changes in assumptions,

OPEB changes in assumptions, pension changes in investment earnings and contributions for the pension plan paid after the measurement date of the actuarial report.

In addition to liabilities, the statement of financial 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) until that time. The district has items that qualify for reporting in this category, one related to pension changes in experience and one related to OPEB changes in assumptions and another related to OPEB changes in experience.

Reclassifications – Certain reclassifications have been made to the prior year financial statements in order to conform to the current year presentation.

B. Cash and Certificates of Deposit Investments

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 (the 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.

The district does not have a formal policy regarding types of investments authorized. State Statutes authorize the district to make investments in bonds, notes, or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. 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.

During the year ended June 30, 2021, the Board of Directors chose to limit the investment of funds to demand deposits and certificates of deposit at banking institutions.

At June 30, 2021, the carrying amount of cash deposits was \$1,864,760 and the bank balance was \$1,948,284, as listed below. All bank accounts earn a variable rate of interest. At June 30, 2021, the entire bank balance was covered by federal depository insurance or by collateral held in the Tennessee Bank Collateral Pool.

Cash Accounts	Interest Rate	Carrying Amount	Bank Balance
SunTrust Bank checking	0.00%	\$ 1,614,604	\$ 1,698,128
SunTrust Bank cash investment	0.00	250,156	250,156
Total		<u>\$ 1,864,760</u>	<u>\$ 1,948,284</u>

The district's certificates of deposit are insured by the Federal Deposit Insurance Corporation or the Tennessee Bank Collateral Pool and are shown at fair value. The district manages its exposure to decreasing interest rates by staggering the maturity dates of the certificates of deposit.

Certificates of Deposit – At June 30, 2021, the district held the following certificates of deposit:

Bank	Maturity	Interest	Amount
CB & S Bank	12-19-21	0.90 %	\$ 250,000
First Bank	11-6-21	0.35	250,000
Pinnacle Bank	1-13-22	1.30	250,000
SunTrust Bank	12-16-21	0.01	250,000
First Nat'l Bank of McMinnville	1-20-25	0.85	250,000
U.S. Bank	4-20-23	0.20	249,999
F&M Bank	10-24-21	1.74	250,010
CapStar Bank	5-18-22	0.50	250,000
Wilson Bank & Trust	3-19-22	1.65	250,000
SmartBank	7-20-21	1.75	250,000
Total			<u>\$ 2,500,009</u>

C. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-20	Additions	Reductions	Balance 6-30-21
<u>Depreciable Assets</u>				
Buildings and Improvements	\$ 1,212,556	\$ 0	\$ 0	\$ 1,212,556
Furniture and Fixtures	87,667	0	0	87,667
Office Equipment	14,186	0	0	14,186
Communications Equipment	1,829,893	564,056	0	2,393,949
Vehicle	48,775	0	0	48,775
Other Capital Assets	538,129	0	0	538,129
Intangible (right-to-use) asset	328,300	906,700	0	1,235,000
Total	<u>\$ 4,059,506</u>	<u>\$ 1,470,756</u>	<u>\$ 0</u>	<u>\$ 5,530,262</u>
<u>Less: Accumulated Depreciation</u>				
Buildings and Improvements	\$ (552,382)	\$ (32,506)	\$ 0	\$ (584,888)
Furniture and Fixtures	(34,841)	(6,966)	0	(41,807)
Office Equipment	(14,187)	0	0	(14,187)
Communications Equipment	(931,250)	(160,257)	0	(1,091,507)
Vehicle	(48,775)	0	0	(48,775)
Other Capital Assets	(425,917)	(27,729)	0	(453,646)
Intangible (right-to-use) asset	0	0	0	0
Total	<u>\$ (2,007,352)</u>	<u>\$ (227,458)</u>	<u>\$ 0</u>	<u>\$ (2,234,810)</u>
<u>Non-depreciable Assets</u>				
Land	\$ 17,500	\$ 0	\$ 0	\$ 17,500
Other assets-not depreciated	566,003	442,564	(566,003)	442,564
Total	<u>\$ 583,503</u>	<u>\$ 442,564</u>	<u>\$ (566,003)</u>	<u>\$ 460,064</u>
Total Capital Assets	<u>\$ 2,635,657</u>	<u>\$ 1,685,862</u>	<u>\$ (566,003)</u>	<u>\$ 3,755,516</u>

D. Intangible (Right-to-Use) Asset

During the fiscal year ended June 30, 2020, the district entered into a Master Dark Fiber IRU Agreement ("IRU Agreement") with United Communications. The IRU Agreement provides the district with an irrevocable right to use certain optical fibers in various portions of the United Communications network. As of June 30, 2021, the district has paid 100% of the contract in the amount of \$1,235,000. Upon completion, the district has the right-to-use of the fibers for a period of 20 years. The construction was completed on June 18, 2021. The intangible (right-to-use) asset will be amortized for a period of 20 years beginning in the fiscal year ending June 30, 2022.

E. Retirement Plan

Plan Description – Employees of Rutherford County Emergency Communications District are provided a defined benefit pension plan through the Public Employee Pension 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 at age 55 and vested. 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 nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd 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, 2020, the follow employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	1
Inactive employees entitled to but not yet receiving benefits	1
Active employees	<u>4</u>
Total	<u><u>6</u></u>

Contributions – Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Rutherford County Emergency Communications District has adopted a noncontributory retirement plan for its employees. Rutherford County Emergency Communications 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, 2021, the employer contributions for Rutherford County Emergency Communications District were \$45,251 based on a rate of 11.89 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Rutherford County Emergency Communications District's state shared taxes if required employer contributions are not remitted. 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)

Rutherford County Emergency Communications District's net pension liability (asset) was measured as of June 30, 2020, and the total pension liability 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	2.50%
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, 2020, 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 reflect more closely 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 historical 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 investment 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.50 percent. The best estimates of geometric real rates of return and the TCRS investment target asset allocation for each major asset class are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return	Target Allocation
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
		<u>100 %</u>

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 Rutherford County Emergency Communications 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.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, July 1, 2019	\$ 1,034,189	\$ 921,193	\$ 112,996
Changes for the year:			
Service Cost	\$ 16,022	\$ 0	\$ 16,022
Interest	75,719	0	75,719
Differences Between Expected and Actual Experience	926	0	926
Changes in Assumptions	0	0	0
Contributions-Employer	0	34,759	(34,759)
Contributions-Employees	0	0	0
Net Investment Income	0	46,256	(46,256)
Benefit Payments, Including Refunds of Employee Contributions	(11,625)	(11,625)	0
Administrative Expense	0	(354)	354
Net Changes	\$ 81,042	\$ 69,036	\$ 12,006
Balance, June 30, 2020	\$ 1,115,231	\$ 990,229	\$ 125,002

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate - The following presents the net pension liability (asset) of Rutherford County Emergency Communications District calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it was 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% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Rutherford County Emergency Communications District			
Net Pension Liability (Asset)	\$ 293,343	\$ 125,002	\$ (14,878)

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

Pension expense – For the year ended June 30, 2021, Rutherford County Emergency Communications District recognized pension expense of \$41,752.

Deferred outflows of resources and deferred inflows of resources – For the year ended June 30, 2021, Rutherford County Emergency Communications 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	\$ 17,609	\$ 14,885
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	7,796	0
Changes in Assumptions	6,046	0
Contributions Subsequent to the Measurement Date of June 30, 2020	45,221	0
Total	<u>\$ 76,672</u>	<u>\$ 14,885</u>

The amount shown above for “Contributions subsequent to the measurement date of June 30, 2020,” will be recognized as a reduction (increase) to the 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:	
2022	\$ 8,321
2023	5,316
2024	(478)
2025	3,252
2026	155

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

Payable to the Pension Plan – Rutherford County Emergency Communication District had no payables from required contributions to the pension plan as of June 30, 2021.

F. 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 purchases commercial

insurance for claims and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

G. Other Postemployment Benefits (OPEB)

The district provides OPEB benefits to their retirees through a single commercial insurance plan of Rutherford County, administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single-employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is treated as a cost-sharing plan. The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph four of GASB Statement No. 75.

Plan Description – All full-time employees and eligible retirees of the district are eligible to participate in the health insurance plan accounted for in the Employee Insurance – Health Fund (internal service fund) of Rutherford County. The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the county mayor, three county commissioners, four members at large, one highway representative, three employee representatives, two board of education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the county risk management committee recommends the contribution policy, the county commission approves and authorizes the policy in terms of subsidizing active employees or retire employees' premiums. During the year, the district paid \$0 to the plan for OPEB benefits as they became due.

Benefits Provided –

Employees Hired after December 31, 2010 –

All full-time employees and eligible retirees of the district are eligible to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The County will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

Employees Hired on or Before December 31, 2010 –

On December 31, 2010, if employees had worked full-time at the district for a total of:

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service

and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

2. Six months up to seven years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the County will provide \$1,000 per month or the adequate rate, whichever, is less, into a Health Reimbursement Account. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefits.
3. Seven up to ten years of service, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. For pre-65 and post-65, the county will provide 50 percent for retirees and 25 percent for dependents of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older (post-65) at retirement, there will not be any pharmacy benefit.
4. Ten up to 20 years of service and were age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire have been met. For pre-65, the County will provide 50 percent for retirees and 50 percent for dependents of the adequate rate. For Post-65, the county pays 50 percent of the adequate rate for Medicare supplement and the County pharmacy plan.
5. Ten up to 20 years of service but you were not age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan, the eligibility requirements to retire with medical insurance are age 60 with 20 years of service and ten years on the plan, or any age with 30 years of service and ten years on the plan. For pre-65 and post-65, the county pays 50 percent of the adequate rate. Pre-65 pharmacy benefits cease when the participant reaches age 65 or older and post-65 at retirement, there will not be any pharmacy benefit.
6. Twenty up to 30 years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are

age 55 with 15 years of service and five years on the plan, age 62 with ten years of service and five years on the plan or any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employee and dependents. For post-65, the County pays 50 percent of the adequate rate for Medicare supplement and the county pharmacy plan for retired employee and dependents.

7. Thirty or more years of service as of December 31, 2009, the eligibility requirements to retire with medical insurance are any age with 30 years of service and five years on the plan. For pre-65, the county will provide 50 percent of the adequate rate for retired employee and dependents. For post-65, the County pays 75 percent of the adequate rate for themselves and 50 percent of the adequate rate for dependents for Medicare supplement and the county pharmacy plan.

An employee who becomes disabled becomes eligible for retiree health coverage if they are under age 65 and have completed at least ten years of service prior to total disability termination plus the employee must have had active coverage for a continuous five-year period and have filed and qualified for Medicare disability coverage. If the retiree is eligible for health insurance coverage, the coverage is also provided for the retiree’s spouse and/or dependent children.

The plan’s total OPEB liability was measured as of July 1, 2020, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability on the July 1, 2020, measurement date 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
Discount Rate	2.21%
Inflation Rate	2.50%
Salary Increases	4.00%
Healthcare Cost Trend Rate	6.0% for medical and 8.0% for Rx in 2020 trending downward to an ultimate rate of 4.5% for both medical and Rx in 2030
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification
Future Participation Rates	40% to 80% depending on employment classification and whether grandfathered

The discount rate was based on the Bond Buyer GO-20 bond index.

Mortality rates for the plan were based on an experience study of the Tennessee Consolidated Retirement System.

The actuarial assumptions used for the June 30, 2021, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions - The discount rate changed from 3.51 percent as of the beginning of the measurement period to 2.21 percent as of the measurement date of July 1, 2020.

During the year, the district's proportionate share of the collective OPEB liability was .041%. The proportionate share of each plan member was allocated based on actual benefit payments paid by the group.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows Resources - For the year ended June 30, 2021, the district's portion of OPEB expense recognized by the plan was \$12,651. At June 30, 2021, the district reported its proportionate share of deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 70,096	\$ 34,770
Changes of Assumptions/Inputs	19,686	8,646
Total	<u>\$ 89,782</u>	<u>\$ 43,416</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	E-911 District
2022	\$ 6,799
2023	6,799
2024	6,799
2025	6,799
2026	6,799
Thereafter	12,371

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

Sensitivity of the District's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate – The following presents the district's proportionate share of the total OPEB liability calculated using the discount rate of 2.21 percent, as well as what the district's proportionate share of the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (1.21%) or one percentage point higher (3.21%) than the current rate:

	1% Decrease 1.21%	Current Discount Rate 2.21%	1% Increase 3.21%
Total OPEB Liability	\$ 92,908	\$ 78,561	\$ 65,929

Sensitivity of District's Proportionate Share of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate – The following presents the district's proportionate share of the total OPEB liability calculated using the healthcare cost trend rate of 6 to 8 percent, as well as what the share of the total OPEB liability would be if it was calculated using a trend rate that is one percentage point higher than the current rate:

	1% Decrease 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 7 to 9%
Total OPEB Liability	\$ 66,782	\$ 78,561	\$ 91,825

H. Transactions with Primary Government

Amounts paid to Rutherford County for mapping services and maintenance agreements totaled \$53,176. Rutherford County also administers the payroll reporting for the district. The district reimbursed Rutherford County \$508,517 for salaries and benefits paid on the district's behalf.

I. Commitments

Prior to June 30, 2021, the district signed a contract with Siemens Industry, Inc. for a fire alarm project in the amount of \$163,000. At June 30, 2021, the district had incurred \$69,250 in costs related to the project with a remaining commitment at June 30, 2021, of \$93,750.

J. Lease

On November 18, 2019, the district entered into a contract with the state of Tennessee to remit \$1,063 monthly per rack for 24 months, for disaster recovery services. The future payments for the year ending June 30, 2022, are \$4,252.

K. Option and Lease Agreement

On February 26, 2021, the district entered into an Option and Lease Agreement with Vogue Tower Partners VII, LLC (the tenant) for lease of property for the erection of a communications tower. Upon signing of the Agreement, the tenant was granted the right to perform certain testing at the tenant's expense for a period of one year from the effective date the "option period" to determine the suitability of the property for the communications tower. In consideration of the district granting the tenant the option period, the tenant agreed to pay the district the sum of \$800 within thirty business days of the full execution of the agreement. The option period may be renewed by the tenant for an additional six months upon written notification the district and the payment of an additional \$800 no later than ten days prior to the expiration date of the initial option period and may be renewed by the tenant for a second six month option period upon written notification to the district and the payment of an additional \$800 no later than ten days prior to the expiration of the date of the previous option period.

During the initial option period and any extension thereof, the tenant may commence the initial term of the agreement by notifying the district in writing. If the tenant commences the initial term, the district leases the property to the tenant subject to the terms and conditions of this agreement. If the tenant does not commence the agreement during the initial option period or any extension thereof, the agreement will terminate, and the parties will have no further liability to each other.

The agreement shall commence on the first day of the month in which the tenant begins construction. Unless extended or sooner terminated the initial term shall be for a period of five years following the commencement date. The tenant shall have the option to extend the term of the agreement for five successive terms of five years. Each renewal term shall commence automatically unless the tenant delivers notice to the district of its intent not to renew. Upon the commencement date, the tenant shall pay to the district a monthly rental payment of \$800. Commencing on the first day of the second year of the term, the rent due under the agreement shall be increased by an amount equal to 2% per year over the rent applicable during the previous year.

In addition to rent and the escalator, the tenant shall pay the district an additional monthly rent of \$250 for the second and all subsequent broadband or other communications carrier installations and each rent increase shall

commence at carrier lease rent commencement. Additional monthly rent shall be increased annually by an amount equal to 2% per year over the additional monthly rent applicable during the previous year.

At June 30, 2021, the district and the tenant are in the initial option period and no determination has been made as to whether construction will commence.

L. Risks and Uncertainties Related to the Pandemic (COVID-19)

In March 2020, the World Health Organization classified a new strain of coronavirus outbreak as a pandemic (COVID-19). As a result of the outbreak, individuals, governments, and financial markets have experienced unprecedented disruption and risk. The effects of the pandemic are believed to be temporary. Management is not aware of any negative effects on the current year revenue, financial condition or liquidity; nor are they aware of any negative effects on the subsequent year revenue, financial condition or liquidity.

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit F-1

Rutherford 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	2020
Total Pension Liability							
Service Cost	\$ 2,569,896	\$ 3,618,341	\$ 3,686,202	\$ 4,017,655	\$ 4,387,268	\$ 4,541,169	\$ 4,843,016
Interest	6,111,706	8,816,901	9,357,749	10,414,555	10,845,557	11,615,285	12,608,260
Differences Between Actual and Expected Experience	2,079	(1,836,333)	693,814	148,760	(1,030,643)	(137,645)	2,436,324
Changes in Assumptions	0	0	0	3,256,002	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,070,807)	(3,075,600)	(3,357,210)	(3,811,933)	(4,066,583)	(4,522,728)	(5,314,921)
Other	0	28,910,338	(239,049)	3,606,102	(3,534,174)	555,509	2,294,387
Net Change in Total Pension Liability	\$ 6,612,874	\$ 36,433,646	\$ 10,141,507	\$ 17,631,142	\$ 6,601,425	\$ 12,051,590	\$ 16,867,066
Total Pension Liability, Beginning	79,954,920	86,567,794	123,001,440	133,142,947	150,774,089	157,375,514	169,427,104
Total Pension Liability, Ending (a)	\$ 86,567,794	\$ 123,001,440	\$ 133,142,947	\$ 150,774,089	\$ 157,375,514	\$ 169,427,104	\$ 186,294,170
Plan Fiduciary Net Position							
Contributions - Employer	\$ 4,371,110	\$ 5,590,866	\$ 5,826,912	\$ 5,701,929	\$ 5,849,461	\$ 6,142,236	\$ 6,343,408
Contributions - Employee	3,738	292	5,879	300	0	23,431	372
Net Investment Income	12,888,992	3,808,129	3,440,094	15,737,798	12,665,478	12,465,067	9,102,379
Benefit Payments, Including Refunds of Employee Contributions	(2,070,807)	(3,075,600)	(3,357,210)	(3,811,933)	(4,066,583)	(4,522,728)	(5,314,921)
Administrative Expense	(41,246)	(72,007)	(108,787)	(129,923)	(146,451)	(139,405)	(143,692)
Other	0	30,659,881	(250,160)	3,636,930	(3,642,840)	586,195	2,445,997
Net Change in Plan Fiduciary Net Position	\$ 15,151,787	\$ 36,911,560	\$ 5,556,728	\$ 21,135,101	\$ 10,659,066	\$ 14,554,796	\$ 12,433,543
Plan Fiduciary Net Position, Beginning	76,654,756	91,806,544	128,718,104	134,274,833	155,409,934	166,069,000	180,623,796
Plan Fiduciary Net Position, Ending (b)	\$ 91,806,544	\$ 128,718,104	\$ 134,274,833	\$ 155,409,934	\$ 166,069,000	\$ 180,623,796	\$ 193,057,339
Net Pension Liability (Asset), Ending (a - b)	\$ (5,238,749)	\$ (5,716,664)	\$ (1,131,886)	\$ (4,635,845)	\$ (8,693,486)	\$ (11,196,692)	\$ (6,763,169)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%
Covered Payroll	\$ 46,043,005	\$ 46,712,485	\$ 48,858,829	\$ 53,670,979	\$ 55,032,657	\$ 57,744,945	\$ 62,438,801
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%

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

Exhibit F-2

Rutherford 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 Rutherford County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020
Total Pension Liability							
Service Cost	\$ 3,177,998	\$ 2,465,714	\$ 2,512,934	\$ 2,636,889	\$ 3,081,773	\$ 3,140,323	\$ 3,268,174
Interest	7,557,888	6,008,266	6,379,305	6,835,337	7,618,305	8,032,237	8,508,334
Differences Between Actual and Expected Experience	2,571	(1,251,367)	472,982	97,635	(723,960)	(95,185)	1,644,085
Changes in Assumptions	0	0	0	2,136,997	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(2,560,812)	(2,095,864)	(2,288,655)	(2,501,869)	(2,856,512)	(3,127,571)	(3,586,627)
Other	0	(28,359,471)	(130,390)	(1,013,480)	4,469,690	(1,333,220)	(1,281,281)
Net Change in Total Pension Liability	\$ 8,177,646	\$ (23,232,722)	\$ 6,946,176	\$ 8,191,510	\$ 11,589,296	\$ 6,616,584	\$ 8,552,685
Total Pension Liability, Beginning	98,874,255	107,051,901	83,819,179	90,765,355	98,956,865	110,546,161	117,162,745
Total Pension Liability, Ending (a)	\$ 107,051,901	\$ 83,819,179	\$ 90,765,355	\$ 98,956,865	\$ 110,546,161	\$ 117,162,745	\$ 125,715,430
Plan Fiduciary Net Position							
Contributions - Employer	\$ 5,405,424	\$ 3,809,889	\$ 3,972,285	\$ 3,742,321	\$ 4,108,870	\$ 4,247,498	\$ 4,280,672
Contributions - Employee	4,623	199	4,008	197	0	16,203	250
Net Investment Income	15,938,851	2,595,045	2,345,158	10,329,117	8,896,683	8,619,880	6,142,486
Benefit Payments, Including Refunds of Employee Contributions	(2,560,812)	(2,095,864)	(2,288,655)	(2,501,869)	(2,856,512)	(3,127,571)	(3,586,627)
Administrative Expense	(51,006)	(49,069)	(74,162)	(85,272)	(102,872)	(96,401)	(96,966)
Other	0	(30,075,677)	(136,450)	(1,021,984)	4,607,119	(1,406,869)	(1,365,964)
Net Change in Plan Fiduciary Net Position	\$ 18,737,080	\$ (25,815,478)	\$ 3,822,185	\$ 10,462,510	\$ 14,653,288	\$ 8,252,740	\$ 5,373,851
Plan Fiduciary Net Position, Beginning	94,793,190	113,530,270	87,714,792	91,536,977	101,999,487	116,652,775	124,905,515
Plan Fiduciary Net Position, Ending (b)	\$ 113,530,270	\$ 87,714,792	\$ 91,536,977	\$ 101,999,487	\$ 116,652,775	\$ 124,905,515	\$ 130,279,366
Net Pension Liability (Asset), Ending (a - b)	\$ (6,478,369)	\$ (3,895,613)	\$ (771,622)	\$ (3,042,622)	\$ (6,106,614)	\$ (7,742,770)	\$ (4,563,936)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%
Covered Payroll	\$ 29,077,624	\$ 31,820,841	\$ 33,273,947	\$ 35,214,136	\$ 38,648,492	\$ 39,943,296	\$ 42,135,086
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%

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

Exhibit F-3

Rutherford 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 Community Care of Rutherford County
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020
Total Pension Liability							
Service Cost	\$ 308,896	\$ 308,774	\$ 326,270	\$ 270,060	\$ 274,107	\$ 305,087	\$ 292,447
Interest	734,615	752,396	828,266	700,048	677,608	780,345	761,353
Differences Between Actual and Expected Experience	250	(156,705)	61,410	9,999	(64,392)	(9,247)	147,118
Changes in Assumptions	0	0	0	218,863	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(248,907)	(262,458)	(297,151)	(256,231)	(254,072)	(303,848)	(320,943)
Other	0	(550,867)	369,438	(2,592,622)	(935,516)	777,711	(1,013,107)
Net Change in Total Pension Liability	\$ 794,854	\$ 91,140	\$ 1,288,234	\$ (1,649,884)	\$ (302,265)	\$ 1,550,048	\$ (133,132)
Total Pension Liability, Beginning	9,610,419	10,405,273	10,496,413	11,784,647	10,134,763	9,832,498	11,382,546
Total Pension Liability, Ending (a)	\$ 10,405,273	\$ 10,496,413	\$ 11,784,647	\$ 10,134,763	\$ 9,832,498	\$ 11,382,546	\$ 11,249,414
Plan Fiduciary Net Position							
Contributions - Employer	\$ 525,399	\$ 477,100	\$ 515,747	\$ 383,273	\$ 365,462	\$ 412,651	\$ 383,048
Contributions - Employee	449	25	520	20	0	1,575	22
Net Investment Income	1,549,231	324,969	304,487	1,057,866	791,313	837,433	549,649
Benefit Payments, Including Refunds of Employee Contributions	(248,907)	(262,458)	(297,151)	(256,231)	(254,072)	(303,848)	(320,943)
Administrative Expense	(4,958)	(6,145)	(9,629)	(8,733)	(9,150)	(9,366)	(8,677)
Other	0	(584,204)	386,609	(2,614,651)	(964,280)	820,674	(1,080,058)
Net Change in Plan Fiduciary Net Position	\$ 1,821,214	\$ (50,713)	\$ 900,584	\$ (1,438,455)	\$ (70,727)	\$ 1,759,119	\$ (476,959)
Plan Fiduciary Net Position, Beginning	9,213,746	11,034,960	10,984,248	11,884,832	10,446,376	10,375,649	12,134,768
Plan Fiduciary Net Position, Ending (b)	\$ 11,034,960	\$ 10,984,248	\$ 11,884,832	\$ 10,446,376	\$ 10,375,649	\$ 12,134,768	\$ 11,657,809
Net Pension Liability (Asset), Ending (a - b)	\$ (629,687)	\$ (487,835)	\$ (100,185)	\$ (311,613)	\$ (543,151)	\$ (752,222)	\$ (408,395)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%
Covered Payroll	\$ 3,789,014	\$ 3,988,436	\$ 4,320,309	\$ 3,610,253	\$ 3,433,547	\$ 3,880,012	\$ 3,770,381
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%

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

Exhibit F-4

Rutherford 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

	2015	2016	2017	2018	2019	2020	2021
Actuarially Determined Contribution	\$ 5,591,490	\$ 5,843,440	\$ 5,720,040	\$ 5,866,361	\$ 6,157,743	\$ 5,257,236	\$ 5,425,532
Less Contributions in Relation to the							
Actuarially Determined Contribution	(5,591,490)	(5,843,440)	(5,720,040)	(5,866,361)	(6,157,743)	(6,343,408)	(6,549,003)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1,086,172)	\$ (1,123,471)
Covered Payroll	\$ 46,712,485	\$ 48,858,829	\$ 53,670,979	\$ 55,032,657	\$ 57,744,945	\$ 62,438,801	\$ 64,436,249
Contributions as a Percentage of							
Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%

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

Exhibit F-5

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

	2015	2016	2017	2018	2019	2020	2021
Actuarially Determined Contribution	\$ 3,808,948	\$ 3,982,892	\$ 3,753,831	\$ 4,119,936	\$ 4,257,952	\$ 3,547,565	\$ 3,578,542
Less Contributions in Relation to the							
Actuarially Determined Contribution	(3,808,948)	(3,982,892)	(3,753,831)	(4,119,936)	(4,257,952)	(4,280,672)	(4,318,053)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (733,107)	\$ (739,511)
Covered Payroll	\$ 31,820,841	\$ 33,273,947	\$ 35,214,136	\$ 38,648,492	\$ 39,943,296	\$ 42,135,086	\$ 42,500,500
Contributions as a Percentage of							
Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%

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

Exhibit F-6

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

	2015	2016	2017	2018	2019	2020	2021
Actuarially Determined Contribution	\$ 513,236	\$ 517,141	\$ 384,853	\$ 366,016	\$ 413,785	\$ 317,248	\$ 291,952
Less Contributions in Relation to the							
Actuarially Determined Contribution	(513,236)	(517,141)	(384,853)	(366,016)	(413,785)	(383,048)	(352,284)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (65,800)	\$ (60,332)
Covered Payroll	\$ 3,988,436	\$ 4,320,309	\$ 3,610,253	\$ 3,433,547	\$ 3,880,012	\$ 3,770,381	\$ 3,467,358
Contributions as a Percentage of							
Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%

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

Exhibit F-7

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

	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 316,382	\$ 659,699	\$ 1,014,698	\$ 1,447,156	\$ 882,087	\$ 1,140,949	\$ 1,390,420
Less Contributions in Relation to the							
Contractually Required Contribution	(316,382)	(659,699)	(1,014,698)	(1,447,156)	(882,087)	(1,140,949)	(1,390,420)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,909,475	\$ 16,492,393	\$ 25,827,905	\$ 36,178,724	\$ 45,468,436	\$ 56,204,673	\$ 68,836,549
Contributions as a Percentage of Covered Payroll	4.0%	4.0%	3.93%	4.0%	1.94%	2.03%	2.02%

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

Note 2: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually into the Pension Stabilization Reserve Trust (SRT).

2019: Pension - 1.94 %, SRT - 2.02%

2020: Pension - 2.03 %, SRT - 1.97%

2021: Pension - 2.02 %, SRT - 1.98%

Exhibit F-8

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

	2014	2015	2016	2017	2018	2019	2020	2021
Contractually Required Contribution	\$ 13,375,185	\$ 13,266,310	\$ 13,139,659	\$ 13,248,019	\$ 13,467,559	\$ 15,721,307	\$ 16,250,567	\$ 15,536,083
Less Contributions in Relation to the								
Contractually Required Contribution	(13,375,185)	(13,266,310)	(13,139,659)	(13,248,019)	(13,467,559)	(15,721,307)	(16,250,567)	(15,536,083)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 150,621,457	\$ 146,751,255	\$ 145,350,015	\$ 146,087,228	\$ 148,321,247	\$ 150,299,326	\$ 152,874,439	\$ 151,276,346
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.07%	9.08%	10.46%	10.63%	10.27%

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

Exhibit F-9

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

	2015	2016	2017	2018	2019	2020
School Department's Proportion of the Net Pension Liability (Asset)	3.806811%	3.748250%	3.864995%	4.140032%	4.296752%	4.453875%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (153,146)	\$ (390,205)	\$ (1,019,719)	\$ (1,877,620)	\$ (2,425,458)	\$ (2,532,659)
Covered Payroll	\$ 7,909,475	\$ 16,492,393	\$ 25,830,753	\$ 36,178,724	\$ 45,468,436	\$ 56,204,673
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.95)%	(5.19)%	(5.33)%	(4.51)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%

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

Exhibit F-10

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

	2014	2015	2016	2017	2018	2019	2020
School Department's Proportion of the Net Pension Liability (Asset)	3.837498%	3.920158%	4.026546%	4.145713%	4.235836%	4.482340%	4.593231%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (623,576)	\$ 1,605,831	\$ 25,163,682	\$ (1,356,408)	\$ (14,905,548)	\$ (46,086,527)	\$ (35,026,769)
Covered Payroll	\$ 150,621,457	\$ 146,751,255	\$ 145,350,015	\$ 146,086,516	\$ 148,325,289	\$ 150,299,326	\$ 152,874,439
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094253%	17.310000%	(.93)%	(10.05)%	(30.66)%	(22.91)%
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%	103.09%

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

Exhibit F-11

Rutherford County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Single-Employer Defined Benefit Plan
Primary Government, Discretely Presented Rutherford County School Department, Discretely Presented
Community Care of Rutherford County, Discretely Presented Rutherford County Emergency
Communications District, and Rutherford County Airport (joint venture)
For the Fiscal Year Ended June 30.

	2017	2018	2019	2020
Total OPEB Liability				
Service Cost	\$ 6,297,303	\$ 5,350,641	\$ 3,874,438	\$ 4,465,070
Interest	5,958,633	7,001,893	6,119,904	6,169,371
Differences Between Actual and Expected Experience	0	(23,773,341)	0	2,990,845
Changes in Assumptions or Other Inputs	(22,493,216)	(22,183,253)	9,251,748	5,928,601
Benefit Payments	(2,483,641)	(2,118,819)	(2,620,026)	(1,786,982)
Net Change in Total OPEB Liability	\$ (12,720,921)	\$ (35,722,879)	\$ 16,626,064	\$ 17,766,905
Total OPEB Liability, Beginning	204,003,991	191,283,070	155,560,191	172,186,255
Total OPEB Liability, Ending - As of the Measurement Date	<u>\$ 191,283,070</u>	<u>\$ 155,560,191</u>	<u>\$ 172,186,255</u>	<u>\$ 189,953,160</u>
Proportionate Share of Total OPEB Liability:				
Primary Government	\$ 32,782,293	\$ 28,983,874	\$ 32,081,681	\$ 37,513,293
School Department	155,772,597	124,372,444	137,665,254	149,056,443
Community Care	2,652,550	2,072,747	2,294,270	2,679,029
E-911	0	85,607	94,689	78,561
Airport	75,630	45,519	50,361	625,834
Covered Employee Payroll:				
Primary Government	\$ 50,967,314	\$ 51,985,924	\$ 54,538,342	\$ 62,624,119
School Department	207,129,268	223,174,798	235,708,059	251,346,116
Community Care	4,793,494	3,433,547	4,664,180	3,781,609
E-911	0	305,425	313,114	369,420
Airport	303,923	503,662	520,495	558,203
Net OPEB Liability as a Percentage of Covered Employee Payroll:				
Primary Government	64.32%	55.75%	58.82%	59.90%
School Department	75.21%	55.73%	58.40%	59.30%
Community Care	55.34%	60.37%	49.19%	70.84%
E-911	0.00%	28.03%	30.24%	21.27%
Airport	24.88%	9.04%	9.68%	112.12%

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

Note 2: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2017	3.58%
2018	3.87%
2019	3.51%
2020	2.21%

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

RUTHERFORD COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2021

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2021 were calculated based on the June 30, 2019, 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 an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.25%

Changes of assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3.0 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and 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.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for Rutherford County’s demolition landfill operations, convenience center operations, and postclosure care costs of the county’s closed landfill.

Ambulance Service Fund – The Ambulance Service Fund is used to account for ambulance service related operations.

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to account for the operations of the Smyrna Airport properties.

Special Purpose Fund – The Special Purpose Fund is used to account for revenues received from federal drug-related forfeitures and seizures.

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.

Highway/Public Works Fund – The Highway/Public Works Fund is used to account for transactions of the county’s highway department.

Capital Projects Funds

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.

General Capital Projects Fund – This fund accounts for and reports 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

Rutherford County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Special Revenue Funds					
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	Constitu - tional Officers - Fees
<u>ASSETS</u>						
Cash	\$ 400	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,164,977
Equity in Pooled Cash and Investments	11,497,676	8,574,610	333,769	62,936	1,383,663	0
Accounts Receivable	117,666	5,028,623	0	18	310	2,348
Allowance for Uncollectibles	0	(1,771,241)	0	0	0	0
Due from Other Governments	1,016,341	115,515	0	0	0	0
Property Taxes Receivable	0	6,256,363	0	0	0	0
Allowance for Uncollectible Property Taxes	0	(313,930)	0	0	0	0
Notes Receivable - Long-term	0	0	2,031,610	0	0	0
Total Assets	<u>\$ 12,632,083</u>	<u>\$ 17,889,940</u>	<u>\$ 2,365,379</u>	<u>\$ 62,954</u>	<u>\$ 1,383,973</u>	<u>\$ 1,167,325</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 6,075	\$ 36,204	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Payroll	42,276	204,304	0	0	0	0
Payroll Deductions Payable	791	166	0	0	0	0
Due to Other Funds	0	10	0	0	0	0
Total Liabilities	<u>\$ 49,142</u>	<u>\$ 240,684</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 0	\$ 5,885,284	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	44,094	0	0	0	0
Other Deferred/Unavailable Revenue	531,032	2,344,031	0	0	0	0
Total Deferred Inflows of Resources	<u>\$ 531,032</u>	<u>\$ 8,273,409</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit G-1

Rutherford County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds					Constitu - tional Officers - Fees
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 62,954	\$ 1,383,973	\$ 0
Restricted for Public Health and Welfare	0	6,666	0	0	0	0
Restricted for Debt Service	0	0	2,080,845	0	0	0
Restricted for Capital Projects	0	0	0	0	0	0
Committed:						
Committed for Highways/Public Works	0	0	0	0	0	0
Committed for Capital Projects	0	0	0	0	0	0
Assigned:						
Assigned for General Government	0	0	0	0	0	175,254
Assigned for Finance	0	0	0	0	0	570,998
Assigned for Administration of Justice	0	0	0	0	0	421,073
Assigned for Public Health and Welfare	12,051,909	9,369,181	0	0	0	0
Assigned for Other Operations	0	0	284,534	0	0	0
Assigned for Highways/Public Works	0	0	0	0	0	0
Assigned for Capital Projects	0	0	0	0	0	0
Total Fund Balances	\$ 12,051,909	\$ 9,375,847	\$ 2,365,379	\$ 62,954	\$ 1,383,973	\$ 1,167,325
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 12,632,083	\$ 17,889,940	\$ 2,365,379	\$ 62,954	\$ 1,383,973	\$ 1,167,325

(Continued)

Exhibit G-1

Rutherford County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>	
	Highway / Public Works	Total	General Capital Projects	Total Nonmajor Governmental Funds
<u>ASSETS</u>				
Cash	\$ 0	\$ 1,165,377	\$ 0	\$ 1,165,377
Equity in Pooled Cash and Investments	19,880,643	41,733,297	9,830,578	51,563,875
Accounts Receivable	3,699	5,152,664	444	5,153,108
Allowance for Uncollectibles	0	(1,771,241)	0	(1,771,241)
Due from Other Governments	928,837	2,060,693	0	2,060,693
Property Taxes Receivable	1,050,509	7,306,872	0	7,306,872
Allowance for Uncollectible Property Taxes	(51,739)	(365,669)	0	(365,669)
Notes Receivable - Long-term	0	2,031,610	0	2,031,610
Total Assets	<u>\$ 21,811,949</u>	<u>\$ 57,313,603</u>	<u>\$ 9,831,022</u>	<u>\$ 67,144,625</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 439,302	\$ 481,581	\$ 4,904	\$ 486,485
Accrued Payroll	111,262	357,842	0	357,842
Payroll Deductions Payable	140	1,097	0	1,097
Due to Other Funds	136	146	0	146
Total Liabilities	<u>\$ 550,840</u>	<u>\$ 840,666</u>	<u>\$ 4,904</u>	<u>\$ 845,570</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 990,890	\$ 6,876,174	\$ 0	\$ 6,876,174
Deferred Delinquent Property Taxes	6,080	50,174	0	50,174
Other Deferred/Unavailable Revenue	149,521	3,024,584	0	3,024,584
Total Deferred Inflows of Resources	<u>\$ 1,146,491</u>	<u>\$ 9,950,932</u>	<u>\$ 0</u>	<u>\$ 9,950,932</u>

(Continued)

Exhibit G-1

Rutherford County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>	
	Highway / Public Works	Total	General Capital Projects	Total Nonmajor Governmental Funds
<u>FUND BALANCES</u>				
Restricted:				
Restricted for Public Safety	\$ 0	\$ 1,446,927	\$ 0	\$ 1,446,927
Restricted for Public Health and Welfare	0	6,666	0	6,666
Restricted for Debt Service	0	2,080,845	0	2,080,845
Restricted for Capital Projects	0	0	8,410,419	8,410,419
Committed:				
Committed for Highways/Public Works	2,755,990	2,755,990	0	2,755,990
Committed for Capital Projects	0	0	717,362	717,362
Assigned:				
Assigned for General Government	0	175,254	0	175,254
Assigned for Finance	0	570,998	0	570,998
Assigned for Administration of Justice	0	421,073	0	421,073
Assigned for Public Health and Welfare	0	21,421,090	0	21,421,090
Assigned for Other Operations	0	284,534	0	284,534
Assigned for Highways/Public Works	17,358,628	17,358,628	0	17,358,628
Assigned for Capital Projects	0	0	698,337	698,337
Total Fund Balances	\$ 20,114,618	\$ 46,522,005	\$ 9,826,118	\$ 56,348,123
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 21,811,949	\$ 57,313,603	\$ 9,831,022	\$ 67,144,625

Exhibit G-2

Rutherford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2021

	Special Revenue Funds						Constitu -
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	Officers - Fees	
<u>Revenues</u>							
Local Taxes	\$ 4,743,832	\$ 7,542,119	\$ 0	\$ 0	\$ 0	\$ 0	
Fines, Forfeitures, and Penalties	0	0	0	0	785,187	0	
Charges for Current Services	810,147	10,138,076	0	0	0	5,462,177	
Other Local Revenues	432,216	35,975	76,267	431	4,626	0	
State of Tennessee	514,507	24,750	0	0	0	0	
Federal Government	519	111,833	0	3,655	0	0	
Other Governments and Citizens Groups	0	0	0	0	0	0	
Total Revenues	\$ 6,501,221	\$ 17,852,753	\$ 76,267	\$ 4,086	\$ 789,813	\$ 5,462,177	
<u>Expenditures</u>							
Current:							
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 767,202	
Finance	0	0	0	0	0	2,303,070	
Administration of Justice	0	0	0	0	0	2,413,527	
Public Safety	0	0	0	37,189	197,774	0	
Public Health and Welfare	3,908,229	14,695,274	0	0	0	0	
Other Operations	110,080	0	763	0	0	0	
Highways	0	0	0	0	0	0	
Capital Projects	0	0	0	0	0	0	
Total Expenditures	\$ 4,018,309	\$ 14,695,274	\$ 763	\$ 37,189	\$ 197,774	\$ 5,483,799	
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 2,482,912	\$ 3,157,479	\$ 75,504	\$ (33,103)	\$ 592,039	\$ (21,622)	

(Continued)

Exhibit G-2

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

	Special Revenue Funds					Constitu -
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control	tional Officers - Fees
<u>Other Financing Sources (Uses)</u>						
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Insurance Recovery	0	1,658	0	0	0	0
Transfers In	0	0	0	0	0	0
Transfers Out	(210,000)	0	(199,815)	0	(50,000)	0
Total Other Financing Sources (Uses)	<u>\$ (210,000)</u>	<u>\$ 1,658</u>	<u>\$ (199,815)</u>	<u>\$ 0</u>	<u>\$ (50,000)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 2,272,912	\$ 3,159,137	\$ (124,311)	\$ (33,103)	\$ 542,039	\$ (21,622)
Fund Balance, July 1, 2020	<u>9,778,997</u>	<u>6,216,710</u>	<u>2,489,690</u>	<u>96,057</u>	<u>841,934</u>	<u>1,188,947</u>
Fund Balance, June 30, 2021	<u>\$ 12,051,909</u>	<u>\$ 9,375,847</u>	<u>\$ 2,365,379</u>	<u>\$ 62,954</u>	<u>\$ 1,383,973</u>	<u>\$ 1,167,325</u>

(Continued)

Exhibit G-2

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital</u> <u>Projects Fund</u>	
	Highway / Public Works	Total	General Capital Projects	Total Nonmajor Governmental Funds
<u>Revenues</u>				
Local Taxes	\$ 7,065,843	\$ 19,351,794	\$ 0	\$ 19,351,794
Fines, Forfeitures, and Penalties	0	785,187	0	785,187
Charges for Current Services	0	16,410,400	0	16,410,400
Other Local Revenues	65,311	614,826	11,140	625,966
State of Tennessee	5,347,416	5,886,673	3,851,936	9,738,609
Federal Government	34	116,041	0	116,041
Other Governments and Citizens Groups	0	0	203,019	203,019
Total Revenues	\$ 12,478,604	\$ 43,164,921	\$ 4,066,095	\$ 47,231,016
<u>Expenditures</u>				
Current:				
General Government	\$ 0	\$ 767,202	\$ 0	\$ 767,202
Finance	0	2,303,070	0	2,303,070
Administration of Justice	0	2,413,527	0	2,413,527
Public Safety	0	234,963	0	234,963
Public Health and Welfare	0	18,603,503	0	18,603,503
Other Operations	0	110,843	0	110,843
Highways	11,168,060	11,168,060	0	11,168,060
Capital Projects	0	0	14,132,093	14,132,093
Total Expenditures	\$ 11,168,060	\$ 35,601,168	\$ 14,132,093	\$ 49,733,261
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 1,310,544	\$ 7,563,753	\$ (10,065,998)	\$ (2,502,245)

(Continued)

Exhibit G-2

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Fund</u>	
	Highway / Public Works	Total	General Capital Projects	Total Nonmajor Governmental Funds
<hr/>				
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 0	\$ 0	\$ 12,152,091	\$ 12,152,091
Insurance Recovery	10,812	12,470	0	12,470
Transfers In	0	0	1,015,909	1,015,909
Transfers Out	0	(459,815)	0	(459,815)
Total Other Financing Sources (Uses)	<u>\$ 10,812</u>	<u>\$ (447,345)</u>	<u>\$ 13,168,000</u>	<u>\$ 12,720,655</u>
Net Change in Fund Balances	\$ 1,321,356	\$ 7,116,408	\$ 3,102,002	\$ 10,218,410
Fund Balance, July 1, 2020	<u>18,793,262</u>	<u>39,405,597</u>	<u>6,724,116</u>	<u>46,129,713</u>
Fund Balance, June 30, 2021	<u>\$ 20,114,618</u>	<u>\$ 46,522,005</u>	<u>\$ 9,826,118</u>	<u>\$ 56,348,123</u>

Exhibit G-3

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 4,743,832	\$ 0	\$ 0	\$ 4,743,832	\$ 2,700,000	\$ 4,500,000	\$ 243,832
Charges for Current Services	810,147	0	0	810,147	850,000	777,000	33,147
Other Local Revenues	432,216	0	0	432,216	220,000	385,258	46,958
State of Tennessee	514,507	0	0	514,507	492,900	522,900	(8,393)
Federal Government	519	0	0	519	0	519	0
Total Revenues	\$ 6,501,221	\$ 0	\$ 0	\$ 6,501,221	\$ 4,262,900	\$ 6,185,677	\$ 315,544
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Sanitation Education/Information	\$ 82,767	\$ (500)	\$ 0	\$ 82,267	\$ 188,875	\$ 188,875	\$ 106,608
Convenience Centers	2,737,857	(42,788)	136,225	2,831,294	3,611,677	3,745,377	914,083
Other Waste Collection	252,314	(1,916)	6,437	256,835	385,334	305,334	48,499
Landfill Operation and Maintenance	593,470	(21,970)	19,319	590,819	878,867	872,867	282,048
Postclosure Care Costs	241,821	0	13,254	255,075	596,500	586,500	331,425
<u>Other Operations</u>							
Employee Benefits	25,000	0	0	25,000	25,000	25,000	0
Miscellaneous	85,080	0	0	85,080	78,655	90,655	5,575
Total Expenditures	\$ 4,018,309	\$ (67,174)	\$ 175,235	\$ 4,126,370	\$ 5,764,908	\$ 5,814,608	\$ 1,688,238
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,482,912	\$ 67,174	\$ (175,235)	\$ 2,374,851	\$ (1,502,008)	\$ 371,069	\$ 2,003,782
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (210,000)	\$ 0	\$ 0	\$ (210,000)	\$ 0	\$ (210,000)	\$ 0
Total Other Financing Sources	\$ (210,000)	\$ 0	\$ 0	\$ (210,000)	\$ 0	\$ (210,000)	\$ 0
Net Change in Fund Balance	\$ 2,272,912	\$ 67,174	\$ (175,235)	\$ 2,164,851	\$ (1,502,008)	\$ 161,069	\$ 2,003,782
Fund Balance, July 1, 2020	9,778,997	(67,174)	0	9,711,823	9,711,824	9,711,824	(1)
Fund Balance, June 30, 2021	\$ 12,051,909	\$ 0	\$ (175,235)	\$ 11,876,674	\$ 8,209,816	\$ 9,872,893	\$ 2,003,781

Exhibit G-4

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Ambulance Service Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 7,542,119	\$ 0	\$ 0	\$ 7,542,119	\$ 7,250,823	\$ 7,486,273	\$ 55,846
Charges for Current Services	10,138,076	0	0	10,138,076	9,270,000	9,600,000	538,076
Other Local Revenues	35,975	0	0	35,975	3,500	35,095	880
State of Tennessee	24,750	0	0	24,750	16,000	20,425	4,325
Federal Government	111,833	0	0	111,833	0	136,511	(24,678)
Total Revenues	\$ 17,852,753	\$ 0	\$ 0	\$ 17,852,753	\$ 16,540,323	\$ 17,278,304	\$ 574,449
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Ambulance/Emergency Medical Services	\$ 13,795,299	\$ (89,395)	\$ 400,980	\$ 14,106,884	\$ 15,621,837	\$ 15,820,341	\$ 1,713,457
Other Local Health Services	899,975	0	0	899,975	871,231	1,002,631	102,656
Total Expenditures	\$ 14,695,274	\$ (89,395)	\$ 400,980	\$ 15,006,859	\$ 16,493,068	\$ 16,822,972	\$ 1,816,113
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,157,479	\$ 89,395	\$ (400,980)	\$ 2,845,894	\$ 47,255	\$ 456,332	\$ 2,390,562
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 1,658	\$ 0	\$ 0	\$ 1,658	\$ 0	\$ 1,659	\$ (1)
Total Other Financing Sources	\$ 1,658	\$ 0	\$ 0	\$ 1,658	\$ 0	\$ 1,659	\$ (1)
Net Change in Fund Balance	\$ 3,159,137	\$ 89,395	\$ (400,980)	\$ 2,847,552	\$ 47,255	\$ 456,991	\$ 2,390,561
Fund Balance, July 1, 2020	6,216,710	(89,395)	0	6,127,315	5,933,730	5,933,730	193,585
Fund Balance, June 30, 2021	\$ 9,375,847	\$ 0	\$ (400,980)	\$ 8,974,867	\$ 5,980,985	\$ 6,390,721	\$ 2,584,146

Exhibit G-5

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Industrial/Economic Development Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 76,267	\$ 76,267	\$ 76,267	\$ 0
Total Revenues	\$ 76,267	\$ 76,267	\$ 76,267	\$ 0
<u>Expenditures</u>				
<u>Other Operations</u>				
Industrial Development	\$ 763	\$ 200,580	\$ 765	\$ 2
Total Expenditures	\$ 763	\$ 200,580	\$ 765	\$ 2
Excess (Deficiency) of Revenues Over Expenditures	\$ 75,504	\$ (124,313)	\$ 75,502	\$ 2
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (199,815)	\$ 0	\$ (199,815)	\$ 0
Total Other Financing Sources	\$ (199,815)	\$ 0	\$ (199,815)	\$ 0
Net Change in Fund Balance	\$ (124,311)	\$ (124,313)	\$ (124,313)	\$ 2
Fund Balance, July 1, 2020	2,489,690	408,127	408,127	2,081,563
Fund Balance, June 30, 2021	\$ 2,365,379	\$ 283,814	\$ 283,814	\$ 2,081,565

Exhibit G-6

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Special Purpose Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Other Local Revenues	\$ 431	\$ 0	\$ 431	\$ 250	\$ 250	\$ 181
Federal Government	3,655	0	3,655	0	3,655	0
Total Revenues	<u>\$ 4,086</u>	<u>\$ 0</u>	<u>\$ 4,086</u>	<u>\$ 250</u>	<u>\$ 3,905</u>	<u>\$ 181</u>
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 37,189	\$ 3,311	\$ 40,500	\$ 5,000	\$ 56,155	\$ 15,655
Total Expenditures	<u>\$ 37,189</u>	<u>\$ 3,311</u>	<u>\$ 40,500</u>	<u>\$ 5,000</u>	<u>\$ 56,155</u>	<u>\$ 15,655</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (33,103)</u>	<u>\$ (3,311)</u>	<u>\$ (36,414)</u>	<u>\$ (4,750)</u>	<u>\$ (52,250)</u>	<u>\$ 15,836</u>
Net Change in Fund Balance	\$ (33,103)	\$ (3,311)	\$ (36,414)	\$ (4,750)	\$ (52,250)	\$ 15,836
Fund Balance, July 1, 2020	<u>96,057</u>	<u>0</u>	<u>96,057</u>	<u>96,057</u>	<u>96,057</u>	<u>0</u>
Fund Balance, June 30, 2021	<u><u>\$ 62,954</u></u>	<u><u>\$ (3,311)</u></u>	<u><u>\$ 59,643</u></u>	<u><u>\$ 91,307</u></u>	<u><u>\$ 43,807</u></u>	<u><u>\$ 15,836</u></u>

Exhibit G-7

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Fines, Forfeitures, and Penalties	\$ 785,187	\$ 0	\$ 0	\$ 785,187	\$ 338,000	\$ 689,500	\$ 95,687
Other Local Revenues	4,626	0	0	4,626	2,400	4,225	401
Total Revenues	\$ 789,813	\$ 0	\$ 0	\$ 789,813	\$ 340,400	\$ 693,725	\$ 96,088
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 197,774	\$ (46,020)	\$ 59,368	\$ 211,122	\$ 452,000	\$ 492,500	\$ 281,378
Total Expenditures	\$ 197,774	\$ (46,020)	\$ 59,368	\$ 211,122	\$ 452,000	\$ 492,500	\$ 281,378
Excess (Deficiency) of Revenues Over Expenditures	\$ 592,039	\$ 46,020	\$ (59,368)	\$ 578,691	\$ (111,600)	\$ 201,225	\$ 377,466
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (50,000)	\$ 0	\$ 0	\$ (50,000)	\$ (50,000)	\$ (50,000)	\$ 0
Total Other Financing Sources	\$ (50,000)	\$ 0	\$ 0	\$ (50,000)	\$ (50,000)	\$ (50,000)	\$ 0
Net Change in Fund Balance	\$ 542,039	\$ 46,020	\$ (59,368)	\$ 528,691	\$ (161,600)	\$ 151,225	\$ 377,466
Fund Balance, July 1, 2020	841,934	(46,020)	0	795,914	795,914	795,914	0
Fund Balance, June 30, 2021	\$ 1,383,973	\$ 0	\$ (59,368)	\$ 1,324,605	\$ 634,314	\$ 947,139	\$ 377,466

Exhibit G-8

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 7,065,843	\$ 6,049,776	\$ 6,867,455	\$ 198,388
Other Local Revenues	65,311	225,000	163,756	(98,445)
State of Tennessee	5,347,416	5,759,400	5,066,392	281,024
Federal Government	34	0	34	0
Total Revenues	\$ 12,478,604	\$ 12,034,176	\$ 12,097,637	\$ 380,967
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 877,314	\$ 984,055	\$ 986,055	\$ 108,741
Highway and Bridge Maintenance	7,702,113	6,946,590	9,941,329	2,239,216
Operation and Maintenance of Equipment	1,080,838	1,318,840	1,318,840	238,002
Other Charges	689,274	912,660	912,660	223,386
Employee Benefits	184,226	231,905	231,905	47,679
Capital Outlay	634,295	594,000	1,515,639	881,344
Total Expenditures	\$ 11,168,060	\$ 10,988,050	\$ 14,906,428	\$ 3,738,368
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,310,544	\$ 1,046,126	\$ (2,808,791)	\$ 4,119,335
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 10,812	\$ 0	\$ 10,675	\$ 137
Total Other Financing Sources	\$ 10,812	\$ 0	\$ 10,675	\$ 137
Net Change in Fund Balance	\$ 1,321,356	\$ 1,046,126	\$ (2,798,116)	\$ 4,119,472
Fund Balance, July 1, 2020	18,793,262	18,791,797	18,791,797	1,465
Fund Balance, June 30, 2021	\$ 20,114,618	\$ 19,837,923	\$ 15,993,681	\$ 4,120,937

Major Governmental Fund

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.

Exhibit H

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2021

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 54,960,264	\$ 52,016,882	\$ 54,391,982	\$ 568,282
Other Local Revenues	463,603	256,650	454,650	8,953
Other Governments and Citizens Groups	648,922	0	648,922	0
Total Revenues	<u>\$ 56,072,789</u>	<u>\$ 52,273,532</u>	<u>\$ 55,495,554</u>	<u>\$ 577,235</u>
<u>Expenditures</u>				
<u>General Government</u>				
Other General Administration	\$ 1,049,534	\$ 1,160,000	\$ 1,210,000	\$ 160,466
<u>Principal on Debt</u>				
General Government	7,309,538	7,152,938	7,309,538	0
Education	30,733,865	28,962,063	30,733,866	1
<u>Interest on Debt</u>				
General Government	4,002,476	3,919,654	4,002,476	0
Education	13,788,935	13,085,695	13,788,935	0
<u>Other Debt Service</u>				
General Government	80,072	0	80,072	0
Education	591,473	0	591,474	1
Total Expenditures	<u>\$ 57,555,893</u>	<u>\$ 54,280,350</u>	<u>\$ 57,716,361</u>	<u>\$ 160,468</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,483,104)</u>	<u>\$ (2,006,818)</u>	<u>\$ (2,220,807)</u>	<u>\$ 737,703</u>
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 423,607	0	\$ 423,607	0
Refunding Debt Issued	64,100,000	0	64,100,000	0
Other Loans Issued	7,543	0	7,543	0
Transfers In	199,815	199,815	199,815	0
Payments to Refunded Debt Escrow Agent	(63,854,851)	0	(63,854,852)	1
Total Other Financing Sources	<u>\$ 876,114</u>	<u>\$ 199,815</u>	<u>\$ 876,113</u>	<u>\$ 1</u>
Net Change in Fund Balance	<u>\$ (606,990)</u>	<u>\$ (1,807,003)</u>	<u>\$ (1,344,694)</u>	<u>\$ 737,704</u>
Fund Balance, July 1, 2020	<u>52,829,597</u>	<u>51,008,812</u>	<u>51,008,812</u>	<u>1,820,785</u>
Fund Balance, June 30, 2021	<u>\$ 52,222,607</u>	<u>\$ 49,201,809</u>	<u>\$ 49,664,118</u>	<u>\$ 2,558,489</u>

Proprietary Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or to other governments, on a cost-reimbursement basis.

Self-Insurance Fund – The Self-Insurance Fund is used to account for transactions of the county's self-insured liability insurance.

Employee Insurance - Health Fund – The Employee Insurance - Health Fund is used to account for the county's self-insured health program.

Workers' Compensation Fund – The Workers' Compensation Fund is used to account for the county's self-insured workers' compensation and on-the-job injury programs.

Exhibit I-1

Rutherford County, Tennessee
Combining Statement of Net Position
Proprietary Funds
June 30, 2021

	Internal Service Funds			
	Self-	Employee	Workers'	Total
	Insurance	Insurance - Health	Compensation	
<u>ASSETS</u>				
Current Assets:				
Cash	\$ 104,504	\$ 0	\$ 111,564	\$ 216,068
Equity in Pooled Cash and Investments	7,713,018	39,986,129	2,202,356	49,901,503
Cash with Paying Agent	0	1,737,000	0	1,737,000
Accounts Receivable	0	89,536	0	89,536
Due from Other Governments	0	15,400	0	15,400
Due from Fiduciary Funds	0	150,000	0	150,000
Total Assets	<u>\$ 7,817,522</u>	<u>\$ 41,978,065</u>	<u>\$ 2,313,920</u>	<u>\$ 52,109,507</u>
<u>LIABILITIES</u>				
Current Liabilities:				
Claims and Judgments Payable	\$ 5,920,313	\$ 10,855,204	\$ 1,309,910	\$ 18,085,427
Total Current Liabilities	<u>\$ 5,920,313</u>	<u>\$ 10,855,204</u>	<u>\$ 1,309,910</u>	<u>\$ 18,085,427</u>
Noncurrent Liabilities:				
Claims and Judgments Payable	\$ 1,480,078	\$ 2,713,801	\$ 561,390	\$ 4,755,269
Total Noncurrent Liabilities	<u>\$ 1,480,078</u>	<u>\$ 2,713,801</u>	<u>\$ 561,390</u>	<u>\$ 4,755,269</u>
<u>NET POSITION</u>				
Unrestricted	<u>\$ 417,131</u>	<u>\$ 28,409,060</u>	<u>\$ 442,620</u>	<u>\$ 29,268,811</u>
Total Net Position	<u>\$ 417,131</u>	<u>\$ 28,409,060</u>	<u>\$ 442,620</u>	<u>\$ 29,268,811</u>

Exhibit I-2

Rutherford County, Tennessee
Combining Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2021

	Internal Service Funds			
	Self -	Employee	Workers'	Total
	Insurance	Insurance - Health	Compensation	
<u>Operating Revenues</u>				
Charges for Current Services:				
Self-Insurance Premiums/Contributions	\$ 6,913,310	\$ 69,825,441	\$ 1,626,832	\$ 78,365,583
Other Employee Benefit Charges/Contributions	0	2,653,268	0	2,653,268
Other Local Revenues:				
Retirees' Insurance Payments	0	6,577,339	0	6,577,339
Cobra Insurance Payments	0	163,705	0	163,705
State of Tennessee:				
On-Behalf Contributions for OPEB	0	192,483	0	192,483
Total Operating Revenues	<u>\$ 6,913,310</u>	<u>\$ 79,412,236</u>	<u>\$ 1,626,832</u>	<u>\$ 87,952,378</u>
<u>Operating Expenses</u>				
General Government:				
Furniture and Fixtures	\$ 0	\$ 745	\$ 0	\$ 745
Employee Benefits:				
Handling Charges and Administrative Costs	85,285	3,144,433	31,790	3,261,508
Disability Insurance	0	0	248,634	248,634
Bank Charges	0	4,000	0	4,000
Consultants	0	87,914	0	87,914
Contracts with Private Agencies	0	2,320,156	0	2,320,156
Other Contracted Services	0	0	5,950	5,950
Medical Claims	0	76,462,097	0	76,462,097
Premiums on Corporate Surety Bonds	0	0	5,000	5,000
Liability Claims	7,065,307	0	1,012,177	8,077,484
Other Charges	0	14,679	60	14,739
Total Operating Expenses	<u>\$ 7,150,592</u>	<u>\$ 82,034,024</u>	<u>\$ 1,303,611</u>	<u>\$ 90,488,227</u>
Operating Income (Loss)	<u>\$ (237,282)</u>	<u>\$ (2,621,788)</u>	<u>\$ 323,221</u>	<u>\$ (2,535,849)</u>
<u>Nonoperating Revenues (Expenses)</u>				
Insurance Recovery	\$ 72,950	\$ 9,297	\$ 2,234	\$ 84,481
Total Nonoperating Revenues (Expenses)	<u>\$ 72,950</u>	<u>\$ 9,297</u>	<u>\$ 2,234</u>	<u>\$ 84,481</u>
Income (Loss) Before Transfers	\$ (164,332)	\$ (2,612,491)	\$ 325,455	\$ (2,451,368)
Transfers Out	0	(321,275)	(321,275)	(642,550)
Change in Net Position	\$ (164,332)	\$ (2,933,766)	\$ 4,180	\$ (3,093,918)
Net Position, July 1, 2020	<u>581,463</u>	<u>31,342,826</u>	<u>438,440</u>	<u>32,362,729</u>
Net Position, June 30, 2021	<u>\$ 417,131</u>	<u>\$ 28,409,060</u>	<u>\$ 442,620</u>	<u>\$ 29,268,811</u>

Exhibit I-3

Rutherford County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021

	Internal Service Funds			
	Self - Insurance	Employee Insurance - Health	Workers' Compensation	Total
<u>Cash Flows from Operating Activities</u>				
Receipts for Self-Insurance Premiums	\$ 6,913,310	\$ 79,410,335	\$ 1,626,832	\$ 87,950,477
Payments to Suppliers	(85,285)	(5,600,451)	(299,864)	(5,985,600)
Claims Paid	(2,023,298)	(75,510,038)	(658,177)	(78,191,513)
Insurance Recovery	72,950	9,297	2,234	84,481
Net Cash Provided By (Used In) Operating Activities	\$ 4,877,677	\$ (1,690,857)	\$ 671,025	\$ 3,857,845
<u>Cash Flows from Noncapital Financing Activities</u>				
Transfers to Other Funds	\$ 0	\$ (321,275)	\$ (321,275)	\$ (642,550)
Net Cash Provided By (Used In) Noncapital Financing Activities	\$ 0	\$ (321,275)	\$ (321,275)	\$ (642,550)
Net Increase (Decrease) in Cash	\$ 4,877,677	\$ (2,012,132)	\$ 349,750	\$ 3,215,295
Cash, July 1, 2020	2,939,845	43,735,261	1,964,170	48,639,276
Cash, June 30, 2021	\$ 7,817,522	\$ 41,723,129	\$ 2,313,920	\$ 51,854,571
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</u>				
Operating Income (Loss)	\$ (237,282)	\$ (2,621,788)	\$ 323,221	\$ (2,535,849)
Insurance Recovery	72,950	9,297	2,234	84,481
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:				
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	0	(939)	0	(939)
(Increase) Decrease in Due from Other Governments	0	(962)	0	(962)
Increase (Decrease) in Accounts Payable	0	(27,743)	(8,430)	(36,173)
Increase (Decrease) in Claims and Judgments Payable	5,042,009	952,059	354,000	6,348,068
Increase (Decrease) in Due To Component Units	0	(781)	0	(781)
Net Cash Provided By (Used In) Operating Activities	\$ 4,877,677	\$ (1,690,857)	\$ 671,025	\$ 3,857,845
<u>Reconciliation of Cash With Statement of Net Position</u>				
Cash Per Net Position	\$ 104,504	\$ 0	\$ 111,564	\$ 216,068
Equity in Pooled Cash and Investments Per Net Position	7,713,018	39,986,129	2,202,356	49,901,503
Cash with Paying Agent Per Net Position	0	1,737,000	0	1,737,000
Cash, June 30, 2021	\$ 7,817,522	\$ 41,723,129	\$ 2,313,920	\$ 51,854,571

Custodial Funds

Custodial Funds are used to account for assets held by the county in a custodial capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Custodial Funds are reported using the economic resources measurement focus and the accrual basis of accounting. Custodial fund reporting focuses on net position and changes in net position. Custodial funds are distinguished from trust funds by the absence of a trust agreement or equivalent arrangement.

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.

Cities - Property Tax Fund – The Cities - Property Tax Fund is used to account for the property taxes of the town of Smyrna and town of Eagleville. These collections are remitted to the city monthly.

City School ADA - Murfreesboro Fund – The City School ADA - Murfreesboro Fund is used to account for the city school system's share of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school system on a monthly basis.

Joint Venture Fund – The Joint Venture Fund is used to account for transactions of the Central Tennessee Solid Waste Planning Board for Rutherford, Cannon, Warren, and Coffee counties.

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

Flexible Benefits Fund – The Flexible Benefits Fund is used to account for funds collected in a custodial capacity for the operations of an employee flexible benefit program.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held in trust for the benefit of the Office of District Attorney General.

Exhibit J-1

Rutherford County, Tennessee
Combining Statement of Net Position
Custodial Funds
June 30, 2021

	Custodial Funds							
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu - tional Officers - Custodial	Flexible Benefits	District Attorney General	Total
ASSETS								
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,507,235	\$ 422,208	\$ 0	\$ 8,929,443
Equity in Pooled Cash and Investments	0	104,076	548,810	10,177	0	213,400	416,482	1,292,945
Cash with Paying Agents	0	0	0	0	0	57,421	0	57,421
Investments	0	0	0	0	7,735	0	0	7,735
Accounts Receivable	0	0	0	0	0	833	0	833
Due from Other Governments	16,081,238	0	2,665,578	0	0	0	464	18,747,280
Property Taxes Receivable	0	0	16,226,692	0	0	0	0	16,226,692
Allowance for Uncollectible Property Taxes	0	0	(799,195)	0	0	0	0	(799,195)
Total Assets	\$ 16,081,238	\$ 104,076	\$ 18,641,885	\$ 10,177	\$ 8,514,970	\$ 693,862	\$ 416,946	\$ 44,463,154
LIABILITIES								
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 70	\$ 0	\$ 0	\$ 48	\$ 118
Accrued Payroll	0	0	0	0	0	0	627	627
Due to Other Funds	0	0	0	0	0	150,000	0	150,000
Due to Other Taxing Units	16,081,238	104,076	3,336,103	0	0	0	0	19,521,417
Total Liabilities	\$ 16,081,238	\$ 104,076	\$ 3,336,103	\$ 70	\$ 0	\$ 150,000	\$ 675	\$ 19,672,162

(Continued)

Exhibit J-1

Rutherford County, Tennessee
Combining Statement of Net Position
Custodial Funds (Cont.)

	Custodial Funds							Total
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu - tional Officers - Custodial	Flexible Benefits	District Attorney General	
<u>DEFERRED INFLOWS OF RESOURCES</u>								
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 15,305,782	\$ 0	\$ 0	\$ 0	\$ 0	\$ 15,305,782
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 15,305,782</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 15,305,782</u>
 <u>NET POSITION</u>								
Restricted for Amounts Held for Other Employee Benefits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 543,862	\$ 0	\$ 543,862
Restricted for Individuals, Organizations, and Other Governments	0	0	0	10,107	8,514,970	0	416,271	8,941,348
Total Net Position	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,107</u>	<u>\$ 8,514,970</u>	<u>\$ 543,862</u>	<u>\$ 416,271</u>	<u>\$ 9,485,210</u>

Exhibit J-2

Rutherford County, Tennessee
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2021

	Custodial Funds							
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu- tional Officers - Custodial	Flexible Benefits	District Attorney General	Total
<u>Additions</u>								
Other Employee Benefit Charges/Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,426,055	\$ 0	\$ 1,426,055
Sales Tax Collections for Other Governments	101,832,756	0	0	0	0	0	0	101,832,756
Property Tax Collections for Other Governments	0	12,207,296	0	0	0	0	0	12,207,296
ADA - Educational Funds Collected for Cities	0	0	31,094,954	0	0	0	0	31,094,954
Fines/Fees and Other Collections	0	0	0	0	95,219,242	0	0	95,219,242
District Attorney General Collections	0	0	0	0	0	0	30,762	30,762
Total Additions	\$ 101,832,756	\$ 12,207,296	\$ 31,094,954	\$ 0	\$ 95,219,242	\$ 1,426,055	\$ 30,762	\$ 241,811,065
<u>Deductions</u>								
Other Fringe Benefits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,355,480	\$ 0	\$ 1,355,480
Payment of Property Tax Collections to Other Governments	101,832,756	0	0	0	0	0	0	101,832,756
Payment of Property Tax Collections to Other Governments	0	12,300,697	0	0	0	0	0	12,300,697
Payments to City School Systems	0	0	31,370,304	0	0	0	0	31,370,304
Payments to State	0	0	0	0	33,363,976	0	0	33,363,976
Payments to County/City	0	0	0	0	39,350,002	0	0	39,350,002
Payments to Individuals and Others	0	0	0	457	23,792,448	0	0	23,792,905
Payment of District Attorney General Expenses	0	0	0	0	0	0	27,561	27,561
Total Deductions	\$ 101,832,756	\$ 12,300,697	\$ 31,370,304	\$ 457	\$ 96,506,426	\$ 1,355,480	\$ 27,561	\$ 243,393,681
Change in Net Position	\$ 0	\$ (93,401)	\$ (275,350)	\$ (457)	\$ (1,287,184)	\$ 70,575	\$ 3,201	\$ (1,582,616)
Net Position July 1, 2020	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 473,287	\$ 0	\$ 473,287
Restatement - See Note I.D.11	0	93,401	275,350	10,564	9,802,154	0	413,070	10,594,539
Net Position June 30, 2021	\$ 0	\$ 0	\$ 0	\$ 10,107	\$ 8,514,970	\$ 543,862	\$ 416,271	\$ 9,485,210

Rutherford County School Department

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

Internal School Fund – The Internal School Fund is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities.

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

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

Endowment Fund – The Endowment Fund is used to account for an endowment received by the school department for which the principal amount must remain intact while interest earned on the principal is to fund a scholarship at Eagleville High School.

Exhibit K-1

Rutherford County, Tennessee
Statement of Activities
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:					
Instruction	\$ 286,189,929	\$ 338,194	\$ 25,181,725	\$ 4,260,984	\$ (256,409,026)
Support Services	171,325,594	18,688,348	4,032,237	0	(148,605,009)
Operation of Non-instructional Services	36,436,741	1,114,472	16,892,171	0	(18,430,098)
Total Governmental Activities	\$ 493,952,264	\$ 20,141,014	\$ 46,106,133	\$ 4,260,984	\$ (423,444,133)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 98,180,568
Payments in-Lieu-of Tax					139,386
Local Option Sales Tax					82,959,390
Wheel Tax					4,495,203
Business Tax					3,259,963
Mixed Drink Tax					546,175
Grants and Contributions Not Restricted for Specific Programs					333,868,284
Unrestricted Investment Income					1,000,150
Miscellaneous					277,096
Total General Revenues					\$ 524,726,215
Change in Net Position					\$ 101,282,082
Net Position, July 1, 2020					537,176,129
Restatement - See Note I.D.11					6,437,963
Net Position, June 30, 2021					\$ 644,896,174

Exhibit K-2

Rutherford County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Rutherford County School Department
June 30, 2021

	Major Funds		Nonmajor Funds	
	General Purpose School	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>				
Cash	\$ 3,823	\$ 0	\$ 7,981,407	\$ 7,985,230
Equity in Pooled Cash and Investments	109,025,933	34,592,894	13,198,922	156,817,749
Inventories	0	0	513,477	513,477
Accounts Receivable	456,584	0	10,553	467,137
Due from Other Governments	19,033,554	0	4,027,010	23,060,564
Due from Other Funds	622,571	0	54	622,625
Property Taxes Receivable	94,915,037	0	5,862,279	100,777,316
Allowance for Uncollectible Property Taxes	(4,674,740)	0	(297,640)	(4,972,380)
Prepaid Items	112,193	0	0	112,193
Other Current Assets	0	0	5,805	5,805
Restricted Assets	4,157,753	0	0	4,157,753
Total Assets	<u>\$ 223,652,708</u>	<u>\$ 34,592,894</u>	<u>\$ 31,301,867</u>	<u>\$ 289,547,469</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 5,907,017	\$ 0	\$ 226,461	\$ 6,133,478
Accrued Payroll	32,162,662	0	919,896	33,082,558
Payroll Deductions Payable	6,717	0	0	6,717
Due to Other Funds	54	0	622,571	622,625
Total Liabilities	<u>\$ 38,076,450</u>	<u>\$ 0</u>	<u>\$ 1,768,928</u>	<u>\$ 39,845,378</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 89,528,345	\$ 0	\$ 5,504,943	\$ 95,033,288
Deferred Delinquent Property Taxes	549,317	0	46,059	595,376

(Continued)

Exhibit K-2

Rutherford County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Rutherford County School Department (Cont.)

	Major Funds		Nonmajor Funds	
	General Purpose School	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>				
Other Deferred/Unavailable Revenue	\$ 7,505,144	\$ 0	\$ 0	\$ 7,505,144
Total Deferred Inflows of Resources	\$ 97,582,806	\$ 0	\$ 5,551,002	\$ 103,133,808
<u>FUND BALANCES</u>				
Nonspendable:				
Inventory	\$ 0	\$ 0	\$ 513,477	\$ 513,477
Prepaid Items	112,193	0	0	112,193
Restricted:				
Restricted for Education	1,018,381	0	13,693,376	14,711,757
Restricted for Capital Projects	0	34,592,894	7,775,084	42,367,978
Restricted for Hybrid Retirement Stabilization Funds	4,157,753	0	0	4,157,753
Committed:				
Committed for Education	266,120	0	2,000,000	2,266,120
Assigned:				
Assigned for Education	17,704,638	0	0	17,704,638
Unassigned	64,734,367	0	0	64,734,367
Total Fund Balances	\$ 87,993,452	\$ 34,592,894	\$ 23,981,937	\$ 146,568,283
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 223,652,708	\$ 34,592,894	\$ 31,301,867	\$ 289,547,469

Exhibit K-3

Rutherford County, Tennessee

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

Discretely Presented Rutherford County School Department

June 30, 2021

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

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$	146,568,283
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	23,972,236	
Add: construction in progress		146,744,844	
Add: buildings and improvements net of accumulated depreciation		431,038,063	
Add: intangible assets net of accumulated depreciation		34,490	
Add: other capital assets net of accumulated depreciation		<u>7,014,077</u>	608,803,710
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: contributions due on primary government debt for other loans	\$	(1,161,597)	
Less: other postemployment benefits liability		(149,056,443)	
Less: compensated absences payable		<u>(1,965,061)</u>	(152,183,101)
(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 and OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	37,866,015	
Add: deferred outflows of resources related to OPEB		11,654,480	
Less: deferred inflows of resources related to pensions		(18,685,878)	
Less: deferred inflows of resources related to OPEB		<u>(39,351,219)</u>	(8,516,602)
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension asset - agent plan	\$	4,563,936	
Add: net pension asset - teacher retirement plan		2,532,659	
Add: net pension asset - teacher legacy pension plan		<u>35,026,769</u>	42,123,364
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>8,100,520</u>
Net position of governmental activities (Exhibit A)		\$	<u>644,896,174</u>

Exhibit K-4

Rutherford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

	<u>Major Funds</u>		<u>Nonmajor</u> <u>Funds</u>	
	<u>General</u> <u>Purpose</u> <u>School</u>	<u>Other</u> <u>Capital</u> <u>Projects</u>	<u>Other</u> <u>Govern-</u> <u>mental</u> <u>Funds</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<u>Revenues</u>				
Local Taxes	\$ 180,353,075	\$ 0	\$ 7,868,028	\$ 188,221,103
Licenses and Permits	13,250	0	0	13,250
Charges for Current Services	334,293	0	1,063,304	1,397,597
Other Local Revenues	3,145,574	0	18,251,163	21,396,737
State of Tennessee	244,030,277	0	163,746	244,194,023
Federal Government	2,711,071	0	46,646,997	49,358,068
Other Governments and Citizens Groups	0	89,297,413	0	89,297,413
Total Revenues	<u>\$ 430,587,540</u>	<u>\$ 89,297,413</u>	<u>\$ 73,993,238</u>	<u>\$ 593,878,191</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 278,210,364	\$ 0	\$ 17,879,560	\$ 296,089,924
Support Services	127,456,825	0	8,515,858	135,972,683
Operation of Non-Instructional Services	3,599,743	0	33,172,755	36,772,498
Capital Outlay	20,700	0	283,134	303,834
Debt Service:				
Other Debt Service	648,922	0	0	648,922
Capital Projects	0	55,548,654	6,309,501	61,858,155
Total Expenditures	<u>\$ 409,936,554</u>	<u>\$ 55,548,654</u>	<u>\$ 66,160,808</u>	<u>\$ 531,646,016</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 20,650,986</u>	<u>\$ 33,748,759</u>	<u>\$ 7,832,430</u>	<u>\$ 62,232,175</u>

(Continued)

Exhibit K-4

Rutherford County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds

Discretely Presented Rutherford County School Department (Cont.)

	Major Funds		Nonmajor Funds	
	General Purpose School	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 1,942,446	\$ 0	\$ 1,000,000	\$ 2,942,446
Transfers Out	(1,000,000)	0	(1,942,446)	(2,942,446)
Total Other Financing Sources (Uses)	<u>\$ 942,446</u>	<u>\$ 0</u>	<u>\$ (942,446)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 21,593,432	\$ 33,748,759	\$ 6,889,984	\$ 62,232,175
Restatement	0	0	6,437,963	6,437,963
Fund Balance, July 1, 2020	<u>66,400,020</u>	<u>844,135</u>	<u>10,653,990</u>	<u>77,898,145</u>
Fund Balance, June 30, 2021	<u><u>\$ 87,993,452</u></u>	<u><u>\$ 34,592,894</u></u>	<u><u>\$ 23,981,937</u></u>	<u><u>\$ 146,568,283</u></u>

Exhibit K-5

Rutherford County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

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

Net change in fund balances - total governmental funds (Exhibit K-4)		\$ 62,232,175
(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	\$ 40,438,908	
Less: current-year depreciation expense	<u>(16,771,889)</u>	23,667,019
(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		(194,057)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2020	\$ (6,734,263)	
Add: deferred delinquent property taxes and other deferred June 30, 2021	<u>8,100,520</u>	1,366,257
(4) The contributions of long-term debt (e.g., notes and lease) by the primary government provide current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on loans to primary government		358,913
(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 other postemployment benefits liability	\$ (11,391,189)	
Change in compensated absences payable	(184,251)	
Change in deferred outflows of resources related to pensions	4,713,732	
Change in deferred outflows of resources related to OPEB	3,365,372	
Change in deferred inflows of resources related to pensions	25,829,352	
Change in deferred inflows of resources related to OPEB	5,650,150	
Change in net pension asset - agent plan	(3,178,834)	
Change in net pension asset - teacher retirement plan	107,201	
Change in net pension asset - teacher legacy pension plan	<u>(11,059,758)</u>	<u>13,851,775</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 101,282,082</u>

Exhibit K-6

Rutherford County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Rutherford County School Department
June 30, 2021

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Education Capital Projects	
<u>ASSETS</u>						
Cash	\$ 0	\$ 502,923	\$ 7,478,484	\$ 7,981,407	\$ 0	\$ 7,981,407
Equity in Pooled Cash and Investments	158,129	5,252,058	0	5,410,187	7,788,735	13,198,922
Inventories	0	398,927	114,550	513,477	0	513,477
Accounts Receivable	0	1,136	8,910	10,046	507	10,553
Due from Other Governments	3,559,230	459,196	0	4,018,426	8,584	4,027,010
Due from Other Funds	0	54	0	54	0	54
Property Taxes Receivable	0	0	0	0	5,862,279	5,862,279
Allowance for Uncollectible Property Taxes	0	0	0	0	(297,640)	(297,640)
Other Current Assets	0	0	5,805	5,805	0	5,805
Total Assets	\$ 3,717,359	\$ 6,614,294	\$ 7,607,749	\$ 17,939,402	\$ 13,362,465	\$ 31,301,867
<u>LIABILITIES</u>						
Accounts Payable	\$ 164,849	\$ 8,673	\$ 16,560	\$ 190,082	\$ 36,379	\$ 226,461
Accrued Payroll	919,896	0	0	919,896	0	919,896
Due to Other Funds	622,571	0	0	622,571	0	622,571
Total Liabilities	\$ 1,707,316	\$ 8,673	\$ 16,560	\$ 1,732,549	\$ 36,379	\$ 1,768,928
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,504,943	\$ 5,504,943
Deferred Delinquent Property Taxes	0	0	0	0	46,059	46,059
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,551,002	\$ 5,551,002

(Continued)

Exhibit K-6

Rutherford County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Rutherford County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Education Capital Projects	
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 398,927	\$ 114,550	\$ 513,477	\$ 0	\$ 513,477
Restricted:						
Restricted for Education	10,043	6,206,694	7,476,639	13,693,376	0	13,693,376
Restricted for Capital Projects	0	0	0	0	7,775,084	7,775,084
Committed:						
Committed for Education	2,000,000	0	0	2,000,000	0	2,000,000
Total Fund Balances	<u>\$ 2,010,043</u>	<u>\$ 6,605,621</u>	<u>\$ 7,591,189</u>	<u>\$ 16,206,853</u>	<u>\$ 7,775,084</u>	<u>\$ 23,981,937</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,717,359</u>	<u>\$ 6,614,294</u>	<u>\$ 7,607,749</u>	<u>\$ 17,939,402</u>	<u>\$ 13,362,465</u>	<u>\$ 31,301,867</u>

Exhibit K-7

Rutherford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Education Capital Projects	
<u>Revenues</u>						
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,868,028	\$ 7,868,028
Charges for Current Services	0	1,063,304	0	1,063,304	0	1,063,304
Other Local Revenues	0	12,264	18,238,899	18,251,163	0	18,251,163
State of Tennessee	0	163,746	0	163,746	0	163,746
Federal Government	29,896,004	16,750,993	0	46,646,997	0	46,646,997
Total Revenues	\$ 29,896,004	\$ 17,990,307	\$ 18,238,899	\$ 66,125,210	\$ 7,868,028	\$ 73,993,238
<u>Expenditures</u>						
Current:						
Instruction	\$ 17,879,560	\$ 0	\$ 0	\$ 17,879,560	\$ 0	\$ 17,879,560
Support Services	8,321,119	39,732	0	8,360,851	155,007	8,515,858
Operation of Non-Instructional Services	1,511,852	14,575,230	17,085,673	33,172,755	0	33,172,755
Capital Outlay	283,134	0	0	283,134	0	283,134
Capital Projects	0	0	0	0	6,309,501	6,309,501
Total Expenditures	\$ 27,995,665	\$ 14,614,962	\$ 17,085,673	\$ 59,696,300	\$ 6,464,508	\$ 66,160,808
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,900,339	\$ 3,375,345	\$ 1,153,226	\$ 6,428,910	\$ 1,403,520	\$ 7,832,430
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 1,000,000	\$ 0	\$ 0	\$ 1,000,000	\$ 0	\$ 1,000,000
Transfers Out	(1,927,551)	(14,895)	0	(1,942,446)	0	(1,942,446)
Total Other Financing Sources (Uses)	\$ (927,551)	\$ (14,895)	\$ 0	\$ (942,446)	\$ 0	\$ (942,446)

(Continued)

Exhibit K-7

Rutherford County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Rutherford County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Education Capital Projects	
Net Change in Fund Balances	\$ 972,788	\$ 3,360,450	\$ 1,153,226	\$ 5,486,464	\$ 1,403,520	\$ 6,889,984
Restatement	0	0	6,437,963	6,437,963	0	6,437,963
Fund Balance, July 1, 2020	1,037,255	3,245,171	0	4,282,426	6,371,564	10,653,990
Fund Balance, June 30, 2021	\$ 2,010,043	\$ 6,605,621	\$ 7,591,189	\$ 16,206,853	\$ 7,775,084	\$ 23,981,937

Exhibit K-8

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
General Purpose School Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 180,353,075	\$ 0	\$ 0	\$ 180,353,075	\$ 162,224,666	\$ 176,746,850	\$ 3,606,225
Licenses and Permits	13,250	0	0	13,250	12,000	12,000	1,250
Charges for Current Services	334,293	0	0	334,293	177,000	127,000	207,293
Other Local Revenues	3,145,574	0	0	3,145,574	1,728,370	2,122,833	1,022,741
State of Tennessee	244,030,277	0	0	244,030,277	241,168,018	246,284,769	(2,254,492)
Federal Government	2,711,071	0	0	2,711,071	1,230,000	2,631,858	79,213
Total Revenues	\$ 430,587,540	\$ 0	\$ 0	\$ 430,587,540	\$ 406,540,054	\$ 427,925,310	\$ 2,662,230
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 228,023,034	\$ (3,613,901)	\$ 751,894	\$ 225,161,027	\$ 230,117,301	\$ 236,129,356	\$ 10,968,329
Alternative Instruction Program	2,475,142	0	94	2,475,236	2,423,177	2,560,960	85,724
Special Education Program	32,590,061	0	19,735	32,609,796	35,150,163	35,930,651	3,320,855
Career and Technical Education Program	14,262,520	(58,747)	180,588	14,384,361	15,874,681	15,998,701	1,614,340
COVID-19 Expenditures	859,607	0	0	859,607	0	859,607	0
<u>Support Services</u>							
Attendance	1,039,411	0	0	1,039,411	1,047,027	1,104,022	64,611
Health Services	4,454,397	0	0	4,454,397	5,360,657	4,915,036	460,639
Other Student Support	12,505,024	(181,672)	0	12,323,352	12,626,430	13,232,978	909,626
Regular Instruction Program	10,731,556	(6,743)	105,701	10,830,514	10,573,872	11,798,214	967,700
Alternative Instruction Program	1,013,017	(850)	0	1,012,167	1,029,706	1,050,764	38,597
Special Education Program	2,108,835	0	75	2,108,910	1,616,345	2,423,582	314,672
Career and Technical Education Program	446,632	0	6,965	453,597	513,892	532,371	78,774
Technology	4,048,279	(216,851)	943,102	4,774,530	4,995,325	5,017,655	243,125
Adult Programs	170,019	0	0	170,019	170,412	172,040	2,021
Board of Education	7,839,671	0	4,966	7,844,637	8,271,221	8,558,240	713,603
Director of Schools	877,372	(1,570)	3,136	878,938	972,649	984,291	105,353
Office of the Principal	24,008,365	(198)	7,027	24,015,194	24,644,648	25,080,195	1,065,001
Fiscal Services	1,329,000	0	752	1,329,752	1,436,186	1,467,792	138,040

(Continued)

Exhibit K-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Human Services/Personnel	\$ 569,215	\$ 0	\$ 0	\$ 569,215	\$ 629,323	\$ 644,318	\$ 75,103
Operation of Plant	26,903,521	(168,866)	473,541	27,208,196	28,948,532	30,656,870	3,448,674
Maintenance of Plant	8,443,348	(204,977)	639,039	8,877,410	8,883,415	9,964,028	1,086,618
Transportation	20,969,163	(9,975)	130,003	21,089,191	22,090,671	23,372,359	2,283,168
<u>Operation of Non-Instructional Services</u>							
Community Services	12,589	0	0	12,589	42,000	42,000	29,411
Early Childhood Education	3,587,154	(7,417)	0	3,579,737	3,523,427	3,740,887	161,150
<u>Capital Outlay</u>							
Regular Capital Outlay	20,700	(18,250)	38,517	40,967	75,000	75,000	34,033
<u>Principal on Debt</u>							
Education	0	0	0	0	684,461	61,058	61,058
<u>Interest on Debt</u>							
Education	0	0	0	0	21,048	3,029	3,029
<u>Other Debt Service</u>							
Education	648,922	0	0	648,922	0	648,922	0
Total Expenditures	\$ 409,936,554	\$ (4,490,017)	\$ 3,305,135	\$ 408,751,672	\$ 421,721,569	\$ 437,024,926	\$ 28,273,254
Excess (Deficiency) of Revenues Over Expenditures	\$ 20,650,986	\$ 4,490,017	\$ (3,305,135)	\$ 21,835,868	\$ (15,181,515)	\$ (9,099,616)	\$ 30,935,484
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 1,942,446	\$ 0	\$ 0	\$ 1,942,446	\$ 150,000	\$ 8,411,108	\$ (6,468,662)
Transfers Out	(1,000,000)	0	0	(1,000,000)	0	(2,500,000)	1,500,000
Total Other Financing Sources	\$ 942,446	\$ 0	\$ 0	\$ 942,446	\$ 150,000	\$ 5,911,108	\$ (4,968,662)
Net Change in Fund Balance	\$ 21,593,432	\$ 4,490,017	\$ (3,305,135)	\$ 22,778,314	\$ (15,031,515)	\$ (3,188,508)	\$ 25,966,822
Fund Balance, July 1, 2020	66,400,020	(4,490,017)	0	61,910,003	58,471,595	58,471,595	3,438,408
Fund Balance, June 30, 2021	\$ 87,993,452	\$ 0	\$ (3,305,135)	\$ 84,688,317	\$ 43,440,080	\$ 55,283,087	\$ 29,405,230

Exhibit K-9

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
School Federal Projects Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Federal Government	\$ 29,896,004	\$ 0	\$ 0	\$ 29,896,004	\$ 21,237,589	\$ 46,457,706	\$ (16,561,702)
Total Revenues	\$ 29,896,004	\$ 0	\$ 0	\$ 29,896,004	\$ 21,237,589	\$ 46,457,706	\$ (16,561,702)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 12,998,620	\$ 0	\$ 2,625	\$ 13,001,245	\$ 7,440,969	\$ 17,100,239	\$ 4,098,994
Alternative Instruction Program	8,043	0	0	8,043	0	8,043	0
Special Education Program	4,074,798	(2,261)	6,357	4,078,894	3,936,741	5,121,325	1,042,431
Career and Technical Education Program	798,099	(30,090)	0	768,009	495,183	863,375	95,366
<u>Support Services</u>							
Attendance	3,007	0	0	3,007	0	3,007	0
Health Services	292,595	0	0	292,595	261,034	590,153	297,558
Other Student Support	1,431,358	0	0	1,431,358	1,365,178	2,873,861	1,442,503
Regular Instruction Program	3,634,375	0	1,061	3,635,436	3,625,310	5,080,120	1,444,684
Alternative Instruction Program	3,895	0	0	3,895	0	3,895	0
Special Education Program	2,392,560	(4,904)	0	2,387,656	2,306,700	2,720,044	332,388
Career and Technical Education Program	12,871	0	0	12,871	36,500	18,391	5,520
Technology	15,699	0	0	15,699	26,912	16,030	331
Adult Programs	700	0	0	700	0	700	0
Director of Schools	3,360	0	0	3,360	0	3,360	0
Office of the Principal	81,830	0	0	81,830	0	188,851	107,021
Fiscal Services	4,989	0	0	4,989	0	73,979	68,990
Human Services/Personnel	1,933	0	0	1,933	0	1,933	0
Operation of Plant	42,529	0	0	42,529	0	1,176,913	1,134,384
Maintenance of Plant	17,709	0	0	17,709	0	18,709	1,000
Transportation	381,709	0	0	381,709	336,150	481,616	99,907
<u>Operation of Non-Instructional Services</u>							
Food Service	1,500,000	0	0	1,500,000	0	1,500,000	0
Early Childhood Education	11,852	0	0	11,852	0	13,412	1,560

(Continued)

Exhibit K-9

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Capital Outlay</u>							
Regular Capital Outlay	\$ 283,134	\$ 0	\$ 0	\$ 283,134	\$ 0	\$ 5,553,000	\$ 5,269,866
Total Expenditures	\$ 27,995,665	\$ (37,255)	\$ 10,043	\$ 27,968,453	\$ 19,830,677	\$ 43,410,956	\$ 15,442,503
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,900,339	\$ 37,255	\$ (10,043)	\$ 1,927,551	\$ 1,406,912	\$ 3,046,750	\$ (1,119,199)
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 1,000,000	\$ 0	\$ 0	\$ 1,000,000	\$ 310,459	\$ 27,944	\$ 972,056
Transfers Out	(1,927,551)	0	0	(1,927,551)	(1,717,371)	(3,074,694)	1,147,143
Total Other Financing Sources	\$ (927,551)	\$ 0	\$ 0	\$ (927,551)	\$ (1,406,912)	\$ (3,046,750)	\$ 2,119,199
Net Change in Fund Balance	\$ 972,788	\$ 37,255	\$ (10,043)	\$ 1,000,000	\$ 0	\$ 0	\$ 1,000,000
Fund Balance, July 1, 2020	1,037,255	(37,255)	0	1,000,000	0	0	1,000,000
Fund Balance, June 30, 2021	\$ 2,010,043	\$ 0	\$ (10,043)	\$ 2,000,000	\$ 0	\$ 0	\$ 2,000,000

Exhibit K-10

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 1,063,304	\$ 0	\$ 1,063,304	\$ 7,703,742	\$ 1,064,932	\$ (1,628)
Other Local Revenues	12,264	0	12,264	20,000	11,000	1,264
State of Tennessee	163,746	0	163,746	176,460	176,460	(12,714)
Federal Government	16,750,993	0	16,750,993	11,977,836	18,327,265	(1,576,272)
Total Revenues	\$ 17,990,307	\$ 0	\$ 17,990,307	\$ 19,878,038	\$ 19,579,657	\$ (1,589,350)
<u>Expenditures</u>						
<u>Support Services</u>						
Board of Education	\$ 39,732	\$ 0	\$ 39,732	\$ 69,300	\$ 69,300	\$ 29,568
<u>Operation of Non-Instructional Services</u>						
Food Service	14,575,230	251,220	14,826,450	21,267,966	22,469,585	7,643,135
Total Expenditures	\$ 14,614,962	\$ 251,220	\$ 14,866,182	\$ 21,337,266	\$ 22,538,885	\$ 7,672,703
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,375,345	\$ (251,220)	\$ 3,124,125	\$ (1,459,228)	\$ (2,959,228)	\$ 6,083,353
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (14,895)	\$ 0	\$ (14,895)	\$ (20,000)	\$ (20,000)	\$ 5,105
Total Other Financing Sources	\$ (14,895)	\$ 0	\$ (14,895)	\$ (20,000)	\$ (20,000)	\$ 5,105
Net Change in Fund Balance	\$ 3,360,450	\$ (251,220)	\$ 3,109,230	\$ (1,479,228)	\$ (2,979,228)	\$ 6,088,458
Fund Balance, July 1, 2020	3,245,171	0	3,245,171	3,245,171	3,245,171	0
Fund Balance, June 30, 2021	\$ 6,605,621	\$ (251,220)	\$ 6,354,401	\$ 1,765,943	\$ 265,943	\$ 6,088,458

Exhibit K-11

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2021

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2020	Add: Encumbrances 6/30/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 7,868,028	\$ 0	\$ 0	\$ 7,868,028	\$ 7,574,048	\$ 7,777,867	\$ 90,161
Total Revenues	\$ 7,868,028	\$ 0	\$ 0	\$ 7,868,028	\$ 7,574,048	\$ 7,777,867	\$ 90,161
<u>Expenditures</u>							
<u>Support Services</u>							
Board of Education	\$ 155,007	\$ 0	\$ 0	\$ 155,007	\$ 160,000	\$ 170,000	\$ 14,993
<u>Capital Projects</u>							
Education Capital Projects	6,309,501	(2,295,279)	2,564,032	6,578,254	7,323,066	9,804,145	3,225,891
Total Expenditures	\$ 6,464,508	\$ (2,295,279)	\$ 2,564,032	\$ 6,733,261	\$ 7,483,066	\$ 9,974,145	\$ 3,240,884
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,403,520	\$ 2,295,279	\$ (2,564,032)	\$ 1,134,767	\$ 90,982	\$ (2,196,278)	\$ 3,331,045
Net Change in Fund Balance	\$ 1,403,520	\$ 2,295,279	\$ (2,564,032)	\$ 1,134,767	\$ 90,982	\$ (2,196,278)	\$ 3,331,045
Fund Balance, July 1, 2020	6,371,564	(2,295,279)	0	4,076,285	4,076,285	4,076,285	0
Fund Balance, June 30, 2021	\$ 7,775,084	\$ 0	\$ (2,564,032)	\$ 5,211,052	\$ 4,167,267	\$ 1,880,007	\$ 3,331,045

Exhibit K-12

Rutherford County, Tennessee
Statement of Fiduciary Net Position
Discretely Presented Rutherford County School Department
Fiduciary Fund
June 30, 2021

	Private- Purpose Trust Fund <hr/> Endowment Fund <hr/>
<u>ASSETS</u>	
Equity in Pooled Cash and Investments	\$ 28,783
Total Assets	<hr/> \$ 28,783 <hr/>
<u>NET POSITION</u>	
Held in Trust for Scholarships	<hr/> \$ 28,783 <hr/>

Exhibit K-13

Rutherford County, Tennessee
Statement of Changes in Fiduciary Net Position
Discretely Presented Rutherford County School Department
Fiduciary Fund
For the Year Ended June 30, 2021

	Private- Purpose Trust Fund <hr/> Endowment Fund <hr/>
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 248
Total Additions	<hr/> \$ 248 <hr/>
<u>DEDUCTIONS</u>	
Education:	
Scholarship	\$ 248
Total Deductions	<hr/> \$ 248 <hr/>
Change in Net Position	\$ 0
Net Position, July 1, 2020	<hr/> 28,783 <hr/>
Net Position, June 30, 2021	<hr/> \$ 28,783 <hr/>

MISCELLANEOUS SCHEDULES

Exhibit L-1

Rutherford County, Tennessee
Schedule of Changes in Long-term Other Loans and Bonds
For the Year Ended June 30, 2021

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-20	Issued During Period	Paid and/or Matured During Period	Debt Refunded	Outstanding 6-30-21
<u>OTHER LOANS PAYABLE</u>									
<u>Payable by School Department Contributions from the General Purpose School Fund to the General Debt Service Fund</u>									
Energy Efficiency Loan	\$ 668,297	0.75	% 9-15-16	10-1-20	\$ 56,453	\$ 0	\$ 56,453	\$ 0	\$ 0
Energy Efficiency Loan	2,133,645	1.00	3-20-17	3-1-25	1,464,057	0	302,460	0	1,161,597
<u>Payable through General Debt Service Fund</u>									
Energy Efficiency Loan	980,761	1.00	6-5-19	9-1-23	973,218	7,543	269,490	0	711,271
Total Other Loans Payable					<u>\$ 2,493,728</u>	<u>\$ 7,543</u>	<u>\$ 628,403</u>	<u>\$ 0</u>	<u>\$ 1,872,868</u>
<u>BONDS PAYABLE</u>									
<u>Payable through General Debt Service Fund</u>									
Refunding Bonds	88,800,000	2.48	9-28-10	4-1-26	\$ 42,270,000	\$ 0	\$ 7,745,000	\$ 0	\$ 34,525,000
School Facilities, Public Improvement and Refunding	69,280,000	2.4245	2-15-12	4-1-32	47,100,000	0	3,350,000	36,650,000	7,100,000
Refunding Bonds	38,410,000	2.4214	2-27-13	4-1-30	29,540,000	0	4,455,000	23,750,000	1,335,000
Refunding Bonds	27,290,000	1.5833	2-27-13	3-31-21	3,835,000	0	3,835,000	0	0
School Facilities, Public Improvement and Refunding	31,000,000	2.8396	6-12-14	4-1-34	24,210,000	0	1,330,000	0	22,880,000
Public Improvements	2,570,000	3.6776	6-12-14	4-1-34	2,100,000	0	125,000	0	1,975,000
School Facilities, Public Improvement	33,863,825	2.8757	5-14-15	4-1-35	28,310,000	0	1,345,000	0	26,965,000
Refunding Bonds	23,930,000	2.2522	5-14-15	4-1-28	19,865,000	0	2,140,000	0	17,725,000
Refunding Bonds	25,640,000	1.5655	9-15-16	4-1-29	23,570,000	0	2,175,000	0	21,395,000
School Facilities, Public Improvements	101,000,000	2.3686	9-28-16	4-1-36	91,370,000	0	4,085,000	0	87,285,000
School Facilities, Public Improvements	81,530,000	2.6657	11-28-17	4-1-38	76,095,000	0	2,920,000	0	73,175,000
School Facilities, Public Improvements	40,680,000	3.9826	8-30-18	4-1-38	38,330,000	0	1,420,000	0	36,910,000
Public Improvement	14,610,000	5.0000	9-20-19	4-1-29	13,150,000	0	1,190,000	0	11,960,000
School Facilities, Public Improvements	90,370,000	2.7077	10-15-20	4-1-40	0	90,370,000	1,000,000	0	89,370,000
Refunding Bonds	64,100,000	1.3137	11-12-20	4-1-32	0	64,100,000	300,000	0	63,800,000
Total Bonds Payable					<u>\$ 439,745,000</u>	<u>\$ 154,470,000</u>	<u>\$ 37,415,000</u>	<u>\$ 60,400,000</u>	<u>\$ 496,400,000</u>

Exhibit L-2

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

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2022	\$ 631,860	\$ 15,840	\$ 647,700
2023	638,208	9,492	647,700
2024	366,913	4,122	371,035
2025	235,887	975	236,862
Total	\$ 1,872,868	\$ 30,429	\$ 1,903,297

Year Ending June 30	Bonds		
	Principal	Interest	Total
2022	\$ 37,690,000	\$ 17,316,219	\$ 55,006,219
2023	37,690,000	15,505,380	53,195,380
2024	34,425,000	13,767,217	48,192,217
2025	35,780,000	12,252,772	48,032,772
2026	36,925,000	11,036,114	47,961,114
2027	33,285,000	9,546,430	42,831,430
2028	34,430,000	8,265,525	42,695,525
2029	32,790,000	7,203,241	39,993,241
2030	28,925,000	6,206,527	35,131,527
2031	26,265,000	5,282,169	31,547,169
2032	27,165,000	4,397,936	31,562,936
2033	23,680,000	3,528,796	27,208,796
2034	24,360,000	2,864,090	27,224,090
2035	22,560,000	2,194,096	24,754,096
2036	20,655,000	1,572,994	22,227,994
2037	13,780,000	995,994	14,775,994
2038	14,145,000	618,204	14,763,204
2039	5,870,000	229,661	6,099,661
2040	5,980,000	119,600	6,099,600
Total	\$ 496,400,000	\$ 122,902,965	\$ 619,302,965

Exhibit L-3

Rutherford County, Tennessee
Schedule of Investments
June 30, 2021

<u>Fund and Type</u>	<u>Date of Purchase</u>	<u>Date of Maturity</u>	<u>Interest Rates</u>	<u>Amount</u>
<u>Constitutional Officers - Custodial Fund</u>				
<u>Clerk and Master</u>				
State Treasurer's Investment Pool	various	none	varies	\$ <u>7,735</u>
Total Investments				\$ <u><u>7,735</u></u>

Exhibit L-4

Rutherford County, Tennessee
Schedule of Notes Receivable
June 30, 2021

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rates	Balance 6-30-21
Industrial/Economic Development Fund:						
Construction/Renovations	Smyrna/Rutherford County Airport	\$ 639,724	8-17-06	9-17-23	2 %	\$ 87,860
Construction/Renovations	Smyrna/Rutherford County Airport	2,570,000	4-17-14	4-1-34	3.6	1,943,750
General Debt Service Fund:						
Rockvale Utility District Waterlines	City of Murfreesboro, Tennessee	1,820,785	Various	Various	0	<u>1,820,785</u>
Total						<u>\$ 3,852,395</u>

Exhibit L-5

Rutherford County, Tennessee

Schedule of Transfers

Primary Government and Discretely Presented Rutherford County School Department

For the Year Ended June 30, 2021

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Building Projects	\$ 805,909
Solid Waste/Sanitation	"	"	210,000
Industrial Development	General Debt Service	Debt Retirement	199,815
Drug Control	General	Salary Reimbursement	50,000
Worker's Compensation	"	Operations	321,275
Employee Insurance	"	"	<u>321,275</u>
Total Transfers Primary Government			<u>\$ 1,908,274</u>
<u>DISCRETELY PRESENTED RUTHERFORD COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect Cost	\$ 1,927,551
General Purpose School	School Federal Projects	Cash Flow	1,000,000
Central Cafeteria	General Purpose School	Salaries/Maintenance Reimbursement	<u>14,895</u>
Total Transfers Discretely Presented Rutherford County School Department			<u>\$ 2,942,446</u>

Exhibit L-6

Rutherford County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 165,551 (2)	\$ 100,000	RLI Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	157,669	100,000	"
Director of Schools	State Board of Education and Local Board of Education	161,826 (1)	100,000	Hartford Fire Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	130,305	15,075,185	"
Assessor of Property	Section 8-24-102, <i>TCA</i>	130,305 (2)	50,000	RLI Insurance Company
Director of Finance	County Commission	153,248 (3)	100,000	Hartford Fire Insurance Company
County Clerk	Section 8-24-102, <i>TCA</i>	130,305	100,000	"
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i> and County Commission	143,336 (4)	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i> , Chancery Court Judge and County Commission	130,305 (5)	100,000	"
Register of Deeds	Section 8-24-102, <i>TCA</i>	130,305	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i>	157,669 (6)	100,000	"
<u>Other Bonds</u>				
Employee Blanket Bond			475,000	Brit Global Specialty

- (1) Does not include a \$1,000 career ladder payment.
- (2) Does not include a Certified Public Administrator supplement of \$1,000.
- (3) Does not include longevity pay of \$575 and a salary supplement of \$1,800.
- (4) Includes \$13,031 for serving more than one court; does not include a training supplement of \$900.
- (5) Does not include special commissioner fees of \$8,130.
- (6) Does not include a law enforcement training supplement of \$800.

Exhibit L-7

Rutherford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2021

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 53,715,815	\$ 0	\$ 7,170,280	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	633,640	0	69,152	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	295,553	0	39,701	0	0	0
Interest and Penalty	117,991	0	15,645	0	0	0
Pickup Taxes	231,842	0	5,381	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	3,686	0	495	0	0	0
Payments in-Lieu-of Taxes - Other	7,628,089	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	1,581,277	4,743,832	0	0	0	0
Hotel/Motel Tax	3,974,176	0	0	0	0	0
Wheel Tax	3,945,563	0	0	0	0	0
Litigation Tax - General	553,174	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Litigation Tax - Courthouse Security	383,775	0	0	0	0	0
Business Tax	1,797,575	0	241,465	0	0	0
Mixed Drink Tax	14,558	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Adequate Facilities/Development Tax	3,076,125	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	964,628	0	0	0	0	0
Wholesale Beer Tax	959,873	0	0	0	0	0
Total Local Taxes	\$ 79,877,340	\$ 4,743,832	\$ 7,542,119	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Animal Registration	\$ 310,210	\$ 0	\$ 0	\$ 0	\$ 0	0
Animal Vaccination	31,535	0	0	0	0	0
Cable TV Franchise	990,187	0	0	0	0	0
<u>Permits</u>						
Building Permits	1,541,304	0	0	0	0	0
Electrical Permits	11,875	0	0	0	0	0
Plumbing Permits	149,580	0	0	0	0	0
Food Handling Permits	235	0	0	0	0	0
Other Permits	117,320	0	0	0	0	0
Total Licenses and Permits	\$ 3,152,246	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 20,313	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	91,906	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	42,508
Drug Court Fees	20,294	0	0	0	0	0
Veterans Treatment Court Fees	7,469	0	0	0	0	0
Jail Fees	25,934	0	0	0	0	0
Data Entry Fee - Circuit Court	15,178	0	0	0	0	0
Courtroom Security Fee	38,351	0	0	0	0	0
<u>Criminal Court</u>						
Officers Costs	48	0	0	0	0	0
Veterans Treatment Court Fees	5,568	0	0	0	0	0
DUI Treatment Fines	6,173	0	0	0	0	0
Victims Assistance Assessments	17,057	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court</u>						
Fines	\$ 177,584	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	293,891	0	0	0	0	0
Game and Fish Fines	621	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	13,035
Drug Court Fees	24,578	0	0	0	0	0
Veterans Treatment Court Fees	16,247	0	0	0	0	0
Jail Fees	70,565	0	0	0	0	0
DUI Treatment Fines	49,878	0	0	0	0	0
Data Entry Fee - General Sessions Court	60,064	0	0	0	0	0
Courtroom Security Fee	7,696	0	0	0	0	0
Victims Assistance Assessments	82,347	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	1,469	0	0	0	0	0
Officers Costs	15,778	0	0	0	0	0
Jail Fees	299,135	0	0	0	0	0
Data Entry Fee - Juvenile Court	4,046	0	0	0	0	0
Courtroom Security Fee	551	0	0	0	0	0
<u>Chancery Court</u>						
Data Entry Fee - Chancery Court	19,063	0	0	0	0	0
<u>Other Courts - In-county</u>						
Fines	43,206	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Victims Assistance Assessments	17,093	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	729,644
Total Fines, Forfeitures, and Penalties	\$ 1,432,103	\$ 0	\$ 0	\$ 0	\$ 0	785,187

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Tipping Fees	\$ 0	\$ 86,453	\$ 0	\$ 0	\$ 0	0
Surcharge - Host Agency	0	723,694	0	0	0	0
Patient Charges	83,158	0	8,554,104	0	0	0
Past Due Collections - Ambulance	0	0	208,602	0	0	0
Zoning Studies	90,502	0	0	0	0	0
Work Release Charges for Board	98,756	0	0	0	0	0
Other General Service Charges	0	0	1,313,110	0	0	0
<u>Fees</u>						
Subdivision Lot Fees	333,000	0	0	0	0	0
Archives and Records Management Fee	105,705	0	0	0	0	0
Greenbelt Late Application Fee	400	0	0	0	0	0
Telephone Commissions	621,936	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	167,568	0	0	0	0	0
Probation Fees	288,952	0	0	0	0	0
Data Processing Fee - Sheriff	22,132	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	10,050	0	0	0	0	0
Data Processing Fee - County Clerk	55,297	0	0	0	0	0
Vehicle Registration Reinstatement Fees	16,060	0	0	0	0	0
<u>Education Charges</u>						
Contract for Administrative Services with Other LEA's	443,776	0	0	0	0	0
TBI Criminal Background Fee	53,385	0	0	0	0	0
Other Charges for Services	10,151	0	62,260	0	0	0
Total Charges for Current Services	\$ 2,400,828	\$ 810,147	\$ 10,138,076	\$ 0	\$ 0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 719,758	\$ 0	\$ 0	\$ 76,267	\$ 431	\$ 4,603
Lease/Rentals	192,325	0	0	0	0	0
Sale of Materials and Supplies	5,714	0	7,530	0	0	23
Commissary Sales	157,719	0	0	0	0	0
Sale of Maps	14,427	0	0	0	0	0
Sale of Recycled Materials	1,998	415,758	0	0	0	0
Sale of Animals/Livestock	80,498	0	0	0	0	0
Miscellaneous Refunds	104,470	540	1,015	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	112,485	15,918	24,295	0	0	0
Sale of Property	810,760	0	0	0	0	0
Damages Recovered from Individuals	199	0	0	0	0	0
Contributions and Gifts	67,211	0	3,135	0	0	0
Performance Bond Forfeitures	192,860	0	0	0	0	0
<u>Other Local Revenues</u>	1,272	0	0	0	0	0
Total Other Local Revenues	\$ 2,461,696	\$ 432,216	\$ 35,975	\$ 76,267	\$ 431	\$ 4,626
<u>Fees Received From County Officials</u>						
<u>Excess Fees</u>						
County Clerk	\$ 2,916,122	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	400,000	0	0	0	0	0
Register	2,639,154	0	0	0	0	0
Trustee	6,996,314	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Fees Received From County Officials (Cont.)</u>						
<u>Fees In-Lieu-of Salary</u>						
Clerk and Master	\$ 550,409	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Sheriff	90,676	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 13,592,675</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 13,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	212,800	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	1,333,929	0	0	0	0	0
Other Health and Welfare Grants	57,724	0	0	0	0	0
<u>Public Works Grants</u>						
Litter Program	0	81,929	0	0	0	0
<u>Other State Revenues</u>						
Flood Control	0	0	0	0	0	0
Income Tax	278,639	0	0	0	0	0
Beer Tax	18,369	0	0	0	0	0
Vehicle Certificate of Title Fees	38,223	0	0	0	0	0
Alcoholic Beverage Tax	488,837	0	0	0	0	0
State Revenue Sharing - Telecommunications	413,220	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	21,122	0	0	0	0	0
Contracted Prisoner Boarding	3,398,383	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Registrar's Salary Supplement	\$ 15,164	\$ 0	\$ 0	\$ 0	\$ 0	0
Other State Grants	720,690	0	0	0	0	0
Other State Revenues	132,291	432,578	24,750	0	0	0
Total State of Tennessee	\$ 7,142,891	\$ 514,507	\$ 24,750	\$ 0	\$ 0	0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 184,058	\$ 0	\$ 0	\$ 0	\$ 0	0
Civil Defense Reimbursement	69,350	0	0	0	0	0
Homeland Security Grants	94,590	0	0	0	0	0
Law Enforcement Grants	59,933	0	0	0	0	0
COVID-19 Grant #4	4,873,350	0	0	0	0	0
Other Federal through State	1,560,858	519	21	0	0	0
<u>Direct Federal Revenue</u>						
Police Service (Lake Area)	46,558	0	0	0	0	0
Asset Forfeiture Funds	0	0	0	0	3,655	0
Public Safety Partnership and Community Policing - COPS	149,150	0	0	0	0	0
COVID-19 Grant #6	84,867	0	4,966	0	0	0
COVID-19 Grant #10	2,366,244	0	0	0	0	0
Other Direct Federal Revenue	973,291	0	106,846	0	0	0
Total Federal Government	\$ 10,462,249	\$ 519	\$ 111,833	\$ 0	\$ 3,655	0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Prisoner Board	\$ 5,796	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit L-7

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

		Special Revenue Funds					
		General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>Other Governments and Citizens Groups (Cont.)</u>							
<u>Other Governments (Cont.)</u>							
Contributions	\$	93,284	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services		385,560	0	0	0	0	0
<u>Other</u>							
Other		225	0	0	0	0	0
Total Other Governments and Citizens Groups	\$	484,865	\$ 0	\$ 0	\$ 0	\$ 0	0
Total	\$	121,006,893	\$ 6,501,221	\$ 17,852,753	\$ 76,267	\$ 4,086	\$ 789,813

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 0	\$ 0	\$ 995,905	\$ 47,846,174	\$ 0	\$ 109,728,174
Trustee's Collections - Prior Year	0	0	9,605	461,438	0	1,173,835
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	5,514	264,920	0	605,688
Interest and Penalty	0	0	2,172	100,869	0	236,677
Pickup Taxes	0	0	747	35,905	0	273,875
Payments in-Lieu-of Taxes - T.V.A.	0	0	69	3,304	0	7,554
Payments in-Lieu-of Taxes - Other	0	0	0	0	0	7,628,089
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	1,581,277	0	0	7,906,386
Hotel/Motel Tax	0	0	0	0	0	3,974,176
Wheel Tax	0	0	3,945,563	0	0	7,891,126
Litigation Tax - General	0	0	0	58,221	0	611,395
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	1,502,049	0	1,502,049
Litigation Tax - Courthouse Security	0	0	0	0	0	383,775
Business Tax	0	0	33,537	1,611,259	0	3,683,836
Mixed Drink Tax	0	0	0	0	0	14,558
Mineral Severance Tax	0	0	491,454	0	0	491,454
Adequate Facilities/Development Tax	0	0	0	3,076,125	0	6,152,250
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	964,628
Wholesale Beer Tax	0	0	0	0	0	959,873
Total Local Taxes	\$ 0	\$ 0	\$ 7,065,843	\$ 54,960,264	\$ 0	\$ 154,189,398

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Animal Registration	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	310,210
Animal Vaccination	0	0	0	0	0	31,535
Cable TV Franchise	0	0	0	0	0	990,187
<u>Permits</u>						
Building Permits	0	0	0	0	0	1,541,304
Electrical Permits	0	0	0	0	0	11,875
Plumbing Permits	0	0	0	0	0	149,580
Food Handling Permits	0	0	0	0	0	235
Other Permits	0	0	0	0	0	117,320
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	3,152,246
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	20,313
Officers Costs	0	0	0	0	0	91,906
Drug Control Fines	0	0	0	0	0	42,508
Drug Court Fees	0	0	0	0	0	20,294
Veterans Treatment Court Fees	0	0	0	0	0	7,469
Jail Fees	0	0	0	0	0	25,934
Data Entry Fee - Circuit Court	0	0	0	0	0	15,178
Courtroom Security Fee	0	0	0	0	0	38,351
<u>Criminal Court</u>						
Officers Costs	0	0	0	0	0	48
Veterans Treatment Court Fees	0	0	0	0	0	5,568
DUI Treatment Fines	0	0	0	0	0	6,173
Victims Assistance Assessments	0	0	0	0	0	17,057

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>General Sessions Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	177,584
Officers Costs	0	0	0	0	0	293,891
Game and Fish Fines	0	0	0	0	0	621
Drug Control Fines	0	0	0	0	0	13,035
Drug Court Fees	0	0	0	0	0	24,578
Veterans Treatment Court Fees	0	0	0	0	0	16,247
Jail Fees	0	0	0	0	0	70,565
DUI Treatment Fines	0	0	0	0	0	49,878
Data Entry Fee - General Sessions Court	0	0	0	0	0	60,064
Courtroom Security Fee	0	0	0	0	0	7,696
Victims Assistance Assessments	0	0	0	0	0	82,347
<u>Juvenile Court</u>						
Fines	0	0	0	0	0	1,469
Officers Costs	0	0	0	0	0	15,778
Jail Fees	0	0	0	0	0	299,135
Data Entry Fee - Juvenile Court	0	0	0	0	0	4,046
Courtroom Security Fee	0	0	0	0	0	551
<u>Chancery Court</u>						
Data Entry Fee - Chancery Court	0	0	0	0	0	19,063
<u>Other Courts - In-county</u>						
Fines	0	0	0	0	0	43,206
<u>Judicial District Drug Program</u>						
Victims Assistance Assessments	0	0	0	0	0	17,093
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	729,644
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,217,290

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	86,453
Surcharge - Host Agency	0	0	0	0	0	723,694
Patient Charges	0	0	0	0	0	8,637,262
Past Due Collections - Ambulance	0	0	0	0	0	208,602
Zoning Studies	0	0	0	0	0	90,502
Work Release Charges for Board	0	0	0	0	0	98,756
Other General Service Charges	0	0	0	0	0	1,313,110
<u>Fees</u>						
Subdivision Lot Fees	0	0	0	0	0	333,000
Archives and Records Management Fee	0	0	0	0	0	105,705
Greenbelt Late Application Fee	0	0	0	0	0	400
Telephone Commissions	0	0	0	0	0	621,936
Constitutional Officers' Fees and Commissions	0	5,454,047	0	0	0	5,454,047
Special Commissioner Fees/Special Master Fees	0	8,130	0	0	0	8,130
Data Processing Fee - Register	0	0	0	0	0	167,568
Probation Fees	0	0	0	0	0	288,952
Data Processing Fee - Sheriff	0	0	0	0	0	22,132
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	10,050
Data Processing Fee - County Clerk	0	0	0	0	0	55,297
Vehicle Registration Reinstatement Fees	0	0	0	0	0	16,060
<u>Education Charges</u>						
Contract for Administrative Services with Other LEA's	0	0	0	0	0	443,776
TBI Criminal Background Fee	0	0	0	0	0	53,385
Other Charges for Services	0	0	0	0	0	72,411
Total Charges for Current Services	\$ 0	\$ 5,462,177	\$ 0	\$ 0	\$ 0	18,811,228

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 2,148	\$ 0	\$ 63,772	\$ 319,453	\$ 11,140	\$ 1,197,572
Lease/Rentals	0	0	0	144,150	0	336,475
Sale of Materials and Supplies	0	0	1,179	0	0	14,446
Commissary Sales	0	0	0	0	0	157,719
Sale of Maps	0	0	0	0	0	14,427
Sale of Recycled Materials	0	0	0	0	0	417,756
Sale of Animals/Livestock	0	0	0	0	0	80,498
Miscellaneous Refunds	0	0	360	0	0	106,385
<u>Nonrecurring Items</u>						
Sale of Equipment	0	0	0	0	0	152,698
Sale of Property	0	0	0	0	0	810,760
Damages Recovered from Individuals	0	0	0	0	0	199
Contributions and Gifts	0	0	0	0	0	70,346
Performance Bond Forfeitures	0	0	0	0	0	192,860
<u>Other Local Revenues</u>	0	0	0	0	0	1,272
Total Other Local Revenues	\$ 2,148	\$ 0	\$ 65,311	\$ 463,603	\$ 11,140	\$ 3,553,413
<u>Fees Received From County Officials</u>						
<u>Excess Fees</u>						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,916,122
Circuit Court Clerk	0	0	0	0	0	400,000
Register	0	0	0	0	0	2,639,154
Trustee	0	0	0	0	0	6,996,314

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Fees Received From County Officials (Cont.)</u>						
<u>Fees In-Lieu-of Salary</u>						
Clerk and Master	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	550,409
Sheriff	0	0	0	0	0	90,676
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	13,592,675
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	13,500
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	0	0	0	0	0	212,800
<u>Health and Welfare Grants</u>						
Health Department Programs	0	0	0	0	0	1,333,929
Other Health and Welfare Grants	0	0	0	0	0	57,724
<u>Public Works Grants</u>						
Litter Program	0	0	0	0	0	81,929
<u>Other State Revenues</u>						
Flood Control	0	0	28,892	0	0	28,892
Income Tax	0	0	0	0	0	278,639
Beer Tax	0	0	0	0	0	18,369
Vehicle Certificate of Title Fees	0	0	0	0	0	38,223
Alcoholic Beverage Tax	0	0	0	0	0	488,837
State Revenue Sharing - Telecommunications	0	0	0	0	0	413,220
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	21,122
Contracted Prisoner Boarding	0	0	0	0	0	3,398,383
Gasoline and Motor Fuel Tax	0	0	5,129,043	0	0	5,129,043
Petroleum Special Tax	0	0	189,481	0	0	189,481

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Registrar's Salary Supplement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	15,164
Other State Grants	0	0	0	0	3,851,936	4,572,626
Other State Revenues	0	0	0	0	0	589,619
Total State of Tennessee	\$ 0	\$ 0	\$ 5,347,416	\$ 0	\$ 3,851,936	\$ 16,881,500
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	184,058
Civil Defense Reimbursement	0	0	0	0	0	69,350
Homeland Security Grants	0	0	0	0	0	94,590
Law Enforcement Grants	0	0	0	0	0	59,933
COVID-19 Grant #4	0	0	0	0	0	4,873,350
Other Federal through State	0	0	34	0	0	1,561,432
<u>Direct Federal Revenue</u>						
Police Service (Lake Area)	0	0	0	0	0	46,558
Asset Forfeiture Funds	0	0	0	0	0	3,655
Public Safety Partnership and Community Policing - COPS	0	0	0	0	0	149,150
COVID-19 Grant #6	0	0	0	0	0	89,833
COVID-19 Grant #10	0	0	0	0	0	2,366,244
Other Direct Federal Revenue	0	0	0	0	0	1,080,137
Total Federal Government	\$ 0	\$ 0	\$ 34	\$ 0	\$ 0	\$ 10,578,290
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	5,796

(Continued)

Exhibit L-7

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

	Special Revenue Funds			Debt Service Fund	Capital Projects Fund	
	Other General Government Fund	Constitutional - Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<u>Other Governments and Citizens Groups (Cont.)</u>						
<u>Other Governments (Cont.)</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 648,922	\$ 203,019	\$ 945,225
Contracted Services	0	0	0	0	0	385,560
<u>Other</u>						
Other	0	0	0	0	0	225
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 648,922</u>	<u>\$ 203,019</u>	<u>\$ 1,336,806</u>
Total	<u>\$ 2,148</u>	<u>\$ 5,462,177</u>	<u>\$ 12,478,604</u>	<u>\$ 56,072,789</u>	<u>\$ 4,066,095</u>	<u>\$ 224,312,846</u>

Exhibit L-8

Rutherford County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

		Special Revenue Funds			Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 89,186,236	\$ 0	\$ 0	\$ 0	\$ 7,480,121
Trustee's Collections - Prior Year	860,122	0	0	0	72,140
Circuit Clerk/Clerk and Master Collections - Prior Years	494,240	0	0	0	41,417
Interest and Penalty	194,666	0	0	0	16,321
Pickup Taxes	66,927	0	0	0	5,613
Payments in-Lieu-of Taxes - T.V.A.	6,158	0	0	0	517
Payments in-Lieu-of Taxes - Local Utilities	139,386	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	81,355,898	0	0	0	0
Wheel Tax	4,495,203	0	0	0	0
Business Tax	3,008,064	0	0	0	251,899
Mixed Drink Tax	546,175	0	0	0	0
Total Local Taxes	<u>\$ 180,353,075</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,868,028</u>
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 13,250	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	<u>\$ 13,250</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Summer School	\$ 46,850	\$ 0	\$ 0	\$ 0	\$ 0
Tuition - Other	19,685	0	0	0	0
Lunch Payments - Children	0	0	734,930	0	0

(Continued)

Exhibit L-8

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

	Special Revenue Funds				Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Lunch Payments - Adults	\$ 0	\$ 0	\$ 69,594	\$ 0	\$ 0
Income from Breakfast	0	0	50,780	0	0
A la Carte Sales	0	0	208,000	0	0
Contract for Administrative Services with Other LEA's	26,886	0	0	0	0
Charter Authorizer Fee	2,500	0	0	0	0
School Based Health Services - FFS	424	0	0	0	0
Other Charges for Services	237,948	0	0	0	0
Total Charges for Current Services	\$ 334,293	\$ 0	\$ 1,063,304	\$ 0	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 988,229	\$ 0	\$ 11,921	\$ 0	\$ 0
Lease/Rentals	51,168	0	0	0	0
Sale of Materials and Supplies	6,825	0	0	0	0
E-Rate Funding	1,313,037	0	0	0	0
Miscellaneous Refunds	213,045	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	74,010	0	143	0	0
Contributions and Gifts	52,735	0	200	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	446,525	0	0	18,238,899	0
Total Other Local Revenues	\$ 3,145,574	\$ 0	\$ 12,264	\$ 18,238,899	\$ 0

(Continued)

Exhibit L-8

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

		Special Revenue Funds			Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
<u>State of Tennessee</u>					
<u>State Education Funds</u>					
Basic Education Program	\$ 234,702,644	\$ 0	\$ 0	\$ 0	\$ 0
Early Childhood Education	1,329,766	0	0	0	0
School Food Service	0	0	163,746	0	0
Driver Education	238,331	0	0	0	0
Other State Education Funds	3,702,911	0	0	0	0
Coordinated School Health	193,000	0	0	0	0
Career Ladder Program	449,384	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	2,391,830	0	0	0	0
Other State Grants	47,000	0	0	0	0
Safe Schools	902,670	0	0	0	0
Other State Revenues	72,741	0	0	0	0
Total State of Tennessee	\$ 244,030,277	\$ 0	\$ 163,746	\$ 0	\$ 0
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 11,744,788	\$ 0	\$ 0
USDA - Commodities	0	0	935,255	0	0
Breakfast	0	0	3,941,896	0	0
USDA - Other	0	0	106,486	0	0
Vocational Education - Basic Grants to States	0	768,659	0	0	0
Title I Grants to Local Education Agencies	0	6,017,759	0	0	0
Special Education - Grants to States	903,141	8,376,863	0	0	0
Special Education Preschool Grants	0	84,143	0	0	0

(Continued)

Exhibit L-8

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

	Special Revenue Funds				Capital Projects Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
English Language Acquisition Grants	\$ 0	\$ 490,848	\$ 0	\$ 0	\$ 0
Safe and Drug-free Schools - State Grants	0	7,706	0	0	0
Education for Homeless Children and Youth	0	159,314	0	0	0
Eisenhower Professional Development State Grants	0	1,210,375	0	0	0
COVID-19 Grant #1	0	4,402,205	0	0	0
COVID-19 Grant #5	0	125,000	0	0	0
COVID-19 Grant A	0	33,022	0	0	0
COVID-19 Grant B	45,000	7,798,322	0	0	0
COVID-19 Grant C	814,607	0	0	0	0
Other Federal through State	227,464	421,788	22,568	0	0
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	720,859	0	0	0	0
Total Federal Government	\$ 2,711,071	\$ 29,896,004	\$ 16,750,993	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 430,587,540	\$ 29,896,004	\$ 17,990,307	\$ 18,238,899	\$ 7,868,028

(Continued)

Exhibit L-8

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

	<u>Capital Projects Fund</u>	
	Other Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 96,666,357
Trustee's Collections - Prior Year	0	932,262
Circuit Clerk/Clerk and Master Collections - Prior Years	0	535,657
Interest and Penalty	0	210,987
Pickup Taxes	0	72,540
Payments in-Lieu-of Taxes - T.V.A.	0	6,675
Payments in-Lieu-of Taxes - Local Utilities	0	139,386
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	81,355,898
Wheel Tax	0	4,495,203
Business Tax	0	3,259,963
Mixed Drink Tax	0	546,175
Total Local Taxes	<u>\$ 0</u>	<u>\$ 188,221,103</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Marriage Licenses	\$ 0	\$ 13,250
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 13,250</u>
<u>Charges for Current Services</u>		
<u>Education Charges</u>		
Tuition - Summer School	\$ 0	\$ 46,850
Tuition - Other	0	19,685
Lunch Payments - Children	0	734,930

(Continued)

Exhibit L-8

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

	<u>Capital Projects Fund</u>	
	<u>Other Capital Projects</u>	<u>Total</u>
<hr/>		
<u>Charges for Current Services (Cont.)</u>		
<u>Education Charges (Cont.)</u>		
Lunch Payments - Adults	\$ 0	\$ 69,594
Income from Breakfast	0	50,780
A la Carte Sales	0	208,000
Contract for Administrative Services with Other LEA's	0	26,886
Charter Authorizer Fee	0	2,500
School Based Health Services - FFS	0	424
Other Charges for Services	0	237,948
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 1,397,597</u>
 <u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 1,000,150
Lease/Rentals	0	51,168
Sale of Materials and Supplies	0	6,825
E-Rate Funding	0	1,313,037
Miscellaneous Refunds	0	213,045
<u>Nonrecurring Items</u>		
Sale of Equipment	0	74,153
Contributions and Gifts	0	52,935
<u>Other Local Revenues</u>		
Other Local Revenues	0	18,685,424
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 21,396,737</u>

(Continued)

Exhibit L-8

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

	<u>Capital Projects Fund</u>	
	<u>Other Capital Projects</u>	<u>Total</u>
<u>State of Tennessee</u>		
<u>State Education Funds</u>		
Basic Education Program	\$ 0	\$ 234,702,644
Early Childhood Education	0	1,329,766
School Food Service	0	163,746
Driver Education	0	238,331
Other State Education Funds	0	3,702,911
Coordinated School Health	0	193,000
Career Ladder Program	0	449,384
<u>Other State Revenues</u>		
State Revenue Sharing - T.V.A.	0	2,391,830
Other State Grants	0	47,000
Safe Schools	0	902,670
Other State Revenues	0	72,741
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 244,194,023</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
USDA School Lunch Program	\$ 0	\$ 11,744,788
USDA - Commodities	0	935,255
Breakfast	0	3,941,896
USDA - Other	0	106,486
Vocational Education - Basic Grants to States	0	768,659
Title I Grants to Local Education Agencies	0	6,017,759
Special Education - Grants to States	0	9,280,004
Special Education Preschool Grants	0	84,143

(Continued)

Exhibit L-8

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

	<u>Capital Projects Fund</u>	
	Other Capital Projects	Total
<u>Federal Government (Cont.)</u>		
<u>Federal Through State (Cont.)</u>		
English Language Acquisition Grants	\$ 0	\$ 490,848
Safe and Drug-free Schools - State Grants	0	7,706
Education for Homeless Children and Youth	0	159,314
Eisenhower Professional Development State Grants	0	1,210,375
COVID-19 Grant #1	0	4,402,205
COVID-19 Grant #5	0	125,000
COVID-19 Grant A	0	33,022
COVID-19 Grant B	0	7,843,322
COVID-19 Grant C	0	814,607
Other Federal through State	0	671,820
<u>Direct Federal Revenue</u>		
ROTC Reimbursement	0	720,859
Total Federal Government	<u>\$ 0</u>	<u>\$ 49,358,068</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 89,297,413	\$ 89,297,413
Total Other Governments and Citizens Groups	<u>\$ 89,297,413</u>	<u>\$ 89,297,413</u>
Total	<u>\$ 89,297,413</u>	<u>\$ 593,878,191</u>

Exhibit L-9

Rutherford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2021

General FundGeneral GovernmentCounty Commission

Board and Committee Members Fees	\$	178,250	
Other Per Diem and Fees		123,500	
Social Security		15,020	
Employer Medicare		4,362	
Dues and Memberships		47,842	
Total County Commission			\$ 368,974

Board of Equalization

Board and Committee Members Fees	\$	4,500	
Social Security		279	
Employer Medicare		65	
Consultants		5,000	
Legal Notices, Recording, and Court Costs		492	
Total Board of Equalization			10,336

County Mayor/Executive

County Official/Administrative Officer	\$	165,551	
Assistant(s)		175,120	
Secretary(ies)		103,683	
Longevity Pay		850	
Overtime Pay		10,875	
Other Salaries and Wages		59,589	
Social Security		30,253	
Pensions		51,545	
Employee and Dependent Insurance		56,045	
Disability Insurance		743	
Employer Medicare		8,205	
Communication		1,172	
Dues and Memberships		2,970	
Engineering Services		2,000	
Operating Lease Payments		17,134	
Legal Services		38,669	
Legal Notices, Recording, and Court Costs		11,173	
Maintenance Agreements		2,075	
Postal Charges		786	
Printing, Stationery, and Forms		570	
Travel		300	
Other Contracted Services		51,110	
Gasoline		167	
Office Supplies		2,435	
Other Charges		49,871	
Total County Mayor/Executive			842,891

Personnel Office

County Official/Administrative Officer	\$	125,626	
Assistant(s)		99,366	
Supervisor/Director		69,506	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office (Cont.)

Secretary(ies)	\$	37,653	
Part-time Personnel		16,615	
Longevity Pay		375	
Social Security		20,915	
Pensions		33,785	
Employee and Dependent Insurance		40,120	
Disability Insurance		539	
Employer Medicare		4,891	
Communication		2	
Dues and Memberships		696	
Evaluation and Testing		37,233	
Maintenance Agreements		807	
Postal Charges		274	
Travel		1,790	
Other Contracted Services		18,729	
Office Supplies		6,044	
Other Charges		8,831	
Total Personnel Office			\$ 523,797

County Attorney

County Official/Administrative Officer	\$	72,000	
Secretary(ies)		46,854	
Longevity Pay		250	
Social Security		6,846	
Pensions		4,786	
Employee and Dependent Insurance		30,242	
Disability Insurance		199	
Employer Medicare		1,601	
Legal Services		101,385	
Total County Attorney			264,163

Election Commission

County Official/Administrative Officer	\$	117,249	
Part-time Personnel		28,721	
Longevity Pay		1,550	
Overtime Pay		9,999	
Other Salaries and Wages		286,272	
Election Commission		13,850	
Election Workers		335,369	
Social Security		42,774	
Pensions		41,238	
Employee and Dependent Insurance		69,083	
Disability Insurance		650	
Unemployment Compensation		212	
Employer Medicare		10,045	
Communication		7,950	
Data Processing Services		17	

(Continued)

Exhibit L-9

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

General Fund (Cont.)General Government (Cont.)Election Commission (Cont.)

Dues and Memberships	\$	729	
Legal Notices, Recording, and Court Costs		14,966	
Maintenance Agreements		32,149	
Postal Charges		47,933	
Printing, Stationery, and Forms		10,668	
Rentals		5,746	
Travel		2,486	
Data Processing Supplies		4,956	
Office Supplies		88,236	
Data Processing Equipment		29,182	
Furniture and Fixtures		234	
Total Election Commission			\$ 1,202,264

Register of Deeds

In-service Training	\$	275	
Social Security		44,779	
Pensions		76,058	
Employee and Dependent Insurance		144,544	
Disability Insurance		1,212	
Employer Medicare		10,472	
Communication		399	
Data Processing Services		42,816	
Maintenance Agreements		24,379	
Postal Charges		823	
Data Processing Supplies		9,835	
Office Supplies		1,840	
Data Processing Equipment		74,159	
Furniture and Fixtures		5,044	
Total Register of Deeds			436,635

Planning

County Official/Administrative Officer	\$	109,115	
Assistant(s)		296,645	
Supervisor/Director		112,968	
Secretary(ies)		159,377	
Longevity Pay		2,400	
Board and Committee Members Fees		40,850	
In-service Training		1,359	
Social Security		42,738	
Pensions		69,139	
Employee and Dependent Insurance		113,899	
Disability Insurance		1,128	
Employer Medicare		10,035	
Communication		2,422	
Consultants		7,883	
Dues and Memberships		29,707	
Operating Lease Payments		17,477	

(Continued)

Exhibit L-9

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

General Fund (Cont.)General Government (Cont.)Planning (Cont.)

Legal Notices, Recording, and Court Costs	\$	5,926	
Maintenance Agreements		4,723	
Postal Charges		1,608	
Data Processing Supplies		2,248	
Gasoline		6,734	
Office Supplies		3,308	
Periodicals		405	
Other Supplies and Materials		1,517	
Data Processing Equipment		2,052	
Furniture and Fixtures		980	
Total Planning			\$ 1,046,643

Codes Compliance

Communication	\$	424	
Total Codes Compliance			424

Geographical Information Systems

Data Processing Personnel	\$	235,131	
Longevity Pay		1,325	
Overtime Pay		588	
Social Security		13,588	
Pensions		23,895	
Employee and Dependent Insurance		61,261	
Disability Insurance		393	
Employer Medicare		3,178	
Data Processing Services		64,587	
Maintenance Agreements		321,845	
Travel		2,440	
Data Processing Supplies		5,835	
Other Capital Outlay		134,632	
Total Geographical Information Systems			868,698

County Buildings

Assistant(s)	\$	59,447	
Supervisor/Director		91,880	
Clerical Personnel		39,798	
Custodial Personnel		77,490	
Maintenance Personnel		428,883	
Part-time Personnel		141,266	
Longevity Pay		3,800	
Overtime Pay		1,938	
Social Security		50,678	
Pensions		71,413	
Employee and Dependent Insurance		137,894	
Disability Insurance		1,246	
Unemployment Compensation		3,280	
Employer Medicare		11,852	

(Continued)

Exhibit L-9

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

General Fund (Cont.)General Government (Cont.)County Buildings (Cont.)

Communication	\$	58,883	
Contracts with Government Agencies		63,821	
Operating Lease Payments		8,006	
Maintenance and Repair Services - Buildings		36,916	
Travel		3,190	
Other Contracted Services		336,653	
Custodial Supplies		61,273	
Gasoline		9,441	
Utilities		928,521	
Other Supplies and Materials		178,943	
Other Charges		52,367	
Building Improvements		300,862	
Data Processing Equipment		3,790	
Maintenance Equipment		5,948	
Total County Buildings			\$ 3,169,479

Other General Administration

Supervisor/Director	\$	88,392	
Teachers		122,202	
Part-time Personnel		17,290	
Longevity Pay		1,675	
Social Security		12,877	
Pensions		21,567	
Employee and Dependent Insurance		21,282	
Disability Insurance		353	
Employer Medicare		3,262	
Communication		31	
Maintenance Agreements		263	
Riprap		942	
Total Other General Administration			290,136

Preservation of Records

County Official/Administrative Officer	\$	67,123	
Assistant(s)		68,734	
Part-time Personnel		6,162	
Longevity Pay		325	
Social Security		8,319	
Pensions		13,836	
Employee and Dependent Insurance		33,557	
Disability Insurance		227	
Employer Medicare		1,946	
Communication		598	
Dues and Memberships		595	
Maintenance Agreements		320	
Postal Charges		164	
Travel		395	
Other Contracted Services		954	

(Continued)

Exhibit L-9

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

General Fund (Cont.)General Government (Cont.)Preservation of Records (Cont.)

Office Supplies	\$	1,256	
Other Supplies and Materials		10,444	
Other Charges		32,300	
Total Preservation of Records			\$ 247,255

Risk Management

Supervisor/Director	\$	104,766	
Clerical Personnel		263,796	
Longevity Pay		825	
Overtime Pay		8,997	
Other Salaries and Wages		64,102	
Board and Committee Members Fees		8,250	
Social Security		27,022	
Pensions		44,616	
Employee and Dependent Insurance		73,433	
Disability Insurance		709	
Employer Medicare		6,320	
Communication		1,013	
Data Processing Services		7,974	
Maintenance Agreements		1,274	
Postal Charges		708	
Travel		2,599	
Other Contracted Services		23,500	
Gasoline		34	
Office Supplies		2,527	
Building and Contents Insurance		146,227	
Liability Insurance		355,186	
Premiums on Corporate Surety Bonds		753	
Total Risk Management			1,144,631

FinanceAccounting and Budgeting

County Official/Administrative Officer	\$	153,248	
Accountants/Bookkeepers		730,883	
Salary Supplements		5,400	
Part-time Personnel		38,781	
Longevity Pay		4,200	
Overtime Pay		3,342	
Board and Committee Members Fees		1,050	
Social Security		54,695	
Pensions		90,356	
Employee and Dependent Insurance		128,758	
Disability Insurance		1,381	
Unemployment Compensation		3,345	
Employer Medicare		13,079	
Audit Services		105,042	
Communication		225	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Finance (Cont.)Accounting and Budgeting (Cont.)

Dues and Memberships	\$	2,278	
Maintenance Agreements		600	
Postal Charges		12,067	
Travel		2,924	
Other Contracted Services		875	
Gasoline		323	
Office Supplies		10,254	
Data Processing Equipment		1,760	
Total Accounting and Budgeting			\$ 1,364,866

Property Assessor's Office

County Official/Administrative Officer	\$	130,305	
Deputy(ies)		542,219	
Salary Supplements		4,000	
Part-time Personnel		6,734	
Longevity Pay		4,050	
In-service Training		2,305	
Social Security		41,061	
Pensions		69,074	
Employee and Dependent Insurance		126,530	
Disability Insurance		1,077	
Employer Medicare		9,603	
Communication		799	
Dues and Memberships		3,155	
Maintenance Agreements		20,261	
Postal Charges		11,009	
Travel		10	
Other Contracted Services		76,700	
Office Supplies		11,038	
Uniforms		1,145	
Other Supplies and Materials		1,555	
Data Processing Equipment		6,197	
Total Property Assessor's Office			1,068,827

Reappraisal Program

Deputy(ies)	\$	695,876	
Longevity Pay		2,950	
Social Security		41,813	
Pensions		70,931	
Employee and Dependent Insurance		136,779	
Disability Insurance		1,185	
Employer Medicare		9,779	
Communication		8,817	
Data Processing Services		119,848	
Licenses		7,705	
Maintenance and Repair Services - Equipment		1,159	
Postal Charges		3,591	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Finance (Cont.)Reappraisal Program (Cont.)

Other Contracted Services	\$	795	
Gasoline		4,258	
Other Supplies and Materials		1,050	
Data Processing Equipment		357	
Other Capital Outlay		148,382	
Total Reappraisal Program			\$ 1,255,275

County Trustee's Office

Social Security	\$	28,465	
Pensions		47,791	
Employee and Dependent Insurance		89,526	
Disability Insurance		740	
Employer Medicare		6,657	
Communication		457	
Data Processing Services		5,940	
Legal Notices, Recording, and Court Costs		196	
Maintenance Agreements		450	
Postal Charges		32,130	
Other Contracted Services		13,810	
Office Supplies		4,954	
Tax Relief Program		711,460	
Total County Trustee's Office			942,576

County Clerk's Office

Social Security	\$	106,800	
Pensions		181,103	
Employee and Dependent Insurance		397,318	
Disability Insurance		2,957	
Unemployment Compensation		3,399	
Employer Medicare		25,157	
Communication		11,318	
Data Processing Services		49,269	
Maintenance Agreements		6,000	
Maintenance and Repair Services - Equipment		1,617	
Postal Charges		93,226	
Other Contracted Services		41,819	
Data Processing Supplies		32,299	
Gasoline		821	
Office Supplies		40,838	
Other Supplies and Materials		9,184	
Data Processing Equipment		15,414	
Office Equipment		1,199	
Total County Clerk's Office			1,019,738

Data Processing

County Official/Administrative Officer	\$	132,489	
Data Processing Personnel		1,162,036	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Finance (Cont.)Data Processing (Cont.)

Part-time Personnel	\$	26,557	
Longevity Pay		3,550	
Overtime Pay		790	
Social Security		78,833	
Pensions		131,892	
Employee and Dependent Insurance		208,151	
Disability Insurance		2,104	
Unemployment Compensation		155	
Employer Medicare		18,437	
Communication		243,905	
Data Processing Services		576,520	
Dues and Memberships		1,233	
Maintenance Agreements		289,462	
Postal Charges		192	
Travel		798	
Data Processing Supplies		9,119	
Gasoline		293	
Data Processing Equipment		1,941,525	
Other Equipment		30,714	
Total Data Processing			\$ 4,858,755

Administration of JusticeCircuit Court

Jury and Witness Expense	\$	43,091	
Social Security		141,738	
Pensions		234,509	
Employee and Dependent Insurance		480,759	
Disability Insurance		3,813	
Unemployment Compensation		9,768	
Employer Medicare		33,305	
Communication		1,745	
Data Processing Services		92,104	
Legal Services		5,596	
Maintenance Agreements		28,193	
Maintenance and Repair Services - Office Equipment		431	
Postal Charges		28,942	
Office Supplies		40,441	
Other Supplies and Materials		747	
Other Charges		102,359	
Data Processing Equipment		28,712	
Furniture and Fixtures		840	
Total Circuit Court			1,277,093

Circuit Court Judge

Assistant(s)	\$	56,828	
Deputy(ies)		191,353	
Longevity Pay		450	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Circuit Court Judge (Cont.)

Social Security	\$	15,135	
Pensions		24,539	
Employee and Dependent Insurance		37,108	
Disability Insurance		403	
Employer Medicare		3,540	
Postal Charges		84	
Travel		745	
Data Processing Supplies		1,341	
Other Supplies and Materials		83	
Total Circuit Court Judge			\$ 331,609

General Sessions Court

Judge(s)	\$	695,784	
Assistant(s)		65,922	
Deputy(ies)		171,287	
Part-time Personnel		19,961	
Longevity Pay		3,575	
Overtime Pay		4,636	
Other Salaries and Wages		676,559	
Social Security		90,082	
Pensions		162,895	
Employee and Dependent Insurance		266,875	
Disability Insurance		2,230	
Employer Medicare		22,886	
Communication		1,543	
Contracts with Government Agencies		21,796	
Data Processing Services		2,800	
Dues and Memberships		3,854	
Evaluation and Testing		2,400	
Maintenance Agreements		1,257	
Postal Charges		4	
Travel		3,054	
Office Supplies		10,334	
Uniforms		1,200	
Total General Sessions Court			2,230,934

Drug Court

Supervisor/Director	\$	79,235	
Secretary(ies)		41,278	
Part-time Personnel		23,087	
Longevity Pay		1,100	
Other Salaries and Wages		751,221	
In-service Training		1,520	
Social Security		53,912	
Pensions		86,337	
Employee and Dependent Insurance		140,491	
Disability Insurance		1,428	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Drug Court (Cont.)

Unemployment Compensation	\$	1,520	
Employer Medicare		12,608	
Communication		6,881	
Contracts with Other Public Agencies		36,557	
Data Processing Services		8,736	
Licenses		2,084	
Maintenance Agreements		987	
Postal Charges		210	
Travel		8,230	
Other Contracted Services		72,582	
Drugs and Medical Supplies		7,649	
Gasoline		250	
Office Supplies		3,262	
Other Supplies and Materials		62,155	
In Service/Staff Development		12,036	
Other Charges		17,724	
Total Drug Court			\$ 1,433,080

Chancery Court

County Official/Administrative Officer	\$	130,305	
Deputy(ies)		585,442	
Attendants		39,296	
Part-time Personnel		40,285	
Longevity Pay		5,025	
Overtime Pay		1,538	
Jury and Witness Expense		899	
Social Security		48,422	
Pensions		76,170	
Employee and Dependent Insurance		123,520	
Disability Insurance		1,204	
Unemployment Compensation		573	
Employer Medicare		11,324	
Communication		1,468	
Data Processing Services		31,748	
Dues and Memberships		1,105	
Maintenance Agreements		2,023	
Maintenance and Repair Services - Equipment		656	
Postal Charges		18,854	
Travel		864	
Other Contracted Services		678	
Office Supplies		21,801	
Data Processing Equipment		5,622	
Total Chancery Court			1,148,822

Juvenile Court

Judge(s)	\$	173,946
Deputy(ies)		41,433

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Juvenile Court (Cont.)

Secretary(ies)	\$	39,440	
Part-time Personnel		56,970	
Longevity Pay		300	
Other Salaries and Wages		244,917	
Social Security		31,585	
Pensions		50,804	
Employee and Dependent Insurance		54,499	
Disability Insurance		725	
Employer Medicare		7,814	
Communication		58	
Contracts with Private Agencies		39,709	
Dues and Memberships		4,000	
Maintenance Agreements		76	
Postal Charges		26	
Travel		600	
Other Contracted Services		22,640	
Library Books/Media		3,618	
Office Supplies		2,150	
Other Supplies and Materials		1,364	
Data Processing Equipment		1,639	
Total Juvenile Court			\$ 778,313

District Attorney General

Assistant(s)	\$	130,200	
Social Security		7,842	
Pensions		13,228	
Employee and Dependent Insurance		12,931	
Disability Insurance		218	
Employer Medicare		1,834	
Dues and Memberships		740	
Total District Attorney General			166,993

Office of Public Defender

Assistant(s)	\$	136,772	
Longevity Pay		250	
Social Security		8,001	
Pensions		13,922	
Employee and Dependent Insurance		18,588	
Disability Insurance		228	
Employer Medicare		1,871	
Dues and Memberships		970	
Postal Charges		245	
Total Office of Public Defender			180,847

Other Administration of Justice

County Official/Administrative Officer	\$	72,460	
Probation Officer(s)		784,886	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Other Administration of Justice (Cont.)

Longevity Pay	\$	2,000	
Social Security		50,373	
Pensions		87,127	
Employee and Dependent Insurance		205,208	
Disability Insurance		1,429	
Employer Medicare		11,781	
Communication		4,726	
Data Processing Services		33,600	
Licenses		405	
Maintenance Agreements		564	
Postal Charges		497	
Rentals		85,000	
Travel		719	
Other Contracted Services		62,880	
Office Supplies		6,025	
Utilities		11,929	
Other Supplies and Materials		22,376	
Data Processing Equipment		7,913	
Total Other Administration of Justice			\$ 1,451,898

Probation Services

County Official/Administrative Officer	\$	80,823	
Assistant(s)		65,397	
Youth Service Officer(s)		211,918	
Secretary(ies)		38,221	
Longevity Pay		2,725	
In-service Training		315	
Social Security		23,837	
Pensions		40,547	
Employee and Dependent Insurance		70,332	
Disability Insurance		663	
Employer Medicare		5,575	
Communication		1,401	
Contracts with Private Agencies		417,696	
Data Processing Services		3,125	
Maintenance Agreements		743	
Postal Charges		11	
Office Supplies		774	
Other Supplies and Materials		331	
Total Probation Services			964,434

Victim Assistance Programs

Assistant(s)	\$	62,520	
Part-time Personnel		11,955	
Longevity Pay		275	
Other Salaries and Wages		111,114	
Social Security		11,100	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Victim Assistance Programs (Cont.)

Pensions	\$	17,483	
Employee and Dependent Insurance		27,762	
Disability Insurance		297	
Unemployment Compensation		962	
Employer Medicare		2,596	
Communication		106	
Maintenance Agreements		607	
Office Supplies		2,725	
Office Equipment		5,347	
Total Victim Assistance Programs			\$ 254,849

Public SafetySheriff's Department

County Official/Administrative Officer	\$	157,669	
Assistant(s)		283,099	
Deputy(ies)		61,627	
Detective(s)		1,443,823	
Captain(s)		458,471	
Lieutenant(s)		767,494	
Youth Service Officer(s)		2,414,391	
Sergeant(s)		1,910,945	
Accountants/Bookkeepers		380,144	
Data Processing Personnel		432,052	
Salary Supplements		175,200	
Dispatchers/Radio Operators		582,814	
Clerical Personnel		666,908	
Part-time Personnel		494,846	
Longevity Pay		78,700	
Overtime Pay		1,104,493	
Other Salaries and Wages		3,637,653	
In-service Training		182,091	
Social Security		886,072	
Pensions		1,453,170	
Employee and Dependent Insurance		2,687,254	
Disability Insurance		25,198	
Unemployment Compensation		11,157	
Employer Medicare		208,553	
Communication		150,130	
Contracts with Private Agencies		40,662	
Data Processing Services		518,262	
Dues and Memberships		15,736	
Operating Lease Payments		245,747	
Maintenance Agreements		126,733	
Maintenance and Repair Services - Equipment		2,682	
Maintenance and Repair Services - Office Equipment		33,138	
Maintenance and Repair Services - Vehicles		199,768	
Postal Charges		6,649	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Sheriff's Department (Cont.)

Printing, Stationery, and Forms	\$	8,021	
Internet Connectivity		148,342	
Rentals		5,700	
Veterinary Services		764	
Animal Food and Supplies		3,918	
Data Processing Supplies		14,744	
Gasoline		364,767	
Instructional Supplies and Materials		5,318	
Law Enforcement Supplies		70,988	
Office Supplies		22,022	
Periodicals		3,272	
Uniforms		198,681	
Vehicle Parts		27,009	
Other Supplies and Materials		27,560	
Judgments		15,290	
Communication Equipment		49,770	
Data Processing Equipment		309,778	
Furniture and Fixtures		4,569	
Law Enforcement Equipment		226,225	
Motor Vehicles		200,130	
Office Equipment		6,810	
Total Sheriff's Department			\$ 23,557,009

Special Patrols

Nightwatchmen	\$	39,520	
Social Security		2,349	
Pensions		4,010	
Employer Medicare		549	
Total Special Patrols			46,428

Traffic Control

Maintenance and Repair Services - Equipment	\$	23,000	
Utilities		6,438	
Total Traffic Control			29,438

Administration of the Sexual Offender Registry

Longevity Pay	\$	550	
Other Salaries and Wages		63,646	
Social Security		3,895	
Pensions		6,426	
Employee and Dependent Insurance		4,820	
Disability Insurance		88	
Employer Medicare		911	
Other Charges		3,550	
Total Administration of the Sexual Offender Registry			83,886

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Jail

Assistant(s)	\$	76,992	
Captain(s)		51,867	
Lieutenant(s)		236,799	
Sergeant(s)		361,144	
Guards		3,550,353	
Clerical Personnel		39,440	
Maintenance Personnel		177,755	
Part-time Personnel		46,594	
Longevity Pay		21,275	
Overtime Pay		561,301	
Other Salaries and Wages		1,162,168	
In-service Training		22,482	
Social Security		372,575	
Pensions		622,087	
Employee and Dependent Insurance		1,179,104	
Disability Insurance		10,943	
Unemployment Compensation		16,715	
Employer Medicare		87,093	
Dues and Memberships		64	
Maintenance Agreements		30,645	
Maintenance and Repair Services - Buildings		141,618	
Maintenance and Repair Services - Equipment		10,662	
Maintenance and Repair Services - Office Equipment		18,306	
Printing, Stationery, and Forms		2,613	
Transportation - Other than Students		74,353	
Other Contracted Services		6,436,144	
Custodial Supplies		116,959	
Data Processing Supplies		15,644	
Food Supplies		983,560	
Law Enforcement Supplies		5,316	
Office Supplies		7,659	
Prisoners Clothing		74,202	
Uniforms		61,269	
Utilities		674,925	
Building Improvements		150,482	
Data Processing Equipment		122,668	
Food Service Equipment		333	
Maintenance Equipment		4,799	
Office Equipment		16,367	
Other Equipment		34,879	
Total Jail			\$ 17,580,154

Workhouse

County Official/Administrative Officer	\$	82,575
Captain(s)		66,110
Lieutenant(s)		125,415
Sergeant(s)		278,815

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Workhouse (Cont.)

Guards	\$ 1,240,866	
Secretary(ies)	39,798	
Clerical Personnel	159,051	
Part-time Personnel	6,452	
Longevity Pay	7,100	
Overtime Pay	45,469	
Board and Committee Members Fees	7,050	
In-service Training	2,968	
Social Security	121,842	
Pensions	204,681	
Employee and Dependent Insurance	398,266	
Disability Insurance	3,283	
Unemployment Compensation	1,445	
Employer Medicare	28,446	
Communication	6,170	
Dues and Memberships	155	
Operating Lease Payments	27,531	
Maintenance Agreements	33,738	
Maintenance and Repair Services - Buildings	39,913	
Maintenance and Repair Services - Equipment	20,532	
Maintenance and Repair Services - Vehicles	2,489	
Medical and Dental Services	542	
Postal Charges	48	
Other Contracted Services	936,254	
Animal Food and Supplies	1,766	
Custodial Supplies	25,145	
Data Processing Supplies	555	
Drugs and Medical Supplies	1,115	
Equipment and Machinery Parts	1,510	
Gasoline	11,474	
Law Enforcement Supplies	787	
Office Supplies	5,976	
Prisoners Clothing	319	
Uniforms	4,411	
Utilities	207,167	
Other Supplies and Materials	7,067	
Other Equipment	67,774	
Total Workhouse		\$ 4,222,070

Juvenile Services

County Official/Administrative Officer	\$ 94,637
Captain(s)	63,265
Lieutenant(s)	54,645
Sergeant(s)	245,760
Guards	306,312
Secretary(ies)	89,861
Attendants	577,087

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Juvenile Services (Cont.)

Part-time Personnel	\$	96,194	
Longevity Pay		4,100	
Overtime Pay		95,980	
Other Salaries and Wages		49,213	
In-service Training		5,370	
Social Security		100,228	
Pensions		154,353	
Employee and Dependent Insurance		259,602	
Disability Insurance		2,446	
Unemployment Compensation		1,648	
Employer Medicare		23,441	
Communication		6,156	
Data Processing Services		4,300	
Dues and Memberships		335	
Operating Lease Payments		6,505	
Maintenance Agreements		7,394	
Maintenance and Repair Services - Equipment		235	
Medical and Dental Services		170,465	
Postal Charges		410	
Travel		1,277	
Other Contracted Services		63,992	
Gasoline		57	
Office Supplies		8,067	
Uniforms		4,723	
Other Supplies and Materials		39,385	
Office Equipment		1,968	
Total Juvenile Services			\$ 2,539,411

Rural Fire Protection

County Official/Administrative Officer	\$	69,262
Salary Supplements		37,600
Educational Assistants		41,585
Part-time Personnel		44,038
Longevity Pay		2,975
Overtime Pay		96,050
Other Salaries and Wages		1,478,584
Social Security		105,889
Pensions		165,555
Employee and Dependent Insurance		313,144
Disability Insurance		3,169
Unemployment Compensation		435
Employer Medicare		24,749
Communication		54,606
Contributions		2,000
Data Processing Services		45,645
Dues and Memberships		3,468
Evaluation and Testing		41,614

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Rural Fire Protection (Cont.)

Maintenance Agreements	\$	4,354	
Maintenance and Repair Services - Buildings		47,743	
Maintenance and Repair Services - Equipment		19,161	
Maintenance and Repair Services - Vehicles		146,681	
Pest Control		1,187	
Postal Charges		141	
Travel		1,316	
Disposal Fees		180	
Other Contracted Services		300,300	
Custodial Supplies		4,438	
Diesel Fuel		54,062	
Drugs and Medical Supplies		11,662	
Gasoline		8,282	
Instructional Supplies and Materials		2,965	
Office Supplies		4,186	
Uniforms		45,383	
Utilities		57,838	
Other Supplies and Materials		36,956	
Other Charges		38,266	
Administration Equipment		113,456	
Data Processing Equipment		20,510	
Furniture and Fixtures		5,034	
Site Development		169,999	
Other Equipment		36,033	
Total Rural Fire Protection			\$ 3,660,501

Disaster Relief

County Official/Administrative Officer	\$	110,095
Assistant(s)		78,658
Supervisor/Director		160,792
Longevity Pay		2,425
Overtime Pay		32,601
Other Salaries and Wages		348,764
Social Security		43,779
Pensions		72,697
Employee and Dependent Insurance		123,865
Disability Insurance		944
Employer Medicare		10,239
Communication		20,346
Dues and Memberships		1,211
Maintenance Agreements		2,651
Maintenance and Repair Services - Buildings		5,109
Maintenance and Repair Services - Equipment		3,464
Maintenance and Repair Services - Vehicles		1,950
Postal Charges		26
Printing, Stationery, and Forms		375
Rentals		9,136

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Disaster Relief (Cont.)

Travel	\$	1,752	
Other Contracted Services		14,792	
Diesel Fuel		52	
Electricity		18,234	
Gasoline		5,173	
Office Supplies		3,869	
Uniforms		2,722	
Other Supplies and Materials		11,786	
Other Charges		48,802	
Communication Equipment		122,715	
Data Processing Equipment		11,470	
Furniture and Fixtures		4,601	
Motor Vehicles		30,242	
Other Equipment		204,054	
Total Disaster Relief			\$ 1,509,391

Inspection and Regulation

County Official/Administrative Officer	\$	78,650	
Deputy(ies)		483,914	
Clerical Personnel		129,258	
Part-time Personnel		41,439	
Longevity Pay		4,925	
Social Security		42,773	
Pensions		68,711	
Employee and Dependent Insurance		184,868	
Disability Insurance		1,128	
Employer Medicare		10,003	
Communication		10,795	
Dues and Memberships		665	
Maintenance Agreements		81,721	
Postal Charges		606	
Printing, Stationery, and Forms		1,159	
Travel		2,047	
Other Contracted Services		204	
Gasoline		12,151	
Office Supplies		4,757	
Uniforms		2,115	
Other Supplies and Materials		1,929	
In Service/Staff Development		696	
Data Processing Equipment		572	
Total Inspection and Regulation			1,165,086

Public Health and WelfareLocal Health Center

Salary Supplements	\$	1,404	
Longevity Pay		950	
Overtime Pay		7,258	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Health and Welfare (Cont.)Local Health Center (Cont.)

Other Salaries and Wages	\$	239,761	
Social Security		15,150	
Pensions		24,234	
Employee and Dependent Insurance		38,938	
Disability Insurance		480	
Employer Medicare		3,541	
Communication		31,220	
Contracts with Government Agencies		111,623	
Maintenance and Repair Services - Buildings		7,228	
Maintenance and Repair Services - Equipment		1,540	
Travel		1,490	
Other Contracted Services		50,937	
Utilities		75,995	
Other Supplies and Materials		16,677	
In Service/Staff Development		199	
Other Charges		300	
Communication Equipment		303,574	
Total Local Health Center			\$ 932,499

Rabies and Animal Control

County Official/Administrative Officer	\$	90,471	
Supervisor/Director		84,692	
Attendants		724,548	
Part-time Personnel		109,248	
Longevity Pay		1,900	
Overtime Pay		14,802	
Other Salaries and Wages		98,835	
Social Security		66,596	
Pensions		102,656	
Employee and Dependent Insurance		252,438	
Disability Insurance		1,669	
Unemployment Compensation		2,923	
Employer Medicare		15,575	
Advertising		3,645	
Communication		14,178	
Dues and Memberships		2,035	
Operating Lease Payments		39,756	
Maintenance Agreements		26,757	
Maintenance and Repair Services - Buildings		13,126	
Maintenance and Repair Services - Vehicles		13,725	
Postal Charges		174	
Travel		2,269	
Veterinary Services		48,544	
Other Contracted Services		45,000	
Animal Food and Supplies		12,451	
Custodial Supplies		14,275	
Drugs and Medical Supplies		73,122	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Health and Welfare (Cont.)Rabies and Animal Control (Cont.)

Gasoline	\$	25,325	
Office Supplies		7,536	
Uniforms		5,908	
Utilities		44,111	
Other Supplies and Materials		11,357	
Refunds		240	
Data Processing Equipment		4,527	
Other Equipment		16,081	
Total Rabies and Animal Control			\$ 1,990,495

Ambulance/Emergency Medical Services

Motor Vehicles	\$	377,553	
Health Equipment		596,598	
Total Ambulance/Emergency Medical Services			974,151

Dental Health Program

Medical and Dental Services	\$	5,155	
Total Dental Health Program			5,155

Alcohol and Drug Programs

Advertising	\$	12,800	
Total Alcohol and Drug Programs			12,800

Other Local Health Services

Medical Personnel	\$	1,702,660	
Longevity Pay		7,575	
Social Security		101,059	
Pensions		171,447	
Employee and Dependent Insurance		353,284	
Disability Insurance		2,834	
Unemployment Compensation		2,494	
Employer Medicare		23,634	
Travel		3,646	
Other Supplies and Materials		1,036	
Liability Insurance		3,684	
Total Other Local Health Services			2,373,353

General Welfare Assistance

Contributions	\$	57,750	
Total General Welfare Assistance			57,750

Sanitation Management

Contracts with Private Agencies	\$	39,034	
Total Sanitation Management			39,034

Other Public Health and Welfare

Medical and Dental Services	\$	15,600	
Other Contracted Services		689,983	
Total Other Public Health and Welfare			705,583

(Continued)

Exhibit L-9

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

General Fund (Cont.)Social, Cultural, and Recreational ServicesAdult Activities

Contributions	\$ 37,800	
Total Adult Activities		\$ 37,800

Libraries

Contributions	\$ 1,801,450	
Total Libraries		1,801,450

Parks and Fair Boards

Supervisor/Director	\$ 34,800	
Other Salaries and Wages	118,677	
Board and Committee Members Fees	5,400	
Social Security	9,191	
Employer Medicare	2,304	
Contributions	198,709	
Matching Share	25,000	
Travel	520	
Other Contracted Services	60,000	
Equipment and Machinery Parts	11,737	
Total Parks and Fair Boards		466,338

Other Social, Cultural, and Recreational

Contributions	\$ 591,802	
Total Other Social, Cultural, and Recreational		591,802

Agriculture and Natural ResourcesAgricultural Extension Service

Part-time Personnel	\$ 15,437	
Longevity Pay	225	
Other Salaries and Wages	42,313	
Board and Committee Members Fees	2,000	
Social Security	3,638	
Pensions	4,322	
Employee and Dependent Insurance	5,813	
Disability Insurance	71	
Employer Medicare	862	
Advertising	3,950	
Communication	718	
Contracts with Government Agencies	502,121	
Postal Charges	990	
Fertilizer, Lime, and Seed	1,076	
Gasoline	2,090	
Office Supplies	953	
Utilities	119,744	
Other Supplies and Materials	46,608	
Total Agricultural Extension Service		752,931

(Continued)

Exhibit L-9

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

General Fund (Cont.)Agriculture and Natural Resources (Cont.)Soil Conservation

Assistant(s)	\$	36,480	
Longevity Pay		125	
Other Salaries and Wages		35,214	
Social Security		4,317	
Pensions		7,297	
Employee and Dependent Insurance		17,967	
Disability Insurance		120	
Employer Medicare		1,009	
Contributions		20,000	
Total Soil Conservation			\$ 122,529

Storm Water Management

Assistant(s)	\$	86,728	
Part-time Personnel		32,012	
Longevity Pay		200	
Other Salaries and Wages		46,854	
In-service Training		769	
Social Security		9,991	
Pensions		13,592	
Employee and Dependent Insurance		28,390	
Disability Insurance		223	
Employer Medicare		2,336	
Communication		2,314	
Dues and Memberships		300	
Postal Charges		142	
Printing, Stationery, and Forms		1,238	
Other Contracted Services		9,593	
Data Processing Supplies		474	
Gasoline		2,502	
Office Supplies		660	
Uniforms		743	
Other Supplies and Materials		11,348	
Data Processing Equipment		3,201	
Total Storm Water Management			253,610

Other OperationsTourism

Contributions	\$	662,476	
Total Tourism			662,476

Industrial Development

Contracts with Other Public Agencies	\$	135,000	
Contributions		96,500	
Other Charges		634,770	
Total Industrial Development			866,270

(Continued)

Exhibit L-9

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

General Fund (Cont.)Other Operations (Cont.)Other Economic and Community Development

Contracts with Other Public Agencies	\$	5,263	
Legal Notices, Recording, and Court Costs		5,155	
Other Contracted Services		175,204	
Total Other Economic and Community Development			\$ 185,622

Other Charges

Mechanic(s)	\$	63,646	
Laborers		96,213	
Longevity Pay		1,200	
Overtime Pay		4,668	
Social Security		10,032	
Pensions		16,838	
Employee and Dependent Insurance		23,175	
Disability Insurance		267	
Employer Medicare		2,346	
Evaluation and Testing		1,305	
Operating Lease Payments		5,162	
Equipment and Machinery Parts		3,880	
Gasoline		1,660	
Utilities		16,272	
Vehicle Parts		22,648	
Other Supplies and Materials		6,506	
Other Equipment		461	
Total Other Charges			276,279

Employee Benefits

Other Fringe Benefits	\$	764,732	
Workers' Compensation Insurance		700,000	
Total Employee Benefits			1,464,732

Payments to Cities

Contracts with Government Agencies	\$	1,996,524	
Total Payments to Cities			1,996,524

COVID-19 Grant #1

Administration Equipment	\$	84,867	
Total COVID-19 Grant #1			84,867

COVID-19 Grant #4

County Official/Administrative Officer	\$	24,403	
Assistant(s)		94,784	
Captain(s)		97,309	
Lieutenant(s)		232,242	
Sergeant(s)		557,895	
Dispatchers/Radio Operators		197,436	
Guards		829,974	
Part-time Personnel		7,400	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Other Operations (Cont.)COVID-19 Grant #4 (Cont.)

Overtime Pay	\$	142,527	
Other Salaries and Wages		1,383,969	
Social Security		212,524	
Pensions		361,751	
Employee and Dependent Insurance		663,340	
Employer Medicare		49,851	
Total COVID-19 Grant #4			\$ 4,855,405

COVID-19 Grant #5

Overtime Pay	\$	851	
Social Security		52	
Pensions		86	
Employee and Dependent Insurance		96	
Disability Insurance		1	
Employer Medicare		12	
Rentals		1,931,063	
Other Contracted Services		403,670	
Utilities		11,663	
Total COVID-19 Grant #5			2,347,494

Miscellaneous

Judgments	\$	6,600,000	
Trustee's Commission		1,487,797	
Total Miscellaneous			8,087,797

Total General Fund \$ 117,483,355

Solid Waste/Sanitation FundPublic Health and WelfareSanitation Education/Information

Laborers	\$	38,217	
Part-time Personnel		20,464	
Longevity Pay		225	
Overtime Pay		67	
Social Security		3,589	
Pensions		3,913	
Employee and Dependent Insurance		7,735	
Disability Insurance		66	
Employer Medicare		839	
Gasoline		2,099	
Instructional Supplies and Materials		1,960	
Other Supplies and Materials		3,593	
Total Sanitation Education/Information			\$ 82,767

Convenience Centers

Supervisor/Director	\$	105,992	
Foremen		56,249	

(Continued)

Exhibit L-9

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

Solid Waste/Sanitation Fund (Cont.)Public Health and Welfare (Cont.)Convenience Centers (Cont.)

Truck Drivers	\$	520,024	
Laborers		518,290	
Clerical Personnel		34,598	
Maintenance Personnel		50,950	
Part-time Personnel		11,793	
Longevity Pay		2,325	
Overtime Pay		34,376	
Social Security		80,797	
Pensions		81,596	
Employee and Dependent Insurance		123,967	
Disability Insurance		1,278	
Unemployment Compensation		1,438	
Employer Medicare		18,921	
Advertising		3,335	
Communication		31,897	
Contracts with Private Agencies		75,764	
Engineering Services		7,750	
Maintenance and Repair Services - Buildings		11,843	
Maintenance and Repair Services - Equipment		60,689	
Maintenance and Repair Services - Vehicles		207,409	
Postal Charges		13	
Rentals		13,796	
Towing Services		1,313	
Travel		887	
Crushed Stone		2,087	
Diesel Fuel		145,004	
Equipment and Machinery Parts		52,967	
Gasoline		3,105	
Lubricants		8,765	
Office Supplies		748	
Tires and Tubes		82,593	
Uniforms		5,814	
Utilities		23,238	
Fencing		1,746	
Other Supplies and Materials		4,494	
Communication Equipment		195	
Data Processing Equipment		2,348	
Motor Vehicles		326,111	
Site Development		17,129	
Solid Waste Equipment		4,223	
Total Convenience Centers			\$ 2,737,857

Other Waste Collection

Laborers	\$	37,779
Part-time Personnel		40,067
Longevity Pay		175
Overtime Pay		1,013

(Continued)

Exhibit L-9

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

Solid Waste/Sanitation Fund (Cont.)Public Health and Welfare (Cont.)Other Waste Collection (Cont.)

Social Security	\$	4,723	
Pensions		3,959	
Employee and Dependent Insurance		11,487	
Disability Insurance		63	
Employer Medicare		1,105	
Communication		396	
Contracts with Private Agencies		97,041	
Maintenance and Repair Services - Equipment		1,001	
Other Contracted Services		46,016	
Other Supplies and Materials		1,365	
Site Development		6,124	
Total Other Waste Collection			\$ 252,314

Landfill Operation and Maintenance

Mechanic(s)	\$	51,995	
Clerical Personnel		35,841	
Longevity Pay		550	
Overtime Pay		2,042	
Social Security		5,399	
Pensions		9,188	
Employee and Dependent Insurance		16,441	
Disability Insurance		147	
Employer Medicare		1,263	
Communication		1,540	
Contracts with Private Agencies		151,451	
Engineering Services		15,690	
Maintenance and Repair Services - Equipment		3,502	
Rentals		851	
Travel		323	
Disposal Fees		278,645	
Crushed Stone		278	
Data Processing Supplies		1,226	
Diesel Fuel		1,946	
Equipment and Machinery Parts		3,891	
Gasoline		365	
Lubricants		633	
Small Tools		737	
Uniforms		1,838	
Utilities		4,344	
Other Supplies and Materials		3,344	
Total Landfill Operation and Maintenance			593,470

Postclosure Care Costs

Contracts with Private Agencies	\$	103,877	
Engineering Services		7,636	
Contracts for Postclosure Care Costs		107,077	
Crushed Stone		704	

(Continued)

Exhibit L-9

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

Solid Waste/Sanitation Fund (Cont.)Public Health and Welfare (Cont.)Postclosure Care Costs (Cont.)

Fertilizer, Lime, and Seed	\$	3,417	
Testing		19,110	
Total Postclosure Care Costs			\$ 241,821

Other OperationsEmployee Benefits

Workers' Compensation Insurance	\$	25,000	
Total Employee Benefits			25,000

Miscellaneous

Building and Contents Insurance	\$	1,858	
Judgments		13,310	
Liability Insurance		11,724	
Trustee's Commission		58,188	
Total Miscellaneous			85,080

Total Solid Waste/Sanitation Fund \$ 4,018,309

Ambulance Service FundPublic Health and WelfareAmbulance/Emergency Medical Services

County Official/Administrative Officer	\$	89,993	
Supervisor/Director		1,079,345	
Accountants/Bookkeepers		226,878	
Paraprofessionals		3,178,980	
Dispatchers/Radio Operators		781,881	
Maintenance Personnel		40,226	
Part-time Personnel		147,122	
Longevity Pay		27,975	
Overtime Pay		2,341,950	
In-service Training		30,662	
Social Security		466,932	
Pensions		754,936	
Employee and Dependent Insurance		1,418,947	
Disability Insurance		11,728	
Unemployment Compensation		1,263	
Employer Medicare		109,773	
Communication		99,826	
Contracts with Private Agencies		112,718	
Evaluation and Testing		240	
Operating Lease Payments		7,346	
Maintenance and Repair Services - Buildings		18,568	
Maintenance and Repair Services - Vehicles		12,132	
Medical and Dental Services		13,840	
Pest Control		5,757	
Postal Charges		487	
Printing, Stationery, and Forms		593	

(Continued)

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

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Travel	\$	1,395	
Other Contracted Services		450,622	
Custodial Supplies		6,106	
Data Processing Supplies		5,423	
Drugs and Medical Supplies		471,066	
Gasoline		206,502	
Instructional Supplies and Materials		17,039	
Office Supplies		4,774	
Uniforms		52,092	
Utilities		79,652	
Vehicle Parts		90,751	
Other Supplies and Materials		36,463	
Building and Contents Insurance		4,068	
Judgments		200,000	
Liability Insurance		24,744	
Refunds		55,429	
Trustee's Commission		249,159	
Workers' Compensation Insurance		50,000	
In Service/Staff Development		5,482	
Fines, Assessments, and Penalties		260,000	
Other Charges		7,417	
Building Improvements		89,440	
Communication Equipment		3,957	
Data Processing Equipment		24,967	
Health Equipment		418,653	
Total Ambulance/Emergency Medical Services			\$ 13,795,299

Other Local Health Services

Supervisor/Director	\$	71,284	
Paraprofessionals		234,666	
Part-time Personnel		209,730	
Longevity Pay		600	
Overtime Pay		77,531	
Social Security		36,050	
Pensions		36,598	
Employee and Dependent Insurance		78,045	
Disability Insurance		543	
Employer Medicare		8,431	
Maintenance and Repair Services - Vehicles		12,917	
Gasoline		18,344	
Utilities		5,324	
Motor Vehicles		71,140	
Health Equipment		38,772	
Total Other Local Health Services			899,975

Total Ambulance Service Fund \$ 14,695,274

(Continued)

Exhibit L-9

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

Industrial/Economic Development FundOther OperationsIndustrial Development

Trustee's Commission	\$ 763	
Total Industrial Development		\$ 763

Total Industrial/Economic Development Fund \$ 763

Special Purpose FundPublic SafetySheriff's Department

Confidential Drug Enforcement Payments	\$ 35,000	
Maintenance and Repair Services - Vehicles	2,189	
Total Sheriff's Department		\$ 37,189

Total Special Purpose Fund 37,189

Drug Control FundPublic SafetyDrug Enforcement

In-service Training	\$ 14,247	
Confidential Drug Enforcement Payments	85,000	
Maintenance and Repair Services - Buildings	3,705	
Maintenance and Repair Services - Vehicles	16,749	
Veterinary Services	4,007	
Animal Food and Supplies	2,457	
Law Enforcement Supplies	5,414	
Other Supplies and Materials	6,744	
Trustee's Commission	7,360	
Other Charges	2,371	
Data Processing Equipment	3,293	
Law Enforcement Equipment	18,350	
Motor Vehicles	28,077	
Total Drug Enforcement		\$ 197,774

Total Drug Control Fund 197,774

Constitutional Officers - Fees FundGeneral GovernmentRegister of Deeds

Constitutional Officers' Operating Expenses	\$ 767,202	
Total Register of Deeds		\$ 767,202

FinanceCounty Trustee's Office

Constitutional Officers' Operating Expenses	\$ 481,698	
Total County Trustee's Office		481,698

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 1,821,372	
Total County Clerk's Office		1,821,372

(Continued)

Exhibit L-9

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

Constitutional Officers - Fees Fund (Cont.)Administration of JusticeCircuit Court

Constitutional Officers' Operating Expenses	\$ 2,405,397	
Total Circuit Court		\$ 2,405,397

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 8,130	
Total Chancery Court		8,130

Total Constitutional Officers - Fees Fund		\$ 5,483,799
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Highway/Public Works FundHighwaysAdministration

County Official/Administrative Officer	\$ 157,669	
Assistant(s)	80,661	
Secretary(ies)	122,757	
Longevity Pay	2,375	
Board and Committee Members Fees	40,000	
Social Security	23,191	
Pensions	36,779	
Employee and Dependent Insurance	72,355	
Disability Insurance	498	
Employer Medicare	5,561	
Communication	6,761	
Dues and Memberships	8,416	
Janitorial Services	5,690	
Legal Notices, Recording, and Court Costs	1,344	
Maintenance and Repair Services - Office Equipment	205	
Postal Charges	825	
Printing, Stationery, and Forms	768	
Electricity	18,452	
Natural Gas	6,850	
Office Supplies	2,104	
Water and Sewer	6,261	
Building and Contents Insurance	3,546	
Liability Insurance	122,986	
Trustee's Commission	136,970	
Other Charges	12,873	
Office Equipment	1,417	
Total Administration		\$ 877,314

Highway and Bridge Maintenance

Foremen	\$ 397,175
Equipment Operators	1,371,920
Truck Drivers	321,832
Longevity Pay	14,200
Overtime Pay	26,820
Social Security	124,128

(Continued)

Exhibit L-9

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Highway and Bridge Maintenance (Cont.)

Pensions	\$	216,607	
Employee and Dependent Insurance		539,939	
Disability Insurance		3,529	
Employer Medicare		29,069	
Engineering Services		71,967	
Other Contracted Services		378,938	
Asphalt		3,448,948	
Crushed Stone		498,786	
General Construction Materials		44,302	
Pipe		47,581	
Pipe - Metal		42,107	
Road Signs		23,067	
Salt		65,490	
Uniforms		25,776	
Other Supplies and Materials		9,932	
Total Highway and Bridge Maintenance			\$ 7,702,113

Operation and Maintenance of Equipment

Foremen	\$	63,117	
Mechanic(s)		231,839	
Laborers		88,229	
Longevity Pay		2,625	
Overtime Pay		10,730	
Social Security		23,503	
Pensions		40,289	
Employee and Dependent Insurance		75,740	
Disability Insurance		642	
Employer Medicare		5,497	
Maintenance and Repair Services - Equipment		41,304	
Other Contracted Services		39,490	
Diesel Fuel		148,762	
Equipment and Machinery Parts		182,126	
Garage Supplies		6,814	
Gasoline		28,535	
Lubricants		9,791	
Tires and Tubes		58,858	
Other Supplies and Materials		22,947	
Total Operation and Maintenance of Equipment			1,080,838

Other Charges

Assistant(s)	\$	73,512	
Data Processing Personnel		42,360	
Salary Supplements		10,000	
Foremen		60,915	
Equipment Operators		159,161	
Secretary(ies)		54,205	
Longevity Pay		2,500	

(Continued)

Exhibit L-9

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Other Charges (Cont.)

Overtime Pay	\$	4,899	
In-service Training		1,834	
Social Security		23,698	
Pensions		41,408	
Employee and Dependent Insurance		87,297	
Disability Insurance		651	
Employer Medicare		5,542	
Communication		1,395	
Legal Notices, Recording, and Court Costs		80	
Maintenance and Repair Services - Equipment		27,140	
Postal Charges		258	
Travel		4,115	
Other Contracted Services		4,392	
Crushed Stone		295	
Data Processing Supplies		310	
Diesel Fuel		21,957	
Equipment and Machinery Parts		11,537	
Gasoline		2,613	
General Construction Materials		713	
Lubricants		276	
Office Supplies		242	
Pipe - Metal		1,695	
Tires and Tubes		1,146	
Other Supplies and Materials		795	
Other Equipment		42,333	
Total Other Charges			\$ 689,274

Employee Benefits

Unemployment Compensation	\$	67	
Other Fringe Benefits		126,074	
Workers' Compensation Insurance		58,085	
Total Employee Benefits			184,226

Capital Outlay

Bridge Construction	\$	277,475	
Building Improvements		5,380	
Highway Equipment		32,000	
Right-of-Way		319,440	
Total Capital Outlay			634,295

Total Highway/Public Works Fund \$ 11,168,060

General Debt Service FundGeneral GovernmentOther General Administration

Trustee's Commission	\$	1,042,786	
Other Debt Service		6,748	
Total Other General Administration			\$ 1,049,534

(Continued)

Exhibit L-9

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

General Debt Service Fund (Cont.)

Principal on Debt

General Government

Principal on Bonds	\$ 7,309,538	
Total General Government		\$ 7,309,538

Education

Principal on Bonds	\$ 30,105,462	
Principal on Other Loans	628,403	
Total Education		30,733,865

Interest on Debt

General Government

Interest on Bonds	\$ 4,002,476	
Total General Government		4,002,476

Education

Interest on Bonds	\$ 13,768,416	
Interest on Other Loans	20,519	
Total Education		13,788,935

Other Debt Service

General Government

Underwriter's Discount	\$ 20,265	
Other Debt Issuance Charges	59,807	
Total General Government		80,072

Education

Underwriter's Discount	\$ 148,212	
Other Debt Issuance Charges	443,261	
Total Education		591,473

Total General Debt Service Fund		\$ 57,555,893
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General Capital Projects Fund

Capital Projects

General Administration Projects

Architects	\$ 139,394	
Engineering Services	181,665	
Legal Services	12,622	
Permits	7,660	
Other Contracted Services	6,174	
Building Improvements	7,113,150	
Data Processing Equipment	386,199	
Furniture and Fixtures	402,527	
Site Development	56,550	
Other Equipment	1,867	
Total General Administration Projects		\$ 8,307,808

(Continued)

Exhibit L-9

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

<u>General Capital Projects Fund (Cont.)</u>			
<u>Capital Projects (Cont.)</u>			
<u>Public Safety Projects</u>			
Engineering Services	\$	294,462	
Other Contracted Services		4,462	
Building Improvements		471,848	
Communication Equipment		3,952,030	
Data Processing Equipment		3,647	
Site Development		134,853	
Other Equipment		562,991	
Total Public Safety Projects			\$ 5,424,293
<u>Public Health and Welfare Projects</u>			
Engineering Services	\$	103,999	
Maintenance and Repair Services - Buildings		837	
Building Improvements		266,479	
Total Public Health and Welfare Projects			371,315
<u>Agriculture and Natural Resources Projects</u>			
Maintenance and Repair Services - Buildings	\$	28,677	
Total Agriculture and Natural Resources Projects			<u>28,677</u>
Total General Capital Projects Fund			\$ 14,132,093
<u>Education Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Contributions	\$	89,297,413	
Total Education Capital Projects			<u>\$ 89,297,413</u>
Total Education Capital Projects Fund			<u>89,297,413</u>
Total Governmental Funds - Primary Government			<u>\$ 314,069,922</u>

Exhibit L-10

Rutherford County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 2021

General Purpose School FundInstructionRegular Instruction Program

Teachers	\$ 152,445,040	
Career Ladder Program	223,379	
Educational Assistants	5,067,491	
Other Salaries and Wages	1,528,840	
Social Security	9,497,060	
Pensions	14,715,967	
Life Insurance	83,055	
Medical Insurance	26,952,595	
Unemployment Compensation	71,326	
Employer Medicare	2,224,024	
Other Fringe Benefits	257,255	
Contracts with Private Agencies	96,208	
Maintenance and Repair Services - Equipment	351	
Contracts for Substitute Teachers - Certified	235,656	
Contracts for Substitute Teachers - Non-certified	1,181,041	
Other Contracted Services	11,776	
Instructional Supplies and Materials	2,640,902	
Textbooks - Bound	7,331,122	
Software	90,744	
Other Supplies and Materials	46,684	
Fee Waivers	26,451	
Other Charges	213,889	
Regular Instruction Equipment	3,082,178	
Total Regular Instruction Program		\$ 228,023,034

Alternative Instruction Program

Teachers	\$ 1,662,745	
Career Ladder Program	4,500	
Educational Assistants	164,547	
Social Security	109,142	
Pensions	179,776	
Life Insurance	992	
Medical Insurance	305,660	
Employer Medicare	25,525	
Other Fringe Benefits	2,987	
Contracts for Substitute Teachers - Certified	110	
Contracts for Substitute Teachers - Non-certified	5,945	
Other Contracted Services	3,692	
Instructional Supplies and Materials	9,463	
Other Supplies and Materials	58	
Total Alternative Instruction Program		2,475,142

Special Education Program

Teachers	\$ 13,944,537
Career Ladder Program	23,002
Educational Assistants	6,190,265

(Continued)

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Speech Pathologist	\$	1,917,959	
Other Salaries and Wages		263,690	
Social Security		1,318,807	
Pensions		2,134,772	
Life Insurance		16,972	
Medical Insurance		4,820,725	
Unemployment Compensation		30,445	
Employer Medicare		308,427	
Other Fringe Benefits		38,775	
Contracts with Private Agencies		1,133,365	
Evaluation and Testing		83,582	
Maintenance and Repair Services - Equipment		3,955	
Contracts for Substitute Teachers - Certified		26,960	
Contracts for Substitute Teachers - Non-certified		111,180	
Other Contracted Services		292	
Instructional Supplies and Materials		109,375	
Textbooks - Bound		13,000	
Other Supplies and Materials		77,755	
Special Education Equipment		22,221	
Total Special Education Program			\$ 32,590,061

Career and Technical Education Program

Teachers	\$	9,393,823	
Career Ladder Program		6,532	
Clerical Personnel		229,664	
Educational Assistants		21,575	
Social Security		573,235	
Pensions		889,571	
Life Insurance		4,860	
Medical Insurance		1,722,088	
Unemployment Compensation		15,922	
Employer Medicare		134,063	
Other Fringe Benefits		15,731	
Maintenance and Repair Services - Equipment		45,073	
Contracts for Substitute Teachers - Certified		16,590	
Contracts for Substitute Teachers - Non-certified		121,832	
Other Contracted Services		40,365	
Instructional Supplies and Materials		252,029	
T&I Construction Materials		64,381	
Textbooks - Bound		236,002	
Other Supplies and Materials		163,832	
Vocational Instruction Equipment		315,352	
Total Career and Technical Education Program			14,262,520

COVID-19 Expenditures

Regular Instruction Equipment	\$	859,607	
Total COVID-19 Expenditures			859,607

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support ServicesAttendance

Supervisor/Director	\$	107,128	
Career Ladder Program		3,550	
Social Workers		277,799	
Clerical Personnel		133,876	
Other Salaries and Wages		68,893	
Social Security		33,069	
Pensions		55,970	
Life Insurance		223	
Medical Insurance		86,029	
Employer Medicare		8,294	
Other Fringe Benefits		864	
Travel		789	
Other Contracted Services		258,448	
Other Supplies and Materials		2,352	
In Service/Staff Development		700	
Attendance Equipment		1,427	
Total Attendance			\$ 1,039,411

Health Services

Supervisor/Director	\$	154,349	
Medical Personnel		3,091,101	
Other Salaries and Wages		42,083	
Social Security		195,602	
Pensions		289,257	
Life Insurance		1,500	
Medical Insurance		480,237	
Unemployment Compensation		4,136	
Employer Medicare		45,746	
Other Fringe Benefits		4,900	
Travel		6,888	
Other Contracted Services		4,175	
Drugs and Medical Supplies		18,550	
Other Supplies and Materials		52,240	
In Service/Staff Development		6,821	
Health Equipment		56,812	
Total Health Services			4,454,397

Other Student Support

Career Ladder Program	\$	15,000	
Guidance Personnel		6,035,582	
Psychological Personnel		167,184	
Career Ladder Extended Contracts		2,000	
Social Workers		142,622	
Clerical Personnel		336,683	
Educational Assistants		42,074	
Temporary Personnel		147,747	

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Other Student Support (Cont.)

Speech Pathologist	\$	46,540	
Other Salaries and Wages		1,973,055	
Social Security		527,576	
Pensions		824,343	
Life Insurance		4,437	
Medical Insurance		1,535,916	
Unemployment Compensation		1,498	
Employer Medicare		124,231	
Other Fringe Benefits		14,231	
Contracts with Government Agencies		310,227	
Evaluation and Testing		155,152	
Travel		4,492	
Contracts for Substitute Teachers - Certified		2,531	
Contracts for Substitute Teachers - Non-certified		18,976	
Other Contracted Services		11,319	
Other Supplies and Materials		33,850	
In Service/Staff Development		1,486	
Other Equipment		26,272	
Total Other Student Support			\$ 12,505,024

Regular Instruction Program

Supervisor/Director	\$	873,862	
Career Ladder Program		21,100	
Librarians		3,373,229	
Materials Supervisor		53,583	
Instructional Computer Personnel		281,110	
Secretary(ies)		81,980	
Clerical Personnel		92,710	
Educational Assistants		692,729	
Other Salaries and Wages		1,545,597	
Social Security		417,466	
Pensions		701,351	
Life Insurance		3,419	
Medical Insurance		1,207,823	
Unemployment Compensation		2,487	
Employer Medicare		97,699	
Other Fringe Benefits		11,411	
Travel		32,120	
Contracts for Substitute Teachers - Certified		2,366	
Contracts for Substitute Teachers - Non-certified		14,120	
Other Contracted Services		147,110	
Library Books/Media		202,858	
Software		143,000	
Other Supplies and Materials		93,794	
In Service/Staff Development		60,986	
Other Equipment		577,646	
Total Regular Instruction Program			10,731,556

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Alternative Instruction Program

Supervisor/Director	\$	202,080	
Career Ladder Program		4,500	
Guidance Personnel		135,191	
Librarians		54,438	
Clerical Personnel		57,917	
Other Salaries and Wages		308,069	
Social Security		45,522	
Pensions		77,559	
Life Insurance		338	
Medical Insurance		96,540	
Employer Medicare		10,646	
Other Fringe Benefits		1,211	
Contracts for Substitute Teachers - Certified		330	
Contracts for Substitute Teachers - Non-certified		396	
Library Books/Media		816	
Other Supplies and Materials		17,136	
In Service/Staff Development		64	
Other Equipment		264	
Total Alternative Instruction Program			\$ 1,013,017

Special Education Program

Supervisor/Director	\$	96,613	
Career Ladder Program		5,000	
Psychological Personnel		691,427	
Medical Personnel		598,537	
Clerical Personnel		76,702	
Other Salaries and Wages		51,242	
Social Security		90,511	
Pensions		149,388	
Life Insurance		692	
Medical Insurance		246,558	
Unemployment Compensation		953	
Employer Medicare		21,176	
Other Fringe Benefits		2,527	
Maintenance and Repair Services - Equipment		184	
Travel		34,705	
Other Contracted Services		13,255	
Other Supplies and Materials		22,356	
In Service/Staff Development		6,846	
Other Equipment		163	
Total Special Education Program			2,108,835

Career and Technical Education Program

Supervisor/Director	\$	96,613	
Clerical Personnel		40,044	
Other Salaries and Wages		167,354	

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Career and Technical Education Program (Cont.)

Social Security	\$	18,070	
Pensions		31,088	
Life Insurance		112	
Medical Insurance		45,918	
Employer Medicare		4,227	
Other Fringe Benefits		484	
Travel		4,117	
Other Supplies and Materials		10,976	
In Service/Staff Development		24,970	
Other Equipment		2,659	
Total Career and Technical Education Program			\$ 446,632

Technology

Supervisor/Director	\$	103,547	
Computer Programmer(s)		1,367,882	
Other Salaries and Wages		149,108	
Social Security		97,748	
Pensions		164,383	
Life Insurance		703	
Medical Insurance		204,006	
Unemployment Compensation		331	
Employer Medicare		22,898	
Other Fringe Benefits		2,643	
Maintenance and Repair Services - Equipment		180	
Internet Connectivity		304,760	
Travel		3,040	
Other Contracted Services		182,127	
Cabling		175,907	
Software		248,204	
Other Supplies and Materials		282,795	
Other Equipment		738,017	
Total Technology			4,048,279

Adult Programs

Supervisor/Director	\$	94,115	
Clerical Personnel		43,353	
Social Security		8,448	
Pensions		14,071	
Life Insurance		56	
Medical Insurance		7,775	
Employer Medicare		1,975	
Other Fringe Benefits		226	
Total Adult Programs			170,019

Board of Education

Secretary to Board	\$	175,299	
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(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Board of Education (Cont.)

Board and Committee Members Fees	\$	74,851	
Social Security		15,482	
Pensions		15,208	
Life Insurance		36	
Medical Insurance		3,248,656	
Unemployment Compensation		158	
Employer Medicare		3,621	
Other Fringe Benefits		244	
Audit Services		50,326	
Dues and Memberships		9,906	
Legal Services		185,425	
Other Contracted Services		11,501	
Other Supplies and Materials		151	
Liability Insurance		553,720	
Trustee's Commission		2,942,913	
Workers' Compensation Insurance		516,381	
In Service/Staff Development		1,622	
Criminal Investigation of Applicants - TBI		34,171	
Total Board of Education			\$ 7,839,671

Director of Schools

County Official/Administrative Officer	\$	161,826	
Career Ladder Program		1,000	
Secretary(ies)		40,694	
Other Salaries and Wages		311,513	
Social Security		29,751	
Pensions		52,506	
Life Insurance		195	
Medical Insurance		56,646	
Employer Medicare		7,279	
Other Fringe Benefits		758	
Communication		118,281	
Dues and Memberships		12,717	
Postal Charges		20,102	
Travel		699	
Other Contracted Services		33,837	
Other Supplies and Materials		9,196	
In Service/Staff Development		2,434	
Other Charges		17,938	
Total Director of Schools			877,372

Office of the Principal

Principals	\$	5,106,098	
Career Ladder Program		30,400	
Accountants/Bookkeepers		1,562,066	
Career Ladder Extended Contracts		4,000	

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Office of the Principal (Cont.)

Assistant Principals	\$	7,122,050	
Secretary(ies)		1,451,873	
Clerical Personnel		2,007,075	
Social Security		1,030,135	
Pensions		1,760,166	
Life Insurance		8,502	
Medical Insurance		3,086,686	
Unemployment Compensation		2,149	
Employer Medicare		241,133	
Other Fringe Benefits		27,090	
Communication		199,787	
Dues and Memberships		16,450	
Contracts for Substitute Teachers - Certified		13,322	
Contracts for Substitute Teachers - Non-certified		7,184	
Other Contracted Services		128,714	
Office Supplies		2,791	
Other Supplies and Materials		660	
Other Charges		169,250	
Administration Equipment		30,784	
Total Office of the Principal			\$ 24,008,365

Fiscal Services

Supervisor/Director	\$	423,707	
Accountants/Bookkeepers		397,672	
Purchasing Personnel		115,294	
Social Security		53,624	
Pensions		89,901	
Life Insurance		432	
Medical Insurance		168,139	
Employer Medicare		12,976	
Other Fringe Benefits		1,422	
Travel		430	
Other Contracted Services		29,732	
Office Supplies		26,193	
Other Supplies and Materials		2,389	
In Service/Staff Development		3,740	
Administration Equipment		3,349	
Total Fiscal Services			1,329,000

Human Services/Personnel

Supervisor/Director	\$	127,043	
Clerical Personnel		85,122	
Other Salaries and Wages		151,466	
Social Security		21,250	
Pensions		35,216	
Life Insurance		162	

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Human Services/Personnel (Cont.)

Medical Insurance	\$	47,808	
Employer Medicare		5,190	
Other Fringe Benefits		529	
Travel		207	
Other Contracted Services		90,895	
Office Supplies		133	
Other Supplies and Materials		3,416	
In Service/Staff Development		778	
Total Human Services/Personnel			\$ 569,215

Operation of Plant

Custodial Personnel	\$	7,486,831	
Other Salaries and Wages		121,326	
Social Security		451,459	
Pensions		724,123	
Life Insurance		6,642	
Medical Insurance		1,793,519	
Unemployment Compensation		19,677	
Employer Medicare		106,189	
Other Fringe Benefits		12,158	
Maintenance and Repair Services - Equipment		2,825	
Other Contracted Services		1,175,712	
Custodial Supplies		1,849,074	
Electricity		9,626,365	
Natural Gas		1,080,683	
Water and Sewer		1,330,476	
Other Supplies and Materials		161,706	
Building and Contents Insurance		648,467	
Other Charges		51,206	
Plant Operation Equipment		255,083	
Total Operation of Plant			26,903,521

Maintenance of Plant

Supervisor/Director	\$	478,480	
Secretary(ies)		125,778	
Maintenance Personnel		2,765,332	
Social Security		199,450	
Pensions		340,681	
Life Insurance		1,876	
Medical Insurance		686,570	
Unemployment Compensation		1,375	
Employer Medicare		46,646	
Other Fringe Benefits		5,596	
Laundry Service		22,280	
Maintenance and Repair Services - Buildings		452,736	
Maintenance and Repair Services - Equipment		534,685	

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Support Services (Cont.)Maintenance of Plant (Cont.)

Travel	\$	125	
Other Contracted Services		1,027,691	
Other Supplies and Materials		1,425,089	
Vehicle and Equipment Insurance		36,713	
In Service/Staff Development		11,675	
Other Charges		22,212	
Administration Equipment		145,633	
Maintenance Equipment		112,725	
Total Maintenance of Plant			\$ 8,443,348

Transportation

Supervisor/Director	\$	82,253	
Clerical Personnel		180,208	
Attendants		456,810	
Other Salaries and Wages		138,973	
Social Security		49,256	
Pensions		72,102	
Life Insurance		709	
Medical Insurance		235,118	
Unemployment Compensation		8,392	
Employer Medicare		11,744	
Other Fringe Benefits		1,382	
Contracts with Private Agencies		455,904	
Contracts with Vehicle Owners		18,992,660	
Maintenance and Repair Services - Vehicles		2,261	
Travel		20	
Other Contracted Services		126,461	
Other Supplies and Materials		6,874	
Vehicle and Equipment Insurance		47,154	
In Service/Staff Development		5,208	
Other Charges		28,932	
Administration Equipment		26,030	
Transportation Equipment		40,712	
Total Transportation			20,969,163

Operation of Non-Instructional ServicesCommunity Services

Other Charges	\$	12,589	
Total Community Services			12,589

Early Childhood Education

Teachers	\$	1,623,804	
Career Ladder Program		4,000	
Educational Assistants		816,086	
Social Security		142,731	
Pensions		237,970	

(Continued)

Exhibit L-10

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

General Purpose School Fund (Cont.)Operation of Non-Instructional Services (Cont.)Early Childhood Education (Cont.)

Life Insurance	\$	1,948	
Medical Insurance		629,601	
Unemployment Compensation		1,560	
Employer Medicare		33,380	
Other Fringe Benefits		4,242	
Contracts for Substitute Teachers - Certified		16,907	
Contracts for Substitute Teachers - Non-certified		32,254	
Other Contracted Services		916	
Instructional Supplies and Materials		23,234	
Other Supplies and Materials		11,229	
In Service/Staff Development		2,126	
Other Equipment		5,166	
Total Early Childhood Education			\$ 3,587,154

Capital OutlayRegular Capital Outlay

Other Contracted Services	\$	12,600	
Other Capital Outlay		8,100	
Total Regular Capital Outlay			20,700

Other Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	648,922	
Total Education			648,922

Total General Purpose School Fund \$ 409,936,554

School Federal Projects FundInstructionRegular Instruction Program

Teachers	\$	3,551,994	
Educational Assistants		332,046	
Other Salaries and Wages		6,781	
Social Security		225,735	
Pensions		298,490	
Life Insurance		1,119	
Medical Insurance		369,486	
Employer Medicare		52,793	
Other Fringe Benefits		2,971	
Contracts for Substitute Teachers - Certified		57,991	
Contracts for Substitute Teachers - Non-certified		267,585	
Other Contracted Services		26,836	
Instructional Supplies and Materials		402,216	
Software		2,618,390	
Other Supplies and Materials		357,012	
Regular Instruction Equipment		4,427,175	
Total Regular Instruction Program			\$ 12,998,620

(Continued)

Exhibit L-10

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

School Federal Projects Fund (Cont.)Instruction (Cont.)Alternative Instruction Program

Teachers	\$	6,886	
Educational Assistants		535	
Social Security		460	
Pensions		54	
Employer Medicare		108	
Total Alternative Instruction Program			\$ 8,043

Special Education Program

Teachers	\$	1,086,843	
Educational Assistants		1,475,664	
Speech Pathologist		146,340	
Other Salaries and Wages		76,185	
Social Security		162,438	
Pensions		240,817	
Life Insurance		2,435	
Medical Insurance		764,983	
Employer Medicare		37,994	
Other Fringe Benefits		4,647	
Contracts with Private Agencies		40,340	
Contracts for Substitute Teachers - Certified		2,366	
Contracts for Substitute Teachers - Non-certified		11,792	
Instructional Supplies and Materials		6,501	
Other Supplies and Materials		10,656	
Special Education Equipment		4,797	
Total Special Education Program			4,074,798

Career and Technical Education Program

Teachers	\$	41,525	
Clerical Personnel		1,002	
Educational Assistants		108	
Social Security		2,643	
Pensions		113	
Employer Medicare		618	
Other Contracted Services		14,995	
Other Supplies and Materials		47,879	
Vocational Instruction Equipment		689,216	
Total Career and Technical Education Program			798,099

Support ServicesAttendance

Supervisor/Director	\$	458	
Social Workers		1,202	
Clerical Personnel		591	
Other Salaries and Wages		302	
Social Security		158	
Pensions		259	
Employer Medicare		37	
Total Attendance			3,007

(Continued)

Exhibit L-10

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Health Services

Supervisor/Director	\$	645	
Medical Personnel		11,592	
Other Salaries and Wages		1,786	
Social Security		869	
Pensions		1,178	
Employer Medicare		203	
Other Contracted Services		3,055	
Other Supplies and Materials		273,267	
Total Health Services			\$ 292,595

Other Student Support

Guidance Personnel	\$	81,882	
Psychological Personnel		861	
Social Workers		551,923	
Clerical Personnel		1,411	
Attendants		608	
Other Salaries and Wages		209,450	
Social Security		50,920	
Pensions		81,475	
Life Insurance		360	
Medical Insurance		110,603	
Employer Medicare		11,909	
Other Fringe Benefits		1,181	
Contracts with Government Agencies		53,148	
Evaluation and Testing		10,005	
Travel		1,830	
Other Contracted Services		118,100	
Other Supplies and Materials		90,597	
In Service/Staff Development		41,751	
Other Equipment		13,344	
Total Other Student Support			1,431,358

Regular Instruction Program

Supervisor/Director	\$	55,352	
Librarians		14,633	
Materials Supervisor		235	
Instructional Computer Personnel		1,310	
Secretary(ies)		56,569	
Clerical Personnel		428	
Educational Assistants		3,238	
Other Salaries and Wages		1,876,078	
In-service Training		272,808	
Social Security		136,925	
Pensions		225,129	
Life Insurance		767	
Medical Insurance		273,850	

(Continued)

Exhibit L-10

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Regular Instruction Program (Cont.)

Employer Medicare	\$	32,178	
Other Fringe Benefits		3,157	
Travel		6,344	
Other Supplies and Materials		21,927	
In Service/Staff Development		642,613	
Other Equipment		10,834	
Total Regular Instruction Program			\$ 3,634,375

Alternative Instruction Program

Supervisor/Director	\$	864	
Guidance Personnel		578	
Librarians		246	
Clerical Personnel		286	
Other Salaries and Wages		1,332	
Social Security		205	
Pensions		336	
Employer Medicare		48	
Total Alternative Instruction Program			3,895

Special Education Program

Supervisor/Director	\$	413	
Psychological Personnel		804,835	
Medical Personnel		204,911	
Clerical Personnel		339	
Other Salaries and Wages		568,809	
Social Security		91,862	
Pensions		153,370	
Life Insurance		551	
Medical Insurance		230,664	
Employer Medicare		21,948	
Other Fringe Benefits		2,405	
Communication		450	
Contracts with Private Agencies		269,846	
Other Supplies and Materials		18,516	
In Service/Staff Development		16,591	
Other Equipment		7,050	
Total Special Education Program			2,392,560

Career and Technical Education Program

Supervisor/Director	\$	413	
Clerical Personnel		184	
Other Salaries and Wages		673	
Social Security		79	
Pensions		129	
Employer Medicare		18	
Other Supplies and Materials		5	
In Service/Staff Development		11,370	
Total Career and Technical Education Program			12,871

(Continued)

Exhibit L-10

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Technology

Supervisor/Director	\$	454	
Computer Programmer(s)		6,368	
Clerical Personnel		184	
Other Salaries and Wages		7,213	
Social Security		483	
Pensions		791	
Employer Medicare		206	
Total Technology			\$ 15,699

Adult Programs

Supervisor/Director	\$	402	
Clerical Personnel		192	
Social Security		37	
Pensions		60	
Employer Medicare		9	
Total Adult Programs			700

Director of Schools

Secretary(ies)	\$	2,851	
Social Security		177	
Pensions		290	
Employer Medicare		42	
Total Director of Schools			3,360

Office of the Principal

Principals	\$	12,094	
Accountants/Bookkeepers		644	
Assistant Principals		41,420	
Secretary(ies)		6,511	
Clerical Personnel		8,955	
Social Security		4,317	
Pensions		6,879	
Employer Medicare		1,010	
Total Office of the Principal			81,830

Fiscal Services

Supervisor/Director	\$	1,948	
Accountants/Bookkeepers		1,780	
Other Salaries and Wages		507	
Social Security		263	
Pensions		430	
Employer Medicare		61	
Total Fiscal Services			4,989

Human Services/Personnel

Supervisor/Director	\$	543	
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(Continued)

Exhibit L-10

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Human Services/Personnel (Cont.)

Secretary(ies)	\$	1,097	
Social Security		102	
Pensions		167	
Employer Medicare		24	
Total Human Services/Personnel			\$ 1,933

Operation of Plant

Custodial Personnel	\$	35,577	
Other Salaries and Wages		523	
Social Security		2,238	
Pensions		3,668	
Employer Medicare		523	
Total Operation of Plant			42,529

Maintenance of Plant

Supervisor/Director	\$	2,097	
Secretary(ies)		556	
Maintenance Personnel		12,379	
Social Security		932	
Pensions		1,527	
Employer Medicare		218	
Total Maintenance of Plant			17,709

Transportation

Supervisor/Director	\$	360	
Clerical Personnel		819	
Other Salaries and Wages		171,343	
Social Security		9,663	
Pensions		16,799	
Life Insurance		242	
Medical Insurance		80,083	
Employer Medicare		2,260	
Other Fringe Benefits		322	
Contracts with Parents		578	
Contracts with Vehicle Owners		91,450	
Maintenance and Repair Services - Vehicles		5,329	
Gasoline		2,461	
Total Transportation			381,709

Operation of Non-Instructional ServicesFood Service

Food Supplies	\$	1,500,000	
Total Food Service			1,500,000

Early Childhood Education

Teachers	\$	6,831	
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(Continued)

Exhibit L-10

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

School Federal Projects Fund (Cont.)Operation of Non-Instructional Services (Cont.)Early Childhood Education (Cont.)

Educational Assistants	\$	3,229	
Social Security		624	
Pensions		1,022	
Employer Medicare		146	
Total Early Childhood Education			\$ 11,852

Capital OutlayRegular Capital Outlay

Building Improvements	\$	283,134	
Total Regular Capital Outlay			<u>283,134</u>

Total School Federal Projects Fund \$ 27,995,665

Central Cafeteria FundSupport ServicesBoard of Education

Audit Services	\$	12,582	
Workers' Compensation Insurance		27,150	
Total Board of Education			\$ 39,732

Operation of Non-Instructional ServicesFood Service

Supervisor/Director	\$	160,957	
Accountants/Bookkeepers		99,599	
Cafeteria Personnel		6,283,929	
Other Salaries and Wages		263,792	
Social Security		406,709	
Pensions		354,423	
Life Insurance		3,622	
Medical Insurance		1,081,948	
Unemployment Compensation		26,747	
Employer Medicare		95,379	
Other Fringe Benefits		6,288	
Maintenance and Repair Services - Equipment		25,821	
Postal Charges		373	
Transportation - Other than Students		153,727	
Travel		11,066	
Other Contracted Services		498,102	
Food Preparation Supplies		463,191	
Food Supplies		3,500,561	
Office Supplies		7,321	
USDA - Commodities		935,255	
Other Supplies and Materials		138,122	
In Service/Staff Development		2,957	
Other Charges		5,181	
Food Service Equipment		50,160	
Total Food Service			<u>14,575,230</u>

Total Central Cafeteria Fund 14,614,962

(Continued)

Exhibit L-10

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

<u>Internal School Fund</u>		
<u>Operation of Non-Instructional Services</u>		
<u>Community Services</u>		
Other Charges	\$ 17,085,673	
Total Community Services		\$ 17,085,673
Total Internal School Fund		\$ 17,085,673
<u>Education Capital Projects Fund</u>		
<u>Support Services</u>		
<u>Board of Education</u>		
Trustee's Commission	\$ 155,007	
Total Board of Education		\$ 155,007
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Engineering Services	\$ 11,141	
Maintenance and Repair Services - Buildings	6,028,266	
Other Contracted Services	114,830	
Building Purchases	84,017	
Other Equipment	71,247	
Total Education Capital Projects		6,309,501
Total Education Capital Projects Fund		6,464,508
<u>Other Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Architects	\$ 1,528,992	
Engineering Services	73,034	
Other Charges	9,668,173	
Building Construction	35,236,937	
Furniture and Fixtures	205,628	
Regular Instruction Equipment	414,062	
Site Development	8,353,315	
Other Equipment	30,456	
Other Capital Outlay	38,057	
Total Education Capital Projects		\$ 55,548,654
Total Other Capital Projects Fund		55,548,654
Total Governmental Funds - Rutherford County School Department		\$ 531,646,016

Rutherford County, Tennessee
Schedule of Detailed Additions, Deductions,
and Changes in Net Position - City Custodial Funds
For the Year Ended June 30, 2021

	Cities - Sales Tax Fund	Cities - Property Tax Fund	City School ADA - Murfreesboro Fund	Total
<u>Additions</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 0	\$ 11,869,826	\$ 15,365,331	\$ 27,235,157
Trustee's Collections - Prior Years	0	159,195	147,058	306,253
Circuit/Clerk and Master Collections - Prior Years	0	0	84,001	84,001
Interest and Penalty	0	30,322	34,485	64,807
Pick-up Taxes	0	72,493	11,679	84,172
Payments in-Lieu-of Taxes - T.V.A.	0	0	1,053	1,053
Payments in-Lieu-of Taxes - Local Utilities	0	0	23,830	23,830
<u>County Local Option Taxes</u>				
Local Option Sales Tax	101,832,756	0	14,150,878	115,983,634
Wheel Tax	0	0	765,549	765,549
Business Tax	0	0	508,833	508,833
<u>Licenses</u>				
Marriage Licenses	0	0	2,257	2,257
<u>Other Local Revenues</u>				
Other Local Revenues	0	75,460	0	75,460
Total Additions	<u>\$ 101,832,756</u>	<u>\$ 12,207,296</u>	<u>\$ 31,094,954</u>	<u>\$ 145,135,006</u>
<u>Deductions</u>				
Remittance of Revenues Collected	\$ 100,975,241	\$ 12,225,237	\$ 30,909,288	\$ 144,109,766
Trustee's Commission	857,515	0	461,016	1,318,531
Contracts with Government Agencies	0	75,460	0	75,460
Total Deductions	<u>\$ 101,832,756</u>	<u>\$ 12,300,697</u>	<u>\$ 31,370,304</u>	<u>\$ 145,503,757</u>
Excess of Additions Over (Under) Deductions	\$ 0	\$ (93,401)	\$ (275,350)	\$ (368,751)
Net Position, July 1, 2020	0	0	0	0
Restatement	0	93,401	275,350	368,751
Net Position, June 30, 2021	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

STATISTICAL SECTION

This part of Rutherford County's annual comprehensive 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 Rutherford County School Department is included because, in our judgment, this information is beneficial in assessing the economic condition of the primary government.

	Table(s)	Page(s)
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.	1-5	316-327
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	6-10	328-332
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.	11-12	333-334
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.	13-14	335-336
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.	15-17	337-339

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

Table 1

Rutherford County, Tennessee
Net Position by Component
Primary Government and Discretely Presented Component Unit
Last Ten Fiscal Years (in thousands) (Note 3)
(accrual basis of accounting)

	<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>2021</u>
PRIMARY GOVERNMENT: (Note 1, 2)										
Governmental activities										
Net investment in capital assets	\$207,456	\$210,959	\$212,340	\$215,139	\$222,753	\$203,279	\$234,473	\$236,379	\$255,537	\$264,669
Restricted for:										
Capital Projects	3,251	1,858	2,568	1,064	2,630	27,160	3,196	4,688	795	4,363
Debt Service	-	-	2,909	2,895	2,861	2,711	2,559	2,403	2,245	3,902
General	588	407	379	426	490	542	603	659	729	821
Finance	22	22	36	71	97	131	129	124	111	133
Admin. of Justice	951	860	1,052	1,034	1,013	658	768	783	502	465
Public Safety	1,092	1,013	951	1,230	1,112	1,386	860	879	938	1,481
Public Health & Welfare	99	54	126	241	71	123	53	9	15	37
Pensions	-	-	-	-	-	1,132	4,636	8,693	11,197	6,763
Other Purposes	-	-	-	5,239	5,717	-	-	-	-	-
Unrestricted (2)	(255,927)	(230,810)	(228,754)	(235,427)	(204,313)	(206,887)	(265,825)	(270,143)	(231,793)	(281,092)
Total Governmental Activities Net Position	<u>\$ (42,468)</u>	<u>\$ (15,637)</u>	<u>\$ (8,393)</u>	<u>\$ (8,088)</u>	<u>\$ 32,431</u>	<u>\$ 30,235</u>	<u>\$ (18,548)</u>	<u>\$ (15,526)</u>	<u>\$ 40,276</u>	<u>\$ 1,542</u>

COMPONENT UNIT - Rutherford County Schools (Note 2)

Governmental activities										
Net investment in capital assets	\$414,558	\$430,779	\$432,042	\$430,627	\$438,406	\$471,814	\$563,928	\$580,266	\$585,331	\$608,804
Restricted for:										
Capital Projects	30,143	4,288	13,720	34,697	15,110	29,878	15,676	22,822	7,280	42,414
Education	-	-	-	-	8,981	5,002	4,055	4,586	3,443	15,337
Pensions	-	-	-	-	-	1,162	5,419	23,869	58,401	46,281
School Federal Projects	289	2	2	-	-	-	-	-	-	-
Central Cafeteria	5,059	4,851	4,087	4,271	-	-	-	-	-	-
Driver Education	256	116	-	-	-	-	-	-	-	-
Other Purposes	10	117	240	7,453	-	-	-	-	-	-
Unrestricted	(13,787)	(22,095)	(30,149)	(73,349)	(48,641)	(42,317)	(109,709)	(96,009)	(117,279)	(67,940)
Total Governmental Activities Net Position	<u>\$436,528</u>	<u>\$418,058</u>	<u>\$419,942</u>	<u>\$403,699</u>	<u>\$413,856</u>	<u>\$465,539</u>	<u>\$479,369</u>	<u>\$535,534</u>	<u>\$537,176</u>	<u>\$644,896</u>

Notes:

- (1) Rutherford County Government does not engage in any business-type activities.
- (2) Rutherford County Board of Education is not part of the Primary Government, but is reflected as a component unit. The primary government is responsible for the debt issued to finance construction/improvement of education facilities; however, the physical structures are considered assets of the component unit.
- (3) GASB Statement 54 was implemented for the fiscal year ended June 30, 2011, which affects the comparability of restricted net position in prior periods.
- (4) GASB Statement 67 and 68 were implemented for the fiscal year ended June 30, 2015, which affects the comparability of restricted net position in prior periods.
- (5) GASB Statement 75 was implemented for the fiscal year ended June 30, 2018, which affects the comparability of restricted net position in prior periods.

Table 2

Rutherford County, Tennessee
Changes in Net Position
Last Ten Fiscal Years (in thousands)
(accrual basis of accounting)

	<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>2021</u>
EXPENSES (Note 1)										
Governmental activities:										
General Government	\$ 16,038	\$ 16,706	\$ 18,668	\$ 17,083	\$ 17,666	\$ 20,667	\$ 16,560	\$ 19,487	\$ 19,985	\$ 36,137
Finance	8,387	8,450	8,960	8,314	8,193	9,927	10,038	10,238	10,819	13,019
Administration of Justice	6,854	7,668	7,571	7,491	8,108	10,043	9,834	13,501	7,344	9,076
Public Safety	41,151	43,798	46,244	45,705	48,198	50,725	53,328	55,844	61,485	58,727
Public Health & Welfare	19,369	19,958	20,089	19,704	19,650	21,775	22,638	24,001	25,485	29,751
Social, Cultural & Rec. Services	2,112	2,264	2,267	2,307	2,687	2,802	2,920	2,974	3,028	2,915
Agriculture & Natural Resources	1,141	1,092	1,167	1,388	1,171	1,268	1,278	1,376	1,298	1,330
Highways/Public Works	11,206	10,474	12,246	12,038	8,885	12,683	11,622	13,309	12,319	13,798
Education (Pymts to Comp. Unit)	89,448	42,373	67,262	84,906	52,801	98,912	138,705	100,404	62,050	156,244
Interest on Long-Term Debt	15,177	14,840	13,998	14,203	13,124	10,924	16,400	16,207	15,186	15,421
Other Debt Service	-	323	-	-	-	-	-	-	-	-
Total Governmental activities expenses	\$ 210,883	\$ 167,946	\$ 198,472	\$ 213,139	\$ 180,483	\$ 239,726	\$ 283,323	\$ 257,341	\$ 218,999	\$ 336,418
PROGRAM REVENUES										
Governmental activities:										
Charges for Services:										
General Government	\$ 3,699	\$ 4,185	\$ 4,146	\$ 4,215	\$ 4,546	\$ 4,884	\$ 5,408	\$ 5,267	\$ 5,995	\$ 7,723
Finance	7,454	7,727	8,032	8,505	9,431	10,093	10,094	11,782	10,823	11,885
Administration of Justice	6,400	6,584	6,397	5,861	6,422	6,520	6,068	6,337	5,845	5,288
Public Safety	4,910	5,961	4,218	4,489	7,208	5,290	6,755	6,279	7,348	6,069
Public Health & Welfare	10,091	9,173	10,144	10,489	11,892	12,354	11,936	11,194	12,337	13,952
Social, Cultural & Rec. Services	1	1	-	-	-	-	-	-	-	16
Agriculture & Natural Resources	41	38	80	99	265	297	327	333	310	338
Other Operations	-	-	-	-	-	-	-	-	-	-
Highways/Public Works	69	47	45	-	155	121	-	-	4	22
Education	38,887	41,164	50,718	52,276	48,584	51,218	57,789	61,757	62,172	64,069
Operating Grants and Contributions	8,591	7,822	7,628	9,705	8,505	9,277	10,119	10,158	11,755	13,647
Capital grants and Contributions	1,770	2,732	4,274	3,053	3,900	5,170	3,877	2,745	3,409	12,584
Total Governmental activities program revenues	\$ 81,913	\$ 85,434	\$ 95,682	\$ 98,692	\$ 100,908	\$ 105,224	\$ 112,373	\$ 115,852	\$ 119,998	\$ 135,593

(Continued)

Table 2

Rutherford County, Tennessee
Changes in Net Position (Cont.)
Last Ten Fiscal Years (in thousands)
(accrual basis of accounting)

	<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>2021</u>
Net (expense)/Revenue Governmental Activities	\$ (128,970)	\$ (82,512)	\$ (102,790)	\$ (114,447)	\$ (79,575)	\$ (134,502)	\$ (170,950)	\$ (141,489)	\$ (99,001)	\$ (200,825)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property tax levied for general purposes	\$ 41,132	\$ 41,259	\$ 45,676	\$ 46,711	\$ 47,850	\$ 47,990	\$ 50,271	\$ 51,698	\$ 61,295	\$ 63,155
Property tax levied for debt services	36,077	36,121	36,193	36,958	37,883	43,250	45,938	47,259	47,066	48,590
Payments in Lieu of Taxes	6,751	14,346	8,356	7,778	8,380	8,399	7,780	7,943	7,531	7,841
Local Option Sales Tax	1,583	2,189	2,454	3,463	4,141	4,252	4,379	4,919	5,452	8,164
Hotel/Motel Tax	1,216	1,400	1,550	1,708	2,061	4,248	4,517	4,494	3,551	3,974
Wheel Tax	5,860	5,999	6,180	6,449	6,684	6,988	7,232	7,390	7,637	7,891
Business Tax	1,824	2,189	2,155	2,454	2,455	2,739	2,814	3,051	3,196	3,684
Mixed Drink Tax	-	-	-	17	17	10	-	6	8	15
Litigation Tax	2,423	2,449	2,424	2,080	2,092	3,191	3,378	3,447	2,894	2,497
Development Tax	2,051	3,210	3,719	3,353	5,189	6,196	5,807	6,484	6,143	6,152
Mineral Severance Tax	257	249	328	346	433	478	445	549	456	491
Bank Excise Tax	68	86	136	152	283	461	513	627	1,014	965
Wholesale Beer Tax	825	832	883	969	1,064	1,089	1,019	998	1,070	960
Interstate Telecommunications Tax	5	7	8	8	7	6	-	-	-	-
Unrestricted grants and contributions	1,351	648	1,903	820	863	1,173	1,147	1,002	887	5,600
Investment earnings	407	311	197	319	609	1,712	3,636	4,619	6,522	1,198
Gain on disposal of capital assets	-	-	-	-	-	-	-	-	-	465
Miscellaneous	140	241	190	96	83	124	125	25	81	449
Total Governmental activities	\$ 101,970	\$ 111,536	\$ 112,352	\$ 113,681	\$ 120,094	\$ 132,306	\$ 139,001	\$ 144,511	\$ 154,803	\$ 162,091
Change in Net Position	\$ (27,000)	\$ 29,024	\$ 9,562	\$ (766)	\$ 40,519	\$ (2,196)	\$ (31,949)	\$ 3,022	\$ 55,802	\$ (38,734)

Notes:

- (1) Rutherford County Government does not engage in any business-type activities.

Table 2a

Rutherford County, Tennessee
Changes in Net Position - Rutherford County Board of Education
Last Ten Fiscal Years (in thousands)
(accrual basis of accounting)

	<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>2021</u>
EXPENSES (Note 1)										
Governmental activities:										
Education										
Instruction	\$ 192,333	\$ 201,313	\$ 215,249	\$ 203,109	\$ 214,997	\$ 223,312	\$ 238,880	\$ 244,861	\$ 270,509	\$ 286,190
Support Services	104,722	108,466	109,528	115,090	115,179	128,038	135,735	147,066	151,518	171,325
Operation of Non-instructional Services	19,011	18,593	19,573	18,330	19,263	20,886	22,559	22,181	21,105	36,437
Interest on Long-term Debt	68	62	-	-	-	-	-	-	-	-
Total Governmental activities expenses	\$ 316,134	\$ 328,434	\$ 344,350	\$ 336,529	\$ 349,439	\$ 372,236	\$ 397,174	\$ 414,108	\$ 443,132	\$ 493,952
PROGRAM REVENUES										
Governmental activities:										
Charges for Services - Education	\$ 6,760	\$ 6,684	\$ 6,967	\$ 6,514	\$ 6,769	\$ 7,274	\$ 7,728	\$ 7,943	\$ 7,096	\$ 20,141
Operating Grants and Contributions	28,696	24,158	26,724	22,834	23,459	25,072	24,824	27,887	25,845	46,106
Capital grants and Contributions	48,267	-	277	97	605	-	556	-	216	4,261
Total Governmental activities program revenues	\$ 83,723	\$ 30,842	\$ 33,968	\$ 29,445	\$ 30,833	\$ 32,346	\$ 33,108	\$ 35,830	\$ 33,157	\$ 70,508
Net (expense)/Revenue Governmental Activities	\$(232,411)	\$(297,592)	\$(310,382)	\$(307,084)	\$(318,606)	\$(339,890)	\$(364,066)	\$(378,278)	\$(409,975)	\$(423,444)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Tax levied for general purposes	\$ 61,080	\$ 61,721	\$ 65,551	\$ 66,830	\$ 79,584	\$ 79,769	\$ 82,810	\$ 85,271	\$ 94,709	\$ 98,181
Payments in-Lieu-of Taxes	871	890	-	941	987	935	942	886	974	139
Local Option Sales Tax	40,662	43,798	46,243	50,348	54,870	59,370	62,304	65,528	68,430	82,960
Wheel Tax	3,320	3,430	3,538	3,654	3,787	3,965	4,096	4,191	4,323	4,495
Business Tax	1,442	1,750	1,726	1,960	2,272	2,395	2,422	2,631	2,809	3,260
Mixed Drink Tax	-	-	1,048	492	403	424	494	537	512	546
Interstate Telecommunications Tax	14	19	23	22	19	19	-	-	-	-
Unrestricted grants and contributions	157,772	167,392	195,538	212,588	186,632	244,215	305,865	274,229	237,710	333,868
Investment earnings	108	89	63	73	157	401	856	1,141	2,118	1,000
Pension Income	-	-	-	231	-	-	-	-	-	-
Miscellaneous	105	45	46	30	51	80	74	29	32	277
Total Governmental activities	\$ 265,374	\$ 279,134	\$ 313,776	\$ 337,169	\$ 328,762	\$ 391,573	\$ 459,863	\$ 434,443	\$ 411,617	\$ 524,726
Change in Net Position	\$ 32,963	\$ (18,458)	\$ 3,394	\$ 30,085	\$ 10,156	\$ 51,683	\$ 95,797	\$ 56,165	\$ 1,642	\$ 101,282

Notes:

(1) Rutherford County Schools do not engage in any business-type activities.

Table 3

Rutherford County, Tennessee
Governmental Activities Tax Revenue by Source
General Government
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax for General Purposes	Property Tax for Debt Service	Payment in Lieu of Taxes	Sales Tax - Primary Government	Hotel/Motel Tax	Wheel Tax	Business Tax	Mixed Drink Tax	Litigation Tax	Develop. Tax	Mineral Severance Tax	Wholesale Beer Tax	Bank Excise Tax	Interstate Telecom. Tax	Total
2012	\$ 41,132	\$ 36,077	\$ 6,751	\$ 1,583	\$ 1,216	\$ 5,860	\$ 1,824	-	\$ 2,422	\$ 2,051	\$ 257	\$ 825	\$ 68	\$ 5	\$ 100,071
2013	41,259	36,121	14,346	2,189	1,400	5,999	2,189	-	2,449	3,210	249	832	86	7	110,336
2014	45,676	36,193	8,356	2,454	1,551	6,180	2,155	-	2,424	3,719	328	883	136	8	110,063
2015	46,711	36,958	7,778	3,463	1,708	6,449	2,454	17	2,080	3,353	346	969	152	8	112,446
2016	47,850	37,883	8,380	4,141	2,061	6,684	2,455	17	2,092	5,188	433	1,064	283	7	118,538
2017	47,990	43,250	8,399	4,252	4,248	6,988	2,739	10	3,191	6,196	478	1,089	461	6	129,297
2018	50,271	45,938	7,780	4,379	4,517	7,232	2,814	-	3,378	5,807	445	1,019	513	-	134,093
2019	51,698	47,259	7,942	4,919	4,494	7,390	3,051	6	3,447	6,484	549	998	627	-	138,864
2020	61,295	47,066	7,531	5,452	3,551	7,637	3,196	8	2,894	6,143	456	1,070	1,014	-	147,313
2021	63,155	48,590	7,841	8,164	3,974	7,891	3,684	15	2,497	6,152	491	960	965	-	154,379

Table 3a

Rutherford County, Tennessee
Governmental Activities Tax Revenue by Source
Rutherford County Board of Education
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax for Ruth. Co. Schools	Payment in Lieu of Taxes	Sales Tax - Ruth. Co. Schools	Wheel Tax	Business Tax	Mixed Drink Tax	Interstat e Telecom. Tax	Total
2012	\$ 61,080	\$ 871	\$ 40,663	\$ 3,321	\$ 1,442	\$ -	\$ 14	\$ 107,391
2013	61,721	890	43,798	3,430	1,750	-	19	111,608
2014	65,551	949	46,244	3,538	1,726	1,048	22	119,078
2015	66,830	941	50,348	3,654	1,960	492	22	124,247
2016	79,583	987	54,870	3,787	2,272	403	19	141,921
2017	79,769	935	59,370	3,965	2,395	424	19	146,877
2018	82,810	942	62,304	4,096	2,422	494	-	153,068
2019	85,271	886	65,528	4,191	2,631	537	-	159,044
2020	94,709	974	68,430	4,323	2,809	512	-	171,757
2021	98,181	139	82,960	4,495	3,260	546	-	189,581

Rutherford County, Tennessee
General Government Fund Balances - Primary Government
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Table 4

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
PRIMARY GOVERNMENT										
General Fund										
Nonspendable: Prepaid Items	\$ 46	\$ 34	\$ 24	\$ 41	\$ 29	\$ 42	\$ 37	\$ 89	\$ 42	\$ 63
Restricted										
General Government	588	407	379	426	490	542	603	660	729	757
Finance	22	21	36	71	97	131	129	124	111	133
Admin of Justice	636	861	1,052	1,034	1,013	658	768	783	502	465
Public Safety	428	116	72	246	11	85	35	120	-	34
Public Health & Welfare	99	46	126	212	71	116	53	8	9	31
Other Operations	-	-	-	-	-	-	-	-	-	-
Capital Projects	1,742	1,858	2,030	1,636	2,630	2,839	2,150	3,232	2,573	4,149
Committed										
General Government	471	132	183	105	422	662	1,200	265	1,096	140
Finance	129	102	255	233	454	237	201	187	149	216
Admin of Justice	-	1	3	5	252	21	13	14	15	12
Public Safety	315	401	341	381	969	479	661	594	157	1,068
Public Health & Welfare	94	81	96	102	132	136	84	113	106	183
Agriculture & Natural Resources	208	211	248	231	292	412	493	506	563	631
Other Operations	7	2	-	-	4	2	1	1	-	1
Assigned for Other Purposes	3,838	3,443	1,471	6,351	6,159	8,089	7,400	7,183	9,675	13,350
Unassigned	14,687	16,332	19,532	20,017	23,625	24,267	31,198	36,434	38,905	37,038
Total General Fund	<u>\$ 23,310</u>	<u>\$ 24,048</u>	<u>\$ 25,848</u>	<u>\$ 31,091</u>	<u>\$ 36,650</u>	<u>\$ 38,718</u>	<u>\$ 45,026</u>	<u>\$ 50,313</u>	<u>\$ 54,632</u>	<u>\$ 58,271</u>
 All Other Governmental Funds										
Restricted										
Admin of Justice	\$ 314	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Public Safety	664	897	878	984	1,101	1,301	824	759	938	1,447
Public Health & Welfare	-	8	-	29	-	6	-	1	6	7
Highways/Public Works	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	2,909	2,895	2,861	2,711	2,559	2,403	2,244	3,902
Capital Projects	5,750	3,149	7,026	5,975	-	24,321	2,015	1,455	6,724	8,410
Committed										
Public Health & Welfare	20	-	-	-	-	-	-	-	-	-
Highways/Public Works	1,780	1,640	1,831	1,992	2,125	2,228	2,306	2,283	2,533	2,756
Capital Projects	-	-	-	-	-	-	-	-	-	717
Debt Service	1,821	1,821	1,821	1,821	1,821	1,821	1,821	1,821	1,821	-
Assigned										
General Government	-	-	-	-	256	181	175	175	175	177
Finance	110	110	110	125	672	650	525	550	550	571
Admin of Justice	246	72	230	81	125	304	602	464	464	421
Public Health & Welfare	8,681	10,325	8,800	9,068	10,650	11,635	12,712	12,556	15,989	21,421
Other Operations	1,268	1,049	479	275	201	127	166	206	245	285
Highways/Public Works	5,532	6,680	7,391	8,441	10,301	11,332	13,452	14,845	16,261	17,359
Debt Service	33,994	33,329	33,979	33,646	33,903	41,009	47,538	50,871	51,009	50,402
Capital Projects	-	-	-	322	-	-	-	-	-	698
Unassigned	-	-	-	-	(3,332)	-	-	-	-	-
Total All Other Governmental Funds	<u>\$ 60,180</u>	<u>\$ 59,080</u>	<u>\$ 65,454</u>	<u>\$ 65,332</u>	<u>\$ 60,684</u>	<u>\$ 97,626</u>	<u>\$ 84,695</u>	<u>\$ 88,389</u>	<u>\$ 98,959</u>	<u>\$ 108,573</u>

Table 4a

Rutherford County, Tennessee
General Government Fund Balances - Rutherford County Board of Education
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	<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>2021</u>
COMPONENT UNIT - Rutherford County Board of Education										
General Purpose School Fund										
Nonspendable: Prepaid Items	\$ -	\$ 16	\$ 4	\$ 5	\$ 6	\$ 4	\$ 13	\$ 571	\$ 217	\$ 112
Restricted	266	233	240	352	-	-	-	-	-	-
For Education	-	-	-	-	414	430	364	203	747	1,018
For Capital Projects	-	-	-	-	120	34	34	-	-	-
For Hybrid Retirement Stabilization	-	-	-	-	-	-	-	979	2,146	4,158
Committed	-	-	-	-	-	-	5,336	294	294	266
Assigned	9,253	11,996	12,275	12,183	7,868	9,763	18,173	21,736	19,521	17,705
Unassigned	14,890	15,266	15,189	17,330	33,493	32,688	27,409	38,638	43,475	64,734
Total General Purpose School Fund	<u>\$ 24,409</u>	<u>\$ 27,511</u>	<u>\$ 27,708</u>	<u>\$ 29,870</u>	<u>\$ 41,901</u>	<u>\$ 42,919</u>	<u>\$ 51,329</u>	<u>\$ 62,421</u>	<u>\$ 66,400</u>	<u>\$ 87,993</u>
All other School Funds										
Nonspendable: Inventory	\$ 200	\$ 233	\$ 294	\$ 193	\$ 180	\$ 224	\$ 243	\$ 222	\$ 586	\$ 514
Restricted										
Education	5,348	4,853	4,089	4,271	4,339	4,348	3,690	4,383	2,696	13,693
Capital projects	30,144	4,287	13,719	34,697	14,990	29,844	67,392	22,822	7,216	42,368
Committed										
Education	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	2,000
Total all other School Funds	<u>\$ 36,692</u>	<u>\$ 10,373</u>	<u>\$ 19,102</u>	<u>\$ 40,161</u>	<u>\$ 20,509</u>	<u>\$ 35,416</u>	<u>\$ 72,325</u>	<u>\$ 28,427</u>	<u>\$ 11,498</u>	<u>\$ 58,575</u>

Table 5

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years
(amounts expressed in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 100,192	\$ 102,654	\$ 110,352	\$ 112,660	\$ 118,102	\$ 129,425	\$ 134,395	\$ 138,692	\$ 147,640	\$ 154,189
Licenses & Permits	1,421	1,643	1,702	1,923	2,224	2,513	2,590	2,584	2,545	3,152
Fines & Forfeitures	2,531	3,051	2,723	2,691	2,743	2,395	2,559	2,224	2,156	2,217
Charges for Service	11,750	11,564	12,410	12,852	15,658	16,778	17,936	17,108	17,983	18,811
Other Local Revenue	3,215	1,680	1,842	2,073	2,309	3,399	5,548	5,959	7,828	3,553
Fees from Co. Officials	10,232 (1)	10,904 (1)	10,254 (1)	10,603 (1)	9,938 (2)	10,740 (2)	11,040 (2)	11,774 (2)	12,251 (2)	13,593
State Revenues	11,259	11,529	10,160	11,566	12,441	13,114	16,134	16,163	15,831	16,882
Federal Revenues	2,080	1,836	1,657	1,823	1,556	1,289	1,044	1,259	2,234	10,578
Other Govt/Citizens	887	2,157	2,669	2,171	1,084	1,443	1,298	2,518	978	1,337
Total revenues	<u>\$ 143,567</u>	<u>\$ 147,018</u>	<u>\$ 153,769</u>	<u>\$ 158,362</u>	<u>\$ 166,055</u>	<u>\$ 181,096</u>	<u>\$ 192,544</u>	<u>\$ 198,281</u>	<u>\$ 209,446</u>	<u>\$ 224,312</u>
Expenditures										
General Government	\$ 8,757 (1)	\$ 9,754 (1)	\$ 9,446 (1)	\$ 9,270 (1)	\$ 9,421 (2)	\$ 10,453 (2)	\$ 13,128 (2)	\$ 12,092 (2)	\$ 11,309 (2)	\$ 12,233
Finance	7,993 (1)	8,439 (1)	8,987 (1)	9,335 (1)	8,900 (2)	9,892 (2)	9,959 (2)	10,364 (2)	10,727 (2)	12,813
Admin. Of Justice	6,803	7,674	7,906	7,808	8,229	10,208	10,312	11,576	12,311	12,632
Public Safety	41,091	42,411	46,708	47,955	49,929	51,332	53,529	55,571	60,387	54,628
Public Health/Welfare	17,387	17,460	19,579	18,928	19,589	21,409	22,698	23,734	24,269	25,694
Social, Cultural/Rec.	2,112	2,264	2,267	2,307	2,687	2,802	2,920	2,974	3,035	2,897
Agriculture & Natural	964	908	980	1,030	999	1,092	1,087	1,214	1,121	1,129
Other Operations	5,288	5,439	7,071	5,621	6,213	7,330	6,067	7,036	7,880	20,938
Highway & Bridge	8,659	7,850	7,690	8,622	7,684	10,887	10,154	11,588	10,419	11,168
Debt Service:										
Principal	23,115	30,177	44,430	27,906	29,017	28,574	30,505	34,148	36,701	38,044
Interest	15,339	14,587	14,119	13,693	13,739	14,188	16,558	18,455	18,144	17,791
Other charges	504	7,662	317	9,282	-	3,671	499	355	141	672
Capital Projects	52,130	4,853	22,181	39,639	9,358	87,954	110,345	45,976	16,583	103,430
	<u>\$ 190,142</u>	<u>\$ 159,478</u>	<u>\$ 191,681</u>	<u>\$ 201,396</u>	<u>\$ 165,765</u>	<u>\$ 259,792</u>	<u>\$ 287,761</u>	<u>\$ 235,083</u>	<u>\$ 213,027</u>	<u>\$ 314,069</u>
Excess of revenues over (under) expenditures	<u>\$ (46,575)</u>	<u>\$ (12,460)</u>	<u>\$ (37,912)</u>	<u>\$ (43,034)</u>	<u>\$ 290</u>	<u>\$ (78,696)</u>	<u>\$ (95,217)</u>	<u>\$ (36,802)</u>	<u>\$ (3,581)</u>	<u>\$ (89,757)</u>

(1) Effective October 1, 2010, all fees from the offices of Register of Deeds and County Clerk were remitted to the county and the salaries for their operations are included in the Primary Government.

(2) Effective January 1, 2016, offices of Register of Deeds and County Clerk became excess fee offices, and the salaries for their operations are NOT included in the Primary Government.

(Continued)

Table 5

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years (Cont.)
(amounts expressed in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other financing sources (uses)										
Transfers in	\$ 3,749	\$ 1,209	\$ 1,132	\$ 1,304	\$ 1,064	\$ 2,554	\$ 2,025	\$ 1,707	\$ 5,030	\$ 1,908
Transfers out	(3,254)	(678)	(566)	(748)	(514)	(1,962)	(1,421)	(1,079)	(4,420)	(1,265)
Insurance Recovery	14	253	43	48	71	64	127	214	39	241
Capital Lease Issued	-	947	-	341	-	-	-	-	-	-
Bond proceeds	49,259	-	24,270	33,864	-	101,000	81,530	40,680	14,610	90,370
Note proceeds	-	-	-	-	-	-	-	-	-	-
Other Loans Issued	-	-	-	-	-	2,163	639	444	529	8
Refunding Debt Issued	20,021	65,700	18,600	30,526	-	25,640	-	-	-	64,100
Proceeds on refunded bonds	-	-	-	-	-	-	-	-	-	-
Payments to refunded bond escrow agent	(21,420)	(60,420)	-	(25,730)	-	(27,320)	-	-	-	(63,855)
Premiums on Debt Issued	4,557	5,402	2,608	8,549	-	15,567	5,694	3,817	2,682	11,503
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES	\$ 52,926	\$ 12,413	\$ 46,087	\$ 48,154	\$ 621	\$ 117,706	\$ 88,594	\$ 45,783	\$ 18,470	\$ 103,010
Net change in fund balances	\$ 6,351	\$ (47)	\$ 8,175	\$ 5,120	\$ 911	\$ 39,010	\$ (6,623)	\$ 8,981	\$ 14,889	\$ 13,253
Debt Service as a percentage of noncapital expenditures	21.1%	29.0%	31.6%	21.3%	28.1%	20.1%	18.3%	22.8%	29.6%	18.8%
Capital Expenditures	\$ 7,583	\$ 5,048	\$ 6,314	\$ 6,268	\$ 13,551	\$ 46,623	\$ 30,149	\$ 4,539	\$ 28,021	\$ 16,551
General Governmental TAX Revenues by Source										
Last Ten Fiscal Years (expressed in thousands)										
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Property Tax & PILOT	\$ 84,212	\$ 84,076	\$ 90,540	\$ 91,753	\$ 93,712	\$ 99,664	\$ 104,408	\$ 106,858	\$ 116,292	\$ 119,654
Sales Tax	1,452	2,157	2,428	3,370	4,106	4,355	4,262	4,788	5,380	7,906
Hotel/Motel Tax	1,216	1,400	1,551	1,709	2,061	4,248	4,517	4,494	3,551	3,974
Wheel Tax	5,860	5,999	6,180	6,449	6,684	6,989	7,232	7,390	7,637	7,891
Litigation Tax	2,422	2,449	2,424	2,080	2,092	3,191	3,378	3,447	2,894	2,497
Business Tax	1,824	2,189	2,155	2,454	2,455	2,739	2,814	3,051	3,196	3,684
Mixed Drink Tax	-	-	-	17	17	9	-	6	8	15
Mineral Severance	257	249	328	346	433	478	445	549	456	491
Development Tax	2,051	3,210	3,719	3,353	5,188	6,196	5,807	6,484	6,142	6,152
Bank Excise Tax	68	86	135	152	283	461	513	627	1,014	965
Wholesale Beer Tax	825	832	883	969	1,064	1,089	1,019	998	1,070	960
Other Statutory Tax	5	7	8	8	7	6	-	-	-	-
	\$ 100,192	\$ 102,654	\$ 110,351	\$ 112,660	\$ 118,102	\$ 129,425	\$ 134,395	\$ 138,692	\$ 147,640	\$ 154,189

Table 5a

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Rutherford County School Department
Last Ten Fiscal Years
(amounts expressed in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Taxes	\$ 107,183	\$ 111,728	\$ 118,961	\$ 123,915	\$ 141,531	\$ 146,700	\$ 152,564	\$ 158,635	\$ 171,578	\$ 188,221
Licenses & Permits	12	11	12	13	12	14	13	12	11	13
Charges for Service	6,702	6,595	6,844	6,466	6,661	7,183	7,320	7,790	6,612	1,398
Other Local Revenue	432	317	407	326	607	715	1,436	1,959	3,165	21,397
State Revenues	156,628	165,852	177,327	175,350	184,802	200,020	217,057	227,973	234,624	244,194
Federal Revenues	29,669	25,586	26,193	24,265	25,541	25,861	27,362	28,914	27,873	49,358
Other Govt/Citizens	48,257	947	17,755	35,625	-	45,406	87,349	44,586	529	89,297
Total revenues	<u>\$ 348,883</u>	<u>\$ 311,036</u>	<u>\$ 347,499</u>	<u>\$ 365,960</u>	<u>\$ 359,154</u>	<u>\$ 425,899</u>	<u>\$ 493,101</u>	<u>\$ 469,869</u>	<u>\$ 444,392</u>	<u>\$ 593,878</u>
Expenditures										
Education										
Instruction	\$ 183,565	\$ 192,389	\$ 206,228	\$ 206,071	\$ 219,513	\$ 224,316	\$ 246,325	\$ 259,080	\$ 277,106	\$ 296,090
Support Services	90,621	92,795	99,697	100,128	103,746	110,561	120,208	126,709	134,297	135,973
Operational Services	18,696	18,745	20,152	18,418	19,327	20,806	22,432	22,435	21,711	36,773
Capital Outlay	-	35	74	41	49	33	5	45	41	303
Debt Service										
Principal	933	-	-	-	-	-	-	-	-	-
Interest	75	-	-	-	-	-	-	-	-	-
Other Debt Service	-	1,124	550	550	510	424	547	725	605	649
Capital Projects	23,020	29,265	11,900	17,531	23,635	53,867	58,700	93,716	23,585	61,858
	<u>\$ 316,910</u>	<u>\$ 334,353</u>	<u>\$ 338,601</u>	<u>\$ 342,739</u>	<u>\$ 366,780</u>	<u>\$ 410,007</u>	<u>\$ 448,217</u>	<u>\$ 502,710</u>	<u>\$ 457,345</u>	<u>\$ 531,646</u>
Excess of revenues over (under) expenditures	<u>\$ 31,973</u>	<u>\$ (23,317)</u>	<u>\$ 8,898</u>	<u>\$ 23,221</u>	<u>\$ (7,626)</u>	<u>\$ 15,892</u>	<u>\$ 44,884</u>	<u>\$ (32,841)</u>	<u>\$ (12,953)</u>	<u>\$ 62,232</u>
Other financing sources (uses)										
Transfers in	\$ 244	\$ 278	\$ 847	\$ 223	\$ 148	\$ 19,307	\$ 4,763	\$ 311	\$ 989	\$ 2,942
Transfers out	(244)	(278)	(847)	(223)	(148)	(19,307)	(4,763)	(311)	(989)	(2,942)
Insurance Recovery	-	100	29	-	3	34	435	36	4	-
Note proceeds	-	-	-	-	-	-	-	-	-	-
Capital Leases Issued	514	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
TOTAL OTHER SOURCES	<u>\$ 514</u>	<u>\$ 100</u>	<u>\$ 29</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 34</u>	<u>\$ 435</u>	<u>\$ 36</u>	<u>\$ 4</u>	<u>\$ -</u>
Net change in fund balances	<u>\$ 32,487</u>	<u>\$ (23,217)</u>	<u>\$ 8,927</u>	<u>\$ 23,221</u>	<u>\$ (7,623)</u>	<u>\$ 15,926</u>	<u>\$ 45,319</u>	<u>\$ (32,805)</u>	<u>\$ (12,949)</u>	<u>\$ 62,232</u>
Debt Service as a percentage of noncapital expenditures	0.3%	0.4%	0.2%	0.2%	0.1%	0.1%	0.1%	0.2%	0.1%	0.1%
Capital expenditures	\$ 21,028	\$ 26,066	\$ 14,800	\$ 14,800	\$ 21,388	\$ 47,181	\$ 54,739	\$ 83,640	\$ 21,115	\$ 40,439

(Continued)

Table 5a

General Governmental TAX Revenues by Source - Rutherford County School Department
Last Ten Fiscal Years (expressed in thousands)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Property Tax & PILOT	\$ 62,093	\$ 62,966	\$ 66,656	\$ 67,812	\$ 80,435	\$ 80,870	\$ 83,703	\$ 85,922	\$ 95,843	\$ 98,564
Sales Tax	40,313	43,563	45,970	49,976	54,616	59,027	61,849	65,354	68,090	81,356
Wheel Tax	3,321	3,430	3,538	3,654	3,787	3,965	4,096	4,191	4,323	4,495
Business Tax	1,442	1,750	1,726	1,960	2,272	2,395	2,422	2,631	2,810	3,260
Mixed Drink Tax	-	-	1,048	492	402	424	494	537	512	546
Other Statutory Tax	14	19	23	22	19	19	-	-	-	-
	<u>\$ 107,183</u>	<u>\$ 111,728</u>	<u>\$ 118,961</u>	<u>\$ 123,916</u>	<u>\$ 141,531</u>	<u>\$ 146,700</u>	<u>\$ 152,564</u>	<u>\$ 158,635</u>	<u>\$ 171,578</u>	<u>\$ 188,221</u>

Table 6

Rutherford County, Tennessee
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Tax Rate	Real Property		Personal Property		Public Utilities		Equalization Ratio	Total		Ratio of Total Assessed Value To Total Estimated Actual Value
			Estimated	Assessed	Estimated	Assessed	Estimated	Assessed		Estimated	Assessed	
2012	2011	\$ 2.4652	\$ 20,633,088,200	\$ 5,537,544,840	\$ 1,299,222,491	\$ 389,784,765	\$ 310,078,927	\$ 170,543,410	100.00%	\$ 22,242,389,618	\$ 6,097,873,015	27.42%
2013	2012	2.4652	20,974,337,000	5,555,708,640	1,296,736,046	389,047,357	319,269,575	175,598,266	100.00%	22,590,342,621	6,120,354,263	27.09%
2014	2013	2.5652	21,149,775,795	5,556,719,200	1,380,529,310	414,179,684	317,885,769	174,885,573	100.00%	22,848,190,874	6,145,784,457	26.90%
2015	2014	2.4867	21,958,803,500	5,835,198,655	1,454,341,773	436,351,047	343,768,392	189,072,616	100.00%	23,756,913,665	6,460,622,318	27.19%
2016	2015	2.6800	22,388,256,768	5,965,452,501	1,439,914,594	432,002,439	372,429,031	204,835,967	100.00%	24,200,600,393	6,602,290,907	27.28%
2017	2016	2.6800	23,465,756,790	6,214,946,839	1,634,689,379	446,605,834	458,944,060	200,329,082	90.95%	28,102,683,045	6,861,881,755	24.42%
2018	2017	2.6800	24,448,618,078	6,484,653,382	1,826,626,737	498,900,870	452,694,692	197,601,233	90.95%	29,387,509,079	7,181,155,485	24.44%
2019	2018	2.0994	29,756,086,216	8,621,391,968	1,988,454,170	597,068,154	527,227,031	230,134,599	100.00%	32,271,767,417	9,448,594,721	29.28%
2020	2019	2.2194	33,644,344,347	8,990,796,267	2,091,229,863	627,954,052	560,217,666	244,535,011	100.00%	36,295,791,876	9,863,285,330	27.17%
2021	2020	2.2194	36,225,221,753	9,292,738,157	2,235,978,061	594,758,913	537,173,837	234,476,380	100.00%	38,998,373,651	10,121,973,450	25.95%

Sources: Trustee Tax Rolls, Assessor Geographic Tax Rolls, Public Service Commission, Comptroller's Tax Aggregate Report

Table 7

Rutherford County, Tennessee
Property Tax Rates (per \$100 assessed value)
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Rutherford County				(1) Average Daily Attendance Factor	(2) Net County Rate	Percent of Direct Tax Rate Collected for Benefit of the City of Murfreesboro	Overlapping Rate				Total Direct & Overlapping Rate (3)
		County Operating	Education	Debt Service	Total County Rate				City of Murfreesboro	Town of Smyrna	City of LaVergne	City of Eagleville	
2012	2011	\$ 0.6809	\$ 1.1881	\$ 0.5962	\$ 2.4652	\$ 0.1498	\$ 2.2872	7.22%	\$ 1.2703	\$0.7595	\$ 1.0000	\$ 0.7512	\$ 6.2462
2013	2012	0.6809	1.1881	0.5962	2.4652	0.1430	2.2953	6.89%	1.2703	0.7595	1.0000	0.7512	6.2462
2014	2013	0.7409	1.2381	0.5862	2.5652	0.1424	2.3889	6.87%	1.2703	0.9095	1.0000	0.7512	6.4962
2015	2014**	0.7182	1.2002	0.5683	2.4867	0.1494	2.3139	6.95%	1.2066	0.8840	1.0000	0.7282	6.3055
2016	2015	0.7182	1.3935	0.5683	2.6800	0.1501	2.4783	7.53%	1.2066	0.8840	0.9750	0.7282	6.4738
2017	2016	0.6982	1.3535	0.6283	2.6800	0.1490	2.4870	7.20%	1.2066	0.8840	0.9500	0.7282	6.4488
2018	2017	0.6982	1.3435	0.6383	2.6800	0.1503	2.4871	7.20%	1.2066	0.8840	0.9500	0.7282	6.4488
2019	2018**	0.5470	1.0524	0.5000	2.0994	0.1495	1.9491	7.16%	0.9494	0.7007	0.7100	0.5570	5.0165
2020	2019	0.6170	1.1224	0.4800	2.2194	0.1508	2.0615	7.11%	0.9494	0.7007	0.7100	0.5570	5.1365
2021	2020	0.6170	1.1224	0.4800	2.2194	0.1460	2.0665	6.89%	1.2894	0.7007	0.7100	0.5570	5.4765

Source: Rutherford County Trustee, Rutherford County Assessor and City/Town Records

(1) Average daily attendance factor is the weighted full time equivalent determined by the Tennessee Department of Education and is based on the number of students attending county and city school systems. By law, Rutherford County must share locally generated revenue directed to the school's general operating fund with the City of Murfreesboro for its school system.

(2) Net county rate is arrived at by multiplying the portion of the tax rate designated for school operating purposes by the ADA factor and subtracting from the total county rate.

(3) Overlapping rates are those of local governments that apply to property owners within Rutherford County. Not all overlapping rates apply to all Rutherford County property owners (e.g., the rates for the city/town apply only to the portion of the Rutherford County property owners whose property is located within the geographic boundaries of the city/town.)

** Reappraisal year

Table 8

Rutherford County, Tennessee
Principal Taxpayers
For the Fiscal Year Ended June 30, 2021

<u>Taxpayer</u>	Type of Business	2020			Percentage of Total Taxes Levied (2)	2011			Percentage of Total Taxes Levied (2)
		Rank	Assessed Valuation	2020 Tax Liability		Rank	Assessed Valuation	2011 Tax Liability	
Nissan Motor Mfg. Co. Automobile Maker		1	\$ 622,770,006	\$ 5,053,100	2.25%	1	\$ 486,192,149	\$ 4,108,739 (1)	2.75%
Prologis Real Estate Development		2	96,546,499	2,142,753	0.95%	9	25,390,966	625,939	0.42%
Middle Tennessee Electric Public Utility-Electric Company		3	83,631,969	1,856,128	0.83%	2	57,536,110	1,418,381	0.95%
Pillsbury Co./General Mills Bakery Goods		4	81,794,018	1,594,786	0.71%	3	51,434,562	1,249,212	0.84%
Heins Global Reit / CF Murfreesboro Assoc. Retail Mall (The Avenues)		5	65,986,113	1,464,496	0.65%	6	31,098,696	766,645	0.51%
Bridgestone Tire Maker		6	44,688,478	991,816	0.44%	4	42,677,732	1,052,091	0.70%
CH Realty (formerly Southpark, Nashville, LLC) Warehousing						5	35,547,120	876,307	0.59%
Swanson Development Commercial Properties		7	40,549,202	899,949	0.40%	7	27,319,015	673,476	0.45%
Wal-Mart Retail		8	36,664,098	813,723	0.36%				
Stone Ridge Farms Apartments						8	25,852,322	637,311	0.43%
LC Henley Station, LLC Apartments		9	35,040,000	777,678	0.35%				
Atmos Public Utility		10	24,809,322	550,618	0.25%				
HCA Health Services Stone Crest Medical Center						10	24,849,061	610,558	0.41%
					<u>7.19%</u>				
									<u>7.63%</u>

Source: Trustee Tax Rolls, In-Lieu-of Tax Agreements

- (1) The taxes represent \$939,621 (2020 tax year) and \$565,655 (2011 tax year) collected on real and personal property not covered by the PILOT agreement. The remaining amounts of \$4,113,479 (2020) and \$3,543,084 (2011) represent net tax payments collected through payment in-lieu of tax agreements.
- (2) This information is presented instead of the percent of assessed value, since Nissan's payment is principally based on a payment in-lieu-of tax agreement that is not assessment driven.

Table 9

Rutherford County, Tennessee
Property Tax Levies and Collections-By Tax Year
Last Ten Fiscal Years
As of June 30, 2021

Tax Year	Total Tax Levy	Fiscal Year Tax Collections	Percent of Fiscal Year Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2010	\$ 149,180,338	\$ 142,559,175	95.56%	\$6,493,110	\$ 149,052,285	99.91%	\$ 128,053	0.09%
2011	149,526,088	143,397,179	95.90%	6,024,563	149,421,742	99.93%	104,346	0.07%
2012	149,938,381	145,139,838	96.80%	4,702,632	149,842,470	99.94%	95,911	0.06%
2013	157,643,335	153,702,248	97.50%	3,820,546	157,522,794	99.92%	120,541	0.08%
2014	160,554,547	157,029,432	97.80%	3,395,309	160,424,741	99.92%	129,806	0.08%
2015	177,329,882	173,966,599	98.10%	3,215,527	177,182,126	99.92%	147,756	0.08%
2016	183,684,656	180,789,656	98.42%	2,713,700	183,503,356	99.90%	181,301	0.10%
2017	192,522,373	189,470,950	98.42%	2,706,459	192,177,409	99.82%	344,964	0.18%
2018	197,965,359	194,416,867	98.21%	3,192,886	197,609,753	99.82%	355,606	0.18%
2019	218,454,575	214,957,808	98.40%	2,780,409	214,957,808	98.40%	716,358	0.33%
2020	224,479,123	221,580,861	98.71%	(1)	221,580,861	98.71%	2,898,262	1.29%

Source: Trustee tax collection records and tax rolls, clerk and master tax collection records

(1) Taxes are current until August 1st of the following year.

Table 10

Rutherford County, Tennessee
Assessed and Estimated Actual Value of In-Lieu-of Tax Agreements
and Tax Payments
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Estimated	Assessed	Tax Payments
2012	2011	\$ 1,465,228,011	\$ 515,936,044	\$ 4,624,731
2013	2012	1,505,018,217	530,373,686	4,901,701
2014	2013	2,153,933,838	735,080,954	6,351,606
2015	2014	2,104,185,762	722,166,495	6,055,327
2016	2015	2,015,195,277	691,418,633	6,051,274
2017	2016	2,027,809,763	684,509,281	6,097,602
2018	2017	2,005,770,586	683,852,116	6,189,101
2019	2018	2,159,563,288	746,458,126	6,174,236
2020	2019	2,086,766,418	724,470,608	5,751,196
2021	2020	2,123,583,821	727,122,146	5,676,655

Source: In lieu of tax agreements

NOTE: Property subject to in-lieu-of tax payment is included in the agreement with each company. The county had PILOT agreements with 18 companies in 2020-2021. Nissan represents approximately 76.2% of the total estimated assessed values of properties under PILOTs and paid 72.5% of the total PILOTs. Section 7-53-305, TCA is the statutory basis for these agreements, which allows the county's Industrial Development Board to finance new development with revenue bonds, and establish these agreements during the term of the bonds.

In-lieu-of tax revenues are included in the General Fund. The revenues reflected in the financial statements include payments received from Nissan for the Town of Smyrna, Tennessee. Smyrna's portion of the payment has not

Table 11

Rutherford County, Tennessee
Ratio of Net General Obligation Bonded Debt
Last Ten Fiscal Years

Fiscal Year	General Net Bonded Debt	Assessed Value	% of Net Bonded Debt to Assessed Value	(1) Population	% of Net Bonded Debt to Total Personal Income (2)	Net Bonded Debt per Capita	% of Net Bonded Debt to Total Personal Income (2)
2012	\$394,999,560	\$6,097,873,015	6.48%	268,921	4.52%	\$1,469	4.52%
2013	384,431,449	6,120,354,263	6.28%	274,454	4.24%	1,401	4.24%
2014	384,660,213	6,145,784,457	6.26%	281,029	4.10%	1,369	4.10%
2015	395,513,771	6,460,622,318	6.12%	288,906	3.90%	1,369	3.90%
2016	363,657,798	6,602,290,907	5.51%	298,612	3.48%	1,218	3.48%
2017	447,234,285	6,861,881,755	6.52%	308,251	3.98%	1,451	3.98%
2018	500,776,297	7,181,155,485	6.97%	317,157	4.26%	1,579	4.26%
2019	507,486,072	9,448,594,721	5.37%	324,890	4.00%	1,562	4.00%
2020	484,257,422	9,863,285,330	4.91%	332,285	3.55%	1,457	3.55%
2021	547,855,462	10,121,973,450	5.41%	341,486	3.76%	1,604	3.76%

Sources: Table 6, Tennessee Dept. of Economic & Community Development, Census Bureau

(1) Population figures are estimated for all years except the 2011 fiscal year.

(2) See Table 13 for personal income data.

NOTE: General Bonded Debt on this table includes capital outlay notes.

Table 12

Rutherford County, Tennessee
Direct and Overlapping Debt
General Obligation Bonds and Notes
As of June 30, 2021

		% of Estimated Property Value (1)	% of Assessed Property Value (1)
<u>Direct Debt</u>			
General Bonded Debt	\$ 496,400,000		
County School District of Rutherford (Notes)	1,872,868		
Unamortized Premium	<u>49,582,594</u>		
Total Direct Debt	\$ 547,855,462	100.00%	100.00%
<u>Overlapping Debt</u>			
City of Murfreesboro	\$ 301,399,712	45.46%	47.54%
Town of Smyrna	24,687,545	15.92%	16.67%
City of LaVergne	7,270,000	11.22%	11.62%
City of Eagleville	<u>875,202</u>	0.30%	0.29%
Total Overlapping Debt	<u>334,232,459</u>		
Total Direct and Overlapping Debt			<u><u>\$ 882,087,921</u></u>

Source: City Recorders, Table 6, State of Tennessee 2020 Tax Aggregate Report,
Note (1) The percentages represent the ratio of the overlapping government's property value to the county's property value.

Table 13

Rutherford County, Tennessee
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year Ending June 30	(1) Population	Per Capita Income	Total Personal Income	(2) Median Age	County School Enrollment	Average Unemployment rate
2012	268,921	\$ 32,500	\$ 8,739,932,500	32.1	38,607	7.20%
2013	274,454	33,050	9,070,704,700	32.1	39,671	6.30%
2014	281,029	33,350	9,372,317,150	32.1	40,861	5.80%
2015	288,906	35,113	10,144,356,378	32.1	41,376	5.10%
2016	298,612	36,194	10,456,560,000	32.8	42,556	3.89%
2017	308,251	37,654	11,244,031,000	32.9	43,850	3.70%
2018	317,157	38,098	11,743,613,000	32.9	44,768	2.63%
2019	324,890	39,968	12,676,094,000	33.1	45,848	2.58%
2020	332,285	41,031	13,633,985,835	32.2	47,027	5.21%
2021	341,486	42,712	14,585,550,032	34.1	46,865	5.00%

Source: University of Tennessee, Center for Business & Economic Research,
Tennessee Department of Education, Bureau of Economic Analysis &
Business and Economic Research Center, TACIR
Tennessee Department of Economic & Community Development

(1) Populations are estimated for all years except fiscal year 2021.

(2) The Census Bureau determines the median age for local areas each decade. TNECD information used for 2016-2021.

Table 14

Rutherford County, Tennessee
Principal Employers
Current Year and Nine Years Ago

Employer	2021			2012		
	Employees	Rank	% of Total County Employment	Employees	Rank	% of Total County Employment
Nissan Motor Manufacturing Corp. USA	8,000	1	4.26%	6,050	1	4.58%
Rutherford County Government & Board of Education	7,047	2	3.75%	5,665	2	4.29%
Amazon Fulfillment Center	2,700	3	1.44%	1,050	9	0.79%
Middle Tennessee State University	2,221	4	1.18%	2,225	3	1.68%
National Healthcare Corp.	2,071	5	1.10%			
City of Murfreesboro				1,913	4	1.45%
Ingram Book Company	2,048	6	1.09%			1.02%
Alvin C. York Veterans Administration Medical Center	1,563	7	0.83%	1,461	6	1.11%
St. Thomas Rutherford	1,400	8	0.75%			
Verizon				1,079	7	0.82%
Asurion	1,250	9	0.67%	1,050	8	0.79%
State Farm Insurance	1,200	10	0.64%	1,662	5	1.26%
Bridgestone/Firestone Inc.				900	10	0.68%
Total			<u>15.71%</u>			<u>18.47%</u>

Source: Rutherford County Chamber of Commerce, Tennessee ECD
Bureau of Labor Statistics

Table 15

Rutherford County, Tennessee
Full-Time Employees by Function
Last Ten Years

	Employees as of June 30,									
	<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>2021</u>
Function:										
General Government	79	82	81	82	84	87	89	93	96	101
Finance	91	90	91	91	88	90	93	94	94	92
Justice	90	92	94	94	116	133	141	159	161	163
Public Safety	505	504	518	528	534	580	580	611	621	635
Health & Welfare	216	214	215	218	221	222	242	252	252	263
Agriculture	8	8	7	7	5	5	5	6	6	5
Other	3	3	3	3	3	3	3	3	3	3
Road & Bridge	64	64	64	64	60	65	65	67	70	71
Total	1,056	1,057	1,073	1,087	1,111	1,185	1,218	1,285	1,303	1,333
COMPONENT UNIT:										
Education	4,609	4,681	4,841	4,912	4,981	5,095	5,264	5,396	5,703	5,714

Source: Rutherford County Finance Department & Rutherford County Board of Education

Table 16

Rutherford County, Tennessee
Operating Indicators by Function

FUNCTION	<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>2021</u>
<u>General Government</u>										
Registered Voters (1)	148,849	149,445	153,131	151,276	158,899	158,723	163,963	167,963	180,032	197,107
Building Permits Issued										
Single Family Homes	410	582	581	638	634	739	713	737	412	1,056
All other permits	1,620	1,837	1,868	2,016	2,189	2,625	2,682	2,492	3,438	3,374
<u>Public Safety</u>										
Number of warrants										
State - Issued	13,568	14,200	14,707	15,557	14,708	14,227	12,862	12,364	10,581	20,383
State - Served	12,484	12,755	13,469	13,626	11,513	10,670	10,561	9,939	7,203	7,400
Civil - Issued	19,902	19,576	19,750	19,804	19,526	18,663	17,325	18,237	17,902	17,270
Civil - Served	19,054	19,273	19,240	19,542	12,108	12,308	10,809	11,305	17,355	20,288
Rural Fire - Call Volume	1,748	1,960	2,170	2,683	2,738	3,747	6,312	5,803	6,829	6,516
<u>Public Health</u>										
Ambulance- Call Volume	24,331	24,877	26,015	28,700	31,433	34,920	34,343	35,055	35,905	44,866
Response Time -avg. minutes	7.60	7.80	7.80	8.00	8.00	7.90	7.60	6.90	6.50	6.80
Animal Control										
Requests for service	15,920	16,430	18,628	18,707	18,681	18,837	20,825	21,555	20,098	19,535
Animals Impounded	8,403	7,982	7,740	6,876	6,949	6,701	7,286	6,615	6,527	6,030
Animals Adopted	1,471	1,701	1,754	1,939	2,516	3,104	3,735	3,176	2,764	2,122
<u>Road & Bridge</u>										
Street Resurfaced (miles)	56.2	37.9	52.3	35.1	36.5	48.1	41.2	48.2	41.9	52.6
<u>Sanitation</u>										
(tons per day)										
Refuse Collected	104.1	100.3	123.0	113.1	120.8	112.4	120.4	122.0	120.3	102.9
Recyclables Collected	14.9	15.0	14.1	13.6	11.3	24.9	15.7	17.2	17.9	29.5
Tires Collected	N/A	N/A	8.8	13.7	9.8	10.1	11.2	12.9	12.1	11.7

N/A = Information is not available for this time period.

Source: Election Commission, Building Codes, Sheriff's Department, Rural Fire Department, Ambulance Department, PAWS, Highway Department, and Convenience Center Department

(1) - The Election Commission purged 11,000

Table 17

Rutherford County, Tennessee
Capital Assets by Function

FUNCTION	<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>2021</u>
Highways and Streets										
Number of Streets in System	2,039	2,071	2,108	2,150	2,200	2,246	2,286	2,359	2,326	2,382
Number of Miles	963	967	976	971	973	980	974	972	970	975
Number of Bridges	165	166	166	166	166	166	166	167	167	167
Public Safety										
Number of Correctional Facilities	3	3	3	3	3	3	3	3	3	3
Health and Welfare										
Nursing Home	1	1	1	1	1	1	1	1	1	1
Number of Beds	131	131	131	131	131	131	131	131	131	131
Dispatch Station	1	1	1	1	1	1	1	1	1	1
Special Operations	1	1	1	1	1	1	1	1	1	1
Ambulance Stations	12	12	12	12	12	12	12	12	12	12
Number of ambulance units	25	25	27	29	28	32	34	33	31	33
Sanitation/Landfill										
Number of SW trucks	17	19	19	17	18	18	18	21	22	19
Health Department Facilities	2	2	2	2	2	2	2	2	2	2
<u>Facilities and Services Not Included in the Primary Government</u>										
Education:										
Form of Administration										
Number of Employees	4,609	4,681	4,841	4,912	4,981	5,095	5,264	5,396	5,703	6,113
Elementary Schools	24	24	24	24	24	24	24	24	24	24
Middle Schools	10	10	10	10	10	10	11	11	11	11
High Schools	7	7	8	8	8	8	8	8	9	9
K-12 School	1	1	1	1	1	1	1	1	1	1
Alternative School	2	2	2	2	2	2	2	2	2	2
Magnet School	1	1	1	1	1	1	1	1	1	1

Source: Rutherford County Highway Dept., Sheriff's Department, Ambulance Department, Convenience Center Department, Board of Education

SINGLE AUDIT SECTION



JASON E. MUMPOWER
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

Rutherford County Mayor and
Board of County Commissioners
Rutherford County, 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 Rutherford County, Tennessee as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Rutherford County's basic financial statements as listed in the table of contents, and have issued our report thereon dated October 29, 2021. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Community Care of Rutherford County, discretely presented Rutherford County Emergency Communications District, and the Internal School Fund of the Rutherford County School Department (a discretely presented component unit) as described in our report on Rutherford County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Rutherford County's internal control over financial reporting (internal control) to determine the 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 Rutherford County's internal control. Accordingly, we do not express an opinion on the effectiveness of Rutherford 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rutherford 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 determination of financial statement amounts. 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Cost as item: 2021-001.

Rutherford County's Response to the Finding

Rutherford County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Rutherford County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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 result 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 Rutherford County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 29, 2021

JEM/sl



JASON E. MUMPOWER
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

Rutherford County Mayor and
Board of County Commissioners
Rutherford County, Tennessee

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Rutherford 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 Rutherford County's major federal programs for the year ended June 30, 2021. Rutherford 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 Rutherford 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 Rutherford 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 Rutherford County's compliance.

Opinion on Each Major Federal Program

In our opinion, Rutherford 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, 2021.

Report on Internal Control Over Compliance

Management of Rutherford 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 Rutherford 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 Rutherford 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 Rutherford County, Tennessee, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Rutherford County's basic financial statements. We issued our report thereon dated October 29, 2021, 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,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 29, 2021

JEM/sl

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (13)
For the Year Ended June 30, 2021

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listings	Pass-through Entity Identifying Number	Expenditures	
	Number	Number		
U.S. Department of Agriculture:				
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (5)				
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	\$ 935,255	(7)
National School Lunch Program (Commodity Rebate - Food Storage)	10.555	(4)	106,486	(7)
Passed-through State Department of Education:				
Child Nutrition Cluster: (5)				
School Breakfast Program	10.553	(4)	3,902,097	(6)
COVID 19 - School Breakfast Program	10.553	(4)	39,799	(6)
National School Lunch Program	10.555	(4)	11,601,544	(7)
COVID 19 - National School Lunch Program	10.555	(4)	143,244	(7)
Equipment Assistance Grants	10.579	(4)	19,950	
Passed-through State Department of Health:				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	(4)	796,699	
Total U.S. Department of Agriculture			<u>\$ 17,545,074</u>	
U.S. Department of Defense:				
Passed-through State Department of General Services:				
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	(4)	\$ 268,930	(12)
Total U.S. Department of Defense			<u>\$ 268,930</u>	
U.S. Department of Housing and Urban Development:				
Passed-through State Department of Housing Development:				
Home Investment Partnerships Program	14.239	(4)	\$ 184,058	
Total U.S. Department of Housing and Urban Development			<u>\$ 184,058</u>	
U.S. Department of Interior:				
Direct Program:				
Payments in Lieu of Taxes	15.226	N/A	\$ 47,986	
Total U.S. Department of Interior			<u>\$ 47,986</u>	
U.S. Department of Justice:				
Direct Programs:				
Public Safety Partnership and Community Policing Grants	16.710	N/A	\$ 149,150	
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	N/A	106,845	
Children of Incarcerated Parents	16.831	N/A	196,843	
Equitable Sharing Program	16.922	N/A	3,655	
Passed-through State Department of Mental Health and Substance Abuse:				
Drug Court Discretionary Grant Program	16.585	60146	61,917	
Passed-through State Department of Finance and Administration:				
Violence Against Women Formula Grants	16.588	(11)	116,565	
Passed-through City of Murfreesboro:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2020-DJ-BX-0430	59,933	
Total U.S. Department of Justice			<u>\$ 694,908</u>	
U.S. Department of Labor:				
Passed-through State Department of Labor and Workforce Development:				
COVID 19 - Unemployment Insurance	17.225	(4)	\$ 118,421	
Total U.S. Department of Labor			<u>\$ 118,421</u>	
U.S. Department of Transportation:				
Passed-through State Department of Safety and Homeland Security:				
Highway Safety Cluster: (5)				
State and Community Highway Safety	20.600	(4)	\$ 61,287	
Alcohol Open Container Requirements	20.607	Z-20-THS218	25,146	
Total U.S. Department of Transportation			<u>\$ 86,433</u>	
U.S. Department of Treasury:				
Passed-through State Department of Education:				
COVID 19 - Coronavirus Relief Fund	21.019	(4)	\$ 984,607	(8)
Passed-through State Department of Finance and Administration:				
COVID 19 - Coronavirus Relief Fund	21.019	(4)	4,873,350	(8)
Direct Program:				
COVID 19 - Emergency Rental Assistance Program	21.023	N/A	2,366,244	
Total U.S. Department of Treasury			<u>\$ 8,224,201</u>	

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (13) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance	Pass-through	Expenditures
	Listings Number	Entity Identifying Number	
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	(4)	\$ 5,920,756
Title 1 State Agency Program for Neglected and Delinquent Children and Youth	84.013	(4)	95,943
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	(4)	9,280,813
Special Education - Preschool Grants	84.173	(4)	84,143
Career and Technical Education - Basic Grants to States	84.048	(4)	798,748
Career and Technical Education - National Programs	84.051	(4)	54,115
Education for Homeless Children and Youth	84.196	(4)	159,314
English Language Acquisition State Grants	84.365	(4)	490,849
Student Support and Academic Enrichment Program	84.424A	(4)	429,493
Supporting Effective Instruction State Grants	84.367	(4)	1,210,375
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER I)	84.425D	(4)	4,435,227 (9)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	(4)	7,795,697 (9)
Total U.S. Department of Education			<u>\$ 30,755,473</u>
Election Assistance Commission:			
Passed-through the Secretary of State:			
COVID 19 - 2020 Supplemental Election Security Grants	90.404	(4)	\$ 217,397
Total Election Assistance Commission			<u>\$ 217,397</u>
U.S. Department of Health and Human Services:			
Direct Programs:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	\$ 206,789
COVID 19 - Provider Relief Fund	93.498	N/A	4,966
Passed-through the State Department of Human Services:			
Child Support Enforcement	93.563	34513-83814	22,799
TANF Cluster: (5)			
COVID-19 - Temporary Assistance for Needy Families	93.558	(4)	75,561
Passed-through State Department of Health:			
Family Planning Services	93.217	(4)	73,479
Maternal and Child Health Services Block Grant to the States	93.994	(4)	168,036
Total U.S. Department of Health and Human Services			<u>\$ 551,630</u>
U.S. Department of Homeland Security:			
Direct Programs:			
Assistance to Firefighters Grant	97.044	N/A	\$ 39,332 (10)
COVID 19 - Assistance to Firefighters Grant	97.044	N/A	84,867 (10)
Staffing for Adequate Fire and Emergency Response (SAFER) Grant	97.083	N/A	402,938
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	34101-06618	69,350
Homeland Security Grant Program	97.067	34101-13418	94,590
Total U.S. Department of Homeland Security			<u>\$ 691,077</u>
Total Expenditures of Federal Awards			<u>\$ 59,385,588</u>

(Continued)

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (13) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal CFDA Number	Contract Number	Expenditures
<u>State Grants</u>			
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	59284	\$ 130,892
Tennessee Veterans Treatment Court Initiative (TVTCI) - State Department of Mental Health and Substance Abuse Services	N/A	63162	83,653
Tennessee Mental Health Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	66259	57,724
Juvenile Court Custody Prevention - State Department of Children Services	N/A	60796	39,709
Day Treatment - Academic & Behavioral Remediation- Custody Prevention - State Department of Children Services	N/A	35910-02913	417,696
Juvenile Justice - State Commission on Children and Youth	N/A	39471	13,500
Farmers' Market Promotion and Retail Grant Program - State Department of Agriculture	N/A	70883	1,000
Local Health Services - State Department of Health	N/A	GG-19-59658-01	1,693,929
Low Cost Sterilization of Dogs and Cats - State Department of Health	N/A	32505-06119	1,800
PPE (Noncash assistance) - State Department of Military	N/A	(4)	537,826
Early Childhood Education - State Department of Education	N/A	(4)	1,329,766
Coordinated School Health - State Department of Education	N/A	(4)	193,000
TSLA-Archives Development Program Grant - Tennessee Secretary of State	N/A	30501-01818-16	2,450
Litter Grant - State Department of Transportation	N/A	(2)	81,929
Safe Schools - State Department of Education	N/A	(4)	902,670
State of the Arts Music Grant - State Department of Education	N/A	(4)	47,000
Summer Learning Camps- State Department of Education	N/A	(4)	2,368,451
Bridge Camp- State Department of Education	N/A	(4)	897,516
Learning Camp Transportation- State Department of Education	N/A	(4)	436,504
Local Government Direct Appropriations Grant FY 20 - State Department of Finance and Administration	N/A	(4)	3,786,436
Court Security Grant - Administrative Office of the Courts	N/A	(4)	65,500
2020 Supplemental Election Security Grant - Tennessee Secretary of State	N/A	(4)	43,490
Total State Grants			<u>\$ 13,132,441</u>

FAL = Federal Assistance Listings
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Rutherford County elected not to use the 10% de minimis 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 \$16,748,375; Highway Safety Cluster total \$61,287; Special Education Cluster total \$9,364,956; TANF Cluster total \$75,561.
- (6) Total for FAL No. 10.553 is \$3,941,896.
- (7) Total for FAL No. 10.555 is \$12,786,529.
- (8) Total for FAL No. 21.019 is \$5,857,957.
- (9) Total for FAL No. 84.425D is \$12,230,924.
- (10) Total for FAL No. 97.044 is \$124,199.
- (11) 35488: \$68,596, 35489: \$47,969.
- (12) During the year ended June 30, 2021, Rutherford County received surplus military equipment from the U.S. Department of Defense valued at \$268,930.
- (13) For the year ended June 30, 2021, Rutherford County received donated PPE valued at \$2,151,303 (\$1,613,477 federal and \$537,826 state) from the Tennessee Department of Military. These donations were unaudited.

Rutherford County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2021

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 Comprehensive Financial Report for Rutherford County, Tennessee, for the year ended June 30, 2021.

Prior-year Federal Awards Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	FAL Number	Current Status
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OFFICE OF DIRECTOR OF SCHOOLS

2020	339	2020-001	Bid specifications applied only to one brand.	N/A	Corrected
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RUTHERFORD COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2021

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Rutherford 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:

* Assistance Listings Numbers: 10.553, 10.555, and 10.579	Child Nutrition Cluster: School Breakfast Program, National School Lunch Program, and Equipment Assistance Program
* Assistance Listings Number: 21.019	COVID 19 - Coronavirus Relief Fund
* Assistance Listings Number: 21.023	COVID 19 - Emergency Rental Assistance Program
* Assistance Listings Numbers: 84.027 and 84.173	Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
* Assistance Listings Number: 84.425D	COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER I and and ESSER II)
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$1,781,568**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

A finding and recommendation, as a result of our audit, is presented below. We reviewed this finding and recommendation with management to provide an opportunity for their response. A written response for the finding is paraphrased and presented following the finding and recommendation. Management's corrective action plan, whether related to the financial statements or federal awards, is presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF COUNTY MAYOR

FINDING 2021-001

THE COURTHOUSE ROOFING PROJECT HAD DEFICIENCIES

(Noncompliance Under *Government Auditing Standards*)

As a part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 30 disbursements totaling \$1,956,674 from a population of 23,091 vendor checks totaling \$86,616,535. Rutherford County solicited competitive bids for a courthouse roofing project and received one bid totaling \$68,305. After discovering the sole bidder was not a licensed contractor in Tennessee, the bid was rejected. In lieu of soliciting other bids, county officials received a roofing quote and entered a contract with The Garland Company (Garland), a member of OMNIA Partners, a national purchasing cooperative. Section 12-3-1205, *Tennessee Code Annotated*, allows governments to make purchases through cooperatives under certain conditions. One condition of this statute requires the county commission to adopt a resolution accepting the terms of the cooperative's master agreement; however, no master agreement was obtained or presented to the county commission for approval prior to starting the roofing project. Also, payments to Garland totaling \$90,740 did not adhere to OMNIA's pricing guidelines, which defeats the intent of using a purchasing cooperative. The failure to follow state statutes governing national purchasing cooperatives could result in the county paying more than the most competitive price. This deficiency resulted from a lack of management oversight and a failure to follow state statutes.

RECOMMENDATION

All purchases should be made in compliance with applicable state statutes.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

We concur with this finding.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2021.

Rutherford County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2021

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as 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). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF COUNTY MAYOR

2021-001	The courthouse roofing project had deficiencies.	355
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BILL KETRON
COUNTY MAYOR



RUTHERFORD COUNTY
TENNESSEE

CORRECTIVE ACTION PLAN

FINDING 2021-001

ROOFING PROJECT DEFICIENCIES NOTED
(Noncompliance Under *Government Auditing Standards*)

Response and Corrective Action Plan Prepared by:

Bill Ketron, Mayor

Person Responsible for Implementing the Corrective Action:

Bill Ketron, Mayor

Planned Corrective Action:

To obtain a resolution from the County Commission accepting the terms of cooperative's master agreement for purchasing contracts.

Anticipated Completion Date:

January 2022 or earlier

Repeat Finding:

No

Signature: _____



BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Rutherford County.

RUTHERFORD COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF PURCHASING

Rutherford County operates under a private act that provides for a central system of accounting and budgeting covering all county departments under the supervision of the County Mayor, Highway Superintendent, and Director of Schools. However, Rutherford County has not adopted a central system of purchasing covering all of these departments. Sound business practices dictate that establishing a central system would significantly improve internal controls over the purchasing process. The absence of a central system of purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Rutherford County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of purchasing covering all county departments.