# ANNUAL COMPREHENSIVE

# FINANCIAL REPORT

# BRADLEY COUNTY, TENNESSEE

## FOR THE YEAR ENDED JUNE 30, 2022

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# BRADLEY COUNTY, TENNESSEE

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***RENA' SAMPLES, CCFO***
***Director of Finance***
***Bradley County, Tennessee***

***D. GARY DAVIS***
***COUNTY MAYOR***
***Bradley County, Tennessee***

*Independent Audit Performed by:*

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

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

*STEVE REEDER, CPA, CGFM, CFE*
*AUDIT MANAGER*

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

# BRADLEY COUNTY, TENNESSEE
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# *Summary of Audit Findings*

Annual Comprehensive Financial Report
Bradley County, Tennessee
For the Year Ended June 30, 2022

## *Scope*

We have audited the basic financial statements of Bradley County as of and for the year ended June 30, 2022.

## *Results*

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

Our audit resulted in five findings and recommendations, which we have reviewed with Bradley County management. Detailed findings, recommendations, and management's responses are included in the Single Audit section of this report.

## *Findings*

The following are summaries of the audit findings:

### OFFICE OF CLERK AND MASTER

- Excess fees were not reported and paid to the county in compliance with state statute.
- Investment transactions were not posted to the general ledger.
- Execution docket trial balances did not reconcile with general ledger accounts.
- Duties were not segregated adequately.

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### OFFICE OF SHERIFF

- The office did not review a list of voided transactions or reprinted checks.

Tennessee Comptroller of the Treasury

# Introductory Section

**Office of the**

# Bradley County Mayor

**D. Gary Davis**

**Phone 423-728-7141** **P. O. Box 1167**
**Facsimile 423-476-0696** **Cleveland, TN 37364**

December 15, 2022

To the Members of the County Commission and
the Citizens of Bradley County, Tennessee

To obtain a Certificate of Achievement for Excellence in Financial Reporting, the Government Finance Officers Association requires that all general-purpose local governments publish, within six months of the close of each fiscal year, a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of Bradley County, Tennessee, for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of Bradley County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, the management of Bradley 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 Bradley County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Bradley County's 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.

Bradley County's financial statements have been audited by the State of Tennessee, Comptroller of the Treasury, Division of Local Government Audit. The goal of the independent audit was to provide reasonable assurance that the financial statements of Bradley County for the fiscal year ended June 30, 2022, 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 independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Bradley County's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity 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 Bradley 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 legal requirements involving the administration of federal awards. These reports are available in the Single Audit section of this 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. Bradley County's MD&A can be found immediately following the report of the independent auditors.

*Tennessee Code Annotated*, Section 9-21-408 was amended by 2016 Public Chapter 832 specifically authorizing Bradley County to make interfund loans from the county's endowment fund derived from the sale of Bradley Memorial Hospital. This law became effective on July 1, 2016. In accordance with this law, Bradley County during fiscal year 2016-2017 borrowed from the endowment for construction of the workhouse. In fiscal year 2017-2018 the county borrowed from the endowment for the lights for the Parks & Recreation, the energy upgrades to the Courthouse and Annex, along with the infrastructure of the new Industrial Park.

Governmental Accounting Standards 34 (GASB 34) requires interfund loans to be reported in the county's Financial Statements by lowering the fund balance of the fund that will be paying for the loan. However, the balance of the budget document does not show the fund balance lowered. The fund balance in the 2021-2022 in the financial statements of the audit is lowered by the interfund loan. But the beginning balance in the 2022-2023 budget does not show the fund balance lowered since the interfund loan is from the reserved endowment fund. This difference is based on the GASB 34 statement requirement, and the fund balance reported in the budget accurately reflects the beginning fund balance in the fund paying back the loan.

## PROFILE OF THE GOVERNMENT

Bradley County, incorporated in 1836, is located in the southeast portion of the State of Tennessee. The county lies in a valley between the Cumberland and Great Smoky Mountains and has an approximate land area of 216,230 acres or 338 square miles and serves a population of approximately 110,162. Bradley County is empowered to levy a property tax on both real and personal properties located within its boundaries.

Bradley County's form of government is one with a popularly elected county mayor who is the administrative head of the county and a popularly elected board of county commissioners, which is the legislative branch of the county. Bradley County's legislative body is composed of 14 members with two members being elected from each of the county's seven districts. The county legislative body assembled in session is authorized to act for the county, including election of officials or confirmation of appointees, fixing salaries, and appropriating money and any other business coming before the body. All funds to be used in the operation of the county must be appropriated for that use by the county legislative body, which can appropriate money only for expenditures sanctioned by state law. It is the duty of the county legislative body to adopt a budget and to appropriate funds for the ensuing fiscal year for all county departments and agencies.

Bradley County provides a full range of services, including police and fire protection; schools; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events.

## FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Bradley County operates.

**Local economy.** Bradley County is a growing area of Tennessee. Businesses as well as individuals recognize the tremendous value the county enjoys in its quality of life as demonstrated in our strong position financially, and our future is bright due to the sound management practices that have enabled the county to maintain solid fund balances. Bradley County is known for its productive agriculture and for its stable diversified industry. Approximately 80 percent of the county's land area is devoted to farming, with income derived primarily from dairy, cotton raising, poultry, tobacco, beef, and various fruits and vegetables. The county has four industrial parks. Northeast Industrial Park is fully developed, and Cleveland-Bradley County Industrial Park has only 30 of its total 330 acres remaining for development. The Hiwassee River Industrial Park has approximately 15 of its total 121 acres available for development. There are approximately 147 industrial concerns in the county. Property for a new industrial park Springbranch, was purchased by Bradley County Government and the City of Cleveland, and development of the park was recently completed, and now has its first tenant. Major industries with headquarters or divisions located within the government's boundaries or in close proximity include household cooking equipment, newspaper and pulp plant, distribution centers, alkaline batteries, hosiery, candy, cakes, cookies, dairy products, photo finishing, clothing manufacturing, and Polysilicone.

A diverse manufacturing and industrial base adds to the relative stability of the employment rate. Bradley County has an employed labor force of approximately 48,960. There are many exciting projects underway for the county. Some of which are as follows:

- Whirlpool Corp. is one of Bradley County's largest tax payers and employers with approximately 1,400 employees. Whirlpool Corp. has completed its new 1.4 million square-foot facility. This has allowed Bradley County to retain its current jobs, while adding an additional 130 positions.

- Volkswagen has completed its commitment to invest over $1 billion for a manufacturing plant in nearby Hamilton County and is currently shipping Chattanooga-built Atlas' and the Electric ID4 around the country. Bradley County, as well as other counties in the area, is benefiting from the over 4,000 jobs created by direct employment at the Volkswagen facility, as well as the estimated additional 9,500 jobs that have been and will continue to be created in the region through construction and supplier activity.

- Wacker Chemie AG, a Munich, Germany-based Company, has completed construction of a new facility in Bradley County with an estimated capital investment of $2.4 billion and initial employment of approximately 650 highly skilled workers. The new facility produces hyper pure polycrystalline silicon, a key component in photovoltaic for solar energy and semiconductors for the electronics industry. Wacker has completed its first expansion. A $150 million project, adding another 50 jobs.

- Amazon distribution center is open in Bradley County and at peak times of the year, Amazon employs more than 1,000 people with a permanent workforce of approximately 400 employees.

- The Industrial Development Board continues to recruit new industries as well as to promote job growth within existing industries.

Several major tourist attractions are located in the county: Red Clay State Historical Area, primitive Indian settlements, Church of God of Prophecy World Headquarters, and the Church of God general offices, which house one of the largest mosaic murals in the southern United States. The Cherokee National Forest and Ocoee River whitewater rafting facilities are located within a few minutes drive.

## FINANCIAL POLICIES

**Accounting system and internal control.** The county's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. The county's day-to-day accounting records are maintained on a cash basis. For financial reporting purposes, the accounting records are converted to the modified and full accrual basis for all applicable funds. On the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods or services are received. On the accrual basis, revenues are recognized when earned; expenses are recognized when incurred.

In developing the county's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

**Budget control policy.** The annual budget serves as the foundation for Bradley County's financial planning and control. All departments of the county are required to submit requests for appropriation to the county mayor in April of each year. The county mayor then presents the budget requests to the full county commission for review. The county mayor uses these requests as the starting point for developing a proposed budget. The Finance Committee may hold public hearings on the budget requests. The county commission adopts a final budget by late June or early July each year. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., police). Transfers of appropriations require special approval of the county commission. 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, Special Purpose Fire Tax, Other Special Revenue, and

Highway/Public Works funds, these comparisons are presented as part of basic financial statements. For other governmental funds with appropriated annual budgets, this comparison is presented in the combining and individual fund financial statements and schedules section of this report.

**Minimum fund balance policy.** It is the objective of the county commission to maintain a managed budgeted fund balance in the various operating funds at a level sufficient for temporary financing of unforeseen emergency needs and to permit orderly adjustment to changes resulting from termination of revenue sources through actions of other governmental bodies. Sufficient levels of fund balances can ensure continued orderly operations and tax structure stability. The percentage is calculated by taking unassigned fund balance or working capital as a percent of expenditures or operating expenses and transfers to other funds. These fund balances are reviewed annually by the county mayor, director of finance, School Board, and road superintendent.

**Revenue policy.** The county will charge fees for services where such an approach is permissible by state and federal law and where a group of beneficiaries who can pay such fees is identifiable. New and expanded unrestricted revenue sources should be applied first to support existing programs prior to funding new programs. The county will pursue federal, state, and private grants but will strictly limit financial support of these programs to avoid commitments that continue beyond available funding. The county will continuously seek new revenues and pursue a diverse revenue base to limit the dependence on one or only a few revenue sources. This revenue diversity will shelter the county from short-time fluctuations in any one revenue source.

## CAPITAL IMPROVEMENT AND LONG-TERM PLANNING

The purpose of the capital improvements plan is to systematically plan, schedule, and finance capital projects to ensure cost-effectiveness as well as conformance with established policies. Proposed capital projects will be reviewed regarding accurate costing and overall consistency with the county's goals and objectives. Financing sources will then be identified for the highest ranking projects.

Bradley County has several long-term goals. Some of those include:

- Continuing to replace some of the older bridges in the county through the road department bridge program
- Continuing better working relationships with city government
- Reducing debt for the county
- Addressing school needs for both buildings and programs
- Developing a five-year plan for schools, other agencies, and county funds
- Continuing to improve efficiency in county departments
- Recruiting businesses and industries
- Extending water lines in the rural areas of the county

## AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Bradley County for its annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2021, this is the seventeenth year that Bradley County has received this prestigious award.

In addition, the county has received the GFOA's Distinguished Budget Presentation Award for its annual budget document for the last twelve years. In order to qualify for the Distinguished Budget Presentation Award, the county's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, and operations guide, and a communications device.

The financial information is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. The person primarily responsible for preparing this document is Rena' Samples, Finance Director for Bradley County. Especially important is to recognize the people of the Finance Department and Human Resources Department who helped make this report possible: Angie Kaylor, Tracy Cook, and Callie Kent. Each contributed to the many daily efforts required to operate our office. For questions concerning any of the information provided, please contact the Finance Office at 155 Broad Street, Cleveland, Tennessee 37311.

Respectfully submitted,

Rena' Samples
Finance Director

D. Gary Davis
County Mayor

Government Finance Officers Association

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

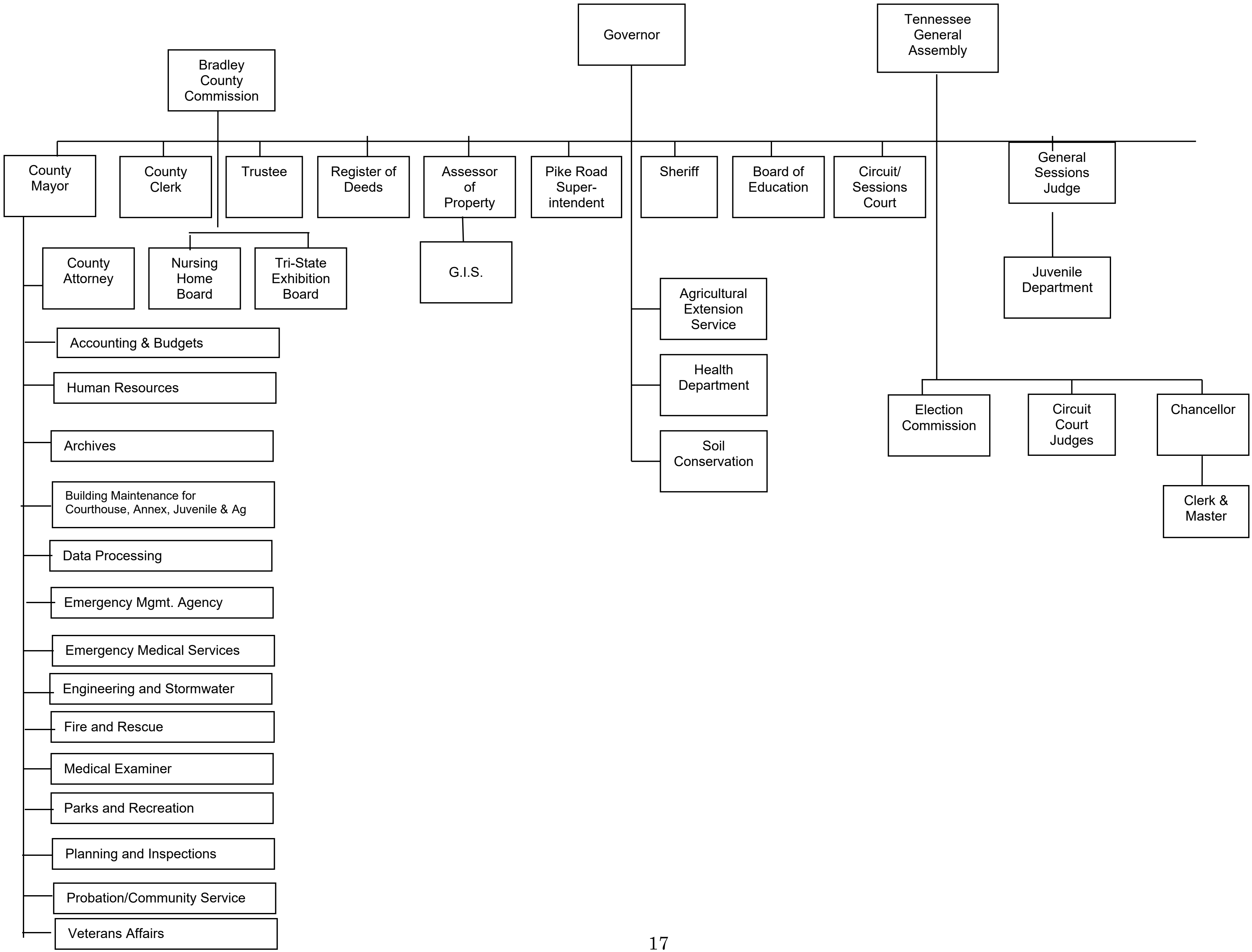
**Bradley County**
**Tennessee**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO



Governor
Tennessee General Assembly
Bradley County Commission
County Mayor
County Clerk
Trustee
Register of Deeds
Assessor of Property
Pike Road Super-intendent
Sheriff
Board of Education
Circuit/ Sessions Court
General Sessions Judge
County Attorney
Nursing Home Board
Tri-State Exhibition Board
G.I.S.
Juvenile Department
Agricultural Extension Service
Health Department
Soil Conservation
Election Commission
Circuit Court Judges
Chancellor
Clerk & Master
Accounting & Budgets
Human Resources
Archives
Building Maintenance for Courthouse, Annex, Juvenile & Ag
Data Processing
Emergency Mgmt. Agency
Emergency Medical Services
Engineering and Stormwater
Fire and Rescue
Medical Examiner
Parks and Recreation
Planning and Inspections
Probation/Community Service
Veterans Affairs

Bradley County Officials
June 30, 2022

## Officials

| | |
|---|---|
| County Mayor | D. Gary Davis |
| Road Superintendent | Sandra Knight |
| Director of Schools | Dr. Linda Cash |
| Trustee | Mike Smith |
| Assessor of Property | Stanley Thompson |
| County Clerk | Donna Alley Simpson |
| Circuit and General Sessions Courts Clerk | Gayla Miller |
| Clerk and Master | Holly Thompson |
| Register of Deeds | Dina Swafford |
| Sheriff | Steve Lawson |
| Finance Director | Rena' Samples |
| Agricultural Extension Director | Hannah Goodson |
| Building Inspection | Ronald Wilson |
| County Attorney | Crystal Freiberg |
| Emergency Management | Troy Spence |
| Engineering and Planning | Bentley Thomas |
| Fire Chief and Ambulance Service Director | Shawn Fairbanks |
| GIS | Wayne Owenby |
| Health Department | Brittany Hopkins |
| Human Resources Administrator | Tracy Cook |
| Juvenile Services | Vickie Towne |
| Parks and Recreation Director | Andy Lockhart |
| Probation Services/Courts Community Service | Rich Kienlen |
| Veterans Affairs | Brian Heusterberg |

## Board of County Commissioners

| | |
|---|---|
| District 1 | Dennis Epperson |
| District 1 | Mike Hughes |
| District 2 | Louie Alford |
| District 2 | Thomas Crye |
| District 3 | Milan Blake |
| District 3 | Johnny Mull, Chairman |
| District 4 | Howard Thompson |
| District 4 | Charlotte Peak |
| District 5 | Bobby Goins |
| District 5 | Cindy Slater |

**Board of County Commissioners (Cont.)**

| | |
|---|---|
| District 6 | Tim Mason |
| District 6 | Erica Davis |
| District 7 | Kevin Raper |
| District 7 | Bill Winters |

**Audit Committee**

Louie Alford, Chairman
Milan Blake
Thomas Crye
Erica Davis
Kevin Raper
Alan Smith
William Stuart
Dr. Dewayne Thompson

**Board of Education**

Amanda Lee, Chairman
Vicki Beaty
Ted Bryson
Nancy Casson
Rachel Goins
Jeff Lovingood
Josh Taylor

# FINANCIAL SECTION

Jason E. Mumpower
*Comptroller*

Independent Auditor's Report

Bradley County Mayor and
Board of County Commissioners
Bradley County, Tennessee

To the County Mayor and Board of County Commissioners:

**Report on the Audit of the Financial Statements**

***Opinions***

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 Bradley County, Tennessee, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying 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 Bradley County, Tennessee, as of June 30, 2022, and the respective changes in financial position and the respective budgetary comparison for the General, Special Purpose Fire Tax, Other Special Revenue, and the Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Bradley Healthcare and Rehabilitation Center, which represent 2.16 percent, 2.96 percent, and 8.77 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. We also did not audit the financial statements of Internal School Fund of the Bradley County School Department (a discretely presented component unit) which represent 1.13 percent, 1.77 percent, and 2.98 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented school department component unit as of June 30, 2022. Those statements were audited by other auditors whose report has been furnished to us, and our opinions, insofar as it relates to the amounts included for the Bradley Healthcare and Rehabilitation Center and the Bradley County School Department's Internal School Fund, are based solely on the report of the other auditors.


Cordell Hull Building | 425 Rep. John Lewis Way N. | Nashville, Tennessee 37243

### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Bradley County, Tennessee, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### *Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Bradley County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- obtain an understanding of internal control relevant to the audit 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 Bradley County's internal control. Accordingly, no such opinion is expressed.

- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Bradley County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of changes in the county'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's total OPEB liability and related ratios, as listed in the table of contents, as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Bradley 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 Bradley County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of 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 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 Bradley County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Requirements by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2022, on our consideration of Bradley 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 Bradley 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 Bradley County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 15, 2022

JEM/tg

## Management's Discussion and Analysis

As management of Bradley County, we offer readers of the Bradley County financial statements this narrative overview and analysis of the financial activities of the county for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

### Financial Highlights

- The assets and deferred outflows of resources of Bradley County's Primary Governmental Activities exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $55,836,403 (net position).
- As of the close of the current fiscal year, Bradley County's governmental funds reported combined ending fund balances of $54,133,894. Of this amount, $16,264,952 is set aside for endowments, $4,525,000 is set aside as a long-term receivable, $7,338,573 is restricted funds with externally enforceable limitations on use, $16,487,028 is committed by the county's legislative body to a specific fund or use, and $2,852,052 is assigned by its intended use.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was $8,321,430 or 19.8 percent of total General Fund expenditures while total fund balance of $14,033,305 represents 33.3 percent of that same amount. The reserve policy of the county requires a minimum unassigned fund balance of at least ten percent, which is within the boundaries of our policy.
- Bradley County's total long-term debt decreased by $6,667,837 during the current fiscal year. This is due to scheduled annual debt payments.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Bradley County's basic financial statements. The county's basic financial statements comprise four components: 1) government-wide financial statements, 2) fund financial statements, 3) major special revenue funds budgetary statements, and 4) 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 Bradley County's finances, in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing the changes in the government's net position 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 the county that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the county include general government, public safety, highways and streets, sanitation, economic development, and culture and recreation. The county has no business-type activities to report.

The government-wide financial statements include not only Bradley County itself (known as the primary government), but also a legally separate school district and a nursing home for which Bradley County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

**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. Bradley County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Bradley County can be divided into three fund 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 narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Bradley County maintains a multitude of 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, Special Purpose Fire Tax, Other Special Revenue, Highway/Public Works, General Debt Service, and the Endowment funds, all of which are considered to be major funds. Data from the other 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.

Bradley County 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.

**Proprietary funds.** Bradley County and the Bradley County School Department do not have any proprietary funds. The discretely presented Bradley Healthcare and Rehabilitation Center uses an enterprise fund. Enterprise funds are used to report the same functions presented as business-type 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.

**Fiduciary funds.** Fiduciary funds are used to account for revenues 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 Bradley County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds (economic resources measurement).

**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 Bradley County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $55,836,403 at the close of the most recent fiscal year.

The Constitution for the State of Tennessee only allows the local legislative body authorization to issue debt. Therefore, whenever the Bradley County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by Bradley County Government.

As of June 30, 2022, Bradley County had outstanding debt totaling $63,397,438 for capital purposes of education ($46,756,567 for county schools and $16,640,871 for city schools). The capital assets are reported in the financial statements of the Bradley County Board of Education and the Board of Education of the City of Cleveland, respectively. Bradley County has incurred the related liability, significantly decreasing its unrestricted net position without a corresponding increase in the county's capital assets.

A large portion of Bradley County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. Bradley County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Bradley County's investment in its 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.

Table 1a

## BRADLEY COUNTY'S NET POSITION

| | Bradley County Government | | Bradley County School Department | |
|---|---|---|---|---|
| | 2022 | 2021 | 2022 | 2021 |
| Current and Other Assets | $ 119,745,791 | $ 98,973,580 | $ 95,931,591 | $ 54,537,423 |
| Capital Assets | 61,441,616 | 63,415,481 | 111,122,316 | 93,318,515 |
| Total Assets | $ 181,187,407 | $ 162,389,061 | $ 207,053,907 | $ 147,855,938 |
| Deferred Outflows of Resources | $ 9,683,285 | $ 5,314,075 | $ 22,893,380 | $ 13,029,279 |
| Long-term Liabilities | $ 76,511,702 | $ 84,329,273 | $ 19,219,617 | $ 22,998,584 |
| Other Liabilities | 11,717,340 | 8,757,831 | 24,121,321 | 19,165,007 |
| Total Liabilities | $ 88,229,042 | $ 93,087,104 | $ 43,340,938 | $ 42,163,591 |
| Deferred Inflows of Resources | $ 46,805,247 | $ 32,169,570 | $ 55,832,245 | $ 17,156,882 |
| Net Position: | | | | |
| Net Investment in Capital Assets | $ 49,919,576 | $ 50,725,996 | $ 111,122,316 | $ 93,318,515 |
| Restricted | 39,767,609 | 27,378,929 | 59,931,223 | 19,945,452 |
| Unrestricted | (33,850,782) | (35,658,463) | (40,279,435) | (11,699,223) |
| Total Net Position | $ 55,836,403 | $ 42,446,462 | $ 130,774,104 | $ 101,564,744 |

Table 1b

**BRADLEY COUNTY'S NET POSITION**

| | Bradley Healthcare and Rehabilitation | | | |
|---|---|---|---|---|
| | | 2022 | | 2021 |
| Current and Other Assets | $ | 3,544,524 | $ | 3,760,878 |
| Capital Assets | | 1,035,127 | | 1,170,079 |
| Total Assets | $ | 4,579,651 | $ | 4,930,957 |
| Long-term Liabilities | $ | | $ | |
| Other Liabilities | | 589,257 | | 728,891 |
| Total Liabilities | $ | 589,257 | $ | 728,891 |
| Net Position: | | | | |
| Net Investment in Capital Assets | $ | 1,035,127 | $ | 1,170,079 |
| Restricted | | 361,428 | | 363,677 |
| Unrestricted | | 2,593,839 | | 2,668,310 |
| Total Net Position | $ | 3,990,394 | $ | 4,202,066 |

An additional portion of Bradley County's governmental activities assets ($39,767,609) represents resources that are subject to external restrictions on how they may be used.

At the end of the current fiscal year, Bradley County is able to report positive balances in net position in the primary government and the discretely presented component units - the school department and the Bradley Healthcare and Rehabilitation Center.

Table 2a

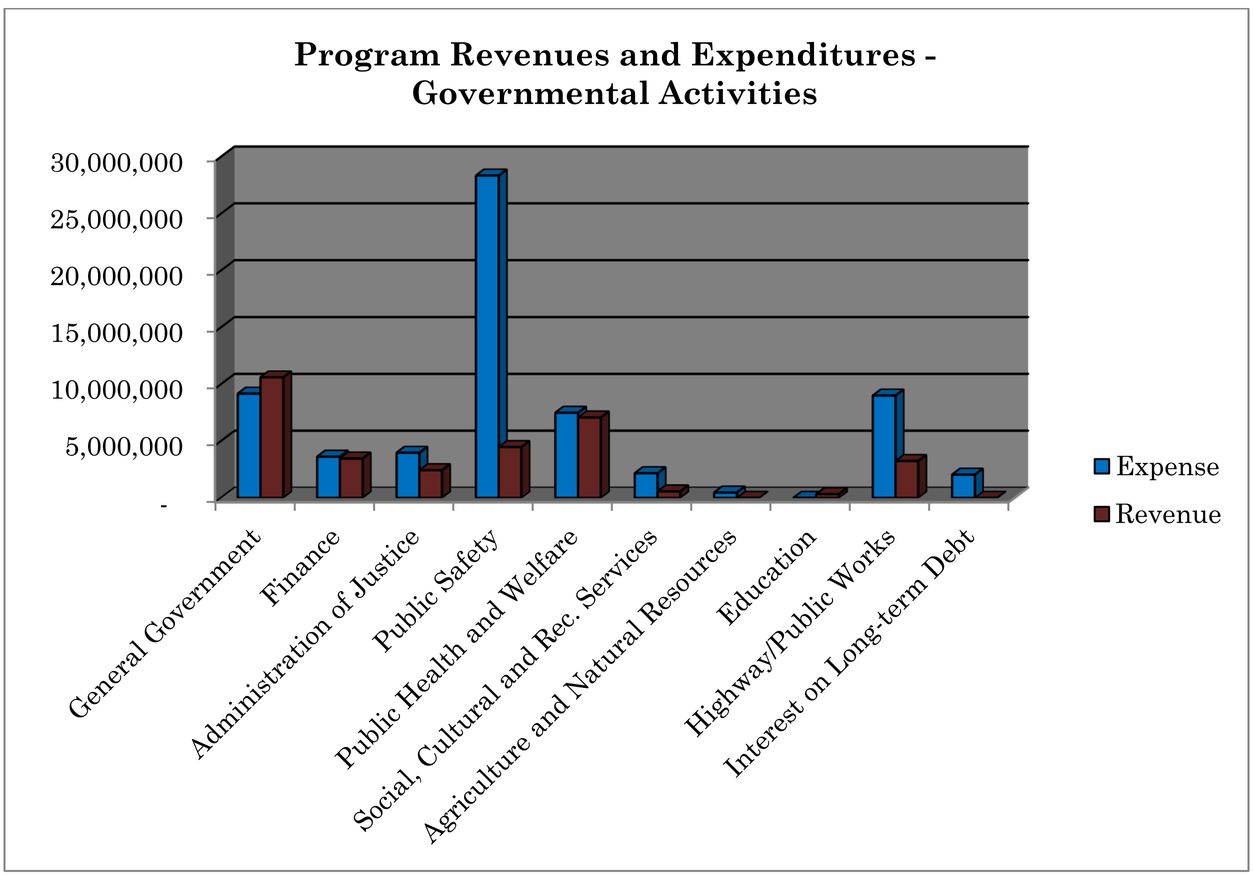
## BRADLEY COUNTY'S CHANGES IN NET POSITION

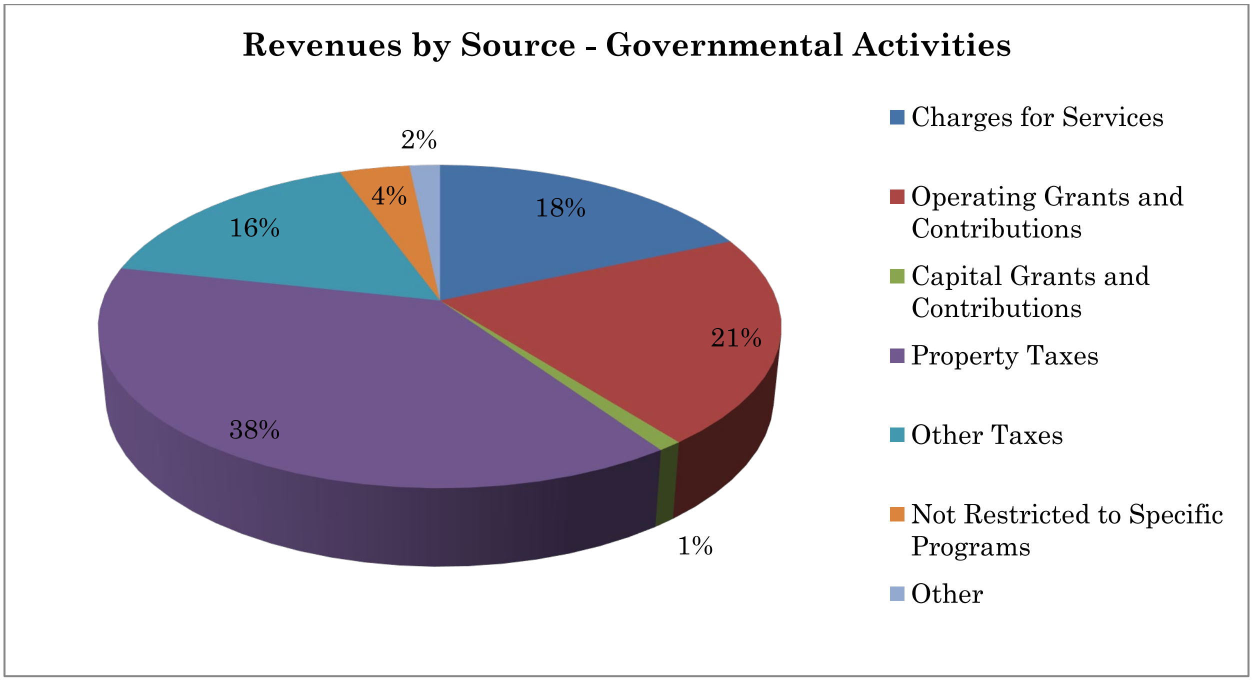
| | Bradley County Government | | Bradley County School Department | |
|---|---|---|---|---|
| | 2022 | 2021 | 2022 | 2021 |
| **Revenues** | | | | |
| Program Revenues: | | | | |
| Charges for Services | $ 14,703,928 | $ 15,029,284 | $ 775,673 | $ 643,494 |
| Operating Grants and Contributions | 16,673,357 | 7,492,019 | 35,127,642 | 23,160,394 |
| Capital Grants and Contributions | 797,268 | 3,599,600 | 1,047,290 | 13,838,058 |
| General Revenues: | | | | |
| Property Taxes | 30,268,946 | 29,448,577 | 13,131,901 | 12,871,609 |
| Other Taxes | 12,782,804 | 11,695,681 | 17,223,473 | 15,179,181 |
| Grants and Contributions not Restricted to Specific Programs | 3,082,398 | 3,895,977 | 54,961,671 | 53,941,806 |
| Other | 1,343,903 | 1,915,180 | 57,317 | 314,958 |
| Total Revenues | $ 79,652,604 | $ 73,076,318 | $ 122,324,967 | $ 119,949,500 |
| **Expenses** | | | | |
| General Government | $ 9,166,464 | $ 7,544,926 | $ 0 | $ 0 |
| Finance | 3,622,230 | 3,483,241 | 0 | 0 |
| Administration of Justice | 3,964,410 | 3,887,233 | 0 | 0 |
| Public Safety | 28,350,459 | 26,432,107 | 0 | 0 |
| Public Health and Welfare | 7,486,511 | 8,529,117 | 0 | 0 |
| Social, Cultural, and Rec. Services | 2,164,317 | 2,159,474 | 0 | 0 |
| Agriculture and Natural Resources | 467,823 | 460,489 | 0 | 0 |
| Highways/Public Works | 8,998,497 | 7,453,988 | 0 | 0 |
| Education | 0 | 18,358,084 | 93,115,607 | 101,245,999 |
| Interest on Long-term Debt | 2,041,952 | 2,117,752 | 0 | 0 |
| Total Expenses | $ 66,262,663 | $ 80,426,411 | $ 93,115,607 | $ 101,245,999 |
| Increase (Decrease) in Net Position | $ 13,389,941 | $ (7,350,093) | $ 29,209,360 | $ 18,703,501 |
| Net Position, July 1 | 42,446,462 | 49,796,555 | 101,564,744 | 81,099,623 |
| Restatement | 0 | 0 | 0 | 1,761,620 |
| Net Position, June 30 | $ 55,836,403 | $ 42,446,462 | $ 130,774,104 | $ 101,564,744 |

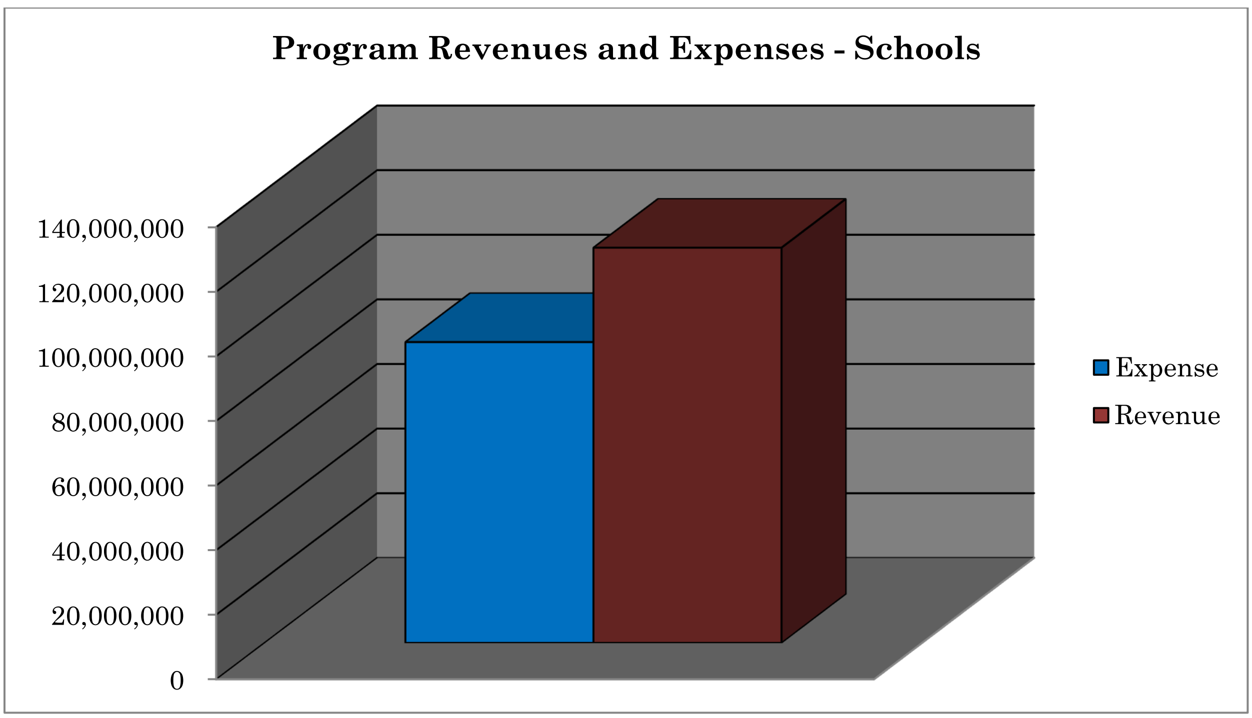
Table 2b

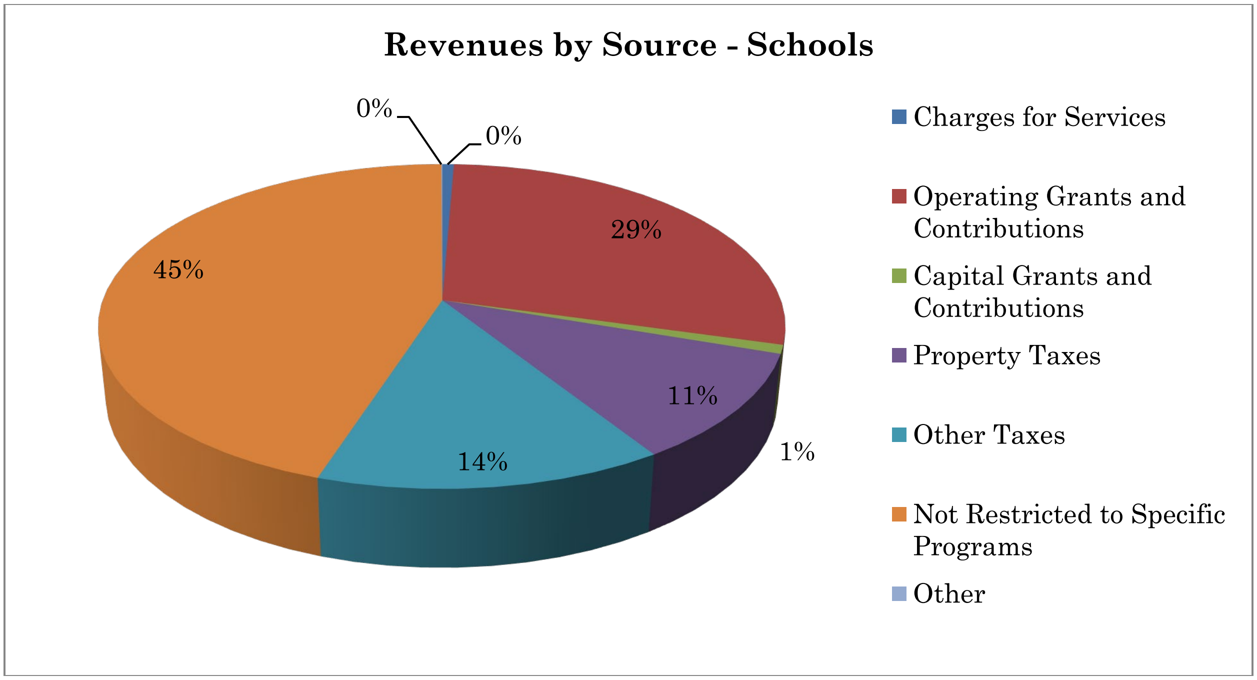
**BRADLEY COUNTY'S CHANGES IN NET POSITION**

| | Bradley Healthcare and Rehabilitation Center | |
|---|---|---|
| | 2022 | 2021 |
| **Revenues** | | |
| Program Revenues: | | |
| Charges for Services | $ 10,055,786 | $ 10,715,327 |
| Grants and Contributions | 1,709,885 | 2,142,296 |
| General Revenues: | | |
| Other | (1,603) | 5,195 |
| Total Revenues | $ 11,764,068 | $ 12,862,818 |
| **Expenses** | | |
| Other Enterprise | $ 11,975,740 | $ 12,616,672 |
| Total Expenses | $ 11,975,740 | $ 12,616,672 |
| Increase (Decrease) in Net Position | $ (211,672) | $ 246,146 |
| Net Position, July 1 | 4,202,066 | 3,955,920 |
| Net Position, June 30 | $ 3,990,394 | $ 4,202,066 |




Revenues by Source - Governmental Activities
2%
4%
18%
16%
21%
38%
1%
Charges for Services
Operating Grants and Contributions
Capital Grants and Contributions
Property Taxes
Other Taxes
Not Restricted to Specific Programs
Other


Program Revenues and Expenses - Schools
140,000,000
120,000,000
100,000,000
80,000,000
60,000,000
40,000,000
20,000,000
0
Expense
Revenue




**Financial Analysis of the Government's Funds**

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

**Governmental funds**. The focus of Bradley County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Bradley County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Bradley County has maintained a stabilized financial position.

As of the close of the current fiscal year, Bradley County's governmental funds reported combined ending fund balances of $54,133,894. Of this amount, $16,264,952 is set aside for endowments, and $4,525,000 is set aside as a long-term receivable, $7,338,573 is restricted funds with externally enforceable limitations on use, $16,487,028 is committed by the county's legislative body to a specific fund or use, and $2,852,052 is assigned by its intended use.

The General Fund is the chief operating fund of Bradley County. At the end of the current fiscal year, unassigned fund balance for the General Fund was $8,321,430 or 19.8 percent of total General Fund expenditures while total fund balance of $14,033,305 represents 33.3 percent of that same amount. The minimum fund balance policy of the county requires a minimum unassigned fund balance of at least ten percent, which is within the boundaries of our policy. 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.

During the current fiscal year, the fund balance of Bradley County's General Fund increased by $2,156,300. The key factor was an increase in revenue collections over the prior year.

During the current fiscal year, the fund balances of the Highway/Public Works Fund increased by $102,268. This was mainly due to increased revenue collections over the prior year.

The General Debt Service Fund has a total fund balance of $14,714,005 all of which is allocated for the payment of debt service. The $734,037 net increase in fund balance during the current year in the General Debt Service Fund was due to slight increase in revenue collections over the prior year.

## General Fund Budgetary Highlights

The difference between the original budget expenditures and the final amended budget expenditures in the General Fund was $3,503,282 (increase in appropriations) and can be briefly summarized as follows:

- Increases allocated to General Government - $152,253
- Increases allocated to Finance - $368,494
- Increases allocated to Administration of Justice - $217,681
- Increases allocated to Public Safety - $1,815,573
- Increases allocated to Public Health and Welfare - $523,375
- Increases allocated to Social, Cultural, and Recreational - $1,925
- Increases allocated to Other Operations - $423,981

This increase was funded out of miscellaneous increases in various charges for services, grant proceeds, insurance recovery, and COVID-19 grants.

The General Purpose School Fund had an increase in allocations totaling $8,665,331, which consisted mostly of additional revenue received from the State of Tennessee and Federal Government.

## Capital Assets and Debt Administration

**Capital assets.** The investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. Bradley County's net investment in capital assets for its governmental activities as of June 30, 2022, totals $49,919,576 (net of accumulated depreciation and related debt). The Bradley County School Department's investment in capital assets for its governmental activities totals $111,122,316 (net of accumulated depreciation). Related debt for schools is carried in the primary governmental activities.

Major capital assets events during the current fiscal year included the following:

- Purchase of 15 LifePak V4 Monitor –EMS at $556,254
- Purchase of 18 Power Loaders for Monitors –EMS at $402,492
- Re-chassis of three ambulance -EMS at $256,051

- Purchase of body scanner – Sheriff Department at $139,000
- Purchase of five vehicles- Sheriff Department at $ 78,047
- Purchase of one Interview Rooms System- Sheriff Department at $ 30,809
- Purchase of two water heaters- Sheriff Department at $ 54,781
- Purchase of one Dodge Quad Cab- Drug Fund $ $16,746
- Purchase of one F250-Probations at $28,454

For more detailed information on capital assets activity, please see the relevant disclosures in the notes to the financial statements, Note IV.D.

**Long-term Debt and Other Obligations**

Table 3

**BRADLEY COUNTY**

| Issued For | | General County | | County Schools | | City Schools | | Total Governmental Activity |
|---|---|---|---|---|---|---|---|---|
| Bonds | $ | 5,895,000 | $ | 18,739,296 | $ | 9,530,704 | $ | 34,165,000 |
| Other Loans | | 5,422,308 | | 28,017,272 | | 7,110,166 | | 40,549,746 |
| Total Bonds and Other Loans | $ | 11,317,308 | $ | 46,756,568 | $ | 16,640,870 | $ | 74,714,746 |
| Compensated Absences | | 1,960,042 | | 0 | | 0 | | 1,960,042 |
| Other Postemployment Benefits | | 4,900,688 | | 19,219,617 | | 0 | | 24,120,305 |
| Total Long-term Debt and Other Obligations | $ | 18,178,038 | $ | 65,976,185 | $ | 16,640,870 | $ | 100,795,093 |

At the end of the current fiscal year, Bradley County had total bonds, notes, other loans, and capital leases outstanding of $74,714,746. This amount comprises debt backed by the full faith and credit of the government. This debt decreased by a net amount of $6,667,837 during the current fiscal year due to scheduled debt payments.

For more detailed information on long-term debt activity, please see the relevant disclosures in the notes to the financial statements. Note IV.G. of this report provides additional information regarding general obligation bonds and other loans.

Bradley County maintains an Aa2 rating from Moody's and AA from Standard and Poor's for general obligation debt.

**Economic Factors and Next Year's Budgets and Rates**

The unemployment rate for the county as of June 30, 2022, is 3.3 percent. The state's average unemployment rate is 4.4 percent and the national average is 4.8 percent. Inflationary trends in the region compare favorably to national indices. All of these factors were considered in preparing the county's budget for the 2021-2022 fiscal year.

A projection of Bradley County's governmental funds reports combined ending fund balances of $54,133,894. Of this amount, $16,264,952 is set aside for endowments, $4,525,000 is set aside for a long-term receivable, $7,338,573 is restricted funds with externally enforceable limitations on use, $16,487,028 is committed by the county's legislative body to a specific fund or use, and $2,852,052 is assigned by its intended use. Unassigned fund balance for the General Fund is $8,321,430 or 19.8 percent of total General Fund expenditures while total fund balance of $14,033,305 represents 33.3 percent of projected expenditures. The minimum fund balance policy of the county requires a fund balance of at least ten percent, which is within the boundaries of our policy.

**Request for Information**

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Finance Office at 155 Broad Street, Cleveland, Tennessee 37311.

# BASIC FINANCIAL STATEMENTS

Exhibit A

Bradley County, Tennessee
Statement of Net Position
June 30, 2022

| | Primary Government | Component Units | |
|---|---|---|---|
| | Governmental Activities | Bradley County School Department | Bradley Healthcare and Rehabilitation Center |
| **ASSETS** | | | |
| Cash | $ 617,329 | $ 2,334,531 | $ 2,136,020 |
| Equity in Pooled Cash and Investments | 48,518,986 | 26,558,713 | 0 |
| Inventories | 0 | 0 | 41,528 |
| Accounts Receivable | 19,176,682 | 15,737 | 967,126 |
| Allowance for Uncollectibles | (17,168,493) | 0 | 0 |
| Due from Other Governments | 2,966,277 | 7,241,547 | 0 |
| Due from Component Unit | 12,936,294 | 0 | 0 |
| Property Taxes Receivable | 33,507,686 | 11,480,376 | 0 |
| Allowance for Uncollectible Property Taxes | (978,438) | (160,802) | 0 |
| Prepaid Items | 0 | 0 | 2,694 |
| Net Pension Asset - Public Employee Retirement Plan | 293,632 | 64,150 | 0 |
| Net Pension Asset - Public Employee Legacy Pension Plan | 14,456,363 | 4,279,204 | 0 |
| Net Pension Asset - Teacher Retirement Plan | 0 | 876,520 | 0 |
| Net Pension Asset - Teacher Legacy Pension Plan | 0 | 42,200,910 | 0 |
| Restricted Assets: | | | |
| Amounts Accumulated for Pension Benefits | 861,341 | 1,040,705 | 0 |
| Other Restricted Assets | 0 | 0 | 397,156 |
| Notes Receivable - Long-term | 4,558,132 | 0 | 0 |
| Capital Assets: | | | |
| Assets Not Depreciated: | | | |
| Land | 5,796,855 | 1,699,307 | 1,250 |
| Construction in Progress | 0 | 28,330,571 | 0 |
| Assets Net of Accumulated Depreciation: | | | |
| Buildings and Improvements | 26,177,473 | 77,762,964 | 764,698 |
| Infrastructure | 22,134,169 | 0 | 0 |
| Other Capital Assets | 7,333,119 | 3,329,474 | 269,179 |
| Total Assets | $ 181,187,407 | $ 207,053,907 | $ 4,579,651 |
| **DEFERRED OUTFLOWS OF RESOURCES** | | | |
| Accumulated Decrease in Fair Value of Hedging Derivatives | $ 642,190 | $ 0 | $ 0 |
| Pension Changes in Experience | 360,560 | 245,393 | 0 |
| Pension Changes in Assumptions | 6,187,002 | 13,413,721 | 0 |
| Pension Changes in Proportionate Share | 0 | 89,182 | 0 |
| Pension Contributions After Measurement Date | 2,447,479 | 4,203,434 | 0 |
| OPEB Changes in Experience | 46,054 | 1,132,751 | 0 |
| OPEB Changes in Assumptions | 0 | 1,838,735 | 0 |
| OPEB Changes in Proportionate Share | 0 | 1,154,328 | 0 |
| OPEB Contributions After Measurement Date | 0 | 815,836 | 0 |
| Total Deferred Outflows of Resources | $ 9,683,285 | $ 22,893,380 | $ 0 |

(Continued)

Exhibit A

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

| | Primary Government Governmental Activities | Component Units Bradley County School Department | Component Units Bradley Healthcare and Rehabilitation Center |
|---|---|---|---|
| **LIABILITIES** | | | |
| Accounts Payable | $ 214 | $ 1,996,777 | $ 159,982 |
| Accrued Payroll | 0 | 7,896,259 | 329,299 |
| Payroll Deductions Payable | 11,799 | 1,291,991 | 0 |
| Accrued Interest Payable | 234,290 | 0 | 0 |
| Due to Primary Government | 0 | 12,936,294 | 0 |
| Due to Other Governments | 3,297,085 | 0 | 0 |
| Derivative - Interest Rate Swap | 642,190 | 0 | 0 |
| Other Current Liabilities | 49 | 0 | 64,248 |
| Other Long-term Liabilities | 0 | 0 | 35,728 |
| Noncurrent Liabilities: | | | |
| Due Within One Year - Debt | 7,433,711 | 0 | 0 |
| Due Within One Year - Other | 98,002 | 0 | 0 |
| Due in More Than One Year - Debt | 69,748,974 | 0 | 0 |
| Due in More Than One Year - Other | 6,762,728 | 19,219,617 | 0 |
| Total Liabilities | $ 88,229,042 | $ 43,340,938 | $ 589,257 |
| **DEFERRED INFLOWS OF RESOURCES** | | | |
| Deferred Current Property Taxes | $ 32,129,814 | $ 11,090,946 | $ 0 |
| Pension Changes in Experience | 1,393,406 | 4,090,233 | 0 |
| Pension Changes in Investment Earnings | 196,550 | 37,864,411 | 0 |
| Pension Changes in Proportionate Share | 12,373,432 | 80,566 | 0 |
| OPEB Changes in Experience | 38,135 | 723,524 | 0 |
| OPEB Changes in Assumptions | 673,910 | 1,454,380 | 0 |
| OPEB Changes in Proportionate Share | 0 | 528,185 | 0 |
| Total Deferred Inflows of Resources | $ 46,805,247 | $ 55,832,245 | $ 0 |
| **NET POSITION** | | | |
| Net Investment in Capital Assets | $ 49,919,576 | $ 111,122,316 | $ 1,035,127 |
| Restricted for: | | | |
| General Government | 520,096 | 0 | 0 |
| Finance | 339,821 | 0 | 0 |
| Administration of Justice | 243,627 | 0 | 0 |
| Public Safety | 2,769,152 | 0 | 0 |
| Social, Cultural, and Recreational Services | 203,819 | 0 | 0 |
| Highways/Public Works | 2,638,740 | 0 | 0 |
| Capital Projects | 51,334 | 0 | 0 |
| Education | 0 | 11,469,734 | 0 |
| Pensions | 15,611,336 | 48,461,489 | 0 |
| Permanent Endowment: | | | |
| Nonexpendable | 16,264,952 | 0 | 337,222 |
| Expendable | 1,124,732 | 0 | 24,206 |
| Unrestricted | (33,850,782) | (40,279,435) | 2,593,839 |
| Total Net Position | $ 55,836,403 | $ 130,774,104 | $ 3,990,394 |

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

Exhibit B

Bradley County, Tennessee
Statement of Activities
For the Year Ended June 30, 2022

| | | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|---|---|---|---|---|---|---|---|
| | | | | | Primary Government | Component Units | |
| Functions/Programs | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Total Governmental Activities | Bradley County School Department | Bradley Healthcare and Rehabilitation Center |
| Primary Government: | | | | | | | |
| Governmental Activities: | | | | | | | |
| General Government | $ 9,166,464 | $ 1,469,811 | $ 9,126,726 | $ 0 | $ 1,430,073 | $ 0 | $ 0 |
| Finance | 3,622,230 | 3,450,200 | 0 | 9,465 | (162,565) | 0 | 0 |
| Administration of Justice | 3,964,410 | 2,363,944 | 70,545 | 0 | (1,529,921) | 0 | 0 |
| Public Safety | 28,350,459 | 2,803,123 | 1,399,552 | 269,511 | (23,878,273) | 0 | 0 |
| Public Health and Welfare | 7,486,511 | 4,239,716 | 2,831,216 | 0 | (415,579) | 0 | 0 |
| Social, Cultural, and Recreational Services | 2,164,317 | 377,134 | 0 | 189,517 | (1,597,666) | 0 | 0 |
| Agriculture and Natural Resources | 467,823 | 0 | 0 | 0 | (467,823) | 0 | 0 |
| Highways/Public Works | 8,998,497 | 0 | 3,245,318 | 0 | (5,753,179) | 0 | 0 |
| Education | 0 | 0 | 0 | 328,775 | 328,775 | 0 | 0 |
| Interest on Long-term Debt | 2,041,952 | 0 | 0 | 0 | (2,041,952) | 0 | 0 |
| Total Governmental Activities | $ 66,262,663 | $ 14,703,928 | $ 16,673,357 | $ 797,268 | $ (34,088,110) | $ 0 | $ 0 |
| Total Primary Government | $ 66,262,663 | $ 14,703,928 | $ 16,673,357 | $ 797,268 | $ (34,088,110) | $ 0 | $ 0 |
| Component Units: | | | | | | | |
| Bradley County School Department | $ 93,115,607 | $ 775,673 | $ 35,127,642 | $ 1,047,290 | $ 0 | $ (56,165,002) | $ 0 |
| Bradley Healthcare and Rehabilitation Center | 11,975,740 | 10,055,786 | 0 | 0 | 0 | 0 | (1,919,954) |
| Total Component Units | $ 105,091,347 | $ 10,831,459 | $ 35,127,642 | $ 1,047,290 | $ 0 | $ (56,165,002) | $ (1,919,954) |

(Continued)

Exhibit B

Bradley County, Tennessee
Statement of Activities (Cont.)

| | | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | | |
|---|---|---|---|---|---|---|---|
| | | | | | Primary Government | Component Units | |
| Functions/Programs | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Total Governmental Activities | Bradley County School Department | Bradley Healthcare and Rehabilitation Center |
| General Revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property Taxes Levied for General Purposes | | | | | $ 22,398,505 | $ 13,131,901 | $ 0 |
| Property Taxes Levied for Debt Service | | | | | 7,870,441 | 0 | 0 |
| Local Option Sales Taxes | | | | | 8,433,041 | 17,220,901 | 0 |
| Hotel/Motel Tax | | | | | 1,804,397 | 0 | 0 |
| Litigation Tax | | | | | 336,834 | 0 | 0 |
| Business Tax | | | | | 1,906,809 | 0 | 0 |
| Wholesale Beer Tax | | | | | 296,573 | 0 | 0 |
| Other Local Taxes | | | | | 5,150 | 2,572 | 0 |
| Grants and Contributions Not Restricted to Specific Programs | | | | | 3,082,398 | 54,961,671 | 1,709,885 |
| Unrestricted Investment Income | | | | | 412,433 | 27,762 | 647 |
| Gain on Investments | | | | | (40,305) | (48,591) | 0 |
| Sale of Equipment | | | | | 84,473 | 0 | 0 |
| Miscellaneous | | | | | 887,302 | 78,146 | (2,250) |
| Total General Revenues | | | | | $ 47,478,051 | $ 85,374,362 | $ 1,708,282 |
| Change in Net Position | | | | | $ 13,389,941 | $ 29,209,360 | $ (211,672) |
| Net Position, July 1, 2021 | | | | | 42,446,462 | 101,564,744 | 4,202,066 |
| Net Position, June 30, 2022 | | | | | $ 55,836,403 | $ 130,774,104 | $ 3,990,394 |

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

Exhibit C-1

Bradley County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2022

| | Major Funds | | | | | |
|---|---|---|---|---|---|---|
| | General | Special Purpose Fire Tax | Other Special Revenue | Highway / Public Works | General Debt Service | Endowment |
| **ASSETS** | | | | | | |
| Cash | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Equity in Pooled Cash and Investments | 12,475,615 | 1,458,808 | 3,248,275 | 2,188,218 | 13,086,658 | 10,806,516 |
| Accounts Receivable | 19,135,128 | 1 | 3,542 | 5,246 | 0 | 469 |
| Allowance for Uncollectibles | (17,168,493) | 0 | 0 | 0 | 0 | 0 |
| Due from Other Governments | 2,404,282 | 993 | 0 | 560,132 | 714 | 0 |
| Due from Other Funds | 7,750 | 0 | 45,268 | 0 | 0 | 6,582,699 |
| Due from Component Units | 0 | 0 | 0 | 66,379 | 0 | 0 |
| Property Taxes Receivable | 13,955,485 | 6,039,939 | 0 | 3,046,356 | 8,652,537 | 0 |
| Allowance for Uncollectible Property Taxes | (333,008) | (310,574) | 0 | (77,104) | (206,468) | 0 |
| Restricted Assets | 816,267 | 0 | 0 | 45,074 | 0 | 0 |
| Notes Receivable - Long-term | 0 | 0 | 0 | 0 | 4,525,000 | 0 |
| Total Assets | $ 31,293,026 | $ 7,189,167 | $ 3,297,085 | $ 5,834,301 | $ 26,058,441 | $ 17,389,684 |
| **LIABILITIES** | | | | | | |
| Accounts Payable | $ 0 | $ 0 | $ 0 | $ 214 | $ 0 | $ 0 |
| Payroll Deductions Payable | 11,799 | 0 | 0 | 0 | 0 | 0 |
| Due to Other Funds | 1,720,987 | 0 | 0 | 0 | 2,913,098 | 0 |
| Due to Other Governments | 0 | 0 | 3,297,085 | 0 | 0 | 0 |
| Unearned/Unavailable Revenue | 49 | 0 | 0 | 0 | 0 | 0 |
| Total Liabilities | $ 1,732,835 | $ 0 | $ 3,297,085 | $ 214 | $ 2,913,098 | $ 0 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | | | |
| Deferred Current Property Taxes | $ 13,519,283 | $ 5,555,381 | $ 0 | $ 2,943,458 | $ 8,382,087 | $ 0 |

(Continued)

Exhibit C-1

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

| | Major Funds | | | | | |
|---|---|---|---|---|---|---|
| | General | Special Purpose Fire Tax | Other Special Revenue | Highway / Public Works | General Debt Service | Endowment |
| DEFERRED INFLOWS OF RESOURCES (Cont.) | | | | | | |
| Deferred Delinquent Property Taxes | $ 79,483 | $ 167,136 | $ 0 | $ 20,251 | $ 49,251 | $ 0 |
| Other Deferred/Unavailable Revenue | 1,928,120 | 0 | 0 | 279,997 | 0 | 0 |
| Total Deferred Inflows of Resources | $ 15,526,886 | $ 5,722,517 | $ 0 | $ 3,243,706 | $ 8,431,338 | $ 0 |
| FUND BALANCES | | | | | | |
| Nonspendable: | | | | | | |
| Endowments | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 16,264,952 |
| Long-term Notes Receivable | 0 | 0 | 0 | 0 | 4,525,000 | 0 |
| Restricted: | | | | | | |
| Restricted for General Government | 457,343 | 0 | 0 | 0 | 0 | 0 |
| Restricted for General Government - American Rescue Plan Act | 0 | 0 | 62,753 | 0 | 0 | 0 |
| Restricted for Finance | 339,821 | 0 | 0 | 0 | 0 | 0 |
| Restricted for Administration of Justice | 207,825 | 0 | 0 | 0 | 0 | 0 |
| Restricted for Public Safety | 968,554 | 1,466,650 | 0 | 0 | 0 | 0 |
| Restricted for Social, Cultural, and Recreational Services | 0 | 0 | 0 | 0 | 0 | 0 |
| Restricted for Highways/Public Works | 0 | 0 | 0 | 2,545,307 | 0 | 0 |
| Restricted for Capital Outlay | 0 | 0 | 0 | 0 | 0 | 0 |
| Restricted for Hybrid Retirement Stabilization Funds | 816,267 | 0 | 0 | 45,074 | 0 | 0 |
| Committed: | | | | | | |
| Committed for General Government | 0 | 0 | 0 | 0 | 0 | 0 |
| Committed for Finance | 0 | 0 | 0 | 0 | 0 | 0 |
| Committed for Administration of Justice | 47,149 | 0 | 0 | 0 | 0 | 0 |
| Committed for Public Health and Welfare | 0 | 0 | 0 | 0 | 0 | 1,124,732 |
| Committed for Social, Cultural, and Recreational Services | 0 | 0 | 0 | 0 | 0 | 0 |
| Committed for Other Operations | 22,864 | 0 | 0 | 0 | 0 | 0 |

(Continued)

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

| | Major Funds | | | | | |
|---|---|---|---|---|---|---|
| | General | Special Purpose Fire Tax | Other Special Revenue | Highway / Public Works | General Debt Service | Endowment |
| FUND BALANCES (Cont.) | | | | | | |
| Committed (Cont.): | | | | | | |
| Committed for Capital Outlay | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Committed for Debt Service | 0 | 0 | 0 | 0 | 10,189,005 | 0 |
| Assigned: | | | | | | |
| Assigned for General Government | 91,747 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Finance | 203,633 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Administration of Justice | 50,668 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Public Safety | 1,533,599 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Public Health and Welfare | 109,360 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Social, Cultural, and Recreational Services | 119,359 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Agriculture and Natural Resources | 34,368 | 0 | 0 | 0 | 0 | 0 |
| Assigned for Other Operations | 709,318 | 0 | 0 | 0 | 0 | 0 |
| Unassigned | 8,321,430 | 0 | (62,753) | 0 | 0 | 0 |
| Total Fund Balances | $ 14,033,305 | $ 1,466,650 | $ 0 | $ 2,590,381 | $ 14,714,005 | $ 17,389,684 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 31,293,026 | $ 7,189,167 | $ 3,297,085 | $ 5,834,301 | $ 26,058,441 | $ 17,389,684 |

(Continued)

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

| | Nonmajor Funds Other Governmental Funds | Total Governmental Funds |
|---|---|---|
| **ASSETS** | | |
| Cash | $ 617,329 | $ 617,329 |
| Equity in Pooled Cash and Investments | 5,151,612 | 48,415,702 |
| Accounts Receivable | 32,296 | 19,176,682 |
| Allowance for Uncollectibles | 0 | (17,168,493) |
| Due from Other Governments | 156 | 2,966,277 |
| Due from Other Funds | 58,016 | 6,693,733 |
| Due from Component Units | 0 | 66,379 |
| Property Taxes Receivable | 1,813,369 | 33,507,686 |
| Allowance for Uncollectible Property Taxes | (51,284) | (978,438) |
| Restricted Assets | 0 | 861,341 |
| Notes Receivable - Long-term | 33,132 | 4,558,132 |
| Total Assets | $ 7,654,626 | $ 98,716,330 |
| **LIABILITIES** | | |
| Accounts Payable | $ 0 | $ 214 |
| Payroll Deductions Payable | 0 | 11,799 |
| Due to Other Funds | 1,956,364 | 6,590,449 |
| Due to Other Governments | 0 | 3,297,085 |
| Unearned/Unavailable Revenue | 0 | 49 |
| Total Liabilities | $ 1,956,364 | $ 9,899,596 |
| **DEFERRED INFLOWS OF RESOURCES** | | |
| Deferred Current Property Taxes | $ 1,729,605 | $ 32,129,814 |

(Continued)

Exhibit C-1

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

| | Nonmajor Funds Other Governmental Funds | Total Governmental Funds |
|---|---|---|
| DEFERRED INFLOWS OF RESOURCES (Cont.) | | |
| Deferred Delinquent Property Taxes | $ 28,788 | $ 344,909 |
| Other Deferred/Unavailable Revenue | 0 | 2,208,117 |
| Total Deferred Inflows of Resources | $ 1,758,393 | $ 34,682,840 |
| FUND BALANCES | | |
| Nonspendable: | | |
| Endowments | $ 0 | $ 16,264,952 |
| Long-term Notes Receivable | 0 | 4,525,000 |
| Restricted: | | |
| Restricted for General Government | 0 | 457,343 |
| Restricted for General Government - American Rescue Plan Act | 0 | 62,753 |
| Restricted for Finance | 0 | 339,821 |
| Restricted for Administration of Justice | 35,802 | 243,627 |
| Restricted for Public Safety | 166,812 | 2,602,016 |
| Restricted for Social, Cultural, and Recreational Services | 193,233 | 193,233 |
| Restricted for Highways/Public Works | 0 | 2,545,307 |
| Restricted for Capital Outlay | 33,132 | 33,132 |
| Restricted for Hybrid Retirement Stabilization Funds | 0 | 861,341 |
| Committed: | | |
| Committed for General Government | 115,644 | 115,644 |
| Committed for Finance | 401,791 | 401,791 |
| Committed for Administration of Justice | 103,932 | 151,081 |
| Committed for Public Health and Welfare | 1,664,876 | 2,789,608 |
| Committed for Social, Cultural, and Recreational Services | 190,521 | 190,521 |
| Committed for Other Operations | 0 | 22,864 |

(Continued)

Exhibit C-1

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

| | Nonmajor Funds Other Govern-mental Funds | Total Governmental Funds |
|---|---|---|
| **FUND BALANCES (Cont.)** | | |
| Committed (Cont.): | | |
| Committed for Capital Outlay | $ 2,626,514 | $ 2,626,514 |
| Committed for Debt Service | 0 | 10,189,005 |
| Assigned: | | |
| Assigned for General Government | 0 | 91,747 |
| Assigned for Finance | 0 | 203,633 |
| Assigned for Administration of Justice | 0 | 50,668 |
| Assigned for Public Safety | 0 | 1,533,599 |
| Assigned for Public Health and Welfare | 0 | 109,360 |
| Assigned for Social, Cultural, and Recreational Services | 0 | 119,359 |
| Assigned for Agriculture and Natural Resources | 0 | 34,368 |
| Assigned for Other Operations | 0 | 709,318 |
| Unassigned | (1,592,388) | 6,666,289 |
| Total Fund Balances | $ 3,939,869 | $ 54,133,894 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 7,654,626 | $ 98,716,330 |

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

Exhibit C-2

Bradley County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
June 30, 2022

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) | | $ 54,133,894 |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | |
| Add: land | $ 5,796,855 | |
| Add: buildings and improvements net of accumulated depreciation | 26,177,473 | |
| Add: infrastructure net of accumulated depreciation | 22,134,169 | |
| Add: other capital assets net of accumulated depreciation | 7,333,119 | 61,441,616 |
| (2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds. | | |
| Less: bonds payable | $ (34,165,000) | |
| Less: other loans payable | (40,549,746) | |
| Add: debt to be contributed by the school department | 12,869,915 | |
| Less: unamortized premium on debt | (2,467,939) | |
| Less: interest accrued on bonds, other loans, and capital leases | (234,290) | |
| Less: OPEB liability | (4,900,688) | |
| Less: compensated absences payable | (1,960,042) | (71,407,790) |
| (3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years. | | |
| Add: deferred outflows of resources related to pensions | $ 8,995,041 | |
| Less: deferred inflows of resources related to pensions | (13,963,388) | |
| Add: deferred outflows of resources related to OPEB | 46,054 | |
| Less: deferred inflows of resources related to OPEB | (712,045) | (5,634,338) |
| (4) Net pension assets of the agent plans are not current financial resources and therefore are not reported in the governmental funds. | | |
| Add: net pension asset - public employee retirement plan | $ 293,632 | |
| Add: net pension asset - public employee legacy pension plan | 14,456,363 | 14,749,995 |
| (5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds. | | 2,553,026 |
| Net position of governmental activities (Exhibit A) | | $ 55,836,403 |

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

Exhibit C-3

Bradley County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2022

| | Major Funds | | | | | |
|---|---|---|---|---|---|---|
| | General | Special Purpose Fire Tax | Other Special Revenue | Highway / Public Works | General Debt Service | Endowment |
| **Revenues** | | | | | | |
| Local Taxes | $ 25,459,418 | $ 5,561,872 | $ 0 | $ 3,034,322 | $ 8,375,665 | $ 0 |
| Licenses and Permits | 628,610 | 0 | 0 | 0 | 0 | 0 |
| Fines, Forfeitures, and Penalties | 605,156 | 0 | 0 | 0 | 0 | 0 |
| Charges for Current Services | 5,476,107 | 35 | 0 | 0 | 0 | 0 |
| Other Local Revenues | 978,307 | 1 | 0 | 265,003 | 96,355 | 96,191 |
| Fees Received From County Officials | 2,897,253 | 0 | 0 | 0 | 0 | 0 |
| State of Tennessee | 4,479,969 | 61,200 | 0 | 3,257,244 | 189,549 | 0 |
| Federal Government | 1,336,628 | 14,110 | 7,215,068 | 284,450 | 0 | 0 |
| Other Governments and Citizens Groups | 1,548,839 | 25,000 | 0 | 0 | 1,059,921 | 0 |
| Total Revenues | $ 43,410,287 | $ 5,662,218 | $ 7,215,068 | $ 6,841,019 | $ 9,721,490 | $ 96,191 |
| **Expenditures** | | | | | | |
| Current: | | | | | | |
| General Government | $ 2,487,266 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Finance | 2,068,612 | 0 | 0 | 0 | 0 | 0 |
| Administration of Justice | 3,723,633 | 0 | 0 | 0 | 0 | 0 |
| Public Safety | 21,957,835 | 5,443,233 | 0 | 0 | 0 | 0 |
| Public Health and Welfare | 8,108,024 | 0 | 0 | 0 | 0 | 106,588 |
| Social, Cultural, and Recreational Services | 1,141,771 | 0 | 0 | 0 | 0 | 0 |
| Agriculture and Natural Resources | 467,640 | 0 | 0 | 0 | 0 | 0 |
| Other Operations | 1,588,252 | 111,927 | 6,822,811 | 0 | 169,672 | 0 |
| Highways | 0 | 0 | 0 | 6,651,211 | 0 | 0 |
| Debt Service: | | | | | | |
| Principal on Debt | 0 | 0 | 0 | 0 | 6,701,146 | 0 |
| Interest on Debt | 0 | 0 | 0 | 0 | 2,022,138 | 0 |
| Other Debt Service | 0 | 0 | 0 | 0 | 306,510 | 0 |

(Continued)

Exhibit C-3

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

| | Major Funds | | | | | |
|---|---|---|---|---|---|---|
| | General | Special Purpose Fire Tax | Other Special Revenue | Highway / Public Works | General Debt Service | Endowment |
| **Expenditures (Cont.)** | | | | | | |
| Capital Projects | $ 561,512 | $ 0 | $ 0 | $ 480,850 | $ 0 | $ 0 |
| Total Expenditures | $ 42,104,545 | $ 5,555,160 | $ 6,822,811 | $ 7,132,061 | $ 9,199,466 | $ 106,588 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 1,305,742 | $ 107,058 | $ 392,257 | $ (291,042) | $ 522,024 | $ (10,397) |
| **Other Financing Sources (Uses)** | | | | | | |
| Other Loans Issued | $ 502,500 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Insurance Recovery | 348,058 | 0 | 0 | 1,053 | 0 | 0 |
| Transfers In | 0 | 0 | 0 | 392,257 | 212,013 | 0 |
| Transfers Out | 0 | (212,013) | (392,257) | 0 | 0 | 0 |
| Total Other Financing Sources (Uses) | $ 850,558 | $ (212,013) | $ (392,257) | $ 393,310 | $ 212,013 | $ 0 |
| Net Change in Fund Balances | $ 2,156,300 | $ (104,955) | $ 0 | $ 102,268 | $ 734,037 | $ (10,397) |
| Fund Balance, July 1, 2021 | 11,877,005 | 1,571,605 | 0 | 2,488,113 | 13,979,968 | 17,400,081 |
| Fund Balance, June 30, 2022 | $ 14,033,305 | $ 1,466,650 | $ 0 | $ 2,590,381 | $ 14,714,005 | $ 17,389,684 |

(Continued)

Exhibit C-3

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

| | Nonmajor Funds Other Governmental Funds | Total Governmental Funds |
|---|---|---|
| **Revenues** | | |
| Local Taxes | $ 2,616,465 | $ 45,047,742 |
| Licenses and Permits | 0 | 628,610 |
| Fines, Forfeitures, and Penalties | 47,924 | 653,080 |
| Charges for Current Services | 2,433,490 | 7,909,632 |
| Other Local Revenues | 1,123,528 | 2,559,385 |
| Fees Received From County Officials | 0 | 2,897,253 |
| State of Tennessee | 203,716 | 8,191,678 |
| Federal Government | 1,000,112 | 9,850,368 |
| Other Governments and Citizens Groups | 10,000 | 2,643,760 |
| Total Revenues | $ 7,435,235 | $ 80,381,508 |
| **Expenditures** | | |
| Current: | | |
| General Government | $ 421,166 | $ 2,908,432 |
| Finance | 1,659,838 | 3,728,450 |
| Administration of Justice | 264,042 | 3,987,675 |
| Public Safety | 113,761 | 27,514,829 |
| Public Health and Welfare | 270,587 | 8,485,199 |
| Social, Cultural, and Recreational Services | 906,131 | 2,047,902 |
| Agriculture and Natural Resources | 0 | 467,640 |
| Other Operations | 77,632 | 8,770,294 |
| Highways | 0 | 6,651,211 |
| Debt Service: | | |
| Principal on Debt | 0 | 6,701,146 |
| Interest on Debt | 16,380 | 2,038,518 |
| Other Debt Service | 0 | 306,510 |

(Continued)

Exhibit C-3

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

| | Nonmajor Funds Other Governmental Funds | Total Governmental Funds |
|---|---|---|
| **Expenditures (Cont.)** | | |
| Capital Projects | $ 281,597 | $ 1,323,959 |
| Total Expenditures | $ 4,011,134 | $ 74,931,765 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 3,424,101 | $ 5,449,743 |
| **Other Financing Sources (Uses)** | | |
| Other Loans Issued | $ 0 | $ 502,500 |
| Insurance Recovery | 0 | 349,111 |
| Transfers In | 0 | 604,270 |
| Transfers Out | 0 | (604,270) |
| Total Other Financing Sources (Uses) | $ 0 | $ 851,611 |
| Net Change in Fund Balances | $ 3,424,101 | $ 6,301,354 |
| Fund Balance, July 1, 2021 | 515,768 | 47,832,540 |
| Fund Balance, June 30, 2022 | $ 3,939,869 | $ 54,133,894 |

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

Exhibit C-4

Bradley 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, 2022

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) | | $ 6,301,354 |
| (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 | $ 2,298,616 | |
| Less: current-year depreciation expense | (4,149,088) | (1,850,472) |
| (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 | | (123,393) |
| (3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds. | | |
| Add: deferred delinquent property taxes and other deferred June 30, 2022 | $ 2,553,026 | |
| Less: deferred delinquent property taxes and other deferred June 30, 2021 | (2,759,493) | (206,467) |
| (4) The issuance of long-term debt (e.g., bonds, notes, 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 net effect of these differences in the treatment of long-term debt and related items. | | |
| Less: other loan proceeds | $ (502,500) | |
| Add: principal payments on bonds | 2,870,000 | |
| Add: principal payments on other loans | 4,300,337 | |
| Add: change in premiums on debt issuances | 275,133 | |
| Less: contributions from the school department for debt | (731,146) | 6,211,824 |
| (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 | $ (3,434) | |
| Change in compensated absences payable | 5,000 | |
| Change in net pension asset - public employee retirement plan | 242,748 | |
| Change in net pension asset - public employee legacy pension plan | 11,052,282 | |
| Change in deferred outflows related to pensions | 4,972,474 | |
| Change in deferred inflows related to pensions | (13,067,013) | |
| Change in OPEB liability | 476,477 | |
| Change in deferred outflows related to OPEB | 46,054 | |
| Change in deferred inflows related to OPEB | (667,493) | 3,057,095 |
| Change in net position of governmental activities (Exhibit B) | | $ 13,389,941 |

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

Exhibit C-5

Bradley County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Local Taxes | $ 25,459,418 | $ 0 | $ 0 | $ 25,459,418 | $ 24,139,994 | $ 24,862,995 | $ 596,423 |
| Licenses and Permits | 628,610 | 0 | 0 | 628,610 | 500,500 | 566,734 | 61,876 |
| Fines, Forfeitures, and Penalties | 605,156 | 0 | 0 | 605,156 | 467,499 | 558,353 | 46,803 |
| Charges for Current Services | 5,476,107 | 0 | 0 | 5,476,107 | 5,778,141 | 5,378,114 | 97,993 |
| Other Local Revenues | 978,307 | 0 | 0 | 978,307 | 578,304 | 894,847 | 83,460 |
| Fees Received From County Officials | 2,897,253 | 0 | 0 | 2,897,253 | 2,666,797 | 2,730,788 | 166,465 |
| State of Tennessee | 4,479,969 | 0 | 0 | 4,479,969 | 4,514,893 | 5,051,361 | (571,392) |
| Federal Government | 1,336,628 | 0 | 0 | 1,336,628 | 186,039 | 1,349,141 | (12,513) |
| Other Governments and Citizens Groups | 1,548,839 | 0 | 0 | 1,548,839 | 1,540,392 | 1,567,114 | (18,275) |
| Total Revenues | $ 43,410,287 | $ 0 | $ 0 | $ 43,410,287 | $ 40,372,559 | $ 42,959,447 | $ 450,840 |
| Expenditures | | | | | | | |
| General Government | | | | | | | |
| County Commission | $ 402,915 | $ (429) | $ 1,497 | $ 403,983 | $ 492,676 | $ 476,649 | $ 72,666 |
| Board of Equalization | 549 | 0 | 0 | 549 | 3,549 | 3,549 | 3,000 |
| Beer Board | 2,471 | 0 | 0 | 2,471 | 3,197 | 3,197 | 726 |
| Other Boards and Committees | 50,133 | (29,017) | 120 | 21,236 | 39,510 | 46,058 | 24,822 |
| County Mayor/Executive | 305,541 | (1,471) | 1,248 | 305,318 | 304,010 | 309,524 | 4,206 |
| Personnel Office | 145,951 | (31,577) | 14,372 | 128,746 | 173,587 | 173,587 | 44,841 |
| County Attorney | 220,848 | (745) | 674 | 220,777 | 224,953 | 224,953 | 4,176 |
| Election Commission | 304,168 | (9,419) | 184 | 294,933 | 287,859 | 318,120 | 23,187 |
| Register of Deeds | 114,146 | (7,065) | 8,291 | 115,372 | 88,271 | 163,639 | 48,267 |
| Planning | 258,425 | (7,923) | 4,684 | 255,186 | 266,685 | 266,685 | 11,499 |
| Geographical Information Systems | 239,131 | (33,855) | 36,082 | 241,358 | 243,785 | 257,954 | 16,596 |
| County Buildings | 433,956 | (31,082) | 23,847 | 426,721 | 420,520 | 456,940 | 30,219 |
| Other Facilities | 9,032 | (401) | 748 | 9,379 | 10,000 | 10,000 | 621 |
| Finance | | | | | | | |
| Accounting and Budgeting | 213,411 | (8,213) | 5,914 | 211,112 | 219,125 | 219,125 | 8,013 |
| Property Assessor's Office | 877,547 | (26,327) | 12,610 | 863,830 | 894,527 | 897,208 | 33,378 |
| Reappraisal Program | 107,348 | (140,218) | 135,598 | 102,728 | 168,500 | 168,500 | 65,772 |

(Continued)

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Expenditures (Cont.) | | | | | | | |
| Finance (Cont.) | | | | | | | |
| County Trustee's Office | $ 167,048 | $ (475) | $ 1,675 | $ 168,248 | $ 170,078 | $ 170,078 | $ 1,830 |
| County Clerk's Office | 442,218 | (24,680) | 11,732 | 429,270 | 247,187 | 513,000 | 83,730 |
| Data Processing | 261,040 | (30,034) | 36,106 | 267,112 | 177,058 | 277,058 | 9,946 |
| Administration of Justice | | | | | | | |
| Circuit Court | 101,103 | 0 | 0 | 101,103 | 0 | 101,104 | 1 |
| Circuit Court Clerk | 1,492,400 | (3,097) | 590 | 1,489,893 | 1,624,030 | 1,604,508 | 114,615 |
| General Sessions Judge | 271,571 | (619) | 1,024 | 271,976 | 276,626 | 276,626 | 4,650 |
| Drug Court | 207,825 | (1,449) | 2,264 | 208,640 | 130,000 | 212,091 | 3,451 |
| Chancery Court | 58,643 | (6,538) | 5,539 | 57,644 | 70,259 | 70,259 | 12,615 |
| Juvenile Court | 693,438 | (16,086) | 23,484 | 700,836 | 751,799 | 755,100 | 54,264 |
| Juvenile Court Judge | 274,426 | (2,767) | 3,850 | 275,509 | 332,322 | 332,323 | 56,814 |
| District Attorney General | 54,648 | (1,628) | 0 | 53,020 | 60,000 | 60,000 | 6,980 |
| Office of Public Defender | 31,093 | (5,192) | 4,603 | 30,504 | 40,827 | 42,541 | 12,037 |
| Judicial Commissioners | 30,241 | (71) | 98 | 30,268 | 35,000 | 35,000 | 4,732 |
| Other Administration of Justice | 150,257 | (3,611) | 5,185 | 151,831 | 138,948 | 175,440 | 23,609 |
| Probation Services | 356,189 | (9,772) | 4,031 | 350,448 | 375,348 | 377,848 | 27,400 |
| Courtroom Security | 1,799 | 0 | 0 | 1,799 | 0 | 10,000 | 8,201 |
| Public Safety | | | | | | | |
| Sheriff's Department | 10,110,908 | (892,412) | 604,153 | 9,822,649 | 9,296,711 | 10,170,726 | 348,077 |
| Special Patrols | 47,415 | 0 | 0 | 47,415 | 0 | 63,853 | 16,438 |
| Traffic Control | 27,382 | 0 | 5,218 | 32,600 | 32,600 | 32,600 | 0 |
| Wheel Tax Officer | 0 | 0 | 0 | 0 | 0 | 891,575 | 891,575 |
| Administration of the Sexual Offender Registry | 0 | 0 | 0 | 0 | 0 | 2,000 | 2,000 |
| Jail | 7,988,847 | (851,448) | 734,918 | 7,872,317 | 8,361,800 | 8,332,054 | 459,737 |
| Workhouse | 611,672 | (34,881) | 59,662 | 636,453 | 832,986 | 839,050 | 202,597 |
| Correctional Incentive Program Improvements | 1,283,783 | (30,871) | 51,533 | 1,304,445 | 1,431,823 | 1,431,823 | 127,378 |
| Juvenile Services | 35,870 | 0 | 50 | 35,920 | 66,581 | 67,031 | 31,111 |
| Work Release Program | 298,887 | (11,740) | 5,341 | 292,488 | 359,751 | 359,751 | 67,263 |
| Civil Defense | 502,644 | (30,403) | 62,311 | 534,552 | 541,913 | 540,410 | 5,858 |

(Continued)

Exhibit C-5

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Expenditures (Cont.) | | | | | | | |
| Public Safety (Cont.) | | | | | | | |
| Other Emergency Management | $ 54,759 | $ 0 | $ 0 | $ 54,759 | $ 54,759 | $ 54,759 | $ 0 |
| Inspection and Regulation | 135,420 | (39,561) | 0 | 95,859 | 132,103 | 135,590 | 39,731 |
| County Coroner/Medical Examiner | 201,303 | (7,683) | 10,413 | 204,033 | 206,699 | 212,077 | 8,044 |
| Public Safety Grants Program | 8,945 | 0 | 0 | 8,945 | 9,000 | 9,000 | 55 |
| Other Public Safety | 650,000 | 0 | 0 | 650,000 | 650,000 | 650,000 | 0 |
| Public Health and Welfare | | | | | | | |
| Local Health Center | 339,746 | (10,216) | 8,330 | 337,860 | 389,308 | 463,943 | 126,083 |
| Rabies and Animal Control | 206,000 | 0 | 0 | 206,000 | 206,000 | 206,000 | 0 |
| Ambulance/Emergency Medical Services | 6,335,305 | (117,122) | 90,937 | 6,309,120 | 6,422,307 | 6,797,737 | 488,617 |
| Alcohol and Drug Programs | 4 | (4) | 0 | 0 | 0 | 0 | 0 |
| Other Local Health Services | 1,046,498 | (5,656) | 8,245 | 1,049,087 | 1,423,600 | 1,423,600 | 374,513 |
| General Welfare Assistance | 3,952 | (303) | 0 | 3,649 | 30,300 | 30,300 | 26,651 |
| Other Local Welfare Services | 102,820 | 0 | 0 | 102,820 | 102,820 | 102,820 | 0 |
| Other Waste Disposal | 69,442 | (490) | 1,712 | 70,664 | 0 | 73,310 | 2,646 |
| Other Public Health and Welfare | 4,257 | 0 | 135 | 4,392 | 10,000 | 10,000 | 5,608 |
| Social, Cultural, and Recreational Services | | | | | | | |
| Adult Activities | 5,000 | 0 | 0 | 5,000 | 5,000 | 5,000 | 0 |
| Senior Citizens Assistance | 114,000 | 0 | 0 | 114,000 | 114,000 | 114,000 | 0 |
| Parks and Fair Boards | 11,731 | (2,072) | 0 | 9,659 | 18,549 | 18,869 | 9,210 |
| Other Social, Cultural, and Recreational | 1,011,040 | (109,543) | 119,359 | 1,020,856 | 1,073,358 | 1,074,963 | 54,107 |
| Agriculture and Natural Resources | | | | | | | |
| Agricultural Extension Service | 306,734 | (3,383) | 7,416 | 310,767 | 360,330 | 360,330 | 49,563 |
| Soil Conservation | 53,917 | 0 | 0 | 53,917 | 54,890 | 54,890 | 973 |
| Storm Water Management | 106,989 | (33,259) | 26,951 | 100,681 | 132,189 | 132,189 | 31,508 |
| Other Operations | | | | | | | |
| Tourism | 353,662 | 0 | 0 | 353,662 | 285,000 | 389,814 | 36,152 |
| Industrial Development | 353,662 | 0 | 0 | 353,662 | 285,000 | 389,814 | 36,152 |
| Other Economic and Community Development | 10,000 | 0 | 0 | 10,000 | 10,000 | 10,000 | 0 |
| Public Transportation | 42,000 | 0 | 0 | 42,000 | 42,000 | 42,000 | 0 |

(Continued)

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Expenditures (Cont.) | | | | | | | |
| Other Operations (Cont.) | | | | | | | |
| Veterans' Services | $ 152,463 | $ (13,302) | $ 3,092 | $ 142,253 | $ 144,289 | $ 144,289 | $ 2,036 |
| Other Charges | 473,549 | 0 | 0 | 473,549 | 506,850 | 506,850 | 33,301 |
| Contributions to Other Agencies | 136,078 | 0 | 0 | 136,078 | 111,192 | 136,173 | 95 |
| Employee Benefits | 22,000 | 0 | 0 | 22,000 | 0 | 22,000 | 0 |
| COVID-19 Grant #1 | 41,405 | (41,405) | 0 | 0 | 0 | 0 | 0 |
| COVID-19 Grant #4 | 3,433 | (4,304) | 871 | 0 | 0 | 0 | 0 |
| Capital Projects | | | | | | | |
| Other General Government Projects | 561,512 | (448,800) | 705,355 | 818,067 | 744,721 | 912,093 | 94,026 |
| Total Expenditures | $ 42,104,545 | $ (3,122,619) | $ 2,852,052 | $ 41,833,978 | $ 42,718,665 | $ 46,221,947 | $ 4,387,969 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 1,305,742 | $ 3,122,619 | $ (2,852,052) | $ 1,576,309 | $ (2,346,106) | $ (3,262,500) | $ 4,838,809 |
| Other Financing Sources (Uses) | | | | | | | |
| Other Loans Issued | $ 502,500 | $ 0 | $ 0 | $ 502,500 | $ 0 | $ 502,500 | $ 0 |
| Insurance Recovery | 348,058 | 0 | 0 | 348,058 | 0 | 179,152 | 168,906 |
| Special Items (Revenues) | 0 | 0 | 0 | 0 | 192,000 | 0 | 0 |
| Extraordinary Items (Revenues) | 0 | 0 | 0 | 0 | 135,999 | 0 | 0 |
| Total Other Financing Sources | $ 850,558 | $ 0 | $ 0 | $ 850,558 | $ 327,999 | $ 681,652 | $ 168,906 |
| Net Change in Fund Balance | $ 2,156,300 | $ 3,122,619 | $ (2,852,052) | $ 2,426,867 | $ (2,018,107) | $ (2,580,848) | $ 5,007,715 |
| Fund Balance, July 1, 2021 | 11,877,005 | (3,122,619) | 0 | 8,754,386 | 9,390,626 | 9,390,626 | (636,240) |
| Fund Balance, June 30, 2022 | $ 14,033,305 | $ 0 | $ (2,852,052) | $ 11,181,253 | $ 7,372,519 | $ 6,809,778 | $ 4,371,475 |

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

Exhibit C-6

Bradley County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Special Purpose Fire Tax Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Local Taxes | $ 5,561,872 | $ 0 | $ 0 | $ 5,561,872 | $ 5,657,385 | $ 5,570,043 | $ (8,171) |
| Charges for Current Services | 35 | 0 | 0 | 35 | 0 | 70 | (35) |
| Other Local Revenues | 1 | 0 | 0 | 1 | 0 | 0 | 1 |
| State of Tennessee | 61,200 | 0 | 0 | 61,200 | 0 | 61,200 | 0 |
| Federal Government | 14,110 | 0 | 0 | 14,110 | 0 | 14,110 | 0 |
| Other Governments and Citizens Groups | 25,000 | 0 | 0 | 25,000 | 35,000 | 25,000 | 0 |
| Total Revenues | $ 5,662,218 | $ 0 | $ 0 | $ 5,662,218 | $ 5,692,385 | $ 5,670,423 | $ (8,205) |
| Expenditures | | | | | | | |
| Public Safety | | | | | | | |
| Fire Prevention and Control | $ 5,443,233 | $ (130,560) | $ 193,993 | $ 5,506,666 | $ 5,679,263 | $ 5,745,152 | $ 238,486 |
| Other Operations | | | | | | | |
| Other Charges | 111,927 | 0 | 0 | 111,927 | 110,000 | 114,337 | 2,410 |
| Total Expenditures | $ 5,555,160 | $ (130,560) | $ 193,993 | $ 5,618,593 | $ 5,789,263 | $ 5,859,489 | $ 240,896 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 107,058 | $ 130,560 | $ (193,993) | $ 43,625 | $ (96,878) | $ (189,066) | $ 232,691 |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers Out | $ (212,013) | $ 0 | $ 0 | $ (212,013) | $ (212,013) | $ (212,013) | $ 0 |
| Total Other Financing Sources | $ (212,013) | $ 0 | $ 0 | $ (212,013) | $ (212,013) | $ (212,013) | $ 0 |
| Net Change in Fund Balance | $ (104,955) | $ 130,560 | $ (193,993) | $ (168,388) | $ (308,891) | $ (401,079) | $ 232,691 |
| Fund Balance, July 1, 2021 | 1,571,605 | (130,560) | 0 | 1,441,045 | 1,308,343 | 1,308,343 | 132,702 |
| Fund Balance, June 30, 2022 | $ 1,466,650 | $ 0 | $ (193,993) | $ 1,272,657 | $ 999,452 | $ 907,264 | $ 365,393 |

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

Exhibit C-7

Bradley County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other Special Revenue Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|
| Revenues | | | | | | |
| Federal Government | $ 7,215,068 | $ 0 | $ 7,215,068 | $ 0 | $ 8,572,754 | $ (1,357,686) |
| Total Revenues | $ 7,215,068 | $ 0 | $ 7,215,068 | $ 0 | $ 8,572,754 | $ (1,357,686) |
| Expenditures | | | | | | |
| Other Operations | | | | | | |
| American Rescue Plan Act Grant #1 | $ 5,358,940 | $ 0 | $ 5,358,940 | $ 0 | $ 5,358,940 | $ 0 |
| American Rescue Plan Act Grant #2 | 1,274,878 | 0 | 1,274,878 | 0 | 1,274,878 | 0 |
| American Rescue Plan Act Grant #3 | 0 | 0 | 0 | 0 | 473,926 | 473,926 |
| American Rescue Plan Act Grant #4 | 179,528 | 0 | 179,528 | 0 | 1,000,000 | 820,472 |
| American Rescue Plan Act Grant #5 | 9,465 | 0 | 9,465 | 0 | 10,000 | 535 |
| American Rescue Plan Act Grant #6 | 0 | 62,753 | 62,753 | 0 | 62,753 | 0 |
| Total Expenditures | $ 6,822,811 | $ 62,753 | $ 6,885,564 | $ 0 | $ 8,180,497 | $ 1,294,933 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 392,257 | $ (62,753) | $ 329,504 | $ 0 | $ 392,257 | $ (62,753) |
| Other Financing Sources (Uses) | | | | | | |
| Transfers Out | $ (392,257) | $ 0 | $ (392,257) | $ 0 | $ (392,257) | $ 0 |
| Total Other Financing Sources | $ (392,257) | $ 0 | $ (392,257) | $ 0 | $ (392,257) | $ 0 |
| Net Change in Fund Balance | $ 0 | $ (62,753) | $ (62,753) | $ 0 | $ 0 | $ (62,753) |
| Fund Balance, July 1, 2021 | 0 | 0 | 0 | 0 | 0 | 0 |
| Fund Balance, June 30, 2022 | $ 0 | $ (62,753) | $ (62,753) | $ 0 | $ 0 | $ (62,753) |

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

Exhibit C-8

Bradley County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Local Taxes | $ 3,034,322 | $ 3,015,488 | $ 3,017,882 | $ 16,440 |
| Other Local Revenues | 265,003 | 10,250 | 172,555 | 92,448 |
| State of Tennessee | 3,257,244 | 4,603,543 | 3,661,170 | (403,926) |
| Federal Government | 284,450 | 0 | 284,450 | 0 |
| Total Revenues | $ 6,841,019 | $ 7,629,281 | $ 7,136,057 | $ (295,038) |
| Expenditures | | | | |
| Highways | | | | |
| Administration | $ 699,600 | $ 737,447 | $ 721,922 | $ 22,322 |
| Highway and Bridge Maintenance | 3,175,805 | 3,044,111 | 3,150,665 | (25,140) |
| Operation and Maintenance of Equipment | 717,255 | 677,069 | 758,869 | 41,614 |
| Quarry Operations | 0 | 2,000 | 0 | 0 |
| Traffic Control | 166,105 | 179,332 | 179,332 | 13,227 |
| Other Charges | 206,728 | 201,400 | 216,325 | 9,597 |
| Employee Benefits | 997,640 | 1,103,036 | 1,106,066 | 108,426 |
| American Rescue Plan Act Grant #1 | 392,256 | 0 | 392,256 | 0 |
| Capital Outlay | 295,822 | 2,245,753 | 807,931 | 512,109 |
| Capital Projects | | | | |
| Highway and Street Capital Projects | 480,850 | 596,935 | 535,935 | 55,085 |
| Total Expenditures | $ 7,132,061 | $ 8,787,083 | $ 7,869,301 | $ 737,240 |
| Excess (Deficiency) of Revenues Over Expenditures | $ (291,042) | $ (1,157,802) | $ (733,244) | $ 442,202 |
| Other Financing Sources (Uses) | | | | |
| Insurance Recovery | $ 1,053 | $ 0 | $ 1,053 | $ 0 |
| Transfers In | 392,257 | 150,000 | 392,257 | 0 |
| Total Other Financing Sources | $ 393,310 | $ 150,000 | $ 393,310 | $ 0 |
| Net Change in Fund Balance | $ 102,268 | $ (1,007,802) | $ (339,934) | $ 442,202 |
| Fund Balance, July 1, 2021 | 2,488,113 | 1,833,540 | 1,833,540 | 654,573 |
| Fund Balance, June 30, 2022 | $ 2,590,381 | $ 825,738 | $ 1,493,606 | $ 1,096,775 |

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

Exhibit D-1

Bradley County, Tennessee
Statement of Net Position
Fiduciary Funds
June 30, 2022

| | | Custodial Funds |
|---|---|---|
| **ASSETS** | | |
| Cash | $ | 9,810,050 |
| Equity in Pooled Cash and Investments | | 37,088 |
| Accounts Receivable | | 7,780 |
| Due from Other Governments | | 4,901,087 |
| Property Taxes Receivable | | 7,500,904 |
| Allowance for Uncollectible Taxes | | (178,988) |
| Total Assets | $ | 22,077,921 |
| **LIABILITIES** | | |
| Due to Other Taxing Units | $ | 4,968,269 |
| Total Liabilities | $ | 4,968,269 |
| **DEFERRED INFLOWS OF RESOURCES** | | |
| Deferred Current Property Taxes | $ | 7,266,450 |
| Total Deferred Outflows of Resources | $ | 7,266,450 |
| **NET POSITION** | | |
| Restricted for Individuals, Organizations, and Other Governments | $ | 9,843,202 |
| Total Net Position | $ | 9,843,202 |

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

Exhibit D-2

Bradley County, Tennessee
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2022

| | Custodial Funds |
|---|---|
| **ADDITIONS** | |
| Sales Tax Collections for Other Governments | $ 18,285,513 |
| Property Tax Collections for Other Governments | 85,060 |
| ADA - Educational Funds Collected for Cities | 16,640,084 |
| Fines/Fees and Other Collections | 31,752,429 |
| Miscellaneous | 1,499 |
| Total Additions | $ 66,764,585 |
| **DEDUCTIONS** | |
| Payment of Sales Tax Collections to Other Governments | $ 18,285,513 |
| Payment of Property Tax Collections to Other Governments | 85,060 |
| Payments to City School Systems | 16,640,084 |
| Payments to State | 13,738,769 |
| Payments to County/City | 8,658,305 |
| Payments to Individuals and Others | 9,146,301 |
| Total Deductions | $ 66,554,032 |
| Net Increase (Decrease) in Fiduciary in Net Position | $ 210,553 |
| Net Position, July 1, 2021 | 9,632,649 |
| Net Position, June 30, 2022 | $ 9,843,202 |

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

# BRADLEY COUNTY, TENNESSEE
# Index of Notes to the Financial Statements

# BRADLEY COUNTY, TENNESSEE
## Index of Notes to the Financial Statements (Cont.)

**BRADLEY COUNTY, TENNESSEE**
**NOTES TO THE FINANCIAL STATEMENTS**
**For the Year Ended June 30, 2022**

## I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Bradley 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 Bradley County:

### A. Reporting Entity

Bradley County is a public municipal corporation governed by an elected 14-member board. As required by GAAP, these financial statements present Bradley 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 Bradley County School Department operates the public school system in the county, and the voters of Bradley County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission’s approval. The school department’s taxes are levied under the taxing authority of the county and are included as part of the county’s total tax levy.

The Bradley Healthcare and Rehabilitation Center provides resident healthcare to the citizens of Bradley County, and the county commission appoints its governing body. The county commission must approve all long-term debt of the Bradley Healthcare and Rehabilitation Center. Bradley County is responsible for this debt in case of default by the Bradley Healthcare and Rehabilitation Center.

The Bradley 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 Bradley Healthcare and Rehabilitation Center can be obtained from its administrative office at the following address:

Administrative Office:

Bradley Healthcare and Rehabilitation Center
2910 Peerless Road Northwest
Cleveland, TN 37312

## 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 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 Bradley 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 Bradley 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.

Bradley County issues all debt for the discretely presented Bradley County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2022.

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary funds financial statements. 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 Bradley 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. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Bradley County has no proprietary funds to report.

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

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

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Fiduciary fund financial statements are reported using the economic resources measurement focus 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 custodial funds.

Bradley 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.

**Special Purpose Fire Tax Fund** – This special revenue fund is used to account for transactions of the county's fire department. A property tax rate is assessed on citizens living in Bradley County but outside of the cities of Cleveland and Charleston. Proceeds of the tax must be expended on fire protection for those citizens.

**Other Special Revenue Fund** – This special revenue fund accounts for transactions involving the American Rescue Plan Act Grant. Grant revenue is the foundational revenue of this fund.

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

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

**Endowment Fund** – This fund accounts for proceeds from the sale of the Bradley County Memorial Hospital. The county received $15,000,000 from the sale of the hospital and invested these proceeds. The county can spend 85 percent of investment income for the health, wellness, and quality of life for its citizens. The other 15 percent of investment income, as well as the original principal ($15,000,000), cannot be spent.

Additionally, Bradley County reports the following fund types:

**Capital Projects Funds** – These 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.

**Custodial Funds** – These funds account for amounts collected in a custodial capacity by the constitutional officers, mixed drink tax held in litigation, property taxes levied on residents of the city of Charleston, local sales taxes received by the state to be forwarded to the various cities in Bradley County, and the city school system's share of educational revenues.

The discretely presented Bradley 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.

**School Federal Projects Fund** – This special revenue fund is used to account for restricted federal revenues, which must be expended on specific education programs.

**Central Cafeteria Fund** – This special revenue fund is used to account for the cafeteria operations in each of the schools. USDA School Lunch and Breakfast Programs and payments received from the sale of meals are the foundational revenues of this fund.

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

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 22) 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 21) 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.

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

### 1. Deposits and Investments

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Bradley 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 and General Debt Service funds. In addition, investments are held separately by the Endowment Fund. Bradley 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 polices 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 polices 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 polices 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 polices 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. Bradley 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. <u>Receivables and Payables</u>**

Activity between funds that are 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.

All ambulance service and property taxes receivables 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 1.43 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.

**3. Restricted Assets**

Restricted assets consist of amounts held in two separate pension stabilization trusts by the Tennessee Consolidated Retirement System (TCRS) for the benefit of Bradley County's Public Employee Retirement Plan and the discretely presented Bradley County School Department's Teacher Retirement Plan. The purpose of these trusts is to accumulate funds to provide stabilization (smoothing) of retirement costs to the county and 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 Bradley County and the Bradley County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, Bradley County and the Bradley County School Department have 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 Bradley County or the Bradley County School Department.

**4. Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of $10,000; for buildings and infrastructure with an initial cost of $50,000 or more and an estimated useful life of more than three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

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

| Assets | Years |
|---|---|
| Buildings and Improvements | 25 - 40 |
| Infrastructure: | |
| Roads | 20 - 40 |
| Bridges | 40 |
| Other Capital Assets | 5 - 30 |

## 5. 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 assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for the accumulated decrease in fair value of hedging derivatives as discussed in Note IV.C.; pension and OPEB changes in experience, assumptions, and proportionate share of contributions; and employer contributions made to the pension and OPEB plans 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 assets 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 items are from the following sources: current and delinquent property taxes, pension and OPEB changes in experience and proportionate share of contributions, pension changes in investment earnings, OPEB changes in assumptions, and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**6. Compensated Absences**

It is the policy of the general government and highway department to permit employees to accumulate up to 30 days of earned but unused vacation leave that will be paid upon retirement, resignation, or termination. Any accumulated unused vacation leave exceeding 30 days is transferred to the employee's sick leave balance. All vacation leave is accrued when incurred in the government-wide statements for the general government and highway department. A liability for vacation leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

It is the policy of the discretely presented Bradley County School Department to permit its 12-month employees to accumulate up to ten days earned but unused vacation leave, and its ten month employees to accumulate up to two days earned but unused leave, which will be paid upon retirement, resignation, or termination. However, the policy of the school department does not allow for 12-month or ten-month employees to accumulate vacation days beyond June 30. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

**7. Long-term Debt and Long-term Obligations**

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

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

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

### 8. Net Position and Fund Balance

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

a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

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

As of June 30, 2022, Bradley County had $63,397,438 in outstanding debt for capital purposes for the discretely presented Bradley County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Cleveland School System) based on an average daily attendance proration. This debt is a liability of Bradley County, but the capital assets acquired are reported in the financial statements of the school department and the City of Cleveland School System. Therefore, Bradley County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

> Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.
>
> Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
>
> Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the county commission, the county's highest level of decision-making authority and the Board of Education, the school department's highest level of decision-making authority, and shall remain binding unless removed in the same manner.
>
> Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission has by resolution designated the Budget/Finance Committee as the authorized body to make assignments for the county. The Board of Education makes assignments for the school department.
>
> Unassigned Fund Balance – the residual classification of the General and General Purpose School funds and for negative fund balances in the other governmental 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. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

Endowment

On October 14, 2005, the Bradley Memorial Hospital, a county owned hospital, was sold to a private entity. In accordance with the terms of the hospital's Declaration of Trust between the purchaser and the county, restricted assets of $15,000,000 were transferred to the county. The county can spend 85 percent of the investment income for the health, wellness, and quality of life for its citizens. The other 15 percent of investment income, as well as the original principal ($15,000,000), cannot be spent. All funds are invested by the county trustee or loaned to other county funds through agreements authorized by the county commission.

A total of $1,124,732 in earnings from investing the endowment principal is available for appropriation by the county commission at June 30, 2022. Earnings may be appropriated for any health, wellness, and quality of life for its citizens purpose in accordance with the county commission's annual appropriation resolution or subsequent budget amendments. This amount is reported as expendable restricted net position on the statement of net position. The nonspendable portion of the endowment was $16,264,952 at June 30, 2022. This amount is reported as nonspendable restricted net position on the statement of net position.

## 9. Minimum Fund Balance Policy

### Primary Government

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 unassigned fund balance:

General Fund – Ten percent of current-year expenditures and transfers to other funds.

Special Purpose Fire Tax Fund – Eight percent of current-year expenditures and transfers to other funds.

Highway/Public Works Fund – Seven percent of current-year expenditures and transfers to other funds.

Agriculture Center Fund – Five percent of current-year expenditures and transfers to other funds.

Public Library Fund – Five percent of current-year expenditures and transfers to other funds.

Debt Service Funds – Typically the county will have at least 13 months of future principal and interest payments as fund balance.

**Discretely Presented Bradley County School Department**

General Purpose and Central Cafeteria Funds – Five percent of current-year expenditures and transfers to other funds.

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

**Discretely Presented Bradley 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**

**Primary Government**

Bradley County provides 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 Bradley County. For this purpose, Bradley County recognizes benefit payments when due and payable in accordance with benefit terms. Bradley County's OPEB plan is not administered through a trust.

**Discretely Presented Bradley County School Department**

The discretely presented Bradley County School Department provides OPEB benefits to its retirees through a closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Bradley County School Department. For this purpose, the school department recognizes benefit payments when due and payable in accordance with benefit terms. The school department's OPEB plan is not administered through a trust.

## II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

**Primary Government**

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

**Discretely Presented Bradley County School Department**

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

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

**Primary Government**

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

**Discretely Presented Bradley County School Department**

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

## III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

### A. 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, the school department's Internal School Fund (special revenue funds), and the Endowment Fund (permanent fund), which are not budgeted; and the capital projects funds (except for the Community Development/Industrial Development Capital Projects and Other 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, County Mayor, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

At June 30, 2022, Bradley County and the Bradley County School Department reported the following encumbrances:

| Funds | Amount |
|---|---|
| Primary Government: | |
| Major Funds: | |
| General | $ 2,852,052 |
| Special Purpose/Fire Tax | 193,993 |
| Other Special Revenue | 62,753 |
| Nonmajor Funds: | |
| Solid Waste/Sanitation | 39,527 |
| Drug Control | 5,913 |
| Other Capital Projects | 820,000 |
| School Department: | |
| Major Funds: | |
| General Purpose School | 13,267 |
| Education Capital Projects | 415,857 |

## B. Fund Deficits

The Community Development/Industrial Park Fund (capital projects fund) had a deficit unassigned fund balance of $1,592,388 at June 30, 2022. This deficit unassigned fund balance was a result of the recognition of the outstanding balance of an interfund loan of $1,953,364 at year-end in accordance with Government Accounting Standards Board Statement No. 34 (GASB 34). GASB 34 requires that a payable be reflected at year-end for the outstanding balance of an interfund loan in the financial statements of the borrowing fund. This deficit will be liquidated by making annual payments to the county's Endowment Fund from the collection of Hotel/Motel Tax revenue in the Community Development/Industrial Park Fund. No finding was reflected for this deficit in the Findings and Questioned Costs section of this report because the deficit was a direct result of internal financing (see Note IV. J.). Without the recognition of the outstanding interfund loan balance, the Community Development/Industrial Park Fund would have reflected fund equity of $360,976.

The Other Special Revenue Fund had a deficit in unassigned fund balance of $62,753 due to the grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (CFDA 21.027). The grant expenditures can only be reported quarterly, and fund revenues are not recognized until the expenditures are reported. Bradley County made expenditures of grant funds but have yet to report these expenditures which resulted in the deficit.

## C. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Highway and Bridge Maintenance major appropriations category (the legal level of control) of the Highway/Public Works Fund by $25,140. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by available fund balance.

## IV. DETAILED NOTES ON ALL FUNDS

### A. Deposits and Investments

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

#### Deposits

**Legal Provisions.** All deposits with financial institutions must be secured by one of 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 90 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 fair value is equal to 105 percent of the uninsured m 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, 2022, Bradley County had the following investments carried at amortized cost using a Stable Net Asset Value established by generally accepted accounting principles. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Bradley County and the discretely presented Bradley County School Department since both pool their deposits and investments through the county trustee.

| Investment | Weighted Average Maturity | Maturity | | Amortized Cost |
|---|---|---|---|---|
| State Treasurer's Investment Pool | 1 to 44 days | N/A | $ | 2,171 |

**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. Bradley 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. Bradley County has no investment policy that would further limit its investment choices. As of June 30, 2022, Bradley County's investment in the State Treasurer's Investment Pool was unrated.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool and the State Treasurer's Intermediate Term Investment Fund 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**. Bradley County and the discretely presented Bradley County School Department are members of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. Both the county and the school department have 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 county and the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. Bradley County and the discretely presented Bradley 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, 2022, the county and Bradley County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General and Highway/Public Works Funds of the county and the General Purpose School Fund of the school department.

| Investment | Weighted Average Maturity (days) | Maturities | Fair Value Primary Government | Fair Value School Department |
|---|---|---|---|---|
| Investments at Fair Value: | | | | |
| U.S. Equity | N/A | N/A | $ 267,016 | $ 322,619 |
| Developed Market International Equity | N/A | N/A | 120,588 | 145,699 |
| Emerging Market International Equity | N/A | N/A | 34,454 | 41,628 |
| U.S. Fixed Income | N/A | N/A | 172,268 | 208,141 |
| Real Estate | N/A | N/A | 86,134 | 104,070 |
| Short-term Securities | N/A | N/A | 8,613 | 10,407 |
| NAV - Private Equity and Strategic Lending | N/A | N/A | 172,268 | 208,141 |
| Total | | | $ 861,341 | $ 1,040,705 |

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the county and Bradley County 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/2022/ag21066.pdf.

## B. Notes Receivable

Notes receivable in the HUD Capital Projects Fund resulted from idle federal funds being used to finance various low/no-interest loans for housing assistance to low-income individuals. The amount of the notes that is not expected to be collected within one year is $33,132 and is included in the restricted fund balance account.

Hiwassee Utilities Commission has executed a note in favor of Bradley County committing to pay the principal and interest requirements on general obligation refunding bonds that were issued by the county on behalf of the commission. The balance of the note at June 30, 2022, was $4,525,000 and the amount not expected to be received within one year was $4,300,000.

## C. Derivative Instrument

At June 30, 2022, Bradley County had the following derivative instrument outstanding:

| Instrument | Type | Objective | Original Notional Amount | Effective Date | Maturity Date | Terms |
|---|---|---|---|---|---|---|
| $10M Swap Series IV-G-1 | Pay fixed interest rate swap | Variable to synthetic fixed rate swap | $10,000,000 | 12-1-06 | 6-1-26 | Pay 4.45% receive 63.5% of LIBOR |

The fair value balance and notional amount of the derivative instrument outstanding at June 30, 2022, classified by type, and the changes in fair value using a pay fixed, receive a percentage of LIBOR pricing model (Level 2 inputs of the GAAP fair value hierarchy) of the derivative instrument for the year then ended as reported in the 2022 financial statements are as follows:

| | Changes in Fair Value | | Fair Value at June 30, 2022 | | 6-30-22 Notional |
|---|---|---|---|---|---|
| Type | Classification | Amount | Classification | Amount | Amount |
| **Governmental Activities** | | | | | |
| Cash Flow Hedges: | | | | | |
| Pay-fixed interest rate swaps: | | | | | |
| $10M Swap - Series IV-G-1 | Deferred Outflow | $ 649,318 | Debt | $ (642,190) | $ 10,000,000 |
| Total | | $ 649,318 | | $ (642,190) | $ 10,000,000 |

## Derivative Instrument Swap Agreement Detail

### $10M Series IV-G-1 Swap:

The Public Building Authority of Sevier County, Tennessee, at the request of the county, has entered into an interest rate swap agreement under its Series IV-G-1 Loan Agreement.

**Objective of the interest rate swap**. To protect against the potential of rising interest rates and to balance its mixture of variable and fixed rate debt, the county requested the authority, on its behalf, to enter into an interest rate derivative instrument contract in connection with its $10 million Series IV-G-1 variable-rate bonds. The intention of the derivative instrument contract was to effectively change the county's variable interest rate on the bonds to a synthetic fixed rate. The Series IV-G-1 bonds have since been refunded with a portion of the proceeds of the Series E-6-A bonds and the interest rate swap is now associated with the Series E-6-A bonds.

**Terms.** Under the derivative instrument contract, the authority pays the counterparty a fixed payment of 4.45 percent and receives a variable payment computed as 63.5 percent of the five-year London Interbank Offered Rate (LIBOR). The derivative instrument contract has a notional amount of $10 million and the associated variable-rate bond has a $10 million principal amount. At no time will the notional amount on the interest rate swap agreement exceed the outstanding principal of the Series E-6-A Bonds. The bonds' variable-rates have historically approximated the Securities Industry and Financial Markets Association lndex™ (the "SIFMA"). The derivative instrument contract matures on June 1, 2026. As of June 30, 2022, rates were as follows:

| | Terms | Rate |
|---|---|---|
| Interest rate swap: | | |
| Fixed payment to counterparty | Fixed | 4.450 % |
| Variable payment from counterparty | % of LIBOR | (1.953) |
| Net interest rate swap payments | | 2.497 % |
| Variable-rate bond coupon payments | | 1.030 |
| Synthetic interest rate on bonds | | 3.527 % |

**Fair value.** As of June 30, 2022, the derivative instrument contract had a negative fair value of $642,190. The negative fair value of the derivative instrument contract may be countered by reductions in total interest payments required under the variable-rate bond, creating lower synthetic rates. Because the rates on the government's variable-rate bonds adjust to changing interest rates, the bonds do not have a corresponding fair value increase. The fair value model calculates future cash flows by projecting forward rates, and then discounts those cash flows at their present value.

**Credit risk.** As of June 30, 2022, the county was not exposed to credit risk because the derivative instrument contract had a negative fair value. However, should interest rates change and the fair value of the swap becomes positive, the county would be exposed to credit risk in the amount of the derivative instrument contract's fair value. As of June 30, 2022, the derivative instrument contract counterparty, Deutsche Bank, was rated A2/A-/A- by Moody's, Standard & Poor's, and Fitch, respectively.

**Basis risk.** As noted above, the derivative instrument contract exposes the county to basis risk should the variable-rate bond coupon payment increase to above the net interest rate swap payments, thereby increasing the synthetic rate on the bonds. If a change occurs that results in the variable-rate bond coupon payment to be below net interest rate swap payments, then the synthetic rate on the bonds will decrease.

**Termination risk.** The derivative instrument contract uses the International Swap Dealers Association Master Agreement, which includes standard termination events, such as failure to pay and bankruptcy. The Schedule to the Master Agreement includes an "additional termination provision." The authority or the counterparty may terminate the derivative instrument contract if the other party fails to perform under the terms of the contract. If the derivative instrument contract is terminated, the variable-rate bond would no longer carry a synthetic interest rate. Also, if at the time of termination, the derivative instrument contract has a negative fair value, the authority would be liable to the counterparty for a payment equal to the derivative instrument contract's fair value. Likewise, if the derivative instrument contract has a positive fair value at termination, the counterparty would be liable to the authority for a payment equal to the derivative instrument contract's fair value.

**Derivative instrument contract payments and associated debt.** As of June 30, 2022, debt service requirements of the variable-rate debt and net swap payments, assuming current interest rates remain the same, for their term were as follows. As rates vary, variable-rate bond interest payments and net derivative instrument contract payments will vary.

| Year Ending June 30 | Variable Rate Bonds Principal | Variable Rate Bonds Interest | Net Interest Rate Swap Payment | Total |
|---|---|---|---|---|
| 2023 | $ 1,870,000 | $ 103,000 | $ 249,712 | $ 2,222,712 |
| 2024 | 1,980,000 | 83,739 | 203,016 | 2,266,755 |
| 2025 | 2,090,000 | 63,345 | 153,573 | 2,306,918 |
| 2026 | 4,060,000 | 41,818 | 101,383 | 4,203,201 |
| Total | $ 10,000,000 | $ 291,902 | $ 707,684 | $ 10,999,586 |

## D. Capital Assets

Capital assets activity for the year ended June 30, 2022, was as follows:

### Primary Government

**Governmental Activities:**

| | Balance 7-1-21 | Increases | Decreases | Balance 6-30-22 |
|---|---|---|---|---|
| Capital Assets Not Depreciated: | | | | |
| Land | $ 5,796,855 | $ 0 | $ 0 | $ 5,796,855 |
| Total Capital Assets Not Depreciated | $ 5,796,855 | $ 0 | $ 0 | $ 5,796,855 |
| Capital Assets Depreciated: | | | | |
| Buildings and Improvements | $ 48,777,508 | $ 321,044 | $ 0 | $ 49,098,552 |
| Infrastructure | 45,065,740 | 0 | 0 | 45,065,740 |
| Other Capital Assets | 21,378,912 | 1,977,572 | (1,100,757) | 22,255,727 |
| Total Capital Assets Depreciated | $ 115,222,160 | $ 2,298,616 | $ (1,100,757) | $ 116,420,019 |
| Less Accumulated Depreciated For: | | | | |
| Buildings and Improvements | $ 21,716,077 | $ 1,205,002 | $ 0 | $ 22,921,079 |
| Infrastructure | 21,535,904 | 1,395,667 | 0 | 22,931,571 |
| Other Capital Assets | 14,351,553 | 1,548,419 | (977,364) | 14,922,608 |
| Total Accumulated Depreciation | $ 57,603,534 | $ 4,149,088 | $ (977,364) | $ 60,775,258 |
| Total Capital Assets Depreciated, Net | $ 57,618,626 | $ (1,850,472) | $ (123,393) | $ 55,644,761 |
| Governmental Activities Capital Assets, Net | $ 63,415,481 | $ (1,850,472) | $ (123,393) | $ 61,441,616 |

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

**Governmental Activities:**

| | |
|---|---|
| General Government | $ 288,553 |
| Finance | 7,583 |
| Administration of Justice | 14,309 |
| Public Safety | 1,524,079 |
| Public Health and Welfare | 413,419 |
| Social, Cultural, and Recreational Services | 113,167 |
| Highways/Public Works | 1,787,978 |
| Total Depreciation Expense - Governmental Activities | $ 4,149,088 |

## Net Investment in Capital Assets

| | |
|---|---|
| Capital Assets | $ 61,441,616 |
| Add: | |
| Outstanding debt for school purposes | 50,527,523 |
| Less: | |
| Outstanding principal of capital debt | (61,844,831) |
| Unamortized balance of original issue premiums on outstanding capital-related debt | (204,732) |
| Net Investment in Capital Assets | $ 49,919,576 |

## Discretely Presented Bradley County School Department

**Governmental Activities:**

| | | Balance 7-1-21 | | Increases | | Decreases | | Balance 6-30-22 |
|---|---|---|---|---|---|---|---|---|
| Capital Assets Not Depreciated: | | | | | | | | |
| Land | $ | 1,699,307 | $ | 0 | $ | 0 | $ | 1,699,307 |
| Construction in Progress | | 11,312,323 | | 17,018,248 | | 0 | | 28,330,571 |
| Total Capital Assets Not Depreciated | $ | 13,011,630 | $ | 17,018,248 | $ | 0 | $ | 30,029,878 |
| Capital Assets Depreciated: | | | | | | | | |
| Buildings and Improvements | $ | 136,655,731 | $ | 3,799,032 | $ | 0 | $ | 140,454,763 |
| Other Capital Assets | | 5,355,425 | | 1,109,210 | | (41,040) | | 6,423,595 |
| Total Capital Assets Depreciated | $ | 142,011,156 | $ | 4,908,242 | $ | (41,040) | $ | 146,878,358 |
| Less Accumulated Depreciated For: | | | | | | | | |
| Buildings and Improvements | $ | 58,995,711 | $ | 3,696,088 | $ | 0 | $ | 62,691,799 |
| Other Capital Assets | | 2,708,560 | | 426,601 | | (41,040) | | 3,094,121 |
| Total Accumulated Depreciation | $ | 61,704,271 | $ | 4,122,689 | $ | (41,040) | $ | 65,785,920 |
| Total Capital Assets Depreciated, Net | $ | 80,306,885 | $ | 785,553 | $ | 0 | $ | 81,092,438 |
| Governmental Activities Capital Assets, Net | $ | 93,318,515 | $ | 17,803,801 | $ | 0 | $ | 111,122,316 |

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

**Governmental Activities:**

| | | |
|---|---|---|
| Instruction | $ | 3,871,608 |
| Support Services | | 75,193 |
| Operation of Non-instructional Services | | 175,888 |
| Total Depreciation Expense - Governmental Activities | $ | 4,122,689 |

## E. Construction Commitments

At June 30, 2022, the school department had uncompleted construction contracts of approximately $6,199,018 for the construction of the PIE Center. Funding for these future expenditures is expected to be received from federal grants, donations, and part of the funding has been received for these future expenditures.

## F. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2022, was as follows:

**Due to/from Other Funds:**

| Receivable Fund | Payable Fund | | Amount |
|---|---|---|---|
| Primary Government: | | | |
| Endowment | General | $ | 1,720,987 |
| " | General Debt Service | | 2,908,348 |
| " | Nonmajor governmental | | 1,953,364 |
| Other Special Revenue | General | | 45,268 |
| Nonmajor governmental | " | | 58,016 |
| General | General Debt Service | | 4,750 |
| " | Nonmajor governmental | | 3,000 |
| Discretely Presented School Department: | | | |
| General Purpose School | Central Cafeteria | | 4,206 |
| " | School Federal Projects | | 19,034 |
| School Federal Projects | General Purpose School | | 27,672 |
| Education Capital Projects | School Federal Projects | | 2,002,244 |

The balances due to the Endowment Fund are the result of internal financing. The payable funds borrowed from the Endowment Fund to fund various projects in Bradley County. The amounts shown are the outstanding balances of these loans at June 30, 2022.

The other 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.

Receivables in the Other Special Revenue Fund totaling $45,268 and the Other Capital Projects Fund totaling $58,016 were in transit from the General Fund at June 30, 2022. Receivable in the General Purpose School Fund totaling $2,206 was in transit from the Central Cafeteria Fund at June 30, 2022.

**Due to/from Primary Government and Component Unit:**

| Receivable Fund | Payable Fund | Amount |
| --- | --- | --- |
| | Component Unit: | |
| Primary Government: | School Department: | |
| Governmental Activities | Governmental Activities | $ 12,869,915 |
| Highway/Public Works | General Purpose School | 66,379 |

A portion of Due to Primary Government totaling $12,869,915 represents the balance of other loans issued by the county for the school department. The school department has agreed to contribute the funds annually to retire these other loans. This long-term obligation is reflected in the governmental activities on the Statement of Net Position.

## Interfund Transfers:

Interfund transfers for the year ended June 30, 2022, consisted of the following amounts:

**Primary Government**

| | Transfers In | | |
| --- | --- | --- | --- |
| Transfers Out | General Debt Service Fund | Highway/ Public Works | Purpose |
| Special Purpose Fire Tax | $ 212,013 | $ 0 | Debt payments |
| Other Special Revenue | 0 | 392,257 | Premium pay |

**Discretely Presented Bradley County School Department**

| | Transfers In | | | |
| --- | --- | --- | --- | --- |
| Transfers Out | General Purpose School Fund | Central Cafeteria Fund | Education Capital Projects Fund | Purpose |
| School Federal Projects | $ 44,361 | $ 0 | $ 0 | Indirect costs |
| " | 0 | 0 | 10,774,199 | Building project |
| " | 0 | 50,000 | 0 | Equipment |
| General Purpose School | 0 | 0 | 2,500,000 | Building project |

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.

## G. Long-term Debt

### Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Bradley 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 and to provide refinancing for utility improvements of the Hiwassee Utilities Commission. 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, 2022, will be retired from the General Debt Service Fund; however, the general obligation bond Series 2021B with an outstanding balance of $4,525,000 at June 30, 2022, will be reimbursed by the Hiwassee Utilities Commission under a note receivable discussed in Note IV.B.

Direct Borrowing and Direct Placements - Bradley County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchase, 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 20 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans included in long-term debt as of June 30, 2022, will be retired from the General, General Debt Service, and Special Purpose/Fire Tax funds.

General obligation bonds and other loans outstanding as of June 30, 2022, for governmental activities are as follows:

| Type | Interest Rate | | Final Maturity | | Original Amount of Issue | | Balance 6-30-22 |
|---|---|---|---|---|---|---|---|
| General Obligation Bonds | 1.14 to 2.125 | % | 6-1-40 | $ | 17,535,000 | $ | 15,170,000 |
| General Obligation Bonds - | | | | | | | |
| Refunding | 1.5 to 3 | | 5-1-42 | | 24,710,000 | | 18,995,000 |
| Direct Borrowing and Direct Placement: | | | | | | | |
| Other Loans | Variable | | 6-1-37 | | 53,760,380 | | 26,720,380 |
| Other Loans - Fixed Rate | 0 to 3.89 | | 8-15-36 | | 18,315,036 | | 13,829,366 |

In prior years, Bradley County entered into various loan agreements with the Sevier County Public Building Authority (PBA) to finance various capital projects for the county and the discretely presented Bradley County School Department. Under the loan agreements, the PBA issued revenue bonds and made the proceeds available for loan to Bradley County. In addition to repaying the loans, the county pays various other fees (trustee, debt remarketing, etc.).

The following table summarizes variable rate loan agreements outstanding at June 30, 2022:

| Description | | Original Amount of Loan Agreement | | Outstanding Principal 6-30-22 | Interest Type | Interest Rates as of 6-30-22 | | Fee Rates as of 6-30-22 | |
|---|---|---|---|---|---|---|---|---|---|
| Refunding: | | | | | | | | | |
| Series E-6-A: | $ | 28,210,000 | $ | 3,770,000 | Variable | 1.03 | % | .776 | % |
| Series IV-G-1 | | 10,000,000 | | 10,000,000 | Synthetic Fixed by Swap | 1.03 | | .776 | |
| PIB: | | | | | | | | | |
| Series VII-P-1 | | 15,550,380 | | 12,950,380 | Variable | 1.61 | | .250 | |
| Total | | | $ | 26,720,380 | | | | | |

The annual requirements to amortize all general obligation bonds and other loans outstanding as of June 30, 2022, including interest payments and other loan fees are presented in the following tables:

| Year Ending June 30 | Bonds Principal | Interest | Total |
|---|---|---|---|
| 2023 | $ 2,995,000 | $ 1,008,705 | $ 4,003,705 |
| 2024 | 3,125,000 | 873,205 | 3,998,205 |
| 2025 | 3,245,000 | 731,305 | 3,976,305 |
| 2026 | 1,050,000 | 583,505 | 1,633,505 |
| 2027 | 4,060,000 | 544,961 | 4,604,961 |
| 2028-2032 | 11,400,000 | 1,125,532 | 12,525,532 |
| 2033-2037 | 4,900,000 | 469,893 | 5,369,893 |
| 2038-2042 | 3,390,000 | 129,567 | 3,519,567 |
| Total | $ 34,165,000 | $ 5,466,673 | $ 39,631,673 |

| Year Ending | Other Loans - Direct Placement | | | |
|---|---|---|---|---|
| June 30 | Principal | Interest | Other Fees | Total |
| 2023 | $ 4,438,711 | $ 678,200 | $ 139,231 | $ 5,256,142 |
| 2024 | 4,433,363 | 609,816 | 117,732 | 5,160,911 |
| 2025 | 4,472,615 | 547,016 | 95,135 | 5,114,766 |
| 2026 | 7,419,072 | 486,976 | 71,635 | 7,977,683 |
| 2027 | 1,610,813 | 395,517 | 25,063 | 2,031,393 |
| 2028-2032 | 8,744,635 | 1,464,385 | 94,630 | 10,303,650 |
| 2033-2037 | 9,430,537 | 521,257 | 37,542 | 9,989,336 |
| Total | $ 40,549,746 | $ 4,703,167 | $ 580,968 | $ 45,833,881 |

There is $10,189,005 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled $315, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized premium on debt, totaled $711, 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 6-30-22 |
|---|---|---|
| Other Loans - Direct Placement | | |
| Contributions from the General Purpose School Fund | | |
| Energy Upgrades | $ | 12,869,915 |

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2022, was as follows:

| Governmental Activities: | | Bonds | | Other Loans - Direct Placement |
|---|---|---|---|---|
| Balance, July 1, 2021 | $ | 37,035,000 | $ | 44,347,583 |
| Additions | | 0 | | 502,500 |
| Reductions | | (2,870,000) | | (4,300,337) |
| Balance, June 30, 2022 | $ | 34,165,000 | $ | 40,549,746 |
| Balance Due Within One Year | $ | 2,995,000 | $ | 4,438,711 |

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

| | |
|---|---|
| Total Noncurrent Liabilities - Debt, June 30, 2022 | $ 74,714,746 |
| Less: Balance Due Within One Year - Debt | (7,433,711) |
| Add: Unamortized Premium on Debt | 2,467,939 |
| Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A | $ 69,748,974 |

## H. **Long-term Obligations**

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2022, was as follows:

Governmental Activities:

| | Compensated Absences | Other Postemployment Benefits |
|---|---|---|
| Balance, July 1, 2021 | $ 1,965,042 | $ 5,377,165 |
| Additions | 1,659,495 | 529,848 |
| Reductions | (1,664,495) | (1,006,325) |
| Balance, June 30, 2022 | $ 1,960,042 | $ 4,900,688 |
| Balance Due Within One Year | $ 98,002 | $ 0 |

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

| | |
|---|---|
| Total Noncurrent Liabilities - Other, June 30, 2022 | $ 6,860,730 |
| Less: Balances Due Within One Year - Other | (98,002) |
| Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A | $ 6,762,728 |

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

**Discretely Presented Bradley County School Department**

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Bradley County School Department for the year ended June 30, 2022, was as follows:

Governmental Activities:

| | Other Postemployment Benefits |
|---|---|
| Balance, July 1, 2021 | $ 19,165,007 |
| Additions | 1,170,061 |
| Reductions | (1,115,451) |
| Balance, June 30, 2022 | $ 19,219,617 |
| Balance Due Within One Year | $ 0 |

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

| | |
|---|---|
| Total Noncurrent Liabilities - Other, June 30, 2022 | $ 19,219,617 |
| Less: Balances Due Within One Year - Other | 0 |
| Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A | $ 19,219,617 |

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

## I. On-Behalf Payments – Discretely Presented Bradley County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Bradley County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan for the year ended June 30, 2022, were $286,299 and $95,244, respectively. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

## J. Internal Financing

In-lieu-of issuing debt with financial institutions, Bradley County has chosen to internally finance several capital projects with idle county funds in the county's Endowment Fund, commonly referred to as the Health, Wellness, and Quality of Life Fund. These debt issues were transferred from the Endowment Fund to the Other Capital Projects – Workhouse Fund ($2,200,000 for workhouse construction to be repaid from the General Fund), to the Community Development/Industrial Park Fund ($3,000,000 for the Spring Branch Industrial Park), to the Energy Upgrade Projects Fund ($3,597,799 for courthouse energy efficiency projects to be repaid from the General Debt Service Fund), and to the General Fund ($209,601 for softball lighting).

Governmental Accounting Standards Board Statement No. 34 requires such interfund borrowing to be reflected as a receivable in the lending fund and as a payable in the borrowing fund; therefore, in each fund that is repaying interfund loans, the outstanding amount of loan principal is reflected as Due to Other Funds, and the same amount is reflected as Due from Other Funds in the Endowment Fund. Payments on these interfund loans in subsequent periods will be budgeted annually as if they were being made to an external lender; however, the principal will not be reflected as expenditures in the borrowing funds but will be reflected as a reduction in the Due to Other Funds account until the debt is repaid. Interest rates are negotiated annually.

Internal loans receivable at June 30, 2022, are reflected as follows: 29

| Receivable Fund/Description | Original Amount of Issue | Interest Rate | Date of Issue | Last Maturity Date |
|---|---|---|---|---|
| Endowment Fund: | | | | |
| Workhouse | $ 2,200,000 | 0.875 % | 11-21-16 | 11-21-36 |
| Industrial Park | 3,000,000 | 0.745 | 7-18-17 | 7-1-32 |
| Energy Upgrades | 3,597,799 | 0.875 | 12-12-17 | 7-1-38 |
| Softball Lighting | 209,601 | 0.875 | 12-12-17 | 7-1-26 |

| | Outstanding 7-1-21 | Issued During Period | Paid and/or Matured During Period | Outstanding 6-30-22 |
|---|---|---|---|---|
| Endowment Fund: | | | | |
| Workhouse | $ 1,746,528 | $ 0 | $ (134,718) | $ 1,611,810 |
| Industrial Park | 2,186,984 | 0 | (233,620) | 1,953,364 |
| Energy Upgrades | 3,088,238 | 0 | (179,890) | 2,908,348 |
| Softball Lighting | 135,377 | 0 | (26,200) | 109,177 |
| Total | $ 7,157,127 | $ 0 | $ (574,428) | $ 6,582,699 |

## V. OTHER INFORMATION

### A. Risk Management

#### Primary Government

Bradley County's risks of loss relating to general liability, property, casualty, and workers' compensation are covered by participation in a public entity risk pool. The county is a member of the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding $250,000 for property and $450,000 for liability for each insured event.

Bradley County participates in a commercial health insurance plan for its employees. Bradley County's plan was administered by Cigna. Settled claims have not exceeded commercial coverage over the past three fiscal years.

**Discretely Presented Bradley County School Department**

The school department's risks of loss relating to general liability, property, casualty, and workers' compensation are covered by participation in a public entity risk pool. The school department is a member of the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The school department pays annual premiums to the TN-RMT for its general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

## B. Accounting Changes

GASB Statement No. 87, *Leases*, became effective for fiscal year ending June 30, 2022. Leases should be recognized and measured using the facts and circumstances that exist at the beginning of the period of implementation. GASB Statement No. 87 establishes a single approach to accounting for and reporting leases by state and local governments. Under this statement, a government entity that is a lessee must recognize (1) a lease liability, (2) an intangible asset representing the lessee's right to use the leased asset, (3) report the amortization expense for using the lease asset over the shorter of the term of the lease or the useful life of the underlying asset, (4) interest expense on the lease liability and (5) note disclosures about the lease. A lessor must recognize (1) a lease receivable (measured at the present value of lease payments expected to be received during the lease term), (2) deferred inflow of resources, (3) interest revenue on the lease receivable and (4) note disclosures of leasing arrangements and the total inflows of resources recognized from leases. This statement provides exceptions for leases of assets held as investments, certain regulated leases, short-term leases and leases that transfer ownership of the underlying asset. A lessor should not derecognize the asset underlying the lease. This statement also addresses accounting for lease terminations and modifications, sale-leaseback transactions, non-lease components embedded in lease contracts (such as service agreements) and leases with related parties.

GASB Statement No. 92, *Omnibus 2020*, became effective during the fiscal year. This statement enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics and includes specific provision about the following:

- The effective date of GASB Statement No. 87, *Leases*, and Implementation Guide No. 2019-3, *Leases*, for interim financial reports
- Reporting of intra-entity transfers of assets between a primary government employer and a component unit defined benefit pension plan or defined benefit other postemployment benefit (OPEB) plan
- The applicability of GASB Statements No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68,* as amended, and GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans,* as amended, to reporting assets accumulated for postemployment benefits
- The applicability of certain requirements of GASB Statement No. 84 to postemployment benefit arrangements
- Measurement of liabilities (and assets, if any) related to asset retirement obligations (AROs) in a government acquisition
- Reporting by public entity risk pools for amounts that are recoverable from reinsurers or excess insurers
- Reference to nonrecurring fair value measurements of assets or liabilities in authoritative literature
- Terminology used to refer to derivative instruments

GASB Statement 93*, Replacement of Interbank Offered Rates,* became effective during the year. This statement was necessary due to the eventual ceasing of the London Interbank Offered Rate (LIBOR) and the replacement with another interbank offered rate (IBOR). The objective of this Statement is to address the accounting and financial reporting effects that result from the replacement of IBORs with other reference rates in order to preserve the reliability, relevance, consistency, and comparability of reported information.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans* (except for paragraphs 4 and 5 which became effective in the prior fiscal year) became effective during the year. This Statement (a) clarifies how the absence of a governing board should be considered in determining whether a primary government is financially accountable for purposes of evaluating potential component units and (b) modifies the applicability of certain component unit criteria as they relate to defined contribution pension plans, defined contribution OPEB plans, and other employee benefit plans (for example, certain Section 457 plans). This statement also establishes accounting and financial reporting requirements for Section 457 plans that meet the definition of a pension plan and for benefits provided through those plans and modifies the investment valuation requirements for all Section 457 plans.

GASB Statement No 98, *The Comprehensive Annual Financial Report*, became effective during the year. This statement replaces the terms comprehensive annual financial report and comprehensive annual financial reports in NCGA and GASB pronouncements with annual comprehensive financial report and annual comprehensive financial reports, respectively. The associated acronyms in NCGA and GASB pronouncements are replaced with ACFR and ACFRs.

## 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 has been named in a lawsuit in which former and current Bradley County jail inmates are seeking class certification based on allegations of Eighth Amendment violations by Bradley County, Bradley County Sheriff (current and former), and other Bradley County officials. The alleged constitutional violation related to claims of denied medical treatment. There are also claims for injunctive relief as it related to the operation and budgeting for maintenance of the jail. Attorneys for the county cannot estimate the potential liability, however there is a possibility of loss if class certification is granted in the case.

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

## D. Landfill Closure/Postclosure Care Costs

Bradley County has active permits on file with the state Department of Environment and Conservation for a sanitary landfill and a demolition landfill. The county has provided financial assurances for estimated closure and 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 landfill sanitary site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Closure costs generally are paid near the date that the landfill stops accepting waste and postclosure care costs are paid during the 30-year period following closure. Bradley County has contracted with Santek Environmental, Inc., of Bradley County, a private company, to operate the county's landfill. This contract was amended on December 1, 1999, and again on September 23, 2005, and requires Santek to be responsible for all closure and postclosure care costs of the county's landfill during the term of the contract. The term of the 2005 amendment to the contract is the estimated life of the landfill – approximately 24 years based on current usage – and the life of additional cells that might be opened in the future. The $2,732,117 estimated closure and postclosure costs of the landfill at June 30, 2022, were not included in the county's long-term debt due to the uncertainty of what amount, if any, will be paid by the county. This amount is based on estimates of what it would cost to perform all closure and postclosure care in 2022. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. In May 2021, Santek Environmental was purchased by Republic Services. This transaction has not changed the terms of the original agreement as of the date of this report.

## E. Joint Ventures

The Bradley County Emergency Communications District (also known as the Cleveland/Bradley Communications Center) is a joint venture in which the county and the cities of Cleveland and Charleston participate. The district provides a simplified means of securing emergency services through a uniform emergency number for the residents of Bradley County. The governing body of the district includes three members appointed by the county mayor, subject to confirmation by the Bradley County Commission, the Cleveland City Council, and eight ex-officio members, who are employees of the cities of Cleveland and Charleston involved in emergency response management. Before the issuance of most debt instruments, the district must obtain the approval of the Bradley County Commission and the Cleveland City Council. The center is funded through a service charge levied on telephone services and appropriations from the cities and county. During the year ended June 30, 2022, the county appropriated an operating subsidy of $650,000 to the district.

Bradley County is a participant in a joint venture with McMinn County in the operation of the Hiwassee Utilities Commission (the "commission"). The commission was established in 1972 under the Inter-local Cooperation Act to provide service as an urban public utility. The commission became operational in 1982. Each of the participants appoints three members of the Board to oversee the operations. Bradley County has issued its general obligation debt to provide financing of capital purchases for the utility. Hiwassee Utilities Commission has issued a note to Bradley County to document its commitment to pay the principal and interest requirements on the debt. See notes IV.B. and IV.G. for further discussion of the note receivable and the bonds payable.

The Bradley County Industrial Development Board (also known as the Bradley/Cleveland Industrial Development Board) is a joint venture in which the county and the city of Cleveland participate. The industrial board promotes jobs creation and economic development for Bradley County. The industrial board is governed by a seven-member board including two members appointed by the Bradley County Commission, two members appointed by the Cleveland

City Council, the County Mayor, the City Mayor, and the chairman of the Economic Development Council. Before the issuance of most debt instruments, the district must obtain the approval of the Bradley County Commission and the Cleveland City Council. Bradley County made no contributions to the industrial board for the year ended June 30, 2022.

The Tenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Tenth Judicial District and the municipalities within the district. The district is composed of Bradley, McMinn, Monroe, and Polk counties and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a Board of Directors that includes the district attorney general, sheriffs, and police chiefs of the participating law enforcement agencies within the judicial district. Bradley County made no contributions to the DTF for the year ended June 30, 2022.

Bradley County does not have equity interests in any of the above-noted joint ventures. Complete financial statements for the Bradley County Emergency Communications District, the Hiwassee Utilities Commission, the Bradley County Industrial Development Board, and the Tenth Judicial District Drug Task Force can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Bradley County Emergency Communications District
1555 Guthrie Drive Northwest
Cleveland, TN 37311

Hiwassee Utilities Commission
3973 Chatata Valley Road Northeast
Charleston, TN 37310

Bradley County Industrial Development Board
PO Box 2275
225 Keith Street Southwest
Cleveland, TN 37320

District Attorney General
Tenth Judicial District
P.O. Box 647
Athens, TN 37371-0647

## F. Jointly Governed Organization

Bradley County, in conjunction with McMinn, Monroe, and Polk counties, participates in the Southeast Tennessee Community Corrections Program. The program's 20-member board comprises the county mayor/executive and the sheriff of each of the four counties, the district attorney general, and one member from a nonprofit organization. The remaining ten members are appointed by the board from the private sector. The program provides alternative sentencing for selected nonviolent offenders and receives funding from the Tennessee Department of Correction. The counties that participate in the program do not have any ongoing financial interest or responsibility for the program.

## G. Retirement Commitments

### 1. Tennessee Consolidated Retirement System (TCRS)

#### Primary Government

#### Bradley County Public Employee Retirement Plan

#### General Information About the Pension Plan

*Plan Description – Bradley County Public Employee Retirement Plan.* Employees of Bradley County and non-certified employees of the discretely presented Bradley County School Department hired on or after October 1, 2016, 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 82.07 percent and the non-certified employees of the discretely presented school department comprise 17.93 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. A reduced early retirement benefit is 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 automatic cost of living adjustments (COLAs) 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. Under the 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.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2021, the following employees were covered by the benefit terms:

| | |
|---|---|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 1 |
| Inactive Employees Entitled to But Not Yet Receiving Benefits | 288 |
| Active Employees | 334 |
| Total | 623 |

*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. Bradley County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. 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 Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of Bradley County if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2022, to the Retirement Plan were $253,098, which is 1.81 percent of covered payroll. In addition, employer contributions of $326,003, which is 2.19 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.

**Net Pension Liability (Asset)**

Bradley County's net pension liability (asset) was measured at June 30, 2021, 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, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---|---|
| Inflation | 2.25% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 6.75%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.125% |

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

The actuarial assumptions used in the June 30, 2021, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

*Changes of Assumptions.* In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions.

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, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 | 4.88 | % | 31 | % |
| Developed Market International Equity | 5.37 | | 14 | |
| Emerging Market International Equity | 6.09 | | 4 | |
| Private Equity and Strategic Lending | 6.57 | | 20 | |
| U.S. Fixed Income | 1.20 | | 20 | |
| Real Estate | 4.38 | | 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 6.75 percent based on a blending of the factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 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 Bradley 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) |
| Balance, July 1, 2020 | $ 1,318,713 | $ 1,380,782 | $ (62,069) |
| Changes for the Year: | | | |
| Service Cost | $ 547,329 | $ 0 | $ 547,329 |
| Interest | 134,943 | 0 | 134,943 |
| Differences Between Expected and Actual Experience | (41,400) | 0 | (41,400) |
| Changes in Assumptions | 165,482 | 0 | 165,482 |
| Contributions-Employer | 0 | 179,668 | (179,668) |
| Contributions-Employee | 0 | 511,173 | (511,173) |
| Net Investment Income | 0 | 440,326 | (440,326) |
| Benefit Payments, Including Refunds of Employee Contributions | (9,514) | (9,514) | 0 |
| Administrative Expense | 0 | (29,100) | 29,100 |
| Net Changes | $ 796,840 | $ 1,092,553 | $ (295,713) |
| Balance, June 30, 2021 | $ 2,115,553 | $ 2,473,335 | $ (357,782) |

**Allocation of Agent Plan Changes in the Net Pension Liability (Asset)**

| | | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability (Asset) |
|---|---|---|---|---|
| Primary Government | 82.07% | $ 1,736,234 | $ 2,029,866 | $ (293,632) |
| School Department | 17.93% | 379,319 | 443,469 | (64,150) |
| Total | | $ 2,115,553 | $ 2,473,335 | $ (357,782) |

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Bradley County calculated using the discount rate of 6.75 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 (5.75%) or one percentage point higher (7.75%) than the current rate:

| Net Pension Liability (Asset) | 1% Decrease 5.75% | Current Discount Rate 6.75% | 1% Increase 7.75% |
|---|---|---|---|
| Bradley County | $ 170,038 | $ (293,632) | $ (637,325) |
| School Department | 37,148 | (64,150) | (139,238) |
| Total | $ 207,186 | $ (357,782) | $ (776,563) |

**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, 2022, the plan recognized pension expense of $86,601.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022 the plan 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 | $ 289,200 | $ 36,225 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 239,491 |
| Changes in Assumptions | 144,797 | 0 |
| Contributions Subsequent to the Measurement Date of June 30, 2021 (1) | 253,098 | N/A |
| Total | $ 687,095 | $ 275,716 |

(1) The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2021," will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

Allocation of Agent Plan Deferred Outflows of Resources and Deferred Inflows of Resources

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Primary Government | $ 566,021 | $ 226,280 |
| School Department | 121,074 | 49,436 |
| Total | $ 687,095 | $ 275,716 |

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:

| Year Ending June 30 | Amount |
|---|---|
| 2023 | $ 10,414 |
| 2024 | 10,903 |
| 2025 | 11,135 |
| 2026 | 6,228 |
| 2027 | 69,543 |
| Thereafter | 5,055 |

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

**Payable to the Retirement Plan**

At June 30, 2022, the Bradley County School Department reported a payable of $23,650 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2022.

**<u>Primary Government</u>**

**<u>Bradley County Legacy Pension Plan</u>**

**General Information About the Pension Plan**

*Plan Description - Bradley County Legacy Pension Plan.* Employees of Bradley County and non-certified employees of the discretely presented

Bradley County School Department with membership in the TCRS before October 1, 2016, are provided a defined benefit pension plan through the Public Employee Legacy Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The Bradley County Legacy Pension Plan is closed to new membership. The primary government employees comprise 77.16 percent and the non-certified employees of the discretely presented school department comprised 22.84 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 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. Reduced benefits for early retirement are available to vested members at age 60 or pursuant to the rule of 80 in which the member's age and service credits total 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 automatic cost of living adjustments (COLAs) 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, 2021, the following employees were covered by the benefit terms:

| | |
|---|---|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 573 |
| Inactive Employees Entitled to But Not Yet Receiving Benefits | 775 |
| Active Employees | 579 |
| Total | 1,927 |

Bradley County withdrew from the TCRS Bradley County Legacy Pension Plan effective September 30, 2016. Employees hired after the date of withdrawal are not eligible to participate in the Bradley County Legacy Pension Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Bradley County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. For the year ended June 30, 2022, the employer contribution for Bradley County was $2,816,634 which is 10.62 percent of covered payroll. 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 Retirement Plan are required to be paid. The TCRS may intercept Bradley 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)**

Bradley County's net pension liability (asset) was measured at June 30, 2021, 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, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---|---|
| Inflation | 2.25% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 6.75%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.125% |

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

The actuarial assumptions used in the June 30, 2021, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

*Changes of Assumptions.* In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions.

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, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 | 4.88 % | 31 % |
| Developed Market International Equity | 5.37 | 14 |
| Emerging Market International Equity | 6.09 | 4 |
| Private Equity and Strategic Lending | 6.57 | 20 |
| U.S. Fixed Income | 1.20 | 20 |
| Real Estate | 4.38 | 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 6.75 percent based on a blending of the factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 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 Bradley 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) |
| Balance, July 1, 2020 | $ 113,143,173 | $ 117,505,143 | $ (4,361,970) |
| Changes for the Year: | | | |
| Service Cost | $ 2,077,158 | $ 0 | $ 2,077,158 |
| Interest | 8,191,781 | 0 | 8,191,781 |
| Differences Between Expected and Actual Experience | (1,342,058) | 0 | (1,342,058) |
| Changes of assumptions | 9,351,821 | 0 | 9,351,821 |
| Contributions-Employer | 0 | 2,635,410 | (2,635,410) |
| Net Investment Income | 0 | 30,070,367 | (30,070,367) |
| Benefit Payments, Including Refunds of Employee Contributions | (4,460,487) | (4,460,487) | 0 |
| Administrative Expense | 0 | (53,478) | 53,478 |
| Net Changes | $ 13,818,215 | $ 28,191,812 | $ (14,373,597) |
| Balance, June 30, 2021 | $ 126,961,388 | $ 145,696,955 | $ (18,735,567) |

**Allocation of Agent Plan Changes in the Net Pension Liability (Asset)**

| | | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability (Asset) |
|---|---|---|---|---|
| Primary Government | 77.16% | $ 97,963,407 | $ 112,419,770 | $ (14,456,363) |
| School Department | 22.84% | 28,997,981 | 33,277,185 | (4,279,204) |
| Total | | $ 126,961,388 | $ 145,696,955 | $ (18,735,567) |

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Bradley County calculated using the discount rate of 6.75 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 (5.75%) or one percentage point higher (7.75%) than the current rate:

| Net Pension Liability (Asset) | | 1% Decrease 5.75% | | Current Discount Rate 6.75% | | 1% Increase 7.75% |
|---|---|---|---|---|---|---|
| Bradley County | $ | (444,401) | $ | (14,456,363) | $ | (25,958,703) |
| School Department | | (131,547) | | (4,279,204) | | (7,683,991) |
| Total | $ | (575,948) | $ | (18,735,567) | $ | (33,642,694) |

**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, 2022, the plan recognized pension expense (negative pension expense) of ($1,087,990).

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, Bradley 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 |
|---|---|---|
| Difference Between Expected and Actual Experience | $ 159,686 | $ 1,767,336 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 16,036,070 |
| Changes in Assumptions | 7,864,395 | 0 |
| Contributions Subsequent to the Measurement Date of June 30, 2021 (1) | 2,816,634 | N/A |
| Total | $ 10,840,715 | $ 17,803,406 |

(1) The amount shown above for "Contributions Subsequent to the Measurement Date of June 30, 2021," will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

Allocation of Agent Plan Deferred Outflows of Resources and
Deferred Inflows of Resources

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Primary Government | $ 8,429,020 | $ 13,737,108 |
| School Department | 2,411,695 | 4,066,298 |
| Total | $ 10,840,715 | $ 17,803,406 |

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:

| Year Ending June 30 | Amount |
|---|---|
| 2023 | $ (2,365,286) |
| 2024 | (2,435,059) |
| 2025 | (2,257,060) |
| 2026 | (2,721,916) |
| 2027 | 0 |
| Thereafter | 0 |

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

**Payable to the Pension Plan**

At June 30, 2022, the Bradley County School Department reported a payable of $45,855 for the outstanding amount of contributions to the pension plan required at June 30, 2022.

**Discretely Presented Bradley County School Department**

**Non-certified Employees**

**General Information About the Pension Plan**

*Plan Description.* As noted above under the primary government, employees of Bradley County and non-certified employees of the discretely presented Bradley County School Department with membership in the TCRS before October 1, 2016, are provided a defined benefit pension plan through the Public Employee Legacy Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The Public Employee Legacy Pension Plan is closed to new membership. Employees of Bradley County and non-certified employees of the discretely presented Bradley County School Department with membership in the TCRS after October 1, 2016, are provided with pensions through a legally separate plan, referred to as the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 82.07 percent and the non-certified employees of the discretely presented school department comprised 17.93 percent of the Public Employee Retirement Plan based on contribution data. The primary government employees comprise 77.16 percent and the non-certified employees of the discretely presented school department comprised 22.84 percent of the Public Employee Legacy Pension Plan based on contribution data.

**Certified Employees**

**Teacher Retirement Plan**

**General Information About the Pension Plan**

*Plan Description.* Teachers of the Bradley 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 automatic cost of living adjustments (COLAs) 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 COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

*Contributions.* Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly 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, 2022, to the Teacher Retirement Plan were $262,510, which is 2.01 percent of covered payroll. In addition, employer contributions of $253,908, which is two 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 is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* At June 30, 2022, the school department reported a liability (asset) of ($876,520) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2021, 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, 2021, the school department's proportion was 0.809187 percent. The proportion as of June 30, 2020, was 0.786110 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2022, the Bradley County School Department recognized pension expense of $100,020.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, 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 | $ | 15,249 | $ | 160,385 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | | 0 | | 504,549 |
| Changes in Assumptions | | 316,153 | | 0 |
| Changes in Proportion of Net Pension Liability (Asset) | | 0 | | 67,801 |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2021 | | 262,510 | | N/A |
| Total | $ | 593,912 | $ | 732,735 |

The school department's employer contributions of $262,510, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2023. 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 |
|---|---|---|
| 2023 | $ | (117,247) |
| 2024 | | (114,485) |
| 2025 | | (113,698) |
| 2026 | | (126,395) |
| 2027 | | 8,181 |
| Thereafter | | 62,311 |

*Actuarial Assumptions.* The total pension liability in the June 30, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---|---|
| Inflation | 2.25% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 6.75%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.125% |

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

The actuarial assumptions used in the June 30, 2021, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 | 4.88 | % | 31 | % |
| Developed Market International Equity | 5.37 | | 14 | |
| Emerging Market International Equity | 6.09 | | 4 | |
| Private Equity and Strategic Lending | 6.57 | | 20 | |
| U.S. Fixed Income | 1.20 | | 20 | |
| Real Estate | 4.38 | | 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 6.75 percent based on a blending of the factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 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 6.75 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 (5.75%) or one percentage point higher (7.75%) than the current rate:

| School Department's Proportionate Share of the Net Pension Liability (Asset) | 1% Decrease 5.75% | Current Discount Rate 6.75% | 1% Increase 7.75% |
|---|---|---|---|
| Net Pension Liability (Asset) | $ 301,324 | $ (876,520) | $ (1,745,224) |

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

**Payable to the Retirement Plan**

At June 30, 2022, the Bradley County School Department reported a payable of $199,306 for the outstanding amount of contributions due to the pension plan required for the year ended June 30, 2022.

**Teacher Legacy Pension Plan**

**General Information About the Pension Plan**

*Plan Description*. Teachers of the Bradley 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 automatic cost of living adjustments (COLAs) 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 Bradley County School Department for the year ended June 30, 2022, to the Teacher Legacy Pension Plan were $3,318,671, which is 10.3 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liability (Assets).* At June 30, 2022, the school department reported a liability (asset) of ($42,200,910) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2021, 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, 2021, the school department's proportion was 0.978404 percent. The proportion measured at June 30, 2020, was 0.987868 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2022, the school department recognized pension expenses (negative pension expense) of ($6,611,782).

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, 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 | $ 141,818 | $ 3,519,693 |
| Changes in Assumptions | 11,275,378 | 0 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 0 | 33,654,283 |
| Changes in Proportion of Net Pension Liability (Asset) | 89,182 | 12,765 |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2021 | 3,318,671 | N/A |
| Total | $ 14,825,049 | $ 37,186,741 |

The school department's employer contributions of $3,318,671 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) in net pension liability in the year ending June 30, 2023. 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 |
|---|---|
| 2023 | $ (6,091,967) |
| 2024 | (5,766,465) |
| 2025 | (4,739,610) |
| 2026 | (9,082,322) |
| 2027 | 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, 2021, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---|---|
| Inflation | 2.25% |
| Salary Increases | Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4% |
| Investment Rate of Return | 6.75%, Net of Pension Plan Investment Expenses, Including Inflation |
| Cost of Living Adjustment | 2.125% |

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

The actuarial assumptions used in the June 30, 2021, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 | 4.88 | % | 31 | % |
| Developed Market International Equity | 5.37 | | 14 | |
| Emerging Market International Equity | 6.09 | | 4 | |
| Private Equity and Strategic Lending | 6.57 | | 20 | |
| U.S. Fixed Income | 1.20 | | 20 | |
| Real Estate | 4.38 | | 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 6.75 percent based on a blending of the factors described above.

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 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 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 6.75 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 (5.75%) or one percentage point higher (7.75%) than the current rate:

| School Department's Proportionate Share of the Net Pension Liability (Asset) | 1% Decrease 5.75% | Current Discount Rate 6.75% | 1% Increase 7.75% |
|---|---|---|---|
| Net Pension Liability (Asset) | $ (7,510,342) | $ (42,200,910) | $ (71,070,383) |

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

**Payable to the Pension Plan**

At June 30, 2022, the Bradley County School Department reported a payable of $408,459 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2022.

2. **Deferred Compensation**

**Primary Government and Discretely Presented Bradley County School Department**

Employees of the primary government and certain non-certified employees of the discretely presented school department hired after October 1, 2016, are required to participate in a hybrid pension plan administered by the Tennessee Consolidated Retirement System. The county and school department contribute five percent of employee salaries into deferred compensation accounts managed by the hybrid plans pursuant to IRC Section 401(k). Additional contributions by employees are optional. These Section 401(k) plan assets remain the property of the participating employees and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participation, contribution, and withdrawal provisions for the plans. During the year, the primary government contributed $580,192 and the school department contributed $103,457 to this deferred compensation pension plan.

**Primary Government**

Bradley County offers its employees a deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program is the responsibility of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 established participation, contribution, and withdrawal provisions for the plans.

**Discretely Presented Bradley County School Department**

The school department offers its employees two deferred compensation plans, one established pursuant to IRC Section 403(b) and the other pursuant to IRC Section 401(k). All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k) and Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) 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 $103,457 and teachers contributed $55,911 to this deferred compensation pension plan.

## H. Other Postemployment Benefits (OPEB)

Bradley County provides OPEB benefits to its employees through a commercial insurance plan.

**Commercial Postemployment Benefits Plan**

*Plan Description.* The county participates in a commercial postemployment benefits plan administered by Cigna for its retirees and their covered dependents until they reach Medicare eligibility. Employees are eligible for OPEB benefits if they retire at any age with at least 30 years of service or if they are over the age 60 and have at least 5 years of service. For accounting purposes, the plan is a single-employer defined benefit OPEB plan. Benefits are established and amended by the county commission. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

*Benefits Provided.* The benefit terms provide for the county to pay a percentage of the retirees healthcare costs depending on years of service with Bradley County. The county pays 100 percent of the individual premium of an employee who retires with at least 30 years of service and 50 percent of the individual premium for an employee who retires with 25 to 30 years of service. Employees retiring with less than 25 years of service pay 100 percent of the premium.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2022, the following employees were covered by the benefit terms:

| | |
|---|---|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 22 |
| Active Employees | 576 |
| Total | 598 |

**Total OPEB Liability**

*Actuarial Assumptions and other inputs.* The total OPEB liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|---|
| Inflation | 2.5% |
| Discount Rate | 3.54% |
| Healthcare Cost Trend Rates | 4.5% |
| Retirees share of Benefit-related Cost | 0% to 100% depending on years of service and employee classification |

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

Mortality rates were based on RHP-2014 Total Table with Projection MP-2021.

The actuarial assumptions used in the June 30, 2022, valuation were based on plan data and costs presented by the county with concurrence by the actuary and certain actuarial assumptions from the 2017 Tennessee Consolidated Retirement Plan valuation report.

Changes in the Total OPEB Liability

| | Total OPEB Liability |
|---|---|
| Balance July 1, 2021 | $ 5,377,165 |
| Changes for the Year: | |
| Service Cost | $ 353,624 |
| Interest | 123,971 |
| Difference between expected and actual experience | 52,253 |
| Changes in assumptions | (763,846) |
| Benefit Payments | (242,479) |
| Net Changes | $ (476,477) |
| Balance June 30, 2022 | $ 4,900,688 |

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, the county recognized OPEB expense of $387,441. At June 30, 2022, the county reported deferred inflows of resources related to its proportionate share of OPEB from the following sources:49

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Difference Between Expected and Actual Experience | $ 46,054 | $ 38,135 |
| Changes of Assumptions/Inputs | 0 | 673,910 |
| Total | $ 46,054 | $ 712,045 |

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

| Year Ending June 30 | County |
|---|---|
| 2023 | $ (90,154) |
| 2024 | (90,154) |
| 2025 | (90,154) |
| 2026 | (90,154) |
| 2027 | (90,154) |
| Thereafter | (215,221) |

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

*Sensitivity of the Total OPEB Liability to Changes in the Discount Rate.* The following presents the total OPEB liability of the county calculated using the discount rate of 3.54 percent, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (2.54%) or one percentage point higher (4.54%) than the current rate:

| Discount Rate | 1% Decrease 2.54% | Current Discount Rate 3.54% | 1% Increase 4.54% |
|---|---|---|---|
| Total OPEB Liability | $ 5,470,160 | $ 4,900,688 | $ 4,396,251 |

*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the total OPEB liability of the county calculated using the healthcare cost trend rate of 4.50 percent, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower (3.50%) or one percentage point higher (5.50%) than the current rate:

| Healthcare Cost Trend Rate | 1% Decrease 3.50% | Current Trend Rate 4.50% | 1% Increase 5.50% |
|---|---|---|---|
| Total OPEB Liability | $ 4,271,619 | $ 4,900,688 | $ 5,669,449 |

**Discretely Presented Bradley County School Department**

The Bradley County School Department provides healthcare benefits to its certified retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Bradley County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare.

The school department's total OPEB liability for the plan was measured as of June 30, 2021, and was determined by an actuarial valuation as of that date.

*Actuarial Assumptions and Other Inputs*. The total OPEB liability in the June 30, 2021, actuarial valuation of the plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|---|
| Actuarial Cost Method | Entry Age Normal |
| Inflation | 2.25% |
| Salary Increases | Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation |
| Discount Rate | 2.16% |
| Healthcare Cost Trend Rates | Based on the Getzen Model, with trend starting at 7.36% for pre-65 retirees in the 2022 calendar year, and decreasing annually over a 10-year period to an ultimate trend rate of 4.5% |
| Retirees Share of Benefit Related Cost | Discussed under each plan |

The discount rate was 2.16%, based on the daily rate of Bond Buyer's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2021, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2021, valuations were the same as those employed in the July 1, 2020, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-Weighted Employee mortality table for General Employees for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2020 from 2010. Post-retirement tables for non-teachers are Headcount-Weighted Below Median Healthy Annuitant and adjusted with a 6% to load for males and a 14% load for females, projected generationally from 2010 with MP-2020. Post-retirement tables for teachers are Headcount-Weighted Below Median Healthy Annuitant and adjusted with a 19 to load for males and a 18% load for females, projected generationally from 2010 with MP-2020. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10% load, projected generationally from 2018 with MP-2020.

*Changes in Assumptions*. The discount rate changed from 2.21 percent as of the beginning of the measurement period to 2.16 percent as of the measurement date of June 30, 2021. This change in assumption increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2022 plan year was revised from 9.02 percent to 7.36 percent. The assumed long term inflation rate was changed from 2.1 percent to 2.25 percent.

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

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

*Benefits Provided*. The Bradley County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA* 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Bradley County does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2021, the following employees were covered by the benefit terms:

| | |
|---|---|
| Inactive Employees or Beneficiaries Currently Receiving Benefits | 80 |
| Active Employees | 712 |
| Total | 792 |

A state insurance committee, created in accordance with *TCA* 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid $815,836 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

| | Share of Collective Liability | | |
|---|---|---|---|
| | Bradley County School Department 74.43% | State of TN 25.57% | Total OPEB Liability |
| Balance July 1, 2020 | $ 19,165,007 | $ 6,270,958 | $ 25,435,965 |
| Changes for the Year: | | | |
| Service Cost | $ 1,009,021 | $ 346,611 | $ 1,355,632 |
| Interest | 432,201 | 148,466 | 580,667 |
| Difference between Expected and Actuarial Experience | (108,910) | (37,412) | (146,322) |
| Changes in Assumption and Other Inputs | (271,161) | (93,147) | (364,308) |
| Change in Proportion | (232,561) | 232,561 | |
| Benefit Payments | (773,980) | (265,871) | (1,039,851) |
| Net Changes | $ 54,610 | $ 331,208 | $ 385,818 |
| Balance June 30, 2021 | $ 19,219,617 | $ 6,602,166 | $ 25,821,783 |

The Bradley County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Bradley County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer’s long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized $431,112 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Bradley County School Department's proportionate share of the collective OPEB liability was 74.43 percent and the State of Tennessee's share was 25.57 percent.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2022, the school department recognized OPEB expense of $2,076,791, including the state's share of the expense. At June 30, 2022 the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|---|---|---|
| Difference Between Expected and Actual Experience | $ 1,132,751 | $ 723,524 |
| Changes of Assumptions/Inputs | 1,838,735 | 1,454,380 |
| Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due | 1,154,328 | 528,185 |
| Benefits Paid After the Measurement Date of June 30, 2021 | 815,836 | 0 |
| Total | $ 4,941,650 | $ 2,706,089 |

The amount shown above for "Benefits Paid After the Measurement Date" will be recognized as a reduction to OPEB liability in the following measurement period.

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

| Year Ending June 30 | School Department |
| --- | --- |
| 2023 | $ 204,457 |
| 2024 | 204,457 |
| 2025 | 204,457 |
| 2026 | 204,457 |
| 2027 | 204,457 |
| Thereafter | 397,440 |

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

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

| Discount Rate | 1% Decrease 1.16% | Current Discount Rate 2.16% | 1% Increase 3.16% |
| --- | --- | --- | --- |
| Proportionate Share of the Collective Total OPEB Liability | $ 20,588,386 | $ 19,219,617 | $ 17,899,378 |

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

| Healthcare Cost Trend Rate | 1% Decrease 6.36 to 3.5% | Curent Rate 7.36 to 4.5% | 1% Increase 8.36 to 5.5% |
| --- | --- | --- | --- |
| Proportionate Share of the Collective Total OPEB Liability | $ 17,070,069 | $ 19,219,617 | $ 21,746,648 |

## I. Termination Benefits

The discretely presented Bradley County School Department offers a retirement incentive to employees who retire with at least five years of service with the school department and 28 years of service with the Tennessee Consolidated Retirement System (TCRS). In accordance with contract provisions, eligible retirees can choose either the retirement incentive or the postemployment health insurance benefits noted above. The retirement incentive consists of a one-time cash payment between $4,000 and $10,000 depending on the employee's creditable service with TCRS. These payments are made only when employees choose to accept the incentive. During the year ended June 30, 2022 no school department employees chose to accept the retirement incentive. Certified employees who retire are paid for accrued sick leave at the rate of $10 per day up to a maximum of two-hundred days. During the year ended June 30, 2022, 16 certified school department employees, at retirement, received the $10 per day payout of unused sick leave for a cash payment of $15,530.

## J. Purchasing Laws

Office of County Mayor

Purchasing procedures for the County Mayor's Office are governed by provisions of Chapter 313, Private Acts of 1951, as amended. This statute provides for the county mayor to serve as purchasing agent and for all purchases exceeding $10,000 to be made only after competitive bids have been received from two or more suppliers.

Office of Road Superintendent

Purchasing procedures for the highway department are governed by provisions of Chapter 354, Private Acts of 1947, and the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated* (*TCA*), which provide for the Road Superintendent to make all purchases and for all purchases exceeding $25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Bradley 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 the chairman of the Board of Education), to make all purchases. This statute also requires that competitive bids be solicited through newspaper advertisement on all purchases exceeding $25,000.

### K. Subsequent Events

On August 31, 2022, Sandra Knight left the office of Road Superintendent and was succeeded by Tom Collins.

Bradley County and the Hiwassee Utility District (a joint venture discussed in Note V.E.) entered into a loan agreement with the Tennessee Department of Local Development Authority and the Tennessee Department of Environment and Conservation during the year ended June 30, 2022. The amount authorized for loan is $1,459,450. Management expects draws on the loan to begin during the 2022-23 year as construction of utility improvements progress. As security for the loan, Hiwassee Utility District has pledged its fee revenues and Bradley County has pledged its ad valorem taxes and state shared revenues.

## VI. OTHER NOTES – DISCRETELY PRESENTED BRADLEY HEALTHCARE AND REHABILITATION CENTER

### A. General

Bradley Healthcare and Rehabilitation Center (the "nursing center") is a component unit of Bradley County, Tennessee. The nursing center's Board of Trustees is appointed by the Bradley County Board of Commissioners. Capital projects are funded primarily from general obligation bonds of the county. Because of the relationship between the nursing center and the county, the nursing center is a discretely presented component unit of the county.

The nursing center is principally engaged in providing long-term medical and therapeutic care to elderly residents of Bradley County and the surrounding area.

### B. Summary of Significant Accounting Policies

Basis of Presentation

The nursing center's financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The nursing center's financial statements have been prepared using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

The most critical estimates relate to revenue recognition, the collectability of accounts receivable and related reserves, third-party settlements, and obligations under insurance programs, which include worker's compensation, professional liability, property and general liability and employee health and welfare insurance programs.

Budgetary Information

The nursing center is required by statute of the State of Tennessee, to prepare a non-appropriated annual budget. The budget is not subject to appropriation and is therefore not required to be presented as supplementary information.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the nursing center considers all highly-liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Limited use assets include cash held for patients, which are not considered cash equivalents for purposes of the statements of cash flows as they are not the property of the nursing center and can only be used at the direction of the patient. The nursing center also holds limited use assets that are restricted by donors for specific purposes until the specifications are met. These items are not considered cash equivalents until they are transferred to unrestricted net position.

Custodial credit risk is the risk that in the event of a bank failure, the nursing center's deposits may not be returned to it. The nursing center's deposits are made to a local bank that participates in the Tennessee Bank Collateral Pool, a multi-entity risk pool that assumes the burden of collateralizing public funds on deposit with local banks. The Treasury Department of the State of Tennessee administers the pool. The Treasury Department, using uniform procedures, centralizes the collateralization of public funds. The funds in the pool are collateralized at 105 percent of the face amount of the deposits uninsured by the Federal Deposit Insurance Corporation (FDIC). As required by state statute, all deposits are either insured by the FDIC or through the pool resulting in no custodial credit risk.

Patient Accounts Receivable and Provision for Bad Debts

Patient accounts receivable are reported net of an estimated allowance for uncollectible accounts. Receivables are generally uncollateralized but credit risk relating to accounts receivable is limited to some extent by the diversity and number of patients and payors. The nursing center routinely accepts assignment of, or is otherwise entitled to receive, patient benefits payable under health insurance programs, plans or policies. Late fees and interest charges, if any, are recognized when received.

The bad debt allowance is estimated based upon the age of the account, prior experience and any unusual circumstances which affect the collectability including trends in federal and state governmental health care coverage and other collection indicators.

Inventories

Inventories, consisting primarily of medical, dietary, and general supplies, are stated at the lower of cost, (first-in, first-out) or net realizable value.

Prepaid Expenses

Prepaid expenses are amortized over the estimated period of future benefit, generally on a straight-line basis.

Property and Equipment

Property and equipment are recorded at cost. Donated assets are recorded at their estimated fair value in the statements of revenue, expenses, and changes in net position in the period donated. Depreciation is provided over the estimated useful lives of the depreciable assets, ranging from four to fifty years, using the straight-line method.

Compensated Absences

Accumulated paid time off is accrued when earned.

Net Position

The net position of the nursing center is broken down into three categories: (1) net investment in property and equipment, (2) restricted net position and (3) unrestricted net position.

1. Net investment in property and equipment consists of property and equipment, net of accumulated depreciation, and reduced by any outstanding borrowings used to finance the purchase or construction of those assets. There was no outstanding debt for property and equipment as of June 30, 2022.

2. Restricted net position is made up of expendable and nonexpendable restricted net position. Expendable restricted net position is subject to donor-imposed restrictions that may or will be met, whether by action of the nursing center or the passage of time. Nonexpendable restricted net position is subject to donor-imposed stipulations that are required to be maintained permanently by the nursing center. Generally, the

donors of nonexpendable restricted net position permit the nursing center to use all or part of the income earned on any related investment for general or specific purposes.

3. Unrestricted net position is the remaining net position that does not meet the definition of investment in capital assets or restricted net position.

Net Patient Service Revenue

The nursing center has agreements with third-party payers that provide for payments to the nursing center at amounts different from its established rates. Payment arrangements include prospectively determined rates per discharge, reimbursed costs, discounted charges, and per diem payments. Patient service revenue is reported at the estimated net realizable amounts from patients, third party payers, and others for services rendered including estimated retroactive adjustments under reimbursement agreements with third-party payers. Retroactive adjustments are considered in the recognition and accrual of revenue on an estimated basis in the period the related services are rendered and adjusted in future periods, as final settlements are determined.

The primary third-party programs include Medicare and Medicaid, which account for a significant portion of the nursing center's revenues. The laws and regulations under which Medicare and Medicaid programs operate are extremely complex and subject to interpretation and frequent changes. As part of operating under these programs, there is a possibility that government authorities may review the nursing center's compliance with these laws and regulations. Such review may result in adjustments to program reimbursement previously received and subject the nursing center to fines and penalties. Although no assurance can be given, management believes it has complied with the requirements of these programs.

Third-party settlements reflected on the statements of net position represent management's estimate of final settlement under these third-party payer arrangements.

Grants

Grant income represents amounts received from governmental agencies and other organizations that have conditional terms to the uses of those funds (conditional grants), which generally the nursing center must attest to those terms and conditions. When the terms and conditions have reasonably been met during a reporting period, the nursing center recognizes grant income as a non-operating gain on the statements of revenues, expenses, and changes in net position. The portion of conditional grants that have not reasonably been met at the end of a reporting period are shown as refundable advances on the statements of net position. See note VI.G.

Income Taxes

The Internal Revenue Service has ruled that the nursing center, as a component unit of Bradley County, is an exempt organization as described in Section 501(a) of the Internal Revenue Code; therefore, no provision for income taxes is provided in the financial statements.

Operating and Non-Operating Revenues

The nursing center defines operating revenue as any revenue derived from the provision of services to patients or ancillary thereto. Any revenue earned that is not related to the provision of patient care services is considered non-operating.

Restricted Resources

The nursing center's restricted resources can be used only for the specific purpose that they were given and are not normally used for nursing center operations.

New Accounting Pronouncement

The nursing center was required to adopt GASB Statement No. 87, *Leases*, (GASB 87) for its fiscal year ending June 30, 2022, with retrospective application required to all periods presented. GASB 87 established a single model for lease accounting based on the foundational principles that leases are financing and require lessee's to recognize a lease liability and intangible right-to-use asset. The adoption of GASB 87 did not result in a material change to the 2022 or 2021 financial statements; as such, there is no lease liability or intangible right-to-use asset recorded for the nursing center as of June 30, 2022.

During October 2022, the nursing center entered into a new lease agreement for copier equipment. The lease requires monthly payments of $829 over 48 months.

Recent Authoritative Accounting Guidance

In June 2022, GASB issued Statement No. 101, *Compensated Absences*, (GASB 101) which aligns the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures. The provisions in GASB 101 are effective for reporting periods beginning after December 15, 2023, in fiscal year 2025 for the nursing center. The nursing center is evaluating the effects of adoption of GASB 101 on its financial statements.

## C. Patient Accounts Receivable

Net patient accounts receivable reported as current assets by the nursing center consisted of the following at June 30, 2022:

| | |
|---|---|
| Gross patient accounts receivable | $ 1,340,578 |
| Less: Allowance for bad debts | (373,452) |
| Total | $ 967,126 |

The nursing center's primary concentration of credit risk is patient accounts receivable, which consist of amounts owed by various governmental agencies, insurance companies, and patients. The nursing center manages the receivables by regularly reviewing its accounts and contracts and by providing appropriate allowances for uncollectible amounts. The mix of receivables from patient and third-party payors as of June 30, 2022, was as follows:

| | |
|---|---|
| Medicare | 6 % |
| Medicaid/TennCare | 51 |
| Other Third Party Payors | 27 |
| Self-pay | 16 |
| Total | 100 % |

## D. Inventories

Inventories consisted of the following at June 30, 2022:

| | |
|---|---|
| General Stores | $ 32,824 |
| Foods and Dietary | 7,735 |
| Enteral Feeding Supplies | 969 |
| Total | $ 41,528 |

## E. Property and Equipment

Property and equipment for the year ended June 30, 2022, is as follows:

| | Balance 7-1-21 | Increases | Transfers | Balance 6-30-22 |
|---|---|---|---|---|
| Land * | $ 1,250 | $ 0 | $ 0 | $ 1,250 |
| Construction in Progress * | 107,571 | 13,674 | (121,245) | 0 |
| Land Improvements | 379,814 | 0 | 0 | 379,814 |
| Buildings | 5,700,106 | 0 | 121,245 | 5,821,351 |
| Fixed Equipment | 1,156,568 | 11,258 | 0 | 1,167,826 |
| Major Movable | 1,992,479 | 37,732 | 0 | 2,030,211 |
| Computer Software | 50,195 | 0 | 0 | 50,195 |
| Computer Hardware | 167,351 | 0 | 0 | 167,351 |
| Vehicles | 212,348 | 0 | 0 | 212,348 |
| Total | $ 9,767,682 | $ 62,664 | $ 0 | $ 9,830,346 |
| Less: Accumulated Depreciation: | | | | |
| Land Improvements | $ 366,633 | $ 3,094 | $ 0 | $ 369,727 |
| Buildings | 4,940,656 | 126,084 | 0 | 5,066,740 |
| Fixed Equipment | 999,871 | 26,274 | 0 | 1,026,145 |
| Major Movable | 1,898,820 | 25,461 | 0 | 1,924,281 |
| Computer Software | 50,197 | 0 | 0 | 50,197 |
| Computer Hardware | 153,815 | 5,555 | 0 | 159,370 |
| Vehicles | 187,611 | 11,148 | 0 | 198,759 |
| Total | $ 8,597,603 | $ 197,616 | $ 0 | $ 8,795,219 |
| Property and Equipment, Net | $ 1,170,079 | $ (134,952) | $ 0 | $ 1,035,127 |

* - Assets not depreciated

## F. Accrued Leave

The nursing center has an all-purpose paid time off (PTO) policy. Employees who work 30 hours or more per week are eligible to earn and use PTO. PTO is accrued using a formula based on length of employment at the nursing center. Accrued but unpaid PTO benefits at June 30, 2022, were $231,524, and are included in accrued payroll on the statements of net position.

## G. Refundable Advances

Refundable advances on the statement of financial position represent grants that have been received, however the funds have not been expended in accordance with the required terms and conditions as of June 30, 2022. Refundable advances consist of the following at June 30, 2022:

| Grantor Agency | Beginning Refundable Advances | Grant Received | Grant Expended | Ending Refundable Advances |
|---|---|---|---|---|
| Department of Health and Human Services (HHS) | | | | |
| Provider Relief Funds | $ 0 | $ 86,707 | $ 86,707 | $ 0 |
| Third-party payors - COVID relief payments | 0 | 702,770 | 702,770 | 0 |
| Grant from Bradley County, Tennessee | 0 | 920,408 | 920,408 | 0 |
| Total | $ 0 | $ 1,709,885 | $ 1,709,885 | $ 0 |

During the year ended June 30, 2022, Bradley County, Tennessee, a related party, granted the nursing center $920,408 to fund employee bonuses.

## H. Restricted Net Position

Restricted net position was as follows at June 30, 2022:

| | |
|---|---|
| Enabled restricted net position: | |
| Activities Fund | $ 8,522 |
| Scholarship Fund - investment earnings | 188 |
| Country Store Fund | 1,555 |
| Citizens' Endowment Fund - investment earnings | 13,941 |
| Total Enabled Restricted Net Position | $ 24,206 |
| Nonexpendable restricted net position: | |
| Scholarship Fund - principal | $ 12,000 |
| Citizens' Endowment Fund - principal | 325,222 |
| Total Nonexpendable Restricted Net Position | $ 337,222 |
| Total | $ 361,428 |

These assets represent cash and certificates of deposit with a local financial institution. The patient trust funds are patients’ personal assets and are reflected in the financial statements as both an asset and a liability. The activities, country store, Citizens’ Endowment, and scholarship funds represent restricted cash and are shown on the statements of net position as both restricted cash and cash equivalents and restricted net position.

Citizens’ Endowment Fund

On December 27, 2005, the trustees of the nursing center took over control of the Bradley Memorial Hospital Citizens’ Endowment Fund (the “fund”). The fund was originally established at the bequest of a private citizen to provide a source of income for the Bradley Memorial Hospital (the "hospital"). On October 14, 2005, the hospital was sold to a private entity and in accordance with the terms of the hospital's Declaration of Trust, the assets of the fund were required to be transferred to another county-owned entity. The trustees of the nursing center took over management of the fund by executing a separate Declaration of Trust dated December 27, 2005. Should the nursing center be sold to a private entity, these funds are to be transferred to the Cleveland Public Library.

Donations may be made to the fund and be designated as restricted or unrestricted. No part of the original principal of the fund shall be expended; it should be invested and reinvested by the nursing center's trustees at a financial institution in Bradley County, Tennessee, and be fully insured by a federal agency. All income of the fund must be used for exempt purposes under federal tax laws and regulations applicable to the fund.

A total of $13,941 in earnings on the endowment investment are available for authorization for expenditure by the board and is reported on the statement of net position as part of expendable restricted net position.

<u>Scholarship Fund</u>

The Scholarship Fund was established by a former medical director of the nursing center as a memorial to his sister. The corpus of the fund is to be held in a certificate of deposit with the earnings to be used to fund scholarships for nursing center employees who desire to pursue a career in nursing. The fund is administered by the trustees through the nursing center's management.

## I. <u>Net Patient Service Revenue</u>

<u>Medicare</u>

The nursing center is paid for Medicare patients under a prospective payment system that bases payment on categories that are indicative of the amount of resources used to treat the specific patient. The category is determined based on periodic clinical assessments of the patient's functional ability.

<u>Medicaid/TennCare</u>

Services rendered to TennCare recipients are reimbursed at per day rates determined by the Tennessee Comptroller's Office. The rates are subject to ceilings for both skilled and intermediate care. The per-diem rate is established prospectively, based on the prior-year's cost report.

Other third-party payors

The nursing center has also entered into payment agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to the nursing center under these agreements includes prospectively determined rates and discounts from established charges.

A summary of gross and net patient revenues for the year ended June 30, 2022, follows:

| | |
|---|---|
| Medicare | $ 1,318,535 |
| TennCare | 5,457,216 |
| Other | 1,799,354 |
| Self-pay | 2,208,239 |
| Gross Patient Service Revenues | $ 10,783,344 |
| Contractual Adjustments and Uncollectible Accounts | (729,145) |
| Net Patient Service Revenue | $ 10,054,199 |

## J. **Defined Contribution Plans**

Effective May 1, 2020, the nursing center became a participating employer of and adopted the State of Tennessee's 401(a)/401(k) defined contribution plan. All full-time employees of the nursing center that satisfy the eligibility requirements are allowed to participate in the plan and can defer a portion of their earnings up to certain maximum amounts. The nursing center may make a discretionary match of participant elective deferrals for each respective plan year. Employees vest in the employer matching and nonelective contributions ratably over five years, resulting in 100% vesting after five years of credited service. Any amounts forfeited will be used first to reduce the employer's matching contributions, then to reduce the non-matching contributions, if any, and then to offset any plan expenses.

The total employer match for both plans was $108,927 for the year ended June 30, 2022.

## K. **Commitments and Contingencies**

Healthcare Industry

The delivery of personal and health care services entails an inherent risk of liability. Participants in the health care services industry have become subject to an increasing number of lawsuits alleging negligence or related legal theories, many of which involve large claims and result in the incurrence of significant exposure and defense costs. The nursing center is insured with respect to medical malpractice risk on a claims-made basis. The nursing center maintains insurance for general liability and property. Certain policies are subject to deductibles. Management is not aware of any claims against it or its subsidiaries which would have a material financial impact.

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 services, and Medicare and Medicaid fraud and abuse. Recently, government activity has increased with respect to investigations and/or concerning possible violations of fraud and abuse statutes and/or 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 services previously billed. Management believes that the nursing center is currently in compliance with fraud and abuse statutes, as well as other applicable government laws and regulations.

COVID-19

On March 27, 2020, the Coronavirus Aid, Relief, and Economic Security (CARES) Act was signed into law. The CARES Act provides an economic relief package to many businesses in the US as a direct response to the adverse impacts of COVID-19. Additionally, the CARES Act provided for HHS to distribute funds from the Public Health and Social Services Emergency Fund (Provider Relief Fund) to healthcare providers that billed Medicare in 2019 and provided treatment to individuals with possible or actual cases of COVID-19 during 2020, amongst other various certifications required in the Act. The funds are distributed in multiple stages and are grant funds, not loans, to healthcare providers, and may not need to be repaid. Within 30 days of receiving the payment, providers must sign an attestation confirming receipt of the funds and agreeing to the terms and conditions of payment. The terms and conditions governing the Provider Relief Funds are complex and subject to interpretation and change. If the nursing center is unable to attest to or comply with current of future terms and conditions, the nursing center's ability to retain some or all of the distributions received may be affected. Provider Relief Fund payments are subject to government oversight, including potential audits. See note VI.B.

**L. Risk Financing and Related Insurance Issues**

The nursing center is insured for professional liability under a claims-made policy with an independent insurance carrier. The policy covers all claims reported to the carrier for incidents that occur during the coverage period. The coverage period coincides with the nursing center's fiscal year. Coverage was renewed under a binder of coverage at June 30, 2022, rendering the need for tail coverage unnecessary. Premiums are determined by a variety of factors related to the nursing center.

The nursing center is subject to the risks of torts by its employees; theft, destruction, or damage to its fixed assets; business interruptions; errors or omissions; injury or illness of employees while in the course of their employment and acts of God, such as fires, floods, and earthquakes. The nursing center insures itself against losses due to these exposures through the purchase of commercial liability and workers' compensation insurance from reputable insurers. There have been no substantial losses incurred in prior years, and the amount of coverage purchased has not been reduced. Management is unaware of any potential claims that would result in reductions to or cancellation of coverage by the insurer.

# Required Supplementary Information

Exhibit E-1

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

| | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|---|---|---|---|---|
| **Total Pension Liability** | | | | | |
| Service Cost | $ 0 | $ 92,534 | $ 256,526 | $ 383,243 | $ 547,329 |
| Interest | 0 | 10,167 | 40,812 | 79,923 | 134,943 |
| Differences Between Actual and Expected Experience | 49,439 | 162,236 | 135,775 | 152,279 | (41,400) |
| Change of Assumptions | 0 | 0 | 0 | 0 | 165,482 |
| Benefit Payments, Including Refunds of Employee Contributions | 0 | (3,467) | (9,016) | (31,738) | (9,514) |
| Net Change in Total Pension Liability | $ 49,439 | $ 261,470 | $ 424,097 | $ 583,707 | $ 796,840 |
| Total Pension Liability, Beginning | 0 | 49,439 | 310,909 | 735,006 | 1,318,713 |
| Total Pension Liability, Ending (a) | $ 49,439 | $ 310,909 | $ 735,006 | $ 1,318,713 | $ 2,115,553 |
| **Plan Fiduciary Net Position** | | | | | |
| Contributions - Employer | $ 32,216 | $ 150,393 | $ 74,995 | $ 146,552 | $ 179,668 |
| Contributions - Employee | 40,270 | 187,991 | 312,472 | 423,304 | 511,173 |
| Net Investment Income | 3,874 | 19,314 | 44,060 | 53,139 | 440,326 |
| Benefit Payments, Including Refunds of Employee Contributions | 0 | (3,467) | (9,016) | (31,738) | (9,514) |
| Administrative Expense | (4,122) | (14,026) | (19,874) | (25,555) | (29,100) |
| Net Change in Plan Fiduciary Net Position | $ 72,238 | $ 340,205 | $ 402,637 | $ 565,702 | $ 1,092,553 |
| Plan Fiduciary Net Position, Beginning | 0 | 72,238 | 412,443 | 815,080 | 1,380,782 |
| Plan Fiduciary Net Position, Ending (b) | $ 72,238 | $ 412,443 | $ 815,080 | $ 1,380,782 | $ 2,473,335 |
| Net Pension Liability (Asset), Ending (a - b) | $ (22,799) | $ (101,534) | $ (80,074) | $ (62,069) | $ (357,782) |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 146.12% | 132.66% | 110.89% | 104.71% | 116.91% |
| Covered Payroll | $ 805,407 | $ 3,759,807 | $ 6,249,433 | $ 8,487,749 | $ 10,223,393 |
| Net Pension Liability (Asset) as a Percentage of Covered Payroll | (2.83%) | (2.70%) | (1.28%) | (0.73%) | (3.50%) |

Note 1: Ten-year information will be presented when available.

Note 2: The agent plan is a single plan that is participated in by the primary government and non-certified employees of the discretely presented school department.

Exhibit E-2

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|---|---|---|---|---|---|---|---|
| **Total Pension Liability** | | | | | | | | |
| Service Cost | $ 2,108,007 | $ 2,139,815 | $ 2,192,879 | $ 2,356,853 | $ 2,443,619 | $ 2,225,332 | $ 2,141,184 | $ 2,077,158 |
| Interest | 5,697,980 | 5,880,785 | 6,276,937 | 6,721,598 | 7,149,251 | 7,458,106 | 7,807,276 | 8,191,781 |
| Differences Between Actual and Expected Experience | (2,817,672) | 91,321 | 461,181 | 958,121 | (1,336,334) | (682,691) | (255,577) | (1,342,058) |
| Change of Assumptions | 0 | 0 | 0 | 2,297,633 | 0 | 0 | 0 | 9,351,821 |
| Benefit Payments, Including Refunds of Employee Contributions | (2,413,625) | (2,751,817) | (3,014,105) | (3,318,209) | (3,545,612) | (4,010,750) | (4,190,183) | (4,460,487) |
| Net Change in Total Pension Liability | $ 2,574,690 | $ 5,360,104 | $ 5,916,892 | $ 9,015,996 | $ 4,710,924 | $ 4,989,997 | $ 5,502,700 | $ 13,818,215 |
| Total Pension Liability, Beginning | 75,071,870 | 77,646,560 | 83,006,664 | 88,923,556 | 97,939,552 | 102,650,476 | 107,640,473 | 113,143,173 |
| Total Pension Liability, Ending (a) | $ 77,646,560 | $ 83,006,664 | $ 88,923,556 | $ 97,939,552 | $ 102,650,476 | $ 107,640,473 | $ 113,143,173 | $ 126,961,388 |
| **Plan Fiduciary Net Position** | | | | | | | | |
| Contributions - Employer | $ 3,729,911 | $ 3,608,613 | $ 3,837,680 | $ 3,989,996 | $ 3,776,242 | $ 3,557,390 | $ 2,718,446 | $ 2,635,410 |
| Contributions - Employee | 0 | 0 | 0 | 0 | 0 | 0 | 38,397 | 0 |
| Net Investment Income | 11,411,807 | 2,504,725 | 2,244,514 | 9,920,516 | 8,121,581 | 7,876,878 | 5,588,135 | 30,070,367 |
| Benefit Payments, Including Refunds of Employee Contributions | (2,413,625) | (2,751,817) | (3,014,105) | (3,318,209) | (3,545,612) | (4,010,750) | (4,190,183) | (4,460,487) |
| Administrative Expense | (34,067) | (40,743) | (62,919) | (70,885) | (71,948) | (60,956) | (56,573) | (53,478) |
| Net Change in Plan Fiduciary Net Position | $ 12,694,026 | $ 3,320,778 | $ 3,005,170 | $ 10,521,418 | $ 8,280,263 | $ 7,362,562 | $ 4,098,222 | $ 28,191,812 |
| Plan Fiduciary Net Position, Beginning | 68,222,704 | 80,916,730 | 84,237,508 | 87,242,678 | 97,764,096 | 106,044,359 | 113,406,921 | 117,505,143 |
| Plan Fiduciary Net Position, Ending (b) | $ 80,916,730 | $ 84,237,508 | $ 87,242,678 | $ 97,764,096 | $ 106,044,359 | $ 113,406,921 | $ 117,505,143 | $ 145,696,955 |
| Net Pension Liability (Asset), Ending (a - b) | $ (3,270,170) | $ (1,230,844) | $ 1,680,878 | $ 175,456 | $ (3,393,883) | $ (5,766,448) | $ (4,361,970) | $ (18,735,567) |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 104.21% | 101.48% | 98.11% | 99.82% | 103.31% | 105.36% | 103.86% | 114.76% |
| Covered Payroll | $ 26,910,220 | $ 26,488,324 | $ 28,180,107 | $ 29,296,165 | $ 27,725,705 | $ 26,199,992 | $ 25,575,697 | $ 24,798,219 |
| Net Pension Liability (Asset) as a Percentage of Covered Payroll | (12.15%) | (4.65%) | 5.96% | 0.60% | (12.24%) | (22.01%) | (17.06%) | (75.55%) |

Note 1: Ten-year information will be presented when available.

Note 2: The agent plan is a single plan that is participated in by the primary government and non-certified employees of the discretely presented school department.

Exhibit E-3

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

| | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|
| Actuarially Determined Contribution | $ 32,216 | $ 150,393 | $ 74,995 | $ 146,552 | $ 179,668 | $ 253,098 |
| Less: Contributions in Relation to the Actuarially Determined Contribution | (32,216) | (150,393) | (74,995) | (146,552) | (179,668) | (253,098) |
| Contribution Deficiency (Excess) | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Covered Payroll | $ 805,407 | $ 3,759,807 | $ 6,249,433 | $ 8,487,749 | $ 10,223,393 | $ 13,983,241 |
| Contributions as a Percentage of Covered Payroll | 4.00% | 4.00% | 1.20% | 1.73% | 1.76% | 1.81% |

Note 1: Ten-year information will be presented when available.

Note 2: The agent plan is a single plan that is participated in by the primary government and non-certified employees of the discretely presented school department.

Note 3: Beginning in FY 2019, Bradley County placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).
2019: Pension - 1.20%, SRT - 2.80%
2020: Pension - 1.73%, SRT - 2.27%
2021: Pension - 1.76%, SRT - 2.24%
2022: Pension - 2.19%, SRT - 1.81%

Exhibit E-4

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|
| Actuarially Determined Contribution | $ 3,729,911 | $ 3,608,613 | $ 3,837,680 | $ 3,989,996 | $ 3,776,242 | $ 3,557,390 | $ 2,718,446 | $ 2,635,410 | $ 2,816,634 |
| Less: Contributions in Relation to the Actuarially Determined Contribution | (3,729,911) | (3,608,613) | (3,837,680) | (3,989,996) | (3,776,242) | (3,557,390) | (2,718,446) | (2,635,410) | (2,816,634) |
| Contribution Deficiency (Excess) | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Covered Payroll | $ 26,910,220 | $ 26,488,324 | $ 28,180,107 | $ 29,296,165 | $ 27,725,705 | $ 26,199,992 | $ 25,575,697 | $ 24,798,219 | $ 26,523,044 |
| Contributions as a Percentage of Covered Payroll | 13.86% | 13.62% | 13.62% | 13.62% | 13.62% | 13.58% | 10.63% | 10.63% | 10.62% |

Note 1: Ten-year information will be presented when available.

Note 2: The agent plan is a single plan that is participated in by the primary government and non-certified employees of the discretely presented school department.

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

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|
| Contractually Required Contribution | $ 51,319 | $ 106,452 | $ 166,245 | $ 225,377 | $ 149,592 | $ 201,378 | $ 235,903 | $ 262,510 |
| Less: Contributions in Relation to the Contractually Required Contribution | (51,319) | (106,452) | (166,245) | (225,377) | (149,592) | (201,378) | (235,903) | (262,510) |
| Contribution Deficiency (Excess) | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Covered Payroll | $ 1,282,963 | $ 2,661,298 | $ 4,156,134 | $ 5,651,267 | $ 7,710,993 | $ 9,920,056 | $ 11,678,324 | $ 13,090,386 |
| Contributions as a Percentage of Covered Payroll | 4.00% | 4.00% | 4.00% | 3.99% | 1.94% | 2.03% | 2.02% | 2.01% |

Note 1: Ten-year information 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 required contribution 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%
2022: Pension - 2.01%, SRT - 1.99%

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

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|
| Contractually Required Contribution | $ 3,451,104 | $ 3,406,765 | $ 3,322,756 | $ 3,225,667 | $ 3,175,879 | $ 3,564,747 | $ 3,495,015 | $ 3,297,993 | $ 3,318,671 |
| Less: Contributions in Relation to the Contractually Required Contribution | (3,451,104) | (3,406,765) | (3,322,756) | (3,225,667) | (3,175,879) | (3,564,747) | (3,495,015) | (3,297,993) | (3,318,671) |
| Contribution Deficiency (Excess) | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Covered Payroll | $ 38,863,787 | $ 37,685,370 | $ 36,756,144 | $ 35,682,113 | $ 34,951,473 | $ 33,996,935 | $ 32,878,803 | $ 32,109,763 | $ 32,218,248 |
| Contributions as a Percentage of Covered Payroll | 8.88% | 9.04% | 9.04% | 9.04% | 9.09% | 10.49% | 10.63% | 10.27% | 10.30% |

Note: Ten-year information will be presented when available.

Exhibit E-7

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

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|---|---|---|---|---|---|---|
| School Department's Proportion of the Net Pension Liability (Asset) | 0.604746% | 0.604835% | 0.633229% | 0.644761% | 0.728683% | 0.786110% | 0.809187% |
| School Department's Proportionate Share of the Net Pension Liability (Asset) | $ (24,841) | $ (62,965) | $ (167,067) | $ (292,417) | $ (411,331) | $ (447,015) | $ (876,520) |
| Covered Payroll | $ 1,282,963 | $ 2,661,298 | $ 4,156,134 | $ 5,651,267 | $ 7,710,993 | $ 9,920,056 | $ 11,678,324 |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | (1.91%) | (2.37%) | (4.02%) | (5.17%) | (5.33%) | (4.51%) | (7.51%) |
| 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% | 121.53% |

Note: Ten-year information will be presented when available.

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

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|---|---|---|---|---|---|---|---|---|
| School Department's Proportion of the Net Pension Liability (Asset) | 0.990162% | 0.990162% | 1.006690% | 1.018233% | 1.009410% | 0.998855% | 1.016354% | 0.987868% | 0.978404% |
| School Department's Proportionate Share of the Net Pension Liability (Asset) | $ 160,897 | $ (160,897) | $ 412,375 | $ 6,363,389 | $ (330,262) | $ (3,514,885) | $ (10,449,947) | $ (7,533,219) | $ (42,200,910) |
| Covered Payroll | $ 38,863,861 | $ 38,863,787 | $ 37,685,370 | $ 36,756,144 | $ 35,682,113 | $ 34,951,473 | $ 33,996,935 | $ 32,878,803 | $ 32,109,763 |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | 0.41% | (0.41%) | 1.09% | 17.31% | (0.93%) | (10.06%) | (30.74%) | (22.91%) | (131.43%) |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset) | 100.08% | 100.08% | 99.81% | 97.14% | 100.14% | 101.49% | 104.28% | 103.09% | 116.13% |

Note: Ten-year information will be presented when available.

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

**Commercial Plan**

| **Total OPEB Liability** | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|
| Service Cost | $ 260,439 | $ 270,544 | $ 270,544 | $ 353,624 | $ 353,624 |
| Interest | 171,332 | 183,346 | 194,790 | 119,144 | 123,971 |
| Changes in Assumptions or Other Inputs | 0 | 0 | (1,031) | 0 | (763,846) |
| Differences Between Actual and Expected Experience | 0 | 0 | 0 | (49,383) | 52,253 |
| Benefit Payments | (132,230) | (132,230) | (185,680) | (167,497) | (242,479) |
| Net Change in Total OPEB Liability | $ 299,541 | $ 321,660 | $ 278,623 | $ 255,888 | $ (476,477) |
| Total OPEB Liability, Beginning | 4,221,453 | 4,520,994 | 4,842,654 | 5,121,277 | 5,377,165 |
| Total OPEB Liability, Ending | $ 4,520,994 | $ 4,842,654 | $ 5,121,277 | $ 5,377,165 | $ 4,900,688 |
| Covered Employee Payroll | $ 22,907,010 | $ 25,541,623 | $ 26,908,887 | $ 27,278,337 | $ 20,952,215 |
| Total OPEB Liability as a percentage of covered employee payroll | 19.74% | 18.96% | 19.03% | 19.71% | 23.39% |

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

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

| | |
|---|---|
| 2019 | 3.88% |
| 2020 | 2.21% |
| 2021 | 2.21% |
| 2022 | 3.54% |

(b) In 2022, the mortality improvement scale was updated from Scale MP-2019 to Scale MP-2021.

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

Exhibit E-10

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

| | 2017 | 2018 | 2019 | 2020 | 2021 |
|---|---|---|---|---|---|
| **Total OPEB Liability** | | | | | |
| Service Cost | $ 1,225,979 | $ 1,136,417 | $ 1,457,115 | $ 1,220,332 | $ 1,355,632 |
| Interest | 585,950 | 716,572 | 876,098 | 829,269 | 580,667 |
| Changes in Benefit Terms | 0 | (604,653) | 0 | 0 | 0 |
| Differences Between Actual and Expected Experience | 0 | 2,430,440 | (113,717) | (976,027) | (146,322) |
| Changes in Assumptions or Other Inputs | (942,298) | 875,777 | (1,644,502) | 2,455,120 | (364,308) |
| Benefit Payments | (666,125) | (770,720) | (840,870) | (988,047) | (1,039,851) |
| Net Change in Total OPEB Liability | $ 203,506 | $ 3,783,833 | $ (265,876) | $ 2,540,647 | $ 385,818 |
| Total OPEB Liability, Beginning | 19,173,855 | 19,377,361 | 23,161,194 | 22,895,318 | 25,435,965 |
| Total OPEB Liability, Ending | $ 19,377,361 | $ 23,161,194 | $ 22,895,318 | $ 25,435,965 | $ 25,821,783 |
| Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability | $ 6,178,685 | $ 5,252,959 | $ 5,395,809 | $ 6,270,958 | $ 6,602,166 |
| Employer Proportionate Share of the Total OPEB Liability | 13,198,676 | 17,908,235 | 17,499,509 | 19,165,007 | 19,219,617 |
| Covered Employee Payroll | $ 47,115,568 | $ 48,609,449 | $ 50,011,007 | $ 51,527,277 | $ 53,151,532 |
| Total OPEB Liability as a percentage of covered employee payroll | 41.13% | 47.65% | 45.78% | 49.36% | 48.58% |

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

Note 2: Changes in assumptions.

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

2016 2.92%
2017 3.56%
2018 3.62%
2019 3.51%
2020 2.21%
2021 2.16%

(b) The assumed initial trend rate applicable to plan years was revised as follows:

For the 2019 plan year - from 5.4% to 6.75%
For the 2020 plan year - from 6.75% to 6.03%
For the 2021 plan year - from 6.03% to 9.02%
For the 2022 plan year - from 9.02% to 7.36%

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

**BRADLEY COUNTY, TENNESSEE**
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**
**For the Year Ended June 30, 2022**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

Bradley County Retirement Plan and Bradley County Legacy Pension Plan:

*Valuation Date:* Actuarially determined contribution rates for fiscal year 2022 were calculated based on the July 1, 2020, 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 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.

Law Library Fund – The Law Library Fund is used to account for a special tax levied by private act on litigation. Proceeds of the tax must be expended for the benefit of the county's law library.

Public Library Fund – The Public Library Fund is used to account for transactions for the Bradley County/Cleveland Public Library, which is jointly funded by Bradley County and the city of Cleveland.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions relating to Bradley County trash collection and waste disposal.

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

Agriculture Center Fund – The Agriculture Center Fund is used to account for revenues and expenditures associated with the Agri-Business Center's operations.

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

# Capital Projects 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.

Community Development/Industrial Park Fund – The Community Development/ Industrial Park Fund is used to account for industrial park projects.

HUD Grant Projects Fund – The HUD Grant Projects Fund is used to account for Housing and Urban Development projects.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for financial resources that are to be used for by the county for various capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Exhibit F-1

Bradley County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

| | Special Revenue Funds | | | | |
|---|---|---|---|---|---|
| | Law Library | Public Library | Solid Waste / Sanitation | Drug Control | Agriculture Center |
| **ASSETS** | | | | | |
| Cash | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Equity in Pooled Cash and Investments | 35,802 | 191,812 | 1,664,876 | 166,812 | 190,521 |
| Accounts Receivable | 0 | 0 | 0 | 0 | 0 |
| Due from Other Governments | 0 | 63 | 0 | 0 | 0 |
| Due from Other Funds | 0 | 0 | 0 | 0 | 0 |
| Property Taxes Receivable | 0 | 666,821 | 0 | 0 | 0 |
| Allowance for Uncollectible Property Taxes | 0 | (18,858) | 0 | 0 | 0 |
| Notes Receivable - Long-term | 0 | 0 | 0 | 0 | 0 |
| Total Assets | $ 35,802 | $ 839,838 | $ 1,664,876 | $ 166,812 | $ 190,521 |
| **LIABILITIES** | | | | | |
| Due to Other Funds | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Total Liabilities | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | | |
| Deferred Current Property Taxes | $ 0 | $ 636,019 | $ 0 | $ 0 | $ 0 |
| Deferred Delinquent Property Taxes | 0 | 10,586 | 0 | 0 | 0 |
| Total Deferred Inflows of Resources | $ 0 | $ 646,605 | $ 0 | $ 0 | $ 0 |

(Continued)

Exhibit F-1

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

| | Special Revenue Funds | | | | |
|---|---|---|---|---|---|
| | Law Library | Public Library | Solid Waste / Sanitation | Drug Control | Agriculture Center |
| FUND BALANCES | | | | | |
| Restricted: | | | | | |
| Restricted for Administration of Justice | $ 35,802 | $ 0 | $ 0 | $ 0 | $ 0 |
| Restricted for Public Safety | 0 | 0 | 0 | 166,812 | 0 |
| Restricted for Social, Cultural, and Recreational Services | 0 | 193,233 | 0 | 0 | 0 |
| Restricted for Capital Outlay | 0 | 0 | 0 | 0 | 0 |
| Committed: | | | | | |
| Committed for General Government | 0 | 0 | 0 | 0 | 0 |
| Committed for Finance | 0 | 0 | 0 | 0 | 0 |
| Committed for Administration of Justice | 0 | 0 | 0 | 0 | 0 |
| Committed for Public Health and Welfare | 0 | 0 | 1,664,876 | 0 | 0 |
| Committed for Social, Cultural, and Recreational Services | 0 | 0 | 0 | 0 | 190,521 |
| Committed for Capital Outlay | 0 | 0 | 0 | 0 | 0 |
| Unassigned | 0 | 0 | 0 | 0 | 0 |
| Total Fund Balances | $ 35,802 | $ 193,233 | $ 1,664,876 | $ 166,812 | $ 190,521 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 35,802 | $ 839,838 | $ 1,664,876 | $ 166,812 | $ 190,521 |

(Continued)

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

| | Special Revenue Funds (Cont.) | | Capital Projects Funds | |
|---|---|---|---|---|
| | Constitu - tional Officers - Fees | Total | Community Development/ Industrial Park | HUD Grant Projects |
| **ASSETS** | | | | |
| Cash | $ 617,329 | $ 617,329 | $ 0 | $ 0 |
| Equity in Pooled Cash and Investments | 0 | 2,249,823 | 360,976 | 141,749 |
| Accounts Receivable | 7,038 | 7,038 | 0 | 150 |
| Due from Other Governments | 0 | 63 | 0 | 0 |
| Due from Other Funds | 0 | 0 | 0 | 0 |
| Property Taxes Receivable | 0 | 666,821 | 0 | 0 |
| Allowance for Uncollectible Property Taxes | 0 | (18,858) | 0 | 0 |
| Notes Receivable - Long-term | 0 | 0 | 0 | 33,132 |
| Total Assets | $ 624,367 | $ 3,522,216 | $ 360,976 | $ 175,031 |
| **LIABILITIES** | | | | |
| Due to Other Funds | $ 3,000 | $ 3,000 | $ 1,953,364 | $ 0 |
| Total Liabilities | $ 3,000 | $ 3,000 | $ 1,953,364 | $ 0 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | |
| Deferred Current Property Taxes | $ 0 | $ 636,019 | $ 0 | $ 0 |
| Deferred Delinquent Property Taxes | 0 | 10,586 | 0 | 0 |
| Total Deferred Inflows of Resources | $ 0 | $ 646,605 | $ 0 | $ 0 |

(Continued)

Exhibit F-1

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

| | Special Revenue Funds (Cont.) | | Capital Projects Funds | |
|---|---|---|---|---|
| FUND BALANCES | Constitu - tional Officers - Fees | Total | Community Development/ Industrial Park | HUD Grant Projects |
| Restricted: | | | | |
| Restricted for Administration of Justice | $ 0 | $ 35,802 | $ 0 | $ 0 |
| Restricted for Public Safety | 0 | 166,812 | 0 | 0 |
| Restricted for Social, Cultural, and Recreational Services | 0 | 193,233 | 0 | 0 |
| Restricted for Capital Outlay | 0 | 0 | 0 | 33,132 |
| Committed: | | | | |
| Committed for General Government | 115,644 | 115,644 | 0 | 0 |
| Committed for Finance | 401,791 | 401,791 | 0 | 0 |
| Committed for Administration of Justice | 103,932 | 103,932 | 0 | 0 |
| Committed for Public Health and Welfare | 0 | 1,664,876 | 0 | 0 |
| Committed for Social, Cultural, and Recreational Services | 0 | 190,521 | 0 | 0 |
| Committed for Capital Outlay | 0 | 0 | 0 | 141,899 |
| Unassigned | 0 | 0 | (1,592,388) | 0 |
| Total Fund Balances | $ 621,367 | $ 2,872,611 | $ (1,592,388) | $ 175,031 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 624,367 | $ 3,522,216 | $ 360,976 | $ 175,031 |

(Continued)

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

| | Capital Projects Funds (Cont.) | | |
|---|---|---|---|
| | Other Capital Projects | Total | Total Nonmajor Governmental Funds |
| **ASSETS** | | | |
| Cash | $ 0 | $ 0 | $ 617,329 |
| Equity in Pooled Cash and Investments | 2,399,064 | 2,901,789 | 5,151,612 |
| Accounts Receivable | 25,108 | 25,258 | 32,296 |
| Due from Other Governments | 93 | 93 | 156 |
| Due from Other Funds | 58,016 | 58,016 | 58,016 |
| Property Taxes Receivable | 1,146,548 | 1,146,548 | 1,813,369 |
| Allowance for Uncollectible Property Taxes | (32,426) | (32,426) | (51,284) |
| Notes Receivable - Long-term | 0 | 33,132 | 33,132 |
| Total Assets | $ 3,596,403 | $ 4,132,410 | $ 7,654,626 |
| **LIABILITIES** | | | |
| Due to Other Funds | $ 0 | $ 1,953,364 | $ 1,956,364 |
| Total Liabilities | $ 0 | $ 1,953,364 | $ 1,956,364 |
| **DEFERRED INFLOWS OF RESOURCES** | | | |
| Deferred Current Property Taxes | $ 1,093,586 | $ 1,093,586 | $ 1,729,605 |
| Deferred Delinquent Property Taxes | 18,202 | 18,202 | 28,788 |
| Total Deferred Inflows of Resources | $ 1,111,788 | $ 1,111,788 | $ 1,758,393 |

(Continued)

Exhibit F-1

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

| | Capital Projects Funds (Cont.) | | |
|---|---|---|---|
| | Other Capital Projects | Total | Total Nonmajor Governmental Funds |
| **FUND BALANCES** | | | |
| Restricted: | | | |
| Restricted for Administration of Justice | $ 0 | $ 0 | $ 35,802 |
| Restricted for Public Safety | 0 | 0 | 166,812 |
| Restricted for Social, Cultural, and Recreational Services | 0 | 0 | 193,233 |
| Restricted for Capital Outlay | 0 | 33,132 | 33,132 |
| Committed: | | | |
| Committed for General Government | 0 | 0 | 115,644 |
| Committed for Finance | 0 | 0 | 401,791 |
| Committed for Administration of Justice | 0 | 0 | 103,932 |
| Committed for Public Health and Welfare | 0 | 0 | 1,664,876 |
| Committed for Social, Cultural, and Recreational Services | 0 | 0 | 190,521 |
| Committed for Capital Outlay | 2,484,615 | 2,626,514 | 2,626,514 |
| Unassigned | 0 | (1,592,388) | (1,592,388) |
| Total Fund Balances | $ 2,484,615 | $ 1,067,258 | $ 3,939,869 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 3,596,403 | $ 4,132,410 | $ 7,654,626 |

Exhibit F-2

Bradley County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2022

| | Special Revenue Funds | | | | |
|---|---|---|---|---|---|
| | Law Library | Public Library | Solid Waste / Sanitation | Drug Control | Agriculture Center |
| **Revenues** | | | | | |
| Local Taxes | $ 725 | $ 733,320 | $ 0 | $ 0 | $ 322,987 |
| Fines, Forfeitures, and Penalties | 954 | 0 | 0 | 46,970 | 0 |
| Charges for Current Services | 8,512 | 0 | 200,000 | 0 | 0 |
| Other Local Revenues | 0 | 0 | 120 | 0 | 0 |
| State of Tennessee | 0 | 16,596 | 103,206 | 0 | 0 |
| Federal Government | 0 | 0 | 1,000,112 | 0 | 0 |
| Other Governments and Citizens Groups | 0 | 0 | 10,000 | 0 | 0 |
| Total Revenues | $ 10,191 | $ 749,916 | $ 1,313,438 | $ 46,970 | $ 322,987 |
| **Expenditures** | | | | | |
| Current: | | | | | |
| General Government | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Finance | 0 | 0 | 0 | 0 | 0 |
| Administration of Justice | 0 | 0 | 0 | 0 | 0 |
| Public Safety | 0 | 0 | 24,153 | 89,608 | 0 |
| Public Health and Welfare | 0 | 0 | 264,587 | 6,000 | 0 |
| Social, Cultural, and Recreational Services | 11,130 | 679,899 | 0 | 0 | 215,102 |
| Other Operations | 100 | 14,840 | 30,000 | 481 | 3,244 |
| Debt Service: | | | | | |
| Interest on Debt | 0 | 0 | 0 | 0 | 0 |
| Capital Projects | 0 | 0 | 0 | 0 | 0 |
| Total Expenditures | $ 11,230 | $ 694,739 | $ 318,740 | $ 96,089 | $ 218,346 |

(Continued)

Exhibit F-2

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

| | Special Revenue Funds | | | | |
|---|---|---|---|---|---|
| | Law Library | Public Library | Solid Waste / Sanitation | Drug Control | Agriculture Center |
| Excess (Deficiency) of Revenues Over Expenditures | $ (1,039) | $ 55,177 | $ 994,698 | $ (49,119) | $ 104,641 |
| Net Change in Fund Balances | $ (1,039) | $ 55,177 | $ 994,698 | $ (49,119) | $ 104,641 |
| Fund Balance, July 1, 2021 | 36,841 | 138,056 | 670,178 | 215,931 | 85,880 |
| Fund Balance, June 30, 2022 | $ 35,802 | $ 193,233 | $ 1,664,876 | $ 166,812 | $ 190,521 |

(Continued)

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

| | Special Revenue Funds (Cont.) | | Capital Projects Funds | |
|---|---|---|---|---|
| | Constitu - tional Officers - Fees | Total | Community Development/ Industrial Park | HUD Grant Projects |
| **Revenues** | | | | |
| Local Taxes | $ 0 | $ 1,057,032 | $ 413,207 | $ 0 |
| Fines, Forfeitures, and Penalties | 0 | 47,924 | 0 | 0 |
| Charges for Current Services | 2,224,978 | 2,433,490 | 0 | 0 |
| Other Local Revenues | 0 | 120 | 0 | 454 |
| State of Tennessee | 0 | 119,802 | 0 | 0 |
| Federal Government | 0 | 1,000,112 | 0 | 0 |
| Other Governments and Citizens Groups | 0 | 10,000 | 0 | 0 |
| Total Revenues | $ 2,224,978 | $ 4,668,480 | $ 413,207 | $ 454 |
| **Expenditures** | | | | |
| Current: | | | | |
| General Government | $ 421,166 | $ 421,166 | $ 0 | $ 0 |
| Finance | 1,659,838 | 1,659,838 | 0 | 0 |
| Administration of Justice | 264,042 | 264,042 | 0 | 0 |
| Public Safety | 0 | 113,761 | 0 | 0 |
| Public Health and Welfare | 0 | 270,587 | 0 | 0 |
| Social, Cultural, and Recreational Services | 0 | 906,131 | 0 | 0 |
| Other Operations | 0 | 48,665 | 4,855 | 3 |
| Debt Service: | | | | |
| Interest on Debt | 0 | 0 | 16,380 | 0 |
| Capital Projects | 0 | 0 | 0 | 0 |
| Total Expenditures | $ 2,345,046 | $ 3,684,190 | $ 21,235 | $ 3 |

(Continued)

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

| | Special Revenue Funds (Cont.) | | Capital Projects Funds | |
|---|---|---|---|---|
| | Constitu - tional Officers - Fees | Total | Community Development/ Industrial Park | HUD Grant Projects |
| Excess (Deficiency) of Revenues Over Expenditures | $ (120,068) | $ 984,290 | $ 391,972 | $ 451 |
| Net Change in Fund Balances | $ (120,068) | $ 984,290 | $ 391,972 | $ 451 |
| Fund Balance, July 1, 2021 | 741,435 | 1,888,321 | (1,984,360) | 174,580 |
| Fund Balance, June 30, 2022 | $ 621,367 | $ 2,872,611 | $ (1,592,388) | $ 175,031 |

(Continued)

Exhibit F-2

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

| | Capital Projects Funds (Cont.) | | |
|---|---|---|---|
| | Other Capital Projects | Total | Total Nonmajor Governmental Funds |
| Revenues | | | |
| Local Taxes | $ 1,146,226 | $ 1,559,433 | $ 2,616,465 |
| Fines, Forfeitures, and Penalties | 0 | 0 | 47,924 |
| Charges for Current Services | 0 | 0 | 2,433,490 |
| Other Local Revenues | 1,122,954 | 1,123,408 | 1,123,528 |
| State of Tennessee | 83,914 | 83,914 | 203,716 |
| Federal Government | 0 | 0 | 1,000,112 |
| Other Governments and Citizens Groups | 0 | 0 | 10,000 |
| Total Revenues | $ 2,353,094 | $ 2,766,755 | $ 7,435,235 |
| Expenditures | | | |
| Current: | | | |
| General Government | $ 0 | $ 0 | $ 421,166 |
| Finance | 0 | 0 | 1,659,838 |
| Administration of Justice | 0 | 0 | 264,042 |
| Public Safety | 0 | 0 | 113,761 |
| Public Health and Welfare | 0 | 0 | 270,587 |
| Social, Cultural, and Recreational Services | 0 | 0 | 906,131 |
| Other Operations | 24,109 | 28,967 | 77,632 |
| Debt Service: | | | |
| Interest on Debt | 0 | 16,380 | 16,380 |
| Capital Projects | 281,597 | 281,597 | 281,597 |
| Total Expenditures | $ 305,706 | $ 326,944 | $ 4,011,134 |

(Continued)

Exhibit F-2

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

| | Capital Projects Funds (Cont.) | | |
|---|---|---|---|
| | Other Capital Projects | Total | Total Nonmajor Governmental Funds |
| Excess (Deficiency) of Revenues Over Expenditures | $ 2,047,388 | $ 2,439,811 | $ 3,424,101 |
| Net Change in Fund Balances | $ 2,047,388 | $ 2,439,811 | $ 3,424,101 |
| Fund Balance, July 1, 2021 | 437,227 | (1,372,553) | 515,768 |
| Fund Balance, June 30, 2022 | $ 2,484,615 | $ 1,067,258 | $ 3,939,869 |

Exhibit F-3

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Law Library Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Local Taxes | $ 725 | $ 500 | $ 723 | $ 2 |
| Fines, Forfeitures, and Penalties | 954 | 900 | 900 | 54 |
| Charges for Current Services | 8,512 | 11,000 | 8,283 | 229 |
| Total Revenues | $ 10,191 | $ 12,400 | $ 9,906 | $ 285 |
| Expenditures | | | | |
| Social, Cultural, and Recreational Services | | | | |
| Libraries | $ 11,130 | $ 13,600 | $ 13,600 | $ 2,470 |
| Other Operations | | | | |
| Other Charges | 100 | 150 | 150 | 50 |
| Total Expenditures | $ 11,230 | $ 13,750 | $ 13,750 | $ 2,520 |
| Excess (Deficiency) of Revenues Over Expenditures | $ (1,039) | $ (1,350) | $ (3,844) | $ 2,805 |
| Net Change in Fund Balance | $ (1,039) | $ (1,350) | $ (3,844) | $ 2,805 |
| Fund Balance, July 1, 2021 | 36,841 | 34,618 | 34,618 | 2,223 |
| Fund Balance, June 30, 2022 | $ 35,802 | $ 33,268 | $ 30,774 | $ 5,028 |

Exhibit F-4

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Public Library Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Local Taxes | $ 733,320 | $ 728,411 | $ 733,211 | $ 109 |
| State of Tennessee | 16,596 | 0 | 12,447 | 4,149 |
| Total Revenues | $ 749,916 | $ 728,411 | $ 745,658 | $ 4,258 |
| Expenditures | | | | |
| Social, Cultural, and Recreational Services | | | | |
| Libraries | $ 679,899 | $ 679,900 | $ 679,900 | $ 1 |
| Other Operations | | | | |
| Other Charges | 14,840 | 15,500 | 15,500 | 660 |
| Total Expenditures | $ 694,739 | $ 695,400 | $ 695,400 | $ 661 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 55,177 | $ 33,011 | $ 50,258 | $ 4,919 |
| Net Change in Fund Balance | $ 55,177 | $ 33,011 | $ 50,258 | $ 4,919 |
| Fund Balance, July 1, 2021 | 138,056 | 130,622 | 130,622 | 7,434 |
| Fund Balance, June 30, 2022 | $ 193,233 | $ 163,633 | $ 180,880 | $ 12,353 |

Bradley 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, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Charges for Current Services | $ 200,000 | $ 0 | $ 0 | $ 200,000 | $ 200,000 | $ 200,000 | $ 0 |
| Other Local Revenues | 120 | 0 | 0 | 120 | 0 | 120 | 0 |
| State of Tennessee | 103,206 | 0 | 0 | 103,206 | 65,000 | 139,492 | (36,286) |
| Federal Government | 1,000,112 | 0 | 0 | 1,000,112 | 0 | 1,036,157 | (36,045) |
| Other Governments and Citizens Groups | 10,000 | 0 | 0 | 10,000 | 10,000 | 10,000 | 0 |
| Total Revenues | $ 1,313,438 | $ 0 | $ 0 | $ 1,313,438 | $ 275,000 | $ 1,385,769 | $ (72,331) |
| Expenditures | | | | | | | |
| Public Safety | | | | | | | |
| Disaster Relief | $ 24,153 | $ 0 | $ 0 | $ 24,153 | $ 0 | $ 36,045 | $ 11,892 |
| Public Health and Welfare | | | | | | | |
| Other Waste Collection | 65,000 | 0 | 0 | 65,000 | 65,000 | 65,000 | 0 |
| Recycling Center | 108,087 | (21,601) | 39,527 | 126,013 | 129,057 | 129,057 | 3,044 |
| Other Public Health and Welfare | 91,500 | 0 | 0 | 91,500 | 95,000 | 95,000 | 3,500 |
| Other Operations | | | | | | | |
| Other Charges | 2,000 | 0 | 0 | 2,000 | 700 | 2,000 | 0 |
| Contributions to Other Agencies | 28,000 | 0 | 0 | 28,000 | 28,000 | 28,000 | 0 |
| Total Expenditures | $ 318,740 | $ (21,601) | $ 39,527 | $ 336,666 | $ 317,757 | $ 355,102 | $ 18,436 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 994,698 | $ 21,601 | $ (39,527) | $ 976,772 | $ (42,757) | $ 1,030,667 | $ (53,895) |
| Net Change in Fund Balance | $ 994,698 | $ 21,601 | $ (39,527) | $ 976,772 | $ (42,757) | $ 1,030,667 | $ (53,895) |
| Fund Balance, July 1, 2021 | 670,178 | (21,601) | 0 | 648,577 | 681,272 | 681,272 | (32,695) |
| Fund Balance, June 30, 2022 | $ 1,664,876 | $ 0 | $ (39,527) | $ 1,625,349 | $ 638,515 | $ 1,711,939 | $ (86,590) |

Exhibit F-6

Bradley 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, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Fines, Forfeitures, and Penalties | $ 46,970 | $ 0 | $ 0 | $ 46,970 | $ 63,100 | $ 44,011 | $ 2,959 |
| Total Revenues | $ 46,970 | $ 0 | $ 0 | $ 46,970 | $ 63,100 | $ 44,011 | $ 2,959 |
| Expenditures | | | | | | | |
| Public Safety | | | | | | | |
| Sheriff's Department | $ 47,716 | $ (25,830) | $ 2,413 | $ 24,299 | $ 23,000 | $ 34,600 | $ 10,301 |
| Drug Enforcement | 41,892 | (1,000) | 3,500 | 44,392 | 63,500 | 51,900 | 7,508 |
| Public Health and Welfare | | | | | | | |
| Alcohol and Drug Programs | 6,000 | 0 | 0 | 6,000 | 6,100 | 6,100 | 100 |
| Other Operations | | | | | | | |
| Other Charges | 481 | 0 | 0 | 481 | 1,500 | 1,500 | 1,019 |
| Total Expenditures | $ 96,089 | $ (26,830) | $ 5,913 | $ 75,172 | $ 94,100 | $ 94,100 | $ 18,928 |
| Excess (Deficiency) of Revenues Over Expenditures | $ (49,119) | $ 26,830 | $ (5,913) | $ (28,202) | $ (31,000) | $ (50,089) | $ 21,887 |
| Net Change in Fund Balance | $ (49,119) | $ 26,830 | $ (5,913) | $ (28,202) | $ (31,000) | $ (50,089) | $ 21,887 |
| Fund Balance, July 1, 2021 | 215,931 | (26,830) | 0 | 189,101 | 202,489 | 202,489 | (13,388) |
| Fund Balance, June 30, 2022 | $ 166,812 | $ 0 | $ (5,913) | $ 160,899 | $ 171,489 | $ 152,400 | $ 8,499 |

Exhibit F-7

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Agriculture Center Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Local Taxes | $ 322,987 | $ 235,000 | $ 313,935 | $ 9,052 |
| Total Revenues | $ 322,987 | $ 235,000 | $ 313,935 | $ 9,052 |
| Expenditures | | | | |
| Social, Cultural, and Recreational Services | | | | |
| Other Social, Cultural, and Recreational | $ 215,102 | $ 253,075 | $ 252,516 | $ 37,414 |
| Other Operations | | | | |
| Other Charges | 3,244 | 2,500 | 3,244 | 0 |
| Total Expenditures | $ 218,346 | $ 255,575 | $ 255,760 | $ 37,414 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 104,641 | $ (20,575) | $ 58,175 | $ 46,466 |
| Net Change in Fund Balance | $ 104,641 | $ (20,575) | $ 58,175 | $ 46,466 |
| Fund Balance, July 1, 2021 | 85,880 | 59,706 | 59,706 | 26,174 |
| Fund Balance, June 30, 2022 | $ 190,521 | $ 39,131 | $ 117,881 | $ 72,640 |

Exhibit F-8

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Community Development/Industrial Park Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Local Taxes | $ 413,207 | $ 300,000 | $ 406,040 | $ 7,167 |
| Total Revenues | $ 413,207 | $ 300,000 | $ 406,040 | $ 7,167 |
| Expenditures | | | | |
| Other Operations | | | | |
| Industrial Development | $ 705 | $ 213,632 | $ 705 | $ 0 |
| Other Charges | 4,150 | 4,000 | 4,150 | 0 |
| Interest on Debt | | | | |
| General Government | 16,380 | 0 | 16,380 | 0 |
| Total Expenditures | $ 21,235 | $ 217,632 | $ 21,235 | $ 0 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 391,972 | $ 82,368 | $ 384,805 | $ 7,167 |
| Other Financing Sources (Uses) | | | | |
| Transfers Out | $ 0 | $ (250,000) | $ (233,620) | $ 233,620 |
| Total Other Financing Sources | $ 0 | $ (250,000) | $ (233,620) | $ 233,620 |
| Net Change in Fund Balance | $ 391,972 | $ (167,632) | $ 151,185 | $ 240,787 |
| Fund Balance, July 1, 2021 | (1,984,360) | 173,144 | 173,144 | (2,157,504) |
| Fund Balance, June 30, 2022 | $ (1,592,388) | $ 5,512 | $ 324,329 | $ (1,916,717) |

Exhibit F-9

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other Capital Projects Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Local Taxes | $ 1,146,226 | $ 0 | $ 0 | $ 1,146,226 | $ 1,236,257 | $ 1,141,403 | $ 4,823 |
| Other Local Revenues | 1,122,954 | 0 | 0 | 1,122,954 | 1,100,000 | 1,064,923 | 58,031 |
| State of Tennessee | 83,914 | 0 | 0 | 83,914 | 15,000 | 19,424 | 64,490 |
| Total Revenues | $ 2,353,094 | $ 0 | $ 0 | $ 2,353,094 | $ 2,351,257 | $ 2,225,750 | $ 127,344 |
| Expenditures | | | | | | | |
| Other Operations | | | | | | | |
| Other Charges | $ 24,109 | $ 0 | $ 0 | $ 24,109 | $ 35,000 | $ 24,606 | $ 497 |
| Capital Projects | | | | | | | |
| Other General Government Projects | 281,597 | (29) | 820,000 | 1,101,568 | 1,080,000 | 1,101,600 | 32 |
| Total Expenditures | $ 305,706 | $ (29) | $ 820,000 | $ 1,125,677 | $ 1,115,000 | $ 1,126,206 | $ 529 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 2,047,388 | $ 29 | $ (820,000) | $ 1,227,417 | $ 1,236,257 | $ 1,099,544 | $ 127,873 |
| Net Change in Fund Balance | $ 2,047,388 | $ 29 | $ (820,000) | $ 1,227,417 | $ 1,236,257 | $ 1,099,544 | $ 127,873 |
| Fund Balance, July 1, 2021 | 437,227 | (29) | 0 | 437,198 | 372,262 | 372,262 | 64,936 |
| Fund Balance, June 30, 2022 | $ 2,484,615 | $ 0 | $ (820,000) | $ 1,664,615 | $ 1,608,519 | $ 1,471,806 | $ 192,809 |

# 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 G

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Local Taxes | $ 8,375,665 | $ 8,420,680 | $ 8,357,216 | $ 18,449 |
| Other Local Revenues | 96,355 | 2,000 | 96,355 | 0 |
| State of Tennessee | 189,549 | 180,000 | 142,162 | 47,387 |
| Other Governments and Citizens Groups | 1,059,921 | 0 | 1,059,921 | 0 |
| Total Revenues | $ 9,721,490 | $ 8,602,680 | $ 9,655,654 | $ 65,836 |
| Expenditures | | | | |
| Other Operations | | | | |
| Other Charges | $ 169,672 | $ 186,200 | $ 183,700 | $ 14,028 |
| Principal on Debt | | | | |
| General Government | 1,177,053 | 1,261,943 | 1,357,584 | 180,531 |
| Education | 5,524,093 | 4,792,947 | 5,524,093 | 0 |
| Interest on Debt | | | | |
| General Government | 281,432 | 347,453 | 443,808 | 162,376 |
| Education | 1,740,706 | 1,944,641 | 2,273,416 | 532,710 |
| Other Debt Service | | | | |
| General Government | 157,716 | 260,000 | 372,359 | 214,643 |
| Education | 148,794 | 340,000 | 340,000 | 191,206 |
| Total Expenditures | $ 9,199,466 | $ 9,133,184 | $ 10,494,960 | $ 1,295,494 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 522,024 | $ (530,504) | $ (839,306) | $ 1,361,330 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | $ 212,013 | $ 212,013 | $ 212,013 | $ 0 |
| Total Other Financing Sources | $ 212,013 | $ 212,013 | $ 212,013 | $ 0 |
| Net Change in Fund Balance | $ 734,037 | $ (318,491) | $ (627,293) | $ 1,361,330 |
| Fund Balance, July 1, 2021 | 13,979,968 | 10,864,748 | 10,864,748 | 3,115,220 |
| Fund Balance, June 30, 2022 | $ 14,714,005 | $ 10,546,257 | $ 10,237,455 | $ 4,476,550 |

# 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 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.

City School ADA - Cleveland Fund – The City School ADA - Cleveland 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.

Cities - Mixed Drink Tax in Litigation Fund – The Cities - Mixed Drink Tax in Litigation Fund is used to account for mixed drink tax proceeds received subsequent to March 2014. The city of Cleveland had asked for a ruling from the court as to how the proceeds are to be prorated between Bradley County and the cities. The county trustee is holding these proceeds until a ruling is made.

City of Charleston Property Tax Fund – The City of Charleston Property Tax Fund is used to account for property taxes collected by the county trustee on behalf of the city of Charleston. These collections are remitted to the city on a monthly basis.

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, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

Exhibit H-1

Bradley County, Tennessee
Combining Statement of Net Position
Custodial Funds
June 30, 2022

| | Custodial Funds | | | | |
|---|---|---|---|---|---|
| | Cities - Sales Tax | City School ADA - Cleveland | Cities - Mixed Drink Tax In Litigation | Constitu - tional Officers - Custodial | Total |
| **ASSETS** | | | | | |
| Cash | $ 0 | $ 0 | $ 0 | $ 9,810,050 | $ 9,810,050 |
| Equity in Pooled Cash and Investments | 0 | 11,880 | 25,208 | 0 | 37,088 |
| Accounts Receivable | 0 | 0 | 0 | 7,780 | 7,780 |
| Due from Other Governments | 3,229,094 | 1,671,829 | 164 | 0 | 4,901,087 |
| Property Taxes Receivable | 0 | 7,500,904 | 0 | 0 | 7,500,904 |
| Allowance for Uncollectible Property Taxes | 0 | (178,988) | 0 | 0 | (178,988) |
| Total Assets | $ 3,229,094 | $ 9,005,625 | $ 25,372 | $ 9,817,830 | $ 22,077,921 |
| **LIABILITIES** | | | | | |
| Due to Other Taxing Units | $ 3,229,094 | $ 1,739,175 | $ 0 | $ 0 | $ 4,968,269 |
| Total Liabilities | $ 3,229,094 | $ 1,739,175 | $ 0 | $ 0 | $ 4,968,269 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | | |
| Deferred Current Property Taxes | $ 0 | $ 7,266,450 | $ 0 | $ 0 | $ 7,266,450 |
| Total Deferred Inflows of Resources | $ 0 | $ 7,266,450 | $ 0 | $ 0 | $ 7,266,450 |
| **NET POSITION** | | | | | |
| Restricted for Individuals, Organizations, and Other Governments | $ 0 | $ 0 | $ 25,372 | $ 9,817,830 | $ 9,843,202 |
| Total Net Position | $ 0 | $ 0 | $ 25,372 | $ 9,817,830 | $ 9,843,202 |

Exhibit H-2

Bradley County, Tennessee
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2022

| | Custodial Funds | | | | | |
|---|---|---|---|---|---|---|
| | Cities - Sales Tax | City School ADA - Cleveland | Cities - Mixed Drink Tax In Litigation | City of Charleston Property Tax | Constitu - tional Officers - Custodial | Total |
| Additions | | | | | | |
| Sales Tax Collections for Other Governments | $ 18,285,513 | $ 0 | $ 0 | $ 0 | $ 0 | $ 18,285,513 |
| Property Tax Collections for Other Governments | 0 | 0 | 0 | 85,060 | 0 | 85,060 |
| ADA - Educational Funds Collected for Cities | 0 | 16,640,084 | 0 | 0 | 0 | 16,640,084 |
| Miscellaneous | 0 | 0 | 1,499 | 0 | 0 | 1,499 |
| Fines/Fees and Other Collections | 0 | 0 | 0 | 0 | 31,752,429 | 31,752,429 |
| Total Additions | $ 18,285,513 | $ 16,640,084 | $ 1,499 | $ 85,060 | $ 31,752,429 | $ 66,764,585 |
| Deductions | | | | | | |
| Payment of Sales Tax Collections for Other Governments | $ 18,285,513 | $ 0 | $ 0 | $ 0 | $ 0 | $ 18,285,513 |
| Payment of Property Tax Collections for Other Governments | 0 | 0 | 0 | 85,060 | 0 | 85,060 |
| Payments to City School Systems | 0 | 16,640,084 | 0 | 0 | 0 | 16,640,084 |
| Payments to State | 0 | 0 | 0 | 0 | 13,738,769 | 13,738,769 |
| Payments to County/City | 0 | 0 | 0 | 0 | 8,658,305 | 8,658,305 |
| Payments to Individuals and Others | 0 | 0 | 0 | 0 | 9,146,301 | 9,146,301 |
| Total Deductions | $ 18,285,513 | $ 16,640,084 | $ 0 | $ 85,060 | $ 31,543,375 | $ 66,554,032 |
| Change in Net Position | $ 0 | $ 0 | $ 1,499 | $ 0 | $ 209,054 | $ 210,553 |
| Net Position July 1, 2021 | 0 | 0 | 23,873 | 0 | 9,608,776 | 9,632,649 |
| Net Position June 30, 2022 | $ 0 | $ 0 | $ 25,372 | $ 0 | $ 9,817,830 | $ 9,843,202 |

# Bradley County School Department

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

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

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

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

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 funds contributed from Bradley County for building construction and renovations of the school department.

Exhibit I-1

Bradley County, Tennessee
Statement of Activities
Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

| Functions/Programs | Expenses | Program Revenues: Charges for Services | Program Revenues: Operating Grants and Contributions | Program Revenues: Capital Grants and Contributions | Net (Expense) Revenue and Changes in Net Position: Total Governmental Activities |
|---|---|---|---|---|---|
| Governmental Activities: | | | | | |
| Instruction | $ 51,662,198 | $ 172,246 | $ 18,029,895 | $ 1,047,290 | $ (32,412,767) |
| Support Services | 29,740,722 | 0 | 7,912,476 | 0 | (21,828,246) |
| Operation of Non-instructional Services | 11,712,687 | 603,427 | 9,185,271 | 0 | (1,923,989) |
| Total Governmental Activities | $ 93,115,607 | $ 775,673 | $ 35,127,642 | $ 1,047,290 | $ (56,165,002) |
| General Revenues: | | | | | |
| Taxes: | | | | | |
| Property Taxes Levied for General Purposes | | | | | $ 13,131,901 |
| Local Option Sales Taxes | | | | | 17,220,901 |
| Other Local Taxes | | | | | 2,572 |
| Grants and Contributions Not Restricted to Specific Programs | | | | | 54,961,671 |
| Unrestricted Investment Earnings | | | | | 27,762 |
| Gain on Investments | | | | | (48,591) |
| Miscellaneous | | | | | 78,146 |
| Total General Revenues | | | | | $ 85,374,362 |
| Change in Net Position | | | | | $ 29,209,360 |
| Net Position, July 1, 2021 | | | | | 101,564,744 |
| Net Position, June 30, 2022 | | | | | $ 130,774,104 |

Exhibit I-2

Bradley County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Bradley County School Department
June 30, 2022

| | Major Funds | | | | Nonmajor Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Education Capital Projects | Internal School | Total Governmental Funds |
| **ASSETS** | | | | | | |
| Cash | $ 0 | $ 0 | $ 2,320 | $ 0 | $ 2,332,211 | $ 2,334,531 |
| Equity in Pooled Cash and Investments | 17,794,848 | 1,096,327 | 5,562,731 | 2,102,601 | 0 | 26,556,507 |
| Accounts Receivable | 14,650 | 0 | 0 | 1,087 | 0 | 15,737 |
| Due from Other Governments | 4,555,173 | 2,686,374 | 0 | 0 | 0 | 7,241,547 |
| Due from Other Funds | 23,240 | 27,672 | 0 | 2,002,244 | 0 | 2,053,156 |
| Property Taxes Receivable | 11,480,376 | 0 | 0 | 0 | 0 | 11,480,376 |
| Allowance for Uncollectible Property Taxes | (160,802) | 0 | 0 | 0 | 0 | (160,802) |
| Restricted Assets | 1,040,705 | 0 | 0 | 0 | 0 | 1,040,705 |
| Total Assets | $ 34,748,190 | $ 3,810,373 | $ 5,565,051 | $ 4,105,932 | $ 2,332,211 | $ 50,561,757 |
| **LIABILITIES** | | | | | | |
| Accounts Payable | $ 383,951 | $ 484,486 | $ 0 | $ 1,110,277 | $ 18,063 | $ 1,996,777 |
| Accrued Payroll | 7,278,477 | 617,782 | 0 | 0 | 0 | 7,896,259 |
| Payroll Deductions Payable | 1,159,168 | 86,505 | 46,318 | 0 | 0 | 1,291,991 |
| Due to Other Funds | 27,672 | 2,021,278 | 2,000 | 0 | 0 | 2,050,950 |
| Due to Primary Government | 66,379 | 0 | 0 | 0 | 0 | 66,379 |
| Total Liabilities | $ 8,915,647 | $ 3,210,051 | $ 48,318 | $ 1,110,277 | $ 18,063 | $ 13,302,356 |
| **DEFERRED INFLOWS OF RESOURCES** | | | | | | |
| Deferred Current Property Taxes | $ 11,090,946 | $ 0 | $ 0 | $ 0 | $ 0 | $ 11,090,946 |
| Deferred Delinquent Property Taxes | 212,774 | 0 | 0 | 0 | 0 | 212,774 |
| Other Deferred/Unavailable Revenue | 1,254,153 | 0 | 0 | 0 | 0 | 1,254,153 |
| Total Deferred Inflows of Resources | $ 12,557,873 | $ 0 | $ 0 | $ 0 | $ 0 | $ 12,557,873 |

(Continued)

Exhibit I-2

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

| | Major Funds | | | | Nonmajor Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Education Capital Projects | Internal School | Total Governmental Funds |
| FUND BALANCES | | | | | | |
| Restricted: | | | | | | |
| Restricted for Education | $ 642,876 | $ 322 | $ 5,516,733 | $ 0 | $ 2,314,148 | $ 8,474,079 |
| Restricted for Capital Projects | 0 | 0 | 0 | 2,995,655 | 0 | 2,995,655 |
| Restricted for Hybrid Retirement Stabilization Funds | 1,040,705 | 0 | 0 | 0 | 0 | 1,040,705 |
| Committed: | | | | | | |
| Committed for Education | 0 | 600,000 | 0 | 0 | 0 | 600,000 |
| Assigned: | | | | | | |
| Assigned for Education | 13,267 | 0 | 0 | 0 | 0 | 13,267 |
| Unassigned | 11,577,822 | 0 | 0 | 0 | 0 | 11,577,822 |
| Total Fund Balances | $ 13,274,670 | $ 600,322 | $ 5,516,733 | $ 2,995,655 | $ 2,314,148 | $ 24,701,528 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 34,748,190 | $ 3,810,373 | $ 5,565,051 | $ 4,105,932 | $ 2,332,211 | $ 50,561,757 |

Exhibit I-3

Bradley County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Bradley County School Department
June 30, 2022

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

| | | |
|---|---|---|
| Total fund balances - balance sheet - governmental funds (Exhibit I-2) | | $ 24,701,528 |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | |
| Add: land | $ 1,699,307 | |
| Add: construction in progress | 28,330,571 | |
| Add: buildings and improvements net of accumulated depreciation | 77,762,964 | |
| Add: other capital assets net of accumulated depreciation | 3,329,474 | 111,122,316 |
| (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 | $ (12,869,915) | |
| Less: other postemployment benefits liability | (19,219,617) | (32,089,532) |
| (3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years. | | |
| Add: deferred outflows of resources related to pensions | $ 17,951,730 | |
| Less: deferred inflows of resources related to pensions | (42,035,210) | |
| Add: deferred outflows of resources related to OPEB | 4,941,650 | |
| Less: deferred inflows of resources related to OPEB | (2,706,089) | (21,847,919) |
| (4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds. | | |
| Add: net pension asset - public employee retirement plan | $ 64,150 | |
| Add: net pension asset - public employee legacy pension plan | 4,279,204 | |
| Add: net pension asset - teacher retirement plan | 876,520 | |
| Add: net pension asset - teacher legacy pension plan | 42,200,910 | 47,420,784 |
| (5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds. | | 1,466,927 |
| Net position of governmental activities (Exhibit A) | | $ 130,774,104 |

Exhibit I-4

Bradley County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

| | Major Funds | | | | Nonmajor Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Education Capital Projects | Internal School | Total Governmental Funds |
| Revenues | | | | | | |
| Local Taxes | $ 30,379,403 | $ 0 | $ 0 | $ 0 | $ 0 | $ 30,379,403 |
| Licenses and Permits | 5,804 | 0 | 0 | 0 | 0 | 5,804 |
| Charges for Current Services | 2,906 | 0 | 604,060 | 0 | 0 | 606,966 |
| Other Local Revenues | 241,010 | 0 | 10,496 | 1,023,811 | 3,651,189 | 4,926,506 |
| State of Tennessee | 56,144,862 | 0 | 0 | 0 | 0 | 56,144,862 |
| Federal Government | 960,671 | 20,681,493 | 8,490,857 | 0 | 0 | 30,133,021 |
| Other Governments and Citizens Groups | 16,600 | 0 | 0 | 0 | 0 | 16,600 |
| Total Revenues | $ 87,751,256 | $ 20,681,493 | $ 9,105,413 | $ 1,023,811 | $ 3,651,189 | $ 122,213,162 |
| Expenditures | | | | | | |
| Current: | | | | | | |
| Instruction | $ 51,649,752 | $ 4,840,903 | $ 0 | $ 0 | $ 0 | $ 56,490,655 |
| Support Services | 27,158,847 | 4,087,970 | 0 | 0 | 0 | 31,246,817 |
| Operation of Non-Instructional Services | 1,905,976 | 0 | 6,448,840 | 0 | 3,350,819 | 11,705,635 |
| Capital Outlay | 5,104,181 | 885,463 | 0 | 0 | 0 | 5,989,644 |
| Capital Projects | 0 | 0 | 0 | 16,309,934 | 0 | 16,309,934 |
| Total Expenditures | $ 85,818,756 | $ 9,814,336 | $ 6,448,840 | $ 16,309,934 | $ 3,350,819 | $ 121,742,685 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 1,932,500 | $ 10,867,157 | $ 2,656,573 | $ (15,286,123) | $ 300,370 | $ 470,477 |
| Other Financing Sources (Uses) | | | | | | |
| Proceeds from Sale of Capital Assets | $ 825 | $ 0 | $ 0 | $ 0 | $ 0 | $ 825 |
| Transfers In | 44,361 | 0 | 50,000 | 13,274,199 | 0 | 13,368,560 |
| Transfers Out | (2,500,000) | (10,868,560) | 0 | 0 | 0 | (13,368,560) |
| Total Other Financing Sources (Uses) | $ (2,454,814) | $ (10,868,560) | $ 50,000 | $ 13,274,199 | $ 0 | $ 825 |

(Continued)

Exhibit I-4

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

| | Major Funds | | | | Nonmajor Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Education Capital Projects | Internal School | Total Governmental Funds |
| Net Change in Fund Balances | $ (522,314) | $ (1,403) | $ 2,706,573 | $ (2,011,924) | $ 300,370 | $ 471,302 |
| Fund Balance, July 1, 2021 | 13,796,984 | 601,725 | 2,810,160 | 5,007,579 | 2,013,778 | 24,230,226 |
| Fund Balance, June 30, 2022 | $ 13,274,670 | $ 600,322 | $ 5,516,733 | $ 2,995,655 | $ 2,314,148 | $ 24,701,528 |

Exhibit I-5

Bradley County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

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

| | | |
|---|---|---|
| Net change in fund balances - total governmental funds (Exhibit I-4) | | $ 471,302 |
| (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 | $ 21,926,490 | |
| Less: current-year depreciation expense | (4,122,689) | 17,803,801 |
| (2) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds. | | |
| Add: deferred delinquent property taxes and other deferred June 30, 2022 | $ 1,466,927 | |
| Less: deferred delinquent property taxes and other deferred June 30, 2021 | (1,404,691) | 62,236 |
| (3) The contributions of long-term debt (e.g., notes, bonds, leases) 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 capital leases to primary government | | 731,146 |
| (4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. | | |
| Change in net pension asset - public employee retirement plan | $ 52,965 | |
| Change in net pension asset - public employee legacy pension plan | 3,321,315 | |
| Change in net pension asset - teacher retirement plan | 429,505 | |
| Change in net pension asset - teacher legacy pension plan | 34,667,691 | |
| Change in deferred outflows related to pensions | 10,451,281 | |
| Change in deferred inflows related to pensions | (37,952,039) | |
| Change in OPEB liability | (54,610) | |
| Change in deferred outflows related to OPEB | (587,180) | |
| Change in deferred inflows related to OPEB | (188,053) | 10,140,875 |
| Change in net position of governmental activities (Exhibit B) | | $ 29,209,360 |

Exhibit I-6

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bradley County School Department
General Purpose School Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Local Taxes | $ 30,379,403 | $ 0 | $ 0 | $ 30,379,403 | $ 28,235,241 | $ 28,235,241 | $ 2,144,162 |
| Licenses and Permits | 5,804 | 0 | 0 | 5,804 | 5,458 | 5,458 | 346 |
| Charges for Current Services | 2,906 | 0 | 0 | 2,906 | 2,825 | 2,825 | 81 |
| Other Local Revenues | 241,010 | 0 | 0 | 241,010 | 68,000 | 206,904 | 34,106 |
| State of Tennessee | 56,144,862 | 0 | 0 | 56,144,862 | 53,652,972 | 56,486,789 | (341,927) |
| Federal Government | 960,671 | 0 | 0 | 960,671 | 106,945 | 1,442,578 | (481,907) |
| Other Governments and Citizens Groups | 16,600 | 0 | 0 | 16,600 | 16,600 | 16,600 | 0 |
| Total Revenues | $ 87,751,256 | $ 0 | $ 0 | $ 87,751,256 | $ 82,088,041 | $ 86,396,395 | $ 1,354,861 |
| Expenditures | | | | | | | |
| Instruction | | | | | | | |
| Regular Instruction Program | $ 43,231,389 | $ 0 | $ 0 | $ 43,231,389 | $ 43,999,232 | $ 45,412,769 | $ 2,181,380 |
| Special Education Program | 5,027,944 | 0 | 0 | 5,027,944 | 5,392,627 | 5,526,863 | 498,919 |
| Career and Technical Education Program | 3,390,419 | 0 | 3,500 | 3,393,919 | 3,525,412 | 3,579,999 | 186,080 |
| Support Services | | | | | | | |
| Attendance | 221,250 | 0 | 0 | 221,250 | 225,392 | 228,220 | 6,970 |
| Health Services | 916,509 | 0 | 0 | 916,509 | 959,767 | 1,015,850 | 99,341 |
| Other Student Support | 3,866,791 | 0 | 0 | 3,866,791 | 4,043,801 | 4,095,404 | 228,613 |
| Regular Instruction Program | 2,406,279 | 0 | 0 | 2,406,279 | 2,543,047 | 2,599,637 | 193,358 |
| Special Education Program | 1,061,023 | 0 | 0 | 1,061,023 | 1,028,586 | 1,182,629 | 121,606 |
| Career and Technical Education Program | 289,011 | 0 | 0 | 289,011 | 342,932 | 344,956 | 55,945 |
| Technology | 933,772 | (7,482) | 0 | 926,290 | 1,046,399 | 995,450 | 69,160 |
| Other Programs | 381,543 | 0 | 0 | 381,543 | 0 | 381,543 | 0 |
| Board of Education | 911,071 | 0 | 0 | 911,071 | 1,022,366 | 1,022,365 | 111,294 |
| Director of Schools | 342,591 | 0 | 0 | 342,591 | 370,313 | 371,489 | 28,898 |
| Office of the Principal | 4,525,281 | 0 | 0 | 4,525,281 | 4,626,250 | 4,662,169 | 136,888 |
| Fiscal Services | 318,139 | 0 | 0 | 318,139 | 405,273 | 407,636 | 89,497 |
| Human Services/Personnel | 245,987 | 0 | 0 | 245,987 | 261,104 | 262,870 | 16,883 |
| Operation of Plant | 6,552,138 | 0 | 0 | 6,552,138 | 6,012,397 | 6,913,485 | 361,347 |

(Continued)

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Expenditures (Cont.) | | | | | | | |
| Support Services (Cont.) | | | | | | | |
| Maintenance of Plant | $ 1,289,464 | $ 0 | $ 0 | $ 1,289,464 | $ 1,420,418 | $ 1,428,815 | $ 139,351 |
| Transportation | 2,897,998 | 0 | 0 | 2,897,998 | 2,693,434 | 3,050,389 | 152,391 |
| Operation of Non-Instructional Services | | | | | | | |
| Food Service | 129,038 | 0 | 0 | 129,038 | 118,189 | 159,094 | 30,056 |
| Community Services | 574,585 | 0 | 0 | 574,585 | 0 | 632,832 | 58,247 |
| Early Childhood Education | 1,202,353 | 0 | 0 | 1,202,353 | 0 | 1,202,355 | 2 |
| Capital Outlay | | | | | | | |
| Regular Capital Outlay | 5,104,181 | (19,767) | 9,767 | 5,094,181 | 2,100,000 | 5,325,451 | 231,270 |
| Total Expenditures | $ 85,818,756 | $ (27,249) | $ 13,267 | $ 85,804,774 | $ 82,136,939 | $ 90,802,270 | $ 4,997,496 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 1,932,500 | $ 27,249 | $ (13,267) | $ 1,946,482 | $ (48,898) | $ (4,405,875) | $ 6,352,357 |
| Other Financing Sources (Uses) | | | | | | | |
| Proceeds from Sale of Capital Assets | $ 825 | $ 0 | $ 0 | $ 825 | $ 0 | $ 0 | $ 825 |
| Transfers In | 44,361 | 0 | 0 | 44,361 | 48,900 | 48,900 | (4,539) |
| Transfers Out | (2,500,000) | 0 | 0 | (2,500,000) | 0 | (2,500,000) | 0 |
| Total Other Financing Sources | $ (2,454,814) | $ 0 | $ 0 | $ (2,454,814) | $ 48,900 | $ (2,451,100) | $ (3,714) |
| Net Change in Fund Balance | $ (522,314) | $ 27,249 | $ (13,267) | $ (508,332) | $ 2 | $ (6,856,975) | $ 6,348,643 |
| Fund Balance, July 1, 2021 | 13,796,984 | (27,249) | 0 | 13,769,735 | 7,851,455 | 7,851,455 | 5,918,280 |
| Fund Balance, June 30, 2022 | $ 13,274,670 | $ 0 | $ (13,267) | $ 13,261,403 | $ 7,851,457 | $ 994,480 | $ 12,266,923 |

Exhibit I-7

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bradley County School Department
School Federal Projects Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|
| Revenues | | | | | | |
| Federal Government | $ 20,681,493 | $ 0 | $ 20,681,493 | $ 20,880,841 | $ 30,739,445 | $ (10,057,952) |
| Total Revenues | $ 20,681,493 | $ 0 | $ 20,681,493 | $ 20,880,841 | $ 30,739,445 | $ (10,057,952) |
| Expenditures | | | | | | |
| Instruction | | | | | | |
| Regular Instruction Program | $ 2,576,288 | $ (1,449) | $ 2,574,839 | $ 4,172,519 | $ 4,130,482 | $ 1,555,643 |
| Special Education Program | 1,638,399 | 0 | 1,638,399 | 1,425,732 | 2,508,562 | 870,163 |
| Career and Technical Education Program | 626,216 | 0 | 626,216 | 541,262 | 1,861,792 | 1,235,576 |
| Support Services | | | | | | |
| Attendance | 22,687 | 0 | 22,687 | 23,039 | 23,039 | 352 |
| Health Services | 12,128 | 0 | 12,128 | 0 | 12,128 | 0 |
| Other Student Support | 1,284,493 | 0 | 1,284,493 | 926,212 | 1,929,235 | 644,742 |
| Regular Instruction Program | 1,163,618 | 0 | 1,163,618 | 2,160,873 | 2,475,392 | 1,311,774 |
| Special Education Program | 709,335 | 0 | 709,335 | 961,608 | 1,034,825 | 325,490 |
| Career and Technical Education Program | 815 | 0 | 815 | 0 | 10,997 | 10,182 |
| Technology | 234,244 | 0 | 234,244 | 74,000 | 274,000 | 39,756 |
| Office of the Principal | 45,852 | 0 | 45,852 | 93,396 | 93,396 | 47,544 |
| Operation of Plant | 72,398 | 0 | 72,398 | 108,447 | 160,846 | 88,448 |
| Transportation | 542,400 | (64,838) | 477,562 | 555,255 | 663,438 | 185,876 |
| Capital Outlay | | | | | | |
| Regular Capital Outlay | 885,463 | 0 | 885,463 | 9,789,600 | 2,177,679 | 1,292,216 |
| Total Expenditures | $ 9,814,336 | $ (66,287) | $ 9,748,049 | $ 20,831,943 | $ 17,355,811 | $ 7,607,762 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 10,867,157 | $ 66,287 | $ 10,933,444 | $ 48,898 | $ 13,383,634 | $ (2,450,190) |

(Continued)

Exhibit I-7

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

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|
| Other Financing Sources (Uses) | | | | | | |
| Transfers Out | $ (10,868,560) | $ 0 | $ (10,868,560) | $ (48,900) | $ (13,383,634) | $ 2,515,074 |
| Total Other Financing Sources | $ (10,868,560) | $ 0 | $ (10,868,560) | $ (48,900) | $ (13,383,634) | $ 2,515,074 |
| Net Change in Fund Balance | $ (1,403) | $ 66,287 | $ 64,884 | $ (2) | $ 0 | $ 64,884 |
| Fund Balance, July 1, 2021 | 601,725 | (66,287) | 535,438 | 600,000 | 600,000 | (64,562) |
| Fund Balance, June 30, 2022 | $ 600,322 | $ 0 | $ 600,322 | $ 599,998 | $ 600,000 | $ 322 |

Exhibit I-8

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bradley County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2022

| | Actual | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Charges for Current Services | $ 604,060 | $ 771,000 | $ 771,000 | $ (166,940) |
| Other Local Revenues | 10,496 | 7,000 | 7,000 | 3,496 |
| Federal Government | 8,490,857 | 7,000,000 | 7,000,000 | 1,490,857 |
| Total Revenues | $ 9,105,413 | $ 7,778,000 | $ 7,778,000 | $ 1,327,413 |
| Expenditures | | | | |
| Operation of Non-Instructional Services | | | | |
| Food Service | $ 6,448,840 | $ 7,778,000 | $ 7,778,000 | $ 1,329,160 |
| Total Expenditures | $ 6,448,840 | $ 7,778,000 | $ 7,778,000 | $ 1,329,160 |
| Excess (Deficiency) of Revenues Over Expenditures | $ 2,656,573 | $ 0 | $ 0 | $ 2,656,573 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | $ 50,000 | $ 0 | $ 0 | $ 50,000 |
| Total Other Financing Sources | $ 50,000 | $ 0 | $ 0 | $ 50,000 |
| Net Change in Fund Balance | $ 2,706,573 | $ 0 | $ 0 | $ 2,706,573 |
| Fund Balance, July 1, 2021 | 2,810,160 | 1,730,925 | 1,730,925 | 1,079,235 |
| Fund Balance, June 30, 2022 | $ 5,516,733 | $ 1,730,925 | $ 1,730,925 | $ 3,785,808 |

Exhibit I-9

Bradley County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Bradley County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2022

| | Actual (GAAP Basis) | Less: Encumbrances 7/1/2021 | Add: Encumbrances 6/30/2022 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts Original | Budgeted Amounts Final | Variance with Final Budget - Positive (Negative) |
|---|---|---|---|---|---|---|---|
| Revenues | | | | | | | |
| Other Local Revenues | $ 1,023,811 | $ 0 | $ 0 | $ 1,023,811 | $ 900,000 | $ 1,007,290 | $ 16,521 |
| Federal Government | 0 | 0 | 0 | 0 | 12,982,007 | 0 | 0 |
| Total Revenues | $ 1,023,811 | $ 0 | $ 0 | $ 1,023,811 | $ 13,882,007 | $ 1,007,290 | $ 16,521 |
| Expenditures | | | | | | | |
| Capital Projects | | | | | | | |
| Education Capital Projects | $ 16,309,934 | $ (16,724) | $ 415,857 | $ 16,709,067 | $ 13,882,007 | $ 22,166,015 | $ 5,456,948 |
| Total Expenditures | $ 16,309,934 | $ (16,724) | $ 415,857 | $ 16,709,067 | $ 13,882,007 | $ 22,166,015 | $ 5,456,948 |
| Excess (Deficiency) of Revenues Over Expenditures | $ (15,286,123) | $ 16,724 | $ (415,857) | $ (15,685,256) | $ 0 | $ (21,158,725) | $ 5,473,469 |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers In | $ 13,274,199 | $ 0 | $ 0 | $ 13,274,199 | $ 0 | $ 16,167,870 | $ (2,893,671) |
| Total Other Financing Sources | $ 13,274,199 | $ 0 | $ 0 | $ 13,274,199 | $ 0 | $ 16,167,870 | $ (2,893,671) |
| Net Change in Fund Balance | $ (2,011,924) | $ 16,724 | $ (415,857) | $ (2,411,057) | $ 0 | $ (4,990,855) | $ 2,579,798 |
| Fund Balance, July 1, 2021 | 5,007,579 | (16,724) | 0 | 4,990,855 | 0 | 0 | 4,990,855 |
| Fund Balance, June 30, 2022 | $ 2,995,655 | $ 0 | $ (415,857) | $ 2,579,798 | $ 0 | $ (4,990,855) | $ 7,570,653 |

# MISCELLANEOUS SCHEDULES

Exhibit J-1

Bradley County, Tennessee
Schedule of Changes in Long-term Bonds and Other Loans
For the Year Ended June 30, 2022

| Description of Indebtedness | Original Amount of Issue | Interest Rate | Date of Issue | Last Maturity Date | Outstanding 7-1-21 | Issued During Period | Paid and/or Matured During Period | Outstanding 6-30-22 |
|---|---|---|---|---|---|---|---|---|
| BONDS PAYABLE | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| General Obligation Series 2013 | $ 2,870,000 | 2 to 2.125 % | 3-15-13 | 6-1-29 | $ 1,550,000 | $ 0 | $ 180,000 | $ 1,370,000 |
| General Obligation Refunding Bonds, Series 2019 | 19,960,000 | 2.14 | 5-31-19 | 6-1-29 | 16,070,000 | 0 | 1,600,000 | 14,470,000 |
| General Obligation Refunding, Series 2021B (Hiwassee Utilities Commission) | 4,750,000 | 1.5 to 3 | 5-25-21 | 5-1-42 | 4,750,000 | 0 | 225,000 | 4,525,000 |
| General Obligation School Bonds, Series 2020 | 7,860,000 | 1.16 | 12-18-20 | 6-1-40 | 7,860,000 | 0 | 420,000 | 7,440,000 |
| General Obligation School Bonds, Series 2021 | 6,805,000 | 1.14 | 2-26-21 | 6-1-40 | 6,805,000 | 0 | 445,000 | 6,360,000 |
| Total Bonds Payable | | | | | $ 37,035,000 | $ 0 | $ 2,870,000 | $ 34,165,000 |
| OTHER LOANS PAYABLE | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| Refunding Loan Series E-6-A | 38,210,000 (1) | Variable | 6-4-08 | 6-1-26 | $ 16,190,000 | $ 0 | $ 2,420,000 | $ 13,770,000 |
| PIB - Series VII-P-1 (Lake Forest Middle School) | 15,550,380 | Variable | 10-20-17 | 6-1-37 | 13,630,380 | 0 | 680,000 | 12,950,380 |
| Total Payable through General Debt Service Fund | | | | | $ 29,820,380 | $ 0 | $ 3,100,000 | $ 26,720,380 |
| Payable through General Fund | | | | | | | | |
| Sheriff Dept. - 8 Vehicles | 305,304 | 1.5 | 5-10-20 | 5-1-24 | $ 153,095 | $ 0 | $ 74,680 | $ 78,415 |
| Sheriff Dept. - 7 Vehicles | 267,140 | 1.5 | 9-10-20 | 9-1-24 | 196,196 | 0 | 62,238 | 133,958 |
| Sheriff Dept. - Body Cameras | 360,000 | 0 | 11-5-20 | 11-5-25 | 251,968 | 0 | 63,012 | 188,956 |
| Sheriff Dept. - Tasers | 502,500 | 0 | 9-8-21 | 9-7-26 | 0 | 502,500 | 130,000 | 372,500 |
| Total Payable through General Fund | | | | | $ 601,259 | $ 502,500 | $ 329,930 | $ 773,829 |
| Payable through Special Purpose Fire Tax Fund | | | | | | | | |
| Fire Dept. - Self Containing Breathing Apparatuses | 498,882 | 3.89 | 9-17-18 | 2-12-23 | $ 206,393 | $ 0 | $ 101,226 | $ 105,167 |
| Fire Dept. - Turnout Gear | 192,710 | 3.794 | 4-1-19 | 12-1-23 | 118,490 | 0 | 38,035 | 80,455 |
| Total Payable through Special Purpose Fire Tax Fund | | | | | $ 324,883 | $ 0 | $ 139,261 | $ 185,622 |
| Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund | | | | | | | | |
| Energy Upgrades | 16,188,500 | 2.45 | 8-19-16 | 8-15-36 | $ 13,601,061 | $ 0 | $ 731,146 | $ 12,869,915 |
| Total Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund | | | | | $ 13,601,061 | $ 0 | $ 731,146 | $ 12,869,915 |
| Total Other Loans Payable | | | | | $ 44,347,583 | $ 502,500 | $ 4,300,337 | $ 40,549,746 |

(1) The loan agreements refunded by a portion of this issue were swapped from variable to a synthetic fixed rate by execution of swap agreements.

Exhibit J-2

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

| Year Ending June 30 | Bonds Principal | Bonds Interest | Bonds Total |
|---|---|---|---|
| 2023 | $ 2,995,000 | $ 1,008,705 | $ 4,003,705 |
| 2024 | 3,125,000 | 873,205 | 3,998,205 |
| 2025 | 3,245,000 | 731,305 | 3,976,305 |
| 2026 | 1,050,000 | 583,505 | 1,633,505 |
| 2027 | 4,060,000 | 544,961 | 4,604,961 |
| 2028 | 4,195,000 | 417,411 | 4,612,411 |
| 2029 | 4,260,000 | 285,805 | 4,545,805 |
| 2030 | 985,000 | 152,293 | 1,137,293 |
| 2031 | 980,000 | 140,755 | 1,120,755 |
| 2032 | 980,000 | 129,268 | 1,109,268 |
| 2033 | 980,000 | 118,343 | 1,098,343 |
| 2034 | 980,000 | 106,870 | 1,086,870 |
| 2035 | 980,000 | 94,643 | 1,074,643 |
| 2036 | 980,000 | 81,829 | 1,061,829 |
| 2037 | 980,000 | 68,208 | 1,048,208 |
| 2038 | 980,000 | 54,000 | 1,034,000 |
| 2039 | 980,000 | 39,190 | 1,019,190 |
| 2040 | 980,000 | 24,003 | 1,004,003 |
| 2041 | 225,000 | 8,212 | 233,212 |
| 2042 | 225,000 | 4,162 | 229,162 |
| Total | $ 34,165,000 | $ 5,466,673 | $ 39,631,673 |

| Year Ending June 30 | Other Loans Principal | Other Loans Interest | Other Loans Other Fees | Other Loans Total |
|---|---|---|---|---|
| 2023 | $ 4,438,711 | $ 678,200 | $ 139,231 | $ 5,256,142 |
| 2024 | 4,433,363 | 609,816 | 117,732 | 5,160,911 |
| 2025 | 4,472,615 | 547,016 | 95,135 | 5,114,766 |
| 2026 | 7,419,072 | 486,976 | 71,635 | 7,977,683 |
| 2027 | 1,610,813 | 395,517 | 25,063 | 2,031,393 |
| 2028 | 1,656,170 | 362,521 | 23,101 | 2,041,792 |
| 2029 | 1,702,028 | 328,622 | 21,076 | 2,051,726 |
| 2030 | 1,748,400 | 293,807 | 18,988 | 2,061,195 |
| 2031 | 1,795,299 | 258,061 | 16,839 | 2,070,199 |
| 2032 | 1,842,738 | 221,374 | 14,626 | 2,078,738 |
| 2033 | 1,895,730 | 183,731 | 12,351 | 2,091,812 |
| 2034 | 1,949,289 | 145,038 | 10,001 | 2,104,328 |
| 2035 | 1,998,429 | 105,281 | 7,576 | 2,111,286 |
| 2036 | 2,053,163 | 64,527 | 5,088 | 2,122,778 |
| 2037 | 1,533,926 | 22,680 | 2,526 | 1,559,132 |
| Total | $ 40,549,746 | $ 4,703,167 | $ 580,968 | $ 45,833,881 |

Exhibit J-3

Bradley County, Tennessee
Schedule of Notes Receivable
June 30, 2022

| Description | Debtor | Original Amount of Note | Date of Issue | Date of Maturity | Interest Rate | Balance 6-30-22 |
|---|---|---|---|---|---|---|
| **General Debt Service Fund** | | | | | | |
| Intergovernmental Revenue Note | Hiwassee Utility Commission | $ 4,750,000 | 5-25-21 | 5-1-42 | 1.5 to 3 % | $ 4,525,000 |
| Total | | | | | | $ 4,525,000 |
| **HUD Grant Projects Fund** | | | | | | |
| H.O.U.S.E. Down Payment Assistance | Hugh Wilson | $ 4,000 | 12-2-1992 | 12-2-22 | 0 % | $ 3,311 |
| " | Paula Payne | 5,000 | 5-5-1993 | 5-5-23 | 0 | 3,023 |
| " | Timmie Varner | 3,500 | 10-5-1993 | 10-5-23 | 0 | 885 |
| " | Rebecca Young | 2,200 | 4-27-1994 | 4-27-24 | 0 | 1,626 |
| " | Beryl Paul, Jr. | 3,600 | 5-25-1994 | 5-25-24 | 0 | 2,540 |
| " | Donna Yarber | 1,800 | 10-4-1994 | 10-4-24 | 0 | 1,055 |
| " | Robin Sharp | 14,700 | 10-24-1994 | 10-24-24 | 0 | 11,638 |
| " | Patricia Kendrick | 2,300 | 1-17-1995 | 1-17-25 | 0 | 1,770 |
| " | Angela Thornton | 1,300 | 3-2-1995 | 3-2-25 | 0 | 475 |
| " | Kim Swafford | 5,000 | 5-12-1995 | 5-12-25 | 0 | 3,583 |
| " | Yolandia Thomas | 2,100 | 5-22-1995 | 5-22-25 | 0 | 1,826 |
| " | Christine Scott | 1,500 | 5-20-1995 | 5-20-25 | 0 | 1,400 |
| Total | | | | | | $ 33,132 |

Exhibit J-4

Bradley County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

| From Fund | To Fund | Purpose | Amount |
|---|---|---|---|
| PRIMARY GOVERNMENT | | | |
| Other Special Revenue | Highway/Public Works | Premium pay | $ 392,257 |
| Special Purpose Fire Tax | General Debt Service | Debt payments | 212,013 |
| Total Transfers Primary Government | | | $ 604,270 |
| DISCRETELY PRESENTED BRADLEY COUNTY SCHOOL DEPARTMENT | | | |
| School Federal Projects | General Purpose School | Indirect costs | $ 44,361 |
| " | Education Capital Projects | Building project | 10,774,199 |
| " | Central Cafeteria | Equipment | 50,000 |
| General Purpose School | Education Capital Projects | Building project | 2,500,000 |
| Total Transfers Discretely Presented Bradley County School Department | | | $ 13,368,560 |

-

Exhibit J-5

Bradley County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

| Official | Authorization for Salary | Salary Paid During Period | | Bond | Surety |
|---|---|---|---|---|---|
| County Mayor | Section 8-24-102, *TCA,* and county commission | $ 121,773 | (1) | (4) | |
| Road Superintendent | Section 8-24-102, *TCA* | 111,214 | | (4) | |
| Director of Schools | State Board of Education and Bradley County Board of Education | 159,688 | (2) | (4) | |
| Trustee | Section 8-24-102, *TCA* | 101,104 | | $ 4,248,373 | Cincinnati Insurance Company |
| Assessor of Property | Section 8-24-102, *TCA* | 101,104 | | (4) | |
| County Clerk | Section 8-24-102, *TCA* | 101,104 | | (4) | |
| Circuit and General Sessions Courts Clerk | Section 8-24-102, *TCA* | 101,104 | | (4) | |
| Clerk and Master | Section 8-24-102, *TCA* | 101,104 | | (4) | |
| Register of Deeds | Section 8-24-102, *TCA* | 101,104 | | (4) | |
| Sheriff | Section 8-24-102, *TCA* | 111,214 | (3) | (4) | |
| Employee Blanket Bonds: | | | | | |
| Employee Fidelity - County Departments | | | | 400,000 | Local Government Property and Casualty Fund |
| Employee Fidelity - School Department | | | | 400,000 | Tennessee Risk Management Trust |

(1) Includes compensation of $5,000 for serving as county purchasing agent.
(2) Does not include a chief executive officer training supplement of $1,000, retirement reimbursement of $7,662, and other fringe benefits of $18,155 allowed by director's contract.
(3) Does not include a law enforcement training supplement of $800.
(4) Covered under the applicable Public Employee Blanket Bond.

Exhibit J-6

Bradley County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2022

| | | | Special Revenue Funds | | | | |
|---|---|---|---|---|---|---|---|
| | General | Law Library | Public Library | Solid Waste / Sanitation | Special Purpose | Drug Control |
| **Local Taxes** | | | | | | |
| County Property Taxes | | | | | | |
| Current Property Tax | $ 12,271,880 | $ 0 | $ 667,518 | $ 0 | $ 4,891,976 | $ 0 |
| Trustee's Collections - Prior Year | 192,157 | 0 | 10,699 | 0 | 42,747 | 0 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 171,908 | 0 | 9,352 | 0 | 147,944 | 0 |
| Interest and Penalty | 39,840 | 0 | 2,202 | 0 | 17,425 | 0 |
| Payments in-Lieu-of Taxes - T.V.A. | 7,478 | 0 | 407 | 0 | 6,455 | 0 |
| Payments in-Lieu-of Taxes - Local Utilities | 4,727 | 0 | 257 | 0 | 4,081 | 0 |
| Payments in-Lieu-of Taxes - Other | 710,742 | 0 | 38,657 | 0 | 451,244 | 0 |
| County Local Option Taxes | | | | | | |
| Local Option Sales Tax | 8,370,107 | 0 | 0 | 0 | 0 | 0 |
| Hotel/Motel Tax | 1,068,203 | 0 | 0 | 0 | 0 | 0 |
| Local Amusement Tax | 1,046 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - General | 240,305 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - Special Purpose | 49,173 | 725 | 0 | 0 | 0 | 0 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 46,631 | 0 | 0 | 0 | 0 | 0 |
| Business Tax | 1,906,809 | 0 | 0 | 0 | 0 | 0 |
| Mixed Drink Tax | 4,104 | 0 | 0 | 0 | 0 | 0 |
| Statutory Local Taxes | | | | | | |
| Bank Excise Tax | 77,735 | 0 | 4,228 | 0 | 0 | 0 |
| Wholesale Beer Tax | 296,573 | 0 | 0 | 0 | 0 | 0 |
| Total Local Taxes | $ 25,459,418 | $ 725 | $ 733,320 | $ 0 | $ 5,561,872 | $ 0 |
| **Licenses and Permits** | | | | | | |
| Licenses | | | | | | |
| Cable TV Franchise | $ 384,845 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |

(Continued)

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

| | | Special Revenue Funds | | | | |
|---|---|---|---|---|---|---|
| | General | Law Library | Public Library | Solid Waste / Sanitation | Special Purpose | Drug Control |
| Licenses and Permits (Cont.) | | | | | | |
| Permits | | | | | | |
| Beer Permits | $ 3,167 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Building Permits | 240,446 | 0 | 0 | 0 | 0 | 0 |
| Electrical Permits | 152 | 0 | 0 | 0 | 0 | 0 |
| Total Licenses and Permits | $ 628,610 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Fines, Forfeitures, and Penalties | | | | | | |
| Circuit Court | | | | | | |
| Fines | $ 9,600 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Officers Costs | 36,320 | 0 | 0 | 0 | 0 | 0 |
| Drug Control Fines | 9,085 | 0 | 0 | 0 | 0 | 12,828 |
| Data Entry Fee - Circuit Court | 27,368 | 0 | 0 | 0 | 0 | 0 |
| Courtroom Security Fee | 1,159 | 0 | 0 | 0 | 0 | 0 |
| Criminal Court | | | | | | |
| Fines | 164,370 | 954 | 0 | 0 | 0 | 0 |
| Officers Costs | 96,438 | 0 | 0 | 0 | 0 | 0 |
| Drug Control Fines | 12,698 | 0 | 0 | 0 | 0 | 11,689 |
| Jail Fees | 53,920 | 0 | 0 | 0 | 0 | 0 |
| DUI Treatment Fines | 24,409 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - Criminal Court | 4,774 | 0 | 0 | 0 | 0 | 0 |
| Courtroom Security Fee | 7,431 | 0 | 0 | 0 | 0 | 0 |
| General Sessions Court | | | | | | |
| Fines for Littering | 472 | 0 | 0 | 0 | 0 | 0 |
| Game and Fish Fines | 661 | 0 | 0 | 0 | 0 | 0 |
| Jail Fees | 3,524 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - General Sessions Court | 17,865 | 0 | 0 | 0 | 0 | 0 |

(Continued)

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

| | General | Special Revenue Funds: Law Library | Special Revenue Funds: Public Library | Special Revenue Funds: Solid Waste / Sanitation | Special Revenue Funds: Special Purpose | Special Revenue Funds: Drug Control |
|---|---|---|---|---|---|---|
| Fines, Forfeitures, and Penalties (Cont.) | | | | | | |
| Juvenile Court | | | | | | |
| Fines | $ 4,693 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Victims Assistance Assessments | 17,800 | 0 | 0 | 0 | 0 | 0 |
| Chancery Court | | | | | | |
| Courtroom Security Fee | 6 | 0 | 0 | 0 | 0 | 0 |
| Other Courts - In-county | | | | | | |
| Fines | 8,599 | 0 | 0 | 0 | 0 | 0 |
| Drug Court Fees | 38,667 | 0 | 0 | 0 | 0 | 0 |
| Other Fines, Forfeitures, and Penalties | | | | | | |
| Proceeds from Confiscated Property | 0 | 0 | 0 | 0 | 0 | 22,453 |
| Other Fines, Forfeitures, and Penalties | 65,297 | 0 | 0 | 0 | 0 | 0 |
| Total Fines, Forfeitures, and Penalties | $ 605,156 | $ 954 | $ 0 | $ 0 | $ 0 | $ 46,970 |
| | | | | | | |
| Charges for Current Services | | | | | | |
| General Service Charges | | | | | | |
| Surcharge - Host Agency | $ 0 | $ 0 | $ 0 | $ 200,000 | $ 0 | $ 0 |
| Water Treatment Charges | 3,650 | 0 | 0 | 0 | 0 | 0 |
| Patient Charges | 4,281,550 | 0 | 0 | 0 | 0 | 0 |
| Zoning Studies | 600 | 0 | 0 | 0 | 0 | 0 |
| Work Release Charges for Board | 66,156 | 0 | 0 | 0 | 0 | 0 |
| Service Charges | 215,726 | 0 | 0 | 0 | 0 | 0 |
| Fees | | | | | | |
| Engineer Review Fees | 7,308 | 0 | 0 | 0 | 0 | 0 |
| Recreation Fees | 101,193 | 0 | 0 | 0 | 0 | 0 |
| Copy Fees | 2,038 | 0 | 0 | 0 | 35 | 0 |
| Library Fees | 220,158 | 8,512 | 0 | 0 | 0 | 0 |

(Continued)

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

| | General | Special Revenue Funds: Law Library | Public Library | Solid Waste / Sanitation | Special Purpose | Drug Control |
|---|---|---|---|---|---|---|
| Charges for Current Services (Cont.) | | | | | | |
| Fees (Cont.) | | | | | | |
| Archives and Records Management Fee | $ 47,271 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Telephone Commissions | 98,710 | 0 | 0 | 0 | 0 | 0 |
| Electronic Citation Fee | 20,323 | 0 | 0 | 0 | 0 | 0 |
| Constitutional Officers' Fees and Commissions | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - Register | 41,394 | 0 | 0 | 0 | 0 | 0 |
| Probation Fees | 286,369 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - Sheriff | 2,405 | 0 | 0 | 0 | 0 | 0 |
| Sexual Offender Registration Fee - Sheriff | 11,354 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - County Clerk | 13,509 | 0 | 0 | 0 | 0 | 0 |
| Vehicle Registration Reinstatement Fees | 7,255 | 0 | 0 | 0 | 0 | 0 |
| Education Charges | | | | | | |
| Transportation from Individuals | 570 | 0 | 0 | 0 | 0 | 0 |
| Community Service Fees - Adults | 34,918 | 0 | 0 | 0 | 0 | 0 |
| Other Charges for Services | 13,650 | 0 | 0 | 0 | 0 | 0 |
| Total Charges for Current Services | $ 5,476,107 | $ 8,512 | $ 0 | $ 200,000 | $ 35 | $ 0 |
| Other Local Revenues | | | | | | |
| Recurring Items | | | | | | |
| Investment Income | $ 67,426 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Lease/Rentals | 199,792 | 0 | 0 | 0 | 1 | 0 |
| Sale of Materials and Supplies | 290 | 0 | 0 | 0 | 0 | 0 |
| Commissary Sales | 81,012 | 0 | 0 | 0 | 0 | 0 |
| Sale of Gasoline | 100,760 | 0 | 0 | 0 | 0 | 0 |
| Sale of Maps | 4,389 | 0 | 0 | 0 | 0 | 0 |
| Sale of Recycled Materials | 13,074 | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous Refunds | 266 | 0 | 0 | 120 | 0 | 0 |

(Continued)

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

| | General | Special Revenue Funds: Law Library | Special Revenue Funds: Public Library | Special Revenue Funds: Solid Waste / Sanitation | Special Revenue Funds: Special Purpose | Special Revenue Funds: Drug Control |
|---|---|---|---|---|---|---|
| Other Local Revenues (Cont.) | | | | | | |
| Nonrecurring Items | | | | | | |
| Sale of Equipment | $ 897 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Sale of Property | 0 | 0 | 0 | 0 | 0 | 0 |
| Damages Recovered from Individuals | 950 | 0 | 0 | 0 | 0 | 0 |
| Contributions and Gifts | 8,750 | 0 | 0 | 0 | 0 | 0 |
| Other Local Revenues | | | | | | |
| Other Local Revenues | 500,701 | 0 | 0 | 0 | 0 | 0 |
| Total Other Local Revenues | $ 978,307 | $ 0 | $ 0 | $ 120 | $ 1 | $ 0 |
| Fees Received From County Officials | | | | | | |
| Excess Fees | | | | | | |
| County Clerk | $ 268,700 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Clerk and Master | 75,456 | 0 | 0 | 0 | 0 | 0 |
| Register | 262,934 | 0 | 0 | 0 | 0 | 0 |
| Trustee | 935,758 | 0 | 0 | 0 | 0 | 0 |
| Fees In-Lieu-of Salary | | | | | | |
| Circuit Court Clerk | 382,927 | 0 | 0 | 0 | 0 | 0 |
| Criminal Court Clerk | 465,205 | 0 | 0 | 0 | 0 | 0 |
| General Sessions Court Clerk | 474,492 | 0 | 0 | 0 | 0 | 0 |
| Sheriff | 31,781 | 0 | 0 | 0 | 0 | 0 |
| Total Fees Received From County Officials | $ 2,897,253 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| State of Tennessee | | | | | | |
| General Government Grants | | | | | | |
| Juvenile Services Program | $ 29,807 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Other General Government Grants | 744,721 | 0 | 0 | 0 | 0 | 0 |

(Continued)

Exhibit J-6

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

| | General | Special Revenue Funds: Law Library | Public Library | Solid Waste / Sanitation | Special Purpose | Drug Control |
|---|---|---|---|---|---|---|
| State of Tennessee (Cont.) | | | | | | |
| Public Safety Grants | | | | | | |
| Drug Control Grants | $ 205,000 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Other Public Safety Grants | 5,868 | 0 | 0 | 0 | 0 | 0 |
| Health and Welfare Grants | | | | | | |
| Health Department Programs | 1,047,935 | 0 | 0 | 0 | 0 | 0 |
| Public Works Grants | | | | | | |
| Litter Program | 60,744 | 0 | 0 | 0 | 0 | 0 |
| Other State Revenues | | | | | | |
| Beer Tax | 19,194 | 0 | 0 | 0 | 0 | 0 |
| Vehicle Certificate of Title Fees | 20,732 | 0 | 0 | 0 | 0 | 0 |
| Alcoholic Beverage Tax | 202,233 | 0 | 0 | 0 | 0 | 0 |
| State Revenue Sharing - T.V.A. | 305,124 | 0 | 16,596 | 0 | 0 | 0 |
| State Revenue Sharing - Telecommunications | 107,607 | 0 | 0 | 0 | 0 | 0 |
| State Shared Sports Gaming Privilege Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Contracted Prisoner Boarding | 1,303,953 | 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 |
| Registrar's Salary Supplement | 11,373 | 0 | 0 | 0 | 0 | 0 |
| State Shared Sales Tax - Cities | 16,996 | 0 | 0 | 0 | 0 | 0 |
| Other State Grants | 295,157 | 0 | 0 | 0 | 0 | 0 |
| Other State Revenues | 103,525 | 0 | 0 | 103,206 | 61,200 | 0 |
| Total State of Tennessee | $ 4,479,969 | $ 0 | $ 16,596 | $ 103,206 | $ 61,200 | $ 0 |
| Federal Government | | | | | | |
| Federal Through State | | | | | | |
| Civil Defense Reimbursement | $ 56,350 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |

(Continued)

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

| | General | Special Revenue Funds: Law Library | Special Revenue Funds: Public Library | Special Revenue Funds: Solid Waste / Sanitation | Special Revenue Funds: Special Purpose | Special Revenue Funds: Drug Control |
|---|---|---|---|---|---|---|
| Federal Government (Cont.) | | | | | | |
| Federal Through State (Cont.) | | | | | | |
| Disaster Relief | $ 135,137 | $ 0 | $ 0 | $ 1,000,112 | $ 14,110 | $ 0 |
| Homeland Security Grants | 54,759 | 0 | 0 | 0 | 0 | 0 |
| Medicaid | 124,307 | 0 | 0 | 0 | 0 | 0 |
| Law Enforcement Grants | 64,511 | 0 | 0 | 0 | 0 | 0 |
| COVID-19 Grant #5 | 9,989 | 0 | 0 | 0 | 0 | 0 |
| American Rescue Plan Act Grant #1 | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Federal through State | 891,575 | 0 | 0 | 0 | 0 | 0 |
| Total Federal Government | $ 1,336,628 | $ 0 | $ 0 | $ 1,000,112 | $ 14,110 | $ 0 |
| Other Governments and Citizens Groups | | | | | | |
| Other Governments | | | | | | |
| Prisoner Board | $ 1,164,976 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Contributions | 0 | 0 | 0 | 0 | 0 | 0 |
| Contracted Services | 371,786 | 0 | 0 | 10,000 | 25,000 | 0 |
| Citizens Groups | | | | | | |
| Donations | 12,077 | 0 | 0 | 0 | 0 | 0 |
| Total Other Governments and Citizens Groups | $ 1,548,839 | $ 0 | $ 0 | $ 10,000 | $ 25,000 | $ 0 |
| Total | $ 43,410,287 | $ 10,191 | $ 749,916 | $ 1,313,438 | $ 5,662,218 | $ 46,970 |

(Continued)

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitu - tional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| Local Taxes | | | | | | |
| County Property Taxes | | | | | | |
| Current Property Tax | $ 0 | $ 0 | $ 0 | $ 2,768,823 | $ 7,623,950 | $ 0 |
| Trustee's Collections - Prior Year | 0 | 0 | 0 | 42,427 | 122,222 | 0 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 0 | 0 | 0 | 33,904 | 106,833 | 0 |
| Interest and Penalty | 0 | 0 | 0 | 8,917 | 25,263 | 0 |
| Payments in-Lieu-of Taxes - T.V.A. | 0 | 0 | 0 | 1,297 | 4,644 | 0 |
| Payments in-Lieu-of Taxes - Local Utilities | 0 | 0 | 0 | 1,066 | 2,936 | 0 |
| Payments in-Lieu-of Taxes - Other | 0 | 0 | 0 | 160,350 | 441,527 | 0 |
| County Local Option Taxes | | | | | | |
| Local Option Sales Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Hotel/Motel Tax | 322,987 | 0 | 0 | 0 | 0 | 413,207 |
| Local Amusement Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - General | 0 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - Special Purpose | 0 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 0 | 0 | 0 | 0 | 0 | 0 |
| Business Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Mixed Drink Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Statutory Local Taxes | | | | | | |
| Bank Excise Tax | 0 | 0 | 0 | 17,538 | 48,290 | 0 |
| Wholesale Beer Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Local Taxes | $ 322,987 | $ 0 | $ 0 | $ 3,034,322 | $ 8,375,665 | $ 413,207 |
| Licenses and Permits | | | | | | |
| Licenses | | | | | | |
| Cable TV Franchise | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |

(Continued)

Exhibit J-6

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitu - tional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| Licenses and Permits (Cont.) | | | | | | |
| Permits | | | | | | |
| Beer Permits | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Building Permits | 0 | 0 | 0 | 0 | 0 | 0 |
| Electrical Permits | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Licenses and Permits | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Fines, Forfeitures, and Penalties | | | | | | |
| Circuit Court | | | | | | |
| Fines | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Officers Costs | 0 | 0 | 0 | 0 | 0 | 0 |
| Drug Control Fines | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - Circuit Court | 0 | 0 | 0 | 0 | 0 | 0 |
| Courtroom Security Fee | 0 | 0 | 0 | 0 | 0 | 0 |
| Criminal Court | | | | | | |
| Fines | 0 | 0 | 0 | 0 | 0 | 0 |
| Officers Costs | 0 | 0 | 0 | 0 | 0 | 0 |
| Drug Control Fines | 0 | 0 | 0 | 0 | 0 | 0 |
| Jail Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| DUI Treatment Fines | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - Criminal Court | 0 | 0 | 0 | 0 | 0 | 0 |
| Courtroom Security Fee | 0 | 0 | 0 | 0 | 0 | 0 |
| General Sessions Court | | | | | | |
| Fines for Littering | 0 | 0 | 0 | 0 | 0 | 0 |
| Game and Fish Fines | 0 | 0 | 0 | 0 | 0 | 0 |
| Jail Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - General Sessions Court | 0 | 0 | 0 | 0 | 0 | 0 |

(Continued)

Exhibit J-6

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitu - tional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| Fines, Forfeitures, and Penalties (Cont.) | | | | | | |
| Juvenile Court | | | | | | |
| Fines | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Victims Assistance Assessments | 0 | 0 | 0 | 0 | 0 | 0 |
| Chancery Court | | | | | | |
| Courtroom Security Fee | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Courts - In-county | | | | | | |
| Fines | 0 | 0 | 0 | 0 | 0 | 0 |
| Drug Court Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Fines, Forfeitures, and Penalties | | | | | | |
| Proceeds from Confiscated Property | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Fines, Forfeitures, and Penalties | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Fines, Forfeitures, and Penalties | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Charges for Current Services | | | | | | |
| General Service Charges | | | | | | |
| Surcharge - Host Agency | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Water Treatment Charges | 0 | 0 | 0 | 0 | 0 | 0 |
| Patient Charges | 0 | 0 | 0 | 0 | 0 | 0 |
| Zoning Studies | 0 | 0 | 0 | 0 | 0 | 0 |
| Work Release Charges for Board | 0 | 0 | 0 | 0 | 0 | 0 |
| Service Charges | 0 | 0 | 0 | 0 | 0 | 0 |
| Fees | | | | | | |
| Engineer Review Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Recreation Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Copy Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Library Fees | 0 | 0 | 0 | 0 | 0 | 0 |

(Continued)

Exhibit J-6

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitu - tional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| Charges for Current Services (Cont.) | | | | | | |
| Fees (Cont.) | | | | | | |
| Archives and Records Management Fee | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Telephone Commissions | 0 | 0 | 0 | 0 | 0 | 0 |
| Electronic Citation Fee | 0 | 0 | 0 | 0 | 0 | 0 |
| Constitutional Officers' Fees and Commissions | 0 | 0 | 2,224,978 | 0 | 0 | 0 |
| Data Processing Fee - Register | 0 | 0 | 0 | 0 | 0 | 0 |
| Probation Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - Sheriff | 0 | 0 | 0 | 0 | 0 | 0 |
| Sexual Offender Registration Fee - Sheriff | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - County Clerk | 0 | 0 | 0 | 0 | 0 | 0 |
| Vehicle Registration Reinstatement Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Education Charges | | | | | | |
| Transportation from Individuals | 0 | 0 | 0 | 0 | 0 | 0 |
| Community Service Fees - Adults | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Charges for Services | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Charges for Current Services | $ 0 | $ 0 | $ 2,224,978 | $ 0 | $ 0 | $ 0 |
| Other Local Revenues | | | | | | |
| Recurring Items | | | | | | |
| Investment Income | $ 0 | $ 0 | $ 0 | $ (493) | $ 96,355 | $ 0 |
| Lease/Rentals | 0 | 0 | 0 | 0 | 0 | 0 |
| Sale of Materials and Supplies | 0 | 0 | 0 | 4,414 | 0 | 0 |
| Commissary Sales | 0 | 0 | 0 | 0 | 0 | 0 |
| Sale of Gasoline | 0 | 0 | 0 | 0 | 0 | 0 |
| Sale of Maps | 0 | 0 | 0 | 0 | 0 | 0 |
| Sale of Recycled Materials | 0 | 0 | 0 | 0 | 0 | 0 |
| Miscellaneous Refunds | 0 | 0 | 0 | 104,556 | 0 | 0 |

(Continued)

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitu - tional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| **Other Local Revenues (Cont.)** | | | | | | |
| Nonrecurring Items | | | | | | |
| Sale of Equipment | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Sale of Property | 0 | 0 | 0 | 150,000 | 0 | 0 |
| Damages Recovered from Individuals | 0 | 0 | 0 | 0 | 0 | 0 |
| Contributions and Gifts | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Local Revenues | | | | | | |
| Other Local Revenues | 0 | 0 | 0 | 6,526 | 0 | 0 |
| Total Other Local Revenues | $ 0 | $ 0 | $ 0 | $ 265,003 | $ 96,355 | $ 0 |
| **Fees Received From County Officials** | | | | | | |
| Excess Fees | | | | | | |
| County Clerk | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Clerk and Master | 0 | 0 | 0 | 0 | 0 | 0 |
| Register | 0 | 0 | 0 | 0 | 0 | 0 |
| Trustee | 0 | 0 | 0 | 0 | 0 | 0 |
| Fees In-Lieu-of Salary | | | | | | |
| Circuit Court Clerk | 0 | 0 | 0 | 0 | 0 | 0 |
| Criminal Court Clerk | 0 | 0 | 0 | 0 | 0 | 0 |
| General Sessions Court Clerk | 0 | 0 | 0 | 0 | 0 | 0 |
| Sheriff | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Fees Received From County Officials | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| **State of Tennessee** | | | | | | |
| General Government Grants | | | | | | |
| Juvenile Services Program | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Other General Government Grants | 0 | 0 | 0 | 0 | 0 | 0 |

(Continued)

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitu - tional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| State of Tennessee (Cont.) | | | | | | |
| Public Safety Grants | | | | | | |
| Drug Control Grants | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Other Public Safety Grants | 0 | 0 | 0 | 0 | 0 | 0 |
| Health and Welfare Grants | | | | | | |
| Health Department Programs | 0 | 0 | 0 | 0 | 0 | 0 |
| Public Works Grants | | | | | | |
| Litter Program | 0 | 0 | 0 | 0 | 0 | 0 |
| Other State Revenues | | | | | | |
| Beer Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Vehicle Certificate of Title Fees | 0 | 0 | 0 | 0 | 0 | 0 |
| Alcoholic Beverage Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| State Revenue Sharing - T.V.A. | 0 | 0 | 0 | 68,839 | 189,549 | 0 |
| State Revenue Sharing - Telecommunications | 0 | 0 | 0 | 0 | 0 | 0 |
| State Shared Sports Gaming Privilege Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Contracted Prisoner Boarding | 0 | 0 | 0 | 0 | 0 | 0 |
| Gasoline and Motor Fuel Tax | 0 | 0 | 0 | 3,116,529 | 0 | 0 |
| Petroleum Special Tax | 0 | 0 | 0 | 71,876 | 0 | 0 |
| Registrar's Salary Supplement | 0 | 0 | 0 | 0 | 0 | 0 |
| State Shared Sales Tax - Cities | 0 | 0 | 0 | 0 | 0 | 0 |
| Other State Grants | 0 | 0 | 0 | 0 | 0 | 0 |
| Other State Revenues | 0 | 0 | 0 | 0 | 0 | 0 |
| Total State of Tennessee | $ 0 | $ 0 | $ 0 | $ 3,257,244 | $ 189,549 | $ 0 |
| Federal Government | | | | | | |
| Federal Through State | | | | | | |
| Civil Defense Reimbursement | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |

(Continued)

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

| | Special Revenue Funds | | | | Debt Service Fund | Capital Projects Funds |
|---|---|---|---|---|---|---|
| | Agriculture Center | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Community Development/ Industrial Park |
| Federal Government (Cont.) | | | | | | |
| Federal Through State (Cont.) | | | | | | |
| Disaster Relief | $ 0 | $ 0 | $ 0 | $ 284,450 | $ 0 | $ 0 |
| Homeland Security Grants | 0 | 0 | 0 | 0 | 0 | 0 |
| Medicaid | 0 | 0 | 0 | 0 | 0 | 0 |
| Law Enforcement Grants | 0 | 0 | 0 | 0 | 0 | 0 |
| COVID-19 Grant #5 | 0 | 0 | 0 | 0 | 0 | 0 |
| American Rescue Plan Act Grant #1 | 0 | 7,215,068 | 0 | 0 | 0 | 0 |
| Other Federal through State | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Federal Government | $ 0 | $ 7,215,068 | $ 0 | $ 284,450 | $ 0 | $ 0 |
| Other Governments and Citizens Groups | | | | | | |
| Other Governments | | | | | | |
| Prisoner Board | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 | $ 0 |
| Contributions | 0 | 0 | 0 | 0 | 1,059,921 | 0 |
| Contracted Services | 0 | 0 | 0 | 0 | 0 | 0 |
| Citizens Groups | | | | | | |
| Donations | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Other Governments and Citizens Groups | $ 0 | $ 0 | $ 0 | $ 0 | $ 1,059,921 | $ 0 |
| Total | $ 322,987 | $ 7,215,068 | $ 2,224,978 | $ 6,841,019 | $ 9,721,490 | $ 413,207 |

(Continued)

Exhibit J-6

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| Local Taxes | | | | |
| County Property Taxes | | | | |
| Current Property Tax | $ 0 | $ 1,041,671 | $ 0 | $ 29,265,818 |
| Trustee's Collections - Prior Year | 0 | 18,396 | 0 | 428,648 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 0 | 14,535 | 0 | 484,476 |
| Interest and Penalty | 0 | 3,669 | 0 | 97,316 |
| Payments in-Lieu-of Taxes - T.V.A. | 0 | 630 | 0 | 20,911 |
| Payments in-Lieu-of Taxes - Local Utilities | 0 | 401 | 0 | 13,468 |
| Payments in-Lieu-of Taxes - Other | 0 | 60,326 | 0 | 1,862,846 |
| County Local Option Taxes | | | | |
| Local Option Sales Tax | 0 | 0 | 0 | 8,370,107 |
| Hotel/Motel Tax | 0 | 0 | 0 | 1,804,397 |
| Local Amusement Tax | 0 | 0 | 0 | 1,046 |
| Litigation Tax - General | 0 | 0 | 0 | 240,305 |
| Litigation Tax - Special Purpose | 0 | 0 | 0 | 49,898 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 0 | 0 | 0 | 46,631 |
| Business Tax | 0 | 0 | 0 | 1,906,809 |
| Mixed Drink Tax | 0 | 0 | 0 | 4,104 |
| Statutory Local Taxes | | | | |
| Bank Excise Tax | 0 | 6,598 | 0 | 154,389 |
| Wholesale Beer Tax | 0 | 0 | 0 | 296,573 |
| Total Local Taxes | $ 0 | $ 1,146,226 | $ 0 | $ 45,047,742 |
| | | | | |
| Licenses and Permits | | | | |
| Licenses | | | | |
| Cable TV Franchise | $ 0 | $ 0 | $ 0 | $ 384,845 |

(Continued)

Exhibit J-6

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| Licenses and Permits (Cont.) | | | | |
| Permits | | | | |
| Beer Permits | $ 0 | $ 0 | $ 0 | $ 3,167 |
| Building Permits | 0 | 0 | 0 | 240,446 |
| Electrical Permits | 0 | 0 | 0 | 152 |
| Total Licenses and Permits | $ 0 | $ 0 | $ 0 | $ 628,610 |
| Fines, Forfeitures, and Penalties | | | | |
| Circuit Court | | | | |
| Fines | $ 0 | $ 0 | $ 0 | $ 9,600 |
| Officers Costs | 0 | 0 | 0 | 36,320 |
| Drug Control Fines | 0 | 0 | 0 | 21,913 |
| Data Entry Fee - Circuit Court | 0 | 0 | 0 | 27,368 |
| Courtroom Security Fee | 0 | 0 | 0 | 1,159 |
| Criminal Court | | | | |
| Fines | 0 | 0 | 0 | 165,324 |
| Officers Costs | 0 | 0 | 0 | 96,438 |
| Drug Control Fines | 0 | 0 | 0 | 24,387 |
| Jail Fees | 0 | 0 | 0 | 53,920 |
| DUI Treatment Fines | 0 | 0 | 0 | 24,409 |
| Data Entry Fee - Criminal Court | 0 | 0 | 0 | 4,774 |
| Courtroom Security Fee | 0 | 0 | 0 | 7,431 |
| General Sessions Court | | | | |
| Fines for Littering | 0 | 0 | 0 | 472 |
| Game and Fish Fines | 0 | 0 | 0 | 661 |
| Jail Fees | 0 | 0 | 0 | 3,524 |
| Data Entry Fee - General Sessions Court | 0 | 0 | 0 | 17,865 |

(Continued)

Exhibit J-6

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| Fines, Forfeitures, and Penalties (Cont.) | | | | |
| Juvenile Court | | | | |
| Fines | $ 0 | $ 0 | $ 0 | $ 4,693 |
| Victims Assistance Assessments | 0 | 0 | 0 | 17,800 |
| Chancery Court | | | | |
| Courtroom Security Fee | 0 | 0 | 0 | 6 |
| Other Courts - In-county | | | | |
| Fines | 0 | 0 | 0 | 8,599 |
| Drug Court Fees | 0 | 0 | 0 | 38,667 |
| Other Fines, Forfeitures, and Penalties | | | | |
| Proceeds from Confiscated Property | 0 | 0 | 0 | 22,453 |
| Other Fines, Forfeitures, and Penalties | 0 | 0 | 0 | 65,297 |
| Total Fines, Forfeitures, and Penalties | $ 0 | $ 0 | $ 0 | $ 653,080 |
| | | | | |
| Charges for Current Services | | | | |
| General Service Charges | | | | |
| Surcharge - Host Agency | $ 0 | $ 0 | $ 0 | $ 200,000 |
| Water Treatment Charges | 0 | 0 | 0 | 3,650 |
| Patient Charges | 0 | 0 | 0 | 4,281,550 |
| Zoning Studies | 0 | 0 | 0 | 600 |
| Work Release Charges for Board | 0 | 0 | 0 | 66,156 |
| Service Charges | 0 | 0 | 0 | 215,726 |
| Fees | | | | |
| Engineer Review Fees | 0 | 0 | 0 | 7,308 |
| Recreation Fees | 0 | 0 | 0 | 101,193 |
| Copy Fees | 0 | 0 | 0 | 2,073 |
| Library Fees | 0 | 0 | 0 | 228,670 |

(Continued)

Exhibit J-6

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| Charges for Current Services (Cont.) | | | | |
| Fees (Cont.) | | | | |
| Archives and Records Management Fee | $ 0 | $ 0 | $ 0 | $ 47,271 |
| Telephone Commissions | 0 | 0 | 0 | 98,710 |
| Electronic Citation Fee | 0 | 0 | 0 | 20,323 |
| Constitutional Officers' Fees and Commissions | 0 | 0 | 0 | 2,224,978 |
| Data Processing Fee - Register | 0 | 0 | 0 | 41,394 |
| Probation Fees | 0 | 0 | 0 | 286,369 |
| Data Processing Fee - Sheriff | 0 | 0 | 0 | 2,405 |
| Sexual Offender Registration Fee - Sheriff | 0 | 0 | 0 | 11,354 |
| Data Processing Fee - County Clerk | 0 | 0 | 0 | 13,509 |
| Vehicle Registration Reinstatement Fees | 0 | 0 | 0 | 7,255 |
| Education Charges | | | | |
| Transportation from Individuals | 0 | 0 | 0 | 570 |
| Community Service Fees - Adults | 0 | 0 | 0 | 34,918 |
| Other Charges for Services | 0 | 0 | 0 | 13,650 |
| Total Charges for Current Services | $ 0 | $ 0 | $ 0 | $ 7,909,632 |
| Other Local Revenues | | | | |
| Recurring Items | | | | |
| Investment Income | $ 454 | $ 112,195 | $ 96,191 | $ 372,128 |
| Lease/Rentals | 0 | 0 | 0 | 199,793 |
| Sale of Materials and Supplies | 0 | 0 | 0 | 4,704 |
| Commissary Sales | 0 | 0 | 0 | 81,012 |
| Sale of Gasoline | 0 | 0 | 0 | 100,760 |
| Sale of Maps | 0 | 0 | 0 | 4,389 |
| Sale of Recycled Materials | 0 | 0 | 0 | 13,074 |
| Miscellaneous Refunds | 0 | 0 | 0 | 104,942 |

(Continued)

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| Other Local Revenues (Cont.) | | | | |
| Nonrecurring Items | | | | |
| Sale of Equipment | $ 0 | $ 0 | $ 0 | $ 897 |
| Sale of Property | 0 | 0 | 0 | 150,000 |
| Damages Recovered from Individuals | 0 | 0 | 0 | 950 |
| Contributions and Gifts | 0 | 1,010,759 | 0 | 1,019,509 |
| Other Local Revenues | | | | |
| Other Local Revenues | 0 | 0 | 0 | 507,227 |
| Total Other Local Revenues | $ 454 | $ 1,122,954 | $ 96,191 | $ 2,559,385 |
| Fees Received From County Officials | | | | |
| Excess Fees | | | | |
| County Clerk | $ 0 | $ 0 | $ 0 | $ 268,700 |
| Clerk and Master | 0 | 0 | 0 | 75,456 |
| Register | 0 | 0 | 0 | 262,934 |
| Trustee | 0 | 0 | 0 | 935,758 |
| Fees In-Lieu-of Salary | | | | |
| Circuit Court Clerk | 0 | 0 | 0 | 382,927 |
| Criminal Court Clerk | 0 | 0 | 0 | 465,205 |
| General Sessions Court Clerk | 0 | 0 | 0 | 474,492 |
| Sheriff | 0 | 0 | 0 | 31,781 |
| Total Fees Received From County Officials | $ 0 | $ 0 | $ 0 | $ 2,897,253 |
| State of Tennessee | | | | |
| General Government Grants | | | | |
| Juvenile Services Program | $ 0 | $ 0 | $ 0 | $ 29,807 |
| Other General Government Grants | 0 | 0 | 0 | 744,721 |

(Continued)

Exhibit J-6

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| State of Tennessee (Cont.) | | | | |
| Public Safety Grants | | | | |
| Drug Control Grants | $ 0 | $ 0 | $ 0 | $ 205,000 |
| Other Public Safety Grants | 0 | 0 | 0 | 5,868 |
| Health and Welfare Grants | | | | |
| Health Department Programs | 0 | 0 | 0 | 1,047,935 |
| Public Works Grants | | | | |
| Litter Program | 0 | 0 | 0 | 60,744 |
| Other State Revenues | | | | |
| Beer Tax | 0 | 0 | 0 | 19,194 |
| Vehicle Certificate of Title Fees | 0 | 0 | 0 | 20,732 |
| Alcoholic Beverage Tax | 0 | 0 | 0 | 202,233 |
| State Revenue Sharing - T.V.A. | 0 | 25,898 | 0 | 606,006 |
| State Revenue Sharing - Telecommunications | 0 | 0 | 0 | 107,607 |
| State Shared Sports Gaming Privilege Tax | 0 | 58,016 | 0 | 58,016 |
| Contracted Prisoner Boarding | 0 | 0 | 0 | 1,303,953 |
| Gasoline and Motor Fuel Tax | 0 | 0 | 0 | 3,116,529 |
| Petroleum Special Tax | 0 | 0 | 0 | 71,876 |
| Registrar's Salary Supplement | 0 | 0 | 0 | 11,373 |
| State Shared Sales Tax - Cities | 0 | 0 | 0 | 16,996 |
| Other State Grants | 0 | 0 | 0 | 295,157 |
| Other State Revenues | 0 | 0 | 0 | 267,931 |
| Total State of Tennessee | $ 0 | $ 83,914 | $ 0 | $ 8,191,678 |
| Federal Government | | | | |
| Federal Through State | | | | |
| Civil Defense Reimbursement | $ 0 | $ 0 | $ 0 | $ 56,350 |

(Continued)

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

| | Capital Projects Funds | | Permanent Fund | |
|---|---|---|---|---|
| | HUD Grant Projects | Other Capital Projects | Endowment | Total |
| Federal Government (Cont.) | | | | |
| Federal Through State (Cont.) | | | | |
| Disaster Relief | $ 0 | $ 0 | $ 0 | $ 1,433,809 |
| Homeland Security Grants | 0 | 0 | 0 | 54,759 |
| Medicaid | 0 | 0 | 0 | 124,307 |
| Law Enforcement Grants | 0 | 0 | 0 | 64,511 |
| COVID-19 Grant #5 | 0 | 0 | 0 | 9,989 |
| American Rescue Plan Act Grant #1 | 0 | 0 | 0 | 7,215,068 |
| Other Federal through State | 0 | 0 | 0 | 891,575 |
| Total Federal Government | $ 0 | $ 0 | $ 0 | $ 9,850,368 |
| Other Governments and Citizens Groups | | | | |
| Other Governments | | | | |
| Prisoner Board | $ 0 | $ 0 | $ 0 | $ 1,164,976 |
| Contributions | 0 | 0 | 0 | 1,059,921 |
| Contracted Services | 0 | 0 | 0 | 406,786 |
| Citizens Groups | | | | |
| Donations | 0 | 0 | 0 | 12,077 |
| Total Other Governments and Citizens Groups | $ 0 | $ 0 | $ 0 | $ 2,643,760 |
| Total | $ 454 | $ 2,353,094 | $ 96,191 | $ 80,381,508 |

Exhibit J-7

Bradley County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

| | | Special Revenue Funds | | | Capital Projects Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Education Capital Projects | Total |
| Local Taxes | | | | | | |
| County Property Taxes | | | | | | |
| Current Property Tax | $ 12,146,393 | $ 0 | $ 0 | $ 0 | $ 0 | $ 12,146,393 |
| Trustee's Collections - Prior Year | 115,804 | 0 | 0 | 0 | 0 | 115,804 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 168,047 | 0 | 0 | 0 | 0 | 168,047 |
| Interest and Penalty | 39,708 | 0 | 0 | 0 | 0 | 39,708 |
| Payments in-Lieu-of Taxes - T.V.A. | 9,641 | 0 | 0 | 0 | 0 | 9,641 |
| Payments in-Lieu-of Taxes - Local Utilities | 4,659 | 0 | 0 | 0 | 0 | 4,659 |
| Payments in-Lieu-of Taxes - Other | 700,587 | 0 | 0 | 0 | 0 | 700,587 |
| County Local Option Taxes | | | | | | |
| Local Option Sales Tax | 17,115,368 | 0 | 0 | 0 | 0 | 17,115,368 |
| Mixed Drink Tax | 2,572 | 0 | 0 | 0 | 0 | 2,572 |
| Statutory Local Taxes | | | | | | |
| Bank Excise Tax | 76,624 | 0 | 0 | 0 | 0 | 76,624 |
| Total Local Taxes | $ 30,379,403 | $ 0 | $ 0 | $ 0 | $ 0 | $ 30,379,403 |
| | | | | | | |
| Licenses and Permits | | | | | | |
| Licenses | | | | | | |
| Marriage Licenses | $ 5,804 | $ 0 | $ 0 | $ 0 | $ 0 | $ 5,804 |
| Total Licenses and Permits | $ 5,804 | $ 0 | $ 0 | $ 0 | $ 0 | $ 5,804 |
| | | | | | | |
| Charges for Current Services | | | | | | |
| Education Charges | | | | | | |
| Lunch Payments - Adults | $ 0 | $ 0 | $ 106,065 | $ 0 | $ 0 | $ 106,065 |
| A la Carte Sales | 0 | 0 | 497,362 | 0 | 0 | 497,362 |
| TBI Criminal Background Fee | 2,906 | 0 | 633 | 0 | 0 | 3,539 |
| Total Charges for Current Services | $ 2,906 | $ 0 | $ 604,060 | $ 0 | $ 0 | $ 606,966 |

(Continued)

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

| | General Purpose School | Special Revenue Funds: School Federal Projects | Special Revenue Funds: Central Cafeteria | Special Revenue Funds: Internal School | Capital Projects Fund: Education Capital Projects | Total |
|---|---|---|---|---|---|---|
| Other Local Revenues | | | | | | |
| Recurring Items | | | | | | |
| Investment Income | $ (23,863) | $ 0 | $ 3,034 | $ 0 | $ 0 | $ (20,829) |
| Lease/Rentals | 0 | 0 | 0 | 0 | 2,583 | 2,583 |
| E-Rate Funding | 166,124 | 0 | 0 | 0 | 0 | 166,124 |
| Miscellaneous Refunds | 56,746 | 0 | 7,462 | 0 | 13,938 | 78,146 |
| Nonrecurring Items | | | | | | |
| Contributions and Gifts | 40,000 | 0 | 0 | 0 | 1,007,290 | 1,047,290 |
| Other Local Revenues | | | | | | |
| Other Local Revenues | 2,003 | 0 | 0 | 3,651,189 | 0 | 3,653,192 |
| Total Other Local Revenues | $ 241,010 | $ 0 | $ 10,496 | $ 3,651,189 | $ 1,023,811 | $ 4,926,506 |
| State of Tennessee | | | | | | |
| General Government Grants | | | | | | |
| On-behalf Contributions for OPEB | $ 381,543 | $ 0 | $ 0 | $ 0 | $ 0 | $ 381,543 |
| State Education Funds | | | | | | |
| Basic Education Program | 53,050,550 | 0 | 0 | 0 | 0 | 53,050,550 |
| Early Childhood Education | 1,202,353 | 0 | 0 | 0 | 0 | 1,202,353 |
| School Food Service | 69,828 | 0 | 0 | 0 | 0 | 69,828 |
| Driver Education | 32,149 | 0 | 0 | 0 | 0 | 32,149 |
| Other State Education Funds | 390,753 | 0 | 0 | 0 | 0 | 390,753 |
| Career Ladder Program | 113,360 | 0 | 0 | 0 | 0 | 113,360 |
| Other Vocational | 8,990 | 0 | 0 | 0 | 0 | 8,990 |
| Other State Revenues | | | | | | |
| Income Tax | 135,045 | 0 | 0 | 0 | 0 | 135,045 |
| State Revenue Sharing - T.V.A. | 465,054 | 0 | 0 | 0 | 0 | 465,054 |

(Continued)

Exhibit J-7

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

| | | Special Revenue Funds | | | Capital Projects Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Education Capital Projects | Total |
| State of Tennessee (Cont.) | | | | | | |
| Other State Revenues (Cont.) | | | | | | |
| Safe Schools | $ 164,175 | $ 0 | $ 0 | $ 0 | $ 0 | $ 164,175 |
| Other State Revenues | 131,062 | 0 | 0 | 0 | 0 | 131,062 |
| Total State of Tennessee | $ 56,144,862 | $ 0 | $ 0 | $ 0 | $ 0 | $ 56,144,862 |
| Federal Government | | | | | | |
| Federal Through State | | | | | | |
| USDA School Lunch Program | $ 0 | $ 0 | $ 5,781,490 | $ 0 | $ 0 | $ 5,781,490 |
| USDA - Commodities | 0 | 0 | 466,923 | 0 | 0 | 466,923 |
| Breakfast | 0 | 0 | 1,976,754 | 0 | 0 | 1,976,754 |
| USDA - Other | 0 | 0 | 265,690 | 0 | 0 | 265,690 |
| Vocational Education - Basic Grants to States | 0 | 271,111 | 0 | 0 | 0 | 271,111 |
| Title I Grants to Local Education Agencies | 0 | 1,875,048 | 0 | 0 | 0 | 1,875,048 |
| Special Education - Grants to States | 191,211 | 2,189,515 | 0 | 0 | 0 | 2,380,726 |
| Special Education Preschool Grants | 0 | 91,115 | 0 | 0 | 0 | 91,115 |
| English Language Acquisition Grants | 0 | 30,182 | 0 | 0 | 0 | 30,182 |
| 21st Century Community Learning Centers | 574,586 | 0 | 0 | 0 | 0 | 574,586 |
| Eisenhower Professional Development State Grants | 0 | 345,393 | 0 | 0 | 0 | 345,393 |
| COVID-19 Grant #1 | 0 | 249,239 | 0 | 0 | 0 | 249,239 |
| COVID-19 Grant B | 0 | 5,124,356 | 0 | 0 | 0 | 5,124,356 |
| COVID-19 Grant D | 0 | 41,000 | 0 | 0 | 0 | 41,000 |
| COVID-19 Grant E | 0 | 294,911 | 0 | 0 | 0 | 294,911 |
| American Rescue Plan Act Grant #1 | 0 | 9,473,841 | 0 | 0 | 0 | 9,473,841 |
| American Rescue Plan Act Grant #2 | 0 | 71,840 | 0 | 0 | 0 | 71,840 |
| American Rescue Plan Act Grant #3 | 0 | 17,559 | 0 | 0 | 0 | 17,559 |
| Other Federal through State | 120,484 | 606,383 | 0 | 0 | 0 | 726,867 |

(Continued)

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

| | | Special Revenue Funds | | | Capital Projects Fund | |
|---|---|---|---|---|---|---|
| | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Education Capital Projects | Total |
| Federal Government (Cont.) | | | | | | |
| Direct Federal Revenue | | | | | | |
| ROTC Reimbursement | $ 74,390 | $ 0 | $ 0 | $ 0 | $ 0 | $ 74,390 |
| Total Federal Government | $ 960,671 | $ 20,681,493 | $ 8,490,857 | $ 0 | $ 0 | $ 30,133,021 |
| Other Governments and Citizens Groups | | | | | | |
| Other | | | | | | |
| Other | $ 16,600 | $ 0 | $ 0 | $ 0 | $ 0 | $ 16,600 |
| Total Other Governments and Citizens Groups | $ 16,600 | $ 0 | $ 0 | $ 0 | $ 0 | $ 16,600 |
| Total | $ 87,751,256 | $ 20,681,493 | $ 9,105,413 | $ 3,651,189 | $ 1,023,811 | $ 122,213,162 |

Exhibit J-8

Bradley County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2022

| | | | | |
|---|---|---|---|---|
| General Fund | | | | |
| General Government | | | | |
| County Commission | | | | |
| Assistant(s) | $ | 48,000 | | |
| Board and Committee Members Fees | | 157,148 | | |
| Social Security | | 16,579 | | |
| Pensions | | 14,613 | | |
| Life Insurance | | 200 | | |
| Medical Insurance | | 66,000 | | |
| Audit Services | | 49,631 | | |
| Communication | | 370 | | |
| Dues and Memberships | | 1,950 | | |
| Lease Payments | | 1,440 | | |
| Maintenance and Repair Services - Office Equipment | | 615 | | |
| Travel | | 1,480 | | |
| Tuition | | 100 | | |
| Office Supplies | | 901 | | |
| Other Charges | | 43,888 | | |
| Total County Commission | | | $ | 402,915 |
| Board of Equalization | | | | |
| Board and Committee Members Fees | $ | 510 | | |
| Social Security | | 39 | | |
| Total Board of Equalization | | | | 549 |
| Beer Board | | | | |
| Board and Committee Members Fees | $ | 2,295 | | |
| Social Security | | 176 | | |
| Total Beer Board | | | | 2,471 |
| Other Boards and Committees | | | | |
| Clerical Personnel | $ | 7,834 | | |
| Social Security | | 1,888 | | |
| Pensions | | 2,700 | | |
| Life Insurance | | 19 | | |
| Medical Insurance | | 7,830 | | |
| Communication | | 5 | | |
| Lease Payments | | 660 | | |
| Maintenance and Repair Services - Equipment | | 300 | | |
| Office Supplies | | 28,897 | | |
| Total Other Boards and Committees | | | | 50,133 |
| County Mayor/Executive | | | | |
| County Official/Administrative Officer | $ | 121,773 | | |
| Assistant(s) | | 81,965 | | |
| Clerical Personnel | | 25,982 | | |
| Social Security | | 17,012 | | |
| Pensions | | 19,611 | | |
| Life Insurance | | 71 | | |
| Medical Insurance | | 28,863 | | |

(Continued)

Exhibit J-8

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| General Government (Cont.) | | |
| County Mayor/Executive (Cont.) | | |
| Advertising | $ 800 | |
| Communication | 1,319 | |
| Dues and Memberships | 1,950 | |
| Travel | 2,549 | |
| Tuition | 180 | |
| Office Supplies | 2,575 | |
| Vehicle and Equipment Insurance | 691 | |
| Other Charges | 200 | |
| Total County Mayor/Executive | | $ 305,541 |
| | | |
| Personnel Office | | |
| Accountants/Bookkeepers | $ 62,141 | |
| Social Security | 4,628 | |
| Pensions | 6,599 | |
| Life Insurance | 38 | |
| Medical Insurance | 15,659 | |
| Unemployment Compensation | 7,866 | |
| Advertising | 889 | |
| Contracts with Private Agencies | 84 | |
| Maintenance and Repair Services - Office Equipment | 512 | |
| Office Supplies | 4,112 | |
| Testing | 987 | |
| Workers' Compensation Insurance | 21,281 | |
| Other Charges | 21,155 | |
| Total Personnel Office | | 145,951 |
| | | |
| County Attorney | | |
| Assistant(s) | $ 34,006 | |
| Paraprofessionals | 39,535 | |
| Other Salaries and Wages | 85,837 | |
| Social Security | 11,862 | |
| Pensions | 16,926 | |
| Life Insurance | 58 | |
| Medical Insurance | 23,489 | |
| Communication | 10 | |
| Data Processing Services | 7,733 | |
| Dues and Memberships | 150 | |
| Legal Services | 44 | |
| Office Supplies | 1,198 | |
| Total County Attorney | | 220,848 |
| | | |
| Election Commission | | |
| County Official/Administrative Officer | $ 90,995 | |
| Deputy(ies) | 65,853 | |
| Overtime Pay | 2,622 | |
| Election Commission | 2,750 | |
| Election Workers | 43,668 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| General Government (Cont.) | | |
| Election Commission (Cont.) | | |
| Social Security | $ 14,945 | |
| Pensions | 9,407 | |
| Life Insurance | 32 | |
| Medical Insurance | 13,038 | |
| Accounting Services | 4,980 | |
| Advertising | 7,928 | |
| Communication | 1,050 | |
| Maintenance and Repair Services - Equipment | 15,288 | |
| Postal Charges | 1,242 | |
| Printing, Stationery, and Forms | 1,666 | |
| Travel | 1,000 | |
| Office Supplies | 4,873 | |
| Liability Insurance | 4,348 | |
| Other Charges | 17,068 | |
| Data Processing Equipment | 1,415 | |
| Total Election Commission | | $ 304,168 |
| Register of Deeds | | |
| Life Insurance | $ 134 | |
| Medical Insurance | 55,130 | |
| Communication | 480 | |
| Data Processing Services | 46,704 | |
| Maintenance and Repair Services - Equipment | 2,146 | |
| Travel | 935 | |
| Office Supplies | 4,341 | |
| Other Charges | 1,576 | |
| Office Equipment | 2,700 | |
| Total Register of Deeds | | 114,146 |
| Planning | | |
| Assistant(s) | $ 87,716 | |
| Supervisor/Director | 58,652 | |
| Clerical Personnel | 36,284 | |
| Social Security | 13,890 | |
| Pensions | 10,082 | |
| Life Insurance | 77 | |
| Medical Insurance | 31,469 | |
| Communication | 1,330 | |
| Dues and Memberships | 860 | |
| Lease Payments | 2,066 | |
| Legal Notices, Recording, and Court Costs | 1,579 | |
| Maintenance and Repair Services - Office Equipment | 1,348 | |
| Maintenance and Repair Services - Vehicles | 1,830 | |
| Travel | 919 | |
| Tuition | 1,963 | |
| Gasoline | 1,866 | |
| Office Supplies | 2,764 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| General Government (Cont.) | | |
| Planning (Cont.) | | |
| Vehicle and Equipment Insurance | $ 998 | |
| Workers' Compensation Insurance | 2,732 | |
| Total Planning | | $ 258,425 |
| | | |
| Geographical Information Systems | | |
| Assistant(s) | $ 46,114 | |
| Supervisor/Director | 70,432 | |
| Social Security | 8,817 | |
| Pensions | 12,377 | |
| Life Insurance | 42 | |
| Medical Insurance | 15,528 | |
| Communication | 413 | |
| Contracts with Government Agencies | 16,881 | |
| Data Processing Services | 50,242 | |
| Dues and Memberships | 80 | |
| Maintenance and Repair Services - Equipment | 619 | |
| Maintenance and Repair Services - Vehicles | 3,604 | |
| Travel | 769 | |
| Tuition | 1,655 | |
| Other Contracted Services | 5,527 | |
| Gasoline | 191 | |
| Other Supplies and Materials | 2,194 | |
| Vehicle and Equipment Insurance | 646 | |
| Data Processing Equipment | 3,000 | |
| Total Geographical Information Systems | | 239,131 |
| | | |
| County Buildings | | |
| Maintenance Personnel | $ 74,570 | |
| Part-time Personnel | 29,253 | |
| Social Security | 7,873 | |
| Pensions | 5,184 | |
| Life Insurance | 38 | |
| Medical Insurance | 15,659 | |
| Communication | 23,080 | |
| Pest Control | 1,008 | |
| Postal Charges | 133,076 | |
| Travel | 471 | |
| Other Contracted Services | 5,000 | |
| Custodial Supplies | 12,712 | |
| Drugs and Medical Supplies | 542 | |
| Utilities | 96,586 | |
| Other Supplies and Materials | 15,545 | |
| Liability Insurance | 507 | |
| Workers' Compensation Insurance | 2,500 | |
| Building Improvements | 10,352 | |
| Total County Buildings | | 433,956 |

(Continued)

Exhibit J-8

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

| | | | | |
|---|---|---|---|---|
| General Fund (Cont.) | | | | |
| General Government (Cont.) | | | | |
| Other Facilities | | | | |
| Maintenance and Repair Services - Buildings | $ | 8,932 | | |
| Pest Control | | 100 | | |
| Total Other Facilities | | | $ | 9,032 |
| Finance | | | | |
| Accounting and Budgeting | | | | |
| Supervisor/Director | $ | 62,220 | | |
| Clerical Personnel | | 74,936 | | |
| Social Security | | 10,932 | | |
| Pensions | | 11,371 | | |
| Life Insurance | | 58 | | |
| Medical Insurance | | 23,489 | | |
| Accounting Services | | 9,000 | | |
| Dues and Memberships | | 2,023 | | |
| Maintenance and Repair Services - Office Equipment | | 496 | | |
| Travel | | 604 | | |
| Tuition | | 175 | | |
| Office Supplies | | 5,441 | | |
| Other Supplies and Materials | | 1,274 | | |
| Other Charges | | 11,392 | | |
| Total Accounting and Budgeting | | | | 213,411 |
| Property Assessor's Office | | | | |
| County Official/Administrative Officer | $ | 101,103 | | |
| Paraprofessionals | | 353,894 | | |
| Clerical Personnel | | 172,914 | | |
| Social Security | | 46,730 | | |
| Pensions | | 53,682 | | |
| Employee and Dependent Insurance | | 1,008 | | |
| Life Insurance | | 265 | | |
| Medical Insurance | | 108,693 | | |
| Communication | | 250 | | |
| Dues and Memberships | | 2,680 | | |
| Maintenance and Repair Services - Office Equipment | | 1,329 | | |
| Maintenance and Repair Services - Vehicles | | 3,444 | | |
| Travel | | 7,827 | | |
| Tuition | | 450 | | |
| Gasoline | | 3,761 | | |
| Office Supplies | | 4,026 | | |
| Vehicle and Equipment Insurance | | 3,536 | | |
| Workers' Compensation Insurance | | 5,597 | | |
| Principal on Leases | | 4,611 | | |
| Office Equipment | | 1,747 | | |
| Total Property Assessor's Office | | | | 877,547 |
| Reappraisal Program | | | | |
| Data Processing Services | $ | 47,042 | | |

(Continued)

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

| | | | | |
|---|---|---|---|---|
| General Fund (Cont.) | | | | |
| Finance (Cont.) | | | | |
| Reappraisal Program (Cont.) | | | | |
| Maintenance and Repair Services - Buildings | $ | 1,250 | | |
| Postal Charges | | 2,397 | | |
| Other Contracted Services | | 28,904 | | |
| Office Supplies | | 1,755 | | |
| Motor Vehicles | | 26,000 | | |
| Total Reappraisal Program | | | $ | 107,348 |
| County Trustee's Office | | | | |
| Life Insurance | $ | 134 | | |
| Medical Insurance | | 54,807 | | |
| Communication | | 4,159 | | |
| Dues and Memberships | | 951 | | |
| Pest Control | | 100 | | |
| Rentals | | 42,000 | | |
| Travel | | 842 | | |
| Tuition | | 180 | | |
| Other Contracted Services | | 41,922 | | |
| Custodial Supplies | | 4,800 | | |
| Office Supplies | | 6,303 | | |
| Utilities | | 7,609 | | |
| Other Charges | | 250 | | |
| Data Processing Equipment | | 2,991 | | |
| Total County Trustee's Office | | | | 167,048 |
| County Clerk's Office | | | | |
| Deputy(ies) | $ | 140,236 | | |
| Social Security | | 10,728 | | |
| Pensions | | 14,893 | | |
| Life Insurance | | 498 | | |
| Medical Insurance | | 202,495 | | |
| Communication | | 2,735 | | |
| Dues and Memberships | | 1,366 | | |
| Travel | | 2,423 | | |
| Library Books/Media | | 6,797 | | |
| Office Supplies | | 33,208 | | |
| Other Supplies and Materials | | 7,443 | | |
| Other Charges | | 11,896 | | |
| Office Equipment | | 7,500 | | |
| Total County Clerk's Office | | | | 442,218 |
| Data Processing | | | | |
| Social Security | $ | 429 | | |
| Life Insurance | | 2 | | |
| Medical Insurance | | 747 | | |
| Communication | | 17,217 | | |
| Contracts with Private Agencies | | 92,858 | | |
| Data Processing Services | | 50,430 | | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Finance (Cont.) | | |
| Data Processing (Cont.) | | |
| Other Contracted Services | $ 54,861 | |
| Data Processing Equipment | 44,496 | |
| Total Data Processing | | $ 261,040 |
| | | |
| Administration of Justice | | |
| Circuit Court | | |
| County Official/Administrative Officer | $ 101,103 | |
| Total Circuit Court | | 101,103 |
| | | |
| Circuit Court Clerk | | |
| Assistant(s) | $ 57,808 | |
| Deputy(ies) | 873,265 | |
| Part-time Personnel | 17,417 | |
| Social Security | 76,409 | |
| Pensions | 77,540 | |
| Employee and Dependent Insurance | 7,138 | |
| Life Insurance | 598 | |
| Medical Insurance | 235,112 | |
| Communication | 2,854 | |
| Data Processing Services | 62,331 | |
| Dues and Memberships | 864 | |
| Custodial Supplies | 4,531 | |
| Office Supplies | 44,175 | |
| Utilities | 25,000 | |
| Data Processing Equipment | 7,034 | |
| Office Equipment | 324 | |
| Total Circuit Court Clerk | | 1,492,400 |
| | | |
| General Sessions Judge | | |
| Judge(s) | $ 176,374 | |
| Clerical Personnel | 32,058 | |
| Part-time Personnel | 2,700 | |
| Social Security | 13,833 | |
| Pensions | 22,072 | |
| Employee and Dependent Insurance | 7,819 | |
| Life Insurance | 38 | |
| Medical Insurance | 15,648 | |
| Dues and Memberships | 250 | |
| Travel | 275 | |
| Tuition | 100 | |
| Office Supplies | 382 | |
| Periodicals | 22 | |
| Total General Sessions Judge | | 271,571 |
| | | |
| Drug Court | | |
| Paraprofessionals | $ 35,038 | |
| Assessment Personnel | 45,873 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Administration of Justice (Cont.) | | |
| Drug Court (Cont.) | | |
| Social Security | $ 6,050 | |
| Pensions | 2,258 | |
| Life Insurance | 30 | |
| Medical Insurance | 12,426 | |
| Other Contracted Services | 106,150 | |
| Total Drug Court | | $ 207,825 |
| Chancery Court | | |
| Life Insurance | $ 94 | |
| Medical Insurance | 31,771 | |
| Communication | 834 | |
| Dues and Memberships | 906 | |
| Maintenance and Repair Services - Office Equipment | 19,016 | |
| Travel | 282 | |
| Tuition | 150 | |
| Office Supplies | 5,590 | |
| Total Chancery Court | | 58,643 |
| Juvenile Court | | |
| County Official/Administrative Officer | $ 72,996 | |
| Probation Officer(s) | 281,621 | |
| Clerical Personnel | 115,512 | |
| Social Security | 35,303 | |
| Pensions | 45,939 | |
| Life Insurance | 174 | |
| Medical Insurance | 71,004 | |
| Communication | 14,138 | |
| Maintenance and Repair Services - Buildings | 4,225 | |
| Maintenance and Repair Services - Vehicles | 2,272 | |
| Pest Control | 720 | |
| Travel | 2,516 | |
| Other Contracted Services | 4,822 | |
| Office Supplies | 4,061 | |
| Utilities | 29,105 | |
| Other Supplies and Materials | 6,661 | |
| Vehicle and Equipment Insurance | 747 | |
| Other Charges | 1,622 | |
| Total Juvenile Court | | 693,438 |
| Juvenile Court Judge | | |
| Judge(s) | $ 176,374 | |
| Clerical Personnel | 10,516 | |
| Other Salaries and Wages | 53,584 | |
| Social Security | 16,305 | |
| Pensions | 42 | |
| Life Insurance | 36 | |
| Medical Insurance | 14,543 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Administration of Justice (Cont.) | | |
| Juvenile Court Judge (Cont.) | | |
| Communication | $ 451 | |
| Dues and Memberships | 1,500 | |
| Travel | 41 | |
| Tuition | 300 | |
| Office Supplies | 544 | |
| Periodicals | 190 | |
| Total Juvenile Court Judge | | $ 274,426 |
| District Attorney General | | |
| Assessment Personnel | $ 33,400 | |
| Social Security | 2,534 | |
| Life Insurance | 19 | |
| Medical Insurance | 7,830 | |
| Other Contracted Services | 10,483 | |
| Other Charges | 382 | |
| Total District Attorney General | | 54,648 |
| Office of Public Defender | | |
| Assistant(s) | $ 3,860 | |
| Supervisor/Director | 4,182 | |
| Probation Officer(s) | 14,046 | |
| Social Security | 1,672 | |
| Pensions | 603 | |
| Life Insurance | 4 | |
| Medical Insurance | 1,710 | |
| Other Fringe Benefits | 297 | |
| Data Processing Services | 465 | |
| Travel | 1,137 | |
| Other Contracted Services | 400 | |
| Other Supplies and Materials | 2,717 | |
| Total Office of Public Defender | | 31,093 |
| Judicial Commissioners | | |
| Jury and Witness Expense | $ 30,241 | |
| Total Judicial Commissioners | | 30,241 |
| Other Administration of Justice | | |
| Assistant(s) | $ 32,844 | |
| Supervisor/Director | 34,710 | |
| Clerical Personnel | 16,625 | |
| Social Security | 6,330 | |
| Pensions | 1,765 | |
| Life Insurance | 48 | |
| Medical Insurance | 19,398 | |
| Communication | 365 | |
| Maintenance and Repair Services - Vehicles | 288 | |
| Gasoline | 2,191 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Administration of Justice (Cont.) | | |
| Other Administration of Justice (Cont.) | | |
| Office Supplies | $ 248 | |
| Other Supplies and Materials | 3,986 | |
| Liability Insurance | 165 | |
| Vehicle and Equipment Insurance | 646 | |
| Workers' Compensation Insurance | 1,027 | |
| Motor Vehicles | 29,621 | |
| Total Other Administration of Justice | | $ 150,257 |
| Probation Services | | |
| Supervisor/Director | $ 59,421 | |
| Probation Officer(s) | 167,653 | |
| Clerical Personnel | 12,745 | |
| Social Security | 17,633 | |
| Pensions | 14,864 | |
| Life Insurance | 118 | |
| Medical Insurance | 48,170 | |
| Data Processing Services | 4,385 | |
| Maintenance and Repair Services - Buildings | 694 | |
| Maintenance and Repair Services - Vehicles | 20 | |
| Travel | 433 | |
| Tuition | 100 | |
| Drug Treatment | 2,818 | |
| Other Contracted Services | 16,655 | |
| Office Supplies | 2,132 | |
| Utilities | 1,974 | |
| Other Supplies and Materials | 3,721 | |
| Other Charges | 2,653 | |
| Total Probation Services | | 356,189 |
| Courtroom Security | | |
| Other Supplies and Materials | $ 1,799 | |
| Total Courtroom Security | | 1,799 |
| Public Safety | | |
| Sheriff's Department | | |
| County Official/Administrative Officer | $ 111,214 | |
| Deputy(ies) | 3,970,734 | |
| Clerical Personnel | 168,287 | |
| Part-time Personnel | 40,283 | |
| School Resource Officer | 680,204 | |
| Overtime Pay | 146,064 | |
| Other Salaries and Wages | 124,771 | |
| In-service Training | 81,600 | |
| Social Security | 399,906 | |
| Pensions | 451,389 | |
| Employee and Dependent Insurance | 2,724 | |
| Life Insurance | 1,993 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Public Safety (Cont.) | | |
| Sheriff's Department (Cont.) | | |
| Medical Insurance | $ 800,215 | |
| Other Fringe Benefits | 39,987 | |
| Communication | 83,529 | |
| Confidential Drug Enforcement Payments | 2,000 | |
| Dues and Memberships | 1,110 | |
| Legal Services | 2,578 | |
| Maintenance and Repair Services - Vehicles | 42,365 | |
| Towing Services | 2,107 | |
| Travel | 17,557 | |
| Tuition | 34,374 | |
| Veterinary Services | 5,000 | |
| Other Contracted Services | 118,259 | |
| Fuel Oil | 111,782 | |
| Gasoline | 393,639 | |
| Law Enforcement Supplies | 46,753 | |
| Office Supplies | 4,179 | |
| Uniforms | 44,385 | |
| Other Supplies and Materials | 6,863 | |
| Building and Contents Insurance | 81,163 | |
| Liability Insurance | 410,093 | |
| Vehicle and Equipment Insurance | 111,958 | |
| Workers' Compensation Insurance | 249,286 | |
| Other Charges | 2,261 | |
| Principal on Leases | 329,930 | |
| Interest on Leases | 16,809 | |
| Data Processing Equipment | 127,410 | |
| Law Enforcement Equipment | 763,408 | |
| Motor Vehicles | 82,739 | |
| Total Sheriff's Department | | $ 10,110,908 |
| Special Patrols | | |
| Deputy(ies) | $ 29,561 | |
| Social Security | 2,247 | |
| Pensions | 2,562 | |
| Life Insurance | 7 | |
| Medical Insurance | 2,657 | |
| Other Fringe Benefits | 370 | |
| Travel | 883 | |
| Law Enforcement Equipment | 9,128 | |
| Total Special Patrols | | 47,415 |
| Traffic Control | | |
| Maintenance and Repair Services - Equipment | $ 24,710 | |
| Utilities | 2,672 | |
| Total Traffic Control | | 27,382 |

(Continued)

Exhibit J-8

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Public Safety (Cont.) | | |
| Jail | | |
| Deputy(ies) | $ 3,753,360 | |
| Mechanic(s) | 47,762 | |
| Clerical Personnel | 142,070 | |
| Maintenance Personnel | 59,138 | |
| Part-time Personnel | 68,820 | |
| Overtime Pay | 158,732 | |
| Other Salaries and Wages | 493 | |
| Social Security | 320,060 | |
| Pensions | 209,057 | |
| Employee and Dependent Insurance | 38,741 | |
| Life Insurance | 1,722 | |
| Medical Insurance | 666,733 | |
| Other Fringe Benefits | 147,053 | |
| Communication | 6,507 | |
| Maintenance and Repair Services - Buildings | 240,948 | |
| Maintenance and Repair Services - Equipment | 65,980 | |
| Maintenance and Repair Services - Vehicles | 6,000 | |
| Medical and Dental Services | 1,033,578 | |
| Transportation - Other than Students | 20,804 | |
| Travel | 4,444 | |
| Tuition | 1,805 | |
| Other Contracted Services | 49,582 | |
| Custodial Supplies | 45,685 | |
| Food Supplies | 386,109 | |
| Office Supplies | 11,803 | |
| Prisoners Clothing | 52,001 | |
| Uniforms | 34,732 | |
| Utilities | 339,155 | |
| Other Supplies and Materials | 10,480 | |
| Specialized Medical Treatment | 15,115 | |
| Law Enforcement Equipment | 50,378 | |
| Total Jail | | $ 7,988,847 |
| Workhouse | | |
| Deputy(ies) | $ 182,026 | |
| Overtime Pay | 34 | |
| Social Security | 13,725 | |
| Pensions | 4,003 | |
| Life Insurance | 82 | |
| Medical Insurance | 33,305 | |
| Other Fringe Benefits | 9,832 | |
| Communication | 709 | |
| Maintenance and Repair Services - Buildings | 1,782 | |
| Maintenance and Repair Services - Equipment | 33,043 | |
| Maintenance and Repair Services - Vehicles | 100 | |
| Medical and Dental Services | 209,366 | |
| Travel | 500 | |

(Continued)

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

| | | | | |
|---|---|---|---|---|
| General Fund (Cont.) | | | | |
| Public Safety (Cont.) | | | | |
| Workhouse (Cont.) | | | | |
| Tuition | $ | 227 | | |
| Other Contracted Services | | 2,140 | | |
| Custodial Supplies | | 3,519 | | |
| Food Supplies | | 71,686 | | |
| Office Supplies | | 882 | | |
| Uniforms | | 316 | | |
| Utilities | | 9,985 | | |
| Other Supplies and Materials | | 14,128 | | |
| Interest on Other Loans | | 15,282 | | |
| Data Processing Equipment | | 3,000 | | |
| Law Enforcement Equipment | | 2,000 | | |
| Total Workhouse | | | $ | 611,672 |
| Correctional Incentive Program Improvements | | | | |
| Supervisor/Director | $ | 53,996 | | |
| Salary Supplements | | 12,378 | | |
| Guards | | 657,016 | | |
| Overtime Pay | | 14,209 | | |
| Other Salaries and Wages | | 132,137 | | |
| Social Security | | 65,139 | | |
| Pensions | | 47,711 | | |
| Life Insurance | | 465 | | |
| Medical Insurance | | 172,431 | | |
| Other Fringe Benefits | | 28,602 | | |
| Communication | | 5,180 | | |
| Maintenance and Repair Services - Buildings | | 3,599 | | |
| Maintenance and Repair Services - Equipment | | 5,360 | | |
| Maintenance and Repair Services - Office Equipment | | 555 | | |
| Medical and Dental Services | | 1,470 | | |
| Travel | | 3,283 | | |
| Tuition | | 350 | | |
| Other Contracted Services | | 3,870 | | |
| Custodial Supplies | | 14,290 | | |
| Food Supplies | | 11,455 | | |
| Gasoline | | 556 | | |
| Office Supplies | | 5,610 | | |
| Prisoners Clothing | | 4,400 | | |
| Uniforms | | 3,562 | | |
| Utilities | | 23,184 | | |
| Other Supplies and Materials | | 1,109 | | |
| Other Charges | | 9,271 | | |
| Data Processing Equipment | | 1,295 | | |
| Other Equipment | | 1,300 | | |
| Total Correctional Incentive Program Improvements | | | | 1,283,783 |
| Juvenile Services | | | | |
| Other Salaries and Wages | $ | 25,434 | | |

(Continued)

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

| | | | | |
|---|---|---|---|---|
| General Fund (Cont.) | | | | |
| Public Safety (Cont.) | | | | |
| Juvenile Services (Cont.) | | | | |
| Social Security | $ | 1,933 | | |
| Pensions | | 389 | | |
| Life Insurance | | 10 | | |
| Medical Insurance | | 3,707 | | |
| Other Fringe Benefits | | 1,482 | | |
| Other Supplies and Materials | | 2,915 | | |
| Total Juvenile Services | | | $ | 35,870 |
| Work Release Program | | | | |
| Supervisor/Director | $ | 54,276 | | |
| Probation Officer(s) | | 89,606 | | |
| Clerical Personnel | | 25,846 | | |
| Part-time Personnel | | 11,409 | | |
| Social Security | | 13,442 | | |
| Pensions | | 9,606 | | |
| Life Insurance | | 86 | | |
| Medical Insurance | | 35,196 | | |
| Other Fringe Benefits | | 5,671 | | |
| Accounting Services | | 2,300 | | |
| Communication | | 5,342 | | |
| Evaluation and Testing | | 3,337 | | |
| Maintenance and Repair Services - Equipment | | 1,937 | | |
| Printing, Stationery, and Forms | | 152 | | |
| Rentals | | 21,600 | | |
| Travel | | 4,192 | | |
| Tuition | | 1,080 | | |
| Custodial Supplies | | 300 | | |
| Office Supplies | | 1,565 | | |
| Utilities | | 4,367 | | |
| Liability Insurance | | 18 | | |
| Vehicle and Equipment Insurance | | 2,582 | | |
| Workers' Compensation Insurance | | 39 | | |
| Other Charges | | 4,938 | | |
| Total Work Release Program | | | | 298,887 |
| Civil Defense | | | | |
| Supervisor/Director | $ | 66,772 | | |
| Accountants/Bookkeepers | | 35,542 | | |
| Paraprofessionals | | 78,280 | | |
| Social Security | | 13,729 | | |
| Pensions | | 15,833 | | |
| Life Insurance | | 66 | | |
| Medical Insurance | | 27,117 | | |
| Other Fringe Benefits | | 2,145 | | |
| Communication | | 15,838 | | |
| Contracts with Government Agencies | | 14,703 | | |
| Contracts with Other Public Agencies | | 220 | | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Public Safety (Cont.) | | |
| Civil Defense (Cont.) | | |
| Dues and Memberships | $ 1,000 | |
| Janitorial Services | 1,000 | |
| Maintenance and Repair Services - Buildings | 1,861 | |
| Maintenance and Repair Services - Equipment | 2,675 | |
| Maintenance and Repair Services - Vehicles | 4,814 | |
| Pest Control | 300 | |
| Travel | 2,970 | |
| Tuition | 900 | |
| Maintenance and Repair Services - Records | 17,943 | |
| Gasoline | 12,134 | |
| Office Supplies | 2,358 | |
| Uniforms | 4,483 | |
| Utilities | 14,356 | |
| Building and Contents Insurance | 21,984 | |
| Indirect Cost | 120,636 | |
| Liability Insurance | 1,016 | |
| Vehicle and Equipment Insurance | 13,824 | |
| Other Charges | 8,145 | |
| Total Civil Defense | | $ 502,644 |
| Other Emergency Management | | |
| Contracts with Government Agencies | $ 54,759 | |
| Total Other Emergency Management | | 54,759 |
| Inspection and Regulation | | |
| Investigator(s) | $ 22,611 | |
| Social Security | 1,722 | |
| Pensions | 1,601 | |
| Life Insurance | 9 | |
| Medical Insurance | 3,481 | |
| Other Fringe Benefits | 513 | |
| Liability Insurance | 105,483 | |
| Total Inspection and Regulation | | 135,420 |
| County Coroner/Medical Examiner | | |
| Supervisor/Director | $ 50,733 | |
| Medical Personnel | 14,040 | |
| Overtime Pay | 34,950 | |
| Social Security | 7,534 | |
| Pensions | 7,398 | |
| Life Insurance | 29 | |
| Medical Insurance | 11,732 | |
| Other Fringe Benefits | 857 | |
| Communication | 1,980 | |
| Maintenance and Repair Services - Vehicles | 4,853 | |
| Medical and Dental Services | 59,393 | |
| Pauper Burials | 200 | |

(Continued)

Exhibit J-8

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Public Safety (Cont.) | | |
| County Coroner/Medical Examiner (Cont.) | | |
| Travel | $ 64 | |
| Drugs and Medical Supplies | 2,393 | |
| Gasoline | 1,815 | |
| Office Supplies | 932 | |
| Uniforms | 314 | |
| Vehicle and Equipment Insurance | 1,966 | |
| In Service/Staff Development | 120 | |
| Total County Coroner/Medical Examiner | | $ 201,303 |
| Public Safety Grants Program | | |
| Other Salaries and Wages | $ 6,982 | |
| Social Security | 528 | |
| Pensions | 741 | |
| Life Insurance | 2 | |
| Medical Insurance | 692 | |
| Total Public Safety Grants Program | | 8,945 |
| Other Public Safety | | |
| Contributions | $ 650,000 | |
| Total Other Public Safety | | 650,000 |
| Public Health and Welfare | | |
| Local Health Center | | |
| Custodial Personnel | $ 33,086 | |
| Social Security | 2,490 | |
| Pensions | 2,593 | |
| Life Insurance | 18 | |
| Medical Insurance | 7,503 | |
| Communication | 15,794 | |
| Maintenance and Repair Services - Buildings | 19,319 | |
| Pest Control | 300 | |
| Rentals | 600 | |
| Travel | 357 | |
| Tuition | 945 | |
| Custodial Supplies | 3,019 | |
| Instructional Supplies and Materials | 3,200 | |
| Office Supplies | 3,321 | |
| Utilities | 29,509 | |
| Other Supplies and Materials | 1,270 | |
| Liability Insurance | 12,601 | |
| Workers' Compensation Insurance | 13,398 | |
| Other Charges | 184,423 | |
| Other Construction | 6,000 | |
| Total Local Health Center | | 339,746 |
| Rabies and Animal Control | | |
| Contributions | $ 206,000 | |
| Total Rabies and Animal Control | | 206,000 |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Public Health and Welfare (Cont.) | | |
| Ambulance/Emergency Medical Services | | |
| Assistant(s) | $ 39,243 | |
| Supervisor/Director | 69,093 | |
| Accountants/Bookkeepers | 204,782 | |
| Paraprofessionals | 2,644,058 | |
| Salary Supplements | 20,000 | |
| Part-time Personnel | 251,661 | |
| Overtime Pay | 245,054 | |
| Other Salaries and Wages | 246,313 | |
| Social Security | 281,203 | |
| Pensions | 187,282 | |
| Employee and Dependent Insurance | 94,073 | |
| Life Insurance | 1,208 | |
| Medical Insurance | 488,992 | |
| Other Fringe Benefits | 117,466 | |
| Ambulance Services | 172,040 | |
| Communication | 16,490 | |
| Debt Collection Services | 27,415 | |
| Dues and Memberships | 520 | |
| Laundry Service | 3,863 | |
| Licenses | 5,388 | |
| Maintenance and Repair Services - Buildings | 1,276 | |
| Maintenance and Repair Services - Equipment | 65,760 | |
| Maintenance and Repair Services - Vehicles | 269,191 | |
| Pest Control | 432 | |
| Tuition | 4,000 | |
| Other Contracted Services | 1,373 | |
| Custodial Supplies | 3,864 | |
| Drugs and Medical Supplies | 236,769 | |
| Gasoline | 156,836 | |
| Office Supplies | 4,866 | |
| Uniforms | 3,399 | |
| Utilities | 21,073 | |
| Other Supplies and Materials | 14,623 | |
| Liability Insurance | 27,744 | |
| Vehicle and Equipment Insurance | 49,796 | |
| Workers' Compensation Insurance | 227,637 | |
| Other Charges | 2,000 | |
| Data Processing Equipment | 2,518 | |
| Office Equipment | 1,000 | |
| Other Equipment | 125,004 | |
| Total Ambulance/Emergency Medical Services | | $ 6,335,305 |
| | | |
| Alcohol and Drug Programs | | |
| Communication | $ 3 | |
| Other Charges | 1 | |
| Total Alcohol and Drug Programs | | 4 |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Public Health and Welfare (Cont.) | | |
| Other Local Health Services | | |
| Paraprofessionals | $ 765,062 | |
| Social Security | 57,282 | |
| Pensions | 44,503 | |
| Life Insurance | 387 | |
| Medical Insurance | 145,706 | |
| Other Fringe Benefits | 19,735 | |
| Travel | 7,711 | |
| Other Contracted Services | 3,538 | |
| Office Supplies | 947 | |
| Other Supplies and Materials | 230 | |
| Indirect Cost | 1,397 | |
| Total Other Local Health Services | | $ 1,046,498 |
| General Welfare Assistance | | |
| Paraprofessionals | $ 3,325 | |
| Social Security | 277 | |
| Communication | 50 | |
| Office Supplies | 300 | |
| Total General Welfare Assistance | | 3,952 |
| Other Local Welfare Services | | |
| Contracts with Government Agencies | $ 102,820 | |
| Total Other Local Welfare Services | | 102,820 |
| Other Waste Disposal | | |
| Maintenance Personnel | $ 29,935 | |
| Social Security | 2,272 | |
| Life Insurance | 16 | |
| Medical Insurance | 6,674 | |
| Other Fringe Benefits | 2,039 | |
| Instructional Supplies and Materials | 21,229 | |
| Other Supplies and Materials | 7,277 | |
| Total Other Waste Disposal | | 69,442 |
| Other Public Health and Welfare | | |
| Office Supplies | $ 4,257 | |
| Total Other Public Health and Welfare | | 4,257 |
| Social, Cultural, and Recreational Services | | |
| Adult Activities | | |
| Contracts with Government Agencies | $ 5,000 | |
| Total Adult Activities | | 5,000 |
| Senior Citizens Assistance | | |
| Contributions | $ 114,000 | |
| Total Senior Citizens Assistance | | 114,000 |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Social, Cultural, and Recreational Services (Cont.) | | |
| Parks and Fair Boards | | |
| Temporary Personnel | $ 1,165 | |
| Social Security | 128 | |
| Pensions | 181 | |
| Life Insurance | 1 | |
| Medical Insurance | 319 | |
| Other Contracted Services | 7,865 | |
| Other Supplies and Materials | 2,072 | |
| Total Parks and Fair Boards | | $ 11,731 |
| Other Social, Cultural, and Recreational | | |
| Assistant(s) | $ 88,663 | |
| Supervisor/Director | 50,467 | |
| Clerical Personnel | 27,734 | |
| Maintenance Personnel | 143,818 | |
| Temporary Personnel | 95,091 | |
| Overtime Pay | 219 | |
| Social Security | 30,908 | |
| Pensions | 28,029 | |
| Life Insurance | 172 | |
| Medical Insurance | 70,626 | |
| Other Fringe Benefits | 3,413 | |
| Communication | 6,544 | |
| Contracts with Private Agencies | 10,669 | |
| Maintenance and Repair Services - Buildings | 8,586 | |
| Travel | 347 | |
| Other Contracted Services | 62,475 | |
| Food Supplies | 106,151 | |
| Gasoline | 9,801 | |
| Office Supplies | 1,034 | |
| Uniforms | 1,966 | |
| Utilities | 66,621 | |
| Other Supplies and Materials | 101,223 | |
| Liability Insurance | 11,011 | |
| Vehicle and Equipment Insurance | 6,245 | |
| Workers' Compensation Insurance | 9,154 | |
| Other Charges | 59,773 | |
| Interest on Other Loans | 3,300 | |
| Other Capital Outlay | 7,000 | |
| Total Other Social, Cultural, and Recreational | | 1,011,040 |
| Agriculture and Natural Resources | | |
| Agricultural Extension Service | | |
| Part-time Personnel | $ 15,257 | |
| Other Salaries and Wages | 221,190 | |
| Social Security | 14,230 | |
| Pensions | 14,204 | |
| Medical Insurance | 21,995 | |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Agriculture and Natural Resources (Cont.) | | |
| Agricultural Extension Service (Cont.) | | |
| Other Fringe Benefits | $ 402 | |
| Communication | 3,464 | |
| Maintenance and Repair Services - Buildings | 2,788 | |
| Maintenance and Repair Services - Office Equipment | 344 | |
| Pest Control | 245 | |
| Rentals | 1,496 | |
| Travel | 2,100 | |
| Office Supplies | 500 | |
| Utilities | 6,585 | |
| Liability Insurance | 1,589 | |
| Building Improvements | 345 | |
| Total Agricultural Extension Service | | $ 306,734 |
| | | |
| Soil Conservation | | |
| Assistant(s) | $ 32,346 | |
| Social Security | 1,437 | |
| Pensions | 3,435 | |
| Life Insurance | 19 | |
| Medical Insurance | 7,830 | |
| Communication | 650 | |
| Contracts with Other Public Agencies | 200 | |
| Other Charges | 8,000 | |
| Total Soil Conservation | | 53,917 |
| | | |
| Storm Water Management | | |
| Assistant(s) | $ 37,949 | |
| Part-time Personnel | 8,574 | |
| Social Security | 3,442 | |
| Life Insurance | 19 | |
| Medical Insurance | 7,830 | |
| Other Fringe Benefits | 2,584 | |
| Advertising | 474 | |
| Communication | 535 | |
| Data Processing Services | 1,145 | |
| Dues and Memberships | 250 | |
| Evaluation and Testing | 5,000 | |
| Legal Notices, Recording, and Court Costs | 57 | |
| Maintenance and Repair Services - Vehicles | 142 | |
| Travel | 2,676 | |
| Tuition | 2,223 | |
| Permits | 3,460 | |
| Other Contracted Services | 14,887 | |
| Gasoline | 1,652 | |
| Instructional Supplies and Materials | 839 | |
| Office Supplies | 1,454 | |
| Testing | 11,317 | |
| Vehicle and Equipment Insurance | 480 | |
| Total Storm Water Management | | 106,989 |

(Continued)

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

| | | |
|---|---|---|
| General Fund (Cont.) | | |
| Other Operations | | |
| Tourism | | |
| Contributions | $ 353,662 | |
| Total Tourism | | $ 353,662 |
| Industrial Development | | |
| Contributions | $ 353,662 | |
| Total Industrial Development | | 353,662 |
| Other Economic and Community Development | | |
| Other Charges | $ 10,000 | |
| Total Other Economic and Community Development | | 10,000 |
| Public Transportation | | |
| Matching Share | $ 42,000 | |
| Total Public Transportation | | 42,000 |
| Veterans' Services | | |
| Assistant(s) | $ 68,793 | |
| Supervisor/Director | 42,103 | |
| Social Security | 8,347 | |
| Pensions | 3,715 | |
| Life Insurance | 58 | |
| Medical Insurance | 7,830 | |
| Other Fringe Benefits | 5,170 | |
| Communication | 12 | |
| Travel | 347 | |
| Other Contracted Services | 1,347 | |
| Office Supplies | 2,483 | |
| Periodicals | 533 | |
| Other Supplies and Materials | 11,725 | |
| Total Veterans' Services | | 152,463 |
| Other Charges | | |
| Trustee's Commission | $ 473,549 | |
| Total Other Charges | | 473,549 |
| Contributions to Other Agencies | | |
| Contributions | $ 85,000 | |
| Dues and Memberships | 51,078 | |
| Total Contributions to Other Agencies | | 136,078 |
| Employee Benefits | | |
| Medical Insurance | $ 22,000 | |
| Total Employee Benefits | | 22,000 |
| COVID-19 Grant #1 | | |
| Law Enforcement Supplies | $ 41,405 | |
| Total COVID-19 Grant #1 | | 41,405 |

(Continued)

Exhibit J-8

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

| | | | |
|---|---|---|---|
| General Fund (Cont.) | | | |
| Other Operations (Cont.) | | | |
| COVID-19 Grant #4 | | | |
| Unemployment Compensation | $ 3,433 | | |
| Total COVID-19 Grant #4 | | $ 3,433 | |
| Capital Projects | | | |
| Other General Government Projects | | | |
| Other Contracted Services | $ 89,488 | | |
| Bridge Construction | 123,373 | | |
| Building Improvements | 175,581 | | |
| Motor Vehicles | 173,070 | | |
| Total Other General Government Projects | | 561,512 | |
| Total General Fund | | | $ 42,104,545 |
| Law Library Fund | | | |
| Social, Cultural, and Recreational Services | | | |
| Libraries | | | |
| Library Books/Media | $ 11,130 | | |
| Total Libraries | | $ 11,130 | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 100 | | |
| Total Other Charges | | 100 | |
| Total Law Library Fund | | | 11,230 |
| Public Library Fund | | | |
| Social, Cultural, and Recreational Services | | | |
| Libraries | | | |
| Library Books/Media | $ 679,899 | | |
| Total Libraries | | $ 679,899 | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 14,840 | | |
| Total Other Charges | | 14,840 | |
| Total Public Library Fund | | | 694,739 |
| Solid Waste/Sanitation Fund | | | |
| Public Safety | | | |
| Disaster Relief | | | |
| Other Contracted Services | $ 24,153 | | |
| Total Disaster Relief | | $ 24,153 | |

(Continued)

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

| | | | |
|---|---|---|---|
| Solid Waste/Sanitation Fund (Cont.) | | | |
| Public Health and Welfare | | | |
| Other Waste Collection | | | |
| Other Contracted Services | $ 65,000 | | |
| Total Other Waste Collection | | $ 65,000 | |
| Recycling Center | | | |
| Maintenance Personnel | $ 21,238 | | |
| Social Security | 1,625 | | |
| Other Contracted Services | 82,073 | | |
| Utilities | 1,483 | | |
| Other Supplies and Materials | 511 | | |
| Liability Insurance | 675 | | |
| Workers' Compensation Insurance | 482 | | |
| Total Recycling Center | | 108,087 | |
| Other Public Health and Welfare | | | |
| Other Contracted Services | $ 20,000 | | |
| Other Charges | 71,500 | | |
| Total Other Public Health and Welfare | | 91,500 | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 2,000 | | |
| Total Other Charges | | 2,000 | |
| Contributions to Other Agencies | | | |
| Contributions | $ 28,000 | | |
| Total Contributions to Other Agencies | | 28,000 | |
| Total Solid Waste/Sanitation Fund | | | $ 318,740 |
| Special Purpose Fund | | | |
| Public Safety | | | |
| Fire Prevention and Control | | | |
| Supervisor/Director | $ 125,279 | | |
| Paraprofessionals | 2,538,650 | | |
| Part-time Personnel | 1,920 | | |
| Overtime Pay | 110,808 | | |
| Other Salaries and Wages | 208,012 | | |
| In-service Training | 61,200 | | |
| Social Security | 228,312 | | |
| Pensions | 169,416 | | |
| Life Insurance | 1,265 | | |
| Medical Insurance | 497,846 | | |
| Retirement - Hybrid Stabilization | 32,128 | | |
| Other Fringe Benefits | 97,922 | | |
| Communication | 50,029 | | |
| Dues and Memberships | 1,200 | | |
| Maintenance and Repair Services - Buildings | 17,700 | | |

(Continued)

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

| | | | |
|---|---|---|---|
| Special Purpose Fund (Cont.) | | | |
| Public Safety (Cont.) | | | |
| Fire Prevention and Control (Cont.) | | | |
| Maintenance and Repair Services - Equipment | $ 5,503 | | |
| Maintenance and Repair Services - Vehicles | 194,803 | | |
| Medical and Dental Services | 363 | | |
| Pest Control | 3,420 | | |
| Printing, Stationery, and Forms | 75 | | |
| Travel | 2,079 | | |
| Other Contracted Services | 25,759 | | |
| Custodial Supplies | 6,635 | | |
| Drugs and Medical Supplies | 2,315 | | |
| Food Supplies | 244 | | |
| Gasoline | 83,311 | | |
| Instructional Supplies and Materials | 4,969 | | |
| Office Supplies | 1,866 | | |
| Uniforms | 23,043 | | |
| Utilities | 100,411 | | |
| Other Supplies and Materials | 16,578 | | |
| Building and Contents Insurance | 14,980 | | |
| Liability Insurance | 19,109 | | |
| Vehicle and Equipment Insurance | 68,811 | | |
| Workers' Compensation Insurance | 269,865 | | |
| Other Charges | 843 | | |
| Principal on Other Loans | 139,261 | | |
| Interest on Other Loans | 12,533 | | |
| Motor Vehicles | 58 | | |
| Other Equipment | 54,462 | | |
| Other Construction | 250 | | |
| Other Capital Outlay | 250,000 | | |
| Total Fire Prevention and Control | | $ 5,443,233 | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 111,927 | | |
| Total Other Charges | | 111,927 | |
| Total Special Purpose Fund | | | $ 5,555,160 |
| Drug Control Fund | | | |
| Public Safety | | | |
| Sheriff's Department | | | |
| Utilities | $ 10,000 | | |
| Law Enforcement Equipment | 25,970 | | |
| Motor Vehicles | 11,746 | | |
| Total Sheriff's Department | | $ 47,716 | |
| Drug Enforcement | | | |
| Communication | $ 2,299 | | |
| Confidential Drug Enforcement Payments | 8,000 | | |

(Continued)

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

| | | | |
|---|---|---|---|
| Drug Control Fund (Cont.) | | | |
| Public Safety (Cont.) | | | |
| Drug Enforcement (Cont.) | | | |
| Other Contracted Services | $ 27,502 | | |
| Utilities | 783 | | |
| Other Supplies and Materials | 3,308 | | |
| Total Drug Enforcement | | $ 41,892 | |
| Public Health and Welfare | | | |
| Alcohol and Drug Programs | | | |
| Other Supplies and Materials | $ 6,000 | | |
| Total Alcohol and Drug Programs | | 6,000 | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 481 | | |
| Total Other Charges | | 481 | |
| Total Drug Control Fund | | | $ 96,089 |
| Agriculture Center Fund | | | |
| Social, Cultural, and Recreational Services | | | |
| Other Social, Cultural, and Recreational | | | |
| County Official/Administrative Officer | $ 53,040 | | |
| Assistant(s) | 26,908 | | |
| Supervisor/Director | 34,720 | | |
| Clerical Personnel | 24,169 | | |
| Part-time Personnel | 400 | | |
| Social Security | 10,653 | | |
| Pensions | 6,896 | | |
| Life Insurance | 487 | | |
| Medical Insurance | 25,456 | | |
| Retirement - Hybrid Stabilization | 1,892 | | |
| Other Fringe Benefits | 5,784 | | |
| Utilities | 22,999 | | |
| Vehicle and Equipment Insurance | 890 | | |
| Workers' Compensation Insurance | 808 | | |
| Total Other Social, Cultural, and Recreational | | $ 215,102 | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 3,244 | | |
| Total Other Charges | | 3,244 | |
| Total Agriculture Center Fund | | | 218,346 |
| Other Special Revenue Fund | | | |
| Other Operations | | | |
| American Rescue Plan Act Grant #1 | | | |
| Bonus Payments | $ 4,545,000 | | |

(Continued)

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

| | | | |
|---|---|---|---|
| Other Special Revenue Fund (Cont.) | | | |
| Other Operations (Cont.) | | | |
| American Rescue Plan Act Grant #1 (Cont.) | | | |
| Social Security | $ 349,605 | | |
| Pensions | 280,156 | | |
| Retirement - Hybrid Stabilization | 39,391 | | |
| Other Fringe Benefits | 144,788 | | |
| Total American Rescue Plan Act Grant #1 | | $ 5,358,940 | |
| American Rescue Plan Act Grant #2 | | | |
| Bonus Payments | $ 1,274,878 | | |
| Total American Rescue Plan Act Grant #2 | | 1,274,878 | |
| American Rescue Plan Act Grant #4 | | | |
| Building Improvements | $ 13,732 | | |
| Site Development | 28,071 | | |
| Other Equipment | 50,000 | | |
| Other Construction | 87,725 | | |
| Total American Rescue Plan Act Grant #4 | | 179,528 | |
| American Rescue Plan Act Grant #5 | | | |
| Building Improvements | $ 9,465 | | |
| Total American Rescue Plan Act Grant #5 | | 9,465 | |
| Total Other Special Revenue Fund | | | $ 6,822,811 |
| Constitutional Officers - Fees Fund | | | |
| General Government | | | |
| Register of Deeds | | | |
| Constitutional Officers' Operating Expenses | $ 421,166 | | |
| Total Register of Deeds | | $ 421,166 | |
| Finance | | | |
| County Trustee's Office | | | |
| Constitutional Officers' Operating Expenses | $ 467,077 | | |
| Total County Trustee's Office | | 467,077 | |
| County Clerk's Office | | | |
| Constitutional Officers' Operating Expenses | $ 1,192,761 | | |
| Total County Clerk's Office | | 1,192,761 | |
| Administration of Justice | | | |
| Chancery Court | | | |
| Constitutional Officers' Operating Expenses | $ 264,042 | | |
| Total Chancery Court | | 264,042 | |
| Total Constitutional Officers - Fees Fund | | | 2,345,046 |

(Continued)

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

| | | |
|---|---|---|
| Highway/Public Works Fund | | |
| Highways | | |
| Administration | | |
| County Official/Administrative Officer | $ 111,214 | |
| Assistant(s) | 79,508 | |
| Supervisor/Director | 63,361 | |
| Overtime Pay | 2,411 | |
| Other Salaries and Wages | 388,109 | |
| Data Processing Services | 21,494 | |
| Dues and Memberships | 6,720 | |
| Legal Notices, Recording, and Court Costs | 480 | |
| Maintenance and Repair Services - Office Equipment | 2,682 | |
| Travel | 2,492 | |
| Tuition | 975 | |
| Office Supplies | 7,135 | |
| In Service/Staff Development | 2,066 | |
| Communication Equipment | 5,055 | |
| Office Equipment | 5,898 | |
| Total Administration | | $ 699,600 |
| | | |
| Highway and Bridge Maintenance | | |
| Equipment Operators | $ 505,685 | |
| Truck Drivers | 414,761 | |
| Laborers | 336,370 | |
| Overtime Pay | 35,925 | |
| Rentals | 3,800 | |
| Other Contracted Services | 179,237 | |
| Asphalt - Cold Mix | 2,901 | |
| Asphalt - Hot Mix | 1,386,265 | |
| Asphalt - Liquid | 45,453 | |
| Concrete | 685 | |
| Crushed Stone | 144,101 | |
| Fertilizer, Lime, and Seed | 135 | |
| General Construction Materials | 18,388 | |
| Pipe | 48,989 | |
| Pipe - Metal | 41,576 | |
| Salt | 5,404 | |
| Sand | 318 | |
| Small Tools | 1,189 | |
| Wood Products | 63 | |
| Other Supplies and Materials | 4,560 | |
| Total Highway and Bridge Maintenance | | 3,175,805 |
| | | |
| Operation and Maintenance of Equipment | | |
| Foremen | $ 92,868 | |
| Mechanic(s) | 191,796 | |
| Overtime Pay | 3,430 | |
| Laundry Service | 24,853 | |
| Other Contracted Services | 3,025 | |
| Diesel Fuel | 184,383 | |

(Continued)

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

| | | | | |
|---|---|---|---|---|
| Highway/Public Works Fund (Cont.) | | | | |
| Highways (Cont.) | | | | |
| Operation and Maintenance of Equipment (Cont.) | | | | |
| Equipment and Machinery Parts | $ | 94,311 | | |
| Garage Supplies | | 13,757 | | |
| Gasoline | | 49,829 | | |
| Lubricants | | 18,126 | | |
| Propane Gas | | 3,558 | | |
| Small Tools | | 6,156 | | |
| Tires and Tubes | | 28,841 | | |
| Other Supplies and Materials | | 2,322 | | |
| Total Operation and Maintenance of Equipment | | | $ | 717,255 |
| Traffic Control | | | | |
| Foremen | $ | 50,825 | | |
| Laborers | | 63,664 | | |
| Overtime Pay | | 1,591 | | |
| General Construction Materials | | 212 | | |
| Road Signs | | 42,859 | | |
| Small Tools | | 1,792 | | |
| Chemicals | | 3,684 | | |
| Other Supplies and Materials | | 1,478 | | |
| Total Traffic Control | | | | 166,105 |
| Other Charges | | | | |
| Communication | $ | 27,380 | | |
| Electricity | | 14,476 | | |
| Water and Sewer | | 2,057 | | |
| Liability Insurance | | 69,357 | | |
| Trustee's Commission | | 93,458 | | |
| Total Other Charges | | | | 206,728 |
| Employee Benefits | | | | |
| Social Security | $ | 203,266 | | |
| Pensions | | 259,246 | | |
| Employee and Dependent Insurance | | 8,371 | | |
| Life Insurance | | 1,121 | | |
| Medical Insurance | | 424,932 | | |
| Unemployment Compensation | | 3,216 | | |
| Workers' Compensation Insurance | | 97,488 | | |
| Total Employee Benefits | | | | 997,640 |
| American Rescue Plan Act Grant #1 | | | | |
| Bonus Payments | $ | 333,000 | | |
| Social Security | | 25,474 | | |
| Pensions | | 33,782 | | |
| Total American Rescue Plan Act Grant #1 | | | | 392,256 |
| Capital Outlay | | | | |
| Engineering Services | $ | 675 | | |

(Continued)

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

| | | | |
|---|---|---|---|
| Highway/Public Works Fund (Cont.) | | | |
| Highways (Cont.) | | | |
| Capital Outlay (Cont.) | | | |
| Building Improvements | $ 64,632 | | |
| Other Equipment | 230,515 | | |
| Total Capital Outlay | | $ 295,822 | |
| | | | |
| Capital Projects | | | |
| Highway and Street Capital Projects | | | |
| Equipment Operators | $ 86,802 | | |
| Truck Drivers | 143,963 | | |
| Laborers | 141,523 | | |
| Overtime Pay | 2,814 | | |
| Other Contracted Services | 900 | | |
| Concrete | 2,843 | | |
| Crushed Stone | 38,558 | | |
| Diesel Fuel | 10,800 | | |
| Equipment and Machinery Parts | 41,703 | | |
| General Construction Materials | 318 | | |
| Pipe | 6,364 | | |
| Pipe - Metal | 4,262 | | |
| Total Highway and Street Capital Projects | | 480,850 | |
| | | | |
| Total Highway/Public Works Fund | | | $ 7,132,061 |
| | | | |
| General Debt Service Fund | | | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 169,672 | | |
| Total Other Charges | | $ 169,672 | |
| | | | |
| Principal on Debt | | | |
| General Government | | | |
| Principal on Bonds | $ 405,000 | | |
| Principal on Other Loans | 772,053 | | |
| Total General Government | | 1,177,053 | |
| | | | |
| Education | | | |
| Principal on Bonds | $ 2,465,000 | | |
| Principal on Other Loans | 3,059,093 | | |
| Total Education | | 5,524,093 | |
| | | | |
| Interest on Debt | | | |
| General Government | | | |
| Interest on Bonds | $ 153,172 | | |
| Interest on Other Loans | 128,260 | | |
| Total General Government | | 281,432 | |
| | | | |
| Education | | | |
| Interest on Bonds | $ 1,052,762 | | |
| Interest on Other Loans | 687,944 | | |
| Total Education | | 1,740,706 | |

(Continued)

Exhibit J-8

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

| | | | |
|---|---|---|---|
| General Debt Service Fund (Cont.) | | | |
| Other Debt Service | | | |
| General Government | | | |
| Other Debt Service | $ 157,716 | | |
| Total General Government | | $ 157,716 | |
| Education | | | |
| Other Debt Service | $ 148,794 | | |
| Total Education | | 148,794 | |
| Total General Debt Service Fund | | | $ 9,199,466 |
| Community Development/Industrial Park Fund | | | |
| Other Operations | | | |
| Industrial Development | | | |
| Highway Construction | $ 705 | | |
| Total Industrial Development | | $ 705 | |
| Other Charges | | | |
| Trustee's Commission | $ 4,150 | | |
| Total Other Charges | | 4,150 | |
| Interest on Debt | | | |
| General Government | | | |
| Interest on Other Loans | $ 16,380 | | |
| Total General Government | | 16,380 | |
| Total Community Development/Industrial Park Fund | | | 21,235 |
| HUD Grant Projects Fund | | | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 3 | | |
| Total Other Charges | | $ 3 | |
| Total HUD Grant Projects Fund | | | 3 |
| Other Capital Projects Fund | | | |
| Other Operations | | | |
| Other Charges | | | |
| Trustee's Commission | $ 24,109 | | |
| Total Other Charges | | $ 24,109 | |
| Capital Projects | | | |
| Other General Government Projects | | | |
| Maintenance and Repair Services - Buildings | $ 29 | | |
| Motor Vehicles | 99,968 | | |
| Other Equipment | 181,600 | | |
| Total Other General Government Projects | | 281,597 | |
| Total Other Capital Projects Fund | | | 305,706 |

(Continued)

Exhibit J-8

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

| | | | |
|---|---|---|---|
| Endowment Fund | | | |
| Public Health and Welfare | | | |
| Other Public Health and Welfare | | | |
| Contracts with Private Agencies | $ 64,492 | | |
| Other Contracted Services | 17,531 | | |
| Other Charges | 24,565 | | |
| Total Other Public Health and Welfare | | $ 106,588 | |
| Total Endowment Fund | | | $ 106,588 |
| Total Governmental Funds - Primary Government | | | $ 74,931,765 |

Exhibit J-9

Bradley County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bradley County School Department
For the Year Ended June 30, 2022

| | | |
|---|---|---|
| General Purpose School Fund | | |
| Instruction | | |
| Regular Instruction Program | | |
| Teachers | $ 30,067,845 | |
| Career Ladder Program | 70,900 | |
| Career Ladder Extended Contracts | 40,900 | |
| Educational Assistants | 1,259,412 | |
| Other Salaries and Wages | 13,355 | |
| Certified Substitute Teachers | 80,559 | |
| Non-certified Substitute Teachers | 317,227 | |
| Social Security | 1,828,743 | |
| Pensions | 2,714,147 | |
| Life Insurance | 24,320 | |
| Medical Insurance | 4,492,336 | |
| Employer Medicare | 433,888 | |
| Other Fringe Benefits | 357,728 | |
| Lease Payments | 36,788 | |
| Maintenance and Repair Services - Equipment | 130,849 | |
| Tuition | 24,580 | |
| Other Contracted Services | 100,038 | |
| Instructional Supplies and Materials | 294,306 | |
| Textbooks - Bound | 740,035 | |
| Other Supplies and Materials | 76,744 | |
| In Service/Staff Development | 13,405 | |
| Fee Waivers | 96,000 | |
| Other Charges | 10,270 | |
| Regular Instruction Equipment | 7,014 | |
| Total Regular Instruction Program | | $ 43,231,389 |
| Special Education Program | | |
| Teachers | $ 2,793,413 | |
| Career Ladder Program | 5,500 | |
| Clerical Personnel | 31,976 | |
| Educational Assistants | 356,412 | |
| Speech Pathologist | 380,657 | |
| Non-certified Substitute Teachers | 8,955 | |
| Social Security | 208,620 | |
| Pensions | 338,828 | |
| Life Insurance | 3,267 | |
| Medical Insurance | 622,959 | |
| Employer Medicare | 48,846 | |
| Contracts with Private Agencies | 156,686 | |
| Instructional Supplies and Materials | 28,239 | |
| Other Supplies and Materials | 22,651 | |
| Special Education Equipment | 20,935 | |
| Total Special Education Program | | 5,027,944 |
| Career and Technical Education Program | | |
| Teachers | $ 2,475,221 | |

(Continued)

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

| | | |
|---|---|---|
| General Purpose School Fund (Cont.) | | |
| Instruction (Cont.) | | |
| Career and Technical Education Program (Cont.) | | |
| Career Ladder Program | $ 1,500 | |
| Guidance Personnel | 26,202 | |
| Non-certified Substitute Teachers | 6,910 | |
| Social Security | 148,002 | |
| Pensions | 241,259 | |
| Life Insurance | 1,875 | |
| Medical Insurance | 352,519 | |
| Employer Medicare | 34,613 | |
| Maintenance and Repair Services - Equipment | 3,272 | |
| Other Contracted Services | 4,424 | |
| Instructional Supplies and Materials | 82,330 | |
| Other Supplies and Materials | 12,292 | |
| Total Career and Technical Education Program | | $ 3,390,419 |
| | | |
| Support Services | | |
| Attendance | | |
| Supervisor/Director | $ 44,651 | |
| Clerical Personnel | 77,530 | |
| Social Security | 7,124 | |
| Pensions | 12,833 | |
| Life Insurance | 108 | |
| Medical Insurance | 23,238 | |
| Employer Medicare | 1,666 | |
| Lease Payments | 1,964 | |
| Software | 44,734 | |
| Other Supplies and Materials | 6,366 | |
| In Service/Staff Development | 1,036 | |
| Total Attendance | | 221,250 |
| | | |
| Health Services | | |
| Supervisor/Director | $ 74,789 | |
| Medical Personnel | 524,077 | |
| Other Salaries and Wages | 44,995 | |
| Social Security | 37,304 | |
| Pensions | 62,887 | |
| Life Insurance | 734 | |
| Medical Insurance | 130,433 | |
| Employer Medicare | 8,724 | |
| Travel | 9,906 | |
| Drugs and Medical Supplies | 13,241 | |
| Other Supplies and Materials | 8,845 | |
| Other Charges | 574 | |
| Total Health Services | | 916,509 |
| | | |
| Other Student Support | | |
| Career Ladder Program | $ 3,500 | |

(Continued)

Exhibit J-9

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

| | | |
|---|---|---|
| General Purpose School Fund (Cont.) | | |
| Support Services (Cont.) | | |
| Other Student Support (Cont.) | | |
| Guidance Personnel | $ 1,552,738 | |
| Other Salaries and Wages | 1,294,675 | |
| Social Security | 166,443 | |
| Pensions | 281,910 | |
| Life Insurance | 2,056 | |
| Medical Insurance | 403,880 | |
| Employer Medicare | 38,720 | |
| Communication | 1,562 | |
| Evaluation and Testing | 101,585 | |
| Travel | 71 | |
| Other Contracted Services | 7,500 | |
| Other Supplies and Materials | 12,076 | |
| In Service/Staff Development | 75 | |
| Total Other Student Support | | $ 3,866,791 |
| Regular Instruction Program | | |
| Supervisor/Director | $ 210,812 | |
| Career Ladder Program | 6,600 | |
| Librarians | 883,311 | |
| Materials Supervisor | 26,791 | |
| Secretary(ies) | 32,196 | |
| Educational Assistants | 231,476 | |
| Other Salaries and Wages | 276,419 | |
| Social Security | 95,197 | |
| Pensions | 147,379 | |
| Life Insurance | 1,068 | |
| Medical Insurance | 203,254 | |
| Employer Medicare | 22,886 | |
| Communication | 810 | |
| Travel | 3,403 | |
| Instructional Supplies and Materials | 58,756 | |
| Library Books/Media | 134,405 | |
| Periodicals | 4,424 | |
| Other Supplies and Materials | 62,819 | |
| In Service/Staff Development | 3,732 | |
| Other Equipment | 541 | |
| Total Regular Instruction Program | | 2,406,279 |
| Special Education Program | | |
| Supervisor/Director | $ 95,603 | |
| Career Ladder Program | 2,800 | |
| Psychological Personnel | 331,598 | |
| Medical Personnel | 52,906 | |
| Secretary(ies) | 39,970 | |
| Bonus Payments | 8,000 | |
| Other Salaries and Wages | 129,372 | |

(Continued)

Exhibit J-9

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

| | | |
|---|---|---|
| General Purpose School Fund (Cont.) | | |
| Support Services (Cont.) | | |
| Special Education Program (Cont.) | | |
| Social Security | $ 38,550 | |
| Pensions | 50,982 | |
| Life Insurance | 393 | |
| Medical Insurance | 71,893 | |
| Employer Medicare | 9,254 | |
| Contracts with Private Agencies | 124,158 | |
| Maintenance and Repair Services - Equipment | 869 | |
| Travel | 9,880 | |
| Other Contracted Services | 4,891 | |
| Other Supplies and Materials | 41,500 | |
| In Service/Staff Development | 35,028 | |
| Special Education Equipment | 13,376 | |
| Total Special Education Program | | $ 1,061,023 |
| Career and Technical Education Program | | |
| Supervisor/Director | $ 129,892 | |
| Secretary(ies) | 29,500 | |
| Other Salaries and Wages | 69,763 | |
| Social Security | 10,969 | |
| Pensions | 19,130 | |
| Life Insurance | 129 | |
| Medical Insurance | 21,885 | |
| Employer Medicare | 3,208 | |
| Travel | 40 | |
| Other Supplies and Materials | 858 | |
| In Service/Staff Development | 2,471 | |
| Other Charges | 1,166 | |
| Total Career and Technical Education Program | | 289,011 |
| Technology | | |
| Supervisor/Director | $ 84,878 | |
| Data Processing Personnel | 262,646 | |
| Social Security | 20,959 | |
| Pensions | 33,952 | |
| Life Insurance | 302 | |
| Medical Insurance | 53,825 | |
| Employer Medicare | 4,902 | |
| Communication | 119,474 | |
| Maintenance and Repair Services - Equipment | 36,076 | |
| Internet Connectivity | 159,635 | |
| Travel | 6,142 | |
| Other Contracted Services | 25,869 | |
| Cabling | 9,759 | |
| Software | 95,842 | |
| Other Supplies and Materials | 267 | |
| In Service/Staff Development | 4,711 | |
| Regular Instruction Equipment | 14,533 | |
| Total Technology | | 933,772 |

(Continued)

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

| | | |
|---|---|---|
| General Purpose School Fund (Cont.) | | |
| Support Services (Cont.) | | |
| Other Programs | | |
| On-behalf Payments to OPEB | $ 381,543 | |
| Total Other Programs | | $ 381,543 |
| | | |
| Board of Education | | |
| Board and Committee Members Fees | $ 25,800 | |
| Social Security | 1,153 | |
| Pensions | 1,583 | |
| Unemployment Compensation | 796 | |
| Employer Medicare | 374 | |
| Audit Services | 34,250 | |
| Dues and Memberships | 8,213 | |
| Legal Services | 54,125 | |
| Other Supplies and Materials | 167 | |
| Liability Insurance | 158,697 | |
| Premiums on Corporate Surety Bonds | 5,622 | |
| Trustee's Commission | 357,960 | |
| Workers' Compensation Insurance | 226,445 | |
| In Service/Staff Development | 20,690 | |
| Criminal Investigation of Applicants - TBI | 13,866 | |
| Refund to Applicant for Criminal Investigation | 1,090 | |
| Other Charges | 240 | |
| Total Board of Education | | 911,071 |
| | | |
| Director of Schools | | |
| County Official/Administrative Officer | $ 159,688 | |
| Career Ladder Program | 1,000 | |
| Secretary(ies) | 53,220 | |
| Social Security | 11,779 | |
| Pensions | 30,825 | |
| Life Insurance | 91 | |
| Medical Insurance | 19,421 | |
| Employer Medicare | 3,198 | |
| Other Fringe Benefits | 19,689 | |
| Communication | 2,390 | |
| Dues and Memberships | 6,018 | |
| Postal Charges | 2,853 | |
| Travel | 278 | |
| Other Contracted Services | 1,122 | |
| Office Supplies | 454 | |
| Other Supplies and Materials | 11,889 | |
| In Service/Staff Development | 9,360 | |
| Other Charges | 9,231 | |
| Administration Equipment | 85 | |
| Total Director of Schools | | 342,591 |

(Continued)

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

| | | | | |
|---|---|---|---|---|
| General Purpose School Fund (Cont.) | | | | |
| Support Services (Cont.) | | | | |
| Office of the Principal | | | | |
| Principals | $ | 1,517,165 | | |
| Career Ladder Program | | 5,000 | | |
| Assistant Principals | | 898,940 | | |
| Secretary(ies) | | 982,269 | | |
| Social Security | | 194,733 | | |
| Pensions | | 346,192 | | |
| Life Insurance | | 2,589 | | |
| Medical Insurance | | 532,779 | | |
| Employer Medicare | | 45,550 | | |
| In Service/Staff Development | | 64 | | |
| Total Office of the Principal | | | $ | 4,525,281 |
| Fiscal Services | | | | |
| Supervisor/Director | $ | 79,286 | | |
| Accountants/Bookkeepers | | 137,395 | | |
| Social Security | | 12,435 | | |
| Pensions | | 23,012 | | |
| Life Insurance | | 177 | | |
| Medical Insurance | | 33,962 | | |
| Employer Medicare | | 2,908 | | |
| Data Processing Services | | 22,573 | | |
| Other Contracted Services | | 189 | | |
| Data Processing Supplies | | 2,406 | | |
| Office Supplies | | 1,231 | | |
| In Service/Staff Development | | 17 | | |
| Administration Equipment | | 2,548 | | |
| Total Fiscal Services | | | | 318,139 |
| Human Services/Personnel | | | | |
| Supervisor/Director | $ | 78,620 | | |
| Other Salaries and Wages | | 84,086 | | |
| Social Security | | 9,449 | | |
| Pensions | | 16,580 | | |
| Life Insurance | | 125 | | |
| Medical Insurance | | 17,112 | | |
| Employer Medicare | | 2,210 | | |
| Data Processing Services | | 36,194 | | |
| Office Supplies | | 552 | | |
| Other Supplies and Materials | | 1,009 | | |
| In Service/Staff Development | | 50 | | |
| Total Human Services/Personnel | | | | 245,987 |
| Operation of Plant | | | | |
| Supervisor/Director | $ | 158,048 | | |
| Secretary(ies) | | 39,460 | | |
| Custodial Personnel | | 325,314 | | |

(Continued)

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

| | | | | |
|---|---|---|---|---|
| General Purpose School Fund (Cont.) | | | | |
| Support Services (Cont.) | | | | |
| Operation of Plant (Cont.) | | | | |
| Social Security | $ | 31,408 | | |
| Pensions | | 52,395 | | |
| Life Insurance | | 648 | | |
| Medical Insurance | | 98,183 | | |
| Employer Medicare | | 7,345 | | |
| Communication | | 694 | | |
| Janitorial Services | | 1,302,370 | | |
| Maintenance and Repair Services - Buildings | | 129,309 | | |
| Maintenance and Repair Services - Equipment | | 22,802 | | |
| Rentals | | 1,976 | | |
| Disposal Fees | | 47,761 | | |
| Other Contracted Services | | 47,144 | | |
| Custodial Supplies | | 65,007 | | |
| Electricity | | 1,654,461 | | |
| Fuel Oil | | 121,562 | | |
| Natural Gas | | 145,265 | | |
| Water and Sewer | | 701,595 | | |
| Other Supplies and Materials | | 6,629 | | |
| Boiler Insurance | | 9,955 | | |
| Building and Contents Insurance | | 337,585 | | |
| In Service/Staff Development | | 1,131 | | |
| Debt Service Contribution to Primary Government | | 1,059,921 | | |
| Administration Equipment | | 184,170 | | |
| Total Operation of Plant | | | $ | 6,552,138 |
| | | | | |
| Maintenance of Plant | | | | |
| Supervisor/Director | $ | 79,910 | | |
| Secretary(ies) | | 39,970 | | |
| Maintenance Personnel | | 530,545 | | |
| Other Salaries and Wages | | 7,350 | | |
| Social Security | | 36,457 | | |
| Pensions | | 66,994 | | |
| Life Insurance | | 619 | | |
| Medical Insurance | | 124,216 | | |
| Employer Medicare | | 8,559 | | |
| Communication | | 860 | | |
| Other Contracted Services | | 38,784 | | |
| Other Supplies and Materials | | 351,918 | | |
| In Service/Staff Development | | 1,495 | | |
| Administration Equipment | | 1,787 | | |
| Total Maintenance of Plant | | | | 1,289,464 |
| | | | | |
| Transportation | | | | |
| Supervisor/Director | $ | 67,139 | | |
| Bus Drivers | | 7,742 | | |
| Other Salaries and Wages | | 62,807 | | |

(Continued)

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

| | | |
|---|---|---|
| General Purpose School Fund (Cont.) | | |
| Support Services (Cont.) | | |
| Transportation (Cont.) | | |
| Social Security | $ 6,718 | |
| Pensions | 6,657 | |
| Life Insurance | 23 | |
| Medical Insurance | 8,019 | |
| Employer Medicare | 1,917 | |
| Communication | 16,415 | |
| Contracts with Vehicle Owners | 2,234,734 | |
| Maintenance and Repair Services - Vehicles | 250,152 | |
| Medical and Dental Services | 3,879 | |
| Gasoline | 121,301 | |
| Other Supplies and Materials | 2,325 | |
| Vehicle and Equipment Insurance | 84,395 | |
| In Service/Staff Development | 1,091 | |
| Other Charges | 1,497 | |
| Transportation Equipment | 21,187 | |
| Total Transportation | | $ 2,897,998 |
| | | |
| Operation of Non-Instructional Services | | |
| Food Service | | |
| Supervisor/Director | $ 79,286 | |
| Cafeteria Personnel | 10,200 | |
| Social Security | 4,943 | |
| Pensions | 9,392 | |
| Life Insurance | 2,903 | |
| Medical Insurance | 11,675 | |
| Employer Medicare | 1,156 | |
| Other Contracted Services | 150 | |
| Other Supplies and Materials | 3,284 | |
| In Service/Staff Development | 6,049 | |
| Total Food Service | | 129,038 |
| | | |
| Community Services | | |
| Supervisor/Director | $ 89,100 | |
| Other Salaries and Wages | 311,656 | |
| Social Security | 24,743 | |
| Pensions | 11,728 | |
| Life Insurance | 83 | |
| Medical Insurance | 14,905 | |
| Employer Medicare | 5,787 | |
| Maintenance and Repair Services - Equipment | 20,000 | |
| Travel | 547 | |
| Other Contracted Services | 78,740 | |
| Food Supplies | 1,466 | |
| Instructional Supplies and Materials | 4,612 | |
| Other Charges | 11,218 | |
| Total Community Services | | 574,585 |

(Continued)

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

| | | | |
|---|---|---|---|
| General Purpose School Fund (Cont.) | | | |
| Operation of Non-Instructional Services (Cont.) | | | |
| Early Childhood Education | | | |
| Communication | $ 10,815 | | |
| Contracts with Private Agencies | 943,297 | | |
| Lease Payments | 21,508 | | |
| Maintenance and Repair Services - Equipment | 20,196 | | |
| Travel | 7,135 | | |
| Other Contracted Services | 70,028 | | |
| Instructional Supplies and Materials | 17,840 | | |
| Other Supplies and Materials | 46,377 | | |
| In Service/Staff Development | 10,175 | | |
| Other Charges | 54,982 | | |
| Total Early Childhood Education | | $ 1,202,353 | |
| Capital Outlay | | | |
| Regular Capital Outlay | | | |
| Building Improvements | $ 4,804,726 | | |
| Other Capital Outlay | 299,455 | | |
| Total Regular Capital Outlay | | 5,104,181 | |
| Total General Purpose School Fund | | | $ 85,818,756 |
| School Federal Projects Fund | | | |
| Instruction | | | |
| Regular Instruction Program | | | |
| Teachers | $ 937,150 | | |
| Educational Assistants | 326,767 | | |
| Bonus Payments | 1,000 | | |
| Other Salaries and Wages | 1,000 | | |
| Non-certified Substitute Teachers | 35,959 | | |
| Social Security | 74,929 | | |
| Pensions | 86,600 | | |
| Life Insurance | 696 | | |
| Medical Insurance | 121,503 | | |
| Employer Medicare | 18,191 | | |
| Other Contracted Services | 52,587 | | |
| Instructional Supplies and Materials | 488,231 | | |
| Textbooks - Bound | 131,024 | | |
| Software | 128,710 | | |
| Other Supplies and Materials | 82,694 | | |
| Regular Instruction Equipment | 89,247 | | |
| Total Regular Instruction Program | | $ 2,576,288 | |
| Special Education Program | | | |
| Teachers | $ 143,096 | | |
| Educational Assistants | 821,638 | | |
| Speech Pathologist | 114,351 | | |
| Other Salaries and Wages | 19,568 | | |

(Continued)

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

| | | |
|---|---|---|
| School Federal Projects Fund (Cont.) | | |
| Instruction (Cont.) | | |
| Special Education Program (Cont.) | | |
| Social Security | $ 64,489 | |
| Pensions | 93,734 | |
| Life Insurance | 1,836 | |
| Medical Insurance | 293,621 | |
| Employer Medicare | 15,082 | |
| Contracts with Private Agencies | 55,105 | |
| Instructional Supplies and Materials | 15,879 | |
| Total Special Education Program | | $ 1,638,399 |
| | | |
| Career and Technical Education Program | | |
| Teachers | $ 110,591 | |
| Social Security | 6,776 | |
| Pensions | 9,673 | |
| Life Insurance | 86 | |
| Medical Insurance | 6,466 | |
| Employer Medicare | 1,585 | |
| Maintenance and Repair Services - Equipment | 1,673 | |
| Other Contracted Services | 33,042 | |
| Instructional Supplies and Materials | 23,716 | |
| Other Supplies and Materials | 15,187 | |
| Other Charges | 300 | |
| Vocational Instruction Equipment | 417,121 | |
| Total Career and Technical Education Program | | 626,216 |
| | | |
| Support Services | | |
| Attendance | | |
| Supervisor/Director | $ 22,363 | |
| Employer Medicare | 324 | |
| Total Attendance | | 22,687 |
| | | |
| Health Services | | |
| Other Supplies and Materials | $ 12,128 | |
| Total Health Services | | 12,128 |
| | | |
| Other Student Support | | |
| Other Salaries and Wages | $ 593,439 | |
| Social Security | 20,683 | |
| Pensions | 32,948 | |
| Life Insurance | 216 | |
| Medical Insurance | 25,887 | |
| Employer Medicare | 8,402 | |
| Travel | 67,389 | |
| Other Contracted Services | 37,885 | |
| Other Supplies and Materials | 79,301 | |
| In Service/Staff Development | 18,200 | |
| Other Charges | 24,899 | |

(Continued)

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

| | | |
|---|---|---|
| School Federal Projects Fund (Cont.) | | |
| Support Services (Cont.) | | |
| Other Student Support (Cont.) | | |
| Communication Equipment | $ 172,796 | |
| Vocational Instruction Equipment | 202,448 | |
| Total Other Student Support | | $ 1,284,493 |
| Regular Instruction Program | | |
| Supervisor/Director | $ 62,512 | |
| Secretary(ies) | 38,345 | |
| Educational Assistants | 67,721 | |
| Other Salaries and Wages | 410,619 | |
| Social Security | 31,009 | |
| Pensions | 50,516 | |
| Life Insurance | 596 | |
| Medical Insurance | 113,304 | |
| Employer Medicare | 7,808 | |
| Travel | 486 | |
| Other Contracted Services | 92,000 | |
| In Service/Staff Development | 288,702 | |
| Total Regular Instruction Program | | 1,163,618 |
| Special Education Program | | |
| Psychological Personnel | $ 55,426 | |
| Assessment Personnel | 29,425 | |
| Secretary(ies) | 86,000 | |
| Other Salaries and Wages | 365,111 | |
| Social Security | 29,058 | |
| Pensions | 45,632 | |
| Life Insurance | 389 | |
| Medical Insurance | 63,597 | |
| Employer Medicare | 7,381 | |
| Contracts with Private Agencies | 6,514 | |
| Maintenance and Repair Services - Equipment | 11,616 | |
| In Service/Staff Development | 9,186 | |
| Total Special Education Program | | 709,335 |
| Career and Technical Education Program | | |
| In Service/Staff Development | $ 815 | |
| Total Career and Technical Education Program | | 815 |
| Technology | | |
| Software | $ 39,961 | |
| Other Supplies and Materials | 194,283 | |
| Total Technology | | 234,244 |
| Office of the Principal | | |
| Principals | $ 45,197 | |
| Employer Medicare | 655 | |
| Total Office of the Principal | | 45,852 |

(Continued)

Exhibit J-9

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

| | | | |
|---|---|---|---|
| School Federal Projects Fund (Cont.) | | | |
| Support Services (Cont.) | | | |
| Operation of Plant | | | |
| Janitorial Services | $ 52,298 | | |
| Custodial Supplies | 20,100 | | |
| Total Operation of Plant | | $ 72,398 | |
| Transportation | | | |
| Bus Drivers | $ 172,274 | | |
| Clerical Personnel | 7,027 | | |
| Other Salaries and Wages | 19,473 | | |
| Social Security | 9,798 | | |
| Pensions | 6,108 | | |
| Employer Medicare | 2,882 | | |
| Transportation Equipment | 324,838 | | |
| Total Transportation | | 542,400 | |
| Capital Outlay | | | |
| Regular Capital Outlay | | | |
| Building Improvements | $ 885,463 | | |
| Total Regular Capital Outlay | | 885,463 | |
| Total School Federal Projects Fund | | | $ 9,814,336 |
| Central Cafeteria Fund | | | |
| Operation of Non-Instructional Services | | | |
| Food Service | | | |
| Cafeteria Personnel | $ 1,857,151 | | |
| Social Security | 108,404 | | |
| Pensions | 128,773 | | |
| Medical Insurance | 495,605 | | |
| Unemployment Compensation | 672 | | |
| Employer Medicare | 25,727 | | |
| Advertising | 120 | | |
| Communication | 11,669 | | |
| Dues and Memberships | 796 | | |
| Freight Expenses | 295 | | |
| Maintenance and Repair Services - Equipment | 97,173 | | |
| Pest Control | 8,055 | | |
| Travel | 4,680 | | |
| Permits | 1,440 | | |
| Contracts for Postclosure Care Costs | 390 | | |
| Other Contracted Services | 59,915 | | |
| Food Preparation Supplies | 17,803 | | |
| Food Supplies | 2,599,959 | | |
| Ice | 40,075 | | |
| Uniforms | 17,879 | | |
| USDA - Commodities | 466,923 | | |
| Other Supplies and Materials | 286,805 | | |

(Continued)

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

| | | | |
|---|---|---|---|
| Central Cafeteria Fund (Cont.) | | | |
| Operation of Non-Instructional Services (Cont.) | | | |
| Food Service (Cont.) | | | |
| Refunds | $ 1,360 | | |
| Trustee's Commission | 5 | | |
| Criminal Investigation of Applicants - TBI | 1,229 | | |
| Refund to Applicant for Criminal Investigation | 352 | | |
| Other Charges | 1,822 | | |
| Food Service Equipment | 213,763 | | |
| Total Food Service | | $ 6,448,840 | |
| Total Central Cafeteria Fund | | | $ 6,448,840 |
| Internal School Fund | | | |
| Operation of Non-Instructional Services | | | |
| Community Services | | | |
| Other Charges | $ 3,350,819 | | |
| Total Community Services | | $ 3,350,819 | |
| Total Internal School Fund | | | 3,350,819 |
| Education Capital Projects Fund | | | |
| Capital Projects | | | |
| Education Capital Projects | | | |
| Architects | $ 604,763 | | |
| Other Contracted Services | 6,265 | | |
| Trustee's Commission | 15 | | |
| Building Construction | 15,466,450 | | |
| Building Improvements | 23,617 | | |
| Furniture and Fixtures | 4,805 | | |
| Vocational Instruction Equipment | 204,019 | | |
| Total Education Capital Projects | | $ 16,309,934 | |
| Total Education Capital Projects Fund | | | 16,309,934 |
| Total Governmental Funds - Bradley County School Department | | | $ 121,742,685 |

Bradley County, Tennessee
Schedule of Detailed Additions, Deductions, and Changes in Net Position - City Custodial Funds
For the Year Ended June 30, 2022

| | Cities - Sales Tax Fund | Cities - Mixed Drink Tax In Litigation Fund | City of Charleston Property Tax | City School ADA - Cleveland Fund | Total |
|---|---|---|---|---|---|
| Additions | | | | | |
| Current Property Taxes | $ 0 | $ 0 | $ 81,390 | $ 6,663,459 | $ 6,744,849 |
| Trustee's Collections - Prior Years | 0 | 0 | 3,048 | 39,756 | 42,804 |
| Circuit/Clerk and Master Collections - Prior Years | 0 | 0 | 0 | 92,462 | 92,462 |
| Interest and Penalty | 0 | 0 | 622 | 21,692 | 22,314 |
| Payments in-Lieu-of Taxes - Local Utilities | 0 | 0 | 0 | 2,545 | 2,545 |
| Payments in-Lieu-of Taxes - Other | 0 | 0 | 0 | 382,688 | 382,688 |
| Local Option Sales Tax | 18,285,513 | 0 | 0 | 9,394,017 | 27,679,530 |
| Mixed Drink Tax | 0 | 1,446 | 0 | 0 | 1,446 |
| Bank Excise Tax | 0 | 0 | 0 | 40,179 | 40,179 |
| Marriage Licenses | 0 | 0 | 0 | 3,112 | 3,112 |
| Investment Income | 0 | 53 | 0 | 0 | 53 |
| Other Local Revenue | 0 | 0 | 0 | 174 | 174 |
| Total Additions | $ 18,285,513 | $ 1,499 | $ 85,060 | $ 16,640,084 | $ 35,012,156 |
| Deductions | | | | | |
| Remittance of Revenues Collected | $ 18,282,735 | $ 0 | $ 85,060 | $ 16,495,538 | $ 34,863,333 |
| Trustee's Commission | 2,778 | 0 | 0 | 144,546 | 147,324 |
| Total Deductions | $ 18,285,513 | $ 0 | $ 85,060 | $ 16,640,084 | $ 35,010,657 |
| Excess of Additions Over (Under) Deductions | $ 0 | $ 1,499 | $ 0 | $ 0 | $ 1,499 |
| Net Position, July 1, 2021 | 0 | 23,873 | 0 | 0 | 23,873 |
| Net Position, June 30, 2022 | $ 0 | $ 25,372 | $ 0 | $ 0 | $ 25,372 |

# Statistical Section

This part of Bradley 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.

| | 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 | 284-291 |
| Revenue Capacity: | | |
| These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax. | 6-9 | 292-295 |
| 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. | 10-14 | 296-300 |
| 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. | 15-16 | 301-302 |
| 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. | 17-19 | 303-305 |

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

Table 1

Bradley County, Tennessee
Net Position by Component
Primary Government and Discretely Presented Component Unit
Last Ten Fiscal Years
(accrual basis of accounting)

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **PRIMARY GOVERNMENT (Note 1)** | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net Investment in Capital Assets | $ 39,828,738 | $ 40,349,670 | $ 40,684,983 | $ 41,407,445 | $ 45,342,397 | $ 53,085,664 | $ 54,132,852 | $ 71,076,421 | $ 50,725,996 | $ 49,919,576 |
| Restricted | 22,275,369 | 22,313,233 | 24,072,985 | 22,871,780 | 23,154,521 | 20,727,875 | 24,900,131 | 27,225,228 | 27,378,929 | 39,767,609 |
| Unrestricted | (34,224,306) | (34,727,104) | (28,004,141) | (19,957,898) | (23,633,726) | (34,582,492) | (35,529,596) | (48,505,094) | (35,658,463) | (33,850,782) |
| Total Governmental Activities Net Position | $ 27,879,801 | $ 27,935,799 | $ 36,753,827 | $ 44,321,327 | $ 44,863,192 | $ 39,231,047 | $ 43,503,387 | $ 49,796,555 | $ 42,446,462 | $ 55,836,403 |
| **COMPONENT UNIT - Bradley County Schools (Notes 2,3)** | | | | | | | | | | |
| Governmental Activities | | | | | | | | | | |
| Net Investment in Capital Assets | $ 68,006,731 | $ 67,396,979 | $ 65,082,166 | $ 63,278,082 | $ 69,469,264 | $ 84,705,700 | $ 85,029,898 | $ 85,308,963 | $ 93,318,515 | $111,122,316 |
| Restricted | 2,452,551 | 2,182,996 | 3,074,624 | 1,607,266 | 3,144,411 | 2,044,703 | 9,015,401 | 16,840,010 | 19,945,452 | 59,931,223 |
| Unrestricted | 901,271 | (749,987) | (11,789,608) | (4,532,792) | (18,812,067) | (16,519,814) | (16,831,753) | (21,049,350) | (11,699,223) | (40,279,435) |
| Total Governmental Activities Net Position | $ 71,360,553 | $ 68,829,988 | $ 56,367,182 | $ 60,352,556 | $ 53,801,608 | $ 70,230,589 | $ 77,213,546 | $ 81,099,623 | $101,564,744 | $130,774,104 |

**Notes:**

(1) Bradley County Government does not engage in any business-type activities.
(2) Bradley 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) Does not include discretely presented Bradley Healthcare and Rehabilitation Center component unit.

Table 2

Bradley County, Tennessee
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **EXPENSES (Note 1)** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| General Government | $ 5,921,647 | $ 7,429,932 | $ 5,528,271 | $ 6,790,993 | $ 5,645,355 | $ 6,437,351 | $ 3,319,669 | $ 4,947,563 | $ 7,544,926 | $ 9,166,464 |
| Finance | 2,735,872 | 2,704,160 | 2,816,104 | 2,829,690 | 3,159,667 | 3,119,765 | 3,224,215 | 3,522,609 | 3,483,241 | 3,622,230 |
| Administration of Justice | 3,567,747 | 3,623,133 | 3,499,575 | 3,582,051 | 3,844,237 | 3,884,390 | 3,806,237 | 4,112,074 | 3,887,233 | 3,964,410 |
| Public Safety | 20,443,402 | 21,105,724 | 21,600,283 | 23,016,771 | 23,349,492 | 24,270,352 | 24,402,492 | 27,488,895 | 26,432,107 | 28,350,459 |
| Public Health and Welfare | 7,146,000 | 7,303,033 | 6,806,388 | 7,173,245 | 7,617,387 | 8,176,867 | 8,134,513 | 8,811,972 | 8,529,117 | 7,486,511 |
| Social, Cultural, and Recreational Services | 1,911,740 | 1,882,823 | 1,919,845 | 1,893,626 | 1,943,148 | 2,007,474 | 2,054,394 | 2,054,407 | 2,159,474 | 2,164,317 |
| Agriculture and Natural Resources | 530,340 | 622,063 | 478,789 | 472,436 | 481,838 | 502,051 | 497,707 | 486,566 | 460,489 | 467,823 |
| Highways/Public Works | 5,006,216 | 4,927,413 | 4,330,329 | 4,892,293 | 4,754,450 | 5,771,431 | 7,438,764 | 6,166,321 | 7,453,988 | 8,998,497 |
| Education (Payments to Component Unit) | 396,897 | 49,457 | 11,731 | 193,550 | 17,465,352 | 14,700,625 | 4,439,656 | 1,180,187 | 18,358,084 | - |
| Interest on Long-term Debt | 2,140,750 | 2,420,649 | 2,184,949 | 2,062,643 | 2,308,726 | 2,603,748 | 2,946,176 | 2,179,238 | 2,117,752 | 2,041,952 |
| Total Governmental Activities Expenses | $ 49,800,611 | $ 52,068,387 | $ 49,176,264 | $ 52,907,298 | $ 70,569,652 | $ 71,474,054 | $ 60,263,823 | $ 60,949,832 | $ 80,426,411 | $ 66,262,663 |
| **PROGRAM REVENUES** | | | | | | | | | | |
| Governmental activities: | | | | | | | | | | |
| Charges for Services: | | | | | | | | | | |
| General Government | $ 948,182 | $ 758,422 | $ 922,543 | $ 986,165 | $ 628,607 | $ 1,067,064 | $ 1,313,128 | $ 1,178,770 | $ 1,346,428 | $ 1,469,811 |
| Finance | 2,675,973 | 2,740,069 | 2,791,378 | 2,864,805 | 1,753,881 | 2,899,417 | 3,189,788 | 3,142,170 | 3,716,328 | 3,450,200 |
| Administration of Justice | 2,887,959 | 2,965,703 | 3,018,838 | 2,868,102 | 1,637,122 | 2,712,593 | 2,745,312 | 2,303,284 | 2,399,539 | 2,363,944 |
| Public Safety | 3,753,450 | 3,222,592 | 3,540,777 | 3,528,601 | 1,828,228 | 4,523,454 | 3,670,243 | 3,416,457 | 2,431,096 | 2,803,123 |
| Public Health and Welfare | 5,157,857 | 4,233,066 | 9,103,220 | 5,951,449 | 2,636,570 | 4,478,132 | 4,535,605 | 3,919,607 | 4,835,890 | 4,239,716 |
| Social, Cultural, and Recreational Services | 129,801 | 133,496 | 108,063 | 86,400 | 62,215 | 105,205 | 123,962 | 300,471 | 300,003 | 377,134 |
| Highways/Public Works | 7,739 | 6,373 | 6,601 | 769 | 4,838 | 6,529 | 3,834 | - | - | - |
| Operating Grants and Contributions | 4,822,092 | 4,427,953 | 4,780,315 | 5,387,611 | 21,290,932 | 6,272,744 | 6,833,052 | 7,515,084 | 7,492,019 | 16,673,357 |
| Capital Grants and Contributions | 1,827,877 | 2,906,712 | 828,101 | 1,735,496 | 1,903,423 | 2,170,810 | 2,167,587 | 278,713 | 3,599,600 | 797,268 |
| Total Governmental Activities Program Revenues | $ 22,210,930 | $ 21,394,386 | $ 25,099,836 | $ 23,409,398 | $ 31,745,816 | $ 24,235,948 | $ 24,582,511 | $ 22,054,556 | $ 26,120,903 | $ 32,174,553 |

(Continued)

Table 2

Bradley County, Tennessee
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| Net (Expense)/Revenue Governmental Activities | $ (27,589,681) | $ (30,674,001) | $ (24,076,428) | $ (29,497,900) | $ (38,823,836) | $ (47,238,106) | $ (35,681,312) | $ (38,895,276) | $ (54,305,508) | $ (34,088,110) |
| **General Revenues and Other Changes in Net Position** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property Tax Levied for General Purposes | $ 16,784,718 | $ 16,453,426 | $ 19,364,871 | $ 19,148,661 | $ 21,013,257 | $ 19,290,446 | $ 18,610,252 | $ 27,703,089 | $ 28,088,352 | $ 22,398,505 |
| Property Tax Levied for Debt Services | 4,681,026 | 4,592,558 | 4,823,017 | 5,501,655 | 5,126,129 | 7,146,451 | 8,203,877 | 1,456,279 | 1,360,225 | 7,870,441 |
| Sales Tax | 4,597,516 | 4,600,432 | 4,905,518 | 5,403,996 | 5,908,448 | 5,423,868 | 6,149,602 | 7,213,413 | 7,995,831 | 8,433,041 |
| Other Local Taxes | 2,886,003 | 2,767,740 | 2,993,543 | 3,253,372 | 3,594,217 | 3,517,554 | 3,731,089 | 3,418,271 | 3,699,850 | 4,349,763 |
| Unrestricted Grants and Contributions | 1,341,794 | 1,308,872 | 1,851,278 | 2,264,258 | 3,059,463 | 3,276,868 | 2,520,216 | 3,589,549 | 3,895,977 | 3,082,398 |
| Grants and Contributions Restricted for Debt Service | - | - | - | - | - | 700,332 | 892,473 | - | - | - |
| Investment Earnings | 388,253 | 372,997 | 286,349 | 373,530 | 501,654 | 817,409 | 1,271,663 | 1,058,158 | 639,792 | 412,433 |
| Gain on Investments | - | - | - | - | - | - | - | - | 99,326 | (40,305) |
| Proceeds from Sale of Equipment | 41,901 | 115,975 | 368,089 | 13,339 | 138,323 | 65,669 | 43,505 | 26,281 | 41,450 | 84,473 |
| Insurance Recovery | - | - | - | - | - | - | - | 723,404 | 9,824 | - |
| Miscellaneous | 555,613 | 517,999 | 341,472 | 1,106,589 | 24,210 | 463,305 | 730,975 | - | 1,124,788 | 887,302 |
| Total Governmental Activities | $ 31,276,824 | $ 30,729,999 | $ 34,934,137 | $ 37,065,400 | $ 39,365,701 | $ 40,701,902 | $ 42,153,652 | $ 45,188,444 | $ 46,955,415 | $ 47,478,051 |
| **Change in Net Position** | $ 3,687,143 | $ 55,998 | $ 10,857,709 | $ 7,567,500 | $ 541,865 | $ (6,536,204) | $ 6,472,340 | $ 6,293,168 | $ (7,350,093) | $ 13,389,941 |

**Note:**
(1) Bradley County Government does not engage in any business-type activities.

Table 2a

Bradley County, Tennessee
Changes in Net Position - Bradley County Schools
Last Ten Fiscal Years
(accrual basis of accounting)

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **EXPENSES (Note 1)** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Education | $ 82,547,217 | $ 85,920,300 | $ 80,927,446 | $ 79,782,432 | $ 92,086,955 | $ 81,140,976 | $ 85,493,944 | $ 90,863,094 | $ 101,245,999 | $ 93,115,607 |
| PRIMARY GOVERNMENT: (Note 1) | $ 82,547,217 | $ 85,920,300 | $ 80,927,446 | $ 79,782,432 | $ 92,086,955 | $ 81,140,976 | $ 85,493,944 | $ 90,863,094 | $ 101,245,999 | $ 93,115,607 |
| **PROGRAM REVENUES** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Charges for Services - Education | $ 2,108,763 | $ 1,947,300 | $ 1,701,751 | $ 1,665,877 | $ 1,497,099 | $ 1,608,358 | $ 1,604,911 | $ 1,453,137 | $ 643,494 | $ 775,673 |
| Operating Grants and Contributions | 11,760,405 | 12,334,426 | 11,496,289 | 11,013,030 | 10,276,084 | 11,106,429 | 11,117,409 | 10,907,929 | 23,160,394 | 35,127,642 |
| Capital Grants and Contributions | 134,004 | 1,300,757 | - | - | 1,040,000 | 8,099,242 | 2,560,301 | 1,200,592 | 13,838,058 | 1,047,290 |
| Total Governmental Activities Program Revenues | $ 14,003,172 | $ 15,582,483 | $ 13,198,040 | $ 12,678,907 | $ 12,813,183 | $ 20,814,029 | $ 15,282,621 | $ 13,561,658 | $ 37,641,946 | $ 36,950,605 |
| Component Unit - Bradley County Schools (Notes 2,3) | | | | | | | | | | |
| Net (Expense)/Revenue Governmental Activities | $ (68,544,045) | $ (70,337,817) | $ (67,729,406) | $ (67,103,525) | $ (79,273,772) | $ (60,326,947) | $ (70,211,323) | $ (77,301,436) | $ (63,604,053) | $ (56,165,002) |
| **General Revenues and Other Changes in Net Position** | | | | | | | | | | |
| Governmental Activities: | | | | | | | | | | |
| Taxes | | | | | | | | | | |
| Property Tax Levied for General Purposes | $ 11,916,342 | $ 11,663,374 | $ 12,252,672 | $ 12,043,514 | $ 12,318,032 | $ 12,778,425 | $ 12,871,813 | $ 13,018,828 | $ 12,871,609 | $ 13,131,901 |
| Sales Tax | 10,436,403 | 10,471,432 | 10,834,748 | 11,615,978 | 11,970,050 | 12,103,656 | 11,518,536 | 14,908,413 | 15,177,874 | 17,220,901 |
| Other Local Taxes | 5,647 | 7,003 | 6,540 | 209,838 | 172,806 | 108,515 | 28,004 | 2,198 | 1,307 | 2,572 |
| Unrestricted Grants and Contributions | 43,864,053 | 45,588,392 | 45,521,858 | 46,883,719 | 48,168,352 | 52,366,069 | 52,545,162 | 53,121,115 | 53,941,806 | 54,961,671 |
| Investment Earnings | 23,528 | 28,734 | 23,014 | 32,444 | 41,224 | 63,178 | 143,094 | 115,018 | 276,632 | 27,762 |
| Gain on Investments | - | - | - | - | - | - | - | - | - | (48,591) |
| Sale of Land/Equipment | - | - | 2,298 | - | | - | - | 525 | - | - |
| Miscellaneous | 51,972 | 48,317 | 90,280 | 26,821 | 52,360 | 1,378,005 | 70,773 | 19,010 | 38,326 | 78,146 |
| Insurance Recovery | - | - | - | 276,585 | - | - | 16,898 | 2,406 | - | - |
| Pension Income | - | - | 84,636 | - | - | - | - | - | - | - |
| Total Governmental Activities | $ 66,297,945 | $ 67,807,252 | $ 68,816,046 | $ 71,088,899 | $ 72,722,824 | $ 78,797,848 | $ 77,194,280 | $ 81,187,513 | $ 82,307,554 | $ 85,374,362 |
| **Change in Net Position** | $ (2,246,100) | $ (2,530,565) | $ 1,086,640 | $ 3,985,374 | $ (6,550,948) | $ 18,470,901 | $ 6,982,957 | $ 3,886,077 | $ 18,703,501 | $ 29,209,360 |

**Notes:**

(1) Bradley County Schools do not engage in any business-type activities.

(2) Bradley 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) Does not include the discretely presented Bradley Healthcare and Rehabilitation Center component unit.

Table 3

Bradley County, Tennessee
Governmental Activities Tax Revenue by Source
General Government and Discretely Presented Component Unit
Last Ten Fiscal Years
(accrual basis of accounting)

| Fiscal Year | Property Tax for General Purposes | Property Tax for Bradley Co. Schools | Sales Tax - Primary Government | Sales Tax - Bradley Co. Schools | Other Local Tax - Primary Govt. | Other Local Tax - Bradley Co. Schools | Total |
|---|---|---|---|---|---|---|---|
| 2013 | $ 16,784,718 | $ 11,916,342 | $ 4,597,516 | $ 10,436,403 | $ 2,886,003 | $ 5,647 | $ 46,626,629 |
| 2014 | 16,453,426 | 11,663,374 | 4,600,432 | 10,471,432 | 2,767,740 | 7,003 | 45,963,407 |
| 2015 | 19,364,871 | 12,252,672 | 4,905,518 | 10,834,748 | 2,993,543 | 6,540 | 50,357,892 |
| 2016 | 19,148,661 | 12,043,514 | 5,403,996 | 11,615,978 | 3,253,372 | 209,838 | 51,675,359 |
| 2017 | 21,013,257 | 12,318,032 | 5,908,448 | 11,970,050 | 3,594,217 | 172,806 | 54,976,810 |
| 2018 | 19,290,446 | 12,778,425 | 5,423,868 | 12,103,656 | 3,517,554 | 108,515 | 53,222,464 |
| 2019 | 18,610,252 | 12,871,813 | 6,149,602 | 11,518,536 | 3,731,089 | 28,004 | 52,909,296 |
| 2020 | 29,159,368 | 13,018,828 | 7,213,413 | 14,908,413 | 3,418,271 | 2,198 | 67,720,491 |
| 2021 | 29,448,577 | 12,871,609 | 7,995,831 | 15,177,874 | 3,699,850 | 1,307 | 69,195,048 |
| 2022 | 30,268,946 | 13,131,901 | 8,433,041 | 17,220,901 | 4,349,763 | 2,572 | 73,407,124 |

Table 4

Bradley County, Tennessee
General Government Fund Balances - Primary Government
Last Ten Fiscal Years
(modified accrual basis of accounting)

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **PRIMARY GOVERNMENT** | | | | | | | | | | |
| General Fund: | | | | | | | | | | |
| Restricted | $ 1,184,962 | $ 1,229,926 | $ 1,125,843 | $ 1,359,785 | $ 1,275,612 | $ 498,772 | $ 847,562 | $ 999,413 | $ 1,767,417 | $ 2,789,810 |
| Committed | 656,180 | 778,668 | 901,852 | 814,599 | 71,052 | 50,589 | 65,358 | 62,065 | 24,953 | 70,013 |
| Assigned | 487,520 | 498,269 | 459,965 | 844,036 | 124,449 | 673,773 | 1,084,396 | 1,397,492 | 3,122,619 | 2,852,052 |
| Unreserved/Unassigned | 4,207,690 | 4,627,134 | 5,601,008 | 8,057,958 | 7,791,309 | 8,366,409 | 7,293,240 | 6,679,314 | 6,962,016 | 8,321,430 |
| Total General Fund | $ 6,536,352 | $ 7,133,997 | $ 8,088,668 | $ 11,076,378 | $ 9,262,422 | $ 9,589,543 | $ 9,290,556 | $ 9,138,284 | $ 11,877,005 | $ 14,033,305 |
| All Other Governmental Funds: | | | | | | | | | | |
| Nonexpendable | $ 15,927,387 | $ 15,978,783 | $ 16,021,681 | $ 16,044,227 | $ 16,068,099 | $ 16,099,941 | $ 16,146,797 | $ 16,206,552 | $ 21,000,525 | $ 20,789,952 |
| Restricted | 4,466,337 | 4,461,847 | 4,363,048 | 4,064,862 | 5,370,428 | 3,215,135 | 4,384,183 | 4,031,489 | 4,483,677 | 4,548,763 |
| Committed | 17,855,310 | 14,692,728 | 14,305,427 | 13,922,952 | 13,513,371 | 11,018,998 | 12,994,952 | 11,714,149 | 12,455,693 | 16,417,015 |
| Assigned | 123,013 | 137,110 | 983,248 | 380,458 | 374,227 | 885,418 | - | - | - | - |
| Unreserved, Reported in: | | | | | | | | | | |
| Capital Projects/Other Special Revenue Funds | - | - | - | - | - | (2,223,577) | (2,259,498) | (2,143,552) | (1,984,360) | (1,655,141) |
| Total All Other Governmental Funds | $ 38,372,047 | $ 35,270,468 | $ 35,673,404 | $ 34,412,499 | $ 35,326,125 | $ 28,995,915 | $ 31,266,434 | $ 29,808,638 | $ 35,955,535 | $ 40,100,589 |

**Note:**
In fiscal year 2011, Bradley County implemented GASB Statement No. 54, which replaced the categories that previously had been used to classify fund balance.

Table 5

Bradley County, Tennessee
Changes in Fund Balances General Governmental and Discretely Presented Component Unit
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Revenues** | | | | | | | | | | |
| Taxes | $ 51,792,144 | $ 51,104,560 | $ 56,477,797 | $ 58,086,289 | $ 61,963,345 | $ 63,717,748 | $ 64,786,386 | $ 67,941,875 | $ 72,483,281 | $ 75,427,145 |
| Licenses and Permits | 368,341 | 414,345 | 521,005 | 470,082 | 395,360 | 482,087 | 592,568 | 459,135 | 547,106 | 634,414 |
| Fines and Forfeitures | 823,299 | 799,184 | 959,705 | 733,356 | 842,717 | 674,865 | 612,439 | 598,586 | 666,398 | 653,080 |
| Charges for Current Services | 9,348,118 | 9,019,873 | 9,148,040 | 9,737,490 | 9,347,027 | 9,464,127 | 9,245,187 | 9,013,580 | 8,664,149 | 8,516,598 |
| Other Local Revenue | 2,633,582 | 3,475,746 | 1,739,463 | 1,844,508 | 2,214,268 | 6,843,943 | 5,472,286 | 4,172,490 | 22,914,168 | 7,485,891 |
| Fees from Co. Officials | 2,629,465 | 2,535,893 | 2,570,682 | 2,692,784 | 2,816,848 | 2,646,665 | 2,751,332 | 2,526,244 | 2,869,958 | 2,897,253 |
| State Revenues | 52,026,724 | 54,175,412 | 53,120,116 | 55,784,710 | 56,620,804 | 60,056,155 | 62,575,358 | 62,623,460 | 64,287,701 | 64,336,540 |
| Federal Revenues | 12,194,733 | 12,635,945 | 11,584,833 | 11,387,430 | 10,143,967 | 11,206,728 | 10,817,378 | 10,227,010 | 18,422,713 | 39,983,389 |
| Other Govt/Citizens | 1,722,135 | 1,922,234 | 1,895,163 | 2,626,089 | 19,292,809 | 11,009,228 | 5,029,783 | 2,668,419 | 2,682,510 | 2,660,360 |
| Total Revenues | $ 133,538,541 | $ 136,083,192 | $ 138,016,804 | $ 143,362,738 | $ 163,637,145 | $ 166,101,546 | $ 161,882,717 | $ 160,230,799 | $ 193,537,984 | $ 202,594,670 |
| **Expenditures** | | | | | | | | | | |
| General Government | $ 2,732,227 | $ 2,761,643 | $ 2,602,925 | $ 2,547,934 | $ 2,665,201 | $ 2,701,107 | $ 3,052,646 | $ 2,890,894 | $ 2,879,545 | $ 2,908,432 |
| Finance | 2,679,649 | 2,655,256 | 2,819,902 | 2,831,722 | 3,137,476 | 3,178,336 | 3,260,503 | 3,495,262 | 3,499,082 | 3,728,450 |
| Admin. of Justice | 3,482,992 | 3,545,746 | 3,647,867 | 3,694,232 | 3,924,263 | 4,003,791 | 3,991,210 | 4,068,862 | 3,866,309 | 3,987,675 |
| Public Safety | 23,558,254 | 20,007,038 | 21,479,893 | 22,173,963 | 25,700,205 | 24,083,001 | 25,090,280 | 26,617,130 | 26,040,279 | 27,514,829 |
| Public Health/Welfare | 7,023,999 | 7,018,149 | 7,193,575 | 7,436,375 | 7,785,173 | 8,521,716 | 8,362,285 | 8,607,943 | 8,506,949 | 8,485,199 |
| Social, Cultural/Rec. | 1,789,444 | 1,785,211 | 2,065,334 | 1,825,081 | 2,010,136 | 2,225,586 | 1,995,361 | 1,935,791 | 2,028,054 | 2,047,902 |
| Agriculture and Natural Resources | 531,148 | 618,665 | 505,080 | 488,745 | 496,613 | 517,684 | 511,912 | 486,844 | 461,197 | 467,640 |
| Other Operations | 2,873,527 | 2,455,395 | 2,292,390 | 3,473,401 | 2,844,561 | 5,187,419 | 2,000,530 | 1,728,362 | 3,367,578 | 8,770,294 |
| Highways and Bridges | 5,151,612 | 5,149,798 | 4,938,155 | 5,364,537 | 5,570,813 | 6,336,280 | 6,063,975 | 6,160,990 | 5,555,970 | 6,651,211 |
| Education | 78,317,538 | 81,588,765 | 80,284,932 | 80,590,120 | 80,395,874 | 83,964,779 | 88,040,743 | 89,765,878 | 99,967,814 | 99,443,107 |
| Debt Service | | | | | | | | | | |
| Principal | 3,884,146 | 4,265,987 | 4,267,708 | 4,557,059 | 4,706,233 | 5,378,011 | 6,406,768 | 6,611,391 | 7,078,557 | 6,701,146 |
| Interest | 2,181,759 | 2,299,575 | 2,204,048 | 2,074,563 | 2,080,607 | 2,795,113 | 2,804,728 | 2,370,431 | 2,091,587 | 2,038,518 |
| Other Charges/Operations | 518,483 | 223,314 | 207,145 | 286,920 | 338,159 | 350,558 | 517,614 | 228,504 | 572,842 | 306,510 |
| Endowment | - | - | - | - | - | | | | | |
| Capital Projects-General | 683,535 | 2,407,479 | 687,607 | 1,712,078 | 1,512,818 | 7,299,234 | 2,286,239 | 3,903,611 | 4,507,796 | 1,323,959 |
| Capital Projects-Donated | - | - | - | - | 16,284,960 | 12,100,625 | 3,449,754 | - | 15,520,026 | - |
| Capital Outlay/Projects - Schools | 2,794,750 | 2,704,822 | 1,045,248 | 1,736,397 | 19,004,678 | 16,393,600 | 3,606,832 | 3,018,446 | 12,404,082 | 22,299,578 |
| | $ 138,203,063 | $ 139,486,843 | $ 136,241,809 | $ 140,793,127 | $ 178,457,770 | $ 185,036,840 | $ 161,441,380 | $ 161,890,339 | $ 198,347,667 | $ 196,674,450 |
| Excess of Revenues Over (Under) Expenditures | $ (4,664,522) | $ (3,403,651) | $ 1,774,995 | $ 2,569,611 | $ (14,820,625) | $ (18,935,294) | $ 441,337 | $ (1,659,540) | $ (4,809,683) | $ 5,920,220 |

(Continued)

Table 5

Bradley County, Tennessee
Changes in Fund Balances General Governmental and Discretely Presented Component Unit
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Other Financing Sources (Uses)** | | | | | | | | | | |
| Transfers In | $ 81,929 | $ 279,041 | $ 2,618,361 | $ 398,693 | $ 3,743,286 | $ 7,036,849 | $ 217,413 | $ 1,311,540 | $ 1,020,405 | $ 13,972,830 |
| Transfers Out | (81,929) | (279,041) | (2,618,361) | (398,693) | (3,743,286) | (7,036,849) | (217,413) | (1,311,540) | (1,020,405) | (13,972,830) |
| Capital Leases Issued | - | - | 195,700 | 193,550 | 16,284,960 | - | 691,593 | 305,304 | 627,140 | - |
| Bond Proceeds | 2,870,000 | - | - | - | - | - | - | - | 14,665,000 | - |
| Other Loan Proceeds | - | - | - | - | - | 12,100,625 | 3,449,754 | - | - | 502,500 |
| Proceeds on Refunded Bonds | 4,255,000 | - | - | - | - | - | 19,960,000 | - | 4,750,000 | - |
| Payments to Refunded Bond Escrow | (4,340,000) | - | - | - | - | - | (21,515,000) | - | (4,865,000) | - |
| Discount on Debt Issued | (20,158) | - | - | - | - | - | (114,725) | - | - | - |
| Premiums on Debt Issued | 202,743 | - | - | - | - | - | 1,818,890 | - | 1,348,864 | - |
| Proceeds Capitalized Lease | - | - | - | - | - | - | - | - | - | - |
| Insurance Recovery | 25,364 | - | 119,818 | 276,585 | - | 31,227 | 11,269 | 2,406 | 9,824 | 349,111 |
| Proceeds on Sale of Assets | - | 10,259 | - | 205,941 | - | - | - | 104,669 | 30,605 | 825 |
| Special Item (Expenditure) #1 | - | - | - | - | - | - | - | - | (115,000) | - |
| **TOTAL OTHER SOURCES** | $ 2,992,949 | $ 10,259 | $ 315,518 | $ 676,076 | $ 16,284,960 | $ 12,131,852 | $ 4,301,781 | $ 412,379 | $ 16,451,433 | $ 852,436 |
| Net Change in Fund Balances | $ (1,671,573) | $ (3,393,392) | $ 2,090,513 | $ 3,245,687 | $ 1,464,335 | $ (6,803,442) | $ 4,743,118 | $ (1,247,161) | $ 11,641,750 | $ 6,772,656 |
| Debt Service as a Percentage of Noncapital Expenditures | 4.5% | 4.9% | 4.8% | 4.8% | 4.3% | 5.1% | 5.9% | 5.8% | 5.1% | 5.1% |

General Governmental and Discretely Presented Component Unit Tax Revenues by Source

| Fiscal Year | Property Tax | Sales Tax | Hotel/Motel Tax | Litigation Tax | Business Tax | Other Local Tax | Bank Excise Tax | Wholesale Beer | Interstate Telecom | Total Tax Revenue |
|---|---|---|---|---|---|---|---|---|---|---|
| 2013 | $ 33,735,525 | $ 15,027,319 | $ 817,173 | $ 459,508 | $ 1,298,529 | $ - | $ 94,239 | $ 349,770 | $ 10,081 | $ 51,792,144 |
| 2014 | 33,148,050 | 15,057,740 | 841,873 | 456,840 | 1,108,560 | 13,815 | 121,149 | 344,232 | 12,301 | 51,104,560 |
| 2015 | 37,635,252 | 15,665,572 | 951,845 | 448,666 | 1,246,938 | 16,568 | 162,131 | 339,131 | 11,694 | 56,477,797 |
| 2016 | 37,712,577 | 16,955,987 | 909,319 | 442,614 | 1,526,668 | 19,656 | 177,731 | 331,390 | 10,347 | 58,086,289 |
| 2017 | 40,383,816 | 17,806,561 | 1,368,990 | 469,622 | 1,432,698 | 20,265 | 147,649 | 323,306 | 10,438 | 61,963,345 |
| 2018 | 42,009,251 | 17,980,283 | 1,378,304 | 447,634 | 1,406,231 | 17,597 | 132,928 | 313,791 | 31,729 | 63,717,748 |
| 2019 | 42,198,611 | 18,726,887 | 1,501,748 | 459,241 | 1,452,958 | 11,202 | 119,637 | 310,906 | 5,196 | 64,786,386 |
| 2020 | 44,098,665 | 20,220,094 | 1,216,912 | 369,256 | 1,516,881 | 6,409 | 202,647 | 311,011 | - | 67,941,875 |
| 2021 | 45,355,692 | 23,225,170 | 1,348,916 | 330,441 | 1,695,062 | 5,138 | 201,262 | 321,600 | - | 72,483,281 |
| 2022 | 43,400,847 | 25,653,942 | 1,804,397 | 336,834 | 1,906,809 | 7,722 | 231,013 | 296,573 | - | 73,638,137 |

Includes recurring expenditures of the general, special revenue, capital projects, and debt service fund types.

Table 6

Bradley 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 | | Total | | Ratio of Total Assessed Value To Total Estimated Actual Value |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | Estimated | Assessed | Estimated | Assessed | Estimated | Assessed | Estimated | Assessed | |
| 2013 | 2012 | $1.83 | $ 6,258,908,500 | $ 1,787,372,505 | $ 708,952,500 | $ 212,685,757 | $ 108,668,300 | $ 59,767,562 | $ 7,076,529,300 | $ 2,059,825,824 | 29.11% |
| 2014 | 2013 | 1.87 | 6,125,024,200 | 1,748,268,265 | 734,794,500 | 220,438,360 | 115,719,500 | 63,645,700 | 6,975,538,200 | 2,032,352,325 | 29.14% |
| 2015 | 2014 | 1.87 | 6,228,628,900 | 1,773,480,820 | 719,551,600 | 215,865,469 | 118,096,800 | 64,953,246 | 7,066,277,300 | 2,054,299,535 | 29.07% |
| 2016 | 2015 | 1.87 | 6,172,325,000 | 1,762,261,550 | 771,359,500 | 217,716,596 | 110,739,380 | 60,906,659 | 7,054,423,880 | 2,040,884,805 | 28.93% |
| 2017 | 2016 | 1.71 | 6,228,628,900 | 2,055,202,645 | 719,551,600 | 235,023,867 | 118,096,800 | 68,150,150 | 7,066,277,300 | 2,358,376,662 | 33.38% |
| 2018 | 2017 | 1.71 | 7,154,891,200 | 2,052,098,353 | 898,130,100 | 269,439,030 | 118,096,800 | 64,953,246 | 8,171,118,100 | 2,386,490,629 | 29.21% |
| 2019 | 2018 | 1.71 | 7,154,891,200 | 1,419,996,993 | 898,130,100 | 269,439,030 | 117,919,700 | 64,855,828 | 8,170,941,000 | 1,754,291,851 | 21.47% |
| 2020 | 2019 | 1.78 | 7,234,273,900 | 2,072,086,494 | 966,033,200 | 289,809,956 | 64,855,570 | 56,534,600 | 8,265,162,670 | 2,418,431,050 | 29.26% |
| 2021 | 2020 | 1.78 | 9,536,416,800 | 1,944,691,704 | 1,143,964,900 | 299,158,266 | 102,790,200 | 56,534,600 | 10,783,171,900 | 2,300,384,570 | 21.33% |
| 2022 | 2021 | 1.78 | 9,544,711,700 | 2,704,519,471 | 866,709,200 | 260,012,771 | 69,201,435 | 69,201,435 | 10,480,622,335 | 3,033,733,677 | 28.95% |

Source: Bradley County Assessor of Property

Note: Exempt properties are not included in the assessed or estimated value because the property assessor does not currently place values on these.

Table 7

Bradley County, Tennessee
Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years

| Fiscal Year Ending June 30 | Tax Year | **Bradley Co Gen Fund** | Bradley Co Public Library | Bradley Co Pike Road | Bradley Co County Schools | Cleveland City Schools | **Bradley Co Debt Service** | Bradley Co Edu Cap Projects | Bradley Co Community Development | Bradley Co Other Cap Projects | **Total Bradley County Direct Rate** | **Bradley Co Fire O/S Fringe** | **Bradley Co Fire I/S Fringe** | **City of Cleveland** | **City of Charleston** |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 2013 | 2012 | $ 0.5269 | $ 0.0282 | $ 0.1287 | $ 0.5734 | $ 0.2859 | $ 0.2297 | $ 0.0017 | $ 0.0509 | $ - | $ 1.8254 | $ 0.34 | $ 0.42 | $ 1.77 | $ 0.44 |
| 2014 | 2013 | 0.5404 | 0.0289 | 0.1320 | 0.5878 | 0.2935 | 0.2356 | 0.0017 | 0.0522 | - | 1.8721 | 0.34 | 0.42 | 1.77 | 0.44 |
| 2015 | 2014 | 0.5349 | 0.0277 | 0.1276 | 0.5624 | 0.2985 | 0.2674 | 0.0016 | 0.0520 | - | 1.8721 | 0.34 | 0.42 | 1.77 | 0.44 |
| 2016 | 2015 | 0.5339 | 0.0250 | 0.1244 | 0.5539 | 0.2941 | 0.2414 | - | 0.0580 | 0.0414 | 1.8721 | 0.42 | 0.44 | 1.77 | 0.44 |
| 2017 | 2016 | 0.5339 | 0.0250 | 0.1244 | 0.5539 | 0.2941 | 0.2414 | - | 0.0580 | 0.0414 | 1.8721 | 0.42 | 0.44 | 1.61 | 0.49 |
| 2018 | 2017 | 0.4298 | 0.0228 | 0.1135 | 0.4964 | 0.2774 | 0.3449 | - | - | 0.0236 | 1.7084 | 0.39 | 0.41 | 2.06 | 0.49 |
| 2019 | 2018 | 0.4993 | 0.0278 | 0.1135 | 0.4994 | 0.2744 | 0.3199 | - | - | 0.0478 | 1.7821 | 0.44 | 0.44 | 2.06 | 0.49 |
| 2020 | 2019 | 0.4993 | 0.0278 | 0.1135 | 0.4986 | 0.2752 | 0.3199 | - | - | 0.0478 | 1.7821 | 0.4400 | 0.4400 | 2.06 | 0.49 |
| 2021 | 2020 | 0.4993 | 0.0278 | 0.1135 | 0.4924 | 0.2814 | 0.3199 | - | - | 0.0478 | 1.7821 | 0.4400 | 0.4400 | 2.06 | 0.49 |
| 2022 | 2021 | 0.4100 | 0.0223 | 0.0925 | 0.3976 | 0.2273 | 0.2547 | - | - | 0.0348 | 1.4392 | 0.3540 | 0.3386 | 1.71 | 0.39 |

Source: Bradley County Assessor of Property

Table 8

Bradley County, Tennessee
Principal Taxpayers
For the Fiscal Year Ended June 30, 2022

| Taxpayer | Type of Business | 2022 Rank | 2022 Tax Liability | Percentage of Total Taxes Levied | 2012 Rank | 2012 Assessed Valuation | 2012 Tax Liability | Percentage of Total Taxes Levied |
|---|---|---|---|---|---|---|---|---|
| Wacker | Solar Products | 1 | $ 129,035,311 | 36.30% | | $ - | $ - | 0.00% |
| Mars, Inc. | Candies, Cookies | 2 | 41,980,253 | 11.81% | 3 | 22,629,565 | 493,325 | 15.02% |
| Olin Mathieson | Chemical Company | 3 | 28,838,766 | 8.11% | 5 | 16,445,112 | 358,503 | 10.92% |
| Whirlpool | Appliance Manufacturer | 4 | 28,337,694 | 7.97% | 1 | 29,233,725 | 637,295 | 19.40% |
| Tennova | Hospitals | 5 | 27,948,897 | 7.86% | | | | 0.00% |
| Life Care Centers | Nursing Homes | 6 | 26,314,359 | 7.40% | | | | 0.00% |
| Duracell/Gillette | Battery Manufacturer | 7 | 20,498,266 | 5.77% | 2 | 25,900,565 | 564,632 | 17.19% |
| Innovate Water Care/Sigura | Water Treatment | 8 | 20,364,368 | 5.73% | | | | |
| Volunteer Energy Coop | Utility | 9 | 16,368,143 | 4.60% | 8 | 10,918,942 | 238,033 | 7.25% |
| General Electric | Light Bulbs | 10 | 15,812,667 | 4.45% | | | | |
| Arch Chemicals | Chemical Company | | | 0.00% | 4 | 16,695,447 | 363,961 | 11.08% |
| Schering Plough | Health Products | | | 0.00% | 7 | 12,942,857 | 282,154 | 8.59% |
| BellSouth Telecom | Telecommunication | | | 0.00% | 6 | 15,898,052 | 346,578 | 10.55% |
| | | | | 100.00% | | | | 100.00% |

Source: Bradley County Property Assessor

Table 9

Bradley County, Tennessee
Property Tax Levies and Collections-By Tax Year
Last Ten Fiscal Years

| Tax Year | Total Tax Levy | Fiscal Year Tax Collections | Delinquent Tax Collections | Total Tax Collections | Ratio of Total Tax Collections to Tax Levy | Outstanding Delinquent Taxes | Bankruptcies | Ratio of Uncollected Taxes to Total Tax Levy |
|---|---|---|---|---|---|---|---|---|
| 2012 | $ 40,675,006 | $ 38,085,172 | $ 847,772 | $ 38,932,946 | $ 96 | $ 714,854 | $ 47,651 | $ 1.87 |
| 2013 | 39,843,593 | 37,434,506 | 706,064 | 38,140,571 | 95.73 | 1,128,199 | 22,715 | 2.89 |
| 2014 | 41,876,986 | 39,792,289 | 665,330 | 40,457,620 | 96.61 | 759,848 | 32,664 | 1.89 |
| 2015 | 42,118,560 | 41,920,628 | 815,325 | 42,735,953 | 101.47 | 1,545,691 | 34,510 | 3.75 |
| 2016 | 43,551,676 | 41,966,070 | 946,175 | 42,912,246 | 98.53 | 1,613,397 | 30,217 | 3.77 |
| 2017 | 44,313,301 | 42,628,756 | 868,018 | 43,496,775 | 98.16 | 1,617,728 | 25,358 | 3.71 |
| 2018 | 45,035,391 | 43,417,648 | 919,899 | 44,337,548 | 98.45 | 1,216,991 | 16,209 | 2.74 |
| 2019 | 47,614,631 | 45,688,600 | 253,932 | 45,942,533 | 96.49 | 1,185,799 | 16,031 | 2.52 |
| 2020 | 47,996,654 | 46,658,004 | 154,404 | 46,812,409 | 94.53 | 1,270,937 | 7,505 | 2.66 |
| 2021 | 49,411,290 | 48,168,690 | (1) | 48,168,690 | 97.49 | (1) | 8,574 | 0.02 |

Sources: Trustee tax collection records and tax rolls, clerk and master tax collection records

(1) Taxes are current until April 1st of the following year.

Table 10

Bradley County, Tennessee
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

| | Governmental Activities | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| **Fiscal Year** | General Bonded Debt | Notes | Other Loans Payable | Capital Leases | Unamortized Premium | Net Total Government | Percentage of Personal Income | Per Capita (1) |
| 2013 | $ 24,075,000 | $ 71,426 | $ 49,255,000 | $ 262,839 | $ 277,694 | $ 73,941,959 | 2.68% | $ 747 |
| 2014 | 23,220,000 | - | 46,060,000 | 118,278 | 236,312 | 69,634,590 | 3.13% | 704 |
| 2015 | 22,345,000 | - | 42,725,000 | 217,184 | 194,932 | 65,482,116 | 3.01% | 662 |
| 2016 | 21,455,000 | - | 39,185,000 | 245,884 | 153,550 | 61,039,434 | 2.61% | 617 |
| 2017 | 20,545,000 | - | 35,485,000 | 16,396,341 | 112,169 | 72,538,510 | 2.46% | 733 |
| 2018 | 19,620,000 | - | 43,725,625 | 15,763,738 | - | 79,109,363 | 2.65% | 799 |
| 2019 | 21,860,000 | 2,200,000 | 37,685,380 | 15,601,324 | 1,800,701 | 79,147,405 | 2.65% | 800 |
| 2020 | 20,830,000 | - | 32,800,380 | 14,997,802 | 1,600,623 | 70,228,805 | 2.36% | 710 |
| 2021 | 37,035,000 | - | 29,820,380 | 14,527,203 | 2,743,072 | 84,125,655 | 2.82% | 774 |
| 2022 | 34,165,000 | - | 40,549,746 | - | 2,467,939 | 77,182,685 | 2.59% | 711 |

(1) Calculated using information from the U.S. Census Bureau.

Table 11

Bradley County, Tennessee
Ratio of Net General Obligation Bonded Debt and Other Loans Payable to Assessed Value
and Net General Obligation Bonded Debt and Other Loans Payable Per Capita
Last Ten Fiscal Years

| **Fiscal Year** | General Bonded Debt (2) | Variable Rate Loans Payable (2) | Unamortized Premium | Less: Amounts Available in Debt Service Fund (Committed Amount) | Net Bonded Debt and Other Loans Payable | Assessed Property Value | Ratio of Net Bonded Debt and Other Loans Payable to Assessed Value | (1) Population | Net Bonded Debt and Other Loans Payable Per Capita |
|---|---|---|---|---|---|---|---|---|---|
| 2013 | $ 24,075,000 | $ 49,255,000 | $ 277,694 | $ 12,965,130 | $ 60,642,564 | $ 2,059,825,824 | 2.94 % | 98,963 | $ 613 |
| 2014 | 23,220,000 | 46,060,000 | 236,312 | 11,650,561 | 57,865,751 | 2,032,352,325 | 2.85 | 98,963 | 585 |
| 2015 | 22,345,000 | 42,725,000 | 194,932 | 10,667,964 | 54,596,968 | 2,054,299,535 | 2.66 | 98,963 | 552 |
| 2016 | 21,455,000 | 39,185,000 | 153,550 | 10,242,491 | 50,551,059 | 2,081,702,501 | 2.43 | 98,963 | 511 |
| 2017 | 20,545,000 | 35,485,000 | 112,169 | 9,334,612 | 46,807,557 | 2,358,376,662 | 1.98 | 98,963 | 473 |
| 2018 | 19,620,000 | 43,725,625 | - | 6,885,123 | 56,460,502 | 2,451,299,015 | 2.30 | 98,963 | 571 |
| 2019 | 21,860,000 | 37,685,380 | 1,800,701 | 7,930,674 | 53,415,407 | 2,451,299,015 | 2.18 | 98,963 | 540 |
| 2020 | 20,830,000 | 32,800,380 | 1,600,623 | 8,369,762 | 46,861,241 | 2,418,431,050 | 1.94 | 98,963 | 474 |
| 2021 | 37,035,000 | 29,820,380 | 2,743,072 | 9,229,968 | 60,368,484 | 3,155,790,367 | 1.91 | 108,620 | 556 |
| 2022 | 34,165,000 | 40,549,746 | 2,467,939 | 10,189,005 | 66,993,680 | 2,910,472,132 | 2.30 | 110,162 | 608 |

(1) Information taken from U.S. Census Bureau reports.
(2) Direct general government debt. Does not include discretely presented Bradley Healthcare and Rehabilitation Center component unit.

Table 12

Bradley County, Tennessee
Direct and Overlapping Debt
General Obligation Bonds, Notes and Other Loans
As of June 30, 2022

| | Net Debt Outstanding | Percentage of Debt Applicable to the County | County's Share of Debt |
|---|---|---|---|
| **Bradley County Direct Debt** | | | |
| General Bonded Debt (1) | $ 34,165,000 | | |
| Notes Payable | - | | |
| Public Building Authority Loan Agreements | 27,679,831 | | |
| Other Loans Payable | 12,869,915 | | |
| Less: Unamortized Premium on Debt | (2,467,939) | | |
| Total County's Direct Debt | $ 72,246,807 | 100.00% | $ 72,246,807 |
| City of Cleveland | 96,103,198 | 100.00% | 96,103,198 |
| **Total Direct and Overlapping Debt** | $ 168,350,005 | | $ 168,350,005 |

(1) Amount includes Primary Government and discretely presented Bradley County School Department.

Notes - Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that are borne by the residents and businesses of Bradley County. This process recognizes that, when considering the county's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account.

For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the county's boundaries and dividing it by each unit's total assessed value.

Table 13

Bradley County, Tennessee
Computation of Legal Debt Margin
June 30, 2022

**Not Applicable to Bradley County, Tennessee**

Note: Section 9-21-103 of the laws of the State of Tennessee provides that bonds or notes may be issued without regard to any limit on indebtedness for Tennessee counties.

Table 14

Bradley County, Tennessee
Pledged-Revenue Coverage
Last Ten Fiscal Years

**Not Applicable to Bradley County, Tennessee**

Table 15

Bradley County, Tennessee
Demographic Statistics
Last Ten Fiscal Years

| Fiscal Year Ending June 30 | (1) Population | Personal Income | (1) Per Capita Income | (1) Median Age | (1) Education Level in Years of Formal Schooling | (2) County School Enrollment | (3) Average Unemployment Rate |
|---|---|---|---|---|---|---|---|
| 2012 | 101,000 | $ 2,165,844,000 | $ 21,444 | 37.7 | 16.4 | 12,100 | 8.8 % |
| 2013 | 101,146 | 2,746,923,068 | 27,158 | 38.7 | 16.8 | 10,082 | 7.8 |
| 2014 | 101,848 | 2,172,112,296 | 21,327 | 38.3 | 16.8 | 10,031 | 7 |
| 2015 | 102,975 | 2,229,305,775 | 21,649 | 38.3 | 15.9 | 10,490 | 5.1 |
| 2016 | 104,091 | 2,320,604,754 | 22,294 | 39 | 15.9 | 10,490 | 4.7 |
| 2017 | 104,091 | 2,429,067,576 | 23,336 | 39.4 | 15.9 | 10,176 | 4.1 |
| 2018 | 104,091 | 2,429,067,576 | 23,336 | 39.4 | 15.9 | 10,176 | 4.1 |
| 2019 | 108,110 | 2,981,672,050 | 26,655 | 39.5 | 15.9 | 10,453 | 7.2 |
| 2020 | 108,110 | 2,981,672,050 | 26,655 | 39.5 | 15.9 | 10,453 | 7.2 |
| 2021 | 110,162 | 3,143,032,022 | 28,531 | 39.5 | 16.4 | 10,338 | 4.0 |

(1) U.S. Census Bureau.
(2) Weighted Full-time Equivalent Average Daily Attendance - Bradley County Schools.

Table 16

Bradley County, Tennessee
Principal Employers
Current Year and Ten Years Ago

| Employer | 2022 Employees | 2022 Rank | 2022 % of Total County Employment | 2012 Employees | 2012 Rank | 2012 % of Total County Employment |
|---|---|---|---|---|---|---|
| Whirlpool Corporation (Maytag) | 1,600 | 1 | 3.13% | 1,386 | 1 | 2.83% |
| Bradley County Schools | 1,160 | 2 | 2.27% | 1,200 | 2 | 2.45% |
| Peyton's Southeastern | 1,157 | 3 | 2.27% | 950 | 4 | 1.94% |
| Tennova Healthcare-Cleveland | 1,100 | 4 | 2.15% | 1,147 | 3 | 2.34% |
| Jackson Furniture | 894 | 5 | 1.75% | | | |
| Amazon | 790 | 7 | 1.55% | 600 | 9 | 1.23% |
| Cleveland City Schools | 745 | 8 | 1.46% | 664 | 6 | 1.36% |
| Wacker Polysilicon | 723 | 9 | 1.42% | | | |
| Walmart (Two Stores) | 640 | 6 | 1.25% | 640 | 7 | 1.31% |
| Bradley County Government | 620 | 10 | 1.21% | 620 | 8 | 1.27% |
| Lee University | | | | 815 | 5 | 1.66% |
| Merck Consumer Care | | | | 537 | 10 | 1.10% |
| Total | 9,429 | | 18.47% | 8,022 | | 17.48% |

Total Employment - Average Annual 2022 51,060
Total Employment - Average Annual 2012 48,960

Sources: Chamber of Commerce
Tennessee Department of Labor

Table 17

Bradley County, Tennessee
Full-time Employees by Function
Last Ten Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Function:** | | | | | | | | | | |
| General Government | 48 | 47 | 46 | 43 | 43 | 41 | 41 | 41 | 41 | 41 |
| Finance | 47 | 46 | 48 | 47 | 48 | 48 | 48 | 48 | 48 | 42 |
| Administration of Justice | 59 | 64 | 63 | 65 | 64 | 64 | 62 | 67 | 67 | 66 |
| Public Safety | 236 | 305 | 301 | 257 | 258 | 258 | 260 | 262 | 264 | 287 |
| Health and Welfare | 92 | 123 | 122 | 95 | 96 | 102 | 107 | 107 | 110 | 88 |
| Social, Cultural, and Recreational | 9 | 10 | 9 | 9 | 9 | 9 | 9 | 12 | 12 | 11 |
| Agriculture and Natural Resources | 14 | 20 | 19 | 13 | 13 | 11 | 9 | 9 | 9 | 6 |
| Other | 3 | 3 | 3 | 3 | 3 | 6 | 3 | 3 | 6 | 4 |
| Road and Bridge | 59 | 59 | 65 | 60 | 60 | 60 | 61 | 61 | 63 | 60 |
| **Total** (1) | **567** | **677** | **676** | **592** | **594** | **599** | **600** | **610** | **620** | **605** |
| **Component Unit:** | | | | | | | | | | |
| Education (2) | 988 | 953 | 955 | 988 | 988 | 1200 | 1144 | 1163 | 1151 | 1185 |

(1) Bradley County Human Resources Department
(2) Bradley County Schools

Table 18

Bradley County, Tennessee
Operating Indicators by Function
Last Ten Fiscal Years

| Function: | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **General Government** | | | | | | | | | | |
| Registered Voters (1) | 62,777 | 62,629 | 62,635 | 64,000 | 68,000 | 69,000 | 69,000 | 73,989 | 73,989 | 76,096 |
| Building Permits Issued (2) | 642 | 331 | 801 | 722 | 734 | 710 | 980 | 977 | 1,173 | 1,070 |
| **Public Safety** | | | | | | | | | | |
| Number of Warrants (Civil and Criminal) Served (3) | 18,400 | 22,250 | 26,246 | 14,263 | 12,378 | 28,586 | 30,799 | 26,295 | 23,636 | 25,239 |
| Fire Dept. - Call Volume | - | - | - | - | - | - | - | - | - | - |
| Rescue Service - Call Volume | - | - | - | - | - | - | - | - | - | - |
| Fire/Rescue Service - Call Volume* (4) | 1,310 | 1,559 | 1,579 | 1,579 | 1,668 | 1,670 | 1,670 | 1,670 | 2,632 | 3,621 |
| **Public Health** (5) | | | | | | | | | | |
| Ambulance- Call Volume | 21,800 | 21,852 | 21,950 | 26,000 | 27,000 | 27,000 | 27,837 | 27,000 | 22,932 | 30,077 |
| Response Time - Avg. Minutes | 6.0 | 6.0 | 6.0 | 6.0 | 6.0 | 6.0 | 6.0 | 6.0 | 6.0 | 6.0 |
| **Road and Bridge** (6) | | | | | | | | | | |
| Roads re-paved | 25 | 25 | 25 | 26 | 26 | 26 | 20 | 20 | 20 | 20 |

N/A-Information is not available for this period.
*Fire and Rescue combined services.

(1) Bradley County Election Commission
(2) Bradley County Building Inspector's Office
(3) Bradley County Circuit Court Clerk
(4) Bradley County Fire/Rescue Department
(5) Bradley County Emergency Medical Services
(6) Bradley County Road Department

Table 19

Bradley County, Tennessee
Capital Assets by Function
Last Ten Fiscal Years

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Function:** | | | | | | | | | | |
| **Highways and Streets** (1) | | | | | | | | | | |
| Number of Miles | 759 | 759 | 759 | 759 | 759 | 759 | 759 | 759 | 759 | 759 |
| Number of Roads | 1,253 | 1,253 | 1,254 | 1,254 | 1,254 | 1,254 | 1,254 | 1,254 | 1,254 | 1,254 |
| Traffic Signals | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 | 8 |
| **Public Safety** (2) | | | | | | | | | | |
| Number of Correctional Facilities | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| Number of Fire Stations | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 | 13 |
| **Health and Welfare** (2) | | | | | | | | | | |
| Nursing Home | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Number of Beds | 213 | 213 | 213 | 213 | 213 | 213 | 213 | 213 | 213 | 213 |
| Dispatch Station | | | | | | | | | | |
| Ambulance Stations | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Number of Ambulance Units | 12 | 12 | 12 | 12 | 12 | 13 | 13 | 13 | 13 | 12 |
| Health Department Facilities | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

**Facilities and Services Not Included in the Primary Government**

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---|---|---|---|---|---|---|---|---|---|---|
| **Education** (3) | | | | | | | | | | |
| Number of Employees * | 988 | 1,183 | 1,050 | 1,123 | 1,121 | 1,129 | 1,144 | 1,163 | 1,151 | 1,169 |
| Elementary Schools | 12 | 12 | 12 | 11 | 11 | 11 | 11 | 11 | 11 | 11 |
| Middle Schools | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| High Schools | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 | 2 |
| K-12 School | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Alternative School | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

* Does not include cafeteria workers or substitute teachers.

(1) Bradley County Road Department
(2) Bradley County Fixed Assets Department
(3) Bradley County Schools

# SINGLE AUDIT SECTION

**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

Bradley County Mayor and
Board of County Commissioners
Bradley 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 Bradley County, Tennessee, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Bradley County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 15, 2022. Our report includes a reference to other auditors who audited the financial statements of the Bradley Healthcare and Rehabilitation Center (component unit) and the Internal School Fund (special revenue fund of the discretely presented Bradley County School Department) as described in our report on Bradley 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.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Bradley 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 Bradley County's internal control. Accordingly, we do not express an opinion on the effectiveness of Bradley 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.



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Our consideration of internal control was for the limited purpose described in the preceding paragraph 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 have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be significant deficiencies: 2022-002, 2022-004, and 2022-005.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Bradley County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2022-001 and 2022-003.

**Bradley County's Responses to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on Bradley County's responses to the findings identified in our audit, which are described in the accompanying Schedule of Findings and Questioned Costs. Bradley County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

**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 Bradley 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

December 15, 2022

JEM/tg

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

Bradley County Mayor and
Board of County Commissioners
Bradley County, Tennessee

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Bradley 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 Bradley County's major federal programs for the year ended June 30, 2022. Bradley County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Bradley 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, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Bradley County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does



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not provide a legal determination of Bradley County's compliance with the compliance requirements referred to above.

***Other Matter – Federal Expenditures Not Included in the Compliance Audit***

Bradley County's basic financial statements include the operations of the Bradley Healthcare and Rehabilitation Center, a discretely presented component unit, which expended $518,344 in federal awards that are not included in the Schedule of Expenditures of Federal Awards for the year ended June 30, 2022. Our compliance audit, as described in the "Opinion on Each Major Federal Program," did not include the Bradley Healthcare and Rehabilitation Center because the entity engaged other auditors to perform an audit in accordance with 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).

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Bradley County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Bradley County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Bradley County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of Bradley County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Bradley County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

**Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 Bradley County, Tennessee, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Bradley County's basic financial statements. We issued our report thereon dated December 15, 2022, 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

December 15, 2022

JEM/tg

Bradley County, Tennessee, and the Bradley County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (8)
For the Year Ended June 30, 2022

| Federal/Pass-through Agency/State Grantor Program Title | Federal Assistance Listing Number | Pass-through Entity Identifying Number | Amount Passed-through to Subrecipients | Expenditures | |
|---|---|---|---|---|---|
| U.S. Department of Agriculture: | | | | | |
| Passed-through State Department of Education: | | | | | |
| Child Nutrition Cluster: (5) | | | | | |
| School Breakfast Program | 10.553 | N/A | $ 0 | $ 1,976,754 | |
| National School Lunch Program | 10.555 | N/A | 0 | 6,013,309 | (6) |
| Child Nutrition Discretionary Grants Limited Availability | 10.579 | N/A | 0 | 13,134 | |
| COVID 19 - Pandemic EBT Administrative Costs | 10.649 | N/A | 0 | 5,814 | |
| Passed-through State Department of Agriculture: | | | | | |
| Child Nutrition Cluster: (5) | | | | | |
| National School Lunch Program (Commodities - Noncash Assistance) | 10.555 | N/A | 0 | 481,847 | (6) (7) |
| Total U.S. Department of Agriculture | | | | $ 8,490,858 | |
| U.S. Department of Justice: | | | | | |
| Passed-through Tennessee Bureau of Investigation: | | | | | |
| Public Safety Partnership and Community Policing Grants | 16.710 | (4) | 0 | $ 189,596 | |
| 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 | Z21THS030 | 0 | $ 51,690 | |
| U.S. Department of Treasury: | | | | | |
| Passed-through State Department of Finance and Administration: | | | | | |
| COVID 19 - Coronavirus Relief Fund | 21.019 | (4) | 0 | $ 9,989 | |
| COVID 19 - Coronavirus State and Local Fiscal Recovery Funds | 21.027 | (4) | (3) 1,194,407 | 7,215,068 | |
| Total U.S. Department of Treasury | | | | $ 7,225,057 | |
| Appalachian Regional Commission | | | | | |
| Direct Program: | | | | | |
| Appalachian Area Development | 23.002 | N/A | 0 | $ 202,448 | |
| U.S. Department of Education: | | | | | |
| Passed-through State Department of Education: | | | | | |
| Title I Grants to Local Educational Agencies | 84.010 | N/A | 0 | $ 1,874,726 | |
| Special Education Cluster: (5) | | | | | |
| Special Education - Grants to States | 84.027 | N/A | 0 | 2,380,726 | (6) |
| COVID 19 - Special Education - Grants to States | 84.027 | 84.027X | 0 | 71,840 | (6) |
| Special Education - Preschool Grants | 84.173 | N/A | 0 | 91,115 | (6) |
| COVID 19 - Special Education - Preschool Grants | 84.173 | 84.173X | 0 | 17,559 | (6) |
| Career and Technical Education - Basic Grants to States | 84.048 | N/A | 0 | 271,111 | |
| Twenty-first Century Community Learning Centers | 84.287 | N/A | 0 | 574,586 | |
| English Language Acquisition Grants | 84.365 | N/A | 0 | 30,182 | |
| Supporting Effective Instruction State Grants | 84.367 | N/A | 0 | 347,118 | |
| COVID 19 - Education Stabilization Fund Program - Rethink K12 Education Models Grant | 84.425B | N/A | 0 | 40,000 | (6) |
| COVID 19 - Education Stabilization Fund Program - Governor's Emergency Education Relief | 84.425C | N/A | 0 | 294,911 | (6) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief (ESSER I) | 84.425D | N/A | 0 | 250,240 | (6) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief (ESSER II) | 84.425D | N/A | 0 | 5,124,356 | (6) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief (ESSER ARP) | 84.425U | N/A | 0 | 9,473,841 | (6) |
| Passed-through State Higher Education Commission: | | | | | |
| Gaining Early Awareness and Readiness for Undergraduate Programs | 84.334 | N/A | 0 | 214,339 | |
| Total U.S. Department of Education | | | | $ 21,056,650 | |
| U.S. Department of Health and Human Services: | | | | | |
| Passed-through State Department of Health: | | | | | |
| Chronic Disease Prevention and Management Services | 93.426 | GG-20-62921 | 0 | $ 5,008 | |
| Passed-through State Department of Education: | | | | | |
| Temporary Assistance for Needy Families | 93.558 | (4) | 0 | 120,484 | |
| Total U.S. Department of Health and Human Services | | | | $ 125,492 | |

(Continued)

Bradley County, Tennessee, and the Grundy County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (8) (Cont.)

| Federal/Pass-through Agency/State Grantor Program Title | Federal Assistance Listing Number | Pass-through Entity Identifying Number | Amount Passed-through to Subrecipients | Expenditures |
|---|---|---|---|---|
| U.S. Department of Homeland Security: | | | | |
| Passed-through State Department of Military: | | | | |
| Disaster Grants - Public Assistance (Presidentially Declared Disasters) | 97.036 | 34101-42321 | $ 0 | $ 1,358,879 |
| Emergency Management Performance Grants | 97.042 | 34101-07522 | 0 | 56,350 |
| Homeland Security Grant Program | 97.067 | 34101-16120 | 0 | 54,759 |
| Total U.S. Department of Homeland Security | | | | $ 1,469,988 |
| Total Expenditures of Federal Awards | | | | $ 38,811,779 |
| | | Contract Number | | |
| State Grants | | | | |
| Bridge Camp - State Department of Education | N/A | (4) | | $ 11,184 |
| Coordinated School Health - State Department of Education | N/A | (4) | | 95,000 |
| Voluntary Pre-K for Tennessee - State Department of Education | N/A | (4) | | 1,202,353 |
| Middle School CTE Startup - State Department of Education | N/A | (4) | | 8,990 |
| Safe Schools - State Department of Education | N/A | (4) | | 164,175 |
| STREAM Mini Camps - State Department of Education | N/A | (4) | | 21,890 |
| Summer Learning Camps - State Department of Education | N/A | (4) | | 146,245 |
| Summer Learning Transportation - State Department of Education | N/A | (4) | | 101,027 |
| State Supplement Juvenile Court Improvement Funds - State Department of Children's Services | N/A | 35910-03683 | | 4,500 |
| Custody Prevention Services - State Department of Children's Services | N/A | 56477 | | 25,307 |
| Tennessee Certified Adult Recovery Court Program - State Department of Mental Health and Substance Abuse Services | N/A | 33901 | | 145,000 |
| Tennessee Veterans' Treatment Court Initiative - State Department of Mental Health and Substance Abuse Services | N/A | 33901 | | 60,000 |
| Child Safety Seat - State Department of Health | N/A | 510390 | | 5,868 |
| Local Health Services - State Department of Health | N/A | GG-21-67083 | | 86,042 |
| Local Health Services - State Department of Health | N/A | GG-22-71173 | | 956,885 |
| Tennessee Valley Authority Emergency Preparedness Funding - State Department of Military | N/A | 34101-09220 | | 74,930 |
| Litter Grant Program - State Department of Transportation | N/A | Z22LIT006 | | 60,744 |
| Community Corrections Program - State Department of Corrections | N/A | 32952-13003 | | 295,157 |
| State Direct Appropriation Grant FY 2021 - State Department of Finance and Administration | N/A | (4) | | 744,721 |
| Total State Grants | | | | $ 4,210,018 |

FAL = Federal Assistance Listing
N/A = Not Applicable

(1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
(2) Bradley County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
(3) SUBRECIPIENT AMOUNTS
The following amounts were paid to subrecipients from the COVID 19 - Coronavirus State and Local Fiscal Recovery Funds Grant:

| Subrecipient | Federal Assistance Listing Number | Amount Provided to Consolidated Administration |
|---|---|---|
| Bradley County 911 Communications Center | 21.027 | $ 94,470 |
| Bradley Healthcare and Rehab Center | 21.027 | 920,407 |
| The Caring Place | 21.027 | 50,000 |
| City Fields | 21.027 | 87,725 |
| Habitat for Humanity of Cleveland | 21.027 | 28,073 |
| United Way of the Ocoee Region | 21.027 | 13,732 |
| Total amounts provided to subrecipients | | $ 1,194,407 |

(4) Information not available.
(5) Child Nutrition Cluster total $8,471,910; Highway Safety Cluster total $51,690; Special Education Cluster total $2,561,240.
(6) Total for FAL No. 10.555 is $6,495,156. Total for FAL No. 84.027 is $2,452,566. Total for FAL No. 84.173 is $108,674.
Total for FAL No. 84.425 is $15,183,348.
(7) National School Lunch Program: Commodities (Non-Cash) $466,923 and Commodities Rebate $14,924.
(8) CONSOLIDATED ADMINISTRATION
The following amounts were consolidated for administration purposes:

| Program Title | Federal Assistance Listing Number | Amount Provided to Consolidated Administration |
|---|---|---|
| Title I Grants to Local Education Agencies | 84.010 | $ 219,413 |

Bradley County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2022

*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 Bradley County, Tennessee, for the year ended June 30, 2022.

## *Prior-year Financial Statement Findings*

| Fiscal Year | Page Number | Finding Number | Title of Finding | FAL Number | Current Status |
|---|---|---|---|---|---|
| **OFFICE OF COUNTY MAYOR** | | | | | |
| 2021 | 315 | 2021-001 | The parks and recreation department did not deposit some funds within three days of collection. | N/A | Corrected |
| **OFFICE OF CLERK AND MASTER** | | | | | |
| 2021 | 316 | 2021-002 | Excess fees were not reported and paid to the county in compliance with state statues. | N/A | Not Corrected - See Explanation on Corrective Action Plan |
| 2021 | 316 | 2021-003 | Unclaimed funds were not reported and paid to the state. | N/A | Corrected |
| 2021 | 317 | 2021-004 | Investment transactions were not posted to the general ledger. | | Not Corrected - See Explanation on Corrective Action Plan |
| 2021 | 317 | 2021-005 | Execution docket trial balances did not reconcile with general ledger accounts. | N/A | Not Corrected - See Explanation on Corrective Action Plan |
| 2021 | 318 | 2021-006 | Duties were not segregated adequately. | N/A | Not Corrected - See Explanation on Corrective Action Plan |
| 2021 | 318 | 2021-007 | The office did not review a list of voided transactions. | N/A | Corrected |
| **OTHER FINDING** | | | | | |
| 2021 | 319 | 2021-008 | A county commissioner violated the conflict of interest statute by indirectly benefiting from a county contract. | N/A | Corrected |

## *Prior-year Federal Awards Findings*

There were no prior-year federal award findings to report.

**BRADLEY COUNTY, TENNESSEE**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**

**For the Year Ended June 30, 2022**

## PART I, SUMMARY OF AUDITOR'S RESULTS

**Financial Statements:**

1. Our report on the financial statements of Bradley County is unmodified.

2. Internal Control Over Financial Reporting:

| | |
|---|---|
| * Material weakness identified? | **NO** |
| * Significant deficiency identified? | **YES** |

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 Listing Number: 21.027 | COVID 19 - Coronavirus State and Local Fiscal Recovery Funds |
| * Assistance Listing Number: 84.425 | COVID 19 - Education Stabilization Fund |
| * Assistance Listing Number: 97.036 | Disaster Grants - Public Assistance (Presidentially Declared Disasters) |

8. Dollar threshold used to distinguish between Type A and Type B Programs. **$1,164,353**

9. Auditee qualified as low-risk auditee? **NO**

## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plans whether related to the financial statements or federal awards, are 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 CLERK AND MASTER

FINDING 2022-001 **EXCESS FEES WERE NOT REPORTED AND PAID TO THE COUNTY IN COMPLIANCE WITH STATE STATUTE**
(Noncompliance Under *Government Auditing Standards*)

To obtain reasonable assurance that excess fees were properly remitted to the county, we examined the dates when excess fees were remitted, and the amount of excess fees retained by the office at the end of each quarter. Section 8-22-104, *Tennessee Code Annotated*, requires excess fees to be reported and paid to the county quarterly and authorizes the clerk to retain sufficient fees to operate the office for three months. The office paid excess fees to the county twice during the year. However, excess fees retained by the office exceeded statutory limits for two quarters covered by our examination by $20,733 and $26,850. This deficiency was the result of a lack of management oversight, the failure to correct the finding noted in the prior-year audit report, and the failure to implement management's corrective action plan.

RECOMMENDATION

The clerk and master should report and pay excess fees to the county in compliance with state statute.

MANAGEMENT'S RESPONSE – CLERK AND MASTER

I concur with this finding.

---

FINDING 2022-002 **INVESTMENT TRANSACTIONS WERE NOT POSTED TO THE GENERAL LEDGER**
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

During the year examined, the clerk and master did not post short-term investment account activity to the general ledger and did not attempt to reconcile the bank statement balances of these short-term investment accounts with general ledger totals. Sound business practices dictate that accounting records accurately reflect all investment account and bank statement activities. As a result of not properly posting the activity of these accounts, the general ledger short-term investment account reflected on the accounting records was overstated by $3,365 at June 30, 2022. This deficiency was the result of a lack of management oversight, the failure to correct the finding noted in the prior-year audit report, and the failure to implement management's corrective action plan.

RECOMMENDATION

Short-term investment account activity should be posted properly to the general ledger. Also, bank statements for these short-term investment accounts should be reconciled with the general ledger monthly, and any errors discovered should be corrected promptly.

MANAGEMENT'S RESPONSE – CLERK AND MASTER

I concur with this finding.

---

FINDING 2022-003 **EXECUTION DOCKET TRIAL BALANCES DID NOT RECONCILE WITH GENERAL LEDGER ACCOUNTS**
(Noncompliance Under *Government Auditing Standards*)

As of June 30, 2022, the clerk and master had prepared trial balances of execution docket cause balances as required by Section 18-2-103, *Tennessee Code Annotated (TCA).* However, the trial balances failed to reconcile with general ledger accounts by $13,239. Therefore, we were unable to determine if the clerk and master had complied with provisions of the Unclaimed Property Act, Section 66-29-10, *TCA*. This statute provides that any funds held by the court for more than one year and unclaimed by the owner are considered abandoned. Section 66-29-113, *TCA*, further requires these funds to be reported and paid to the state Treasurer's Office. This deficiency was the result of a lack of management oversight, the failure to correct the finding noted in the prior-year audit report, and the failure to implement management's corrective action plan.

RECOMMENDATION

Execution docket trial balances should be reconciled with general ledger accounts. Any funds held by the court for one year and unclaimed by the owner are considered abandoned and should be reported and paid to the state Treasurer's Office in compliance with state statute.

MANAGEMENT'S RESPONSE – CLERK AND MASTER

I concur with this finding.

---

FINDING 2022-004 **DUTIES WERE NOT SEGREGATED ADEQUATELY**
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

Duties were not segregated adequately among the official and employees in the Office of Clerk and Master. The official and employees responsible for maintaining accounting records were also involved in receipting, depositing, and/or disbursing funds. Accounting standards provide that internal controls be designed to give reasonable assurance of the reliability of financial reporting and of the effectiveness and efficiency of operations. This lack of segregation of duties is the result of management's decisions based on the availability of financial resources and is a significant deficiency in internal controls that increases the risk of unauthorized transactions. Also, this deficiency is the result of management's failure to correct findings noted in the prior-year audit report and the failure to implement their corrective action plan.

RECOMMENDATION

The clerk and master should segregate duties to the extent possible using available resources.

MANAGEMENT'S RESPONSE – CLERK AND MASTER

I concur with this finding.

---

**OFFICE OF SHERIFF**

FINDING 2022-005 **THE OFFICE DID NOT REVIEW A LIST OF VOIDED TRANSACTIONS OR REPRINTED CHECKS**
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The software application used by the office generated a report that displayed transactions that were voided by users. In addition, a report was also generated that displayed checks that were reprinted using blank check stock. To ensure that these transactions were necessary, these reports should be reviewed for inappropriate activity. During the prior audit period, management was made aware of the importance of this process; however, a review was not routinely performed. This deficiency was the result of a lack of management oversight. When the importance of these reports was brought to management's attention again in March 2022, a routine review process was resumed. Procedures for reviewing these logs are currently in place.

RECOMMENDATION

Management should continue to review the reports of voided transactions and reprinted checks on a routine basis. Any unusual transactions should be investigated.

MANAGEMENT'S RESPONSE – SHERIFF

I 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, 2022.

**Bradley County, Tennessee**
**Management's Corrective Action Plan**
**For the Year Ended June 30, 2022**

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.

JERRI S. BRYANT
CHANCELLOR

10th CHANCERY DIVISION

**OFFICE OF**

# CLERK & MASTER

**BRADLEY COUNTY CHANCERY COURT**

**HOLLY THOMPSON, CLERK & MASTER**

**155 N. OCOEE ST., RM 203**
**CLEVELAND, TN 37311**
**Office: 423-728-7204**
**Fax: 423-339-0723**

## *Corrective Action Plan*

FINDING 2022-001: EXCESS FEES WERE NOT REPORTED AND PAID TO THE COUNTY IN COMPLIANCE WITH STATE STATUTES

**Response and Corrective Action Plan Prepared by:**
Holly Thompson, Clerk and Master

**Person Responsible for Implementing the Corrective Action:**
Holly Thompson, Clerk and Master

**Anticipated Completion Date of Corrective Action:**
Date - *Dec 31, 2022*

**Repeat Finding:**
YES

**Reason Corrective Action was Not Taken in the Prior Year:**
N/A

**Planned Corrective Action:**
Funds will be paid to the county in compliance with the state statute

FINDING 2022-002: INVESTMENT TRANSACTIONS WERE NOT POSTED TO THE GENERAL LEDGER

Response and Corrective Action Plan Prepared by:
Holly Thompson, Clerk and Master

Person Responsible for Implementing the Corrective Action:
Holly Thompson, Clerk and Master

Anticipated Completion Date of Corrective Action:
December 31, 2022

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
The issue was from an investment that the previous Clerk and Master did not transfer correctly when monies were re-invested. The bank has changed ownership and had to pull old files to find where and how the money was transferred. It was posted in the probate side of our accounts and should have been transferred to the Chancery side but TNCIS did not show it that way. I then had to get local government to look at this to make sure this is in fact what happened. Also some interest from other investments had not been posted.

Planned Corrective Action:
The overage funds showing in probate need to be deleted in that the funds were moved to chancery and the beginning balance of that investment reflects said funds. I now have a bookkeeper and the interest has been posted to balance the other accounts

---

FINDING 2022-003: EXECUTION DOCKET TRIAL BALANCES DID NOT RECONCILE WITH GENERAL LEDGER ACCOUNTS

Response and Corrective Action Plan Prepared by:
Holly Thompson, Clerk and Master

Person Responsible for Implementing the Corrective Action:
Holly Thompson, Clerk and Master

Anticipated Completion Date of Corrective Action:
Date - corrected

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year: The issue was from an investment that the previous Clerk and Master did not transfer correctly when monies were re-invested. The bank has changed ownership and had to pull old files to find where and how the money was transferred. It was posted in the probate side of our accounts and should have been transferred to the Chancery side but TNCIS did not show it that way. I then had to get local government to look at this to make sure this is in fact what happened. Also some interest from other investments had not been posted. In addition I was contacted on 12/2/22 by Danielle Vicars that delinquent taxes in line 24160 was off $11,848.56 however I was unaware of this until we spoke on this date. I responded to her and this will be my response that it appears this was something that was there from two Clerk and Master's ago that I inherited. It will require me speaking with local government to get help to go back that far to see what this is.

Planned Corrective Action: The overage funds showing in probate need to be deleted in that the funds were moved to chancery and the beginning balance of that investment reflects said funds. I now have a bookkeeper and the interest has been posted to balance the other accounts. I will contact local government for help with regard to the delinquent tax issue.

---

FINDING 2022-004: DUTIES WERE NOT SEGREGATED ADEQUATELY

Response and Corrective Action Plan Prepared by:
Holly Thompson, Clerk and Master

Person Responsible for Implementing the Corrective Action:
Holly Thompson, Clerk and Master

Anticipated Completion Date of Corrective Action:
corrected

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
I thought we had corrected all the issue discussed with the auditor however my bookkeeper did not sign the bank statements which resulted in this finding

Planned Corrective Action:
corrected

Signature: Holly Thompson

Holly Thompson, Clerk and Master
And Probate Court Clerk

12/2/22

**BRADLEY COUNTY SHERIFF'S OFFICE**
**BRADLEY COUNTY JUSTICE COMPLEX**
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# *Corrective Action Plan*

**FINDING:** THE OFFICE DID NOT REVIEW A LIST OF VOIDED TRANSACTIONS OR REPRINTED CHECKS

**Response and Corrective Action Plan Prepared by:**
Steve Lawson

**Person Responsible for Implementing the Corrective Action:**
Cassandra Stone

**Anticipated Completion Date of Corrective Action:**
March 2022

**Repeat Finding:**
No

**Reason Corrective Action was Not Taken in the Prior Year:**
N/A

**Planned Corrective Action:**

A calendar reminder has been set for the first Friday of each month. Each report is printed and reviewed by Cassandra Stone and then reviewed by a second party. Reports will be viewed the month after the current month is closed.

Steve Lawson