



ANNUAL FINANCIAL REPORT

Crockett County, Tennessee

For the Year Ended June 30, 2022

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
CROCKETT COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2022

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

LEE ANN WEST, CPA, CGFM
Audit Manager

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

CROCKETT COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in seven findings and recommendations, which we have reviewed with Crockett 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 COUNTY MAYOR

- ◆ Accounting records were not closed and available for audit by August 31, 2022.
- ◆ The office had deficiencies in purchasing procedures.
- ◆ Operations of the County Mayor's Office are currently being investigated.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ The General Purpose School, School Federal Projects, and School Transportation funds required material audit adjustments for proper financial statement presentation.
 - ◆ The office had deficiencies in budget operations.
-



OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

- ◆ Unclaimed funds were not reported and paid to the state.
-

OFFICES OF TRUSTEE; COUNTY CLERK; CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK; CLERK AND MASTER; REGISTER OF DEEDS; AND SHERIFF

- ◆ Officials did not obtain a letter of agreement or court decree to authorize deputy hires.



INTRODUCTORY SECTION

Crockett County Officials

June 30, 2022

Officials

Gary Reasons, County Mayor
Milton Legions, Road Supervisor
P. A. Pratt, Director of Schools
Gary Spraggins, Trustee
Walter Yearwood, Assessor of Property
Dana Branch, County Clerk
Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk
James Stephenson, Clerk and Master
Alan Castellaw, Register of Deeds
Troy Klyce, Sheriff

Board of County Commissioners

Gary Reasons, County Mayor, Chairman
Harvey Bradshaw
Pat Branch
James Rayce Castellaw
Jonathan Dodd
Gary Emison
Joseph Gibson, IV
David Gilpin
Bill Hooten
Ronde Howell
Will Huff
Wayne Jernigan
Ian Seth Jones

Jerrel Little
Darrell Lowery
Carolyn Nance
Cayce Nanney
Drew Nanney
Al Overton
Donald Prescott
John Schwerdt
Jane Smith
Jimmy Webb
Gary Williams
Lee Woods

Road Commission

William Beaird, Chairman
Andy Edwards
Daniel Hazelwood

Board of Education

Jasper Taylor, IV, Chairman
John Cole
Keith Curl
Tony Emison
Henry King
Will Spence
Kyle Utley

Audit Committee

Donnie Bates, Chairman
Gary Williams
Joe Williams

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Crockett County Mayor and
Board of County Commissioners
Crockett 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 Crockett 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 Crockett County, Tennessee, as of June 30, 2022, and the respective changes in financial position and the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Crockett County School Department (a discretely presented component unit), which represent 1.2 percent, 1.5 percent, and 1.9 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Crockett County School Department's Internal School Fund, is based solely on the report of the other auditors.

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 Crockett 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 the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 Crockett 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 Crockett 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 the Crockett 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

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the schedule 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 changes in the total other postemployment benefits liability and related ratios, 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 Crockett 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 Crockett 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. 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 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 Crockett 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 section 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 November 10, 2022, on our consideration of Crockett 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 the Crockett 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 Crockett County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 10, 2022

JEM/gc

BASIC FINANCIAL STATEMENTS

Exhibit A

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

	Primary Governmental Activities	Component Unit Crockett County School Department
<u>ASSETS</u>		
Cash	\$ 1,109	\$ 512,157
Equity in Pooled Cash and Investments	8,822,425	6,483,652
Accounts Receivable	1,271,414	563
Allowance for Uncollectibles	(795,447)	0
Due from Other Governments	904,917	873,231
Due from Component Units	12,227	0
Property Taxes Receivable	5,016,359	1,472,993
Allowance for Uncollectible Property Taxes	(110,747)	(33,126)
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	135,475
Net Pension Asset - Agent Plan	1,888,407	1,198,737
Net Pension Asset - Teacher Retirement Plan	0	131,892
Net Pension Asset - Teacher Legacy Pension Plan	0	8,726,364
Capital Assets:		
Assets Not Depreciated:		
Land	896,630	966,385
Construction in Progress	0	4,812,650
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	1,969,893	16,719,697
Infrastructure	3,732,876	185,024
Other Capital Assets	1,539,014	1,238,294
Total Assets	<u>\$ 25,149,077</u>	<u>\$ 43,423,988</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Amount on Refunding	\$ 20,868	\$ 0
Pension Changes in Experience	40,816	57,530
Pension Changes in Assumptions	826,212	2,903,581
Pension Changes in Proportion	0	5,540
Pension Contributions After Measurement Date	274,225	863,508
OPEB Changes in Experience	0	213,267
OPEB Changes in Assumptions	17,482	20,851
OPEB Contributions After Measurement Date	1,397	0
Total Deferred Outflows of Resources	<u>\$ 1,181,000</u>	<u>\$ 4,064,277</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 51,212
Accrued Payroll	1,121	189
Accrued Interest Payable	290,851	0
Payroll Deductions Payable	0	609
Contracts Payable	0	130,222
Due to Other Governments	1,382,006	0
Due to State of Tennessee	0	7,729
Noncurrent Liabilities:		
Due Within One Year - Debt	1,554,954	0
Due Within One Year - Other	37,678	0
Due in More Than One Year - Debt	15,529,125	0
Due in More Than One Year - Other	149,123	1,099,070
Total Liabilities	<u>\$ 18,944,858</u>	<u>\$ 1,289,031</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Unit Crockett County School Department
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 4,755,009	\$ 1,393,925
Pension Changes in Experience	473,828	1,052,720
Pension Changes in Investment Earnings	1,651,088	8,083,091
Pension Changes in Proportion	0	21,409
OPEB Changes in Experience	63,210	215,721
OPEB Changes in Assumptions	36,654	184,440
Total Deferred Inflows of Resources	<u>\$ 6,979,789</u>	<u>\$ 10,951,306</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 7,641,328	\$ 23,922,050
Restricted for:		
General Government	49,623	0
Finance	27,845	0
Administration of Justice	67,073	0
Public Safety	50,331	0
Public Health & Welfare	31,609	0
Highways/Public Works	3,004,344	0
Debt Service	(119,859)	0
Capital Outlay	0	2,953
Education	0	512,273
Support Services	0	17,214
Operation of Non-instructional Services	0	901,684
Hybrid Retirement Stabilization Funds	0	135,475
Pensions	1,888,407	10,056,993
Unrestricted	<u>(12,235,271)</u>	<u>(300,714)</u>
Total Net Position	<u>\$ 405,430</u>	<u>\$ 35,247,928</u>

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

Exhibit B

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Unit Crockett County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 1,623,585	\$ 120,542	\$ 15,164	\$ 489,315	\$ (998,564)	\$ 0
Finance	544,057	417,661	0	0	(126,396)	0
Administration of Justice	715,842	248,837	58,255	0	(408,750)	0
Public Safety	2,876,332	135,351	47,214	0	(2,693,767)	0
Public Health and Welfare	1,999,394	462,458	348,310	0	(1,188,626)	0
Social, Cultural, and Recreational Services	567,195	12,975	118,253	0	(435,967)	0
Agriculture and Natural Resources	212,324	0	0	0	(212,324)	0
Highway/Public Works	2,734,026	2,646	2,110,193	572,754	(48,433)	0
Education	5,712,210	0	0	210,947	(5,501,263)	0
Interest on Long-term Debt	461,789	0	118,016	8,721	(335,052)	0
Total Primary Government	<u>\$ 17,446,754</u>	<u>\$ 1,400,470</u>	<u>\$ 2,815,405</u>	<u>\$ 1,281,737</u>	<u>\$ (11,949,142)</u>	<u>\$ 0</u>
Component Unit:						
Crockett County School Department	\$ 18,408,535	\$ 110,170	\$ 5,653,942	\$ 6,299,257	0	\$ (6,345,166)
Total Component Unit	<u>\$ 18,408,535</u>	<u>\$ 110,170</u>	<u>\$ 5,653,942</u>	<u>\$ 6,299,257</u>	<u>0</u>	<u>\$ (6,345,166)</u>

(Continued)

Exhibit B

Crockett County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component
					Government Total Governmental Activities	Unit Crockett County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 4,544,865	\$ 1,458,086
Property Taxes Levied for Debt Service					284,005	0
Local Option Sales Tax					1,627,899	816,735
Wheel Tax					762,298	145,300
Business Tax					136,632	0
Wholesale Beer Tax					57,831	0
Other Local Taxes					83,405	597
Grants and Contributions Not Restricted to Specific Programs					459,538	13,521,292
Unrestricted Investment Income					17,059	6,491
Miscellaneous					197,955	89,656
Total General Revenues					<u>\$ 8,171,487</u>	<u>\$ 16,038,157</u>
Change in Net Position					\$ (3,777,655)	\$ 9,692,991
Net Position, July 1, 2021					<u>4,183,085</u>	<u>25,554,937</u>
Net Position, June 30, 2022					<u>\$ 405,430</u>	<u>\$ 35,247,928</u>

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

Exhibit C-1

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

	Major Funds				Nonmajor Funds	
	General	Other General Government	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,109	\$ 1,109
Equity in Pooled Cash and Investments	965,493	1,382,547	3,258,161	2,464,306	751,918	8,822,425
Accounts Receivable	1,268,561	0	0	0	2,853	1,271,414
Allowance for Uncollectibles	(795,447)	0	0	0	0	(795,447)
Due from Other Governments	293,936	0	349,602	198,039	63,340	904,917
Due from Other Funds	1,109	0	0	0	0	1,109
Due from Component Units	0	0	0	12,227	0	12,227
Property Taxes Receivable	4,721,279	0	0	295,080	0	5,016,359
Allowance for Uncollectible Property Taxes	(104,233)	0	0	(6,514)	0	(110,747)
Total Assets	<u>\$ 6,350,698</u>	<u>\$ 1,382,547</u>	<u>\$ 3,607,763</u>	<u>\$ 2,963,138</u>	<u>\$ 819,220</u>	<u>\$ 15,123,366</u>
<u>LIABILITIES</u>						
Accrued Payroll	\$ 1,121	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,121
Due to Other Funds	0	0	0	0	1,109	1,109
Due to Other Governments	0	1,382,006	0	0	0	1,382,006
Accrued Interest Payable	0	0	0	44,121	0	44,121
Total Liabilities	<u>\$ 1,121</u>	<u>\$ 1,382,006</u>	<u>\$ 0</u>	<u>\$ 44,121</u>	<u>\$ 1,109</u>	<u>\$ 1,428,357</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 4,475,302	\$ 0	\$ 0	\$ 279,707	\$ 0	\$ 4,755,009
Deferred Delinquent Property Taxes	131,687	0	0	8,239	0	139,926
Other Deferred/Unavailable Revenue	644,253	0	185,768	97,764	31,609	959,394
Total Deferred Inflows of Resources	<u>\$ 5,251,242</u>	<u>\$ 0</u>	<u>\$ 185,768</u>	<u>\$ 385,710</u>	<u>\$ 31,609</u>	<u>\$ 5,854,329</u>

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Other General Government	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for General Government	\$ 49,623	\$ 0	\$ 0	\$ 0	\$ 0	\$ 49,623
Restricted for Finance	27,845	0	0	0	0	27,845
Restricted for Administration of Justice	67,073	0	0	0	0	67,073
Restricted for Public Safety	2,650	0	0	0	47,681	50,331
Restricted for Highways/Public Works	0	0	2,888,306	0	0	2,888,306
Committed:						
Committed for General Government	136,269	541	0	0	56,394	193,204
Committed for Public Health and Welfare	0	0	0	0	682,427	682,427
Committed for Highways/Public Works	0	0	533,689	0	0	533,689
Committed for Debt Service	0	0	0	2,533,307	0	2,533,307
Unassigned	814,875	0	0	0	0	814,875
Total Fund Balances	<u>\$ 1,098,335</u>	<u>\$ 541</u>	<u>\$ 3,421,995</u>	<u>\$ 2,533,307</u>	<u>\$ 786,502</u>	<u>\$ 7,840,680</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 6,350,698</u>	<u>\$ 1,382,547</u>	<u>\$ 3,607,763</u>	<u>\$ 2,963,138</u>	<u>\$ 819,220</u>	<u>\$ 15,123,366</u>

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

Crockett 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)		\$	7,840,680
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	896,630	
Add: buildings and improvements net of accumulated depreciation		1,969,893	
Add: infrastructure net of accumulated depreciation		3,732,876	
Add: other capital assets net of accumulated depreciation		<u>1,539,014</u>	8,138,413
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: notes payable	\$	(5,563,417)	
Less: other loan payable		(116,614)	
Less: bonds payable		(11,050,000)	
Less: compensated absences payable		(69,730)	
Less: net OPEB liability		(117,071)	
Add: deferred amount on refunding		20,868	
Less: accrued interest payable		(246,730)	
Less: unamortized premium on debt		<u>(354,048)</u>	(17,496,742)
(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	\$	1,141,253	
Less: deferred inflows of resources related to pensions		(2,124,916)	
Add: deferred outflows of resources related to OPEB		18,879	
Less: deferred inflows of resources related to OPEB		<u>(99,864)</u>	(1,064,648)
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			1,888,407
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>1,099,320</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>405,430</u></u>

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

Exhibit C-3

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

	Major Funds				
	General	Other General Government	Highway / Public Works	General Debt Service	Education Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 4,831,080	\$ 0	\$ 424,253	\$ 1,824,087	\$ 0
Licenses and Permits	47,960	0	0	0	0
Fines, Forfeitures, and Penalties	63,507	0	0	0	0
Charges for Current Services	735,299	0	0	0	0
Other Local Revenues	77,407	541	150,438	85,620	0
Fees Received From County Officials	661,025	0	0	0	0
State of Tennessee	776,916	0	2,623,056	0	0
Federal Government	39,214	0	0	0	0
Other Governments and Citizens Groups	7,928	0	0	219,668	0
Total Revenues	\$ 7,240,336	\$ 541	\$ 3,197,747	\$ 2,129,375	\$ 0
<u>Expenditures</u>					
Current:					
General Government	\$ 1,370,839	\$ 0	\$ 0	\$ 0	\$ 0
Finance	492,449	0	0	0	0
Administration of Justice	604,990	0	0	0	0
Public Safety	2,440,699	0	0	0	0
Public Health and Welfare	1,504,479	0	0	0	0
Social, Cultural, and Recreational Services	466,605	0	0	0	0
Agriculture and Natural Resources	191,305	0	0	0	0
Other Operations	1,283,148	0	0	0	0
Highways	0	0	2,745,908	0	0
Debt Service:					
Principal on Debt	18,515	0	0	8,124,210	0
Interest on Debt	1,277	0	0	266,223	0
Other Debt Service	0	0	0	73,705	0

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Other General Government	Highway / Public Works	General Debt Service	Education Capital Projects
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,660,408
Total Expenditures	\$ 8,374,306	\$ 0	\$ 2,745,908	\$ 8,464,138	\$ 5,660,408
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,133,970)	\$ 541	\$ 451,839	\$ (6,334,763)	\$ (5,660,408)
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,200,000
Notes Issued	0	0	0	0	5,199,826
Insurance Recovery	11,331	0	5,757	0	0
Transfers In	671,756	0	38,000	6,739,418	0
Transfers Out	(38,000)	0	0	0	(6,739,418)
Total Other Financing Sources (Uses)	\$ 645,087	\$ 0	\$ 43,757	\$ 6,739,418	\$ 5,660,408
Net Change in Fund Balances	\$ (488,883)	\$ 541	\$ 495,596	\$ 404,655	\$ 0
Fund Balance, July 1, 2021	1,587,218	0	2,926,399	2,128,652	0
Fund Balance, June 30, 2022	\$ 1,098,335	\$ 541	\$ 3,421,995	\$ 2,533,307	\$ 0

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
<u>Revenues</u>			
Local Taxes	\$ 467,349	\$	7,546,769
Licenses and Permits	0		47,960
Fines, Forfeitures, and Penalties	6,924		70,431
Charges for Current Services	33,003		768,302
Other Local Revenues	1,192		315,198
Fees Received From County Officials	0		661,025
State of Tennessee	533,468		3,933,440
Federal Government	0		39,214
Other Governments and Citizens Groups	0		227,596
Total Revenues	<u>\$ 1,041,936</u>	<u>\$</u>	<u>13,609,935</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 0	\$	1,370,839
Finance	0		492,449
Administration of Justice	0		604,990
Public Safety	29		2,440,728
Public Health and Welfare	299,483		1,803,962
Social, Cultural, and Recreational Services	0		466,605
Agriculture and Natural Resources	0		191,305
Other Operations	100,000		1,383,148
Highways	0		2,745,908
Debt Service:			
Principal on Debt	0		8,142,725
Interest on Debt	0		267,500
Other Debt Service	0		73,705

(Continued)

Exhibit C-3

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>			
Capital Projects	\$ 71,737	\$ 5,732,145	
Total Expenditures	\$ 471,249	\$ 25,716,009	
Excess (Deficiency) of Revenues Over Expenditures	\$ 570,687	\$ (12,106,074)	
<u>Other Financing Sources (Uses)</u>			
Bonds Issued	\$ 0	\$ 7,200,000	
Notes Issued	0	5,199,826	
Insurance Recovery	0	17,088	
Transfers In	4,500	7,453,674	
Transfers Out	(676,256)	(7,453,674)	
Total Other Financing Sources (Uses)	\$ (671,756)	\$ 12,416,914	
Net Change in Fund Balances	\$ (101,069)	\$ 310,840	
Fund Balance, July 1, 2021	887,571	7,529,840	
Fund Balance, June 30, 2022	\$ 786,502	\$ 7,840,680	

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

Crockett 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)		\$	310,840
(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	\$	668,104	
Less: current-year depreciation expense		(839,306)	(171,202)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.			
Less: proceeds received on the disposal of capital assets			(5,721)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2022	\$	1,099,320	
Less: deferred delinquent property taxes and other deferred June 30, 2021		(1,152,451)	(53,131)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.			
Add: principal payments on notes	\$	6,774,206	
Add: principal payments on other loans		218,519	
Add: principal payments on bonds		1,150,000	
Less: note proceeds		(5,199,826)	
Less: bond proceeds		(7,200,000)	
Add: change in premium on debt issuances		118,016	
Less: change in deferred amount on refunding debt		(13,370)	(4,152,455)
(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	\$	(180,919)	
Change in compensated absences payable		31,465	
Change in net pension asset		1,872,051	
Change in deferred outflows related to pensions		616,166	
Change in deferred inflows related to pensions		(2,040,955)	
Change in net OPEB liability		41,017	
Change in deferred outflows related to OPEB		(3,740)	
Change in deferred inflows related to OPEB		(41,071)	294,014
Change in net position of governmental activities (Exhibit B)		\$	<u>(3,777,655)</u>

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

Exhibit C-5

Crockett County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Fund
For the Year Ended June 30, 2022

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 4,831,080	\$ 4,895,603	\$ 4,895,603	\$ (64,523)
Licenses and Permits	47,960	47,600	47,600	360
Fines, Forfeitures, and Penalties	63,507	64,752	64,752	(1,245)
Charges for Current Services	735,299	735,800	735,800	(501)
Other Local Revenues	77,407	46,000	46,000	31,407
Fees Received From County Officials	661,025	675,500	675,500	(14,475)
State of Tennessee	776,916	854,972	854,972	(78,056)
Federal Government	39,214	36,500	36,500	2,714
Other Governments and Citizens Groups	7,928	3,825	3,825	4,103
Total Revenues	\$ 7,240,336	\$ 7,360,552	\$ 7,360,552	\$ (120,216)
<u>Expenditures</u>				
<u>General Government</u>				
County Commission	\$ 17,663	\$ 16,885	\$ 17,665	\$ 2
Board of Equalization	130	250	250	120
Beer Board	0	200	200	200
County Mayor/Executive	203,015	204,174	204,174	1,159
County Attorney	800	1,000	1,000	200
Election Commission	313,999	170,800	342,172	28,173
Register of Deeds	116,365	118,799	118,799	2,434
County Buildings	535,273	354,734	542,734	7,461
Other General Administration	183,594	0	183,594	0
<u>Finance</u>				
Accounting and Budgeting	6,272	6,470	6,470	198
Property Assessor's Office	148,459	147,837	150,024	1,565
County Trustee's Office	165,253	169,508	169,508	4,255
County Clerk's Office	172,465	190,674	190,674	18,209
<u>Administration of Justice</u>				
Circuit Court	235,340	244,974	244,974	9,634
General Sessions Judge	105,621	106,106	106,106	485
Drug Court	70,748	78,914	78,914	8,166
Chancery Court	119,225	125,250	125,250	6,025
Juvenile Court	65,056	79,028	79,028	13,972
Other Administration of Justice	9,000	9,000	9,000	0
<u>Public Safety</u>				
Sheriff's Department	1,133,444	1,252,109	1,252,109	118,665
Jail	1,172,129	1,182,524	1,202,524	30,395
Juvenile Services	0	500	500	500
Fire Prevention and Control	63,500	71,000	71,000	7,500
Civil Defense	47,783	66,365	66,365	18,582
Rescue Squad	10,000	10,000	10,000	0
Other Emergency Management	4,043	0	4,050	7
County Coroner/Medical Examiner	9,800	9,500	11,060	1,260
Other Public Safety	0	3,746	3,746	3,746
<u>Public Health and Welfare</u>				
Local Health Center	119,845	170,235	170,235	50,390
Rabies and Animal Control	36,604	38,022	38,022	1,418
Ambulance/Emergency Medical Services	1,249,209	1,120,482	1,252,027	2,818

(Continued)

Exhibit C-5

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Expenditures (Cont.)</u>				
<u>Public Health and Welfare (Cont.)</u>				
Maternal and Child Health Services	\$ 4,000	\$ 4,000	\$ 4,000	\$ 0
Alcohol and Drug Programs	5,165	5,165	5,165	0
Crippled Children Services	1,650	1,650	1,650	0
Other Local Health Services	2,000	2,000	2,000	0
Appropriation to State	42,110	42,900	42,900	790
Other Local Welfare Services	0	1,200	1,200	1,200
Waste Pickup	43,896	44,901	44,901	1,005
Other Public Health and Welfare	0	10,000	10,000	10,000
<u>Social, Cultural, and Recreational Services</u>				
Adult Activities	289,093	294,397	294,397	5,304
Libraries	159,939	132,719	163,353	3,414
Parks and Fair Boards	7,573	10,075	10,075	2,502
Other Social, Cultural, and Recreational	10,000	0	10,000	0
<u>Agriculture and Natural Resources</u>				
Agricultural Extension Service	76,110	71,334	81,631	5,521
Soil Conservation	104,478	112,382	112,382	7,904
Flood Control	10,717	10,717	10,717	0
<u>Other Operations</u>				
Veterans' Services	25,106	32,830	32,830	7,724
Other Charges	319,669	327,434	327,434	7,765
Contributions to Other Agencies	47,300	47,300	47,300	0
Employee Benefits	801,547	817,606	831,579	30,032
Miscellaneous	89,526	67,250	97,600	8,074
<u>Principal on Debt</u>				
General Government	18,515	19,819	18,542	27
<u>Interest on Debt</u>				
General Government	1,277	0	1,277	0
Total Expenditures	\$ 8,374,306	\$ 8,004,765	\$ 8,803,107	\$ 428,801
Excess (Deficiency) of Revenues				
Over Expenditures	\$ (1,133,970)	\$ (644,213)	\$ (1,442,555)	\$ 308,585
<u>Other Financing Sources (Uses)</u>				
Leases Issued	\$ 0	\$ 45,000	\$ 45,000	\$ (45,000)
Insurance Recovery	11,331	28,000	28,000	(16,669)
Transfers In	671,756	0	0	671,756
Transfers Out	(38,000)	0	(38,000)	0
Total Other Financing Sources	\$ 645,087	\$ 73,000	\$ 35,000	\$ 610,087
Net Change in Fund Balance	\$ (488,883)	\$ (571,213)	\$ (1,407,555)	\$ 918,672
Fund Balance, July 1, 2021	1,587,218	1,584,107	1,584,107	3,111
Fund Balance, June 30, 2022	\$ 1,098,335	\$ 1,012,894	\$ 176,552	\$ 921,783

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

Exhibit C-6

Crockett 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		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 424,253	\$ 410,443	\$ 410,443	\$ 13,810
Other Local Revenues	150,438	8,000	8,000	142,438
State of Tennessee	2,623,056	2,946,015	2,946,015	(322,959)
Other Governments and Citizens Groups	0	2,500	2,500	(2,500)
Total Revenues	\$ 3,197,747	\$ 3,366,958	\$ 3,366,958	\$ (169,211)
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 219,575	\$ 235,928	\$ 235,928	\$ 16,353
Highway and Bridge Maintenance	993,673	1,578,700	1,578,700	585,027
Operation and Maintenance of Equipment	407,272	443,800	443,800	36,528
Other Charges	126,318	132,254	132,254	5,936
Employee Benefits	276,196	268,417	306,417	30,221
Capital Outlay	722,874	1,189,809	1,189,809	466,935
Total Expenditures	\$ 2,745,908	\$ 3,848,908	\$ 3,886,908	\$ 1,141,000
Excess (Deficiency) of Revenues Over Expenditures	\$ 451,839	\$ (481,950)	\$ (519,950)	\$ 971,789
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 5,757	\$ 0	\$ 0	\$ 5,757
Transfers In	38,000	0	38,000	0
Total Other Financing Sources	\$ 43,757	\$ 0	\$ 38,000	\$ 5,757
Net Change in Fund Balance	\$ 495,596	\$ (481,950)	\$ (481,950)	\$ 977,546
Fund Balance, July 1, 2021	2,926,399	2,555,195	2,555,195	371,204
Fund Balance, June 30, 2022	\$ 3,421,995	\$ 2,073,245	\$ 2,073,245	\$ 1,348,750

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

Exhibit D-1

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

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 798,319
Equity in Pooled Cash and Investments	2,993
Accounts Receivable	9,380
Due from Other Governments	198,070
Property Taxes Receivable	532,866
Allowance for Uncollectible Property Taxes	<u>(11,790)</u>
Total Assets	<u>\$ 1,529,838</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	<u>\$ 217,134</u>
Total Liabilities	<u>\$ 217,134</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred Current Property Taxes	<u>\$ 505,005</u>
Total Deferred Inflows of Resources	<u>\$ 505,005</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 807,699</u>
Total Net Position	<u><u>\$ 807,699</u></u>

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

Crockett 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	\$ 779,475
ADA - Educational Funds Collected for Cities	912,609
Fines/Fees and Other Collections	<u>4,330,580</u>
Total Additions	<u>\$ 6,022,664</u>

DEDUCTIONS

Payment of Sales Tax Collections to Other Governments	\$ 779,475
Payments to City School Systems	912,609
Payments to State	2,000,100
Payments to Cities, Individuals, and Others	<u>2,222,939</u>
Total Deductions	<u>\$ 5,915,123</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 107,541
Net Position, July 1, 2021	<u>700,158</u>
Net Position, June 30, 2022	<u><u>\$ 807,699</u></u>

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

CROCKETT COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Crockett 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 Crockett County:

A. Reporting Entity

Crockett County is a public municipal corporation governed by an elected 24-member board. As required by GAAP, these financial statements present Crockett County (the primary government) and its component units. The financial statements of the Crockett County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of this omission did not affect the independent auditor's opinion thereon. 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 Crockett County School Department operates the public school system in the county, and the voters of Crockett 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 Crockett County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Crockett County, and the Crockett County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Crockett County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Crockett 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 Crockett County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Crockett County Emergency Communications District
22 South Court Street
Alamo, TN 38001

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. However, the primary government of Crockett 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 Crockett 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.

Crockett County issues all debt for the discretely presented Crockett County School Department. Net debt issues totaling \$5,660,408 were 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 Crockett 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; however, Crockett County has no proprietary funds to report. An emphasis is placed on major funds within the governmental category.

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. Crockett 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 funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category includes custodial funds.

Crockett County reports the following major governmental funds:

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

Other General Government Fund – This special revenue fund accounts for proceeds received from the American Rescue Plan.

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.

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

Additionally, Crockett County reports the following fund type:

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Crockett County, and the city school systems’ shares of educational revenues.

The discretely presented Crockett 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.

School Transportation Fund – This special revenue fund is used to account for transportation operations of the school department. Local taxes are the foundational revenues of this fund.

Education Capital Projects Fund – This fund accounts for transactions involving building construction and renovations of the school department.

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 (FY22) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY21) 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 Crockett 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 Debt Service and General Purpose School funds. Crockett County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Investment Pool complied with accounting principles generally accepted in the United States of America.

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

All other investments are reported at fair value.

2. Receivables and Payables

Activity between funds for unremitted current collections outstanding at the end of the fiscal year is referred to as due to/from other funds.

All ambulance 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 1.15 percent of total taxes levied.

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

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

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

3. Restricted Assets

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Crockett County School Department's Teacher Retirement Plan. The purpose of this trust is to accumulate funds to provide stabilization (smoothing) of retirement costs to the school system in times of fluctuating investment returns and market downturns. These funds are held and invested by TCRS pursuant to an irrevocable agreement and may only be used for the benefit of the Crockett County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the

Crockett County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

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 \$5,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	25 - 50
Other Capital Assets	3 - 20
Infrastructure:	
Roads	8 - 20
Bridges	15 - 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 a deferred charge on refunding, pension and OPEB changes in experience, pension and OPEB changes in assumptions, pension changes in proportionate share, and employer contributions made to the pension and OPEB plans after the measurement date. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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, pension changes in investment earnings, pension changes in proportionate share, OPEB changes in assumptions and various receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Compensated Absences

The policy of Crockett County (with the exception of the highway department) does not provide for employees to receive compensation for unused accumulated vacation or sick leave days. The highway department permits its employees to accumulate a limited amount of earned but unused sick leave benefits, which will be paid to employees upon death or retirement from county service. A liability for sick leave benefits is reported in governmental funds only if amounts have matured, for example, as a result of employee retirements.

There is no liability for unpaid accumulated vacation leave for employees of the discretely presented Crockett County School Department since those benefits do not vest or accumulate and must be used within the year or lost. There is also no liability for unpaid accumulated sick leave since the school department does not have a policy to pay any amounts when employees separate from service with the government.

7. Long-term Debt, Lease Obligations, and Long-term Obligations

In the government-wide financial statements, long-term debt, lease obligations, 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 are 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 and lease obligations, 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 post-employment 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, Crockett County had \$16,247,108 in outstanding debt for capital purposes for the discretely presented Crockett 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 Alamo and City of Bells School Systems) based on average daily attendance proration. This debt is a liability of Crockett County, but the capital assets acquired are reported in the financial statements of the school department and the City of Alamo and the City of Bells School Systems. Therefore, Crockett 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

authorized the county's Budget Committee to make assignments for the general government. The Board of Education makes assignments for the school department.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School 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 Crockett County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Crockett County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Pension Plan of TCRS. Investments are reported at fair value.

Discretely Presented Crockett 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

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

Discretely Presented Crockett County School Department

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Crockett 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 Crockett 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 Crockett 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 Other General Government Fund, and the school department's Internal School Fund (special revenue funds), which are not budgeted, and the 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, Beer Board, County Mayor/Executive, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

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

<u>Funds</u>	<u>Amount</u>
School Department:	
Major Fund:	
General Purpose School	\$ 300,603
Nonmajor Fund:	
Central Cafeteria	67,083

B. Investigation

The Comptroller's Division of Investigations is currently reviewing operations of the County Mayor's Office. Findings, if any, resulting from this review will be included in subsequent reports.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Crockett County and the Crockett 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 market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

In addition, counties may invest in FDIC insured certificates of deposit. The deposit is first made in a bank or savings and loan association, selected by the government entity, with a branch in the state of Tennessee that is authorized to accept county deposits (the depository bank). The depository bank then arranges for the transfer of the moneys into one or more federally insured banks or savings and loan associations, wherever located (secondary depositories), for the account of the county. In turn, the depository bank receives funds from customers of the secondary depositories equal to or greater than the amount initially invested by the county. The balance of county funds with each secondary depository must not exceed FDIC insurance limits so that all funds are fully insured. Under this program, the trustee must provide the depository bank with a listing of all banks and savings and loan associations holding county funds under the same federal employer identification number

(FEIN). To prevent deposits from exceeding FDIC coverage, the depository bank is prohibited from using any of those listed banks or savings and loan associations as secondary depositories. The use of this program must be approved by the county investment committee or finance committee as appropriate for the specific county. Further, the investment committee or finance committee must establish policies and procedures for the investments, including the establishment of controls to ensure that full FDIC insurance coverage is obtained. Service providers used by depositories must be approved by the state treasurer upon concurrence by the commissioner of financial institutions and finance and administration. There are currently only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

Investment Balances. As of June 30, 2022, Crockett County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Crockett County and the discretely presented Crockett County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	1 to 44	\$ 7,809,066

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. Crockett 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. Crockett County has no investment policy that would further limit its investment choices. As of June 30, 2022, Crockett 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. The Crockett County School Department is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The school department has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Crockett 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 Crockett County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 41,997
Developed Market International Equity	N/A	N/A	18,966
Emerging Market International Equity	N/A	N/A	5,419
U.S. Fixed Income	N/A	N/A	27,095
Real Estate	N/A	N/A	13,548
Short-term Securities	N/A	N/A	1,355
NAV - Private Equity and Strategic Lending	N/A	N/A	27,095
Total			<u>\$ 135,475</u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2022/ag21066.pdf>.

B. Lease Receivable

On January 28, 1997, Crockett County entered into a lease agreement for the use of a nursing home facility. The third extension, effective July 1, 2016, of the lease agreement is for 10 years, with additional five-year extension option. Crockett County will receive \$3.45 per day for each occupied bed. Since future receipts are variable based on the occupied bed usage, Crockett County did not record a lease receivable and a deferred inflows of resources for this lease.

C. 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	\$ 896,630	\$ 0	\$ 0	\$ 896,630
Total Capital Assets Not Depreciated	\$ 896,630	\$ 0	\$ 0	\$ 896,630
Capital Assets Depreciated:				
Buildings and Improvements	\$ 6,651,412	\$ 0	\$ 0	\$ 6,651,412
Infrastructure	5,210,009	0	0	5,210,009
Other Capital Assets	6,532,834	668,104	(783,628)	6,417,310
Total Capital Assets Depreciated	\$ 18,394,255	\$ 668,104	\$ (783,628)	\$ 18,278,731
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 4,529,542	\$ 151,977	\$ 0	\$ 4,681,519
Infrastructure	1,302,189	174,944	0	1,477,133
Other Capital Assets	5,143,818	512,385	(777,907)	4,878,296
Total Accumulated Depreciation	\$ 10,975,549	\$ 839,306	\$ (777,907)	\$ 11,036,948
Total Capital Assets Depreciated, Net	\$ 7,418,706	\$ (171,202)	\$ (5,721)	\$ 7,241,783
Governmental Activities Capital Assets, Net	\$ 8,315,336	\$ (171,202)	\$ (5,721)	\$ 8,138,413

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

Governmental Activities:

General Government	\$ 84,721
Public Safety	90,471
Public Health and Welfare	143,590
Social, Cultural, and Recreational Services	42,846
Highway/Public Works	<u>477,678</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 839,306</u>

Net Investment in Capital Assets

Capital Assets	\$ 8,138,413
Less:	
Outstanding principal of capital debt and other capital borrowings	(482,923)
Unamortized balance of original issue premiums on outstanding capital-related debt	(14,162)
Net Investment in Capital Assets	<u>\$ 7,641,328</u>

Discretely Presented Crockett County School Department – Governmental Activities:

	Balance 7-1-21	Increases	Decreases	Balance 6-30-22
Capital Assets Not Depreciated:				
Land	\$ 966,385	\$ 0	\$ 0	\$ 966,385
Construction in Progress	6,762,950	4,812,650	(6,762,950)	4,812,650
Total Capital Assets Not Depreciated	<u>\$ 7,729,335</u>	<u>\$ 4,812,650</u>	<u>\$ (6,762,950)</u>	<u>\$ 5,779,035</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 20,145,310	\$ 7,593,225	\$ 0	\$ 27,738,535
Infrastructure	590,543	78,490	0	669,033
Other Capital Assets	3,910,408	529,724	0	4,440,132
Total Capital Assets Depreciated	<u>\$ 24,646,261</u>	<u>\$ 8,201,439</u>	<u>\$ 0</u>	<u>\$ 32,847,700</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 10,565,259	\$ 453,579	\$ 0	\$ 11,018,838
Infrastructure	454,484	29,525	0	484,009
Other Capital Assets	2,988,635	213,203	0	3,201,838
Total Accumulated Depreciation	<u>\$ 14,008,378</u>	<u>\$ 696,307</u>	<u>\$ 0</u>	<u>\$ 14,704,685</u>
Total Capital Assets Depreciated, Net	<u>\$ 10,637,883</u>	<u>\$ 7,505,132</u>	<u>\$ 0</u>	<u>\$ 18,143,015</u>
Governmental Activities Capital Assets, Net	<u>\$ 18,367,218</u>	<u>\$ 12,317,782</u>	<u>\$ (6,762,950)</u>	<u>\$ 23,922,050</u>

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

Governmental Activities:

Instruction	\$ 417,270
Support Services	234,312
Operation of Non-instructional Services	<u>44,725</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 696,307</u>

D. Construction Commitments

At June 30, 2022, the discretely presented school department's Education Capital Project Fund had uncompleted construction contracts of approximately \$1,971,386 for school construction. Funding for these future expenditures is expected to be received from bond anticipation note proceeds.

E. 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:		
General	Nonmajor governmental	\$ 1,109
Discretely Presented		
School Department:		
General Purpose School	School Federal Projects	146,737
Central Cafeteria	General Purpose School	491

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

The receivable in the General Purpose School Fund totaling \$2,188 was in transit from the School Federal Projects Fund at June 30, 2022.

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Component Unit:		
Primary Government:	School Department:	
General Debt Service	General Purpose School	\$ 12,227

The receivable in the General Debt Service Fund totaling \$12,227 was in transit from the General Purpose School Fund at June 30, 2022.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In				Purpose
	General Fund	Highway/ Public Works Fund	General Debt Service Fund	Nonmajor Governmental Fund	
General Fund	\$ 0	\$ 38,000	\$ 0	\$ 0	Bonuses
Education Capital Projects Fund	0	0	6,739,418		Debt retirement
Nonmajor governmental fund	671,756	0	0	0	Local government support funds
"	0	0	0	4,500	"
Total	\$ 671,756	\$ 38,000	\$ 6,739,418	\$ 4,500	

Discretely Presented Crockett County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Purpose
School Federal Projects Fund	\$ 88,898	Bonuses
"	99,511	ESSER funds
"	14,121	Epidemiology funds
"	16,000	Literacy training stipend
School Transportation Fund	351,437	School transportation
Total	\$ 569,967	

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.

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes and Other Loan

General Obligation Bonds - Crockett County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 38 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.

Direct Borrowing and Direct Placements - Crockett County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and the other loan outstanding were issued for original terms of up to 12 years for notes and ten years for the other loan. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and the other loan included in long-term debt as of June 30, 2022, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes, and the other loan 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 -	2.125	%	7-15-59	\$ 7,200,000	\$ 7,200,000
General Obligation Bonds - Refunding	5		4-1-25	8,300,000	3,850,000
Direct Borrowing and Direct Placement:					
Capital Outlay Notes	Variable to 5		8-1-30	6,120,226	5,563,417
Other Loan - Fixed Rate	0		10-1-22	2,000,000	116,614

During 2011-12, Crockett County entered into an agreement with the Tennessee Energy Efficient Schools Council to receive funding from the Energy Efficient Schools Initiative program. Under this agreement, the program loaned Crockett County \$2,000,000 to fund a project to increase energy efficiency in the Crockett County school system. The loan is interest free.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2023	\$ 1,350,064	\$ 345,500	\$ 1,695,564
2024	1,427,722	281,592	1,709,314
2025	1,455,436	213,878	1,669,314
2026	133,207	144,857	278,064
2027	136,038	142,026	278,064
2028-2032	724,801	665,519	1,390,320
2033-2037	805,154	585,166	1,390,320
2038-2042	894,416	495,904	1,390,320
2043-2047	993,574	396,746	1,390,320
2048-2052	1,103,723	286,597	1,390,320
2053-2057	1,226,084	164,236	1,390,320
2058-2060	799,781	34,225	834,006
Total	\$ 11,050,000	\$ 3,756,246	\$ 14,806,246

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2023	\$ 88,276	\$ 57,575	\$ 145,851
2024	5,289,553	10,655	5,300,208
2025	65,182	8,099	73,281
2026	34,748	5,670	40,418
2027	15,483	4,343	19,826
2028-2031	70,175	9,123	79,298
Total	\$ 5,563,417	\$ 95,465	\$ 5,658,882

Year Ending June 30	Other Loan - Direct Placement	
	Principal	Total
2023	\$ 116,614	\$ 116,614
Total	\$ 116,614	\$ 116,614

There is \$2,533,307 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$794 based on the 2020 federal census. Total debt per capita, including bonds, notes, the other loan, and unamortized debt premiums totaled \$1,228, 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.

Description of Debt	Outstanding 6-30-22
<u>Other Loan Payable - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
Energy Efficient Schools Initiative	\$ 116,614
<u>Bonds Payable</u>	
<u>Contributions from the General Purpose School Fund</u>	
General Obligation Refunding, Series 2018	3,850,000
General Obligation School Bond, Series 2021	7,200,000
Total	\$ 11,166,614

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Notes - Direct Placement	Other Loan - Direct Placement
Balance, July 1, 2021	\$ 5,000,000	\$ 7,137,797	\$ 335,133
Additions	7,200,000	5,199,826	0
Reductions	(1,150,000)	(6,774,206)	(218,519)
Balance, June 30, 2022	<u>\$ 11,050,000</u>	<u>\$ 5,563,417</u>	<u>\$ 116,614</u>
Balance Due Within One Year	<u>\$ 1,350,064</u>	<u>\$ 88,276</u>	<u>\$ 116,614</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2022	\$ 16,730,031
Less: Balance Due Within One Year - Debt	(1,554,954)
Add: Unamortized Premium on Debt	<u>354,048</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 15,529,125</u>

G. Long-term Obligations

Primary Government

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	\$ 101,195	\$ 158,088
Additions	40,566	22,096
Reductions	<u>(72,031)</u>	<u>(63,113)</u>
Balance, June 30, 2022	<u>\$ 69,730</u>	<u>\$ 117,071</u>
Balance Due Within One Year	<u>\$ 37,678</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2022	\$ 186,801
Less: Balance Due Within One Year - Other	<u>(37,678)</u>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 149,123</u>
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Compensated absences will be paid from the Highway/Public Works Fund. Other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Crockett County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Other Postemployment Benefits
	<u></u>
Balance, July 1, 2021	\$ 1,036,442
Additions	259,402
Reductions	<u>(196,774)</u>
Balance, June 30, 2022	<u>\$ 1,099,070</u>
Balance Due Within One Year	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2022	\$ 1,099,070
Less: Balance Due Within One Year - Other	<u>0</u>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,099,070</u>
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Other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

V. OTHER INFORMATION

A. Risk Management

Employee Health Insurance

Primary Government

Crockett County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-201, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF 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. The state statute provides for the LGGIF to be self-sustaining through member premiums.

Discretely Presented Crockett County School Department

The school department purchases commercial insurance to provide health insurance coverage for employees. Settled claims have not exceeded this commercial coverage in the past three fiscal years.

Liability, Property, Casualty, and Workers' Compensation Insurance

Crockett County and the discretely presented school department participate in 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. Crockett County and the school department pay annual premiums to the TN-RMT for their general liability, property, casualty, and workers' compensation insurance coverage. The creation of TN-RMT provides for it 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 attorney advised that there were no pending lawsuits, unasserted claims, or assessments that would materially affect the county or school department's financial statements.

D. Joint Venture

The Twenty-eighth Judicial District Drug Task Force (DTF) is participating in a joint venture formed by an interlocal agreement between the district attorney generals of the Twenty-eighth Judicial District, the Twenty-ninth Judicial District, the Thirtieth Judicial District, Crockett and Gibson counties, and the West Tennessee Judicial Violent Crime and Drug Task Force (WTJDTF). The purpose of the entity is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities and highway criminal interdiction. Funds for the operations of the entity come primarily from federal grants, fines, and the forfeiture of assets to the entity.

Crockett County made no contributions to the WTJDTF for the year ended June 30, 2022.

Crockett County does not have an equity interest in the above-noted joint venture. Complete financial statements for the DTF can be obtained from its administrative office at the following addresses:

Administrative Offices:

Office of District Attorney General
Twenty-eighth Judicial District
P.O. Box 145
Trenton, TN 38382

E. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Crockett County and non-certified employees of the discretely presented Crockett County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 61.17 percent and the non-certified employees of the discretely presented school department comprised 38.83 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to 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	101
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	174
Active Employees	166
Total	<u>441</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Crockett County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2022, the employer contribution for Crockett County was \$409,760 based on a rate of 6.57 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Crockett 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)

Crockett County's net pension liability (asset) was measured as of 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 historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 Developed Market	4.88	%	31	%
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 Crockett 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		\$ 19,684,141	\$ 19,710,719	\$ (26,578)
Changes for the Year:				
Service Cost		\$ 556,110	\$ 0	\$ 556,110
Interest		1,434,482	0	1,434,482
Differences Between Expected and Actual Experience		(881,566)	0	(881,566)
Changes in Assumptions		1,594,913	0	1,594,913
Contributions-Employer		0	409,702	(409,702)
Contributions-Employees		0	311,799	(311,799)
Net Investment Income		0	5,058,608	(5,058,608)
Benefit Payments, Including Refunds of Employee Contributions		(908,592)	(908,592)	0
Administrative Expense		0	(15,604)	15,604
Net Changes		\$ 1,795,347	\$ 4,855,913	\$ (3,060,566)
Balance, June 30, 2021		\$ 21,479,488	\$ 24,566,632	\$ (3,087,144)

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	61.17%	\$ 13,139,003	\$ 15,027,410	\$ (1,888,407)
School Department	38.83%	8,340,485	9,539,222	(1,198,737)
Total		\$ 21,479,488	\$ 24,566,632	\$ (3,087,144)

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

	1%	Current Discount Rate	1%
	Decrease		Increase
Crockett County	5.75%	6.75%	7.75%

Net Pension Liability (Asset) \$ (175,634) \$ (3,087,144) \$ (5,489,576)

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, Crockett County recognized pension expense (negative pension expense) of (\$335,972).

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, Crockett 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	\$ 66,726	\$ 774,608
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	2,699,179
Changes in Assumptions	1,350,682	0
Contributions Subsequent to the Measurement Date of June 30, 2021 (1)	409,760	N/A
Total	<u>\$ 1,827,168</u>	<u>\$ 3,473,787</u>

- (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	\$ 1,141,253	\$ 2,124,916
School Department	685,915	1,348,871
Total	<u>\$ 1,827,168</u>	<u>\$ 3,473,787</u>

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	\$ (505,837)
2024	(479,472)
2025	(486,354)
2026	(584,716)
2027	0
Thereafter	0

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

Discretely Presented Crockett County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Crockett County and non-certified employees of the discretely presented Crockett County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 61.17 percent and the non-certified employees of the discretely presented school department comprised 38.83 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Crockett 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 \$49,735, which is 2.01 percent of covered payroll. In addition, employer contributions of \$42,833, which is 1.99 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). At June 30, 2022, the school department reported a liability (asset) of (\$131,892) 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 .121760 percent. The proportion as of June 30, 2020, was .122398 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2022, the school department recognized pension expense (negative pension expense) of \$16,393.

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	\$ 2,295	\$ 24,133
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	75,920
Changes in Assumptions	47,572	0
Changes in Proportion of Net Pension Liability (Asset)	4,205	1,312
LEA's Contributions Subsequent to the Measurement Date of June 30, 2021	49,735	N/A
Total	\$ 103,807	\$ 101,365

The school department's employer contributions of \$49,735, 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	\$ (16,300)
2024	(15,885)
2025	(15,766)
2026	(17,677)
2027	2,573
Thereafter	15,762

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

Actuarial Assumptions. The total pension liability (asset) 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 historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 Developed Market	4.88	%	31	%
International Equity Emerging Market	5.37		14	
International Equity Private Equity and Strategic Lending	6.09		4	
U.S. Fixed Income	6.57		20	
Real Estate	1.20		20	
Short-term Securities	4.38		10	
	0.00		1	
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 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%
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Net Pension Liability (Asset) \$ 45,341 \$ (131,892) \$ (262,607)

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

Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Crockett 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 Crockett County School Department for the year ended June 30, 2022, to the Teacher Legacy Pension Plan were \$678,238, 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 (\$8,726,364) 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 .202316 percent. The proportion measured at June 30, 2020, was .199158 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2022, the school department recognized pension expense (negative pension expense) of (\$1,370,817).

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	\$ 29,325	\$ 727,807
Changes in Assumptions	2,331,539	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	6,959,080
Changes in Proportion of Net Pension Liability (Asset)	1,335	20,097
LEA's Contributions Subsequent to the Measurement Date of June 30, 2021	678,238	N/A
Total	<u>\$ 3,040,437</u>	<u>\$ 7,706,984</u>

The school department's employer contributions of \$678,238 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	\$ (1,273,178)
2024	(1,204,993)
2025	(988,560)
2026	(1,878,054)
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 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 historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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 Developed Market	4.88	%	31	%
International Equity Emerging Market	5.37		14	
International Equity Private Equity and Strategic Lending	6.09		4	
U.S. Fixed Income	6.57		20	
Real Estate	1.20		20	
Short-term Securities	4.38		10	
	0.00		1	
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 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%
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Net Pension Liability (Asset) \$ (1,552,999) \$ (8,726,364) \$ (14,696,035)

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

2. **Deferred Compensation**

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 \$122,726 and teachers contributed \$44,206 to this deferred compensation pension plan.

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

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

OPEB Provided through State Administered Public Entity Risk Pools

Primary Government

Retirees of Crockett County and the Crockett County Highway Department (Hwy) are provided healthcare under separate Local Government Plans (LGPs) until they reach Medicare eligibility. The primary government's LGPs are combined for presentation purposes.

The county’s total OPEB liability for each 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 each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
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 below

The discount rate was 2.16 percent, based on an average rating of AA/Aa as shown the Bond Buyer 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.

Local Government OPEB Plans (Primary Government)

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

Benefits provided. Crockett County offers the LGPs to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGPs upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-701 establishes and amends the benefit terms of the LGPs. 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 LGPs, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Crockett County does not provide a direct subsidy and is only subject to the implicit subsidy.

Employees Covered by Benefit Terms

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

	Crockett County	Hwy Dept	Total
Inactive Employees or Beneficiaries			
Currently Receiving Benefits	0	0	0
Inactive Employees Entitles to But Not Yet Receiving Benefits	0	0	0
Active Employees Eligible for Benefits	79	15	94
Total	79	15	94

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGPs by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2022, the county paid \$1,397 (Crockett County - \$1,136, Highway Dept - \$261) to the LGPs for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	Crockett County	Hwy Dept.	Total OPEB Liability
Balance July 1, 2020	\$ 112,791	\$ 45,297	\$ 158,088
Changes for the Year:			
Service Cost	\$ 12,841	\$ 5,371	\$ 18,212
Interest	2,766	1,118	3,884
Difference between Expected and Actuarial Experience	(7,078)	(15,340)	(22,418)
Changes in Assumption and Other Inputs	(30,299)	(9,288)	(39,587)
Benefit Payments	(970)	(138)	(1,108)
Net Changes	\$ (22,740)	\$ (18,277)	\$ (41,017)
Balance June 30, 2021	\$ 90,051	\$ 27,020	\$ 117,071

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, the Crockett County recognized OPEB expense of \$5,994 and the highway department recognized (negative OPEB expense) of (\$803). At June 30, 2022, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience (DI - County \$34,312, Hwy \$28,898)	\$ 0	\$ 63,210
Changes of Assumptions/Inputs (DO - County \$13,293, Hwy \$4,189; (DI - County \$28,175, Hwy \$8,479)	17,482	36,654
Net Difference Between Projected and Benefits Paid After the Measurement Date of June 30, 2021 (DO - County \$1,136, Hwy \$261)	1,397	0
Total	<u>\$ 18,879</u>	<u>\$ 99,864</u>

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	County	Hwy	Total Amount
2023	\$ (9,613)	\$ (7,292)	\$ (16,905)
2024	(9,613)	(7,292)	(16,905)
2025	(9,613)	(7,292)	(16,905)
2026	(9,007)	(6,637)	(15,644)
2027	(5,159)	(4,675)	(9,834)
Thereafter	(6,189)	0	(6,189)

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

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

<u>Discount Rate</u>	1% Decrease 1.16%	Current Discount Rate 2.16%	1% Increase 3.16%
County	\$ 95,791	\$ 90,051	\$ 84,481
Hwy	28,193	27,020	25,870
Total OPEB Liability	<u>\$ 123,984</u>	<u>\$ 117,071</u>	<u>\$ 110,351</u>

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

<u>Healthcare Cost Trend Rate</u>	1% Decrease 6.36 to 3.5%	Current Trend Rate 7.36 to 4.5%	1% Increase 8.36 to 5.5%
County	\$ 80,637	\$ 90,051	\$ 100,973
Hwy	24,815	27,020	29,526
Total OPEB Liability	<u>\$ 105,452</u>	<u>\$ 117,071</u>	<u>\$ 130,499</u>

Commercial Postemployment Benefits Plan

Discretely Presented Crockett County School Department

The discretely presented Crockett County School Department provides OPEB benefits to its employees through a commercial insurance plan.

Plan Description. The school department participates in a commercial postemployment benefits plan administered by Cigna for its retirees and their covered dependents. 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 Board of Education. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

Benefits Provided. The plan provides healthcare, dental, and vision insurance benefits to retirees and their dependents.

The benefit terms provide for the school department to pay a percentage of the certified retirees healthcare costs depending on years of service with the school department. The school department pays 55 percent of the healthcare cost for

employees with over 30 years of service, 45 percent for employees with 20-29 years of service, and 25 percent for employees with less than 20 years of service. Non-certified employees are required to pay 100 percent of the healthcare premium. Both certified and non-certified employees are eligible to participate in the healthcare plan until they reach age 65. Surviving spouses of eligible retirees may be able to continue coverage until they reach Medicare eligibility.

The benefit terms provide for eligible retirees to receive vision and dental benefits for life by paying 100 percent of the premium cost.

Employees Covered by Benefit Terms

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

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	6
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>166</u>
Total	<u><u>172</u></u>

Total OPEB Liability

The school department’s total OPEB liability of \$1,099,070 was measured as of June 30, 2022, and was determined by an actuarial valuation as of that date.

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	2.50%
Discount Rate	3.54%
Healthcare Cost Trend Rate	4.50%
Retirees Share of Benefit-related Cost	45% to 100% depending on years of service and employee classification

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

Mortality rates were based on RPH-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 school department with concurrence by the actuary.

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance July 1, 2021	\$ 1,036,442
Changes for the Year:	
Service Cost	\$ 75,318
Interest	23,411
Differences Between Expected and Actual Experience	160,673
Changes in Assumptions	(140,962)
Benefit Payments	(55,812)
Net Changes	<u>\$ 62,628</u>
Balance June 30, 2022	<u><u>\$ 1,099,070</u></u>

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 \$72,607. At June 30, 2022, the school department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 213,267	\$ 215,721
Changes of Assumptions/Inputs	<u>20,851</u>	<u>184,440</u>
Total	<u>\$ 234,118</u>	<u>\$ 400,161</u>

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

<u>Year Ending June 30</u>	<u>Amount</u>
2023	\$ (26,122)
2024	(26,122)
2025	(26,122)
2026	(26,122)
2027	(30,293)
Thereafter	(31,262)

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 school department 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:

<u>Discount Rate</u>	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
Total OPEB Liability	\$ 1,200,058	\$ 1,099,070	\$ 1,006,513

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the school department calculated using the healthcare cost trend rate of 4.5 percent, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower (3.5%) or one percentage point higher (5.5%) than the current rate:

<u>Healthcare Cost Trend Rate</u>	1% Decrease 3.5%	Current Trend Rate 4.5%	1% Increase 5.5%
Total OPEB Liability	\$ 973,599	\$ 1,099,070	\$ 1,249,012

G. Purchasing Laws

Office of County Mayor

Purchasing procedures for the Office of County Mayor are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated (TCA)*. This act provides for all purchases exceeding

\$10,000, excluding emergency purchases, to be made based on competitive bids solicited through newspaper advertisement.

Office of Road Supervisor

Purchasing procedures for the highway department are governed by provisions of Chapter 26, Private Acts of 1933, as amended, and the Uniform Road Law, Section 54-7-113, *TCA*. These statutes place purchasing responsibilities with the County Road Commission and require all purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

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

H. Subsequent Event

Subsequent to June 30, 2022, Crockett County issued school bond anticipation notes as follows:

<u>Date</u>	<u>Amount</u>
7-20-22	\$ 242,746
8-16-22	480,846
9-20-22	35,198
10-25-22	<u>265,801</u>
Total	<u>\$ 1,024,591</u>

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit E-1

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

	2014	2015	2016	2017	2018	2019	2020	2021
Total Pension Liability								
Service Cost	\$ 337,380	\$ 439,621	\$ 452,318	\$ 484,400	\$ 514,666	\$ 525,120	\$ 559,561	\$ 556,110
Interest	1,029,449	1,055,748	1,126,920	1,197,307	1,226,337	1,291,024	1,361,572	1,434,482
Differences Between Actual and Expected Experience	(455,016)	172,022	83,949	(395,626)	83,252	77,950	(5,699)	(881,566)
Change of Assumptions	0	0	0	448,512	0	0	0	1,594,913
Benefit Payments, Including Refunds of Employee Contributions	(628,188)	(698,595)	(763,670)	(749,877)	(878,045)	(1,006,884)	(904,059)	(908,592)
Net Change in Total Pension Liability	\$ 283,625	\$ 968,796	\$ 899,517	\$ 984,716	\$ 946,210	\$ 887,210	\$ 1,011,375	\$ 1,795,347
Total Pension Liability, Beginning	13,702,692	13,986,317	14,955,113	15,854,630	16,839,346	17,785,556	18,672,766	19,684,141
Total Pension Liability, Ending (a)	\$ 13,986,317	\$ 14,955,113	\$ 15,854,630	\$ 16,839,346	\$ 17,785,556	\$ 18,672,766	\$ 19,684,141	\$ 21,479,488
Plan Fiduciary Net Position								
Contributions - Employer	\$ 352,898	\$ 339,223	\$ 344,966	\$ 363,235	\$ 368,765	\$ 391,587	\$ 391,161	\$ 409,702
Contributions - Employee	269,913	260,862	265,746	278,984	281,079	298,012	297,688	311,799
Net Investment Income	2,092,345	450,578	396,767	1,724,361	1,389,715	1,328,577	936,926	5,058,608
Benefit Payments, Including Refunds of Employee Contributions	(628,188)	(698,595)	(763,670)	(749,877)	(878,045)	(1,006,884)	(904,059)	(908,592)
Administrative Expense	(6,843)	(8,790)	(13,172)	(15,270)	(16,674)	(16,140)	(15,788)	(15,604)
Other	0	0	1,337	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 2,080,125	\$ 343,278	\$ 231,974	\$ 1,601,433	\$ 1,144,840	\$ 995,152	\$ 705,928	\$ 4,855,913
Plan Fiduciary Net Position, Beginning	12,607,989	14,688,114	15,031,392	15,263,366	16,864,799	18,009,639	19,004,791	19,710,719
Plan Fiduciary Net Position, Ending (b)	\$ 14,688,114	\$ 15,031,392	\$ 15,263,366	\$ 16,864,799	\$ 18,009,639	\$ 19,004,791	\$ 19,710,719	\$ 24,566,632
Net Pension Liability (Asset), Ending (a - b)	\$ (701,797)	\$ (76,279)	\$ 591,264	\$ (25,453)	\$ (224,083)	\$ (332,025)	\$ (26,578)	\$ (3,087,144)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105.02%	100.51%	96.27%	100.15%	101.26%	101.78%	100.14%	114.37%
Covered Payroll	\$ 5,251,480	\$ 5,210,790	\$ 5,299,008	\$ 5,579,641	\$ 5,612,852	\$ 5,956,803	\$ 5,953,733	\$ 6,235,957
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(13.36)%	(1.46)%	11.16%	(0.46)%	(3.99)%	(5.57)%	(0.45)%	(49.51)%

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

Note 2: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented school department.

Exhibit E-2

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Actuarially Determined Contribution	\$ 352,898	\$ 339,223	\$ 344,966	\$ 363,235	\$ 368,765	\$ 391,587	\$ 386,994	\$ 405,337	\$ 405,392
Less: Contributions in Relation to the Actuarially Determined Contribution	(352,898)	(339,223)	(344,966)	(363,235)	(368,765)	(391,587)	(391,161)	(409,702)	(409,760)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (4,167)	\$ (4,365)	\$ (4,368)
Covered Payroll	\$ 5,251,480	\$ 5,210,790	\$ 5,299,008	\$ 5,579,641	\$ 5,612,852	\$ 5,956,803	\$ 5,953,733	\$ 6,235,957	\$ 6,236,797
Contributions as a Percentage of Covered Payroll	6.72%	6.51%	6.51%	6.51%	6.57%	6.57%	6.57%	6.57%	6.57%

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

Note 2: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented school department.

Exhibit E-3

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

	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contribution	\$ 12,877	\$ 25,464	\$ 35,131	\$ 17,043	\$ 25,318	\$ 31,355	\$ 35,497	\$ 49,735
Less: Contributions in Relation to the Contractually Required Contribution	(12,877)	(25,464)	(35,131)	(41,805)	(25,318)	(31,355)	(35,497)	(49,735)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (24,762)	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 321,921	\$ 636,606	\$ 878,285	\$ 1,045,137	\$ 1,305,099	\$ 1,544,571	\$ 1,757,252	\$ 2,474,385
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%

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

Note 2: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually 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%

Exhibit E-4

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contribution	\$ 641,175	\$ 641,647	\$ 634,945	\$ 630,366	\$ 616,165	\$ 701,700	\$ 704,610	\$ 681,964	\$ 678,238
Less: Contributions in Relation to the Contractually Required Contribution	(641,175)	(641,647)	(634,945)	(630,366)	(616,165)	(701,700)	(704,610)	(681,964)	(678,238)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,220,425	\$ 7,097,865	\$ 7,023,736	\$ 6,973,074	\$ 6,785,953	\$ 6,708,420	\$ 6,628,511	\$ 6,640,352	\$ 6,585,711
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%

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

Exhibit E-5

Crockett County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Retirement Plan of TCRS
Discretely Presented Crockett 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)	0.154937%	0.144682%	0.133816%	0.119597%	0.123329%	0.122398%	0.121760%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (6,233)	\$ (15,062)	\$ (35,306)	\$ (54,240)	\$ (69,618)	\$ (69,601)	\$ (131,892)
Covered Payroll	\$ 321,921	\$ 636,606	\$ 878,285	\$ 1,045,137	\$ 1,305,099	\$ 1,544,571	\$ 1,757,252
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(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 years of data will be presented when available.

Exhibit E-6

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

	2014	2015	2016	2017	2018	2019	2020	2021
School Department's Proportion of the Net Pension Liability (Asset)	0.183961%	0.189605%	0.194574%	0.197261%	0.193792%	0.200063%	0.199158%	0.202316%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (29,893)	\$ 77,669	\$ 1,215,980	\$ (64,540)	\$ (681,937)	\$ (2,057,013)	\$ (1,518,730)	\$ (8,726,364)
Covered Payroll	\$ 7,220,425	\$ 7,097,865	\$ 7,023,736	\$ 6,973,074	\$ 6,785,953	\$ 6,708,420	\$ 6,628,511	\$ 6,640,352
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094254%	17.31%	(.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%

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

Exhibit E-7

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

Crockett County Plan

	2017	2018	2019	2020	2021
Total OPEB Liability					
Service Cost	\$ 9,319	\$ 8,806	\$ 9,430	\$ 8,503	\$ 12,841
Interest	3,073	3,968	4,487	3,644	2,766
Differences Between Actual and Expected Experience	0	(8,385)	(37,244)	(3,454)	(7,078)
Changes in Assumptions or Other Inputs	(5,460)	7,919	4,833	9,258	(30,299)
Benefit Payments	-	(380)	(518)	(934)	(970)
Net Change in Total OPEB Liability	\$ 6,932	\$ 11,928	\$ (19,012)	\$ 17,017	\$ (22,740)
Total OPEB Liability, Beginning	95,926	102,858	114,786	95,774	112,791
Total OPEB Liability, Ending	\$ 102,858	\$ 114,786	\$ 95,774	\$ 112,791	\$ 90,051
Covered Employee Payroll	\$ 3,210,809	\$ 3,396,262	\$ 3,474,105	\$ 3,748,524	\$ 3,525,304
Net OPEB Liability as a Percentage of Covered Employee Payroll	3.20%	3.38%	2.76%	3.01%	2.55%

Highway Department Plan

	2017	2018	2019	2020	2021
Total OPEB Liability					
Service Cost	\$ 4,403	\$ 4,190	\$ 4,785	\$ 4,707	\$ 5,371
Interest	1,365	1,800	2,046	1,783	1,118
Differences Between Actual and Expected Experience	0	(3,384)	(13,867)	(9,695)	(15,340)
Changes in Assumptions or Other Inputs	(1,695)	3,032	1,677	2,449	(9,288)
Benefit Payments	-	(73)	(487)	(81)	(138)
Net Change in Total OPEB Liability	\$ 4,073	\$ 5,565	\$ (5,846)	\$ (837)	\$ (18,277)
Total OPEB Liability, Beginning	42,342	46,415	51,980	46,134	45,297
Total OPEB Liability, Ending	\$ 46,415	\$ 51,980	\$ 46,134	\$ 45,297	\$ 27,020
Covered Employee Payroll	\$ 574,471	\$ 626,444	\$ 611,629	\$ 544,285	\$ 648,565
Net OPEB Liability as a Percentage of Covered Employee Payroll	8.08%	8.30%	7.54%	8.32%	4.17%

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

Note 2: Changes in assumptions.

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

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

Exhibit E-8

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

	2018	2019	2020	2021	2022
Total OPEB Liability					
Service Cost	\$ 68,483	\$ 71,140	\$ 78,166	\$ 103,246	\$ 75,318
Interest	39,002	38,888	41,643	29,974	23,411
Differences Between Actual and Expected Experience	0	(416)	116,390	(289,567)	160,673
Changes in Assumptions or Other Inputs	0	40,902	(17,414)	(68,437)	(140,962)
Benefit Payments	(47,104)	(36,802)	(45,503)	(46,434)	(55,812)
Net Change in Total OPEB Liability	\$ 60,381	\$ 113,712	\$ 173,282	\$ (271,218)	\$ 62,628
Total OPEB Liability, Beginning	960,285	1,020,666	1,134,378	1,307,660	1,036,442
Total OPEB Liability, Ending	\$ 1,020,666	\$ 1,134,378	\$ 1,307,660	\$ 1,036,442	\$ 1,099,070
Covered Employee Payroll	\$ 6,583,188	\$ 6,498,044	\$ 7,714,916	\$ 7,095,654	\$ 7,623,303
Net OPEB Liability as a Percentage of Covered Employee Payroll	15.50%	17.46%	16.95%	14.61%	14.42%

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

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

2017	2.92%
2018	3.56%
2019	3.50%
2020	2.21%
2021	2.16%
2022	3.54%

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2022 were calculated based on the June 30, 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 Adjustments	2.25%

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

Nonmajor Governmental Funds

Special Revenue Funds

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

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for Crockett County’s convenience center operations.

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

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

Capital Projects Funds

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

General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county.

Community Development/Industrial Park Fund – The Community Development/Industrial Park Fund is used to account for revenues provided for public utility projects.

Exhibit F-1

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	General Capital Projects	
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 1,109	\$ 1,109	\$ 0	\$ 1,109
Equity in Pooled Cash and Investments	647,843	47,681	0	695,524	56,394	751,918
Accounts Receivable	2,853	0	0	2,853	0	2,853
Due from Other Governments	63,340	0	0	63,340	0	63,340
Total Assets	<u>\$ 714,036</u>	<u>\$ 47,681</u>	<u>\$ 1,109</u>	<u>\$ 762,826</u>	<u>\$ 56,394</u>	<u>\$ 819,220</u>
<u>LIABILITIES</u>						
Due to Other Funds	\$ 0	\$ 0	\$ 1,109	\$ 1,109	\$ 0	\$ 1,109
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,109</u>	<u>\$ 1,109</u>	<u>\$ 0</u>	<u>\$ 1,109</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Other Deferred/Unavailable Revenue	\$ 31,609	\$ 0	\$ 0	\$ 31,609	\$ 0	\$ 31,609
Total Deferred Inflows of Resources	<u>\$ 31,609</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 31,609</u>	<u>\$ 0</u>	<u>\$ 31,609</u>
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Public Safety	\$ 0	\$ 47,681	\$ 0	\$ 47,681	\$ 0	\$ 47,681
Committed:						
Committed for General Government	0	0	0	0	56,394	56,394
Committed for Public Health and Welfare	682,427	0	0	682,427	0	682,427
Total Fund Balances	<u>\$ 682,427</u>	<u>\$ 47,681</u>	<u>\$ 0</u>	<u>\$ 730,108</u>	<u>\$ 56,394</u>	<u>\$ 786,502</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 714,036</u>	<u>\$ 47,681</u>	<u>\$ 1,109</u>	<u>\$ 762,826</u>	<u>\$ 56,394</u>	<u>\$ 819,220</u>

Exhibit F-2

Crockett 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			Capital Projects Funds
	Solid Waste / Sanitation	Drug Control	Total	General Capital Projects
<u>Revenues</u>				
Local Taxes	\$ 467,349	\$ 0	\$ 467,349	\$ 0
Fines, Forfeitures, and Penalties	0	6,924	6,924	0
Charges for Current Services	33,003	0	33,003	0
Other Local Revenues	0	0	0	1,192
State of Tennessee	46,613	0	46,613	315,118
Total Revenues	<u>\$ 546,965</u>	<u>\$ 6,924</u>	<u>\$ 553,889</u>	<u>\$ 316,310</u>
<u>Expenditures</u>				
Current:				
Public Safety	\$ 0	\$ 29	\$ 29	\$ 0
Public Health and Welfare	299,483	0	299,483	0
Other Operations	0	0	0	0
Capital Projects	0	0	0	0
Total Expenditures	<u>\$ 299,483</u>	<u>\$ 29</u>	<u>\$ 299,512</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 247,482</u>	<u>\$ 6,895</u>	<u>\$ 254,377</u>	<u>\$ 316,310</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 4,500	\$ 0	\$ 4,500	\$ 0
Transfers Out	0	0	0	(676,256)
Total Other Financing Sources (Uses)	<u>\$ 4,500</u>	<u>\$ 0</u>	<u>\$ 4,500</u>	<u>\$ (676,256)</u>

(Continued)

Exhibit F-2

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

	Special Revenue Funds			Capital Projects Funds
	Solid Waste / Sanitation	Drug Control	Total	General Capital Projects
Net Change in Fund Balances	\$ 251,982	\$ 6,895	\$ 258,877	\$ (359,946)
Fund Balance, July 1, 2021	430,445	40,786	471,231	416,340
Fund Balance, June 30, 2022	\$ 682,427	\$ 47,681	\$ 730,108	\$ 56,394

(Continued)

Exhibit F-2

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

	Capital Projects Funds (Cont.)		Total Nonmajor Governmental Funds
	Community Development/ Industrial Park	Total	
<u>Revenues</u>			
Local Taxes	\$ 0	\$ 0	\$ 467,349
Fines, Forfeitures, and Penalties	0	0	6,924
Charges for Current Services	0	0	33,003
Other Local Revenues	0	1,192	1,192
State of Tennessee	171,737	486,855	533,468
Total Revenues	<u>\$ 171,737</u>	<u>\$ 488,047</u>	<u>\$ 1,041,936</u>
<u>Expenditures</u>			
Current:			
Public Safety	\$ 0	\$ 0	\$ 29
Public Health and Welfare	0	0	299,483
Other Operations	100,000	100,000	100,000
Capital Projects	71,737	71,737	71,737
Total Expenditures	<u>\$ 171,737</u>	<u>\$ 171,737</u>	<u>\$ 471,249</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 0</u>	<u>\$ 316,310</u>	<u>\$ 570,687</u>
<u>Other Financing Sources (Uses)</u>			
Transfers In	\$ 0	\$ 0	\$ 4,500
Transfers Out	0	(676,256)	(676,256)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ (676,256)</u>	<u>\$ (671,756)</u>

(Continued)

Exhibit F-2

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

	Capital Projects Funds (Cont.)		Total Nonmajor Governmental Funds
	Community Development/ Industrial Park	Total	
Net Change in Fund Balances	\$ 0	\$ (359,946)	\$ (101,069)
Fund Balance, July 1, 2021	0	416,340	887,571
Fund Balance, June 30, 2022	\$ 0	\$ 56,394	\$ 786,502

Exhibit F-3

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2022

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 467,349	\$ 405,000	\$ 405,000	\$ 62,349
Charges for Current Services	33,003	16,000	16,000	17,003
State of Tennessee	46,613	40,000	40,000	6,613
Total Revenues	<u>\$ 546,965</u>	<u>\$ 461,000</u>	<u>\$ 461,000</u>	<u>\$ 85,965</u>
<u>Expenditures</u>				
Public Health and Welfare				
Convenience Centers	\$ 299,483	\$ 300,525	\$ 306,902	\$ 7,419
Total Expenditures	<u>\$ 299,483</u>	<u>\$ 300,525</u>	<u>\$ 306,902</u>	<u>\$ 7,419</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 247,482</u>	<u>\$ 160,475</u>	<u>\$ 154,098</u>	<u>\$ 93,384</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 4,500	0	0	4,500
Total Other Financing Sources	<u>\$ 4,500</u>	<u>0</u>	<u>0</u>	<u>4,500</u>
Net Change in Fund Balance	\$ 251,982	\$ 160,475	\$ 154,098	\$ 97,884
Fund Balance, July 1, 2021	<u>430,445</u>	<u>432,695</u>	<u>432,695</u>	<u>(2,250)</u>
Fund Balance, June 30, 2022	<u><u>\$ 682,427</u></u>	<u><u>\$ 593,170</u></u>	<u><u>\$ 586,793</u></u>	<u><u>\$ 95,634</u></u>

Exhibit F-4

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2022

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 6,924	\$ 7,600	\$ 7,600	\$ (676)
Total Revenues	\$ 6,924	\$ 7,600	\$ 7,600	\$ (676)
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 29	\$ 20,600	\$ 20,600	\$ 20,571
Total Expenditures	\$ 29	\$ 20,600	\$ 20,600	\$ 20,571
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,895	\$ (13,000)	\$ (13,000)	\$ 19,895
Net Change in Fund Balance	\$ 6,895	\$ (13,000)	\$ (13,000)	\$ 19,895
Fund Balance, July 1, 2021	40,786	42,946	42,946	(2,160)
Fund Balance, June 30, 2022	\$ 47,681	\$ 29,946	\$ 29,946	\$ 17,735

Exhibit F-5

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects Fund
For the Year Ended June 30, 2022

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 1,192	\$ 0	\$ 0	\$ 1,192
State of Tennessee	315,118	0	315,118	0
Total Revenues	<u>\$ 316,310</u>	<u>\$ 0</u>	<u>\$ 315,118</u>	<u>\$ 1,192</u>
Total Expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 316,310</u>	<u>\$ 0</u>	<u>\$ 315,118</u>	<u>\$ 1,192</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	<u>\$ (676,256)</u>	<u>\$ 0</u>	<u>\$ (676,351)</u>	<u>\$ 95</u>
Total Other Financing Sources	<u>\$ (676,256)</u>	<u>\$ 0</u>	<u>\$ (676,351)</u>	<u>\$ 95</u>
Net Change in Fund Balance	\$ (359,946)	\$ 0	\$ (361,233)	\$ 1,287
Fund Balance, July 1, 2021	<u>416,340</u>	<u>416,430</u>	<u>416,430</u>	<u>(90)</u>
Fund Balance, June 30, 2022	<u><u>\$ 56,394</u></u>	<u><u>\$ 416,430</u></u>	<u><u>\$ 55,197</u></u>	<u><u>\$ 1,197</u></u>

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

Crockett 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		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,824,087	\$ 1,668,500	\$ 1,668,500	\$ 155,587
Other Local Revenues	85,620	76,000	76,000	9,620
Other Governments and Citizens Groups	219,668	212,231	219,668	0
Total Revenues	<u>\$ 2,129,375</u>	<u>\$ 1,956,731</u>	<u>\$ 1,964,168</u>	<u>\$ 165,207</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 121,933	\$ 110,965	\$ 121,933	\$ 0
Education	8,002,277	1,325,943	8,002,490	213
<u>Interest on Debt</u>				
General Government	24,939	20,633	24,939	0
Education	241,284	245,538	241,286	2
<u>Other Debt Service</u>				
General Government	21,903	22,530	22,780	877
Education	51,802	0	60,025	8,223
Total Expenditures	<u>\$ 8,464,138</u>	<u>\$ 1,725,609</u>	<u>\$ 8,473,453</u>	<u>\$ 9,315</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (6,334,763)</u>	<u>\$ 231,122</u>	<u>\$ (6,509,285)</u>	<u>\$ 174,522</u>
<u>Other Financing Sources (Uses)</u>				
Other Governments and Citizens Groups	\$ 0	\$ 150,000	\$ 150,000	\$ (150,000)
Transfers In	6,739,418	0	6,739,418	0
Total Other Financing Sources	<u>\$ 6,739,418</u>	<u>\$ 150,000</u>	<u>\$ 6,889,418</u>	<u>\$ (150,000)</u>
Net Change in Fund Balance	\$ 404,655	\$ 381,122	\$ 380,133	\$ 24,522
Fund Balance, July 1, 2021	<u>2,128,652</u>	<u>2,174,992</u>	<u>2,174,992</u>	<u>(46,340)</u>
Fund Balance, June 30, 2022	<u>\$ 2,533,307</u>	<u>\$ 2,556,114</u>	<u>\$ 2,555,125</u>	<u>\$ (21,818)</u>

Custodial Funds

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

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

City School ADA - Alamo Fund and City School ADA - Bells Fund – These two funds are used to account for the city school systems' shares 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 systems 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

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

	Custodial Funds				
	Cities -	City	City	Constitu -	
	Sales	School	School	tional	
	Tax	ADA -	ADA -	Officers -	
		Alamo	Bells	Custodial	Total
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 0	\$ 798,319	\$ 798,319
Equity in Pooled Cash and Investments	0	1,780	1,213	0	2,993
Accounts Receivable	0	0	0	9,380	9,380
Due from Other Governments	137,000	35,540	25,530	0	198,070
Property Taxes Receivable	0	316,775	216,091	0	532,866
Allowance for Uncollectible Property Taxes	0	(6,962)	(4,828)	0	(11,790)
Total Assets	\$ 137,000	\$ 347,133	\$ 238,006	\$ 807,699	\$ 1,529,838
<u>LIABILITIES</u>					
Due to Other Taxing Units	\$ 137,000	\$ 46,742	\$ 33,392	\$ 0	\$ 217,134
Total Liabilities	\$ 137,000	\$ 46,742	\$ 33,392	\$ 0	\$ 217,134
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 300,391	\$ 204,614	\$ 0	\$ 505,005
Total Deferred Inflows of Resources	\$ 0	\$ 300,391	\$ 204,614	\$ 0	\$ 505,005
<u>NET POSITION</u>					
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 0	\$ 807,699	\$ 807,699
Total Net Position	\$ 0	\$ 0	\$ 0	\$ 807,699	\$ 807,699

Exhibit H-2

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

	Custodial Funds				
	Cities -	City	City	Constitu -	
	Sales	School	School	tional	
	Tax	ADA -	ADA -	Officers -	
		Alamo	Bells	Custodial	Total
<u>Additions</u>					
Sales Tax Collections for Other Governments	\$ 779,475	\$ 0	\$ 0	\$ 0	\$ 779,475
ADA - Educational Funds Collected for Cities	0	541,674	370,935	0	912,609
Fines/Fees and Other Collections	0	0	0	4,330,580	4,330,580
Total Additions	\$ 779,475	\$ 541,674	\$ 370,935	\$ 4,330,580	\$ 6,022,664
<u>Deductions</u>					
Payment of Sales Tax Collections for Other Governments	\$ 779,475	\$ 0	\$ 0	\$ 0	\$ 779,475
Payments to City School Systems	0	541,674	370,935	0	912,609
Payments to State	0	0	0	2,000,100	2,000,100
Payments to Cities, Individuals, and Others	0	0	0	2,222,939	2,222,939
Total Deductions	\$ 779,475	\$ 541,674	\$ 370,935	\$ 4,223,039	\$ 5,915,123
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ 107,541	\$ 107,541
Net Position July 1, 2021	0	0	0	700,158	700,158
Net Position June 30, 2022	\$ 0	\$ 0	\$ 0	\$ 807,699	\$ 807,699

Crockett County School Department

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

School Transportation Fund – The School Transportation Fund is used to account for a local tax levy to fund the transportation of all students in the county.

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

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

Exhibit I-1

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 14,271,880	\$ 2,767	\$ 1,406,413	\$ 5,840,946	\$ (7,021,754)
Support Services	1,721,570	28,126	1,342,479	317,321	(33,644)
Operation of Non-instructional Services	2,415,085	79,277	2,905,050	140,990	710,232
Total Governmental Activities	\$ 18,408,535	\$ 110,170	\$ 5,653,942	\$ 6,299,257	\$ (6,345,166)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 1,458,086
Local Option Sales Taxes					816,735
Wheel Tax					145,300
Other Local Taxes					597
Grants and Contributions Not Restricted to Specific Programs					13,521,292
Unrestricted Investment Income					6,491
Miscellaneous					89,656
Total General Revenues					\$ 16,038,157
Change in Net Position					\$ 9,692,991
Net Position, July 1, 2021					25,554,937
Net Position, June 30, 2022					\$ 35,247,928

Exhibit I-2

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

	Major Funds				Nonmajor Funds	
	General Purpose School	School Federal Projects	School Transpor - tation	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 512,157	\$ 512,157
Equity in Pooled Cash and Investments	5,553,544	96,443	9,160	2,953	819,364	6,481,464
Accounts Receivable	0	0	0	0	563	563
Due from Other Governments	539,300	253,379	0	0	80,552	873,231
Due from Other Funds	146,737	0	0	0	491	147,228
Property Taxes Receivable	1,204,739	0	268,254	0	0	1,472,993
Allowance for Uncollectible Property Taxes	(27,204)	0	(5,922)	0	0	(33,126)
Restricted Assets	135,475	0	0	0	0	135,475
Total Assets	\$ 7,552,591	\$ 349,822	\$ 271,492	\$ 2,953	\$ 1,413,127	\$ 9,589,985
<u>LIABILITIES</u>						
Accounts Payable	\$ 46,464	\$ 4,748	\$ 0	\$ 0	\$ 0	\$ 51,212
Accrued Payroll	189	0	0	0	0	189
Payroll Deductions Payable	609	0	0	0	0	609
Contracts Payable	0	130,222	0	0	0	130,222
Due to Other Funds	491	144,549	0	0	0	145,040
Due to State of Tennessee	0	7,729	0	0	0	7,729
Total Liabilities	\$ 47,753	\$ 287,248	\$ 0	\$ 0	\$ 0	\$ 335,001
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 1,139,647	\$ 0	\$ 254,278	\$ 0	\$ 0	\$ 1,393,925
Deferred Delinquent Property Taxes	35,196	0	7,481	0	0	42,677
Other Deferred/Unavailable Revenue	67,745	0	0	0	0	67,745
Total Deferred Inflows of Resources	\$ 1,242,588	\$ 0	\$ 261,759	\$ 0	\$ 0	\$ 1,504,347

(Continued)

Exhibit I-2

Crockett County, TennesseeBalance Sheet - Governmental FundsDiscretely Presented Crockett County School Department (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	School Transpor - tation	Education Capital Projects	Other Govern- mental Funds	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for Education	\$ 0	\$ 0	\$ 0	\$ 0	\$ 511,443	\$ 511,443
Restricted for Instruction	830	0	0	0	0	830
Restricted for Support Services	0	0	9,733	0	0	9,733
Restricted for Operation of Non-instructional Services	0	0	0	0	901,684	901,684
Restricted for Capital Outlay	0	0	0	2,953	0	2,953
Restricted for Hybrid Retirement Stabilization Funds	135,475	0	0	0	0	135,475
Committed:						
Committed for Education	1,997,850	0	0	0	0	1,997,850
Assigned:						
Assigned for Education	0	62,574	0	0	0	62,574
Assigned for Support Services	11,253	0	0	0	0	11,253
Assigned for Capital Outlay	289,350	0	0	0	0	289,350
Unassigned	3,827,492	0	0	0	0	3,827,492
Total Fund Balances	<u>\$ 6,262,250</u>	<u>\$ 62,574</u>	<u>\$ 9,733</u>	<u>\$ 2,953</u>	<u>\$ 1,413,127</u>	<u>\$ 7,750,637</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,552,591</u>	<u>\$ 349,822</u>	<u>\$ 271,492</u>	<u>\$ 2,953</u>	<u>\$ 1,413,127</u>	<u>\$ 9,589,985</u>

Exhibit I-3

Crockett County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Crockett 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)		\$	7,750,637
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	966,385	
Add: construction in progress		4,812,650	
Add: buildings and improvements net of accumulated depreciation		16,719,697	
Add: infrastructure net of accumulated depreciation		185,024	
Add: other capital assets net of accumulated depreciation		<u>1,238,294</u>	23,922,050
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: net OPEB liability			(1,099,070)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	3,830,159	
Less: deferred inflows of resources related to pensions		(9,157,220)	
Add: deferred outflows of resources related to OPEB		234,118	
Less: deferred inflows of resources related to OPEB		<u>(400,161)</u>	(5,493,104)
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension asset - agent plan	\$	1,198,737	
Add: net pension asset - teacher retirement plan		131,892	
Add: net pension asset - teacher legacy pension plan		<u>8,726,364</u>	10,056,993
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>110,422</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>35,247,928</u></u>

Exhibit I-4

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

	Major Funds				Nonmajor Funds	
	General Purpose School	School Federal Projects	School Transpor - tation	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>						
Local Taxes	\$ 2,065,280	\$ 0	\$ 357,764	\$ 0	\$ 0	\$ 2,423,044
Licenses and Permits	618	0	0	0	0	618
Charges for Current Services	28,126	0	0	0	82,044	110,170
Other Local Revenues	197,666	0	0	0	564,860	762,526
State of Tennessee	14,375,864	0	0	0	11,391	14,387,255
Federal Government	89,916	2,786,108	0	0	1,761,985	4,638,009
Other Governments and Citizens Groups	121,822	0	0	5,660,408	0	5,782,230
Total Revenues	\$ 16,879,292	\$ 2,786,108	\$ 357,764	\$ 5,660,408	\$ 2,420,280	\$ 28,103,852
<u>Expenditures</u>						
Current:						
Instruction	\$ 8,912,720	\$ 1,228,596	\$ 0	\$ 0	\$ 0	\$ 10,141,316
Support Services	5,838,007	810,267	6,166	0	0	6,654,440
Operation of Non-Instructional Services	720,232	95,413	0	0	1,922,008	2,737,653
Capital Outlay	430,382	444,553	0	0	0	874,935
Debt Service:						
Other Debt Service	212,231	0	0	7,437	0	219,668
Capital Projects	0	0	0	5,650,018	0	5,650,018
Total Expenditures	\$ 16,113,572	\$ 2,578,829	\$ 6,166	\$ 5,657,455	\$ 1,922,008	\$ 26,278,030
Excess (Deficiency) of Revenues Over Expenditures	\$ 765,720	\$ 207,279	\$ 351,598	\$ 2,953	\$ 498,272	\$ 1,825,822

(Continued)

Exhibit I-4

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

	Major Funds				Nonmajor Funds	
	General Purpose School	School Federal Projects	School Transpor - tation	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 2,469	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,469
Transfers In	569,967	0	0	0	0	569,967
Transfers Out	0	(218,530)	(351,437)	0	0	(569,967)
Total Other Financing Sources (Uses)	<u>\$ 572,436</u>	<u>\$ (218,530)</u>	<u>\$ (351,437)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,469</u>
Net Change in Fund Balances	\$ 1,338,156	\$ (11,251)	\$ 161	\$ 2,953	\$ 498,272	\$ 1,828,291
Fund Balance, July 1, 2021	<u>4,924,094</u>	<u>73,825</u>	<u>9,572</u>	<u>0</u>	<u>914,855</u>	<u>5,922,346</u>
Fund Balance, June 30, 2022	<u>\$ 6,262,250</u>	<u>\$ 62,574</u>	<u>\$ 9,733</u>	<u>\$ 2,953</u>	<u>\$ 1,413,127</u>	<u>\$ 7,750,637</u>

Exhibit I-5

Crockett County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Crockett 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)		\$ 1,828,291
(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	\$ 6,251,139	
Less: current-year depreciation expense	<u>(696,307)</u>	5,554,832
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property tax and other deferred June 30, 2022	\$ 110,422	
Less: deferred delinquent property tax and other deferred June 30, 2021	<u>(112,748)</u>	(2,326)
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net OPEB liability	\$ (62,628)	
Change in deferred outflows related to OPEB	120,356	
Change in deferred inflows related to OPEB	(74,523)	
Change in net pension asset - agent plan	1,188,515	
Change in net pension asset - teacher retirement plan	62,291	
Change in net pension asset - teacher legacy pension plan	7,207,634	
Change in deferred outflows related to pensions	2,218,510	
Change in deferred inflows related to pensions	<u>(8,347,961)</u>	<u>2,312,194</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 9,692,991</u>

Exhibit I-6

Crockett County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Crockett County School Department
June 30, 2022

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	
<u>ASSETS</u>			
Cash	\$ 714	\$ 511,443	\$ 512,157
Equity in Pooled Cash and Investments	819,364	0	819,364
Accounts Receivable	563	0	563
Due from Other Governments	80,552	0	80,552
Due from Other Funds	491	0	491
Total Assets	<u>\$ 901,684</u>	<u>\$ 511,443</u>	<u>\$ 1,413,127</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Education	\$ 0	\$ 511,443	\$ 511,443
Restricted for Operation of Non-instructional Services	901,684	0	901,684
Total Fund Balances	<u>\$ 901,684</u>	<u>\$ 511,443</u>	<u>\$ 1,413,127</u>

Exhibit I-7

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

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	
<u>Revenues</u>			
Charges for Current Services	\$ 82,044	\$ 0	\$ 82,044
Other Local Revenues	18,127	546,733	564,860
State of Tennessee	11,391	0	11,391
Federal Government	1,761,985	0	1,761,985
Total Revenues	<u>\$ 1,873,547</u>	<u>\$ 546,733</u>	<u>\$ 2,420,280</u>
<u>Expenditures</u>			
Current:			
Operation of Non-Instructional Services	\$ 1,370,936	\$ 551,072	\$ 1,922,008
Total Expenditures	<u>\$ 1,370,936</u>	<u>\$ 551,072</u>	<u>\$ 1,922,008</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 502,611</u>	<u>\$ (4,339)</u>	<u>\$ 498,272</u>
Net Change in Fund Balances	\$ 502,611	\$ (4,339)	\$ 498,272
Fund Balance, July 1, 2021	<u>399,073</u>	<u>515,782</u>	<u>914,855</u>
Fund Balance, June 30, 2022	<u>\$ 901,684</u>	<u>\$ 511,443</u>	<u>\$ 1,413,127</u>

Exhibit I-8

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Crockett 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		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 2,065,280	\$ 0	\$ 0	\$ 2,065,280	\$ 1,983,573	\$ 2,091,675	\$ (26,395)
Licenses and Permits	618	0	0	618	587	587	31
Charges for Current Services	28,126	0	0	28,126	31,000	31,000	(2,874)
Other Local Revenues	197,666	0	0	197,666	60,000	71,394	126,272
State of Tennessee	14,375,864	0	0	14,375,864	14,799,778	14,728,659	(352,795)
Federal Government	89,916	0	0	89,916	0	0	89,916
Other Governments and Citizens Groups	121,822	0	0	121,822	84,969	153,082	(31,260)
Total Revenues	\$ 16,879,292	\$ 0	\$ 0	\$ 16,879,292	\$ 16,959,907	\$ 17,076,397	\$ (197,105)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 7,490,566	\$ 0	\$ 0	\$ 7,490,566	\$ 7,930,741	\$ 8,011,335	\$ 520,769
Alternative Instruction Program	76,201	0	0	76,201	115,664	115,664	39,463
Special Education Program	469,155	0	0	469,155	459,550	481,550	12,395
Career and Technical Education Program	876,798	0	0	876,798	878,574	878,574	1,776
<u>Support Services</u>							
Attendance	60,531	0	0	60,531	72,125	72,605	12,074
Health Services	131,845	0	0	131,845	313,804	145,700	13,855
Other Student Support	387,717	0	0	387,717	611,986	490,751	103,034
Regular Instruction Program	293,578	0	0	293,578	324,950	324,470	30,892
Special Education Program	223,299	0	0	223,299	244,510	223,910	611
Technology	344,363	0	11,253	355,616	366,465	373,579	17,963
Board of Education	281,699	0	0	281,699	326,377	326,377	44,678
Director of Schools	356,696	0	0	356,696	374,914	374,914	18,218
Office of the Principal	1,156,153	0	0	1,156,153	1,162,761	1,162,761	6,608
Fiscal Services	142,029	0	0	142,029	160,911	160,911	18,882
Operation of Plant	1,048,486	0	0	1,048,486	1,158,678	1,158,678	110,192
Maintenance of Plant	615,801	0	0	615,801	645,375	650,895	35,094
Transportation	795,810	0	0	795,810	809,375	828,418	32,608

(Continued)

Exhibit I-8

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Crockett 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		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Operation of Non-Instructional Services</u>							
Community Services	\$ 308,974	\$ 0	\$ 0	\$ 308,974	\$ 288,256	\$ 370,981	\$ 62,007
Early Childhood Education	411,258	0	0	411,258	422,237	744,905	333,647
<u>Capital Outlay</u>							
Regular Capital Outlay	430,382	(53,807)	289,350	665,925	805,000	715,000	49,075
<u>Principal on Debt</u>							
Education	0	0	0	0	162,228	150,001	150,001
<u>Other Debt Service</u>							
Education	212,231	0	0	212,231	200,004	212,231	0
Total Expenditures	\$ 16,113,572	\$ (53,807)	\$ 300,603	\$ 16,360,368	\$ 17,834,485	\$ 17,974,210	\$ 1,613,842
Excess (Deficiency) of Revenues Over Expenditures	\$ 765,720	\$ 53,807	\$ (300,603)	\$ 518,924	\$ (874,578)	\$ (897,813)	\$ 1,416,737
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 2,469	\$ 0	\$ 0	\$ 2,469	\$ 0	\$ 0	\$ 2,469
Transfers In	569,967	0	0	569,967	335,000	75,233	494,734
Total Other Financing Sources	\$ 572,436	\$ 0	\$ 0	\$ 572,436	\$ 335,000	\$ 75,233	\$ 497,203
Net Change in Fund Balance	\$ 1,338,156	\$ 53,807	\$ (300,603)	\$ 1,091,360	\$ (539,578)	\$ (822,580)	\$ 1,913,940
Fund Balance, July 1, 2021	4,924,094	(53,807)	0	4,870,287	2,348,829	2,348,829	2,521,458
Fund Balance, June 30, 2022	\$ 6,262,250	\$ 0	\$ (300,603)	\$ 5,961,647	\$ 1,809,251	\$ 1,526,249	\$ 4,435,398

Exhibit I-9

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 2,786,108	\$ 6,078,598	\$ 6,066,155	\$ (3,280,047)
Total Revenues	\$ 2,786,108	\$ 6,078,598	\$ 6,066,155	\$ (3,280,047)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 739,831	\$ 2,182,445	\$ 2,064,212	\$ 1,324,381
Special Education Program	457,735	507,342	524,771	67,036
Career and Technical Education Program	31,030	35,495	35,495	4,465
<u>Support Services</u>				
Health Services	268,765	514,912	511,314	242,549
Other Student Support	105,376	229,382	225,445	120,069
Regular Instruction Program	225,971	587,217	498,319	272,348
Special Education Program	53,034	54,932	62,196	9,162
Technology	2,915	64,400	64,400	61,485
Transportation	154,206	283,200	258,200	103,994
<u>Operation of Non-Instructional Services</u>				
Food Service	95,413	110,040	110,040	14,627
<u>Capital Outlay</u>				
Regular Capital Outlay	444,553	1,509,233	1,509,233	1,064,680
Total Expenditures	\$ 2,578,829	\$ 6,078,598	\$ 5,863,625	\$ 3,284,796
Excess (Deficiency) of Revenues Over Expenditures	\$ 207,279	\$ 0	\$ 202,530	\$ 4,749
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (218,530)	\$ 0	\$ (218,530)	\$ 0
Total Other Financing Sources	\$ (218,530)	\$ 0	\$ (218,530)	\$ 0
Net Change in Fund Balance	\$ (11,251)	\$ 0	\$ (16,000)	\$ 4,749
Fund Balance, July 1, 2021	73,825	73,825	73,825	0
Fund Balance, June 30, 2022	\$ 62,574	\$ 73,825	\$ 57,825	\$ 4,749

Exhibit I-10

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 82,044	\$ 0	\$ 82,044	\$ 145,500	\$ 145,500	\$ (63,456)
Other Local Revenues	18,127	0	18,127	4,800	4,800	13,327
State of Tennessee	11,391	0	11,391	11,000	22,391	(11,000)
Federal Government	1,761,985	0	1,761,985	1,339,202	1,327,811	434,174
Total Revenues	<u>\$ 1,873,547</u>	<u>\$ 0</u>	<u>\$ 1,873,547</u>	<u>\$ 1,500,502</u>	<u>\$ 1,500,502</u>	<u>\$ 373,045</u>
<u>Expenditures</u>						
<u>Operation of Non-Instructional Services</u>						
Food Service	\$ 1,370,936	\$ 67,083	\$ 1,438,019	\$ 1,483,302	\$ 1,483,302	\$ 45,283
Total Expenditures	<u>\$ 1,370,936</u>	<u>\$ 67,083</u>	<u>\$ 1,438,019</u>	<u>\$ 1,483,302</u>	<u>\$ 1,483,302</u>	<u>\$ 45,283</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 502,611</u>	<u>\$ (67,083)</u>	<u>\$ 435,528</u>	<u>\$ 17,200</u>	<u>\$ 17,200</u>	<u>\$ 418,328</u>
Net Change in Fund Balance	\$ 502,611	\$ (67,083)	\$ 435,528	\$ 17,200	\$ 17,200	\$ 418,328
Fund Balance, July 1, 2021	<u>399,073</u>	<u>0</u>	<u>399,073</u>	<u>315,709</u>	<u>315,709</u>	<u>83,364</u>
Fund Balance, June 30, 2022	<u>\$ 901,684</u>	<u>\$ (67,083)</u>	<u>\$ 834,601</u>	<u>\$ 332,909</u>	<u>\$ 332,909</u>	<u>\$ 501,692</u>

Exhibit I-11

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 357,764	\$ 374,913	\$ 374,913	\$ (17,149)
Total Revenues	\$ 357,764	\$ 374,913	\$ 374,913	\$ (17,149)
<u>Expenditures</u>				
<u>Support Services</u>				
Board of Education	\$ 6,166	\$ 6,333	\$ 6,333	\$ 167
Total Expenditures	\$ 6,166	\$ 6,333	\$ 6,333	\$ 167
Excess (Deficiency) of Revenues Over Expenditures	\$ 351,598	\$ 368,580	\$ 368,580	\$ (16,982)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (351,437)	\$ (368,578)	\$ (368,578)	\$ 17,141
Total Other Financing Sources	\$ (351,437)	\$ (368,578)	\$ (368,578)	\$ 17,141
Net Change in Fund Balance	\$ 161	\$ 2	\$ 2	\$ 159
Fund Balance, July 1, 2021	9,572	9,572	9,572	0
Fund Balance, June 30, 2022	\$ 9,733	\$ 9,574	\$ 9,574	\$ 159

MISCELLANEOUS SCHEDULES

Exhibit J-1

Crockett County, Tennessee
Schedule of Changes in Long-term Notes, Other Loans, and Bonds
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
<u>NOTES PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Public Works Projects	\$ 260,000	2.95	% 11-20-12	6-1-24	\$ 75,000	\$ 0	\$ 25,000	\$ 50,000
School Land	105,000	2.83	12-5-14	12-5-24	45,611	0	10,943	34,668
County Building Renovations	172,000	2.63	5-26-15	6-1-25	74,294	0	17,841	56,453
Senior Center Expansion	208,400	2.9	2-18-16	6-1-26	103,012	0	21,000	82,012
Public Works Projects	175,000	5	8-1-18	8-1-30	152,550	0	12,092	140,458
General Obligation School Bond Anticipation Note	6,687,330	Variable	5-1-20	5-1-22	6,687,330	0	6,687,330	0
General Obligation School Bond Anticipation Note	(1)	Variable	7-15-21	7-15-23	0	5,199,826	0	5,199,826
Total Notes Payable					<u>\$ 7,137,797</u>	<u>\$ 5,199,826</u>	<u>\$ 6,774,206</u>	<u>\$ 5,563,417</u>
<u>OTHER LOANS PAYABLE</u>								
<u>Payable through General Fund</u>								
Sheriff's Department Vehicles	55,626	6.9	9-20-19	9-20-21	\$ 18,515	\$ 0	\$ 18,515	\$ 0
<u>Payable through General Debt Service Fund</u>								
Energy Efficient Schools Initiative	2,000,000	0	2-2-12	10-1-22	316,618	0	200,004	116,614
Total Other Loans Payable					<u>\$ 335,133</u>	<u>\$ 0</u>	<u>\$ 218,519</u>	<u>\$ 116,614</u>
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Refunding, Series 2018	8,300,000	5	6-22-18	4-1-25	\$ 5,000,000	\$ 0	\$ 1,150,000	\$ 3,850,000
General Obligation School Bond, Series 2021	7,200,000	2.125	7-15-21	7-15-59	0	7,200,000	0	7,200,000
Total Bonds Payable					<u>\$ 5,000,000</u>	<u>\$ 7,200,000</u>	<u>\$ 1,150,000</u>	<u>\$ 11,050,000</u>

(1) Total amount approved was \$11,100,000, of which \$5,900,174 remains available for draws as of June 30, 2022.

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2023	\$ 88,276	\$ 57,575	\$ 145,851
2024	5,289,553	10,655	5,300,208
2025	65,182	8,099	73,281
2026	34,748	5,670	40,418
2027	15,483	4,343	19,826
2028	16,268	3,558	19,826
2029	17,085	2,741	19,826
2030	17,959	1,867	19,826
2031	18,863	957	19,820
Total	\$ 5,563,417	\$ 95,465	\$ 5,658,882

Year Ending June 30	Other Loan	
	Principal	Total
2023	\$ 116,614	\$ 116,614
Total	\$ 116,614	\$ 116,614

Year Ending June 30	Bonds		
	Principal	Interest	Total
2023	\$ 1,350,064	\$ 345,500	\$ 1,695,564
2024	1,427,722	281,592	1,709,314
2025	1,455,436	213,878	1,669,314
2026	133,207	144,857	278,064
2027	136,038	142,026	278,064
2028	138,929	139,135	278,064
2029	141,881	136,183	278,064
2030	144,896	133,168	278,064
2031	147,975	130,089	278,064
2032	151,120	126,944	278,064
2033	154,331	123,733	278,064
2034	157,610	120,454	278,064
2035	160,960	117,104	278,064
2036	164,380	113,684	278,064
2037	167,873	110,191	278,064
2038	171,440	106,624	278,064
2039	175,084	102,980	278,064
2040	178,804	99,260	278,064
2041	182,604	95,460	278,064
2042	186,484	91,580	278,064
2043	190,447	87,617	278,064
2044	194,494	83,570	278,064
2045	198,627	79,437	278,064
2046	202,848	75,216	278,064
2047	207,158	70,906	278,064
2048	211,560	66,504	278,064
2049	216,056	62,008	278,064
2050	220,647	57,417	278,064
2051	225,336	52,728	278,064
2052	230,124	47,940	278,064
2053	235,014	43,050	278,064
2054	240,008	38,056	278,064
2055	245,109	32,955	278,064
2056	250,317	27,747	278,064
2057	255,636	22,428	278,064
2058	261,069	16,995	278,064
2059	266,616	11,448	278,064
2060	272,096	5,782	277,878
Total	\$ 11,050,000	\$ 3,756,246	\$ 14,806,246

Exhibit J-3

Crockett County, Tennessee

Schedule of Transfers

Primary Government and Discretely Presented Crockett County School Department

For the Year Ended June 30, 2022

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	Highway/Public Works	Bonuses	\$ 38,000
General Capital Projects	General	Local government support funds	671,756
"	Solid Waste/Sanitation	"	4,500
Education Capital Projects	General Debt Service	Debt retirement	<u>6,739,418</u>
Total Transfers Primary Government			<u>\$ 7,453,674</u>
<u>DISCRETELY PRESENTED CROCKETT COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Bonuses	\$ 88,898
"	"	ESSER funds	99,511
"	"	Epidemiology funds	14,121
"	"	Literacy training stipend	16,000
School Transportation	"	School transportation	<u>351,437</u>
Total Transfers Discretely Presented Crockett County School Department			<u>\$ 569,967</u>

Exhibit J-4

Crockett County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Crockett 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, <i>TCA</i>	\$ 90,416	\$ 100,000	(3) Auto Owners Insurance Company
Road Supervisor	Section 8-24-102, <i>TCA</i>	86,110	100,000	(3) "
Director of Schools	State Board of Education and and County Board of Education	125,138 (1)	100,000	(3) "
Trustee	Section 8-24-102, <i>TCA</i>	78,282	782,095	"
Assessor of Property	Section 8-24-102, <i>TCA</i>	78,282	50,000	(3) "
County Clerk	Section 8-24-102, <i>TCA</i>	78,282	50,000	(3) "
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i>	78,282	50,000	(3) "
Clerk and Master	Section 8-24-102, <i>TCA</i>	78,282	50,000	(3) "
Register of Deeds	Section 8-24-102, <i>TCA</i>	78,282	50,000	(3) "
Sheriff	Section 8-24-102, <i>TCA</i>	86,110 (2)	100,000	(3) "
Employee Bonds:				
General Fund Employees			400,000	Tennessee Risk Management Trust
Road Department Employees			400,000	"
School Department Employees			400,000	"

(1) Includes a career ladder supplement of \$1,000 and a bonus of \$2,750.

(2) Does not include a law enforcement training supplement of \$800.

(3) Also covered by \$400,000 insurance with Tennessee Risk Management Trust.

Exhibit J-5

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 4,366,320	\$ 0	\$ 0	\$ 0	0
Discount on Property Taxes	(43,364)	0	0	0	0
Trustee's Collections - Prior Year	143,124	0	0	0	0
Trustee's Collections - Bankruptcy	1,298	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	54,604	0	0	0	0
Interest and Penalty	25,453	0	0	0	0
Payments in-Lieu-of Taxes - Other	2,507	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	409,518	0	0	0
Hotel/Motel Tax	16,562	0	0	0	0
Wheel Tax	0	0	0	0	424,253
Litigation Tax - General	48,718	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0
Business Tax	144,123	0	0	0	0
Mixed Drink Tax	862	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	70,873	0	0	0	0
Wholesale Beer Tax	0	57,831	0	0	0
Total Local Taxes	\$ 4,831,080	\$ 467,349	\$ 0	\$ 0	\$ 424,253
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Cable TV Franchise	\$ 10,170	\$ 0	\$ 0	\$ 0	0
<u>Permits</u>					
Beer Permits	665	0	0	0	0

(Continued)

Exhibit J-5

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works
<u>Licenses and Permits (Cont.)</u>					
<u>Permits (Cont.)</u>					
Building Permits	\$ 37,125	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 47,960	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 1,188	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	1,733	0	0	0	0
Drug Control Fines	0	0	950	0	0
Drug Court Fees	1,777	0	0	0	0
Jail Fees	387	0	0	0	0
DUI Treatment Fines	95	0	0	0	0
Data Entry Fee - Circuit Court	322	0	0	0	0
<u>General Sessions Court</u>					
Fines	12,490	0	0	0	0
Officers Costs	16,009	0	0	0	0
Game and Fish Fines	9	0	0	0	0
Drug Control Fines	2,700	0	1,974	0	0
Drug Court Fees	6,266	0	0	0	0
Jail Fees	2,672	0	0	0	0
DUI Treatment Fines	3,758	0	0	0	0
Data Entry Fee - General Sessions Court	7,042	0	0	0	0
Courtroom Security Fee	2,383	0	0	0	0
<u>Juvenile Court</u>					
Officers Costs	658	0	0	0	0
Data Entry Fee - Juvenile Court	197	0	0	0	0

(Continued)

Exhibit J-5

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>Chancery Court</u>					
Officers Costs	\$ 380	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Chancery Court	1,949	0	0	0	0
Courtroom Security Fee	1,492	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	4,000	0	0
Total Fines, Forfeitures, and Penalties	\$ 63,507	\$ 0	\$ 6,924	\$ 0	0
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Convenience Waste Centers Collection Charge	\$ 0	\$ 28,341	\$ 0	\$ 0	0
Surcharge - Waste Tire Disposal	0	4,662	0	0	0
Patient Charges	698,572	0	0	0	0
<u>Fees</u>					
Copy Fees	350	0	0	0	0
Library Fees	12,975	0	0	0	0
Telephone Commissions	10,434	0	0	0	0
Data Processing Fee - Register	5,074	0	0	0	0
Data Processing Fee - Sheriff	861	0	0	0	0
Sexual Offender Registration Fee - Sheriff	2,650	0	0	0	0
Data Processing Fee - County Clerk	2,878	0	0	0	0
Vehicle Registration Reinstatement Fees	1,505	0	0	0	0
Total Charges for Current Services	\$ 735,299	\$ 33,003	\$ 0	\$ 0	0

(Continued)

Exhibit J-5

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 0	\$ 0	\$ 0	\$ 541	\$ 0
Lease/Rentals	17,088	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	150,421
Miscellaneous Refunds	23,584	0	0	0	17
<u>Nonrecurring Items</u>					
Sale of Equipment	32,300	0	0	0	0
Damages Recovered from Individuals	1,110	0	0	0	0
Performance Bond Forfeitures	3,325	0	0	0	0
Total Other Local Revenues	\$ 77,407	\$ 0	\$ 0	\$ 541	\$ 150,438
<u>Fees Received From County Officials</u>					
<u>Fees In-Lieu-of Salary</u>					
County Clerk	\$ 173,611	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	17,583	0	0	0	0
General Sessions Court Clerk	101,186	0	0	0	0
Clerk and Master	52,142	0	0	0	0
Juvenile Court Clerk	3,060	0	0	0	0
Register	67,158	0	0	0	0
Sheriff	6,618	0	0	0	0
Trustee	239,667	0	0	0	0
Total Fees Received From County Officials	\$ 661,025	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 13,725	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit J-5

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works
<u>State of Tennessee (Cont.)</u>					
<u>General Government Grants (Cont.)</u>					
Aging Programs	\$ 118,253	\$ 0	\$ 0	\$ 0	0
Other General Government Grants	0	0	0	0	0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	8,000	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	93,412	0	0	0	0
Other Health and Welfare Grants	2,460	0	0	0	0
<u>Public Works Grants</u>					
State Aid Program	0	0	0	0	572,754
Litter Program	33,527	0	0	0	0
Other Public Works Grants	0	0	0	0	0
<u>Other State Revenues</u>					
Income Tax	27	0	0	0	0
Vehicle Certificate of Title Fees	6,784	0	0	0	0
Alcoholic Beverage Tax	0	46,613	0	0	0
State Revenue Sharing - T.V.A.	301,512	0	0	0	0
State Revenue Sharing - Telecommunications	22,522	0	0	0	0
State Shared Sports Gaming Privilege Tax	7,944	0	0	0	0
Contracted Prisoner Boarding	106,860	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	2,040,867
Petroleum Special Tax	0	0	0	0	9,435
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	44,530	0	0	0	0
Other State Revenues	2,196	0	0	0	0
Total State of Tennessee	\$ 776,916	\$ 46,613	\$ 0	\$ 0	\$ 2,623,056

(Continued)

Exhibit J-5

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works
<u>Federal Government</u>					
<u>Federal Through State</u>					
Homeland Security Grants	\$ 39,214	\$ 0	\$ 0	\$ 0	\$ 0
Total Federal Government	\$ 39,214	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	7,928	0	0	0	0
Total Other Governments and Citizens Groups	\$ 7,928	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 7,240,336	\$ 546,965	\$ 6,924	\$ 541	\$ 3,197,747

(Continued)

Exhibit J-5

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

	Debt Service Fund	Capital Projects Funds		Total
	General Debt Service	General Capital Projects	Community Development/ Industrial Park	
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 272,930	\$ 0	\$ 0	\$ 4,639,250
Discount on Property Taxes	(2,713)	0	0	(46,077)
Trustee's Collections - Prior Year	8,916	0	0	152,040
Trustee's Collections - Bankruptcy	63	0	0	1,361
Circuit Clerk/Clerk and Master Collections - Prior Years	3,413	0	0	58,017
Interest and Penalty	1,547	0	0	27,000
Payments in-Lieu-of Taxes - Other	0	0	0	2,507
<u>County Local Option Taxes</u>				
Local Option Sales Tax	1,183,761	0	0	1,593,279
Hotel/Motel Tax	0	0	0	16,562
Wheel Tax	338,045	0	0	762,298
Litigation Tax - General	0	0	0	48,718
Litigation Tax - Jail, Workhouse, or Courthouse	18,125	0	0	18,125
Business Tax	0	0	0	144,123
Mixed Drink Tax	0	0	0	862
<u>Statutory Local Taxes</u>				
Bank Excise Tax	0	0	0	70,873
Wholesale Beer Tax	0	0	0	57,831
Total Local Taxes	\$ 1,824,087	\$ 0	\$ 0	\$ 7,546,769
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 10,170
<u>Permits</u>				
Beer Permits	0	0	0	665

(Continued)

Exhibit J-5

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

	Debt Service Fund	Capital Projects Funds		
	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Total
<u>Licenses and Permits (Cont.)</u>				
<u>Permits (Cont.)</u>				
Building Permits	\$ 0	\$ 0	\$ 0	\$ 37,125
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 47,960
<u>Fines, Forfeitures, and Penalties</u>				
<u>Circuit Court</u>				
Fines	\$ 0	\$ 0	\$ 0	\$ 1,188
Officers Costs	0	0	0	1,733
Drug Control Fines	0	0	0	950
Drug Court Fees	0	0	0	1,777
Jail Fees	0	0	0	387
DUI Treatment Fines	0	0	0	95
Data Entry Fee - Circuit Court	0	0	0	322
<u>General Sessions Court</u>				
Fines	0	0	0	12,490
Officers Costs	0	0	0	16,009
Game and Fish Fines	0	0	0	9
Drug Control Fines	0	0	0	4,674
Drug Court Fees	0	0	0	6,266
Jail Fees	0	0	0	2,672
DUI Treatment Fines	0	0	0	3,758
Data Entry Fee - General Sessions Court	0	0	0	7,042
Courtroom Security Fee	0	0	0	2,383
<u>Juvenile Court</u>				
Officers Costs	0	0	0	658
Data Entry Fee - Juvenile Court	0	0	0	197

(Continued)

Exhibit J-5

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

	Debt Service Fund	Capital Projects Funds		
	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>				
<u>Chancery Court</u>				
Officers Costs	\$ 0	\$ 0	\$ 0	\$ 380
Data Entry Fee - Chancery Court	0	0	0	1,949
Courtroom Security Fee	0	0	0	1,492
<u>Other Fines, Forfeitures, and Penalties</u>				
Proceeds from Confiscated Property	0	0	0	4,000
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 70,431
<u>Charges for Current Services</u>				
<u>General Service Charges</u>				
Convenience Waste Centers Collection Charge	\$ 0	\$ 0	\$ 0	\$ 28,341
Surcharge - Waste Tire Disposal	0	0	0	4,662
Patient Charges	0	0	0	698,572
<u>Fees</u>				
Copy Fees	0	0	0	350
Library Fees	0	0	0	12,975
Telephone Commissions	0	0	0	10,434
Data Processing Fee - Register	0	0	0	5,074
Data Processing Fee - Sheriff	0	0	0	861
Sexual Offender Registration Fee - Sheriff	0	0	0	2,650
Data Processing Fee - County Clerk	0	0	0	2,878
Vehicle Registration Reinstatement Fees	0	0	0	1,505
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 768,302

(Continued)

Exhibit J-5

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

	Debt Service Fund	Capital Projects Funds		
	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Total
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 15,326	\$ 1,192	\$ 0	\$ 17,059
Lease/Rentals	70,294	0	0	87,382
Sale of Materials and Supplies	0	0	0	150,421
Miscellaneous Refunds	0	0	0	23,601
<u>Nonrecurring Items</u>				
Sale of Equipment	0	0	0	32,300
Damages Recovered from Individuals	0	0	0	1,110
Performance Bond Forfeitures	0	0	0	3,325
Total Other Local Revenues	\$ 85,620	\$ 1,192	\$ 0	\$ 315,198
<u>Fees Received From County Officials</u>				
<u>Fees In-Lieu-of Salary</u>				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 173,611
Circuit Court Clerk	0	0	0	17,583
General Sessions Court Clerk	0	0	0	101,186
Clerk and Master	0	0	0	52,142
Juvenile Court Clerk	0	0	0	3,060
Register	0	0	0	67,158
Sheriff	0	0	0	6,618
Trustee	0	0	0	239,667
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 661,025
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 13,725

(Continued)

Exhibit J-5

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

	Debt Service Fund	Capital Projects Funds		Total
	General Debt Service	General Capital Projects	Community Development/ Industrial Park	
<u>State of Tennessee (Cont.)</u>				
<u>General Government Grants (Cont.)</u>				
Aging Programs	\$ 0	\$ 0	\$ 0	118,253
Other General Government Grants	0	0	100,000	100,000
<u>Public Safety Grants</u>				
Law Enforcement Training Programs	0	0	0	8,000
<u>Health and Welfare Grants</u>				
Health Department Programs	0	0	0	93,412
Other Health and Welfare Grants	0	0	0	2,460
<u>Public Works Grants</u>				
State Aid Program	0	0	0	572,754
Litter Program	0	0	0	33,527
Other Public Works Grants	0	0	71,737	71,737
<u>Other State Revenues</u>				
Income Tax	0	0	0	27
Vehicle Certificate of Title Fees	0	0	0	6,784
Alcoholic Beverage Tax	0	0	0	46,613
State Revenue Sharing - T.V.A.	0	0	0	301,512
State Revenue Sharing - Telecommunications	0	0	0	22,522
State Shared Sports Gaming Privilege Tax	0	0	0	7,944
Contracted Prisoner Boarding	0	0	0	106,860
Gasoline and Motor Fuel Tax	0	0	0	2,040,867
Petroleum Special Tax	0	0	0	9,435
Registrar's Salary Supplement	0	0	0	15,164
Other State Grants	0	0	0	44,530
Other State Revenues	0	315,118	0	317,314
Total State of Tennessee	\$ 0	\$ 315,118	\$ 171,737	\$ 3,933,440

(Continued)

Exhibit J-5

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

	Debt Service Fund	Capital Projects Funds		
	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Total
<u>Federal Government</u>				
<u>Federal Through State</u>				
Homeland Security Grants	\$ 0	\$ 0	\$ 0	\$ 39,214
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 39,214
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	\$ 219,668	\$ 0	\$ 0	\$ 219,668
Contracted Services	0	0	0	7,928
Total Other Governments and Citizens Groups	\$ 219,668	\$ 0	\$ 0	\$ 229,596
Total	\$ 2,129,375	\$ 316,310	\$ 171,737	\$ 13,609,935

Exhibit J-6

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 1,152,135	\$ 0	\$ 0	\$ 247,529	\$ 0
Discount on Property Taxes	(11,436)	0	0	(2,466)	0
Trustee's Collections - Prior Year	37,494	0	0	8,690	0
Trustee's Collections - Bankruptcy	353	0	0	78	0
Circuit Clerk/Clerk and Master Collections - Prior Years	14,404	0	0	3,103	0
Interest and Penalty	6,530	0	0	1,405	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	819,328	0	0	0	0
Wheel Tax	45,875	0	0	99,425	0
Mixed Drink Tax	597	0	0	0	0
Total Local Taxes	\$ 2,065,280	\$ 0	\$ 0	\$ 357,764	\$ 0
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 618	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 618	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Lunch Payments - Children	\$ 0	\$ 0	\$ 4,321	\$ 0	\$ 0
Lunch Payments - Adults	0	0	16,504	0	0
A la Carte Sales	0	0	58,452	0	0
Transportation - Other State Systems	15,658	0	0	0	0
Receipts from Individual Schools	12,468	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Other Charges for Services	\$ 0	\$ 0	\$ 2,767	\$ 0	\$ 0
Total Charges for Current Services	\$ 28,126	\$ 0	\$ 82,044	\$ 0	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 5,318	\$ 0	\$ 1,173	\$ 0	\$ 0
Lease/Rentals	9,358	0	0	0	0
Miscellaneous Refunds	57,009	0	16,954	0	0
<u>Nonrecurring Items</u>					
Damages Recovered from Individuals	6,335	0	0	0	0
Contributions and Gifts	9,580	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	110,066	0	0	0	546,733
Total Other Local Revenues	\$ 197,666	\$ 0	\$ 18,127	\$ 0	\$ 546,733
<u>State of Tennessee</u>					
<u>State Education Funds</u>					
Basic Education Program	\$ 13,461,094	\$ 0	\$ 0	\$ 0	\$ 0
Early Childhood Education	322,443	0	0	0	0
School Food Service	0	0	11,391	0	0
Driver Education	16,944	0	0	0	0
Other State Education Funds	251,347	0	0	0	0
Coordinated School Health	102,809	0	0	0	0
Family Resource Centers	24,869	0	0	0	0
Career Ladder Program	33,416	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	\$ 50,000	\$ 0	\$ 0	\$ 0	\$ 0
Other State Grants	61,210	0	0	0	0
Safe Schools	51,732	0	0	0	0
Total State of Tennessee	\$ 14,375,864	\$ 0	\$ 11,391	\$ 0	\$ 0
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,141,500	\$ 0	\$ 0
USDA - Commodities	0	0	111,185	0	0
Breakfast	0	0	483,424	0	0
USDA - Other	0	0	25,876	0	0
Vocational Education - Basic Grants to States	0	34,740	0	0	0
Title I Grants to Local Education Agencies	0	422,712	0	0	0
Special Education - Grants to States	51,447	402,224	0	0	0
Special Education Preschool Grants	0	13,456	0	0	0
English Language Acquisition Grants	0	1,540	0	0	0
Safe and Drug-free Schools - State Grants	0	28,161	0	0	0
Rural Education	0	43,265	0	0	0
Eisenhower Professional Development State Grants	0	30,327	0	0	0
COVID-19 Grant A	0	16,000	0	0	0
COVID-19 Grant B	0	525,631	0	0	0
COVID-19 Grant D	0	72,800	0	0	0
COVID-19 Grant E	0	5,000	0	0	0
American Rescue Plan Act Grant #1	0	634,949	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
American Rescue Plan Act Grant #2	\$ 0	\$ 77,130	\$ 0	\$ 0	\$ 0
American Rescue Plan Act Grant #3	0	6,367	0	0	0
American Rescue Plan Act Grant #4	0	825	0	0	0
Other Federal through State	38,469	470,981	0	0	0
Total Federal Government	<u>\$ 89,916</u>	<u>\$ 2,786,108</u>	<u>\$ 1,761,985</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Other</u>					
Other	121,822	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 121,822</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 16,879,292</u>	<u>\$ 2,786,108</u>	<u>\$ 1,873,547</u>	<u>\$ 357,764</u>	<u>\$ 546,733</u>

(Continued)

Exhibit J-6

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

	<u>Capital Projects Fund</u>	
	<u>Education Capital Projects</u>	<u>Total</u>
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 1,399,664
Discount on Property Taxes	0	(13,902)
Trustee's Collections - Prior Year	0	46,184
Trustee's Collections - Bankruptcy	0	431
Circuit Clerk/Clerk and Master Collections - Prior Years	0	17,507
Interest and Penalty	0	7,935
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	819,328
Wheel Tax	0	145,300
Mixed Drink Tax	0	597
Total Local Taxes	<u>\$ 0</u>	<u>\$ 2,423,044</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Marriage Licenses	\$ 0	\$ 618
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 618</u>
<u>Charges for Current Services</u>		
<u>Education Charges</u>		
Lunch Payments - Children	\$ 0	\$ 4,321
Lunch Payments - Adults	0	16,504
A la Carte Sales	0	58,452
Transportation - Other State Systems	0	15,658
Receipts from Individual Schools	0	12,468

(Continued)

Exhibit J-6

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

	<u>Capital Projects Fund</u>	
	<u>Education Capital Projects</u>	<u>Total</u>
<u>Charges for Current Services (Cont.)</u>		
<u>Education Charges (Cont.)</u>		
Other Charges for Services	\$ 0	\$ 2,767
Total Charges for Current Services	\$ 0	\$ 110,170
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 6,491
Lease/Rentals	0	9,358
Miscellaneous Refunds	0	73,963
<u>Nonrecurring Items</u>		
Damages Recovered from Individuals	0	6,335
Contributions and Gifts	0	9,580
<u>Other Local Revenues</u>		
Other Local Revenues	0	656,799
Total Other Local Revenues	\$ 0	\$ 762,526
<u>State of Tennessee</u>		
<u>State Education Funds</u>		
Basic Education Program	\$ 0	\$ 13,461,094
Early Childhood Education	0	322,443
School Food Service	0	11,391
Driver Education	0	16,944
Other State Education Funds	0	251,347
Coordinated School Health	0	102,809
Family Resource Centers	0	24,869
Career Ladder Program	0	33,416

(Continued)

Exhibit J-6

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

	Capital Projects Fund		
	Education Capital Projects		Total
<u>State of Tennessee (Cont.)</u>			
<u>Other State Revenues</u>			
State Revenue Sharing - T.V.A.	\$	0	\$ 50,000
Other State Grants		0	61,210
Safe Schools		0	51,732
Total State of Tennessee	\$	0	\$ 14,387,255
<u>Federal Government</u>			
<u>Federal Through State</u>			
USDA School Lunch Program	\$	0	\$ 1,141,500
USDA - Commodities		0	111,185
Breakfast		0	483,424
USDA - Other		0	25,876
Vocational Education - Basic Grants to States		0	34,740
Title I Grants to Local Education Agencies		0	422,712
Special Education - Grants to States		0	453,671
Special Education Preschool Grants		0	13,456
English Language Acquisition Grants		0	1,540
Safe and Drug-free Schools - State Grants		0	28,161
Rural Education		0	43,265
Eisenhower Professional Development State Grants		0	30,327
COVID-19 Grant A		0	16,000
COVID-19 Grant B		0	525,631
COVID-19 Grant D		0	72,800
COVID-19 Grant E		0	5,000
American Rescue Plan Act Grant #1		0	634,949

(Continued)

Exhibit J-6

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

	<u>Capital Projects Fund</u>	
	<u>Education Capital Projects</u>	<u>Total</u>
<u>Federal Government (Cont.)</u>		
<u>Federal Through State (Cont.)</u>		
American Rescue Plan Act Grant #2	\$ 0	\$ 77,130
American Rescue Plan Act Grant #3	0	6,367
American Rescue Plan Act Grant #4	0	825
Other Federal through State	0	509,450
Total Federal Government	<u>\$ 0</u>	<u>\$ 4,638,009</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 5,660,408	\$ 5,660,408
<u>Other</u>		
Other	0	121,822
Total Other Governments and Citizens Groups	<u>\$ 5,660,408</u>	<u>\$ 5,782,230</u>
Total	<u><u>\$ 5,660,408</u></u>	<u><u>\$ 28,103,852</u></u>

Exhibit J-7

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

General FundGeneral GovernmentCounty Commission

Board and Committee Members Fees	\$	16,363	
Dues and Memberships		<u>1,300</u>	
Total County Commission			\$ 17,663

Board of Equalization

Board and Committee Members Fees	\$	<u>130</u>	
Total Board of Equalization			130

County Mayor/Executive

County Official/Administrative Officer	\$	90,416	
Accountants/Bookkeepers		43,617	
Purchasing Personnel		30,083	
Longevity Pay		1,650	
Contracts with Private Agencies		14,858	
Dues and Memberships		1,950	
Postal Charges		1,387	
Printing, Stationery, and Forms		724	
Travel		3,299	
Other Contracted Services		5,000	
Office Supplies		2,575	
Office Equipment		<u>7,456</u>	
Total County Mayor/Executive			203,015

County Attorney

County Official/Administrative Officer	\$	<u>800</u>	
Total County Attorney			800

Election Commission

County Official/Administrative Officer	\$	70,454	
Data Processing Personnel		21,350	
Election Commission		2,450	
Election Workers		20,384	
Contracts with Private Agencies		17,831	
Data Processing Services		390	
Dues and Memberships		60	
Legal Notices, Recording, and Court Costs		2,622	
Postal Charges		928	
Printing, Stationery, and Forms		4,139	
Office Supplies		2,020	
Other Equipment		<u>171,371</u>	
Total Election Commission			313,999

Register of Deeds

County Official/Administrative Officer	\$	78,282	
Deputy(ies)		29,615	
Longevity Pay		850	
Data Processing Services		4,091	

(Continued)

Exhibit J-7

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

General Fund (Cont.)General Government (Cont.)Register of Deeds (Cont.)

Dues and Memberships	\$	712	
Lease Payments		1,480	
Postal Charges		348	
Printing, Stationery, and Forms		17	
Office Supplies		970	
Total Register of Deeds			\$ 116,365

County Buildings

Maintenance Personnel	\$	29,525	
Longevity Pay		200	
Communication		64,021	
Contributions		150,000	
Engineering Services		50,000	
Lease Payments		6,000	
Maintenance and Repair Services - Buildings		97,624	
Maintenance and Repair Services - Equipment		4,085	
Pest Control		4,760	
Custodial Supplies		14,769	
Drugs and Medical Supplies		2,377	
Electricity		26,538	
Gasoline		3,121	
Natural Gas		10,392	
Water and Sewer		10,961	
Building and Contents Insurance		35,909	
Building Improvements		24,991	
Total County Buildings			535,273

Other General Administration

Bonus Payments	\$	183,594	
Total Other General Administration			183,594

FinanceAccounting and Budgeting

Accounting Services	\$	568	
Audit Services		5,704	
Total Accounting and Budgeting			6,272

Property Assessor's Office

County Official/Administrative Officer	\$	78,282	
Deputy(ies)		38,805	
Longevity Pay		300	
Contracts with Private Agencies		6,565	
Data Processing Services		9,179	
Dues and Memberships		1,540	
Postal Charges		5,093	
Travel		3,025	
Office Supplies		1,318	
Office Equipment		4,352	
Total Property Assessor's Office			148,459

(Continued)

Exhibit J-7

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

General Fund (Cont.)Finance (Cont.)County Trustee's Office

County Official/Administrative Officer	\$	78,282	
Deputy(ies)		67,220	
Longevity Pay		2,750	
Data Processing Services		9,092	
Dues and Memberships		687	
Maintenance Agreements		4,187	
Postal Charges		479	
Printing, Stationery, and Forms		392	
Other Contracted Services		911	
Office Supplies		1,253	
Total County Trustee's Office			\$ 165,253

County Clerk's Office

County Official/Administrative Officer	\$	78,282	
Deputy(ies)		65,952	
Longevity Pay		900	
Dues and Memberships		767	
Postal Charges		3,756	
Printing, Stationery, and Forms		238	
Travel		1,369	
Other Contracted Services		17,266	
Office Supplies		2,794	
Office Equipment		1,141	
Total County Clerk's Office			172,465

Administration of JusticeCircuit Court

County Official/Administrative Officer	\$	78,282	
Deputy(ies)		127,316	
Longevity Pay		850	
Jury and Witness Expense		4,379	
Data Processing Services		16,438	
Dues and Memberships		937	
Postal Charges		1,566	
Travel		74	
Office Supplies		5,498	
Total Circuit Court			235,340

General Sessions Judge

Judge(s)	\$	99,256	
Dues and Memberships		275	
Travel		1,290	
Other Contracted Services		4,800	
Total General Sessions Judge			105,621

Drug Court

Assistant(s)	\$	17,040	
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(Continued)

Exhibit J-7

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

General Fund (Cont.)Administration of Justice (Cont.)Drug Court (Cont.)

Supervisor/Director	\$	32,769	
Social Security		10,717	
Communication		2,196	
Travel		1,759	
Drug Treatment		3,920	
Other Charges		897	
Office Equipment		1,450	
Total Drug Court			\$ 70,748

Chancery Court

County Official/Administrative Officer	\$	78,282	
Deputy(ies)		30,768	
Longevity Pay		350	
Dues and Memberships		587	
Maintenance Agreements		6,084	
Postal Charges		464	
Other Contracted Services		1,564	
Office Supplies		1,126	
Total Chancery Court			119,225

Juvenile Court

Supervisor/Director	\$	37,843	
Probation Officer(s)		18,433	
Longevity Pay		150	
Communication		1,403	
Contracts with Government Agencies		711	
Maintenance and Repair Services - Vehicles		50	
Travel		557	
Other Contracted Services		2,980	
Gasoline		1,333	
Office Supplies		160	
Other Charges		297	
Office Equipment		1,139	
Total Juvenile Court			65,056

Other Administration of Justice

Other Salaries and Wages	\$	9,000	
Total Other Administration of Justice			9,000

Public SafetySheriff's Department

County Official/Administrative Officer	\$	86,110	
Assistant(s)		51,091	
Deputy(ies)		551,307	
Data Processing Personnel		34,526	
Guards		30,578	
Secretary(ies)		34,301	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Sheriff's Department (Cont.)

Longevity Pay	\$	6,150	
Other Salaries and Wages		76,467	
In-service Training		10,272	
Communication		31,490	
Data Processing Services		49,658	
Dues and Memberships		2,398	
Evaluation and Testing		575	
Maintenance and Repair Services - Vehicles		15,660	
Postal Charges		6,706	
Travel		8,513	
Gasoline		71,741	
Law Enforcement Supplies		9,155	
Office Supplies		6,218	
Tires and Tubes		10,836	
Uniforms		8,259	
Other Supplies and Materials		2,211	
In Service/Staff Development		3,712	
Other Charges		998	
Law Enforcement Equipment		12,496	
Office Equipment		1,053	
Other Equipment		10,963	
Total Sheriff's Department			\$ 1,133,444

Jail

Supervisor/Director	\$	12,685	
Dispatchers/Radio Operators		289,232	
Guards		331,981	
Part-time Personnel		15,600	
Longevity Pay		5,100	
Other Salaries and Wages		188,107	
Contracts with Private Agencies		1,225	
Contracts with Public Carriers		1,513	
Data Processing Services		39,135	
Evaluation and Testing		950	
Medical and Dental Services		79,448	
Custodial Supplies		12,362	
Data Processing Supplies		690	
Drugs and Medical Supplies		23,643	
Electricity		35,707	
Food Supplies		99,515	
Natural Gas		11,161	
Prisoners Clothing		1,217	
Uniforms		1,289	
Water and Sewer		16,306	
Other Supplies and Materials		5	
Other Charges		5,104	
Law Enforcement Equipment		154	
Total Jail			1,172,129

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Safety (Cont.)Fire Prevention and Control

Contributions	\$	56,000	
Other Contracted Services		<u>7,500</u>	
Total Fire Prevention and Control			\$ 63,500

Civil Defense

Assistant(s)	\$	5,000	
Supervisor/Director		14,040	
Communication		4,930	
Dues and Memberships		55	
Lease Payments		966	
Maintenance and Repair Services - Vehicles		5,273	
Travel		586	
Electricity		9,042	
Food Supplies		22	
Gasoline		3,151	
Office Supplies		2,322	
Uniforms		187	
Utilities		690	
Other Supplies and Materials		1,474	
Office Equipment		<u>45</u>	
Total Civil Defense			47,783

Rescue Squad

Contributions	\$	<u>10,000</u>	
Total Rescue Squad			10,000

Other Emergency Management

Other Supplies and Materials	\$	<u>4,043</u>	
Total Other Emergency Management			4,043

County Coroner/Medical Examiner

Other Per Diem and Fees	\$	2,000	
Contracts with Government Agencies		<u>7,800</u>	
Total County Coroner/Medical Examiner			9,800

Public Health and WelfareLocal Health Center

Medical Personnel	\$	31,943	
Clerical Personnel		44,670	
Longevity Pay		400	
Social Security		4,470	
Pensions		3,815	
Employee and Dependent Insurance		2,886	
Unemployment Compensation		63	
Employer Medicare		1,045	
Communication		9,507	
Travel		69	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Health and Welfare (Cont.)Local Health Center (Cont.)

Other Contracted Services	\$	9,999	
Custodial Supplies		183	
Drugs and Medical Supplies		140	
Office Supplies		821	
Utilities		9,295	
Other Charges		539	
Total Local Health Center			\$ 119,845

Rabies and Animal Control

Supervisor/Director	\$	25,939	
Communication		1,192	
Maintenance and Repair Services - Vehicles		670	
Other Contracted Services		297	
Gasoline		2,340	
Other Supplies and Materials		6,166	
Total Rabies and Animal Control			36,604

Ambulance/Emergency Medical Services

Supervisor/Director	\$	56,152	
Medical Personnel		552,577	
Part-time Personnel		60,434	
Longevity Pay		4,250	
Overtime Pay		76,681	
Other Salaries and Wages		143,519	
Communication		17,318	
Contracts with Private Agencies		42,139	
Dues and Memberships		480	
Evaluation and Testing		1,125	
Licenses		1,825	
Maintenance and Repair Services - Vehicles		12,040	
Custodial Supplies		3,343	
Drugs and Medical Supplies		83,856	
Gasoline		44,466	
Office Supplies		1,889	
Tires and Tubes		1,071	
Uniforms		12,754	
Other Supplies and Materials		200	
In Service/Staff Development		8,436	
Other Charges		37	
Motor Vehicles		119,385	
Other Equipment		5,232	
Total Ambulance/Emergency Medical Services			1,249,209

Maternal and Child Health Services

Contributions	\$	4,000	
Total Maternal and Child Health Services			4,000

(Continued)

Exhibit J-7

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

General Fund (Cont.)Public Health and Welfare (Cont.)Alcohol and Drug Programs

Contributions	\$ 5,165	
Total Alcohol and Drug Programs		\$ 5,165

Crippled Children Services

Contributions	\$ 1,650	
Total Crippled Children Services		1,650

Other Local Health Services

Contributions	\$ 2,000	
Total Other Local Health Services		2,000

Appropriation to State

Contracts with Government Agencies	\$ 40,110	
Contributions	2,000	
Total Appropriation to State		42,110

Waste Pickup

Other Salaries and Wages	\$ 12,291	
Travel	2,186	
Other Supplies and Materials	29,419	
Total Waste Pickup		43,896

Social, Cultural, and Recreational ServicesAdult Activities

Assistant(s)	\$ 23,760
Supervisor/Director	42,408
Social Workers	25,000
Medical Personnel	38,231
Bus Drivers	25,000
Clerical Personnel	10,639
Educational Assistants	25,000
Cafeteria Personnel	14,364
Maintenance Personnel	10,086
Temporary Personnel	1,511
Part-time Personnel	10,086
Longevity Pay	1,900
Audit Services	2,350
Communication	7,293
Data Processing Services	2,716
Dues and Memberships	603
Licenses	2,152
Maintenance and Repair Services - Buildings	2,173
Maintenance and Repair Services - Equipment	50
Maintenance and Repair Services - Vehicles	8,381
Postal Charges	1,195
Travel	2,772
Other Contracted Services	8,740

(Continued)

Exhibit J-7

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

General Fund (Cont.)Social, Cultural, and Recreational Services (Cont.)Adult Activities (Cont.)

Custodial Supplies	\$	1,284	
Food Supplies		1,793	
Gasoline		3,778	
Instructional Supplies and Materials		448	
Office Supplies		730	
Utilities		9,012	
Other Supplies and Materials		479	
Other Charges		727	
Office Equipment		3,081	
Other Equipment		1,351	
Total Adult Activities			\$ 289,093

Libraries

Librarians	\$	31,956	
Longevity Pay		1,450	
Other Salaries and Wages		80,403	
Communication		2,500	
Postal Charges		116	
Travel		766	
Other Contracted Services		1,800	
Data Processing Supplies		608	
Library Books/Media		11,957	
Office Supplies		1,921	
Utilities		8,206	
Other Supplies and Materials		1,833	
Other Charges		3,841	
Data Processing Equipment		6,719	
Office Equipment		2,087	
Other Equipment		3,776	
Total Libraries			159,939

Parks and Fair Boards

Contributions	\$	3,000	
Other Contracted Services		1,200	
Electricity		2,173	
Other Charges		1,200	
Total Parks and Fair Boards			7,573

Other Social, Cultural, and Recreational

Contributions	\$	10,000	
Total Other Social, Cultural, and Recreational			10,000

Agriculture and Natural ResourcesAgricultural Extension Service

County Official/Administrative Officer	\$	16,049	
Assistant(s)		17,253	
Supervisor/Director		9,401	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Agriculture and Natural Resources (Cont.)Agricultural Extension Service (Cont.)

Clerical Personnel	\$	10,511	
Other Fringe Benefits		10,297	
Communication		4,000	
Dues and Memberships		370	
Travel		2,158	
Office Supplies		2,874	
Workers' Compensation Insurance		21	
Maintenance Equipment		3,176	
Total Agricultural Extension Service			\$ 76,110

Soil Conservation

Supervisor/Director	\$	40,303	
Secretary(ies)		30,380	
Longevity Pay		2,500	
Bonus Payments		2,000	
Other Salaries and Wages		24,295	
Other Charges		5,000	
Total Soil Conservation			104,478

Flood Control

Dues and Memberships	\$	10,717	
Total Flood Control			10,717

Other OperationsVeterans' Services

Supervisor/Director	\$	21,875	
Contracts with Private Agencies		449	
Travel		314	
Office Supplies		2,140	
Other Charges		328	
Total Veterans' Services			25,106

Other Charges

Liability Insurance	\$	78,748	
Trustee's Commission		106,928	
Vehicle and Equipment Insurance		50,835	
Workers' Compensation Insurance		73,158	
Liability Claims		10,000	
Total Other Charges			319,669

Contributions to Other Agencies

Contributions	\$	47,300	
Total Contributions to Other Agencies			47,300

Employee Benefits

Social Security	\$	342,106	
Pensions		225,579	

(Continued)

Exhibit J-7

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

General Fund (Cont.)Other Operations (Cont.)Employee Benefits (Cont.)

Employee and Dependent Insurance	\$	11,589	
Medical Insurance		219,378	
Unemployment Compensation		2,895	
Total Employee Benefits			\$ 801,547

Miscellaneous

Contracts with Government Agencies	\$	13,000	
Contracts with Private Agencies		5,000	
Contributions		1,000	
Evaluation and Testing		27,350	
Legal Notices, Recording, and Court Costs		6,148	
Postal Charges		134	
Other Contracted Services		7,897	
Instructional Supplies and Materials		2,671	
Office Supplies		5,810	
Other Supplies and Materials		6,186	
Premiums on Corporate Surety Bonds		299	
Other Charges		13,026	
Office Equipment		125	
Other Equipment		880	
Total Miscellaneous			89,526

Principal on DebtGeneral Government

Principal on Other Loans	\$	18,515	
Total General Government			18,515

Interest on DebtGeneral Government

Interest on Other Loans	\$	1,277	
Total General Government			1,277

Total General Fund \$ 8,374,306

Solid Waste/Sanitation FundPublic Health and WelfareConvenience Centers

Attendants	\$	48,343	
Bonus Payments		4,500	
Social Security		4,043	
Communication		1,621	
Contracts with Government Agencies		3,000	
Contracts with Private Agencies		215,260	
Maintenance and Repair Services - Vehicles		1,074	
Other Contracted Services		8,022	
Gasoline		3,045	
Utilities		5,144	
Trustee's Commission		5,431	
Total Convenience Centers			\$ 299,483

Total Solid Waste/Sanitation Fund 299,483

(Continued)

Exhibit J-7

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

Drug Control FundPublic SafetyDrug Enforcement

Trustee's Commission	\$	29	
Total Drug Enforcement			\$ 29

Total Drug Control Fund			\$ 29
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Highway/Public Works FundHighwaysAdministration

County Official/Administrative Officer	\$	86,110	
Accountants/Bookkeepers		76,790	
Board and Committee Members Fees		14,220	
Communication		3,424	
Data Processing Services		14,148	
Dues and Memberships		3,307	
Legal Notices, Recording, and Court Costs		1,423	
Maintenance and Repair Services - Buildings		1,430	
Maintenance and Repair Services - Office Equipment		89	
Postal Charges		442	
Printing, Stationery, and Forms		162	
Travel		3,148	
Custodial Supplies		1,190	
Data Processing Supplies		47	
Drugs and Medical Supplies		1,474	
Electricity		5,509	
Natural Gas		1,529	
Office Supplies		782	
Water and Sewer		1,646	
Other Charges		2,705	
Total Administration			\$ 219,575

Highway and Bridge Maintenance

Foremen	\$	89,215	
Equipment Operators		192,644	
Truck Drivers		64,932	
Laborers		137,052	
Engineering Services		30,999	
Asphalt - Cold Mix		1,815	
Asphalt - Hot Mix		7,676	
Asphalt - Liquid		136,284	
Crushed Stone		194,497	
Fertilizer, Lime, and Seed		3,189	
Pipe		51,322	
Road Signs		4,280	
Wood Products		77,863	
Other Supplies and Materials		1,905	
Total Highway and Bridge Maintenance			993,673

(Continued)

Exhibit J-7

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Operation and Maintenance of Equipment

Mechanic(s)	\$	39,305	
Laborers		72,352	
Laundry Service		1,009	
Maintenance and Repair Services - Equipment		83,174	
Diesel Fuel		121,551	
Equipment and Machinery Parts		49,585	
Garage Supplies		174	
Lubricants		11,719	
Propane Gas		828	
Small Tools		1,730	
Tires and Tubes		24,974	
Other Supplies and Materials		871	
Total Operation and Maintenance of Equipment			\$ 407,272

Other Charges

Premiums on Corporate Surety Bonds	\$	792	
Trustee's Commission		24,990	
Vehicle and Equipment Insurance		45,885	
Workers' Compensation Insurance		54,651	
Total Other Charges			126,318

Employee Benefits

Bonus Payments	\$	38,000	
Social Security		50,259	
Pensions		42,611	
Employee and Dependent Insurance		128,463	
Unemployment Compensation		5,109	
Employer Medicare		11,754	
Total Employee Benefits			276,196

Capital Outlay

Highway Equipment	\$	367,548	
Office Equipment		1,110	
State Aid Projects		354,216	
Total Capital Outlay			<u>722,874</u>

Total Highway/Public Works Fund \$ 2,745,908

General Debt Service FundPrincipal on DebtGeneral Government

Principal on Bonds	\$	46,000	
Principal on Notes		75,933	
Total General Government			\$ 121,933

Education

Principal on Bonds	\$	1,104,000	
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(Continued)

Exhibit J-7

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

General Debt Service Fund (Cont.)Principal on Debt (Cont.)Education (Cont.)

Principal on Notes	\$ 6,698,273	
Principal on Other Loans	200,004	
Total Education		\$ 8,002,277

Interest on DebtGeneral Government

Interest on Bonds	\$ 10,000	
Interest on Notes	14,939	
Total General Government		24,939

Education

Interest on Bonds	\$ 240,000	
Interest on Notes	1,284	
Total Education		241,284

Other Debt ServiceGeneral Government

Trustee's Commission	\$ 21,903	
Total General Government		21,903

Education

Fiscal Agent Charges	\$ 500	
Interest on Notes	46,603	
Other Debt Issuance Charges	2,250	
Other Debt Service	2,449	
Total Education		51,802

Total General Debt Service Fund \$ 8,464,138

Community Development/Industrial Park FundOther OperationsIndustrial Development

Contracts for Development Costs	\$ 100,000	
Total Industrial Development		\$ 100,000

Capital ProjectsPublic Utility Projects

Engineering Services	\$ 8,333	
Other Supplies and Materials	63,404	
Total Public Utility Projects		71,737

Total Community Development/Industrial Park Fund 171,737

Education Capital Projects FundCapital ProjectsEducation Capital Projects

Contributions	\$ 5,660,408	
Total Education Capital Projects		\$ 5,660,408

Total Education Capital Projects Fund 5,660,408

Total Governmental Funds - Primary Government \$ 25,716,009

Exhibit J-8

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

General Purpose School FundInstructionRegular Instruction Program

Teachers	\$ 5,315,759	
Career Ladder Program	16,850	
Homebound Teachers	150	
Educational Assistants	62,888	
Other Salaries and Wages	77,739	
Certified Substitute Teachers	30,444	
Non-certified Substitute Teachers	104,442	
Social Security	312,609	
Pensions	480,890	
Medical Insurance	707,687	
Unemployment Compensation	4,636	
Employer Medicare	74,723	
Other Contracted Services	11,263	
Instructional Supplies and Materials	132,387	
Textbooks - Bound	76,868	
Other Charges	1,385	
Regular Instruction Equipment	79,846	
Total Regular Instruction Program		\$ 7,490,566

Alternative Instruction Program

Teachers	\$ 34,001	
Educational Assistants	22,000	
Social Security	2,896	
Pensions	5,482	
Medical Insurance	11,145	
Employer Medicare	677	
Total Alternative Instruction Program		76,201

Special Education Program

Teachers	\$ 257,131	
Educational Assistants	75,282	
Social Security	19,868	
Pensions	28,293	
Medical Insurance	18,894	
Employer Medicare	4,647	
Instructional Supplies and Materials	23,290	
Other Supplies and Materials	12,540	
Special Education Equipment	29,210	
Total Special Education Program		469,155

Career and Technical Education Program

Teachers	\$ 662,819	
Career Ladder Program	1,000	
Social Security	37,334	
Pensions	65,894	
Medical Insurance	78,044	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Instruction (Cont.)Career and Technical Education Program (Cont.)

Employer Medicare	\$	8,731	
Maintenance and Repair Services - Equipment		1,040	
Instructional Supplies and Materials		20,114	
Other Supplies and Materials		1,822	
Total Career and Technical Education Program			\$ 876,798

Support ServicesAttendance

Supervisor/Director	\$	36,005	
Clerical Personnel		700	
Social Security		2,032	
Pensions		3,755	
Medical Insurance		6,196	
Employer Medicare		475	
Data Processing Services		8,734	
Travel		1,834	
In Service/Staff Development		800	
Total Attendance			60,531

Health Services

Communication	\$	76	
Other Supplies and Materials		31,287	
In Service/Staff Development		3,225	
Other Charges		97,257	
Total Health Services			131,845

Other Student Support

Guidance Personnel	\$	203,716	
Secretary(ies)		8,167	
Other Salaries and Wages		87,106	
Social Security		18,095	
Pensions		26,911	
Medical Insurance		13,045	
Employer Medicare		4,232	
Evaluation and Testing		14,721	
Travel		627	
Other Contracted Services		3,576	
Other Charges		7,521	
Total Other Student Support			387,717

Regular Instruction Program

Supervisor/Director	\$	78,920	
Librarians		106,669	
Social Security		10,498	
Pensions		19,367	
Medical Insurance		29,177	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Regular Instruction Program (Cont.)

Employer Medicare	\$	2,455	
Travel		6,310	
Library Books/Media		23,041	
In Service/Staff Development		17,141	
Total Regular Instruction Program			\$ 293,578

Special Education Program

Supervisor/Director	\$	70,600	
Other Salaries and Wages		52,750	
Social Security		6,973	
Pensions		12,705	
Medical Insurance		17,842	
Employer Medicare		1,631	
Communication		427	
Contracts with Other Public Agencies		750	
Evaluation and Testing		1,462	
Postal Charges		99	
Travel		2,444	
Other Contracted Services		50,372	
Other Supplies and Materials		2,235	
In Service/Staff Development		2,064	
Other Charges		945	
Total Special Education Program			223,299

Technology

Supervisor/Director	\$	66,650	
Other Salaries and Wages		41,725	
Social Security		6,612	
Pensions		7,120	
Medical Insurance		5,426	
Employer Medicare		1,546	
Communication		444	
Maintenance and Repair Services - Equipment		30,696	
Internet Connectivity		90,797	
Travel		1,927	
Software		61,680	
Regular Instruction Equipment		29,740	
Total Technology			344,363

Board of Education

Board and Committee Members Fees	\$	5,450	
Social Security		338	
Employer Medicare		79	
Audit Services		11,356	
Dues and Memberships		9,946	
Rentals		15,000	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Board of Education (Cont.)

Travel	\$	3,697	
Other Contracted Services		3,035	
Liability Insurance		16,092	
Premiums on Corporate Surety Bonds		223	
Trustee's Commission		51,863	
Workers' Compensation Insurance		97,589	
Refund to Applicant for Criminal Investigation		2,644	
Other Charges		64,387	
Total Board of Education			\$ 281,699

Director of Schools

County Official/Administrative Officer	\$	121,388	
Assistant(s)		85,390	
Career Ladder Program		1,000	
Secretary(ies)		47,300	
Bonus Payments		2,750	
Social Security		14,741	
Pensions		24,792	
Medical Insurance		37,364	
Employer Medicare		3,448	
Communication		5,617	
Postal Charges		858	
Travel		2,450	
Other Contracted Services		6,092	
In Service/Staff Development		622	
Other Charges		2,884	
Total Director of Schools			356,696

Office of the Principal

Principals	\$	357,890	
Career Ladder Program		8,000	
Accountants/Bookkeepers		27,094	
Assistant Principals		340,900	
Secretary(ies)		111,383	
Bonus Payments		5,100	
Social Security		48,417	
Pensions		81,663	
Medical Insurance		102,512	
Employer Medicare		11,323	
Communication		13,350	
Dues and Memberships		1,800	
Postal Charges		3,070	
Other Contracted Services		39,000	
Office Supplies		4,651	
Total Office of the Principal			1,156,153

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Fiscal Services

Supervisor/Director	\$	40,500	
Clerical Personnel		40,883	
Social Security		4,142	
Pensions		5,347	
Medical Insurance		19,719	
Employer Medicare		969	
Data Processing Services		23,986	
Travel		1,721	
Office Supplies		4,102	
In Service/Staff Development		660	
Total Fiscal Services			\$ 142,029

Operation of Plant

Teachers	\$	1,655	
Custodial Personnel		271,520	
Social Security		15,456	
Pensions		16,034	
Medical Insurance		38,446	
Employer Medicare		3,615	
Other Contracted Services		62,250	
Electricity		330,134	
Natural Gas		97,525	
Water and Sewer		34,286	
Other Supplies and Materials		49,801	
Boiler Insurance		2,297	
Building and Contents Insurance		117,764	
Other Charges		5,458	
Plant Operation Equipment		2,245	
Total Operation of Plant			1,048,486

Maintenance of Plant

Maintenance Personnel	\$	190,664	
Social Security		10,865	
Pensions		11,071	
Medical Insurance		25,099	
Employer Medicare		2,541	
Communication		2,963	
Maintenance and Repair Services - Buildings		136,440	
Maintenance and Repair Services - Equipment		107,508	
Travel		952	
Other Supplies and Materials		48,967	
Other Charges		8,955	
Administration Equipment		50,232	
Maintenance Equipment		15,947	
Plant Operation Equipment		3,597	
Total Maintenance of Plant			615,801

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Transportation

Supervisor/Director	\$	36,005	
Mechanic(s)		48,200	
Bus Drivers		242,878	
Other Salaries and Wages		32,867	
Social Security		21,968	
Pensions		18,517	
Medical Insurance		7,258	
Employer Medicare		5,138	
Communication		3,427	
Maintenance and Repair Services - Vehicles		7,234	
Other Contracted Services		4,949	
Diesel Fuel		110,252	
Equipment and Machinery Parts		4,667	
Gasoline		19,614	
Lubricants		7,862	
Tires and Tubes		9,485	
Vehicle Parts		17,215	
Other Supplies and Materials		2,243	
Vehicle and Equipment Insurance		28,958	
Other Charges		13,730	
Transportation Equipment		153,343	
Total Transportation			\$ 795,810

Operation of Non-Instructional ServicesCommunity Services

Supervisor/Director	\$	6,808	
Teachers		122,522	
Educational Assistants		38,346	
Other Salaries and Wages		57,002	
Social Security		13,517	
Pensions		19,600	
Employer Medicare		3,161	
Travel		1,962	
Instructional Supplies and Materials		1,927	
Other Supplies and Materials		43,827	
Other Charges		302	
Total Community Services			308,974

Early Childhood Education

Supervisor/Director	\$	27,420	
Teachers		194,678	
Educational Assistants		79,600	
Social Security		16,146	
Pensions		28,106	
Medical Insurance		57,505	
Employer Medicare		3,776	

(Continued)

Exhibit J-8

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Communication	\$	427	
Instructional Supplies and Materials		700	
Other Supplies and Materials		2,650	
In Service/Staff Development		250	
Total Early Childhood Education			\$ 411,258

Capital Outlay

Regular Capital Outlay

Building Construction	\$	301,530	
Building Improvements		128,412	
Land		440	
Total Regular Capital Outlay			430,382

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	212,231	
Total Education			<u>212,231</u>

Total General Purpose School Fund \$ 16,113,572

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	373,921	
Educational Assistants		112,199	
Other Salaries and Wages		54,200	
Certified Substitute Teachers		2,175	
Social Security		30,389	
Pensions		47,300	
Medical Insurance		63,295	
Employer Medicare		7,108	
Instructional Supplies and Materials		28,720	
Other Supplies and Materials		4,201	
Other Charges		1,729	
Regular Instruction Equipment		14,594	
Total Regular Instruction Program			\$ 739,831

Special Education Program

Teachers	\$	214,374	
Educational Assistants		110,834	
Other Salaries and Wages		18,970	
Social Security		19,874	
Pensions		24,066	
Medical Insurance		36,215	
Employer Medicare		4,648	
Instructional Supplies and Materials		10,109	

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Software	\$	11,900	
Other Supplies and Materials		3,799	
Special Education Equipment		2,946	
Total Special Education Program			\$ 457,735

Career and Technical Education Program

Teachers	\$	3,233	
Social Security		200	
Pensions		286	
Employer Medicare		47	
Instructional Supplies and Materials		4,145	
Vocational Instruction Equipment		23,119	
Total Career and Technical Education Program			31,030

Support Services

Health Services

Supervisor/Director	\$	55,045	
Medical Personnel		90,518	
Bonus Payments		5,500	
Other Salaries and Wages		20,983	
Social Security		9,831	
Pensions		13,400	
Medical Insurance		18,315	
Employer Medicare		2,299	
Communication		12,139	
Travel		1,417	
Drugs and Medical Supplies		9,876	
Health Equipment		29,442	
Total Health Services			268,765

Other Student Support

Guidance Personnel	\$	63,387	
Secretary(ies)		11,433	
Social Security		4,423	
Pensions		5,438	
Medical Insurance		3,377	
Employer Medicare		1,034	
Travel		5,000	
In Service/Staff Development		11,284	
Total Other Student Support			105,376

Regular Instruction Program

Supervisor/Director	\$	39,730	
Bonus Payments		6,000	
Other Salaries and Wages		68,460	
Social Security		6,610	

(Continued)

Exhibit J-8

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Regular Instruction Program (Cont.)

Pensions	\$	11,538	
Medical Insurance		9,863	
Employer Medicare		1,546	
Other Contracted Services		72,800	
In Service/Staff Development		3,228	
Other Equipment		6,196	
Total Regular Instruction Program			\$ 225,971

Special Education Program

Supervisor/Director	\$	6,000	
Psychological Personnel		31,500	
Other Salaries and Wages		2,000	
Social Security		2,392	
Pensions		2,009	
Medical Insurance		3,299	
Employer Medicare		560	
Contracts with Other Public Agencies		5,274	
Total Special Education Program			53,034

Technology

Other Contracted Services	\$	2,915	
Total Technology			2,915

Transportation

Gasoline	\$	375	
Other Supplies and Materials		25,000	
Transportation Equipment		128,831	
Total Transportation			154,206

Operation of Non-Instructional ServicesFood Service

Cafeteria Personnel	\$	21,771	
Social Security		1,350	
Pensions		1,234	
Employer Medicare		316	
Food Supplies		742	
Food Service Equipment		70,000	
Total Food Service			95,413

Capital OutlayRegular Capital Outlay

Building Construction	\$	281,707	
Building Improvements		162,846	
Total Regular Capital Outlay			444,553

Total School Federal Projects Fund \$ 2,578,829

(Continued)

Exhibit J-8

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

Central Cafeteria FundOperation of Non-Instructional ServicesFood Service

Supervisor/Director	\$	59,849	
Accountants/Bookkeepers		11,717	
Cafeteria Personnel		393,572	
Other Salaries and Wages		4,605	
Social Security		26,478	
Pensions		26,305	
Medical Insurance		75,327	
Employer Medicare		6,192	
Communication		984	
Maintenance and Repair Services - Equipment		14,271	
Postal Charges		65	
Travel		1,480	
Other Contracted Services		27,734	
Food Supplies		502,123	
Office Supplies		1,100	
Uniforms		1,484	
USDA - Commodities		111,185	
Other Supplies and Materials		60,904	
Trustee's Commission		5	
In Service/Staff Development		303	
Other Charges		4,087	
Food Service Equipment		41,166	
Total Food Service			\$ 1,370,936

Total Central Cafeteria Fund \$ 1,370,936

School Transportation FundSupport ServicesBoard of Education

Trustee's Commission	\$	6,166	
Total Board of Education			\$ 6,166

Total School Transportation Fund 6,166

Internal School FundOperation of Non-Instructional ServicesCommunity Services

Other Charges	\$	551,072	
Total Community Services			\$ 551,072

Total Internal School Fund 551,072

Education Capital Projects FundOther Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	7,437	
Total Education			\$ 7,437

(Continued)

Exhibit J-8

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

<u>Education Capital Projects Fund (Cont.)</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Architects	\$ 187,331	
Building Improvements	5,235,161	
Communication Equipment	24,400	
Furniture and Fixtures	68,815	
Regular Instruction Equipment	123,941	
Site Development	250	
Other Equipment	9,870	
Other Capital Outlay	250	
Total Education Capital Projects		<u>\$ 5,650,018</u>
Total Education Capital Projects Fund		<u>\$ 5,657,455</u>
Total Governmental Funds - Crockett County School Department		<u><u>\$ 26,278,030</u></u>

Exhibit J-9

Crockett 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	City School ADA - Alamo Fund	City School ADA - Bells Fund	Total
Additions				
Current Property Tax	\$ 0	\$ 303,045	\$ 206,422	\$ 509,467
Discount on Property Taxes	0	(3,014)	(2,053)	(5,067)
Trustee's Collections - Prior Years	0	9,341	6,854	16,195
Trustee's Collections - Bankruptcy	0	69	47	116
Circuit/Clerk and Master Collections - Prior Years	0	3,797	2,586	6,383
Interest and Penalty	0	1,723	1,173	2,896
Local Option Sales Tax	779,475	214,223	147,420	1,141,118
Wheel Tax	0	12,153	8,255	20,408
Mixed Drink Tax	0	173	119	292
Marriage Licenses	0	164	112	276
Total Additions	\$ 779,475	\$ 541,674	\$ 370,935	\$ 1,692,084
Deductions				
Remittance of Revenues Collected	\$ 771,683	\$ 533,014	\$ 365,037	\$ 1,669,734
Trustee's Commission	7,792	8,660	5,898	22,350
Total Deductions	\$ 779,475	\$ 541,674	\$ 370,935	\$ 1,692,084
Excess of Cash Receipts Over (Under) Cash Disbursements	\$ 0	\$ 0	\$ 0	\$ 0
Net Position, July 1, 2021	0	0	0	0
Net Position, June 30, 2022	\$ 0	\$ 0	\$ 0	\$ 0

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

**Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in
Accordance with *Government Auditing Standards***

Independent Auditor's Report

Crockett County Mayor and
Board of County Commissioners
Crockett 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 Crockett County, Tennessee, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Crockett County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 10, 2022. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Crockett County School Department (a discretely presented component unit), as described in our report on Crockett County's financial statements. This report does not include the results of the other auditor's 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 Crockett 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 Crockett County's internal control. Accordingly, we do not express an opinion on the effectiveness of Crockett County's internal control.

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 were not identified. However, as described in the

accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be a material weakness and significant deficiencies.

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. We consider the following deficiency, described in the accompanying Schedule of Findings and Questioned Costs, to be a material weakness: 2022-004.

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. We consider the following deficiencies, described in the accompanying Schedule of Findings and Questioned Costs, to be significant deficiencies: 2022-002 and 2022-005(A).

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Crockett 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, 2022-003, 2022-005(B), 2022-006, and 2022-007.

Crockett County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Crockett County's responses to the findings identified in our audit, which are described in the accompanying Schedule of Findings and Questioned Costs. Crockett 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 Crockett 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

November 10, 2022

JEM/gc



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

Crockett County Mayor and
Board of County Commissioners
Crockett 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 Crockett 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 Crockett County's major federal programs for the year ended June 30, 2022. Crockett 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, Crockett 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 Crockett 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 not provide a legal determination of Crockett County's compliance with the compliance requirements referred to above.

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 Crockett 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 Crockett 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 Crockett 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 Crockett 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 Crockett 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 Crockett County, Tennessee, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Crockett County's basic financial statements. We issued our report thereon dated November 10, 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

November 10, 2022

JEM/gc

Crockett County, Tennessee, and the Crockett County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)
For the Year Ended June 30, 2022

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 483,424
National School Lunch Program	10.555	N/A	1,158,483 (6)
Fresh Fruit and Vegetable Program	10.582	N/A	5,830
COVID 19 - Pandemic EBT Administrative Costs Grant	10.649	N/A	3,063
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	111,185 (6)
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-22-70673-00	12,704
Total U.S. Department of Agriculture			<u>\$ 1,774,689</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program	14.228	(5)	\$ 2,460
Total U.S. Department of Housing and Urban Development			<u>\$ 2,460</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 423,933
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	453,671 (6)
COVID 19 - Special Education - Grants to States (ARP)	84.027	N/A	77,130 (6)
Special Education - Preschool Grants	84.173	N/A	13,456 (6)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173	N/A	6,367 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	41,788
Rural Education	84.358	N/A	43,265
Supporting Effective Instruction State Grant	84.367	N/A	30,327
Comprehensive Literacy Development	84.371	N/A	72,800
Student Support and Academic Enrichment Program	84.424	N/A	28,161
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund (ESSER GEER)	84.425C	N/A	5,000 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund (ESSER I)	84.425D	N/A	16,000 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund (ESSER II)	84.425D	N/A	525,565 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	634,949 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	825 (6)
Passed-through Humboldt City Schools:			
English Language Acquisition State Grants	84.365	N/A	4,592
Total U.S. Department of Education			<u>\$ 2,377,829</u>
Delta Regional Authority:			
Passed-through Northwest Tennessee Development District:			
Delta Area Economic Development	90.201	(5)	\$ 71,737
Total Delta Regional Authority			<u>\$ 71,737</u>

(Continued)

Crockett County, Tennessee, and the Crockett County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Passed-through Northwest Tennessee Development District:			
Aging Cluster: (4)			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	(5)	\$ 72,340
National Family Caregiver Support, Title III, Part E	93.052	(5)	6,427
Passed-through State Department of Health:			
Injury Prevention and Control Research and State and Community Based Programs	93.136	GG-22-70673-00	2,420
Family Planning Services	93.217	GG-22-70673-00	5,806
Preventive Health and Health Services Block Grant	93.991	GG-22-70673-00	8,835
Maternal and Child Health Services Block Grant to the States	93.994	GG-22-70673-00	1,998
Passed-through State Department of Education:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) (ARP)	93.323	(5)	470,980
COVID 19 - Temporary Assistance for Needy Families	93.558	(5)	38,469 (6)
Passed-through Save the Children:			
Temporary Assistance for Needy Families	93.558	(5)	121,822 (6)
Total U.S. Department of Health and Human Services			<u>\$ 729,097</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(5)	\$ 34,212
Homeland Security Grant Program	97.067	(5)	5,002
Total U.S. Department of Homeland Security			<u>\$ 39,214</u>
Total Federal Awards			<u>\$ 4,995,026</u>

<u>State Grants</u>		Contract Number	
Juvenile Court State Supplement Funds - State Department of Children's Services	N/A	(5)	\$ 13,500
Homemaker and Personal Care Services - Northwest Tennessee Development District	N/A	(5)	39,486
Litter Grant Program - State Department of Transportation	N/A	(5)	33,527
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(5)	39,426
Mental Health Transport - State Department of Finance and Administration	N/A	(5)	5,104
Local Health Services- State Department of Health	N/A	GG-22-70673-00	61,649
State Direct Appropriations Grant FY 2021 - State Department of Finance and Administration	N/A	(5)	315,118
Fasttrack Economic Development Program - State Department of Economic and Community Development	N/A	(5)	100,000
Coordinated School Health - State Department of Education	N/A	(5)	90,000
Healthy Students, Stronger Learners - State Department of Education	N/A	(5)	12,809
Family Resource Centers - State Department of Education	N/A	(5)	24,869
Safe Schools - State Department of Education	N/A	(5)	51,732
COVID 19 - Summer Learning Camp - State Department of Education	N/A	(5)	50,505
COVID 19 - Bridge Camp - State Department of Education	N/A	(5)	20,826
COVID 19 - Stream Mini Camps - State Department of Education	N/A	(5)	12,734
COVID 19 - Summer Learning Transportation - State Department of Education	N/A	(5)	19,656
Lottery for Education: After School Programs - State Department of Education	N/A	(5)	142,218
Voluntary Pre-K - State Department of Education	N/A	(5)	322,443
Youth Risk Behavior Survey - State Department of Education	N/A	(5)	2,400
Custody Prevention - State Department of Children's Services	N/A	(5)	61,210
Total State Grants			<u>\$ 1,419,212</u>

(Continued)

Crockett County, Tennessee, and the Crockett County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

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) Crockett County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.

(3) No amounts (\$0) were passed-through to subrecipients.

(4) Child Nutrition Cluster total \$1,758,992; Special Education Cluster total \$550,624; Aging Cluster total \$72,340.

(5) Information not available.

(6) Total for FAL No. 10.555 is \$1,269,668; Total for FAL No. 84.027 is \$530,801; Total for FAL No. 84.173 is \$19,823;

Total for FAL No. 84.425 is \$1,182,339; Total for FAL No. 93.558 is \$160,291.

(7) The following amounts were consolidated for administration purposes:

Program Title	Federal Assistance Listing Number	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 44,812
Rural Education	84.358	595
Supporting Effective Instruction State Grant	84.367	3,744
Student Support and Academic Enrichment Program	84.424	2,861
Total amounts consolidated for administration purposes		<u>\$ 52,012</u>

Crockett 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 Financial Report for Crockett 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
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OFFICE OF COUNTY MAYOR

2021	189	2021-001	Competitive bids were not solicited for the purchase of a truck.	N/A	Corrected
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OFFICE OF DIRECTOR OF SCHOOLS

2021	190	2021-002	The office had deficiencies in budget operations.	N/A	Not Corrected - See Explanation on Corrective Action Plan
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2021	191	2021-003	The School Federal Projects Fund had a cash overdraft of \$366,344 at June 30, 2021.	N/A	Corrected
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OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

2021	191	2021-004	Unclaimed funds were not reported and paid to the state.	N/A	Not Corrected - See Explanation on Corrective Action Plan
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Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

CROCKETT 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 Crockett County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **YES**
 - * 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 Program:
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

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 COUNTY MAYOR

FINDING 2022-001

ACCOUNTING RECORDS WERE NOT CLOSED AND AVAILABLE FOR AUDIT BY AUGUST 31, 2022 (Noncompliance Under *Government Auditing Standards*)

Accounting records were not closed and available for audit by August 31, 2022, as required by Section 9-2-102, *Tennessee Code Annotated*. This statute requires a county have their records available for audit no later than two months after the close of their fiscal year. The accounting records were closed and available for audit on September 22, 2022. This deficiency can be attributed to a lack of management oversight. The failure to close accounting records on a current basis diminishes the usefulness of the financial records as a management tool, results in the loss of budgetary and accounting controls, and increases the risk that errors will not be discovered and corrected timely.

RECOMMENDATION

Management should ensure all accounting records for the fiscal year ended June 30 are available for audit by the following August 31, as required by state statute.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

I concur with this finding. Crockett County will work to ensure that all account records are available for audit by August 31 following each fiscal year.

FINDING 2022-002

THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES (Internal Control – Significant Deficiency Under *Government Auditing Standards*)

As part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 57 disbursements totaling \$338,279 from a population of 2,388 vendor checks totaling \$6,721,430. Our examination revealed the following deficiencies, which are the result of a lack of management oversight and a lack of understanding of internal controls and sound business practices.

- A. In three of 12 applicable instances, purchase orders were not issued properly. Purchase orders are necessary to control who has purchasing authority for the county and to document purchase commitments. The failure to issue purchase orders properly increases the risks of unauthorized purchases.
- B. In eight of 56 applicable instances, proper documentation was not on file to support the purchase. Sound business practices dictate that proper documentation should be on file to support all purchases. The absence of proper documentation increases the risks of fraud and unauthorized purchases.

RECOMMENDATION

Purchase orders should be issued for all applicable purchases before purchases are made to strengthen internal controls over purchasing procedures and to document purchasing commitments. Adequate documentation should be maintained to support all purchases.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

I concur with this finding. Crockett County will work to ensure that purchase orders are properly issued and approved prior to the purchase being made and to ensure that adequate supporting documentation is on file for all purchases.

FINDING 2022-003

OPERATIONS OF THE COUNTY MAYOR'S OFFICE ARE CURRENTLY BEING INVESTIGATED (Noncompliance Under *Government Auditing Standards*)

An investigation by the Comptroller's Division of Investigations, is ongoing in the Crockett County Mayor's Office. Findings, if any, resulting from the investigation will be included in a subsequent report.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2022-004

THE GENERAL PURPOSE SCHOOL, SCHOOL FEDERAL PROJECTS, AND SCHOOL TRANSPORTATION FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION (Internal Control – Material Weakness Under *Government Auditing Standards*)

At June 30, 2022, certain general ledger account balances in the General Purpose School, School Federal Projects, and School Transportation funds were not materially correct, and audit adjustments totaling \$446,893, \$175,021, and \$56,357, respectively, were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the school department to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the department's financial reporting system did not prevent, detect, or correct potential

misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the school department has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

Management should have appropriate processes in place to ensure its general ledgers are materially correct.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

I concur with this finding. The school department will work to ensure the financial statements are materially correct.

FINDING 2022-005

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

(A. – Internal Control – Significant Deficiency Under *Government Auditing Standards*; B. – Noncompliance Under *Government Auditing Standards*)

Our examination revealed several deficiencies in budget operations of the office. These deficiencies exist because management failed to hold spending to limits authorized by the county commission, which resulted in unauthorized expenditures; failed to provide sufficient oversight; failed to correct the finding noted in the prior-year audit report; and failed to implement their corrective action plan.

- A. Several budget amendments were posted in the General Purpose School Fund that were not approved by the county commission. Accurate budgetary statements are necessary to provide county officials and departments with available spending limits. We have recognized only those budget amendments approved by the county commission in the financial statements of this report.
- B. Salaries exceeded appropriations in 20 of 56 salary line-items of the General Purpose School Fund by amounts ranging from \$100 to \$18,878 and in one of 25 salary line-items of the School Federal Projects Fund by \$11,433. The budget resolution approved by the county commission states that the salary, wages, or enumeration of each official, employee, or agent of the county will not exceed appropriations that accompany this resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the county commission.

Section 5-9-401, *Tennessee Code Annotated*, states that “All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs for the various departments, commissions, institutions, boards, offices, and agencies of county governments shall be appropriated to such use by the county legislative bodies.”

RECOMMENDATION

Budget amendments should be posted to the accounting records only after approval by the county commission. Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

I concur with this finding. The school department will work towards having approvals from our Board of Education and the county commission before the budget amendments are posted. The school department will work on monitoring expenditures monthly to make sure they are being held within appropriations approved by the county commission.

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

FINDING 2022-006

UNCLAIMED FUNDS WERE NOT REPORTED AND PAID TO THE STATE

(Noncompliance Under *Government Auditing Standards*)

The clerk did not report and pay to the state unclaimed funds (old outstanding checks) totaling \$10,313. At June 30, 2022, Circuit Court had 32 outstanding checks totaling \$4,006, General Sessions Court had 66 outstanding checks totaling \$5,044, and Juvenile Court had 15 outstanding checks totaling \$1,263 that were issued between June 20, 2016 and June 18, 2020. The Unclaimed Property Act, Section 66-29-101, et seq., *Tennessee Code Annotated*, provides that any funds held by the office for more than one year and unclaimed by the owner are considered abandoned. This statute further provides for the funds to be reported and paid to the state Treasurer's Office. This deficiency is the result of management's failure to correct the finding noted in the prior-year audit report and the failure to implement their corrective action plan.

RECOMMENDATION

The office should report and pay to the state unclaimed funds held for more than one year as required by state statute.

MANAGEMENT'S RESPONSE – CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

I concur with this finding. Every effort possible will be made to turn over the remainder of the outstanding checks to the state by the next audit.

OFFICES OF TRUSTEE; COUNTY CLERK, CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK; CLERK AND MASTER, REGISTER OF DEEDS; AND SHERIFF

FINDING 2022-007

OFFICIALS DID NOT OBTAIN A LETTER OF AGREEMENT OR COURT DECREE TO AUTHORIZE DEPUTY HIRES

(Noncompliance Under *Government Auditing Standards*)

The trustee; county clerk; circuit, general sessions, and juvenile courts clerk; clerk and master; register of deeds; and sheriff did not obtain a letter of agreement or file suit in Circuit or Chancery Court authorizing the number and salaries of deputies. Section 8-20-101, *Tennessee Code Annotated*, requires the officials to enter into a letter of agreement with the county mayor concerning the number and the salaries of deputies or to file suit in Circuit or Chancery Court. This noncompliance is the result of management oversight.

RECOMMENDATION

Officials should obtain a letter of agreement with the county mayor or petition Circuit or Chancery Court for the number and salaries of deputies as required by state statute.

MANAGEMENT'S RESPONSE – TRUSTEE

I concur with this finding. I failed to file a letter of agreement for deputy salaries. This was mistakenly overlooked and will be corrected in the future.

MANAGEMENT'S RESPONSES – COUNTY CLERK; CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK; CLERK AND MASTER; REGISTER OF DEEDS; AND SHERIFF

We concur with this finding. A letter of agreement with the county mayor will be obtained or the court will be petitioned.

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.

Crockett 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.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF COUNTY MAYOR

2022-001	Accounting records were not closed and available for audit by August 31, 2022.	202
2022-002	The office had deficiencies in purchasing procedures.	203

OFFICE OF DIRECTOR OF SCHOOLS

2022-004	The General Purpose School, School Federal Projects, and School Transportation funds required material audit adjustments for proper financial statement presentation.	204
2022-005	The office had deficiencies in budget operations.	204

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

2022-006	Unclaimed funds were not reported and paid to the state.	208
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OFFICES OF TRUSTEE; COUNTY CLERK; CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK; CLERK AND MASTER; REGISTER OF DEEDS; AND SHERIFF

2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires - trustee.	206
2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires - county clerk.	207
2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires - circuit, general sessions, and juvenile courts clerk.	208
2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires - clerk and master.	210
2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires - register of deeds.	211
2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires - sheriff.	212



Corrective Action Plan

FINDING: **ACCOUNTING RECORDS WERE NOT CLOSED AND AVAILABLE FOR AUDIT BY AUGUST 31, 2022**

Response and Corrective Action Plan Prepared by:
Gary Reasons, County Mayor

Person Responsible for Implementing the Corrective Action:
Gary Reasons, County Mayor

Anticipated Completion Date of Corrective Action:
August 31, 2023

Repeat Finding:
No

Planned Corrective Action:
Crocket County will work to ensure that all accounting records are available for audit by August 31 following each fiscal year.



FINDING: **THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES**

Response and Corrective Action Plan Prepared by:

Gary Reasons, County Mayor

Person Responsible for Implementing the Corrective Action:

Gary Reasons, County Mayor

Anticipated Completion Date of Corrective Action:

June 30, 2023

Repeat Finding:

No

Planned Corrective Action:

Crocket County will work to ensure that purchase orders are properly issued and approved prior to the purchase being made and to ensure that adequate supporting documentation is on file for all purchases.

Signature:



Crockett County Schools

102 North Cavalier Drive
Alamo, Tennessee 38001
731-696-2604 Phone / 731-696-4734 Fax
www.crockettcava.net

DIRECTOR OF SCHOOLS
Phillip A. Pratt

ASSISTANT DIRECTOR
Jared Foust

Corrective Action Plan

FINDING: THE GENERAL PURPOSE SCHOOL, SCHOOL FEDERAL PROJECTS, AND SCHOOL TRANSPORTATION FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION

Response and Corrective Action Plan Prepared by:
Phillip A. Pratt, Director of Schools

Person Responsible for Implementing the Corrective Action:
Phillip A. Pratt, Director of Schools

Anticipated Completion Date of Corrective Action:
June 30, 2023

Repeat Finding:
No

Planned Corrective Action:
The school department will work to ensure the financial statements are materially correct.

FINDING: THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:
Phillip A. Pratt, Director of Schools

Person Responsible for Implementing the Corrective Action:
Phillip A. Pratt, Director of Schools

Anticipated Completion Date of Corrective Action:
June 30, 2023

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
We did not monitor the budget and amendments as closely as planned.

Planned Corrective Action:

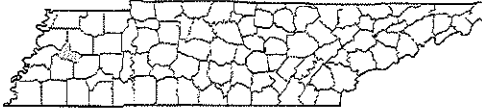
The school department will work towards having approvals from our Board of Education and the County Commission before the budget amendments are posted. The school department will work on monitoring expenditures monthly to make sure they are being held within appropriations approved by the County Commission.

Signature: _____

Philip A. B...

Gary Spraggins
Crockett County Trustee

13 North Court
Alamo, Tn. 38001
(731) 696-5454 Phone
(731) 696-5821 Fax
trustee@cctrustee.com



Deputy Trustee's
Connie Hardin
Lindsay Lewis

November 2, 2022

Prepared by:
Gary Spraggins
Crockett County Trustee

Responsible Person:
Gary Spraggins
Crockett County Trustee

Finding:
The Trustee did not Obtain a Letter of Agreement or Court Decree to Authorize Deputy Hiress

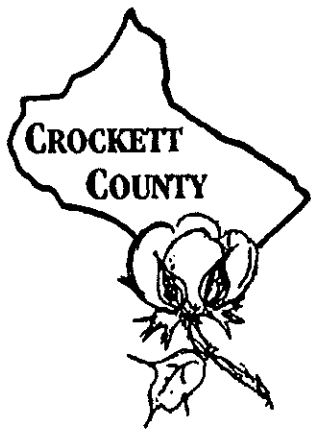
Corrective Action:
I Concur with this finding.
The Trustee failed to file a Letter of Agreement for the Deputies salaries. This was mistakenly overlooked, and will be corrected in the future.

The Letter of Agreement for Deputies salaries have be filed with the Clerks office and copy provided to County Mayor's Office.

A handwritten signature in cursive script that reads "Gary Spraggins".

Gary Spraggins
Crockett County Trustee





DANA BRANCH

COUNTY CLERK

1 SOUTH BELLS ST. - SUITE 1
ALAMO, TENNESSEE 38001
731-696-5452

Corrective Action Plan

FINDING:

THE COUNTY CLERK DID NOT OBTAIN A LETTER OF AGREEMENT OR COURT DECREE TO AUTHORIZE DEPUTY HIRES

Response and Corrective Action Plan Prepared by:
Dana Branch, County Clerk

Person Responsible for Implementing the Corrective Action:
Dana Branch, County Clerk

Anticipated Completion Date of Corrective Action:
2023 Salary Agreement filed on September 19, 2022

Repeat Finding:
No

Planned Corrective Action:
A letter of agreement with the county mayor will be obtained or the court will be petitioned.

Signature: Dana Branch

Circuit Judge
Clayburn Peoples

General Session Judge
Paul B. Conley, III

District Attorney
Garry Brown

KIM KAIL
Circuit & General Sessions Clerk
1 South Bells St., Suite 6
Alamo, TN 38001

Office Phone:
731-696-5462

Fax:
731-696-2605

Corrective Action Plan

FINDING: UNCLAIMED FUNDS WERE NOT REPORTED AND PAID TO THE STATE

Response and Corrective Action Plan Prepared by:
Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Person Responsible for Implementing the Corrective Action:
Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Anticipated Completion Date of Corrective Action:
June 30, 2023

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
Some of the outstanding checks go back several years. It is going to require me going to the county's storage building to locate the boxes that contain the check stubs in that series of check numbers so that a name can be attached to the checks. My plan was to try to reduce or completely turn over all outstanding checks before the next audit. However, lack of time and increasing demands of this office prevented me from completing this.

Planned Corrective Action:
My plan is to continue to make every effort possible to turn over the remainder of the outstanding checks to the State by the next audit.

FINDING: THE CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK DID NOT OBTAIN A LETTER OF AGREEMENT OR COURT DECREE TO AUTHORIZE DEPUTY HIRES

Response and Corrective Action Plan Prepared by:
Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Person Responsible for Implementing the Corrective Action:
Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Anticipated Completion Date of Corrective Action:
June 30, 2023

Repeat Finding:

No

Planned Corrective Action:

A letter of agreement with the county mayor will be obtained or the court will be petitioned.

Signature:

Kim Lail

James Stephenson
Clerk and Master
Crockett County Courthouse
1 S. Bells St., Suite 5
Alamo, Tennessee 38001

Phone 731-696-5458

Fax 731-696-3028

Corrective Action Plan

FINDING: THE CLERK AND MASTER DID NOT OBTAIN A LETTER
OF AGREEMENT OR COURT DECREE TO AUTHORIZE
DEPUTY HIRES

Response and Corrective Action Plan Prepared by:
James Stephenson, Clerk and Master

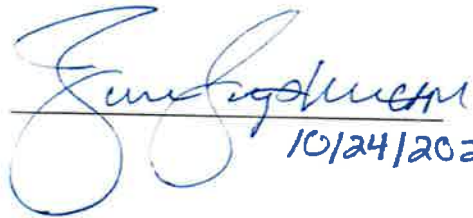
Person Responsible for Implementing the Corrective Action:
James Stephenson, Clerk and Master

Anticipated Completion Date of Corrective Action:
Date 08/01/2022

Repeat Finding:
No

Planned Corrective Action:
A letter of agreement with the county mayor will be obtained or the court will be petitioned.

Signature:


10/24/2022



ALAN CASTELLAW
Register

Register of Deeds

Telephone
(731) 696-5455

ALAN CASTELLAW REGISTER
CROCKETT COUNTY COURTHOUSE
1 S. BELLS STREET, SUITE 2
ALAMO, TN 38001

Corrective Action Plan

FINDING:

THE REGISTER OF DEEDS DID NOT OBTAIN A LETTER OF AGREEMENT OR COURT DECREE TO AUTHORIZE DEPUTY HIRES

Response and Corrective Action Plan Prepared by:

Alan Castellaw, Register of Deeds

Person Responsible for Implementing the Corrective Action:

Alan Castellaw, Register of Deeds

Anticipated Completion Date of Corrective Action:

Date 8-15-2022

Repeat Finding:

No

Planned Corrective Action:

A letter of agreement with the county mayor will be obtained or the court will be petitioned.

Signature:

Alan Castellaw 8-15-22

TROY NEAL KLYCE
SHERIFF OF CROCKETT COUNTY

~::~~

Phone: (731) 696-2104
Fax: (731) 696-2030
899 S. Cavalier Dr.
ALAMO, TENNESSEE 38001

Corrective Action Plan

**FINDING: THE SHERIFF DID NOT OBTAIN A LETTER OF
AGREEMENT OR COURT DECREE TO AUTHORIZE
DEPUTY HIRES**

Response and Corrective Action Plan Prepared by:
Troy Klyce, Sheriff

Person Responsible for Implementing the Corrective Action:
Troy Klyce, Sheriff

Anticipated Completion Date of Corrective Action:
June 30, 2023

Repeat Finding:
No

Planned Corrective Action:
A letter of agreement with the county mayor will be obtained or the court will be petitioned.

Signature: 

BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Crockett County.

CROCKETT COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING

Crockett County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. We recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.