

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT
RUTHERFORD COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2022**



DIVISION OF LOCAL GOVERNMENT AUDIT



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

LISA NOLEN, CPA, CGFM
DIRECTOR OF FINANCE
RUTHERFORD COUNTY, TENNESSEE

Independent Audit Performed by:

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

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

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

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

RUTHERFORD COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following is a summary of the audit findings:

OFFICE OF DIRECTOR OF FINANCE

- ◆ The finance department fell victim to fraudulent schemes resulting in a loss of \$32,893.
- ◆ The Clerk and Master was paid in excess of the amount set by state statute.

OFFICE OF COUNTY CLERK

- ◆ Excess fees were not reported and paid to the county in compliance with state statutes.
- ◆ Rutherford's County Clerk's Office is currently under investigation.

INTRODUCTORY SECTION



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

LETTER OF TRANSMITTAL

November 18, 2022

To the County Mayor, Board of County Commissioners, and Citizens
Of Rutherford County, Tennessee

The Annual Comprehensive Financial Report (ACFR) of Rutherford County, Tennessee, for the year ended June 30, 2022, is hereby submitted as required by state statutes. These statutes require that all local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit, or by independent public accountants within six months of the close of each fiscal year. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report of Rutherford County. This report was prepared by the County's Finance Department in conjunction with the above state agency.

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

The goal of the independent audit was to provide reasonable assurance that the financial statements of Rutherford County, for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The financial statements of Rutherford County have been audited by the State of Tennessee's Comptroller of the Treasury, Division of Local Government Audit. The independent

auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the financial statements of Rutherford County, for the fiscal year ended June 30, 2022, that are fairly presented in accordance with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

Profile of the Government

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

Rutherford County operates under Chapter 49, Private Acts of 1979, as amended. This legislation is specific only to Rutherford County and governs the authorities, responsibilities, and day-to-day operations of the Finance Department. The finance director reports directly to the County Commission and is responsible for establishing and maintaining an accounting system for all funds of the County in accordance with generally accepted accounting principles. The appropriated budget is prepared by fund, function (e.g., public safety), and department (e.g., sheriff). A formal budget is adopted annually by the County Commission and is reviewed daily by the Finance Department for compliance. No appropriation made by the County Commission may be legally exceeded, except by resolution of the full commission. The County Commission's budgetary control is at the major category level as defined by the County Uniform Chart of Accounts, prescribed by the Tennessee State Comptroller's Office. Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General and Other General Government funds, this comparison is presented on Exhibits C-5 and C-6. For governmental funds with appropriated annual budgets, other than the General and Other General Government funds, the information is presented on Exhibits G-3 through H.

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

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

ECONOMIC CONDITION

Local Economy

The strength of the Rutherford County economy can be attributed to our diversity. The County's strong economy in turn attracts a growing population. Rutherford County continues to be recognized as one of the fastest growing counties in America. The citizenry has grown to 352,182 per the 2021 Census Bureau's estimate which is 34.1% above the 2011 Census Bureau estimate and 93.5% above the 2001 Census estimate.

The County's largest manufacturing employers include Nissan USA, Ingram Content Group, Asurion, Bridgestone, Adient, Schneider Electric, and General Mills. While manufacturing is one of the County's strongest economic segments, distribution, transportation, and other service-related industries are also large contributors to the strength of the economy. Tennessee's second largest state university with an enrollment of approximately 22,000, a regional veteran's facility with 347 hospital beds and 245 long-term care beds, a call center for Verizon Wireless, a call center for the Veteran's Administration, and numerous other companies are all located in Rutherford County. The employees of the south-central regional office for State Farm Insurance continue to work remotely. The County also benefits from being within a day's drive of 75 percent of the nation's markets and only minutes from three major interstates. Nissan, with approximately 8,500 employees from throughout the region, is a major employer in the County. The Nissan Vehicle Assembly Plant in Smyrna was opened in 1983. Nissan has reportedly invested over \$6.4 billion in manufacturing facilities. The Smyrna plant is located on over 884 acres and the facility covers over 5.9 million square feet. The plant capacity is over 640,000 vehicles per year. Currently, the Nissan plant produces the Maxima, Murano, Pathfinder, Leaf, Infiniti QX60 and the Rogue.

The economic base in the County continues to grow. Steel Technologies added 112 jobs and \$59 million of investment at its Smyrna plant. Smyrna is in the middle of several major infrastructure improvements: the widening of both Jefferson Pike & Sam Ridley Parkway and a new road with improved utilities for the Smyrna airport which will allow for additional airside property to attract new companies.

Ascend Federal Credit Union opened a new Operations Center in Murfreesboro's Gateway District bringing up to 100 new jobs. In June 2022, BJ's Wholesale Club, a Northeast-based wholesale club, broke ground in LaVergne for a building consisting of 110,000 square feet of retail space. In August 2022, Minnesota-based McNeilus Truck and Manufacturing, Inc., an Oshkosh Corporation company, announced that they will be investing more than \$50 million to expand its manufacturing presence in Murfreesboro. McNeilus is finalizing provisions to occupy a new facility which will bring 230 new jobs to the area over the next five years.

Murfreesboro welcomed numerous new small businesses, construction projects, and started on a One East College infill downtown development project which is expected to vitalize downtown Murfreesboro to have more foot traffic.

Like the nation and the State of Tennessee, Rutherford County's unemployment rate has decreased over the course of the fiscal year. As of June 2022, Rutherford County had a labor force of 199,233 with 192,600 employed resulting in a 3.3 percent unemployment rate. Based on the unemployment data reported by the Tennessee Department of Labor and Workforce Development for June 2022, Rutherford County's unemployment rate was below the state's average of 3.5 percent and below the national average of 3.6 percent. These rates are lower than the June 2021 rates, which were reported as 4.5 percent for the county, 5.6 percent for the state, and 6.1 percent for the country.

Using the local option sales tax revenue received by the General Purpose School Fund as another economic indicator for the County, since all local sales tax includes an education component, it's interesting to note during FY 2022 this revenue component increased 17.64 percent over the prior year to \$95.7 million. Rutherford County Board of Education depends on the education component of the local option sales tax to provide 20.8 percent of its income for the fiscal year.

Rutherford County had a major impact on tourism numbers in the Volunteer State last year. According to the state, the annual amount of money spent by visitors to Rutherford County increased by 34% between 2020 and 2021. A total of \$634 million was spent by guests in Rutherford County in 2021, which is \$162 million more than 2020. Of the money spent locally, 31% went to the food and beverage industry, 29% was spent on transportation, 20% was used for lodging, 11% was spent in local retail stores and the remaining 8% was used for recreation.

Major Initiatives

Schools: Major financial pressures continue because of the very high population growth rate being experienced by Rutherford County. The most significant impact of this growth is the demand for additional capital investment. As expected, school enrollment increased by 1,943 students from the prior year. The prior year was unusual for the County's school system dealing with closures and remote learning related to the pandemic, which resulted in a reduction of 162 students. Tennessee statutes mandate to counties the primary responsibility for elementary and secondary education. Education is the largest single major expenditure function of the county.

In April 2022, the Commission approved funding of \$5.7 million for the design for five high school additions to include: Riverdale, Smyrna, Oakland, LaVergne and Blackman. While not authorizing the funding, the commission voted in June 2022 to support funding of up to \$136 million for these additions. However, resulting from the August 2022 election, nine new members joined the Rutherford County Board of Commissioners in September 2022. In addition, construction bids for the projects were expected by the fall 2022, but that process has been delayed until Spring 2023. Even with the additions to the high schools, the Board of Education determined it will need more elementary and middle schools within the next five years if growth continues.

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

such as: technology and management options for the future solid waste management system; who the solid waste management system should serve; how the system should be implemented; and, how the system will be administered. In February 2018, at its final meeting, the SWAC endorsed the organizational option of creating a solid waste management authority under the Tennessee Solid Waste Authority Act of 1991. At the same meeting the SWAC recommended the solid waste authority pursue two management options. The first being a plan to extend the available time for disposing of waste at the Middle Point landfill, delaying closure and the loss of economic benefits (referred to as Middle Point 2.0). The second was the idea to develop two transfer stations in the County allowing waste and recyclables to be consolidated and better marketed for disposal or processing (referred to as Max-Flex system). In April 2018, the Rutherford County Commission dismissed the recommendation for Middle Point 2.0 and tabled a decision regarding the recommendation for the creation of an Authority but requested additional information regarding the Max-Flex system. During the 2018-2019 fiscal year, key decision makers visited many solid waste and recycle facilities across the country and within Tennessee. During 2019-2020, many companies proposed various ideas for waste disposal and recycling efforts in response to a request for information issued by the County in June 2020. Based on the gathered information, the County engaged Caldwell Environmental Solutions, LLC in November 2020 to assist with a request for proposal process. As a result, nine companies responded and have presented their proposals to the Public Works Committee. In October 2022, the commission authorized \$200 thousand for the design and engineering of a transfer station.

Long-term Financial Planning and Relevant Financial Policies

On June 27, 2022, the County Commission agreed to use nearly \$21,169 of the unassigned fund balance to fund the General Fund operations for the 2022-2023 fiscal year. After the assignment, as of June 30, 2022, the unassigned fund balance in the General Fund totaled \$53,240 million which was 38.6% of the actual 2021-2022 General Fund expenditures and other financing uses and is 37.8% of the 2022-2023 original General Fund appropriations. This exceeds the amount set by policy (15%). According to the commission's policy, the excess is available to cover revenue shortfalls, unanticipated expenditures, and to ensure stable tax rates.

To better serve the needs of the commission and the public, the commission has reviewed the County's policy concerning the fund balance in the General Debt Service Fund. The policy requires the finance director to determine or estimate the principal and interest requirements of the County and recommend sources of revenues to meet those actual or projected requirements. Additionally, the policy of the County requires that at the beginning of each fiscal year, the County will maintain an adequate amount in cash or investments in the General Debt Service Fund that is conservatively calculated to meet (1) cash flow needs, (2) budgeting contingencies, (3) emergency contingencies, (4) variable rate volatility contingencies, and (5) future forecasted needs. The ending fund balance of the General Debt Service Fund meets the debt service fund balance policy.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2021. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, the County had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. Rutherford County has received the Certificate of Achievement for 26 consecutive fiscal years. We believe that our current ACFR continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department during the past fiscal year. They are Mark Tucker, Teresa Jolly, Linda Godsey, Chrissi Caruthers, Reba Carleton, Sharon Richards, Susan Thompson, Jennifer Henson, Scott Magner, Lisa Boulanger, Kierstie Jensen, Patricia Newcomb, Denise Terranova, Vicki Newman, Gina Lennon, and Ray Lane. I would also like to thank the staff of the County's Office of Information Technology for keeping our accounting system operational. Credit should also be given to the County Mayor and the governing body for their interest and support in planning and conducting the operations of Rutherford County government in a responsible and progressive manner.

The Rutherford County Finance Department was established in 1979 by Private Act. In August 2022, the Rutherford County Commission appointed and welcomed Michael Smith, CPA, as the county's fourth finance director.

Sincerely,

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

Lisa A. Nolen, CPA, CGFM
Finance Director (emeritus)
June 2003 – August 2022



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Rutherford County
Tennessee**

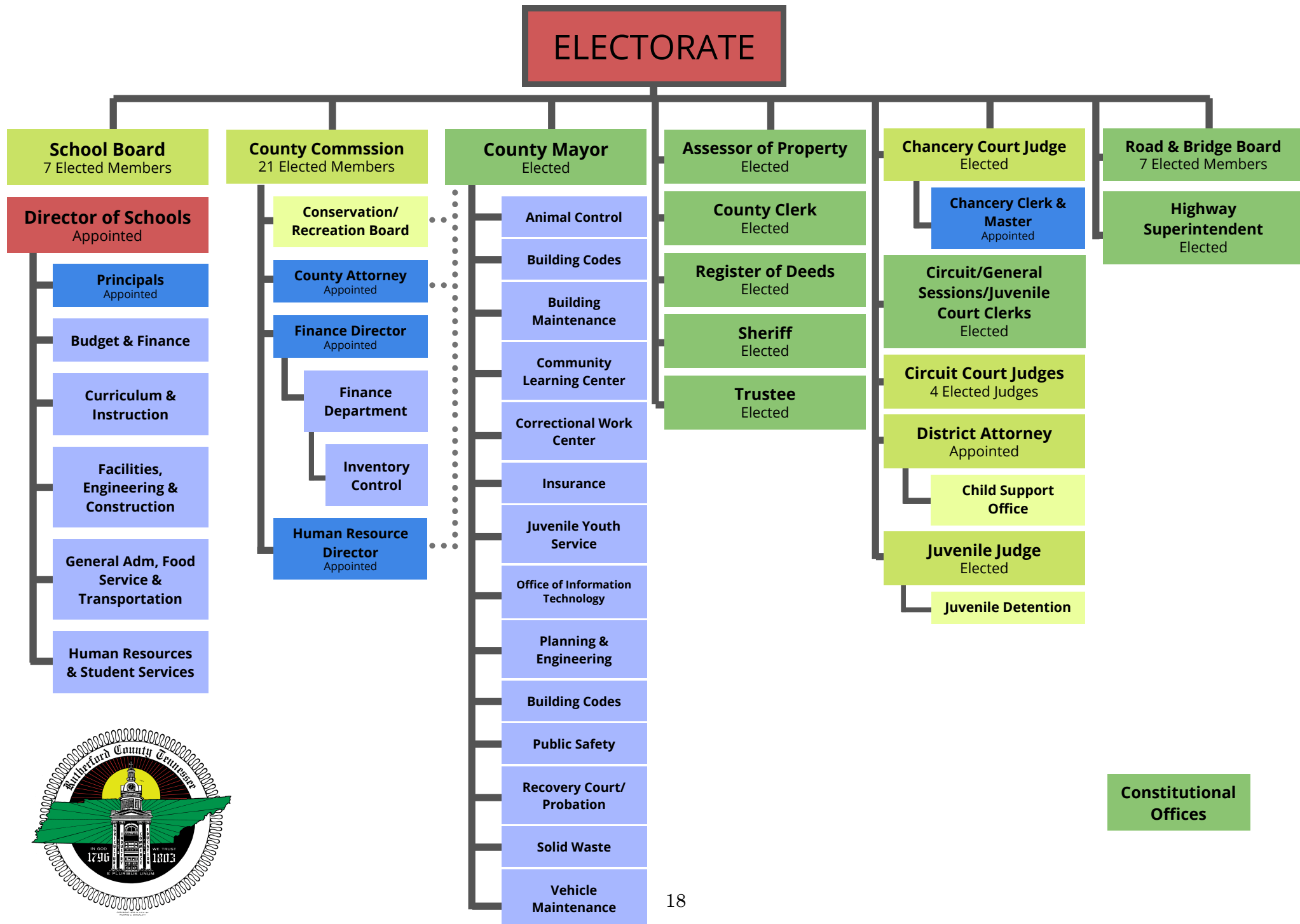
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

Rutherford County Government Organizational Chart



Rutherford County Officials

June 30, 2022

Officials

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

Board of County Commissioners

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

Highway Commissioners

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

(Continued)

Rutherford County Officials (Cont.)

Board of Education

Tiffany Johnson, Chairman
Sheila Bratton
Clair Maxwell
Tammy Sharp

Jim Estes
Tim Holden
Coy Young

Audit Committee

Robert Coggin, Chairman
Claire Maxwell
William Dix
Joe Gourley

Mark Lee
Robert Stevens
Barbara Sutton

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the 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 Rutherford 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 Rutherford County, Tennessee, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Other General Government funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the discretely presented Community Care of Rutherford County, Inc., which represent .75 percent, .65 percent, and 1.95 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Also, we did not audit the financial statements of the discretely presented Rutherford County Emergency Communications District, which represent .79 percent, 1.20 percent, and .46 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. We did not audit the financial statements of the Internal School Fund of the Rutherford County School Department (a discretely presented component unit), which represent 0.73 percent, 1.15 percent, and 2.3 percent, respectively, of the assets, net position, and revenues of the discretely presented Rutherford County School Department. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for Community Care of Rutherford County, Inc., Rutherford County Emergency

Communications District and the Internal School Fund of the Rutherford County School Department, are based solely on the reports 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedules of changes in the county's and school department's net pension liability(asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB liability and related ratios as listed 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 Rutherford County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Rutherford County School Department (a discretely presented

component unit), 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 Rutherford County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

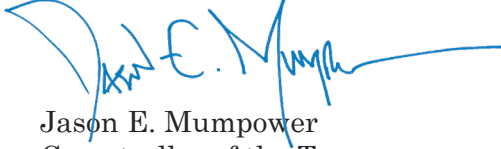
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated.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

Other Reporting Requirements by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2022, on our consideration of Rutherford County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and

compliance and the results of that testing, and not to provide an opinion on the effectiveness of Rutherford County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Rutherford County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 18, 2022

JEM/tg

**Rutherford County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2022**

As management for Rutherford County, Tennessee, we offer readers of the financial statements for Rutherford County, Tennessee, this narrative overview and analysis of the financial activities of the Rutherford County, Tennessee, government for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report. **All amounts, unless otherwise indicated, are expressed in thousands of dollars.**

Financial Highlights

- The assets and deferred outflows of resources of Rutherford County Government exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$64,559 (net position). Part of the liabilities (\$385,235) is long-term debt that is attributable to the Rutherford County Board of Education (RCBOE), a component unit. The related capital assets are reported in the financial statements of the RCBOE.
- From yearly activity, the government's total net position increased by \$63,017 resulting mostly from the primary government borrowing funds on behalf of RCBOE in the fiscal year.
- As of the close of the current fiscal year, the governmental funds of Rutherford County, Tennessee, reported combined ending fund balances of \$209,784, an increase of \$42,941 in comparison with the prior year. Most of the increase occurred in the General fund (\$29,449) and Industrial/Economic Development fund (\$6,034). Of the combined fund balances, \$167,772 is available for spending at the government's discretion (assigned and unassigned fund balances).
- At the end of the current fiscal year, assigned fund balance totaled \$21,169 in the General Fund. This will be used to fund operations in the 2022-2023 fiscal year. Unassigned fund balance for the General Fund was \$53,240 or 38.9% of total General Fund expenditures.
- The total debt of Rutherford County, Tennessee, decreased by \$11,882 (2.38%) during the current fiscal year. In the fall 2021, the County issued general obligation bonds totaling \$27,140 for renovations and additions to education facilities (\$21,000) and for other general capital projects (\$6,140). During the fiscal year, the county, retired \$38,390 of bonded debt, and retired principal balances of \$632 for other loans.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements of Rutherford County, Tennessee. The basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

Both of the government-wide financial statements distinguish functions of Rutherford County, Tennessee, that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of Rutherford County, Tennessee, include general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; and highways/public works. The Rutherford County Government has no business-type activities to report.

The government-wide financial statements include not only Rutherford County Government itself (known as the primary government), but also a legally separate school system for which the Rutherford County Government is financially accountable. These statements also include a legally separate E-911 district and a legally separate nursing home facility. Financial information for these component units is reported separately from the financial information presented for the primary government itself.

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

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

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on

balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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

Rutherford County, Tennessee, maintains 12 individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General, Other General Government, and General Debt Service funds, all of which are considered to be major funds. Data from the other nine governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

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

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

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

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

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

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

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

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the notes to the required supplementary information. Combining and individual fund statements and schedules can be found on Exhibits G-1 through J-2 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Rutherford County, Tennessee, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$64,559 at the close of the fiscal year. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, whenever the Rutherford County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the Rutherford County Government. As of June 30, 2022, Rutherford County had outstanding debt totaling \$385,235 for capital purposes of the Rutherford County Board of Education, but the capital assets are reported in the financial statements of the Rutherford County Board of Education. Rutherford County has incurred the related liability significantly decreasing its unrestricted net position without a corresponding increase in the county's capital assets.

Rutherford County, Tennessee, Net Position

	Governmental Activities	
	2021	2022
Assets:		
Current and other assets	\$ 398,815	\$ 464,042
Capital assets	367,901	367,145
Total assets	\$ 766,716	\$ 831,187
Deferred outflows of resources:		
Deferred charge on refunding	\$ 6,457	\$ 4,931
Pension related	11,683	26,494
OPEB related	5,145	4,552
Total deferred outflows of resources	\$ 23,285	\$ 35,977
Liabilities:		
Long-term liabilities outstanding	\$ 616,389	\$ 597,918
Unearned Revenue	43,069	37,288
Other liabilities	9,971	11,546
Total liabilities	\$ 669,429	\$ 646,752
Deferred inflows of resources:		
Deferred current property taxes	\$ 111,800	\$ 116,478
Pension related	966	31,965
OPEB related	6,264	7,410
Total deferred inflows of resources	\$ 119,030	\$ 155,853
Net position:		
Net investment in capital assets	\$ 264,669	\$ 255,735
Restricted	17,965	56,367
Unrestricted	(281,092)	(247,543)
Total net position	\$ 1,542	\$ 64,559

By far the largest portion of Rutherford County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment) of \$255,735; less any related debt used to acquire those assets that is still outstanding. Rutherford County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Rutherford County's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the net position of Rutherford County, Tennessee, of \$56,367 represents resources that are subject to external restrictions on how they may be used. Any balance remaining may be used to meet the government's ongoing obligations to citizens and creditors.

Rutherford County's Changes in Net Position

Governmental activities. Governmental activities increased Rutherford County Government's net position by \$63,017. Key elements of this increase are displayed on the Changes in Net Position Table. While revenues increased \$52,101 from the prior year, expenses decreased \$49,650. The following table also presents 2021-2022 revenues and expenses as a percentage of total revenues and expenses.

CHANGES IN NET POSITION

	Governmental Activities		
	2021	2022	
Revenues:			
Program revenues:			
Charges for services	\$ 109,363	\$ 113,344	32%
Operating grants and contributions	13,647	63,474	18%
Capital grants and contributions	12,584	7,639	2%
General revenues:			
Property taxes	111,745	119,573	34%
Payment in-lieu-of taxes	7,841	3,445	1%
Local option sales taxes	8,164	10,546	3%
Hotel/Motel tax	3,974	5,393	2%
Wheel tax	7,891	8,638	2%
Business tax	3,684	4,129	1%
Mixed drink tax	15	23	0%
Litigation tax	2,497	2,776	1%
Development/School facilities tax	6,152	2,742	1%
Mineral severance tax	491	541	0%
Bank excise tax	965	1,124	0%
Wholesale beer tax	960	785	0%
Grants and contributions not restricted to specific programs	5,600	3,660	1%
Unrestricted investment income	1,198	1,127	0%
Other	914	827	0%
Total revenues	\$ 297,685	\$ 349,786	100%
Expenses:			
General government	\$ 36,137	\$ 21,192	7%
Finance	13,019	13,030	5%
Administration of justice	9,076	16,172	6%
Public safety	58,727	64,321	22%
Public health and welfare	29,752	50,028	17%
Social, cultural, and recreation services	2,915	3,976	1%
Agriculture and natural resources	1,330	1,047	0%
Highways	13,798	15,257	5%
Education	156,244	87,328	30%
Interest on long-term debt	15,421	14,418	5%
Total expenses	\$ 336,419	\$ 286,769	100%
Change in net position	\$ (38,734)	\$ 63,017	
Net position, July 1	40,276	1,542	
Net position, June 30	\$ 1,542	\$ 64,559	

Increases in general revenue occurred primarily in property tax, local option sales tax and hotel/motel tax. The County Trustee's offices collected 98.8% of the current year tax levy by year end compared to 98.7 % in the prior year. While the property tax rate remained the same as the prior year, the assessed values in the county increased 5.18%. While local option sales tax for all of jurisdictions in the county increased 17.85% the local option sales tax received by the primary government increased 30%. The county continues to reap the benefit of the State of Tennessee's legislative action requiring more internet businesses to collect and remit

sales tax. With the reduction of COVID related restrictions, more people began traveling again which is evident with the increase seen in the hotel/motel tax.

Decreases in general revenue primarily occurred with payment in lieu of taxes with the original agreement with Nissan ending in February 2022. Also, the County Commission voted to eliminate the development tax (received by the primary government) and replace it with a school facilities tax (split between the primary government and the component unit, Rutherford County Board of Education). There is also a lag in the collection of the schools facilities tax compared with the collection of the development tax.

The largest change in expenses was a total reduction of \$68,916 for education. Most of this reduction was due to the County issuing debt on behalf of the Board of Education for school additions and renovations resulting in \$23,697 shown as education capital project expenses compared with the similar transactions in the prior year of \$89,297. The large increase for Public Health expenses was mostly from the County running the emergency rental program for the full year.

Governmental Program Expenses

The cost of all governmental activities was \$286,769. However, as shown on the previous page, 64.3% of these costs (\$184,457) were either paid by those who directly benefited from the programs (\$113,344), or by other governments and organizations that subsidized certain programs with operating grants and contributions (\$63,474) and capital grants and contributions (\$7,639). The county paid for the remaining “public benefit” portion of governmental activities with taxes, general grants and contributions, and other miscellaneous revenue (35.7% of the cost of all governmental activities).

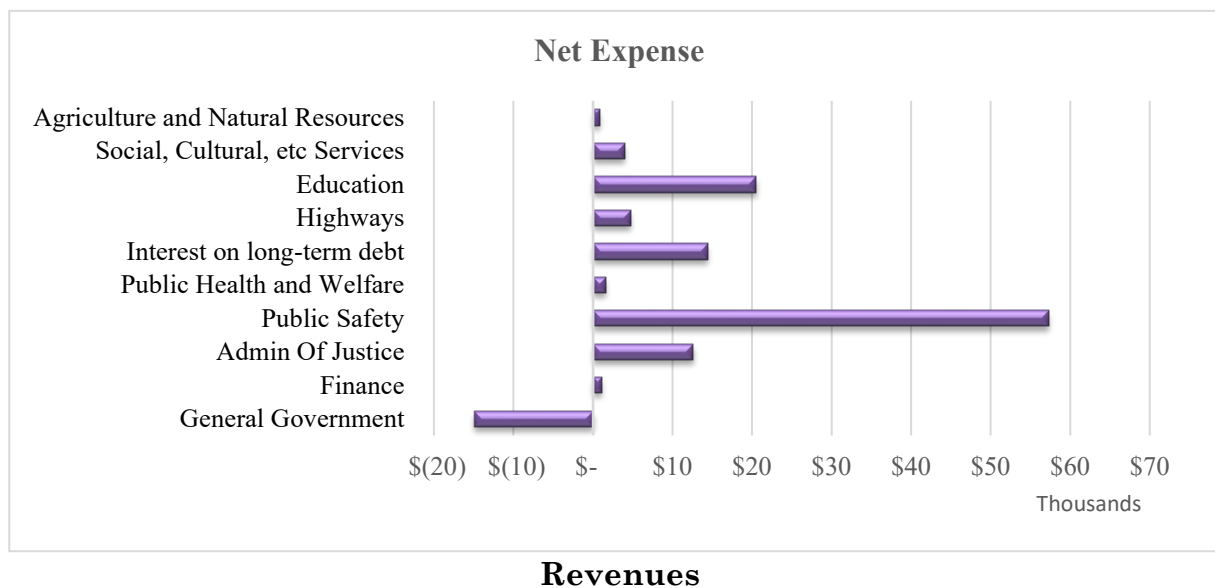
Education expenses of \$87,328, Public Safety expenses of \$64,321, General Government expenses of \$21,192 and Public Health and Welfare expenses of \$50,028 comprise the largest categories of expenses of Rutherford County, which when combined (\$222,869) comprise 77.7% of total expenses. Of the \$222,869, \$98,710 was recovered by charges for services, \$56,109 from operating grants/contributions, and \$3,427 from capital grants/contributions. Rutherford County’s Board of Education is a component unit of the primary government and does not have the authority to issue debt. Rutherford County issues debt on the Board of Education’s behalf; then contributes the proceeds to the Board so they can purchase, build, or renovate schools. For FY 2021-2022, the county issued \$21,000 in general obligation bonds on behalf of schools.

Expenses by Governmental Activities. The following table shows the “net (expense) revenue” as a percentage of the total expense. Net expense is all program expenses less all program revenue. Citizens must then pay for these governmental activities through taxes, unrestricted grants, contributions, and investment income. The next table shows the percentage of total expenses, along with the impact of the program on the local citizens’ tax base, as a percentage. For example, during the 2021-2022 fiscal year, 7.1% of Education expenses was covered by the local citizen tax base while 20% for Public Safety expenses was covered by the local citizen tax base. Seldom does program revenue exceed the government expenses; however, program revenue for General Government did indeed exceed the expense by \$14,855. During FY 2022, part of the American Rescue Plan Act (ARPA) funds totaling \$23,790 were used to restore the revenue loss determined in FY 2019 (\$5,904) and FY 2020

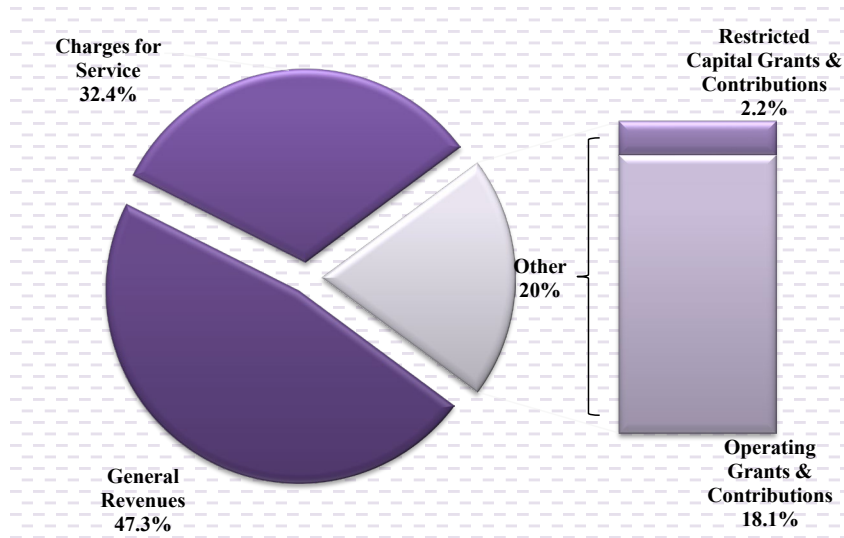
(\$17,886). These funds are included as General Government program revenue. Rutherford County Government's total allocation from ARPA is \$64,542.

Net Program Cost to Taxpayers
Allocation of the Citizen Tax Base to Governmental Activities

Function - % of Total Expense	Program Revenue	Expense	Net (Expense) Revenue	Net Expense as % to Total Expense
General Government - 7%	\$ 36,047	\$ 21,192	\$ 14,855	-5.2%
Finance - 5%	11,920	13,030	(1,110)	0.4%
Administration of Justice - 6%	3,568	16,172	(12,605)	4.4%
Public Safety - 22%	6,990	64,321	(57,331)	20.0%
Public Health & Welfare - 17%	48,382	50,028	(1,646)	0.6%
Social, Cultural, & Rec. Services - 1%	13	3,976	(3,963)	1.4%
Agriculture & Natural Resources - <1%	192	1,047	(855)	0.3%
Highway - 5%	10,519	15,257	(4,738)	1.7%
Education - 30%	66,829	87,328	(20,500)	7.1%
Interest on long-term debt - 5%	-	14,418	(14,418)	5.0%
Total Governmental Activities	\$ 184,458	\$ 286,769	\$ (102,311)	35.7%

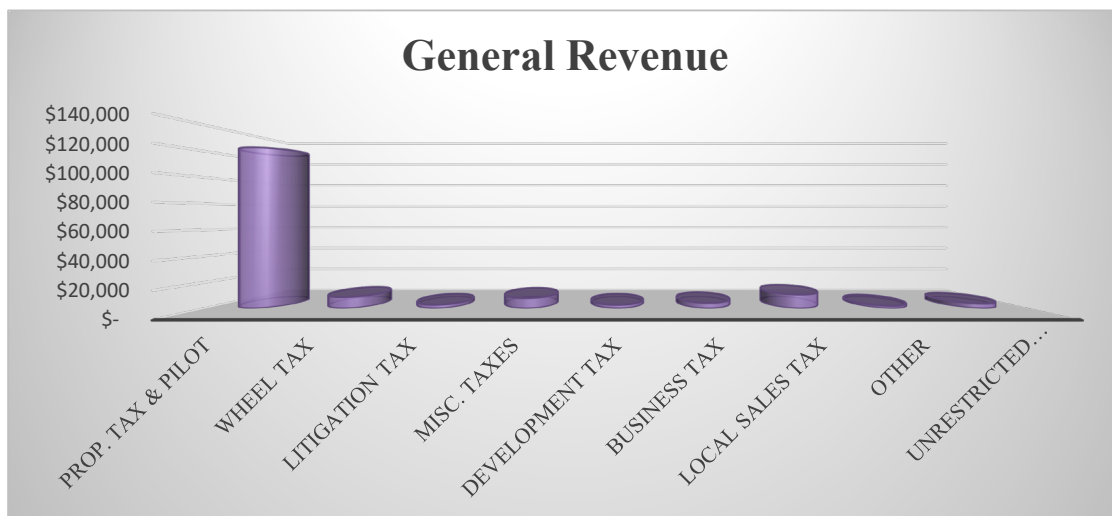


Revenues on the government-wide statement of activities are broken into two major categories: program and general revenues. Of the total revenues, 53% is received from program revenues and 47% from general revenues.



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

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



Financial Analysis of the Government's Funds

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

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

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

- Non-spendable Fund Balance, \$78 – 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, \$25,153 – 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, \$16,782 – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the County Commission, the county's highest level of decision-making authority.
- Assigned Fund Balance, \$114,643 – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The County Commission has authorized the Budget/Finance Committee by resolution to make assignments.
- Unassigned Fund Balance, \$53,128 – the residual classification of the General Fund. This classification generally represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. The Other General Government Fund had a fund deficit of \$112 due to the grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (CFDA 21.027). The deficit resulted from a delay in depositing funds into a third-party retainage bank account, because the county could only report funds that were disbursed by year-end.

As of the end of the current fiscal year, Rutherford County Government's governmental funds reported combined ending fund balances of \$209,784, which was an increase of \$42,941 in comparison with the prior year. The General Fund (\$29,449) experienced most of the increase followed by the Special Revenue Funds (\$9,190) and Capital Projects Fund (\$4,449). The Debt Service Fund had a reduction of fund balance totaling \$147.

The General Fund is the chief operating fund of Rutherford County Government. On a budgetary basis, the actual net change to fund balance was an increase of \$29,449. Revenues were less than final estimates by \$1,598. Most of the negative performance was due to revenue actually received by the federal government but not spent by fiscal year end for the

emergency rental assistance program. Therefore, the revenue was classified as “unearned” at year end. Estimates for local taxes and fees from county officials performed better than anticipated. The current property tax levy was estimated at 95.5% collected as of fiscal year end; however, the County Trustee’s Office collected 98.8% of this tax. The local option sales tax unexpectedly performed exceedingly well by increasing 30% over the prior year for the primary government. Unspent appropriations totaled \$16,339 which mostly resulted from unspent grant funds, salary, wages, and related benefits. Net other financing sources/uses was \$697 less than expected.

On a GAAP basis, the unassigned fund balance was \$53,240 while total General Fund balance was \$87,720, which is an increase of \$29,449 over the prior fiscal year. Assigned fund balance was \$21,169, which has been assigned for the purpose to fund operations in the next fiscal year. As a measure of the General Fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 38.89% of total General Fund expenditures, while total fund balance represents 64.07% of that same amount. It should be noted that when the original budget for 2021-2022 was adopted, the assigned and unassigned fund balance was estimated at \$37,034 by June 30, 2022. The improvement to the estimate of unassigned fund balance was primarily due to the fund receiving monies from the American Rescue Plan Act. Rutherford County was able to demonstrate revenue loss of \$23,790 from fiscal year 2019 (\$5,904) and 2020 (\$17,886). These funds were transferred from the Other General Government Fund to the General Fund and classified as public health operating grant revenues. The balance of the increase was due to actual revenues from local taxes (current levy, hotel motel tax, bank excise tax, wheel tax, business tax), fees from county officials, interest income performing much better than anticipated and by departments not spending all their appropriations. Wages and related benefits are budgeted as if all positions would be filled for the entire year, which is rarely the case.

The Debt Service Fund is the fund Rutherford County sets aside resources to meet current and future debt service requirements on general long-term debt. At the end of the current fiscal year, assigned fund balance in this fund was \$50,255 while total fund balance was \$52,076. The Committed fund balance was reclassified to restricted fund balance and remained at \$1,821. The restricted fund balance offsets the Note Receivable due from the City of Murfreesboro Water and Sewer. The funding from the city will come from monies collected from sewer taps sold in the Rockvale area. The county and city both contributed to the cost of a sewer line constructed to service the Rockvale Middle School. As a measure of the debt service liquidity, it will be most useful to compare assigned fund balance to the total of debt service expenditures. The assigned fund balance represents 86.4% of total expenditures for debt service.

In September 2021, the county issued \$27,140 of bonds and received a premium of \$2,886. These funds were primarily used to finance school additions and renovations and for improvements to the Rutherford County-Smyrna Airport. During the fiscal year, bonded debt of \$38,390 was retired, and \$632 in principal payments was paid for other loans.

General Fund Budgetary Highlights

During the fiscal year, there was increase of \$31,754 in appropriations from the original budget. These differences are summarized in the following table. Significant changes are

displayed in the following table and discussed further by function below. From an overall perspective, it should be noted that the county received substantial grant funds from the Consolidated Appropriations Act enacted in December 2020, which provided funds for emergency rental assistance (ERA1) and the American Rescue Plan Act enacted in March 2021, which provided funds for both emergency rental assistance (ERA2) and the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program. The ERA expenditures are found in Other Operations. ERA funds carried over from the prior year were not included in the original budget but were reappropriated through a budget amendment totaling \$10,798. Under SLFRF, funds could be used for premium pay for essential workers complying with restrictions, one of which was that premium pay along with their wages could not exceed 150% of the State's average annual wage or the county's annual wage, whichever is higher and could not exceed \$13 per hour. Those employees that did not meet the qualifications were paid from their respective fund with local revenue. The additional appropriation to provide premium pay in the General Fund totaled \$174.

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

	2021	2022
General Government	\$ 458	\$ 649
Finance	1,902	248
Administration of Justice	136	226
Public Safety	(3,718)	753
Public Health and Welfare	1,433	92
Social, Cultural, & Recreation	50	90
Agriculture & Natural Resources	2	36
Other Operations	26,887	29,660
	<u>\$ 27,150</u>	<u>\$ 31,754</u>

This fiscal year General Government had a net increase of \$649. Appropriations for the County Mayor increased \$22 to recognize contributions designated for an employee outreach event to package 60,000 meals for families in the community and \$160 to purchase land for a public safety building. Additional appropriations totaling \$444 were needed in Building Maintenance to provide necessary repairs to the Lane Agri Park building due to damage caused by a vehicle running through the building (\$393) and to fund an additional technician position (\$51).

The increase in Finance was primarily for the County Clerk's office which needed \$108 for increased postage costs with mailing the new license plates to residents and software changes to implement an additional fee for vehicle registrations. The County's Office of Information Technology needed additional appropriations of \$104 for a new position and to provide premium pay for staff members not receiving ARPA premium pay. The Assessor's Reappraisal Office needed \$20 to update their appraisal software.

The increase of \$226 in appropriations for Administration of Justice were needed for several departments and offices. Drug Court needed \$190 which was related to grants they received to run their various programs in addition to funds needed to pay accumulated leave for a

departing director. Circuit Court needed \$11 more to pay benefits for a new court clerk. This position was needed for the new Juvenile Court magistrate. Increases to Chancery Court, Juvenile Court, Probation Services, Office of Public Defender, and other Admin. of Justice were related to pay for employees who did not receive ARPA premium pay (\$15). Increases for the District Attorney was for increased employee insurance costs. The Victim Assistance Program needed funds for unemployment claims.

The increase of appropriations for Public Safety totaled \$753. Most related to the Sheriff's Office which needed \$161.2 for grants to support programs, \$100 for gasoline, \$57 to pay for employees who did not receive ARPA premium pay, and \$38 for training/law enforcement supplies. The \$111 increase in the jail was necessary to provide funds to repair damages to the building caused by a fire in the laundry room. Rural Fire (\$34) and Disaster Relief (\$171) also received additional appropriations for grants administered by their departments. Other Public Safety departments that received increased appropriations for employees who did not receive ARPA premium pay included Workhouse, Juvenile Detention, Rural Fire, Disaster Relief, and Inspection and Regulation (\$23).

Within Public Health and Welfare, an additional appropriation of \$75 was authorized for the Health Department due to a capital grant to add an awning to their building and \$3 was needed for increased employee health insurance premiums. The animal control department needed additional funds of \$13 for gasoline and to pay an employee who did not receive ARPA premium pay.

For Social, Cultural, and Recreation - the Parks and Recreation department needed an additional \$90 for a contribution to the City of Murfreesboro for the county's obligation for maintenance of the greenway. The County contributes 5% of the collected hotel/ motel tax for this purpose. As discussed before, the hotel/motel tax collected during the year was more than anticipated which caused the need for the increase in appropriations.

The increase of Agriculture and Natural Resources totaled \$36 and was mostly needed by the Agriculture Extension Service to replace carpet in the building and to install a fan for the outdoor classroom (\$30) and to provide additional funding to pay out accumulated benefits for a retiring employee (\$3). Storm Water Management needed an additional appropriation for premium pay (\$3).

The largest change to the original budget was \$29,660 for Other Operations which mostly resulted from federal funds awarded to Rutherford County. The Emergency Rental Assistance (ERA) programs were not included in the original budget. These funds were reappropriated from the prior year along with additional allocations received in the current year. The total amount related to ERA1 and ERA2 was \$27,766. Other COVID related grants received totaled \$173. The increase to Other Economic and Community Development of \$316 was a carryover grant from the prior year for housing. An increase in appropriations was needed for Employee Benefits (\$454) to pay claims stemming from the workers compensation/on the job injury program. The County contributes 15% of the collected hotel motel tax to the Convention & Visitor's Bureau. As noted above, the hotel/motel tax collected during the year was more than anticipated, which required the additional appropriation of \$360 for Tourism. Because of improving estimated revenue, additional appropriation of \$140 was needed for the trustee's commission reflected in the Miscellaneous function. Also in this function was an additional appropriation of \$500 for judgements.

The actual results compared to the final budget is displayed on the next table. On a budgetary basis, at the close of the fiscal year, actual expenditures were \$16,339 less than budgetary estimates. Also, across all functions personnel and benefit line items left unspent totaled \$8,250. The county typically budgets all positions as being filled for the entire year. Because of turnover, there are normally appropriations left unspent in those cost categories. Unspent appropriations for services and supplies are estimated at approximately \$6,794 while unspent appropriations for other expenditures totaled approximately \$1,295.

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

	2021	2022
General Government	\$ 1,358	\$ 1,842
Finance	741	1,012
Administration of Justice	864	1,322
Public Safety	5,751	6,795
Public Health and Welfare	993	969
Social, Cultural, & Recreation	93	49
Agriculture & Natural Resources	88	83
Other Operations	12,961	4,267
	<u>\$22,849</u>	<u>\$16,339</u>

Capital Assets and Debt Administration

Capital Assets. Rutherford County Government's investment in capital assets for its governmental funds as of June 30, 2022, totaled \$367,145 (net of accumulated depreciation). The investment in capital assets includes land, intangibles – right of ways, buildings and improvements, other capital assets (includes equipment), other intangibles, and infrastructure (roads, highways, and bridges). The decrease in Rutherford County Government's investment in capital assets for the current fiscal year totaled \$757, which represented a 0.2% decrease over the prior year.

	Governmental Activities	
	2021	2022
Land	\$ 45,588	\$ 45,668
Intangibles (Right of Way)	46,713	47,416
Buildings and improvements	127,914	124,374
Infrastructure	102,195	102,869
Intangibles (other)	1,933	1,867
Other capital assets	18,714	18,129
Construction in Progress	24,845	26,822
Total	<u>\$ 367,902</u>	<u>\$ 367,145</u>

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

Long-term debt. At the end of the current fiscal year, Rutherford County Government had total bonded debt and loans outstanding of \$486,391. All debt is backed by the full faith and credit of the government.

Issued for:	Rutherford County Board of Education		General Government		Total Governmental Activities	
	2021	2022	2021	2022	2021	2022
Notes	\$ 1,873	\$ 1,241	\$ -	\$ -	\$ 1,873	\$ 1,241
Bonds	393,768	383,994	102,632	101,156	496,400	485,150
Total	<u>\$ 395,641</u>	<u>\$ 385,235</u>	<u>\$102,632</u>	<u>\$ 101,156</u>	<u>\$ 498,273</u>	<u>\$ 486,391</u>

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

Rutherford County decreased its long-term debt by \$11,882 (2.38%) during the 2021-2022 fiscal year. During this time, the County issued \$27,140 in bonded debt. The County retired \$38,390 bonded debt and retired principal balances of \$632 for other loans. Rutherford County Government obtained a rating of “Aaa” from Moody’s and a rating of “AA+” from Standard and Poor’s for the general obligation bonds. Currently, state statutes do not limit the amount of general obligation debt a government entity may issue. Additional information on the Rutherford County Government’s long-term debt can be found in Exhibits L-1, L-2, and Notes IV.F. and IV.G. of this report.

Economic Factors and Next Year’s Budget and Rates

Rutherford County adopted a budget for the fiscal year ending June 30, 2023, on June 27, 2022. As in prior years, many factors were considered when adopting this budget. Rutherford County continues to be one of the fastest growing areas in the State of Tennessee. Based on continued increases in the local sales tax and revenues related to residential construction, it appears that the county’s economy continues to be stable. However, estimates for revenues from property tax, sales tax, development tax, hotel/motel tax and building related revenues were conservatively developed for the next fiscal year. Rutherford County’s Board of Commissioners has strived to limit the tax burden on property owners but has always been cognizant of the financial policies they have set in place.

Calendar Year 2022 is the reappraisal year for Rutherford County. This means that the appraised and assessed value of all real property is to be adjusted to reflect changes that have occurred in the market value of property within that location. The goal of this process is to achieve an equalization of assessed value at least every four years. The assessor’s office projected a median increase in assessed value of real property of approximately 37%. State law requires that in a reappraisal year, a certified tax rate be calculated and submitted to the State Board of Equalization for review. This certified rate is the calculated rate that will provide the same tax revenue from properties that were on the tax roll the previous year, given their increased assessed value. The County Commission adopted the certified rate of \$1.6162 on June 27, 2022. As displayed below, the certified tax rate was allocated to the various funds in a different ratio than the 2021 property tax rate. The change in the ratios of

the current property tax will also be applied to the distribution of business tax and other property-related taxes to the various funds in the next fiscal year.

Distribution of the County Property Tax Rate

Fund	2021 Adopted		Change	<i>Reappraisal</i> 2022 Adopted	
	Rate	Ratio		Rate	Ratio
County General	\$ 0.5783	26.06%	\$ (0.1021)	\$ 0.4762	29.46%
Ambulance	0.0588	2.65%	(0.0160)	0.0428	2.65%
Highway/Roads	0.0099	0.45%	(0.0027)	0.0072	0.45%
Education	1.0474	47.19%	(0.3547)	0.6927	42.86%
Ed. Capital Projects	0.0550	2.48%	0.0550	0.1100	6.81%
General Debt Service	0.4700	21.18%	(0.1827)	0.2873	17.78%
All Funds	\$ 2.2194	100.00%	\$ (0.6032)	\$ 1.6162	100.00%

Projected amounts were sufficient and available in the unassigned fund balance in the General Fund to allow a portion to be used to fund operations in the next fiscal year. Rutherford County Government has appropriated \$21,169 for spending in the 2022-2023 fiscal year. This is reflected as the Assigned for Other Purposes in the Balance Sheet of the Governmental Funds as of June 30, 2022. Unassigned fund balance in the General Fund was projected at \$53,237 as of June 30, 2023, which is 37.8% of the original 2022-2023 General Fund appropriations. However, in August 2022, the County Commission authorized an additional \$8,598 for the construction of an emergency operations building (\$8,314) and for emergency repairs at two county buildings (\$284). With this amendment, unassigned fund balance is estimated at \$44,639 or approximately 30% of amended appropriations.

The Board of Education had requested the Commission to consider funding additions to high schools. Funding was approved for architect and engineering costs prior to June 30, 2022. It was expected that the Board of Education would be formally requesting funds for construction in the Fall 2022 once bids had been received. In anticipation of this bond issue, appropriations in the Debt Service Fund include an additional \$2,800 above the scheduled principal and interest payments. Assigned fund balance in the General Debt Service Fund is estimated to decrease by \$10,418 by the next fiscal year-end. Projected assigned fund balance in the General Debt Service Fund as of June 30, 2022, is expected to be \$39,837, or 67.53% of budgeted debt service expenditures. In September 2021, Moody's upgraded Rutherford County Government's rating from "Aa1" to "Aaa" for their general obligation bonds. Standard and Poor's kept the same rating of "AA+" for the County.

Request for Information

This financial report is designed to provide a general overview of the Rutherford County Government's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Director, Rutherford County Government, Historic Courthouse Suite 201, 1 Public Square, Murfreesboro, TN 37130.

BASIC FINANCIAL STATEMENTS

Exhibit A

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

	Primary	Component Units		
	Government	Rutherford	Community	
	Governmental	County	Care of	Emergency
	Activities	School	Rutherford	Communications
		Department	County, Inc.	District
<u>ASSETS</u>				
Cash	\$ 3,214,207	\$ 9,818,037	\$ 5,030,082	\$ 5,013,193
Equity in Pooled Cash and Investments	288,286,300	175,025,780	0	0
Inventories	0	515,328	36,990	0
Accounts Receivable	13,607,522	998,644	964,925	138
Allowance for Uncollectibles	(3,953,428)	0	(74,342)	0
Property Taxes Receivable	123,395,444	106,241,267	0	0
Allowance for Uncollectible Property Taxes	(6,024,815)	(5,181,423)	0	0
Due from Other Governments	4,474,464	35,648,461	0	0
Due from Component Units	856,101	0	0	0
Other Current Assets	0	28,649	2,975	0
Prepaid Items	77,901	993	13,458	279,635
Restricted Assets:				
Amounts Accumulated for Pension Benefits	0	5,526,860	0	0
Notes Receivable - Long-term	9,828,597	0	0	0
Net Pension Asset - Agent Plan	30,279,765	20,071,110	1,673,465	121,400
Net Pension Asset - Teacher Retirement Plan	0	5,163,480	0	0
Net Pension Asset - Teacher Legacy Pension Plan	0	198,891,912	0	0
Capital Assets:				
Assets Not Depreciated:				
Land	45,668,091	23,972,236	113,184	17,500
Intangible Assets (Right-of-Ways)	47,415,832	0	0	0
Construction in Progress	26,821,750	170,204,254	41,342	0
Other Capital Assets-not depreciated	0	0	0	34,892
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	124,374,269	428,156,183	0	781,486
Capital Improvements	0	0	676,833	0
Infrastructure	102,869,266	0	0	0
Intangible Assets	1,867,000	27,480	0	1,176,318
Other Capital Assets	18,128,474	6,426,675	547,649	2,002,568
Total Assets	<u>\$ 831,186,740</u>	<u>\$ 1,181,535,926</u>	<u>\$ 9,026,561</u>	<u>\$ 9,427,130</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Deferred Amount on Refunding	\$ 4,930,806	\$ 0	\$ 0	\$ 0
Pension Changes in Experience	1,790,245	1,938,727	98,658	4,983
Pension Changes in Assumptions	17,479,020	66,528,927	963,247	63,499
Pension Changes in Proportion	0	61,458	0	0
Pension Contribution after Measurement Date	7,225,020	22,640,566	356,242	32,346
OPEB Changes in Experience	1,654,607	156,989	201,414	60,468
OPEB Changes in Assumptions	2,579,318	8,415,976	98,401	17,412
OPEB Benefits Paid After Measurement Date	318,162	1,502,622	32	0
Total Deferred Outflows of Resources	<u>\$ 35,977,178</u>	<u>\$ 101,245,265</u>	<u>\$ 1,717,994</u>	<u>\$ 178,708</u>

(Continued)

Exhibit A

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

		Component Units			
	Primary	Rutherford	Community		
	Government	County	Care of		
	Governmental	School	Rutherford	Emergency	
	Activities	Department	County, Inc.	Communications	
				District	
<u>LIABILITIES</u>					
Accounts Payable	\$ 1,451,515	\$ 6,268,687	\$ 264,915	\$ 31,333	
Accrued Payroll	1,800,325	33,903,977	114,401	34,765	
Payroll Deductions Payable	8,963	7,256	0	0	
Contracts Payable	1,000,613	0	0	0	
Retainage Payable	172,902	0	0	0	
Accrued Interest Payable	4,068,783	0	0	0	
Due to Primary Government	0	856,101	0	0	
Due to State of Tennessee	2,129	0	0	0	
Current Liabilities Payable from Restricted Assets:					
Customer Deposits Payable	3,041,039	0	11,906	0	
Unearned/Unavailable Revenue	37,287,238	0	0	0	
Noncurrent Liabilities:					
Due Within One Year - Debt	44,029,572	0	0	0	
Due Within One Year - Other	15,352,429	57,699	229,932	0	
Due in More Than One Year - Debt	490,183,217	0	0	0	
Due in More Than One Year - Other	48,352,914	149,201,541	2,638,592	76,416	
Total Liabilities	<u>\$ 646,751,639</u>	<u>\$ 190,295,261</u>	<u>\$ 3,259,746</u>	<u>\$ 142,514</u>	
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 116,478,070	\$ 100,302,402	\$ 0	\$ 0	
Pension Changes in Experience	5,004,448	20,833,045	275,789	103,059	
Pension Changes in Investment Earnings	26,960,800	179,362,427	1,485,775	138,056	
Pension Changes in Proportion	0	656,026	0	0	
OPEB Changes in Experience	847,252	13,458,154	261,039	30,854	
OPEB Changes in Assumptions	6,562,919	27,931,339	487,593	12,516	
Total Deferred Inflows of Resources	<u>\$ 155,853,489</u>	<u>\$ 342,543,393</u>	<u>\$ 2,510,196</u>	<u>\$ 284,485</u>	
<u>NET POSITION</u>					
Net Investment in Capital Assets	\$ 255,735,297	\$ 628,786,828	\$ 1,379,008	\$ 4,012,764	
Restricted for:					
General Government	1,283,994	0	0	0	
Finance	138,212	0	0	0	
Administrative of Justice	488,458	0	0	0	
Public Safety	2,100,151	0	0	0	
Public Health and Welfare	49,561	0	0	0	
Debt Service	10,753,296	0	0	0	
Capital Projects	11,272,970	37,066,010	0	0	
Education	0	30,056,968	0	0	
Pensions	30,279,765	229,653,362	1,673,465	121,400	
Unrestricted	(247,542,914)	(175,620,631)	1,922,140	5,044,675	
Total Net Position	<u>\$ 64,558,790</u>	<u>\$ 749,942,537</u>	<u>\$ 4,974,613</u>	<u>\$ 9,178,839</u>	

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

Exhibit B

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

Functions/Programs					Net (Expense) Revenue and Changes in Net Position			
	Expenses	Program Revenues			Primary Government Total Governmental Activities	Component Units		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
Primary Government:								
General Government	\$ 21,192,335	\$ 11,716,291	\$ 24,330,675	\$ 0	\$ 14,854,631	\$ 0	\$ 0	\$ 0
Finance	13,029,846	11,591,766	327,804	0	(1,110,276)	0	0	0
Administration of Justice	16,172,422	2,869,110	698,744	0	(12,604,568)	0	0	0
Public Safety	64,320,827	3,966,974	2,670,842	351,125	(57,331,886)	0	0	0
Public Health and Welfare	50,028,230	16,198,054	29,107,953	3,075,781	(1,646,442)	0	0	0
Social, Cultural, and Recreational Services	3,976,071	0	12,647	0	(3,963,424)	0	0	0
Agriculture and Natural Resources	1,046,563	173,272	18,722	0	(854,569)	0	0	0
Highways	15,256,806	0	6,306,321	4,212,340	(4,738,145)	0	0	0
Education	87,328,322	66,828,781	0	0	(20,499,541)	0	0	0
Interest on Long-term Debt	14,417,742	0	0	0	(14,417,742)	0	0	0
Total Primary Government	<u>\$ 286,769,164</u>	<u>\$ 113,344,248</u>	<u>\$ 63,473,708</u>	<u>\$ 7,639,246</u>	<u>\$ (102,311,962)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Component Units:								
Rutherford County School Department	\$ 474,092,425	\$ 15,718,859	\$ 69,590,913	\$ 3,228,890	\$ 0	\$ (385,553,763)	\$ 0	\$ 0
Community Care of Rutherford County, Inc.	10,859,616	10,623,700	917,509	0	0	0	681,593	0
Emergency Communications District	1,831,888	1,885,078	0	0	0	0	0	53,190
Total Component Units	<u>\$ 486,783,929</u>	<u>\$ 28,227,637</u>	<u>\$ 70,508,422</u>	<u>\$ 3,228,890</u>	<u>\$ 0</u>	<u>\$ (385,553,763)</u>	<u>\$ 681,593</u>	<u>\$ 53,190</u>

(Continued)

Exhibit B

Rutherford County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units		
					Total Governmental Activities	Rutherford County School Department	Community Care of Rutherford County, Inc.	Emergency Communications District
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 69,293,620	\$ 101,445,452	\$ 0	\$ 0
Property Taxes Levied for Debt Service					50,278,735	0	0	0
Payments in-Lieu-of Tax					3,444,879	167,897	0	0
Local Option Sales Tax					10,546,395	97,094,624	0	0
Hotel/Motel Tax					5,392,653	0	0	0
Wheel Tax					8,638,198	4,908,773	0	0
Business Tax					4,129,031	3,503,744	0	0
Mixed Drink Tax					22,811	734,264	0	0
Litigation Tax					2,775,571	0	0	0
Adequate Facilities/Development Tax					2,741,820	2,742,570	0	0
Mineral Severance Tax					541,112	0	0	0
Bank Excise Tax					1,124,351	0	0	0
Wholesale Beer Tax					785,261	0	0	0
Grants and Contributions Not Restricted to Specific Programs					3,660,390	279,942,456	0	817,442
Unrestricted Investment Income					1,126,782	29,693	2,368	14,249
Miscellaneous					827,182	30,653	0	800
Gain on Disposal of Capital Assets					0	0	0	393
Total General Revenues					<u>\$ 165,328,791</u>	<u>\$ 490,600,126</u>	<u>\$ 2,368</u>	<u>\$ 832,884</u>
Change in Net Position					\$ 63,016,829	\$ 105,046,363	\$ 683,961	\$ 886,074
Net Position, July 1, 2021					<u>1,541,961</u>	<u>644,896,174</u>	<u>4,290,652</u>	<u>8,292,765</u>
Net Position, June 30, 2022					<u><u>\$ 64,558,790</u></u>	<u><u>\$ 749,942,537</u></u>	<u><u>\$ 4,974,613</u></u>	<u><u>\$ 9,178,839</u></u>

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

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>					
Cash	\$ 2,870	\$ 0	\$ 0	\$ 1,045,608	\$ 1,048,478
Equity in Pooled Cash and Investments	94,219,656	33,687,977	50,060,986	60,161,176	238,129,795
Accounts Receivable	3,962,564	0	81,567	8,960,065	13,004,196
Allowance for Uncollectibles	0	0	0	(3,953,428)	(3,953,428)
Due from Other Governments	1,914,294	0	41,046	2,503,586	4,458,926
Property Taxes Receivable	72,135,561	0	43,675,592	7,584,291	123,395,444
Allowance for Uncollectible Property Taxes	(3,490,478)	0	(2,164,013)	(370,324)	(6,024,815)
Prepaid Items	77,901	0	0	0	77,901
Notes Receivable - Long-term	0	0	1,820,785	8,007,812	9,828,597
Total Assets	\$ 168,822,368	\$ 33,687,977	\$ 93,515,963	\$ 83,938,786	\$ 379,965,094
<u>LIABILITIES</u>					
Accounts Payable	\$ 929,207	\$ 0	\$ 0	\$ 324,306	\$ 1,253,513
Accrued Payroll	1,320,404	0	0	479,921	1,800,325
Payroll Deductions Payable	7,827	0	0	1,136	8,963
Contracts Payable	0	0	0	1,000,613	1,000,613
Retainage Payable	0	113,661	0	59,241	172,902
Due to State of Tennessee	2,129	0	0	0	2,129
Current Liabilities Payable From Restricted Assets	3,041,039	0	0	0	3,041,039
Unearned/Unavailable Revenue	3,601,409	33,685,829	0	0	37,287,238
Total Liabilities	\$ 8,902,015	\$ 33,799,490	\$ 0	\$ 1,865,217	\$ 44,566,722

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Other Governmental Funds	Total Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 68,182,983	\$ 0	\$ 41,136,017	\$ 7,159,070	\$ 116,478,070
Deferred Delinquent Property Taxes	374,410	0	304,294	44,480	723,184
Other Deferred/Unavailable Revenue	3,642,984	0	0	4,769,707	8,412,691
Total Deferred Inflows of Resources	<u>\$ 72,200,377</u>	<u>\$ 0</u>	<u>\$ 41,440,311</u>	<u>\$ 11,973,257</u>	<u>\$ 125,613,945</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 77,901	\$ 0	\$ 0	\$ 0	\$ 77,901
Restricted:					
Restricted for General Government	801,617	0	0	0	801,617
Restricted for Finance	138,212	0	0	0	138,212
Restricted for Administration of Justice	488,458	0	0	0	488,458
Restricted for Public Safety	72,590	0	0	2,027,561	2,100,151
Restricted for Public Health and Welfare	43,774	0	0	5,787	49,561
Restricted for Other Operations	404,476	0	0	0	404,476
Restricted for Debt Service	0	0	1,820,785	8,076,410	9,897,195
Restricted for Capital Projects	3,182,563	0	0	8,090,407	11,272,970
Committed:					
Committed for General Government	372,902	0	0	0	372,902
Committed for Finance	556,484	0	0	0	556,484
Committed for Administration of Justice	4,939	0	0	0	4,939
Committed for Public Safety	1,031,280	0	0	0	1,031,280
Committed for Public Health and Welfare	5,236,698	0	0	0	5,236,698
Committed for Agriculture and Natural Resources	898,303	0	0	0	898,303
Committed for Other Operations	1,625	0	0	0	1,625

(Continued)

Exhibit C-1

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

	Major Funds			Nonmajor Funds	
	Other	General	General	Other	Total
	General	Government	Debt	Govern-	Governmental
	General	Fund	Service	mental	Funds
				Funds	
<u>FUND BALANCES (Cont.)</u>					
Committed (Cont.):					
Committed for Highways/Public Works	\$ 0	\$ 0	\$ 0	\$ 2,571,719	\$ 2,571,719
Committed for Capital Projects	0	0	0	6,108,237	6,108,237
Assigned:					
Assigned for General Government	0	0	0	175,254	175,254
Assigned for Finance	0	0	0	570,999	570,999
Assigned for Administration of Justice	0	0	0	326,781	326,781
Assigned for Public Health and Welfare	0	0	0	22,702,881	22,702,881
Assigned for Other Operations	0	0	0	323,339	323,339
Assigned for Highways/Public Works	0	0	0	19,044,536	19,044,536
Assigned for Debt Service	0	0	50,254,867	0	50,254,867
Assigned for Capital Projects	0	0	0	76,401	76,401
Assigned for Other Purposes	21,168,542	0	0	0	21,168,542
Unassigned	53,239,612	(111,513)	0	0	53,128,099
Total Fund Balances	<u>\$ 87,719,976</u>	<u>\$ (111,513)</u>	<u>\$ 52,075,652</u>	<u>\$ 70,100,312</u>	<u>\$ 209,784,427</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 168,822,368</u>	<u>\$ 33,687,977</u>	<u>\$ 93,515,963</u>	<u>\$ 83,938,786</u>	<u>\$ 379,965,094</u>

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

Rutherford 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)		\$ 209,784,427
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 45,668,091	
Add: intangible assets – right-of-ways	47,415,832	
Add: construction in progress	26,821,750	
Add: buildings and improvements net of accumulated depreciation	124,374,269	
Add: infrastructure net of accumulated depreciation	102,869,266	
Add: intangible assets net of accumulated depreciation	1,867,000	
Add: other capital assets net of accumulated depreciation	<u>18,128,474</u>	367,144,682
(2) Internal service funds are used by management to charge the cost of liability insurance, workers' compensation insurance, and and employee health benefits to individual funds. The assets and liabilities are included in governmental activities in the statement of net position.		33,946,873
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (485,150,000)	
Less: other loans payable	(1,241,008)	
Add: deferred amount on refunding	4,930,806	
Add: debt to be contributed by the school department	856,101	
Less: unamortized premium on debt	(47,821,781)	
Less: other postemployment benefits liability	(36,944,295)	
Less: landfill closure/postclosure care costs	(1,121,797)	
Less: compensated absences payable	(6,843,028)	
Less: accrued interest on bonds and other loans	<u>(4,068,783)</u>	(577,403,785)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 26,494,285	
Less: deferred inflows of resources related to pensions	(31,965,248)	
Add: deferred outflows of resources related to OPEB	4,552,087	
Less: deferred inflows of resources related to OPEB	<u>(7,410,171)</u>	(8,329,047)
(5) Net pension assets of the county agent plan are not current financial resources and therefore are not reported in the governmental funds.		30,279,765
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>9,135,875</u>
Net position of governmental activities (Exhibit A)		<u>\$ 64,558,790</u>

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

Exhibit C-3

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

	Major Funds			Nonmajor Funds	
	General	Other General Government Fund	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>					
Local Taxes	\$ 86,388,305	\$ 0	\$ 56,468,829	\$ 20,701,260	\$ 163,558,394
Licenses and Permits	3,029,865	0	0	0	3,029,865
Fines, Forfeitures, and Penalties	1,465,722	0	0	874,816	2,340,538
Charges for Current Services	2,338,096	0	0	17,797,213	20,135,309
Other Local Revenues	2,272,792	0	390,032	951,641	3,614,465
Fees Received From County Officials	14,826,786	0	0	0	14,826,786
State of Tennessee	5,693,986	0	0	9,488,801	15,182,787
Federal Government	26,905,720	30,856,637	0	77,226	57,839,583
Other Governments and Citizens Groups	397,757	0	647,700	227,019	1,272,476
Total Revenues	\$ 143,319,029	\$ 30,856,637	\$ 57,506,561	\$ 50,117,976	\$ 281,800,203
<u>Expenditures</u>					
Current:					
General Government	\$ 10,034,003	\$ 233,554	\$ 1,075,807	\$ 773,154	\$ 12,116,518
Finance	10,419,957	327,804	0	2,383,942	13,131,703
Administration of Justice	10,469,346	480,590	0	2,610,106	13,560,042
Public Safety	63,701,145	1,929,128	0	302,055	65,932,328
Public Health and Welfare	5,986,963	786,252	0	18,587,663	25,360,878
Social, Cultural, and Recreational Services	3,127,101	1,530	0	0	3,128,631
Agriculture and Natural Resources	1,179,199	17,222	0	0	1,196,421
Other Operations	31,985,031	10,049	0	116,426	32,111,506
Highways	0	204,304	0	13,863,979	14,068,283
Debt Service:					
Principal on Debt	0	0	39,021,860	0	39,021,860
Interest on Debt	0	0	17,799,645	0	17,799,645
Other Debt Service	0	0	276,516	0	276,516

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor Funds	
	Other			Other	
	General	General Government Fund	General Debt Service	Govern-mental Funds	Total Governmental Funds
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 3,189,442	\$ 0	\$ 28,537,623	\$ 31,727,065
Total Expenditures	\$ 136,902,745	\$ 7,179,875	\$ 58,173,828	\$ 67,174,948	\$ 269,431,396
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,416,284	\$ 23,676,762	\$ (667,267)	\$ (17,056,972)	\$ 12,368,807
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 276,516	\$ 26,863,484	\$ 27,140,000
Premiums on Debt Sold	0	0	0	2,886,101	2,886,101
Insurance Recovery	447,741	0	0	97,948	545,689
Transfers In	23,790,423	0	243,796	7,228,641	31,262,860
Transfers Out	(1,205,424)	(23,790,423)	0	(6,267,013)	(31,262,860)
Total Other Financing Sources (Uses)	\$ 23,032,740	\$ (23,790,423)	\$ 520,312	\$ 30,809,161	\$ 30,571,790
Net Change in Fund Balances	\$ 29,449,024	\$ (113,661)	\$ (146,955)	\$ 13,752,189	\$ 42,940,597
Fund Balance, July 1, 2021	58,270,952	2,148	52,222,607	56,348,123	166,843,830
Fund Balance, June 30, 2022	\$ 87,719,976	\$ (111,513)	\$ 52,075,652	\$ 70,100,312	\$ 209,784,427

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

Rutherford County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 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)		\$ 42,940,597
(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	\$ 7,561,785	
Less: current-year depreciation expense	(11,252,131)	(3,690,346)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Add: assets donated and capitalized	\$ 3,034,581	
Less: book value of capital assets disposed	(101,167)	2,933,414
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2021	\$ (11,426,668)	
Add: deferred delinquent property taxes and other deferred June 30, 2022	9,135,875	(2,290,793)
(4) The issuance of long-term debt (e.g. bonds, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on other loans	\$ 631,860	
Add: principal payments on bonds	38,390,000	
Less: bond proceeds	(27,140,000)	
Add: change in premium on debt issuances	1,760,813	
Less: contributions from school department for capital leases and other loans	(305,496)	
Less: change in deferred amount on refunding debt	(1,526,605)	11,810,572
(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	\$ 261,594	
Change in landfill closure/postclosure care costs	824,875	
Change in OPEB liability	568,998	
Change in deferred outflows of resources related to OPEB	(592,668)	
Change in deferred inflows of resources related to OPEB	(1,146,067)	
Change in compensated absences payable	(610,341)	
Change in net pension asset	23,516,596	
Change in deferred outflows of resources related to pensions	14,811,804	
Change in deferred inflows of resources related to pensions	(30,999,468)	6,635,323
(6) Internal service funds are used by management to charge the cost of liability insurance, workers' compensation insurance, and employee health benefits to individual funds. The net expense of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		4,678,062
Change in net position of governmental activities (Exhibit B)		<u>\$ 63,016,829</u>

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

Exhibit C-5

Rutherford County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 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	\$ 86,388,305	\$ 0	\$ 0	\$ 86,388,305	\$ 79,482,578	\$ 85,431,111	\$ 957,194
Licenses and Permits	3,029,865	0	0	3,029,865	2,420,500	3,019,735	10,130
Fines, Forfeitures, and Penalties	1,465,722	0	0	1,465,722	1,381,300	1,452,311	13,411
Charges for Current Services	2,338,096	0	0	2,338,096	2,128,800	2,228,470	109,626
Other Local Revenues	2,272,792	0	0	2,272,792	702,250	1,965,370	307,422
Fees Received From County Officials	14,826,786	0	0	14,826,786	12,418,000	13,520,957	1,305,829
State of Tennessee	5,693,986	0	0	5,693,986	8,365,021	7,011,668	(1,317,682)
Federal Government	26,905,720	0	0	26,905,720	1,076,550	29,896,030	(2,990,310)
Other Governments and Citizens Groups	397,757	0	0	397,757	401,100	391,000	6,757
Total Revenues	\$ 143,319,029	\$ 0	\$ 0	\$ 143,319,029	\$ 108,376,099	\$ 144,916,652	\$ (1,597,623)
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 355,427	\$ 0	\$ 0	\$ 355,427	\$ 393,195	\$ 393,195	\$ 37,768
Board of Equalization	23,423	0	0	23,423	47,340	47,340	23,917
County Mayor/Executive	892,794	(1,077)	157,860	1,049,577	1,029,290	1,157,034	107,457
Personnel Office	598,128	(230)	0	597,898	611,078	656,699	58,801
County Attorney	266,067	0	0	266,067	264,760	266,870	803
Election Commission	910,885	0	4,482	915,367	1,095,003	1,098,354	182,987
Register of Deeds	393,455	(6,850)	39	386,644	398,603	401,553	14,909
Planning	1,193,650	(112,283)	120,773	1,202,140	1,323,174	1,336,923	134,783
Codes Compliance	0	0	0	0	600	600	600
Geographical Information Systems	1,046,501	(1,262)	5,004	1,050,243	1,123,111	1,126,462	76,219
County Buildings	3,486,695	(18,172)	84,602	3,553,125	3,527,722	3,972,453	419,328
Preservation of Records	262,262	0	0	262,262	270,346	272,776	10,514
Risk Management	604,716	0	147	604,863	1,375,807	1,379,158	774,295
<u>Finance</u>							
Accounting and Budgeting	1,420,171	(1,905)	0	1,418,266	1,535,013	1,548,412	130,146
Property Assessor's Office	1,106,744	(8,565)	0	1,098,179	1,239,136	1,238,987	140,808
Reappraisal Program	1,569,696	(8,714)	18,334	1,579,316	1,864,286	1,887,786	308,470

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	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>Finance (Cont.)</u>							
County Trustee's Office	\$ 961,862	\$ 0	\$ 616	\$ 962,478	\$ 987,700	\$ 987,700	\$ 25,222
County Clerk's Office	1,114,143	(5,333)	6,518	1,115,328	1,150,638	1,258,638	143,310
Data Processing	4,247,341	(191,778)	531,015	4,586,578	4,747,136	4,850,759	264,181
<u>Administration of Justice</u>							
Circuit Court	1,340,637	(2,692)	2,034	1,339,979	1,533,480	1,544,437	204,458
Circuit Court Judge	314,376	0	0	314,376	353,207	353,207	38,831
General Sessions Court	2,288,173	(2,332)	1,728	2,287,569	2,453,052	2,453,052	165,483
Drug Court	1,490,634	(2,317)	132	1,488,449	1,657,188	1,847,269	358,820
Chancery Court	1,144,035	(2,432)	753	1,142,356	1,233,070	1,236,421	94,065
Juvenile Court	846,629	(275)	23	846,377	1,049,330	1,056,030	209,653
District Attorney General	162,181	0	0	162,181	178,324	187,164	24,983
Office of Public Defender	191,301	0	0	191,301	192,039	192,647	1,346
Other Administration of Justice	1,468,399	(1,765)	0	1,466,634	1,615,977	1,617,123	150,489
Probation Services	979,691	(210)	0	979,481	997,972	1,001,323	21,842
Victim Assistance Programs	243,290	0	270	243,560	294,963	295,653	52,093
<u>Public Safety</u>							
Sheriff's Department	28,977,742	(621,723)	485,817	28,841,836	30,922,346	31,284,641	2,442,805
Special Patrols	45,970	0	0	45,970	49,490	49,490	3,520
Traffic Control	8,629	0	0	8,629	20,000	20,000	11,371
Administration of the Sexual Offender Registry	93,564	0	900	94,464	84,518	99,088	4,624
Jail	19,029,602	(393,862)	411,881	19,047,621	21,559,053	21,670,129	2,622,508
Workhouse	4,286,046	0	13,951	4,299,997	4,939,728	4,943,179	643,182
Juvenile Services	2,550,035	(5,525)	4,819	2,549,329	2,903,378	2,906,729	357,400
Rural Fire Protection	4,627,481	(16,964)	14,215	4,624,732	4,668,145	4,745,314	120,582
Disaster Relief	2,752,683	(61,301)	171,311	2,862,693	3,232,631	3,409,969	547,276
Inspection and Regulation	1,329,393	(2,291)	972	1,328,074	1,366,066	1,369,417	41,343
<u>Public Health and Welfare</u>							
Local Health Center	808,848	(9,404)	4,266	803,710	857,058	935,248	131,538
Rabies and Animal Control	2,007,835	(16,092)	27,909	2,019,652	2,293,193	2,306,568	286,916

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	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>Public Health and Welfare (Cont.)</u>							
Dental Health Program	\$ 14,405	\$ (4,751)	\$ 0	\$ 9,654	\$ 11,850	\$ 11,850	\$ 2,196
Alcohol and Drug Programs	18,665	0	0	18,665	25,000	25,000	6,335
Other Local Health Services	2,430,877	0	0	2,430,877	2,829,022	2,829,022	398,145
General Welfare Assistance	57,750	0	0	57,750	57,750	57,750	0
Sanitation Management	39,034	0	0	39,034	39,034	39,034	0
Other Public Health and Welfare	609,549	0	0	609,549	753,000	753,000	143,451
<u>Social, Cultural, and Recreational Services</u>							
Adult Activities	37,800	0	0	37,800	37,800	37,800	0
Libraries	1,901,450	0	0	1,901,450	1,901,450	1,901,450	0
Parks and Fair Boards	603,549	0	0	603,549	554,965	644,965	41,416
Other Social, Cultural, and Recreational	584,302	0	0	584,302	591,802	591,802	7,500
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	789,680	(1,044)	0	788,636	824,417	857,462	68,826
Soil Conservation	126,251	0	0	126,251	128,344	128,344	2,093
Storm Water Management	263,268	(1,050)	3,697	265,915	274,623	277,974	12,059
<u>Other Operations</u>							
Tourism	875,248	0	0	875,248	576,350	936,350	61,102
Industrial Development	231,500	0	0	231,500	231,500	231,500	0
Other Economic and Community Development	71,880	0	0	71,880	0	315,942	244,062
Other Charges	290,139	(618)	1,625	291,146	321,091	321,341	30,195
Employee Benefits	1,440,651	0	0	1,440,651	1,250,000	1,704,390	263,739
Payments to Cities	1,996,524	0	0	1,996,524	2,000,000	2,000,000	3,476
COVID-19 Grant #3	99,271	0	0	99,271	0	99,524	253
COVID-19 Grant #5	16,230,558	(18,750)	90,056	16,301,864	0	19,854,059	3,552,195
COVID-19 Grant #6	7,548,355	0	314,420	7,862,775	0	7,911,980	49,205
COVID-19 Grant #9	72,100	0	0	72,100	0	73,850	1,750
Miscellaneous	3,128,805	0	0	3,128,805	2,600,000	3,190,125	61,320
Total Expenditures	\$ 136,902,745	\$ (1,521,567)	\$ 2,480,169	\$ 137,861,347	\$ 122,446,144	\$ 154,200,311	\$ 16,338,964

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	Add: Encumbrances 6/30/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,416,284	\$ 1,521,567	\$ (2,480,169)	\$ 5,457,682	\$ (14,070,045)	\$ (9,283,659)	\$ 14,741,341
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 447,741	\$ 0	\$ 0	\$ 447,741	\$ 0	\$ 424,846	\$ 22,895
Transfers In	23,790,423	0	0	23,790,423	719,697	24,510,120	(719,697)
Transfers Out	(1,205,424)	0	0	(1,205,424)	0	(1,205,424)	0
Total Other Financing Sources	\$ 23,032,740	\$ 0	\$ 0	\$ 23,032,740	\$ 719,697	\$ 23,729,542	\$ (696,802)
Net Change in Fund Balance	\$ 29,449,024	\$ 1,521,567	\$ (2,480,169)	\$ 28,490,422	\$ (13,350,348)	\$ 14,445,883	\$ 14,044,539
Fund Balance, July 1, 2021	58,270,952	(1,521,567)	0	56,749,385	50,384,057	50,384,057	6,365,328
Fund Balance, June 30, 2022	\$ 87,719,976	\$ 0	\$ (2,480,169)	\$ 85,239,807	\$ 37,033,709	\$ 64,829,940	\$ 20,409,867

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

Exhibit C-6

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 30,856,637	\$ 0	\$ 30,856,637	\$ 0	\$ 53,036,108	\$ (22,179,471)
Total Revenues	\$ 30,856,637	\$ 0	\$ 30,856,637	\$ 0	\$ 53,036,108	\$ (22,179,471)
<u>Expenditures</u>						
<u>General Government</u>						
County Mayor/Executive	\$ 13,397	\$ 0	\$ 13,397	\$ 0	\$ 13,397	\$ 0
Personnel Office	13,211	0	13,211	0	13,212	1
County Attorney	6,410	0	6,410	0	6,410	0
Election Commission	23,012	0	23,012	0	23,012	0
Register of Deeds	40,191	0	40,191	0	40,194	3
Planning	27,368	0	27,368	0	27,369	1
Geographical Information Systems	8,373	0	8,373	0	8,374	1
County Buildings	68,098	0	68,098	0	68,103	5
Preservation of Records	10,049	0	10,049	0	10,049	0
Risk Management	23,445	0	23,445	0	23,445	0
<u>Finance</u>						
Accounting and Budgeting	32,999	0	32,999	0	112,501	79,502
Property Assessor's Office	90,285	0	90,285	0	90,286	1
County Trustee's Office	23,224	0	23,224	0	23,224	0
County Clerk's Office	128,716	0	128,716	0	128,717	1
Data Processing	52,580	0	52,580	0	52,580	0
<u>Administration of Justice</u>						
Circuit Court	191,654	0	191,654	0	191,655	1
Circuit Court Judge	11,722	0	11,722	0	11,724	2
General Sessions Court	64,400	0	64,400	0	64,403	3
Drug Court	45,070	0	45,070	0	45,071	1

(Continued)

Exhibit C-6

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

	Actual (GAAP Basis)	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>Administration of Justice (Cont.)</u>						
Chancery Court	\$ 42,322	\$ 0	\$ 42,322	\$ 0	\$ 42,322	\$ 0
Juvenile Court	16,169	0	16,169	0	16,169	0
District Attorney General	8,994	0	8,994	0	8,994	0
Office of Public Defender	6,092	0	6,092	0	6,092	0
Other Administration of Justice	64,167	0	64,167	0	64,167	0
Probation Services	20,096	0	20,096	0	20,096	0
Victim Assistance Programs	9,904	0	9,904	0	9,905	1
<u>Public Safety</u>						
Sheriff's Department	951,591	0	951,591	0	951,591	0
Jail	454,430	0	454,430	0	454,431	1
Workhouse	135,500	0	135,500	0	135,500	0
Juvenile Services	93,345	0	93,345	0	93,346	1
Rural Fire Protection	151,587	0	151,587	0	151,589	2
Disaster Relief	99,135	0	99,135	0	99,135	0
Inspection and Regulation	43,540	0	43,540	0	43,541	1
<u>Public Health and Welfare</u>						
Local Health Center	162,294	0	162,294	0	162,294	0
Rabies and Animal Control	65,498	0	65,498	0	65,498	0
Ambulance/Emergency Medical Services	448,276	0	448,276	0	448,278	2
Convenience Centers	103,485	0	103,485	0	103,485	0
Landfill Operation and Maintenance	6,699	0	6,699	0	6,700	1
<u>Social, Cultural, and Recreational Services</u>						
Parks and Fair Boards	1,530	0	1,530	0	1,532	2
<u>Agriculture and Natural Resources</u>						
Agricultural Extension Service	4,879	0	4,879	0	4,881	2

(Continued)

Exhibit C-6

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

	Actual (GAAP Basis)	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>Agriculture and Natural Resources (Cont.)</u>						
Soil Conservation	\$ 6,699	\$ 0	\$ 6,699	\$ 0	\$ 6,700	\$ 1
Storm Water Management	5,644	0	5,644	0	5,645	1
<u>Other Operations</u>						
Other Charges	10,049	0	10,049	0	10,049	0
<u>Highways</u>						
Administration	3,349	0	3,349	0	3,350	1
Highway and Bridge Maintenance	155,740	0	155,740	0	155,743	3
Operation and Maintenance of Equipment	25,119	0	25,119	0	25,120	1
Other Charges	20,096	0	20,096	0	20,096	0
<u>Capital Projects</u>						
American Rescue Plan Act Grant #1	3,189,442	11,392,733	14,582,175	0	28,201,294	13,619,119
Total Expenditures	\$ 7,179,875	\$ 11,392,733	\$ 18,572,608	\$ 0	\$ 32,271,269	\$ 13,698,661
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 23,676,762	\$ (11,392,733)	\$ 12,284,029	\$ 0	\$ 20,764,839	\$ (8,480,810)
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (23,790,423)	\$ 0	\$ (23,790,423)	\$ 0	\$ (23,790,423)	\$ 0
Total Other Financing Sources	\$ (23,790,423)	\$ 0	\$ (23,790,423)	\$ 0	\$ (23,790,423)	\$ 0
Net Change in Fund Balance						
Fund Balance, July 1, 2021	\$ (113,661)	\$ (11,392,733)	\$ (11,506,394)	\$ 0	\$ (3,025,584)	\$ (8,480,810)
	2,148	0	2,148	0	8,480,010	(8,477,862)
Fund Balance, June 30, 2022						
	\$ (111,513)	\$ (11,392,733)	\$ (11,504,246)	\$ 0	\$ 5,454,426	\$ (16,958,672)

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

Exhibit D-1

Rutherford County, Tennessee
Statement of Net Position
Proprietary Funds
June 30, 2022

	Governmental Activities - Internal Service Funds
<u>ASSETS</u>	
Current Assets:	
Cash	\$ 178,729
Equity in Pooled Cash and Investments	50,156,505
Cash with Paying Agent	1,987,000
Accounts Receivable	603,326
Due from Other Governments	15,538
Total Assets	<u>\$ 52,941,098</u>
<u>LIABILITIES</u>	
Current Liabilities:	
Accounts Payable	\$ 198,002
Claims and Judgments Payable	14,550,638
Total Current Liabilities	<u>\$ 14,748,640</u>
Noncurrent Liabilities:	
Claims and Judgments Payable	\$ 4,245,585
Total Noncurrent Liabilities	<u>\$ 4,245,585</u>
<u>NET POSITION</u>	
Unrestricted	<u>\$ 33,946,873</u>
Total Net Position	<u>\$ 33,946,873</u>

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

Exhibit D-2

Rutherford County, Tennessee
Statement of Revenues, Expenses, and Changes
in Net Position
Proprietary Funds
For the Year Ended June 30, 2022

	Governmental Activities - Internal Service Funds
<u>Operating Revenues</u>	
Charges for Current Services:	
Self-Insurance Premiums/Contributions	\$ 74,593,674
Other Employee Benefits Charges/Contributions	2,658,806
Other Local Revenues:	240
Retirees' Insurance Payments	6,921,318
Cobra Insurance Payments	182,432
State of Tennessee:	
On-Behalf Contributions for OPEB	186,875
Total Operating Revenues	<u>\$ 84,543,345</u>
<u>Operating Expenses</u>	
Employee Benefits:	
Supervisor/Director	\$ 110,864
Clerical Personnel	274,642
Part-time Personnel	3,528
Longevity Pay	876
Overtime Pay	3,954
Bonus Payments	2,844
Other Salaries and Wages	78,304
Board and Committee Members Fees	6,000
Social Security	28,564
Handling Charges and Administrative Costs	2,574,887
Pensions	45,704
Employee and Dependent Insurance	75,432
Disability Insurance	6,021
Employer Medicare	6,680
Bank Charges	4,000
Communication	1,800
Consultants	125,007
Contracts with Private Agencies	2,246,452
Data Processing Services	8,036
Maintenance Agreements	1,326
Postal Charges	1,302
Travel	3,548
Other Contracted Services	29,750
Gasoline	132
Office Supplies	2,314
Liability Insurance	2,020
Medical Claims	72,715,546
Premiums on Corporate Surety Bonds	5,206
Liability Claims	1,973,547
Other Charges	30,204
Other Self-Insured Claims	1,020,002
Data Processing Equipment	1,430
Total Operating Expenses	<u>\$ 81,389,922</u>
Operating Income (Loss)	<u>\$ 3,153,423</u>
<u>Nonoperating Revenues (Expenses)</u>	
Insurance Recovery	\$ 1,524,639
Total Nonoperating Revenues (Expenses)	<u>\$ 1,524,639</u>
Income (Loss)	<u>\$ 4,678,062</u>
Change in Net Position	\$ 4,678,062
Net Position, July 1, 2021	<u>29,268,811</u>
Net Position, June 30, 2022	<u><u>\$ 33,946,873</u></u>

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

Exhibit D-3

Rutherford County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022

	Governmental Activities - Internal Service Funds
<u>Cash Flows from Operating Activities</u>	
Receipts for Self-Insurance Premiums	\$ 84,179,417
Payments to Suppliers	(5,482,825)
Claims Paid	(79,753,568)
Insurance Recovery	1,524,639
Net Cash Provided By (Used In) Operating Activities	<u>\$ 467,663</u>
Net Increase (Decrease) in Cash	\$ 467,663
Cash, July 1, 2021	<u>51,854,571</u>
Cash, June 30, 2022	<u><u>\$ 52,322,234</u></u>
<u>Reconciliation of Operating Income (Loss)</u> <u>to Net Cash Provided By (Used In) Operating Activities</u>	
Operating Income (Loss)	\$ 3,153,423
Insurance Recovery	1,524,639
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	(513,790)
(Increase) Decrease in Due from Other Governments	(138)
(Increase) Decrease in Advances to Other Funds	150,000
Increase (Decrease) in Accounts Payable	198,002
Increase (Decrease) in Claims and Judgments Payable	<u>(4,044,473)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 467,663</u></u>
<u>Reconciliation of Cash With Statement of Net Position</u>	
Cash Per Net Position	\$ 178,729
Equity in Pooled Cash and Investments Per Net Position	50,156,505
Cash with Paying Agent Per Net Position	<u>1,987,000</u>
Cash, June 30, 2022	<u><u>\$ 52,322,234</u></u>

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

Exhibit E-1

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

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 11,103,962
Equity in Pooled Cash and Investments	751,812
Cash with Paying Agents	32,860
Investments	7,759
Accounts Receivable	62
Due from Other Governments	22,150,581
Property Taxes Receivable	15,516,275
Allowance for Uncollectible Property Taxes	<u>(763,517)</u>
Total Assets	<u>\$ 48,799,794</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	<u>\$ 22,410,569</u>
Total Liabilities	<u>\$ 22,410,569</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred Current Property Taxes	<u>\$ 14,729,332</u>
Total Deferred Inflows of Resources	<u>\$ 14,729,332</u>
<u>NET POSITION</u>	
<u>Restricted For:</u>	
Amounts Held for Other Employee Benefits	\$ 565,390
Individuals, Organizations, and Other Governments	<u>11,094,503</u>
Total Net Position	<u><u>\$ 11,659,893</u></u>

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

Exhibit E-2

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

	<u>Custodial Funds</u>
<u>Additions</u>	
Other Employee Benefit Charges/Contributions	\$ 1,063,040
Sales Tax Collections for Other Governments	103,381,729
Property Tax Collections for Other Governments	12,815,019
ADA - Educational Funds Collected for Cities	34,683,188
Fines/Fees and Other Collections	117,346,721
District Attorney General Collections	<u>53,459</u>
Total Additions	<u>\$ 269,343,156</u>
<u>Deductions</u>	
Other Fringe Benefits	\$ 1,041,512
Payment of Sales Tax Collections to Other Governments	103,381,729
Payment of Property Tax Collections to Other Governments	12,815,019
Payments to City School Systems	34,683,188
Payments to State	37,466,771
Payments to County/City	49,127,280
Payments to Individuals and Others	28,616,647
Payment of District Attorney General Expenses	<u>36,327</u>
Total Deductions	<u>\$ 267,168,473</u>
Change in Net Position	\$ 2,174,683
Net Position July 1, 2021	<u>9,485,210</u>
Net Position June 30, 2022	<u><u>\$ 11,659,893</u></u>

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

RUTHERFORD COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

Rutherford County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Rutherford County (the primary government) and its component units. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

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

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

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

The Rutherford County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department are included in this report as listed in the table of contents. Complete financial statements of the Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

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

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

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

B. Government-wide and Fund Financial Statements

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or

directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Rutherford County issues all debt for the discretely presented Rutherford County School Department. Net debt issues totaling \$23,696,921 were contributed by the county to the school department during the year ended June 30, 2022.

Separate financial statements are provided for governmental funds, proprietary funds (internal service), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Rutherford County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt, 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.

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

Rutherford County reports the following major governmental funds:

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

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

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

Additionally, Rutherford County reports the following fund types:

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

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

Capital Projects Funds – These funds account for and report financial resources that are restricted, committed, assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets and/or for debt issued by Rutherford County that is subsequently contributed to the discretely presented Rutherford County School Department for construction and renovation projects.

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

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

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

Additionally, the Rutherford County School Department reports the following fund types:

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

Private-Purpose Trust Fund – The Endowment Fund is used to account for resources legally held in trust to fund a scholarship at a local high school. Earnings on invested resources may be used to fund the scholarship, but the principal is required to be maintained intact.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 22) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 21) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

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

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

1. Deposits and Investments

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

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment

Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

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

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

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

Intermediate Term Investment Fund complied with accounting principles generally accepted in the United States of America. Rutherford County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

2. Receivables and Payables

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

Advances/long-term loans/notes receivable between funds, as reported in the General Purpose School Fund financial statements, is offset by a nonspendable fund balance classification account to indicate that they are not available for appropriation and are not expendable from available financial resources.

Accounts receivable in the General Fund include \$3,307,000 of payments in-lieu-of property taxes for certain local businesses. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable is reported as a deferred inflow of resources as of June 30.

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

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

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not

available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

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

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government funds represent deposits placed with Rutherford County for building codes certificates of occupancy \$29,320, deposits in-lieu-of bonds for developments \$2,961,528, agricultural facilities rentals \$35,975, agricultural token sales program \$7,826, animal adoption fees \$160, and other deposits of \$6,230.

Retainage payable in the primary government's Other General Government and nonmajor governmental funds represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the nonmajor governmental funds.

3. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepaids are offset in the nonspendable fund balance account in governmental funds.

4. Restricted Assets

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for

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

5. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), and intangible right to use assets (e.g., easements, computer software, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 (infrastructure \$50,000 and intangible \$25,000) or more and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	50
Other Capital Assets	6 - 20
Infrastructure:	
Roads	75
Bridges	50
Intangibles	2 - 15

6. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net 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.

7. Compensated Absences

The county's and the school department's policies permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since their policies do not pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide financial statements for the county and the discretely presented school department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

8. Long-term Debt and Long-term Obligations

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

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

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

9. Net Position and Fund Balance

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

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

The government-wide Statement of Net Position reports \$56,366,407 of restricted net position for the primary government, of which \$3,182,563 is restricted by enabling legislation.

As of June 30, 2022, Rutherford County had \$385,234,542 in outstanding debt for capital purposes for the discretely presented Rutherford County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (Murfreesboro City School District) based on an average daily attendance proration. This debt is a liability of Rutherford County, but the capital assets acquired are reported in the financial statements of the Rutherford County School Department and Murfreesboro City School District. Therefore, Rutherford County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on

the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

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

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

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

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

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. These funds are the only governmental funds that report positive unassigned fund balance. However, in governmental funds other than the General and General Purpose School funds, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned for those purposes, it may be necessary to report a negative unassigned fund balance, which would be a deficit.

10. Minimum Fund Balance Policy

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds, the following minimum fund

balance policy exists and consists of the sum of committed, assigned, and unassigned fund balances:

General Fund – 15 percent of subsequent year appropriations.

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

E. Pension Plans

Primary Government

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

Discretely Presented Rutherford County School Department

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

F. Other Postemployment Benefit (OPEB) Plans

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

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Primary Government

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

Discretely Presented Rutherford County School Department

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

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

Primary Government

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

Discretely Presented Rutherford County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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 (special revenue fund), the primary government's Education Capital Projects Fund and the school department's Internal School Fund (special revenue fund) which are not budgeted. All annual appropriations lapse at fiscal year-end.

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

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

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

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

Funds	Amount
Primary Government:	
Major Funds:	
General	\$ 2,480,169
Other General Government	11,392,733
Nonmajor Funds:	
Solid/Waste Sanitation	760,765
Ambulance Service	365,647
Drug Control	38,389
General Capital Projects	11,025,489
School Department:	
Major Funds:	
General Purpose School	3,433,672
Education Capital Projects	3,831,851
Nonmajor Funds:	
Central Cafeteria	629,174
Other Capital Projects	11,619,157

B. Fund Deficit

The Other General Government Fund had a fund deficit of \$111,513 due to the grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (CFDA 21.027). The grant expenditures can only be reported quarterly, and fund revenues are not recognized until the expenditures are reported. Rutherford County made expenditures of grant funds but have yet to report these expenditures which resulted in the deficit.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Rutherford County and the Rutherford County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, depositing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash and investments reflected on the balance sheets or statements of net position 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, Rutherford County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the State Treasurer's Investment Pool. Separate disclosures concerning pooled investments cannot be made for Rutherford County and the discretely presented Rutherford County School Department since both pool their deposits and investments through the county trustee.

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

Investment	Weighted Average Maturity	Maturities	Amortized Cost
Investments at Amortized Cost:			
Constitutional Officers - Custodial Fund:			
Clerk and Master:			
State Treasurer's Investment Pool	1 to 44 days	N/A	\$ <u>7,759</u>

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Rutherford County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Rutherford County has an investment policy that further limits its investment choices. The policy limits the trustee's investments to collateralized certificates of deposit, U.S. Treasury Bills and Notes, the State Treasurer's Investment Pool, collateralized cash management accounts, shared certificates of deposit, and insured cash sweeps. As of June 30, 2022, Rutherford County's investment in the State Treasurer's Investment Pool was unrated.

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

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

TCRS Stabilization Trust

Legal Provisions. The Rutherford County School Department is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The school department has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held

and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Rutherford County School Department may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2022, the Rutherford County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 1,713,327
Developed Market International Equity	N/A	N/A	773,760
Emerging Market International Equity	N/A	N/A	221,074
U.S. Fixed Income	N/A	N/A	1,105,372
Real Estate	N/A	N/A	552,686
Short-term Securities	N/A	N/A	55,269
NAV - Private Equity and Strategic Lending	N/A	N/A	1,105,372
Total			<u>\$ 5,526,860</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. Notes Receivable

The Industrial/Economic Development Fund had three long-term notes receivable of \$49,062, \$1,818,750, and \$6,140,000 on June 30, 2022, from financing projects for the Smyrna-Rutherford County Airport (joint venture) and is included in restricted fund balance.

The General Debt Service Fund had a long-term note receivable of \$1,820,785 on June 30, 2022, from financing projects for the city of Murfreesboro's Rockvale Utility District and is included in restricted fund balance.

C. Capital Assets

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

Primary Government

Governmental Activities:

	Balance 7-1-21	Increases	Decreases	Balance 6-30-22
Capital Assets Not Depreciated:				
Land	\$ 45,587,732	\$ 80,359	\$ 0	\$ 45,668,091
Intangible Assets (Right-of-Ways)	46,713,091	702,741	0	47,415,832
Construction in Progress	24,844,930	1,976,820	0	26,821,750
Total Capital Assets Not Depreciated	\$ 117,145,753	\$ 2,759,920	\$ 0	\$ 119,905,673
Capital Assets Depreciated:				
Buildings and Improvements	\$ 178,736,617	\$ 1,045,015	\$ 0	\$ 179,781,632
Infrastructure	155,893,583	3,034,581	(69,169)	158,858,995
Intangible Assets	5,389,043	0	0	5,389,043
Other Capital Assets	53,412,299	3,756,850	(721,628)	56,447,521
Total Capital Assets Depreciated	\$ 393,431,542	\$ 7,836,446	\$ (790,797)	\$ 400,477,191
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 50,822,736	\$ 4,584,627	\$ 0	\$ 55,407,363
Infrastructure	53,698,309	2,291,420	0	55,989,729
Intangible Assets	3,456,519	65,524	0	3,522,043
Other Capital Assets	34,698,117	4,310,560	(689,630)	38,319,047
Total Accumulated Depreciation	\$ 142,675,681	\$ 11,252,131	\$ (689,630)	\$ 153,238,182
Total Capital Assets Depreciated, Net	\$ 250,755,861	\$ (3,415,685)	\$ (101,167)	\$ 247,239,009
Governmental Activities Capital Assets, Net	\$ 367,901,614	\$ (655,765)	\$ (101,167)	\$ 367,144,682

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

Governmental Activities:

General Government	\$ 1,146,433
Finance	272,166
Administration of Justice	2,051,611
Public Safety	3,542,333
Public Health and Welfare	1,222,382
Agriculture and Natural Resources	176,254
Highways	<u>2,840,952</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 11,252,131</u>

Net Investment in Capital Assets

Capital Assets (both tangible and intangible)	\$ 367,144,682
Less:	
Outstanding principal of capital debt and other capital borrowings	(86,277,296)
Outstanding principal balance of debt and other borrowing used to refund capital-related debt	(14,879,170)
Unamortized balance of original issue premiums on outstanding capital-related debt	(1,066,270)
Unamortized balance of capital-related deferred inflows of resources	<u>(9,186,649)</u>
 Net Investment in Capital Assets	 <u>\$ 255,735,297</u>

Discretely Presented Rutherford County School Department

Governmental Activities:

	Balance 7-1-21	Increases	Decreases	Balance 6-30-22
Capital Assets Not Depreciated:				
Land	\$ 23,972,236	\$ 0	\$ 0	\$ 23,972,236
Construction in Progress	146,744,844	23,459,410	0	170,204,254
Total Capital Assets Not Depreciated	<u>\$ 170,717,080</u>	<u>\$ 23,459,410</u>	<u>\$ 0</u>	<u>\$ 194,176,490</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 656,995,966	\$ 14,395,901	\$ 0	\$ 671,391,867
Intangible Assets	416,167	0	0	416,167
Other Capital Assets	<u>23,143,826</u>	<u>777,518</u>	<u>(374,329)</u>	<u>23,547,015</u>
Total Capital Assets Depreciated	<u>\$ 680,555,959</u>	<u>\$ 15,173,419</u>	<u>\$ (374,329)</u>	<u>\$ 695,355,049</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 225,957,903	\$ 17,277,781	\$ 0	\$ 243,235,684
Intangible Assets	381,677	7,010	0	388,687
Other Capital Assets	<u>16,129,749</u>	<u>1,357,855</u>	<u>(367,264)</u>	<u>17,120,340</u>
Total Accumulated Depreciation	<u>\$ 242,469,329</u>	<u>\$ 18,642,646</u>	<u>\$ (367,264)</u>	<u>\$ 260,744,711</u>
Total Capital Assets Depreciated, Net	<u>\$ 438,086,630</u>	<u>\$ (3,469,227)</u>	<u>\$ (7,065)</u>	<u>\$ 434,610,338</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 608,803,710</u></u>	<u><u>\$ 19,990,183</u></u>	<u><u>\$ (7,065)</u></u>	<u><u>\$ 628,786,828</u></u>

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

Governmental Activities:

Instruction	\$ 7,010
Support Services	18,308,120
Operation of Non-instructional Services	<u>327,516</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 18,642,646</u></u>

D. Construction Commitments

At June 30, 2022, the primary government had uncompleted construction contracts of approximately \$10,782,044 and \$9,179,804 in the Other General Government and General Capital Projects funds, respectively. At June 30, 2022, the discretely presented Rutherford County School Department had uncompleted construction contracts of approximately \$11,619,157 and \$3,831,851 in the Other Capital Projects and Education Capital Projects funds, respectively, for the school building program. Funding has been received for these future expenditures.

E. Interfund Receivables, Payables, and Transfers

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Discretely Presented		
School Department:		
General Purpose School	Nonmajor governmental	\$ 323,633

This balance 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.

Interfund Loans to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Discretely Presented		
School Department:		
General Purpose School	Nonmajor governmental	\$ 3,000,000

The balance of \$3,000,000 due to the General Purpose School Fund from the Federal School Projects (nonmajor governmental fund) resulted from an advance for cash flow purposes.

Due to/from Primary Government and Component Units:

Receivable Fund	Payable Fund	Amount
Primary Government:		
Governmental Activities		
Component Unit:		
School Department		
Governmental Activities		
		\$ 856,101

The \$856,101 due to the primary government from the discretely presented school department relates to primary government debt, which is being serviced by the school department.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In			Purpose
	General Fund	General Debt Service Fund	Nonmajor Governmental Funds	
General Fund	\$ 0	\$ 0	\$ 1,205,424	Bldg Proj/Operations
Other General Government Fund	23,790,423	0	0	Operations
Nonmajor governmental funds	0	243,796	6,023,217	Debt Ret/Bldg Proj
Total	\$ 23,790,423	\$ 243,796	\$ 7,228,641	

Discretely Presented Rutherford County School Department

Transfer Out	Transfer In General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 1,479,393	Indirect Cost

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Rutherford County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund

other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 21 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2022, will be retired from the General Debt Service Fund.

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

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-22
General Obligation Bonds	1.6 to 5%	4-1-41	\$ 391,763,825	\$ 339,320,000
General Obligation Bonds - Refunding	1.3 to 2.8	4-1-34	341,160,000	145,830,000
Direct Borrowing and Direct Placement:				
Other Loans - Fixed rate	1	3-01-25	3,114,406	1,241,008

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2023	\$ 38,715,000	\$ 16,271,955	\$ 54,986,955
2024	35,585,000	14,518,392	50,103,392
2025	36,980,000	12,964,847	49,944,847
2026	38,165,000	11,706,464	49,871,464
2027	34,570,000	10,172,417	44,742,417
2028-2032	156,770,000	33,720,946	190,490,946
2033-2037	113,000,000	12,237,585	125,237,585
2038-2041	31,365,000	1,238,466	32,603,466
Total	\$ 485,150,000	\$ 112,831,072	\$ 597,981,072

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2023	\$ 638,208	\$ 9,492	\$ 647,700
2024	366,913	4,122	371,035
2025	235,887	975	236,862
Total	\$ 1,241,008	\$ 14,589	\$ 1,255,597

There is \$52,075,652 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$1,421, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums, totaled \$1,564, based on the 2020 federal census.

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

Description of Debt	Outstanding 6-30-22
<u>Other Loans - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
Energy Efficiency Loan	\$ 856,101

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Unamortized Premium on Debt
Balance, July 1, 2021	\$ 496,400,000	\$ 49,582,594
Additions	27,140,000	2,886,101
Reductions	(38,390,000)	(4,646,914)
Balance, June 30, 2022	<u>\$ 485,150,000</u>	<u>\$ 47,821,781</u>
Balance Due Within One Year	<u>\$ 38,715,000</u>	<u>\$ 4,676,364</u>

Governmental Activities:

	Other Loans - Direct Placement
Balance, July 1, 2021	\$ 1,872,868
Additions	0
Reductions	<u>(631,860)</u>
Balance, June 30, 2022	<u>\$ 1,241,008</u>
Balance Due Within One Year	<u>\$ 638,208</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2022	\$ 534,212,789
Less: Balance Due Within One Year - Debt	<u>(44,029,572)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 490,183,217</u>

Defeasance of Prior Debt

In prior years, Rutherford County defeased certain outstanding general obligation bonds by placing the proceeds of new bonds into an irrevocable trust to provide for all future debt service payments on the old bonds. The trustee is empowered and required to pay all principal and interest on the defeased bonds as originally scheduled. Accordingly, the trust accounts and the defeased bonds are not included in the county's financial statements. At June 30, 2022, the following outstanding bonds are considered defeased:

	<u>Amount</u>
2012 School Facilities, Public Improvement and Refunding	\$ 36,650,000
2013 General Obligation Refunding	23,750,000

G. Long-term Obligations

Changes in Long-term Obligations

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

Governmental Activities:

	<u>Compensated Absences</u>	<u>Landfill Closure/ Postclosure Care Costs</u>
Balance, July 1, 2021	\$ 6,232,687	\$ 1,946,672
Additions	8,081,551	70,945
Reductions	(7,471,210)	(895,820)

Balance, June 30, 2022	<u>\$ 6,843,028</u>	<u>\$ 1,121,797</u>
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Balance Due Within One Year	<u>\$ 205,291</u>	<u>\$ 596,500</u>
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	<u>Claims and Judgments</u>	<u>Other Postemployment Benefits</u>
Balance, July 1, 2021	\$ 22,840,696	\$ 37,513,293
Additions	75,709,095	2,052,857
Reductions	(79,753,568)	(2,621,855)

Balance, June 30, 2022	<u>\$ 18,796,223</u>	<u>\$ 36,944,295</u>
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Balance Due Within One Year	<u>\$ 14,550,638</u>	<u>\$ 0</u>
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Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2022	\$ 63,705,343
Less: Balance Due Within One Year - Other	<u>(15,352,429)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 48,352,914</u>

The internal service funds primarily serve the governmental funds. Accordingly, long-term obligations for the internal service funds are included as part of the above totals for governmental activities. At year end, \$18,796,223 of claims and judgments is included in the above amounts. Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General, Solid Waste/Sanitation, and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Discretely Presented Rutherford County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2021	\$ 1,965,061	\$ 149,056,443
Additions	1,890,356	8,156,833
Reductions	(1,932,106)	(9,877,347)
Balance, June 30, 2022	<u>\$ 1,923,311</u>	<u>\$ 147,335,929</u>
Balance Due Within One Year	<u>\$ 57,699</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2022	\$ 149,259,240
Less: Balance Due Within One Year - Other	<u>(57,699)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 149,201,541</u>

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

H. Donor Restricted Endowments

The discretely presented Rutherford County School Department accounts for an endowment in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact, while interest earned on the principal will fund a scholarship for the valedictorian of the senior class at Eagleville

High School. During the year ended June 30, 2022, interest earned and expended totaled \$102 with no resulting effect on net position.

V. OTHER INFORMATION

A. Risk Management

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

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

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

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

All full-time employees of the primary government, the Smyrna-Rutherford County Airport (joint venture), and the discretely presented component units (school department, emergency communications district, and Community Care of Rutherford County, Inc.) are eligible to participate in the Employee Insurance – Health Fund. All full-time employees of the primary government

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

Self-Insurance Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
2020-21	\$	2,358,382	\$	7,065,307	\$	(2,023,298)	\$	7,400,391
2021-22		7,400,391		1,973,547		(6,002,753)		3,371,185

Employee Insurance - Health Fund

		Beginning of Fiscal Year Liability		Current-year Claims and Estimates		Payments		Balance at Fiscal Year-end
2020-21	\$	12,616,946	\$	76,462,097	\$	(75,510,038)	\$	13,569,005
2021-22		13,569,005		72,715,546		(73,120,313)		13,164,238

Workers' Compensation Fund

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

2020-21	\$ 912,000	\$ 375,628	\$ (154,628)	\$ 1,133,000
2021-22	1,133,000	809,039	(65,039)	1,877,000

On-the-Job Injury Program

2020-21	\$ 605,300	\$ 636,549	\$ (503,549)	\$ 738,300
2021-22	738,300	210,963	(565,463)	383,800

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

D. Landfill Closure/Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Rutherford County closed its sanitary landfill in 2000. The \$1,121,797 reported as postclosure care liability at June 30, 2022, represents amounts based on what it would cost to perform all postclosure care in 2022. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Ventures

The Linebaugh Public Library System is jointly owned by Rutherford County and the cities of Murfreesboro and Smyrna and is operated by an appointed board. The board comprises 14 members, seven of whom are appointed by the Rutherford County Commission, with two being residents of Smyrna. The remaining seven members are appointed by the city of Murfreesboro. Rutherford County has control over budgeting and financing the joint venture only to the extent of representation by the seven board members appointed.

Rutherford County contributed \$1,901,450 to the operations of the libraries during the year ended June 30, 2022.

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

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

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

The Rutherford County Chamber of Commerce Economic Development Council has been designated as the Joint Economic and Community Development Board for Rutherford County, the city of Murfreesboro, the town of Smyrna, the city of LaVergne, and the town of Eagleville. This designation was authorized by an interlocal agreement between the governments, as provided by Section 6-58-115(j), *Tennessee Code Annotated (TCA)*. The purpose of this board is to foster communication relative to economic and community development between and among governmental entities, industry, and private citizens. If funding through the Rutherford County Chamber of Commerce is inadequate, the funding formula established by the Comprehensive Growth Plan, Section 6-58-101, et seq., *TCA*, shall be followed. Rutherford County has control over budgeting and financing the board through the county mayor or designee to the board. Separate financial statements are not prepared for the board; however,

financial information may be obtained through the Rutherford County Chamber of Commerce. Rutherford County contributed \$96,500 to the operations of the board during the year ended June 30, 2022.

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

Administrative Offices:

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

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

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Rutherford County, non-certified employees of the discretely presented Rutherford County School Department, and employees of the discretely presented Community Care of Rutherford County, Inc., are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 58.37 percent, the non-certified employees of the discretely presented school department comprise 38.49 percent, and the employees of the discretely presented Community Care of Rutherford County, Inc., comprise 3.14 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	1,198
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	2,457
Active Employees	<u>2,863</u>
Total	<u><u>6,518</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan (alternatively- employees are non-contributory). Rutherford County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2022, the employer contributions for Rutherford County were \$7,225,020, \$4,901,031, and \$356,242, for the primary government, the non-certified employees of the discretely presented school department, and the discretely presented

Community Care of Rutherford County, Inc., respectively, based on a rate of 10.16 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Rutherford County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Rutherford County's net pension liability (asset) was measured as of June 30, 2021, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

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

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

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with

the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity 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 Rutherford County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan

investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Primary Government			
Balance, July 1, 2020	\$ 186,294,170	\$ 193,057,339	\$ (6,763,169)
Changes for the Year:			
Service Cost	\$ 5,076,560	\$ 0	\$ 5,076,560
Interest	13,833,450	0	13,833,450
Differences Between Expected and Actual Experience	(5,362,402)	0	(5,362,402)
Changes in Assumptions	19,851,748	0	19,851,748
Contributions-Employer	0	6,559,118	(6,559,118)
Contributions-Employees	0	142	(142)
Net Investment Income	0	50,506,306	(50,506,306)
Benefit Payments, Including Refunds of Employee Contributions	(5,913,281)	(5,913,281)	0
Administrative Expense	0	(149,614)	149,614
Net Changes	\$ 27,486,075	\$ 51,002,671	\$ (23,516,596)
Balance, June 30, 2021	\$ 213,780,245	\$ 244,060,010	\$ (30,279,765)

School Department	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Balance, July 1, 2020	\$ 125,715,430	\$ 130,279,366	\$ (4,563,936)
Changes for the Year:			
Service Cost	\$ 3,347,555	\$ 0	\$ 3,347,555
Interest	9,121,972	0	9,121,972
Differences Between Expected and Actual Experience	(3,536,043)	0	(3,536,043)
Changes in Assumptions	13,090,522	0	13,090,522
Contributions-Employer	0	4,325,175	(4,325,175)
Contributions-Employees	0	94	(94)
Net Investment Income	0	33,304,569	(33,304,569)
Benefit Payments, Including Refunds of Employee Contributions	(3,899,301)	(3,899,301)	0
Administrative Expense	0	(98,658)	98,658
Net Changes	\$ 18,124,705	\$ 33,631,879	\$ (15,507,174)
Balance, June 30, 2021	\$ 143,840,135	\$ 163,911,245	\$ (20,071,110)

Community Care	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension Liability (a)	Fiduciary Net Position (b)	Liability (Asset) (a)-(b)
Balance, July 1, 2020	\$ 11,249,414	\$ 11,657,809	\$ (408,395)
Changes for the Year:			
Service Cost	\$ 273,092	\$ 0	\$ 273,092
Interest	744,167	0	744,167
Differences Between Expected and Actual Experience	(288,469)	0	(288,469)
Changes in Assumptions	1,067,920	0	1,067,920
Contributions-Employer	0	352,846	(352,846)
Contributions-Employees	0	8	(8)
Net Investment Income	0	2,716,974	(2,716,974)
Benefit Payments, Including Refunds of Employee Contributions	(318,104)	(318,104)	0
Administrative Expense	0	(8,048)	8,048
Net Changes	\$ 1,478,606	\$ 2,743,676	\$ (1,265,070)
Balance, June 30, 2021	\$ 12,728,020	\$ 14,401,485	\$ (1,673,465)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Rutherford County calculated using the discount rate of 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% Decrease 5.75%	Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)			
Primary Government	\$ 2,620,172	\$ (30,279,765)	\$ (57,305,603)
School Department	1,727,778	(20,071,110)	(37,778,121)
Community Care	140,951	(1,673,465)	(3,082,741)
Total	\$ 4,488,901	\$ (52,024,340)	\$ (98,166,465)

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, Rutherford County recognized pension expense (negative pension expense) of (\$40,282), (\$26,562), and (\$2,167), for the primary government, the non-certified employees of the discretely presented school department, and the discretely presented Community Care of Rutherford County, Inc., respectively.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, Rutherford County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government		
Difference Between Expected and Actual Experience	\$ 1,790,245	\$ 5,004,448
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	26,960,800
Changes in Assumptions	17,479,020	0
Contributions Subsequent to the Measurement Date of June 30, 2021 (1)	7,225,020	N/A
Total	<u>\$ 26,494,285</u>	<u>\$ 31,965,248</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.

School Department	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,180,513	\$ 3,300,003
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	0	17,778,332
Changes in Assumptions	11,525,912	0
Contributions Subsequent to the Measurement Date of June 30, 2021 (1)	4,901,031	N/A
Total	<u>\$ 17,607,456</u>	<u>\$ 21,078,335</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.

Community Care	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 96,306	\$ 269,213
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	0	1,450,350
Changes in Assumptions	940,280	0
Contributions Subsequent to the Measurement Date of June 30, 2021 (1)	356,242	N/A
Total	<u>\$ 1,392,828</u>	<u>\$ 1,719,563</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.

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	Primary Government	School Department	Community Care	Total
2023	\$ (3,562,740)	\$ (2,349,321)	\$ (191,657)	\$ (6,103,718)
2024	(3,334,870)	(2,199,060)	(179,398)	(5,713,328)
2025	(3,756,844)	(2,477,316)	(202,099)	(6,436,259)
2026	(4,456,412)	(2,938,621)	(239,732)	(7,634,765)
2027	2,414,883	1,592,408	129,909	4,137,200
Thereafter	0	0	0	0

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

Discretely Presented Rutherford County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Rutherford County, non-certified employees of the discretely presented Rutherford County School Department, and employees of the discretely presented Community Care of Rutherford County, Inc. are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 58.37 percent, the non-certified employees of the discretely presented school department comprise 38.49 percent, and the employees of the discretely presented Community Care of Rutherford County, Inc. comprise 3.14 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Rutherford County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by

state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to 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 \$1,711,112, which is 2.01 percent of covered payroll. In addition, employer contributions of \$1,623,267, 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, 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 (\$5,163,480) 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 4.766823 percent. The proportion as of June 30, 2020, was 4.453875 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2022, the Rutherford County School Department recognized pension expense (negative pension expense) of \$597,060.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, the school department reported deferred outflows 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	\$ 89,829	\$ 944,811
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	2,972,237
Changes in Assumptions	1,862,420	0
Changes in Proportion of Net Pension Liability (Asset)	0	324,517
LEA's Contributions Subsequent to the Measurement Date of June 30, 2021	1,711,112	N/A
Total	\$ 3,663,361	\$ 4,241,565

The school department's employer contributions of \$1,711,112, 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	\$ (682,833)
2024	(666,564)
2025	(661,929)
2026	(736,721)
2027	56,048
Thereafter	402,683

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.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major 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 Rutherford County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Rutherford County calculated using the discount rate of 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) \$ 1,775,067 \$ (5,163,480) \$ (10,280,908)

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

Teacher Legacy Pension Plan

General Information About the Pension Plan

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

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

eligibility criteria. Member and beneficiary annuitants are entitled to 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 Rutherford County School Department for the year ended June 30, 2022, to the Teacher Legacy Pension Plan were \$16,028,423, 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 (\$198,891,912) 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 4.611195 percent. The proportion measured at June 30, 2020, was 4.593231 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2022, the school department recognized pension expense (negative pension expense) of (\$31,086,377).

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	\$ 668,385	\$ 16,588,231
Changes in Assumptions	53,140,595	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	158,611,858
Changes in Proportion of Net Pension Liability (Asset)	61,458	331,509
LEA's Contributions Subsequent to the Measurement Date of June 30, 2021	16,028,423	N/A
Total	<u>\$ 69,898,861</u>	<u>\$ 175,531,598</u>

The school department's employer contributions of \$16,028,423 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) in 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	\$ (28,926,738)
2024	(27,488,038)
2025	(22,441,613)
2026	(42,804,771)
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 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.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity 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 Rutherford County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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) \$ (35,396,069) \$ (198,891,912) \$ (334,953,068)

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

2. **Deferred Compensation**

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

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$4,257,646 and teachers contributed \$2,387,145 to this deferred compensation pension plan.

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

Rutherford County, the Smyrna-Rutherford County Airport (a joint venture), the discretely presented Rutherford County School Department, Community Care of Rutherford County, Inc., and the Rutherford County Emergency Communications District (component units) provide OPEB benefits to their retirees through a single commercial insurance plan administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

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

The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the County Mayor, three County Commissioners, four members at large, one highway representative, three employee representatives, two Board of Education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the County Risk Management committee recommends the contribution policy, the County Commission approves and authorizes the policy in terms of subsidizing active employees or retired employees' premiums. During the year, plan members paid the following amounts to the plan for OPEB benefits as they became due: Primary Government \$748,697, School Department \$3,723,165, Community Care \$40,860, Airport \$2,685, and E-911 \$0.

Benefits Provided:

Employees Hired after December 31, 2010

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

Employees Hired on or Before December 31, 2010

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

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

50 percent of adequate rate for Medicare supplement and county pharmacy plan for retired employee and dependents.

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

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

Employees Covered by Benefit Terms

At the valuation date of January 1, 2021, the following employees were covered by the benefit terms:

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

Total OPEB Liability

The plan's total OPEB liability was measured as of July 1, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability on the July 1, 2021, measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Discount Rate	2.16%
Inflation Rate	2.50%
Salary Increases	4.00%
Healthcare Cost Trend Rate	6.0% for medical and 8.0% for Rx in 2020 trending downward to an ultimate rate of 4.5% for both medical and Rx in 2030.
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification.
Future Participation Rates	40% to 80% depending on employment classification and whether grandfathered

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

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

The actuarial assumptions used for the June 30, 2022, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 2.21 percent as of the beginning of the measurement period to 2.16 percent as of the measurement date of July 1, 2021.

Changes in the Total OPEB Liability

	Share of Collective Liability		
	Primary Government	School Department	Community Care
Balance July 1, 2020	\$ 37,513,293	\$ 149,056,443	\$ 2,679,029
Changes for the Year:			
Service Cost	\$ 1,200,877	\$ 4,771,599	\$ 85,761
Interest	851,980	3,385,234	60,845
Change in Assumptions	(2,294,041)	(8,570,125)	(163,657)
Benefit Payments	(327,814)	(1,307,222)	(23,386)
Net Changes	\$ (568,998)	\$ (1,720,514)	\$ (40,437)
Balance June 30, 2021	\$ 36,944,295	\$ 147,335,929	\$ 2,638,592

	Share of Collective Liability		Total
	Airport	E-911	
Balance July 1, 2020	\$ 625,834	\$ 78,561	\$ 189,953,160
Changes for the Year:			
Service Cost	\$ 20,034	\$ 2,515	\$ 6,080,786
Interest	14,211	1,783	4,314,053
Change in Assumptions	(39,697)	(5,637)	(11,073,157)
Benefit Payments	(5,673)	(806)	(1,664,901)
Net Changes	\$ (11,125)	\$ (2,145)	\$ (2,343,219)
Balance June 30, 2021	\$ 614,709	\$ 76,416	\$ 187,609,941

During the year, the plan member's proportionate share of the collective OPEB liability was as follows: Primary Government 19.690%, School Department 78.516%, Community Care 1.405%, Airport .341%, and E-911 .048%. The proportionate share of each plan member was allocated based on actual benefit payments paid by the group.

OPEB Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, the plan recognized OPEB expense of \$4,436,273 which was allocated as follows: primary government \$1,464,327; School Department \$2,807,930; Community Care \$68,738, Airport \$84,761; E-911 \$10,517. At June 30, 2022, the plan reported deferred outflows of resources and deferred inflows of resources related to their proportionate share of OPEB from the following sources:

Primary Government	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,654,607	\$ 847,252
Changes of Assumptions/Inputs	2,579,318	6,562,919
Benefits Paid After the Measurement Date	318,162	0
Total	\$ 4,552,087	\$ 7,410,171

School Department

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 156,989	\$ 13,458,154
Changes of Assumptions/Inputs	8,415,976	27,931,339
Benefits Paid After the Measurement Date	1,502,622	0
Total	<u>\$ 10,075,587</u>	<u>\$ 41,389,493</u>

Community Care

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 201,414	\$ 261,039
Changes of Assumptions/Inputs	98,401	487,593
Benefits Paid After the Measurement Date	32	0
Total	<u>\$ 299,847</u>	<u>\$ 748,632</u>

Airport

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 403,255	\$ 17,036
Changes of Assumptions/Inputs	59,884	44,149
Benefits Paid After the Measurement Date	35,875	0
Total	<u>\$ 499,014</u>	<u>\$ 61,185</u>

E-911		Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$	60,468	\$ 30,854
Changes of Assumptions/Inputs		17,412	12,516
Benefits Paid After the Measurement Date		0	0
Total	\$	77,880	\$ 43,370

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

Year Ending June 30		Primary Government	School Department	Community Care
2023	\$	(588,531)	\$ (5,348,902)	\$ (77,868)
2024		(588,531)	(5,348,902)	(77,868)
2025		(588,531)	(5,348,902)	(77,868)
2026		(588,531)	(5,348,902)	(77,868)
2027		(588,531)	(5,348,902)	(77,868)
Thereafter		(233,591)	(6,072,018)	(59,477)

Year Ending June 30		Airport	E-911	Total
2023	\$	50,516	\$ 6,219	\$ (5,958,566)
2024		50,516	6,219	(5,958,566)
2025		50,516	6,219	(5,958,566)
2026		50,516	6,219	(5,958,566)
2027		50,516	6,219	(5,958,566)
Thereafter		149,374	3,415	(6,212,297)

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

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 2.16 percent, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (1.16%) or one percentage point higher (3.16%) than the current rate:

<u>Discount Rate</u>		Current	
	1%	Discount	1%
	Decrease	Rate	Increase
<u>OPEB Liability</u>	1.16%	2.16%	3.16%
Primary Government	\$ 43,210,620	\$ 36,944,295	\$ 31,379,077
School Department	172,245,775	147,335,929	125,082,993
Community Care	3,082,242	2,638,592	2,238,290
Airport	748,074	614,709	543,243
E-911	89,944	76,416	65,317
Total	<u>\$ 219,376,655</u>	<u>\$ 187,609,941</u>	<u>\$ 159,308,920</u>

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the proportionate share of the total OPEB liability of the plan members calculated using the healthcare cost trend rate of 6 to 8 percent, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher (than the current rate):

<u>Healthcare Cost Trend Rate</u>		Current	
	1%	Trend	1%
	Decrease	Rates	Increase
<u>OPEB Liability</u>	5 to 7%	6 to 8%	7 to 9%
Primary Government	\$ 31,554,111	\$ 36,944,295	\$ 42,996,733
School Department	125,780,704	147,335,929	171,393,178
Community Care	2,250,776	2,638,592	3,066,985
Airport	546,274	614,709	744,372
E-911	65,681	76,416	89,499
Total	<u>\$ 160,197,546</u>	<u>\$ 187,609,941</u>	<u>\$ 218,290,767</u>

H. Office of Central Accounting and Budgeting

Office of Director of Finance

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

I. Purchasing Laws

Office of County Mayor

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

Office of Highway Superintendent

Chapter 55, Private Acts of 1951, as amended, and Section 54-7-113, *Tennessee Code Annotated (TCA)* (Uniform Road Law), govern purchasing procedures for the highway department. These statutes require all purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

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

J. Subsequent Events

On August 31, 2022, Bill Ketron left the Office of County Mayor and was succeeded by Joe Carr.

As of July 1, 2022, James Sullivan succeeded Bill Spurlock as Director of Schools.

As of August 1, 2022, Michael Smith succeeded Lisa Nolen as Rutherford County Finance Director.

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

A. Summary of Significant Accounting Policies

The summary of significant accounting policies of Community Care of Rutherford County, Inc., (the nursing home) is presented to assist in understanding the nursing home's financial statements. The financial statements and notes are representations of the nursing home's management

who is responsible for their integrity and objectivity. These accounting policies conform with Generally Accepted Accounting Principles.

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

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

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

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

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

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

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

Cash and Cash Equivalents – The nursing home presents its cash flow statement using the direct method. For purposes of cash flow presentation, the nursing home considers cash in operating bank accounts, demand deposits, cash on hand, and certificates of deposit, which have original maturities of three months or less as cash and cash equivalents. At June 30, 2022, there were no certificates of deposit that qualified as cash equivalents.

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

Patient Service Revenue – Gross patient revenue is recorded on an accrual basis based on services rendered at amounts equal to established rates. Allowances for contractual adjustments are recorded for the differences between established rates and amounts estimated to be paid by the Medicare and Medicaid programs and other third-party payors. Contractual adjustments are deducted from gross patient revenue to determine net patient revenue. Contractual adjustments and bad debt expense for the fiscal year ended June 30, 2022, amounted to \$724,701 and \$187,798, respectively. Amounts paid under Medicare and Medicaid programs are generally based on fixed rates per patient day, adjusted prospectively. All amounts earned under Medicare, Medicaid, and other governmental programs are subject to review by the third-party payors. Any differences between estimated settlements and final determinations are reflected in operations in the year finalized.

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

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

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

Deferred Outflows/Inflows of Resources – In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The nursing home has items that qualify for reporting in this category. Accordingly, the items are reported in the Statement of Net Position. These items are for pension changes in experience, pension changes in assumptions, other postemployment benefit plan (OPEB) changes in assumptions, and contributions for the pension plan and OPEB benefits both paid after the measurement dates of the actuarial reports.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net 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 Statement of Net Position. The deferred inflows relate to certain amounts related to pensions and OPEB, such as differences between projected and actual earnings on pension plan investments and changes in pension plan assumptions as well as changes in OPEB assumptions.

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

Operating Revenues and Expenses – The nursing home's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses

and consist of those revenues and expenses that are related to financing and investing type of activities and result from nonexchange transactions or ancillary activities.

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

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

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

Newly Adopted Accounting Pronouncements – During fiscal year 2022, the nursing home implemented Governmental Accounting Standards Board (GASB) No. 87, *Leases*. GASB No. 87 enhances the relevance and consistency of information of the nursing home’s leasing activities. The objective of this Statement is to better meet the information needs of financial statements users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for lease that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use (“ROU”) an underlying asset. The implementation did not have an effect on the nursing home’s financial statements for fiscal year 2022.

The nursing home also implemented GASB Statement No. 89, *Accounting for Interest Cost Incurred Before the End of a Construction Period*, which was issued in June 2018. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. The implementation did not have an effect on the nursing home’s financial statements for fiscal year 2022.

B. Cash and Certificates of Deposit

State statutes authorize the nursing home to make investments in bonds, notes or treasury bills of the United States, certificates of deposit at Tennessee state chartered or federally chartered banks and savings and loan associations, Federal Loan Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks or cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2022, the board of directors chose to limit the investment of funds to certificates of deposit at banks and savings and loan institutions. Cash reserves for operations were held in bank checking and savings accounts.

State statutes require that all deposits with financial institutions must be collateralized by securities whose market value is equal to 105 percent of the value of uninsured deposits. This must be done by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. The Tennessee Bank Collateral Pool is a multiple financial institution collateral pool in which member financial institutions holding public funds pledge collateral securities equal to at least 90 percent of the average daily balance of public deposits held. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. The pool also has the ability to make additional assessments on a pro-rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

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

During fiscal year 2022, the nursing home's deposit balances were fully collateralized by the State of Tennessee Bank Collateral Pool. Additionally, cash presented on the statement of net position includes \$250 of cash on hand and not included in cash deposits above.

At June 30, 2022, the carrying amount of cash deposits was \$4,757,898, and the bank balance was \$5,005,184. In addition, the nursing home held patient funds in trust with a carrying amount of \$11,906 at June 30, 2022.

C. Capital Assets

Capital asset activity for the year ended June 30, 2022, is summarized as follows:

Description	Balance 7-1-21	Additions	Balance 6-30-22
Capital assets not being depreciated:			
Land	\$ 113,184	\$ 0	\$ 113,184
Construction in Progress	0	41,342	41,342
Subtotal	<u>\$ 113,184</u>	<u>\$ 41,342</u>	<u>\$ 154,526</u>
Capital assets being depreciated:			
Land improvements	\$ 34,944	\$ 0	\$ 34,944
Capital improvements	1,043,684	126,632	1,170,316
Transportation equipment	89,903	0	89,903
Furniture, fixtures, and equipment	972,454	332,947	1,305,401
Total	<u>\$ 2,140,985</u>	<u>\$ 459,579</u>	<u>\$ 2,600,564</u>
Accumulated depreciation:			
Land improvements	\$ 18,391	\$ 5,075	\$ 23,466
Capital improvements	447,894	45,589	493,483
Transportation equipment	89,686	217	89,903
Furniture, fixtures, and equipment	713,123	56,108	769,231
Total	<u>\$ 1,269,094</u>	<u>\$ 106,989</u>	<u>\$ 1,376,083</u>
Capital assets being depreciated, net	<u>\$ 871,891</u>	<u>\$ 352,590</u>	<u>\$ 1,224,481</u>
Capital Assets, net	<u>\$ 985,075</u>	<u>\$ 393,932</u>	<u>\$ 1,379,007</u>

Depreciation expense for the fiscal year ended June 30, 2022, totaled \$106,989.

D. Long-Term Obligations

A summary of changes in the nursing home's governmental activities long-term obligations transactions for the year ended June 30, 2022, are as follows:

	Balance 7-1-21	Additions	Reductions	Balance 6-30-22	Due Within One Year
Compensated absences	\$ 200,682	\$ 237,707	\$ (252,062)	\$ 186,327	\$ 186,327
Total OPEB obligation	2,679,029	423	(40,860)	2,638,592	0
	<u>\$ 2,879,711</u>	<u>\$ 238,130</u>	<u>\$ (292,922)</u>	<u>\$ 2,824,919</u>	<u>\$ 186,327</u>

E. Funds Held in Trust

At June 30, 2022, the nursing home had a fiduciary responsibility for funds totaling \$11,906 on behalf of patients. This amount was held in a separate interest-bearing cash account.

The nursing home is required to maintain a cash account as a depository for patient funds. The fund is restricted in use and can be used only for providing spending money for patients, purchasing supplies for patients with cash in

the fund, or paying amounts due to the nursing home for patient care, provided the amount does not include monies stipulated for patients' use only. All funds are required to be placed in an insured interest-bearing account.

F. Commitment

The nursing home has a usage agreement with Rutherford County for the use of the building, which it occupies. Under the usage terms, the nursing home will incur no expense as long as the nursing home meets its responsibility to pay timely its cost of the medical, hospital and life insurance premiums incurred. The agreement was renewed June 17, 2021, for an additional five-year period commencing July 1, 2021, and ending June 30, 2026, and may be terminated by either party upon a 90-day written notice. For the year ended June 30, 2022, medical, hospital and life insurance premiums in the amount of \$846,797 were paid timely.

G. Concentration of Credit Risk

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

Medicaid	40 %
Medicare	45
Private	6
Insurance	9
	<u>100 %</u>

Approximately 90 percent of net patient revenue is derived from third-party payers.

H. Risk Management

The nursing home is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The nursing home maintains commercial insurance coverage on each area of risk. Exposure is limited to claims in excess of standard policy limitations. The nursing home annually reviews its insurance needs based on claims and/or potential claims to minimize exposure. There were no claims in excess of insurance coverage during the past three years.

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

I. Pension Plan

Plan Description. Employees of Community Care of Rutherford County, Inc., are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS.

The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Since Community Care of Rutherford County, Inc., is a component unit of Rutherford County and does not have its own distinct agent multiple-employer pension plan, the plan is treated as a cost-sharing plan for purposes of Community Care of Rutherford County, Inc.'s stand-alone financial statements. At the measurement date of June 30, 2021, Community Care of Rutherford County, Inc., comprised 3.22 percent of the plan based on contributions, and the proportion measured as of June 30, 2020, was 3.48 percent.

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

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees are non-contributory. Community Care of Rutherford County, Inc., makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2022, the employer contributions for Community Care of Rutherford County, Inc., were \$356,242 based on a rate of 10.16 percent of covered payroll, which was higher than the employer actuarially determined contribution rate of 8.42 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept state shared taxes of Rutherford County, the primary government, if required employer contributions are not remitted. The employer’s actuarially determined contribution and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Pension Assets. At June 30, 2022, Community Care of Rutherford County, Inc., reported an asset of \$1,673,465 for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2021, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The nursing home’s proportion of the net pension asset was based on a projection of the nursing home’s long-term share of contributions to the pension plan relative to the actuarially determined projected contributions of all participating entities. At June 30, 2022, Community Care of Rutherford County, Inc.’s proportion was 3.22 percent.

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 in Assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.50 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	4.88	31
Developed Market		
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
Total		100

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 6.75 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Rutherford County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Community Care of Rutherford County, Inc., calculated using the discount rate of 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	1%
	Decrease	Discount	Increase
	5.75%	Rate	7.55%
Community Care of Rutherford County		6.75%	

Net Pension Liability (Asset)	\$ 144,394	\$ (1,673,465)	\$ (3,158,039)
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Pension Expense (Negative Pension Expense) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Expense (Negative Pension Expense). For the year ended June 30, 2022, Community Care of Rutherford County, Inc., recognized a pension expense (negative pension expense) of (\$2,220).

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, Community Care of Rutherford County, Inc., reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 98,658	\$ 275,789
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,485,775
Changes in Assumptions	963,247	0
Contributions Subsequent to the Measurement Date of June 30, 2021	356,242	0
Total	<u>\$ 1,418,147</u>	<u>\$ 1,761,564</u>

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.

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	\$ (196,338)
2024	(183,780)
2025	(207,035)
2026	(245,587)
2027	133,081
Thereafter	0

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

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

Payable to the Pension Plan. At June 30, 2022, the nursing home reported a payable of \$43,605 for outstanding contributions due to the pension plan at June 30, 2022.

J. Other Postemployment Benefits (OPEB)

Community Care of Rutherford County, Inc., provides OPEB benefits to their retirees through a single commercial insurance plan of Rutherford County (the County), the primary government, administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is treated as a cost-sharing plan for purposes of the nursing home's stand-alone financial statements. The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

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

The premium requirements of plan members are established and may be amended by the insurance committee comprised of 15 members, which include the County Mayor, three county commissioners, four members at large, one highway representative, three employee representatives, two Board of Education representatives, and one Rutherford Education Association representative. The plan is self-insured and financed on a pay-as-you-go basis with the risk shared equally among the participants. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. While the County Risk Management committee recommends the contribution policy, the County Commission approves and authorizes the policy in terms of subsidizing active employees or retired employees' premiums. During the year, the nursing home paid \$40,860 to the plan for OPEB benefits as they became due.

Benefits Provided:

Employees Hired after December 31, 2010

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

Employees Hired on or Before December 31, 2010

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

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the

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

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

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

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

Total OPEB Liability

The plan's total OPEB liability was measured as of July 1, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability on the July 1, 2021, measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Discount Rate	2.16%
Inflation Rate	2.50%
Salary Increases	4.00%
Healthcare Cost Trend Rate	6.0% for medical and 8.0% for Rx in 2020 trending downward to an ultimate rate of 4.5% for both medical and Rx in 2030.
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification.
Future Participation Rates	40% to 80% depending on employment classification and whether grandfathered.

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

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

The actuarial assumptions used for the June 30, 2022, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions. The discount rate changed from 2.21 percent as of the beginning of the measurement period to 2.16 percent as of the measurement date of July 1, 2021.

Changes in the Total OPEB Liability:

Balance July 1, 2020	<u>\$ 2,679,029</u>
Changes for the Year:	
Service Cost	\$ 85,761
Interest	60,845
Change in Assumptions	(163,657)
Benefit Payments	<u>(23,386)</u>
Net Changes	<u>\$ (40,437)</u>
Balance June 30, 2021	<u><u>\$ 2,638,592</u></u>

During the year, the nursing home's proportionate share of the collective OPEB liability was 1.406 percent. The nursing home's proportionate share was 1.41 percent in the prior year. The proportionate share of each plan member was allocated based on actual benefit payments paid by the group.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2022, the nursing home's portion of OPEB expense recognized by the plan was \$68,738. At June 30, 2022, the plan reported deferred outflows of resources and deferred inflows of resources related to the nursing home's proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 201,414	\$ 261,039
Changes of Assumptions/Inputs	98,401	487,593
Benefits Paid After the Measurement Date	<u>32</u>	<u>0</u>
Total	<u><u>\$ 299,847</u></u>	<u><u>\$ 748,632</u></u>

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

Year Ending June 30	Amount
2023	\$ (77,868)
2024	(77,868)
2025	(77,868)
2026	(77,868)
2027	(77,868)
Thereafter	(59,477)

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

Sensitivity of the Nursing Home's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate. The following presents the nursing home's proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 2.16 percent, as well as what the nursing home's proportionate share of the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (1.16%) or one percentage point higher (3.16%) than the current rate:

	1% Decrease 1.16%	Current Discount Rate 2.16%	1% Increase 3.16%
Community Care			
Total OPEB Liability	\$ 3,082,242	\$ 2,638,592	\$ 2,238,290

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

	1% Decrease 5 to 7%	Current Trend Rates 6 to 8%	1% Increase 7 to 9%
Community Care			
Total OPEB Liability	\$ 2,250,776	\$ 2,638,592	\$ 3,066,985

K. Health Care Regulations

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

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

During March 2020, a global pandemic was declared related to the rapidly growing outbreak of a novel strain of coronavirus (COVID-19). The pandemic has significantly impacted the economic conditions across the nation as federal, state, and local governments react to the public health crisis, creating significant uncertainties in the economy. This situation is continually changing, and additional impacts may arise.

The ultimate future impact, if any, of the pandemic on the nursing home's results of operations, financial position, liquidity, or capital resources cannot be reasonably estimated at this time.

M. Subsequent Events

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

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

A. Summary of Significant Accounting Policies

General Information – On May 15, 1984, the Tennessee state legislature approved the Tennessee Emergency Communications District Law (Acts 1984, Ch. 867), which enables a county, upon approval by voters, to create a district to provide local emergency telephone service. Subsequently, on May 6, 1986, the voters of Rutherford County approved the establishment of a

district for their county, the Rutherford County Emergency Communications District.

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

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

Legally, the district is a separate governmental entity that has considerable legal, financial, and administrative autonomy. However, as the governing board is not elected, but instead is entirely appointed by the Rutherford County Mayor and confirmed by the Rutherford County Commission, the district cannot be a primary government. Instead, it qualifies as a component unit according to the directives of the Governmental Accounting Standards Board (GASB).

The GASB specifies that component units must be legally separate organizations, which have financial accountability to a primary government. Financial accountability exists prima facie if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all of three activities. Two of these are to issue bonded debt without approval by another government and to levy taxes or set rates or charges without approval by another government. As provided by Section 7-86-114, *Tennessee Code Annotated*, before issuing negotiable bonds, the district must have approval of the legislative body of a county wherein a district is established. It also must have approval before making purchase contracts, lease agreements, and notes payable of over five years' duration. In addition, the Rutherford County Commission has the ability to adjust the district's service charges. Because the district is both a legal entity and is financially accountable to the primary government of Rutherford County, as the county commission appoints all members of the governing board and by the nature of its fiscal dependence on Rutherford County as described above, it is a component unit of Rutherford County.

At June 30, 2022, there were no related receivables or payables between Rutherford County and the district. The district did not engage in any activities that were subject to the approval of Rutherford County.

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

As a component unit of Rutherford County, the accounts of the district are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the district's assets, liabilities, net position, revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured by a pledge of the net revenues from fees and charges of the activity; or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

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

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

Cash Flow - Cash and Cash Equivalents – The district presents its cash flow statement using the direct method. For purposes of cash flow presentation, the district considers cash in operating bank accounts, cash on hand, and certificates of deposit that have original maturities of three months or less as cash and cash equivalents. At June 30, 2022, there were no certificates of deposit that qualified as cash equivalents.

Budgetary Law and Practice – The director of the district files an annual budget with the clerk of Rutherford County in accordance with *Tennessee Code Annotated*, Title 7, Chapter 86, Part 1. In April of each year, the director presents a preliminary budget to the board of directors, which is then discussed and amended as necessary for approval by the board.

The budget for operations is prepared on the cash receipts and disbursements basis by line-item accounts. Revenues are budgeted in the year receipt is expected, and disbursements are budgeted in the year that the disbursement is expected to occur. The board has determined to maintain an investment approximating 12 months of the operating budget or \$600,000 in cash and certificates of deposit as a resource for future expenses.

Prepaid Expenses – The costs of prepaid insurance and any other applicable costs are charged to operations over the period of coverage. As of June 30, 2022, prepaid insurance and service contract costs were \$279,635.

Property and Equipment – Property and equipment are stated at cost. The district defines capital assets as assets with an initial, individual cost of more than \$10,000 and an estimated useful life in excess of one year. For financial statement purposes, depreciation of property and equipment is provided using the straight-line method. Maintenance and repairs are charged to operations when incurred. Major renewals and betterments are capitalized. When items of property and equipment are sold or retired, the related costs and accumulated depreciation are removed from the accounts, and any gain or loss is included as nonoperating revenue or loss.

The estimated useful lives are as follows:

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

Compensated Absences – The Board of Directors voted to adopt a policy for vacation, sick leave, and holidays effective January 1, 1995. Full-time, permanent employees are granted vacation benefits in varying amounts to specified maximums depending on tenure with the district. Excess days earned are transferred to sick leave days. Sick leave accrues to full-time, permanent employees at the rate of one day per month of service. An employee is entitled to accrue sick leave days without limitation on the number of days. If an employee should leave prior to vesting the benefits, no compensation will be paid for unused sick days. After an employee is eligible to receive vested benefits in the retirement plan, any sick leave that said employee has accrued will be credited to retirement service days. Non-exempt employees are entitled to overtime or compensatory time.

An estimated liability for vacation has been accrued under the vesting method. The estimated amount calculated for compensated absences recorded as a liability at June 30, 2022, is \$34,765.

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

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

investing type of activities and result from nonexchange transactions or ancillary activities.

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

Other Postemployment Benefits (OPEB) –The district provides OPEB benefits to its retirees through a single commercial insurance plan of Rutherford County (the county), the primary government, administered by Cigna Insurance Company. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in GASB Statement No. 75. The plan is treated as a cost-sharing plan for purposes of the district's stand-alone financial statements. The plan is funded as 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.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The district has items that qualify for reporting in this category. Accordingly, the items are reported in the statement of net position. These items are for pension changes in experience, other postemployment benefit plan (OPEB) changes in experience, pension changes in assumptions, OPEB changes in assumptions, pension changes in investment earnings and contributions for the pension plan paid after the measurement date of the actuarial report.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The district has items that qualify for reporting in this category, one related to pension changes in experience and one related to OPEB changes in assumptions and another related to OPEB changes in experience.

Implementation of GASB Statement No. 87 – During the fiscal year ended June 30, 2022, the district implemented GASB Statement No. 87, *Leases*. The statement establishes a single model for lease accounting based on the foundational principal that leases are financings of the right to use an underlying asset. Under this statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The new statement did not have a material effect on the district's financial statements.

B. Cash and Certificates of Deposit Investments

The district follows state statutes requiring all deposits with financial institutions to be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. The Tennessee Bank Collateral Pool (the pool) is a multiple financial institution collateral pool to which member financial institutions holding public funds pledge collateral securities. In the event any member financial institution fails, the entire collateral pool becomes available to satisfy the claims of governmental entities. Public fund accounts covered by the pool are considered to be insured for purposes of custodial credit risk exposure.

The pool also has the ability to make additional assessments on a pro rata basis to the members of the pool if the value of collateral is inadequate to cover a loss.

The district does not have a formal policy regarding types of investments authorized. State Statutes authorize the district to make investments in bonds, notes, or treasury bills of the United States, Federal Land Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks for cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose market value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the government.

During the year ended June 30, 2022, the Board of Directors chose to limit the investment of funds to demand deposits and certificates of deposit at banking institutions.

At June 30, 2022, the carrying amount of cash deposits was \$2,513,184 and the bank balance was \$2,528,410, as listed below. All bank accounts earn a

variable rate of interest. At June 30, 2022, the entire bank balance was covered by federal depository insurance or by collateral held in the Tennessee Bank Collateral Pool.

Cash Accounts	Interest Rate	Carrying Amount	Bank Balance
Truist Bank checking	0.00%	\$ 2,263,028	\$ 2,278,254
Truist Bank cash investment	0.00	250,156	250,156
Total		<u>\$ 2,513,184</u>	<u>\$ 2,528,410</u>

Certificates of Deposit – At June 30, 2022, the district held the following certificates of deposit:

Bank	Maturity	Interest	Amount
CB & S Bank	12-19-22	0.20 %	\$ 250,000
First Bank	11-6-23	0.20	250,000
Pinnacle Bank	1-13-23	0.15	250,000
Truist Bank	12-16-24	0.01	250,000
First Nat'l Bank of McMinnville	1-20-25	0.85	250,000
U.S. Bank	4-20-23	0.20	249,999
F&M Bank	10-24-23	0.25	250,010
CapStar Bank	6-18-23	0.40	250,000
Wilson Bank & Trust	8-19-24	0.30	250,000
SmartBank	7-20-23	0.45	<u>250,000</u>
Total			<u>\$ 2,500,009</u>

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

C. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-21	Additions	Reductions	Balance 6-30-22
<u>Depreciable Assets</u>				
Buildings and Improvements	\$ 1,212,556	\$ 188,000	\$ 0	\$ 1,400,556
Furniture and Fixtures	87,667	0	0	87,667
Office Equipment	14,186	0	0	14,186
Communications Equipment	2,393,949	757,717	0	3,151,666
Vehicle	48,775	0	0	48,775
Other Capital Assets	538,129	0	0	538,129
Intangible (right-to-use) asset	1,235,000	3,230	0	1,238,230
Total	<u>\$ 5,530,262</u>	<u>\$ 948,947</u>	<u>\$ 0</u>	<u>\$ 6,479,209</u>
<u>Less: Accumulated Depreciation</u>				
Buildings and Improvements	\$ (584,888)	\$ (34,182)	\$ 0	\$ (619,070)
Furniture and Fixtures	(41,807)	(6,966)	0	(48,773)
Office Equipment	(14,187)	0	0	(14,187)
Communications Equipment	(1,091,507)	(165,466)	0	(1,256,973)
Vehicle	(48,775)	0	0	(48,775)
Other Capital Assets	(453,646)	(15,501)	0	(469,147)
Intangible (right-to-use) asset	0	(61,912)	0	(61,912)
Total	<u>\$ (2,234,810)</u>	<u>\$ (284,027)</u>	<u>\$ 0</u>	<u>\$ (2,518,837)</u>
<u>Non-depreciable Assets</u>				
Land	\$ 17,500	\$ 0	\$ 0	\$ 17,500
Other assets-not depreciated	442,564	34,892	(442,564)	34,892
Total	<u>\$ 460,064</u>	<u>\$ 34,892</u>	<u>\$ (442,564)</u>	<u>\$ 52,392</u>
Total Capital Assets	<u>\$ 3,755,516</u>	<u>\$ 699,812</u>	<u>\$ (442,564)</u>	<u>\$ 4,012,764</u>

D. Intangible (Right-to-Use) Asset

During the fiscal year ended June 30, 2020, the district entered into a Master Dark Fiber IRU Agreement ("IRU Agreement") with United Communications. The IRU Agreement provides the district with an irrevocable right to use certain optical fibers in various portions of the United Communications network. As of June 30, 2022, the district has paid 100% of the contract in the amount of \$1,238,230. The construction was completed on June 18, 2021. The district has the right-to-use of the fibers for a period of 20 years. Beginning in the fiscal year ended June 30, 2022, the intangible (right-to-use) asset will be amortized for a period of 20 years. Amortization expense for the year ended June 30, 2022, was \$61,912. The net book value of the intangible (right-to-use) asset at June 30, 2022, was \$1,176,318.

Amortization of the intangible right-to-use asset is \$61,912 for fiscal years ending June 30, 2023, through June 30, 2027, with the remaining balance at June 30, 2027, of \$866,758 amortized through June 30, 2042.

E. Retirement Plan

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

Benefits Provided – *TCA*, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available at age 55 and vested. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

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

Inactive employees or beneficiaries currently receiving benefits	1
Inactive employees entitled to but not yet receiving benefits	2
Active employees	<u>3</u>
Total	<u><u>6</u></u>

Contributions – Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Rutherford County Emergency Communications District has adopted a noncontributory retirement plan for its employees. Rutherford County Emergency Communications District makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2022, the employer contributions for Rutherford County Emergency Communications District were \$32,346 based on a rate of 10.87 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Rutherford County Emergency Communications District's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Rutherford County Emergency Communications District's net pension liability (asset) was measured as of June 30, 2021, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

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

Inflation	2.25%
Salary increases	Graded salary ranges from 8.72 to 3.44% based on age, including inflation, averaging 4%
Investment rate of return	6.75%, net of pension plan investment expenses, including inflation
Cost-of-living adjustment	2.125%

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

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

Changes in Assumptions – In 2021, the following assumptions were changed: decreased inflation rate from 2.50 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 the mortality assumption.

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 investment expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 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	Long-Term	
	Expected Real Rate of Return	Target Allocation
U.S. Equity	5.69	31 %
Developed market international equity	5.29	14
Emerging market international equity	6.36	4
Private equity and strategic lending	5.79	20
U.S. Fixed Income	2.01	20
Real Estate	4.32	10
Short-term securities	0.00	1
		<u>100 %</u>

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 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 Rutherford County Emergency Communications District will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return

on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance, July 1, 2020	\$ 1,115,231	\$ 990,229	\$ 125,002
Changes for the year:			
Service Cost	\$ 13,555	\$ 0	\$ 13,555
Interest	81,406	0	81,406
Differences Between Expected and Actual Experience	(139,117)	0	(139,117)
Changes in Assumptions	90,716	0	90,716
Contributions-Employer	0	34,917	(34,917)
Net Investment Income	0	258,376	(258,376)
Benefit Payments, Including Refunds of Employee Contributions	(11,892)	(11,892)	0
Administrative Expense	0	(331)	331
Net Changes	\$ 34,668	\$ 281,070	\$ (246,402)
Balance, June 30, 2021	\$ 1,149,899	\$ 1,271,299	\$ (121,400)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate - The following presents the net pension liability (asset) of Rutherford County Emergency Communications District calculated using the discount rate of 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% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Rutherford County Emergency Communications District			
Net Pension Liability (Asset)	\$ 46,864	\$ (121,400)	\$ (262,014)

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

Pension expense (negative pension expense) – For the year ended June 30, 2022, Rutherford County Emergency Communications District recognized pension expense (negative pension expense) of (\$22,286).

Deferred outflows of resources and deferred inflows of resources – For the year ended June 30, 2022, Rutherford County Emergency Communications District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 4,983	\$ 103,059
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	138,056
Changes in Assumptions	63,499	0
Contributions Subsequent to the Measurement Date of June 30, 2021	32,346	0
Total	<u>\$ 100,828</u>	<u>\$ 241,115</u>

The amount shown above for “Contributions subsequent to the measurement date of June 30, 2021,” will be recognized as a reduction (increase) to the net pension liability (asset) in the following measurement period.

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

<u>Year Ending June 30:</u>	<u>Amount</u>
2023	\$ (47,969)
2024	(53,763)
2025	(33,900)
2026	(37,001)
2027	0

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

Payable to the Pension Plan – Rutherford County Emergency Communication District had no payables from required contributions to the pension plan as of June 30, 2022.

F. Risk Management

The district is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The district purchases commercial insurance for claims and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

G. Other Postemployment Benefits (OPEB)

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

Benefits Provided –

Employees Hired after December 31, 2010 –

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

Employees Hired on or Before December 31, 2010 –

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

1. Less than six months of service, the eligibility requirements to retire with medical insurance at age 60 with 20 years of service and 15 years on the plan, or any age with 30 years of service and 15 years on the plan. The county will provide \$1,000 per month or the adequate rate, whichever is less, into a Health

Reimbursement Account. All medical plan benefits will end with Medicare eligibility.

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

65, the county will provide 50 percent of the adequate rate for retired employee and dependents. For post-65, the County pays 50 percent of the adequate rate for Medicare supplement and the county pharmacy plan for retired employee and dependents.

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

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

Total OPEB Liability – The plan's total OPEB liability was measured as of July 1, 2021, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Methods. The total OPEB liability on the July 1, 2021, measurement date was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Discount Rate	2.16%
Inflation Rate	2.50%
Salary Increases	4.00%
Healthcare Cost Trend Rate	6.0% for medical and 8.0% for Rx in 2020 trending downward to an ultimate rate of 4.5% for both medical and Rx in 2030.
Retirees share of Benefit Related Cost	25% to 50% depending upon years of service and employment classification.
Future Participation Rates	40% to 80% depending on employment classification and whether grandfathered

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

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

The actuarial assumptions used for the June 30, 2022, fiscal year end were based on plan data and costs presented by Rutherford County with concurrence by the actuary.

Changes in Assumptions - The discount rate changed from 2.21 percent as of the beginning of the measurement period to 2.16 percent as of the measurement date of July 1, 2021.

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

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources - For the year ended June 30, 2022, the district's portion of OPEB expense recognized by the plan was \$10,517. At June 30, 2022, the district reported its proportionate share of deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 60,468	\$ 30,854
Changes of Assumptions/Inputs	17,412	12,516
Total	<u>\$ 77,880</u>	<u>\$ 43,370</u>

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

Year Ending June 30	E-911 District
2023	\$ 6,219
2024	6,219
2025	6,219
2026	6,219
2027	6,219
Thereafter	3,415

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

Sensitivity of the District's Proportionate Share of the Total OPEB Liability to Changes in the Discount Rate – The following presents the District's proportionate share of the total OPEB liability of the plan members calculated using the discount rate of 2.16 percent, as well as what the District's proportionate share of the total OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (1.16%) or one percentage point higher (3.16%) than the current rate:

<u>Discount Rate</u>				
	1%		Current	1%
	Decrease		Discount	Increase
	1.16%		Rate	3.16%
			2.16%	
Total OPEB Liability	\$	89,944	\$	76,416
				\$
				65,317

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

<u>Healthcare Cost Trend Rate</u>				
	1%		Current	1%
	Decrease		Discount	Increase
	5 to 7%		Rate	7 to 9%
			6 to 8%	
Total OPEB Liability	\$	65,681	\$	76,416
				\$
				89,499

H. Transactions with Primary Government

Amounts paid to Rutherford County for mapping services and maintenance agreements totaled \$50,000. Rutherford County also administers the payroll reporting for the district. The district reimbursed Rutherford County \$438,139 for salaries and benefits paid on the district's behalf.

I. Commitments

Prior to June 30, 2022, the district signed a contract with Eye in the Sky for a security system in the amount of \$41,916. At June 30, 2022, the district had incurred \$34,892 in costs related to the project with a remaining commitment at June 30, 2022, of \$7,024.

J. Lease

On November 18, 2019, the district entered into a contract with the State of Tennessee to remit \$1,063 monthly per equipment rack for 24 months, for disaster recovery services. The lease is renewable for three additional years;

however, can be terminated for convenience by either party with 30 days written notice and therefore did not meet the criteria for lease recognition under GASB No. 87.

K. Option and Lease Agreement

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

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

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

In addition to rent and the escalator, the tenant shall pay the district an additional monthly rent of \$250 for the second and all subsequent broadband or other communications carrier installations and each rent increase shall commence at carrier lease rent commencement. Additional monthly rent shall be increased annually by an amount equal to 2% per year over the additional monthly rent applicable during the previous year.

At June 30, 2022, the district and the tenant are in the initial option period and construction is expected to commence in FYE 2023, but no construction agreements have been signed.

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

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

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit F-1

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

	2014	2015	2016	2017	2018	2019	2020	2021
Total Pension Liability								
Service Cost	\$ 2,569,896	\$ 3,618,341	\$ 3,686,202	\$ 4,017,655	\$ 4,387,268	\$ 4,541,169	\$ 4,843,016	\$ 5,076,560
Interest	6,111,706	8,816,901	9,357,749	10,414,555	10,845,557	11,615,285	12,608,260	13,833,450
Differences Between Actual and Expected Experience	2,079	(1,836,333)	693,814	148,760	(1,030,643)	(137,645)	2,436,324	(5,362,402)
Changes in Assumptions	0	0	0	3,256,002	0	0	0	19,851,748
Benefit Payments, Including Refunds of Employee Contributions	(2,070,807)	(3,075,600)	(3,357,210)	(3,811,933)	(4,066,583)	(4,522,728)	(5,314,921)	(5,913,281)
Other	0	28,910,338	(239,049)	3,606,102	(3,534,174)	555,509	2,294,387	0
Net Change in Total Pension Liability	\$ 6,612,874	\$ 36,433,646	\$ 10,141,507	\$ 17,631,142	\$ 6,601,425	\$ 12,051,590	\$ 16,867,066	\$ 27,486,075
Total Pension Liability, Beginning	79,954,920	86,567,794	123,001,440	133,142,947	150,774,089	157,375,514	169,427,104	186,294,170
Total Pension Liability, Ending (a)	\$ 86,567,794	\$ 123,001,440	\$ 133,142,947	\$ 150,774,089	\$ 157,375,514	\$ 169,427,104	\$ 186,294,170	\$ 213,780,245
Plan Fiduciary Net Position								
Contributions - Employer	\$ 4,371,110	\$ 5,590,866	\$ 5,826,912	\$ 5,701,929	\$ 5,849,461	\$ 6,142,236	\$ 6,343,408	\$ 6,559,118
Contributions - Employee	3,738	292	5,879	300	0	23,431	372	142
Net Investment Income	12,888,992	3,808,129	3,440,094	15,737,798	12,665,478	12,465,067	9,102,379	50,506,306
Benefit Payments, Including Refunds of Employee Contributions	(2,070,807)	(3,075,600)	(3,357,210)	(3,811,933)	(4,066,583)	(4,522,728)	(5,314,921)	(5,913,281)
Administrative Expense	(41,246)	(72,007)	(108,787)	(129,923)	(146,451)	(139,405)	(143,692)	(149,614)
Other	0	30,659,881	(250,160)	3,636,930	(3,642,840)	586,195	2,445,997	0
Net Change in Plan Fiduciary Net Position	\$ 15,151,787	\$ 36,911,560	\$ 5,556,728	\$ 21,135,101	\$ 10,659,066	\$ 14,554,796	\$ 12,433,543	\$ 51,002,671
Plan Fiduciary Net Position, Beginning	76,654,756	91,806,544	128,718,104	134,274,833	155,409,934	166,069,000	180,623,796	193,057,339
Plan Fiduciary Net Position, Ending (b)	\$ 91,806,544	\$ 128,718,104	\$ 134,274,833	\$ 155,409,934	\$ 166,069,000	\$ 180,623,796	\$ 193,057,339	\$ 244,060,010
Net Pension Liability (Asset), Ending (a - b)	\$ (5,238,749)	\$ (5,716,664)	\$ (1,131,886)	\$ (4,635,845)	\$ (8,693,486)	\$ (11,196,692)	\$ (6,763,169)	\$ (30,279,765)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%	114.05%
Covered Payroll	\$ 46,043,005	\$ 46,712,485	\$ 48,858,829	\$ 53,670,979	\$ 55,032,657	\$ 57,744,945	\$ 62,438,801	\$ 64,558,223
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%	(47.04)%

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

Exhibit F-2

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

	2014	2015	2016	2017	2018	2019	2020	2021
Total Pension Liability								
Service Cost	\$ 3,177,998	\$ 2,465,714	\$ 2,512,934	\$ 2,636,889	\$ 3,081,773	\$ 3,140,323	\$ 3,268,174	\$ 3,347,555
Interest	7,557,888	6,008,266	6,379,305	6,835,337	7,618,305	8,032,237	8,508,334	9,121,972
Differences Between Actual and Expected Experience	2,571	(1,251,367)	472,982	97,635	(723,960)	(95,185)	1,644,085	(3,536,043)
Changes in Assumptions	0	0	0	2,136,997	0	0	0	13,090,522
Benefit Payments, Including Refunds of Employee Contributions	(2,560,812)	(2,095,864)	(2,288,655)	(2,501,869)	(2,856,512)	(3,127,571)	(3,586,627)	(3,899,301)
Other	0	(28,359,471)	(130,390)	(1,013,480)	4,469,690	(1,333,220)	(1,281,281)	0
Net Change in Total Pension Liability	\$ 8,177,646	\$ (23,232,722)	\$ 6,946,176	\$ 8,191,510	\$ 11,589,296	\$ 6,616,584	\$ 8,552,685	\$ 18,124,705
Total Pension Liability, Beginning	98,874,255	107,051,901	83,819,179	90,765,355	98,956,865	110,546,161	117,162,745	125,715,430
Total Pension Liability, Ending (a)	\$ 107,051,901	\$ 83,819,179	\$ 90,765,355	\$ 98,956,865	\$ 110,546,161	\$ 117,162,745	\$ 125,715,430	\$ 143,840,135
Plan Fiduciary Net Position								
Contributions - Employer	\$ 5,405,424	\$ 3,809,889	\$ 3,972,285	\$ 3,742,321	\$ 4,108,870	\$ 4,247,498	\$ 4,280,672	\$ 4,325,175
Contributions - Employee	4,623	199	4,008	197	0	16,203	250	94
Net Investment Income	15,938,851	2,595,045	2,345,158	10,329,117	8,896,683	8,619,880	6,142,486	33,304,569
Benefit Payments, Including Refunds of Employee Contributions	(2,560,812)	(2,095,864)	(2,288,655)	(2,501,869)	(2,856,512)	(3,127,571)	(3,586,627)	(3,899,301)
Administrative Expense	(51,006)	(49,069)	(74,162)	(85,272)	(102,872)	(96,401)	(96,966)	(98,658)
Other	0	(30,075,677)	(136,450)	(1,021,984)	4,607,119	(1,406,869)	(1,365,964)	0
Net Change in Plan Fiduciary Net Position	\$ 18,737,080	\$ (25,815,478)	\$ 3,822,185	\$ 10,462,510	\$ 14,653,288	\$ 8,252,740	\$ 5,373,851	\$ 33,631,879
Plan Fiduciary Net Position, Beginning	94,793,190	113,530,270	87,714,792	91,536,977	101,999,487	116,652,775	124,905,515	130,279,366
Plan Fiduciary Net Position, Ending (b)	\$ 113,530,270	\$ 87,714,792	\$ 91,536,977	\$ 101,999,487	\$ 116,652,775	\$ 124,905,515	\$ 130,279,366	\$ 163,911,245
Net Pension Liability (Asset), Ending (a - b)	\$ (6,478,369)	\$ (3,895,613)	\$ (771,622)	\$ (3,042,622)	\$ (6,106,614)	\$ (7,742,770)	\$ (4,563,936)	\$ (20,071,110)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%	114.05%
Covered Payroll	\$ 29,077,624	\$ 31,820,841	\$ 33,273,947	\$ 35,214,136	\$ 38,648,492	\$ 39,943,296	\$ 42,135,086	\$ 42,570,601
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%	(47.04)%

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

Exhibit F-3

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

	2014	2015	2016	2017	2018	2019	2020	2021
Total Pension Liability								
Service Cost	\$ 308,896	\$ 308,774	\$ 326,270	\$ 270,060	\$ 274,107	\$ 305,087	\$ 292,447	\$ 273,092
Interest	734,615	752,396	828,266	700,048	677,608	780,345	761,353	744,167
Differences Between Actual and Expected Experience	250	(156,705)	61,410	9,999	(64,392)	(9,247)	147,118	(288,469)
Changes in Assumptions	0	0	0	218,863	0	0	0	1,067,920
Benefit Payments, Including Refunds of Employee Contributions	(248,907)	(262,458)	(297,151)	(256,231)	(254,072)	(303,848)	(320,943)	(318,104)
Other	0	(550,867)	369,438	(2,592,622)	(935,516)	777,711	(1,013,107)	0
Net Change in Total Pension Liability	\$ 794,854	\$ 91,140	\$ 1,288,234	\$ (1,649,884)	\$ (302,265)	\$ 1,550,048	\$ (133,132)	\$ 1,478,606
Total Pension Liability, Beginning	9,610,419	10,405,273	10,496,413	11,784,647	10,134,763	9,832,498	11,382,546	11,249,414
Total Pension Liability, Ending (a)	\$ 10,405,273	\$ 10,496,413	\$ 11,784,647	\$ 10,134,763	\$ 9,832,498	\$ 11,382,546	\$ 11,249,414	\$ 12,728,020
Plan Fiduciary Net Position								
Contributions - Employer	\$ 525,399	\$ 477,100	\$ 515,747	\$ 383,273	\$ 365,462	\$ 412,651	\$ 383,048	\$ 352,846
Contributions - Employee	449	25	520	20	0	1,575	22	8
Net Investment Income	1,549,231	324,969	304,487	1,057,866	791,313	837,433	549,649	2,716,974
Benefit Payments, Including Refunds of Employee Contributions	(248,907)	(262,458)	(297,151)	(256,231)	(254,072)	(303,848)	(320,943)	(318,104)
Administrative Expense	(4,958)	(6,145)	(9,629)	(8,733)	(9,150)	(9,366)	(8,677)	(8,048)
Other	0	(584,204)	386,609	(2,614,651)	(964,280)	820,674	(1,080,058)	0
Net Change in Plan Fiduciary Net Position	\$ 1,821,214	\$ (50,713)	\$ 900,584	\$ (1,438,455)	\$ (70,727)	\$ 1,759,119	\$ (476,959)	\$ 2,743,676
Plan Fiduciary Net Position, Beginning	9,213,746	11,034,960	10,984,248	11,884,832	10,446,376	10,375,649	12,134,768	11,657,809
Plan Fiduciary Net Position, Ending (b)	\$ 11,034,960	\$ 10,984,248	\$ 11,884,832	\$ 10,446,376	\$ 10,375,649	\$ 12,134,768	\$ 11,657,809	\$ 14,401,485
Net Pension Liability (Asset), Ending (a - b)	\$ (629,687)	\$ (487,835)	\$ (100,185)	\$ (311,613)	\$ (543,151)	\$ (752,222)	\$ (408,395)	\$ (1,673,465)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.05%	104.65%	100.85%	103.07%	105.52%	106.61%	103.63%	114.05%
Covered Payroll	\$ 3,789,014	\$ 3,988,436	\$ 4,320,309	\$ 3,610,253	\$ 3,433,547	\$ 3,880,012	\$ 3,770,381	\$ 3,472,894
Net Pension Liability (Asset) as a Percentage of Covered Payroll	15.21%	12.24%	2.33%	(8.67)%	(15.84)%	(19.43)%	(10.83)%	(47.04)%

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

Exhibit F-4

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

	2015	2016	2017	2018	2019	2020	2021	2022
Actuarially Determined Contribution	\$ 5,591,490	\$ 5,843,440	\$ 5,720,040	\$ 5,866,361	\$ 6,157,743	\$ 5,257,236	\$ 5,366,890	\$ 5,985,908
Less: Contributions in Relation to the Actuarially Determined Contribution	(5,591,490)	(5,843,440)	(5,720,040)	(5,866,361)	(6,157,743)	(6,343,408)	(6,475,962)	(7,225,020)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1,086,172)	\$ (1,109,072)	\$ (1,239,112)
Covered Payroll	\$ 46,712,485	\$ 48,858,829	\$ 53,670,979	\$ 55,032,657	\$ 57,744,945	\$ 62,438,801	\$ 63,739,770	\$ 71,091,549
Contributions as a Percentage of Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%	10.16%

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

Exhibit F-5

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

	2015	2016	2017	2018	2019	2020	2021	2022
Actuarially Determined Contribution	\$ 3,808,948	\$ 3,982,892	\$ 3,753,831	\$ 4,119,936	\$ 4,257,952	\$ 3,547,565	\$ 3,621,697	\$ 4,061,704
Less: Contributions in Relation to the Actuarially Determined Contribution	(3,808,948)	(3,982,892)	(3,753,831)	(4,119,936)	(4,257,952)	(4,280,672)	(4,370,124)	(4,901,031)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (733,107)	\$ (748,427)	\$ (839,327)
Covered Payroll	\$ 31,820,841	\$ 33,273,947	\$ 35,214,136	\$ 38,648,492	\$ 39,943,296	\$ 42,135,086	\$ 43,013,008	\$ 48,238,770
Contributions as a Percentage of Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%	10.16%

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

Exhibit F-6

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

	2015	2016	2017	2018	2019	2020	2021	2022
Actuarially Determined Contribution	\$ 513,236	\$ 517,141	\$ 384,853	\$ 366,016	\$ 413,785	\$ 317,248	\$ 324,081	\$ 314,748
Less: Contributions in Relation to the Actuarially Determined Contribution	(513,236)	(517,141)	(384,853)	(366,016)	(413,785)	(383,048)	(391,053)	(356,242)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (65,800)	\$ (66,972)	\$ (41,494)
Covered Payroll	\$ 3,988,436	\$ 4,320,309	\$ 3,610,253	\$ 3,433,547	\$ 3,880,012	\$ 3,770,381	\$ 3,848,940	\$ 3,738,104
Contributions as a Percentage of Covered Payroll	11.97%	11.97%	10.66%	10.66%	10.66%	10.16%	10.16%	10.16%

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

Exhibit F-7

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

	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contribution	\$ 316,382	\$ 659,699	\$ 1,014,698	\$ 1,447,156	\$ 882,087	\$ 1,140,532	\$ 1,389,675	\$ 1,711,112
Less: Contributions in Relation to the Contractually Required Contribution	(316,382)	(659,699)	(1,014,698)	(1,447,156)	(882,087)	(1,140,532)	(1,389,675)	(1,711,112)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,909,475	\$ 16,492,393	\$ 25,827,905	\$ 36,178,724	\$ 45,468,436	\$ 56,192,539	\$ 68,807,340	\$ 85,130,189
Contributions as a Percentage of Covered Payroll	4.0%	4.0%	3.93%	4.0%	1.94%	2.03%	2.02%	2.01%

Note 1: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually into the Pension Stabilization Reserve Trust (SRT).

2019: Pension - 1.94 %, SRT - 2.02%

2020: Pension - 2.03 %, SRT - 1.97%

2021: Pension - 2.02 %, SRT - 1.98%

2022: Pension - 2.01 %, SRT - 1.99%

Note 2: Ten years of data will be presented when available.

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Contractually Required Contribution	\$ 13,375,185	\$ 13,266,310	\$ 13,139,659	\$ 13,248,019	\$ 13,467,559	\$ 15,721,307	\$ 16,250,443	\$ 15,543,366	\$ 16,028,423
Less: Contributions in Relation to the Contractually Required Contribution	(13,375,185)	(13,266,310)	(13,139,659)	(13,248,019)	(13,467,559)	(15,721,307)	(16,250,443)	(15,543,366)	(16,028,423)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 150,621,457	\$ 146,751,255	\$ 145,350,015	\$ 146,087,228	\$ 148,321,247	\$ 150,299,326	\$ 152,873,395	\$ 151,347,256	\$ 155,615,934
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.07%	9.08%	10.46%	10.63%	10.27%	10.30%

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

Exhibit F-9

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

	2015	2016	2017	2018	2019	2020	2021
School Department's Proportion of the Net Pension Liability (Asset)	3.806811%	3.748250%	3.864995%	4.140032%	4.296752%	4.453875%	4.766823%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (153,146)	\$ (390,205)	\$ (1,019,719)	\$ (1,877,620)	\$ (2,425,458)	\$ (2,532,659)	\$ (5,163,480)
Covered Payroll	\$ 7,909,475	\$ 16,492,393	\$ 25,830,753	\$ 36,178,724	\$ 45,468,436	\$ 56,204,673	\$ 68,807,340
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.95)%	(5.19)%	(5.33)%	(4.51)%	(7.50)%
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.

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

	2014	2015	2016	2017	2018	2019	2020	2021
School Department's Proportion of the Net Pension Liability (Asset)	3.837498%	3.920158%	4.026546%	4.145713%	4.235836%	4.482340%	4.593231%	4.611195%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (623,576)	\$ 1,605,831	\$ 25,163,682	\$ (1,356,408)	\$ (14,905,548)	\$ (46,086,527)	\$ (35,026,769)	\$ (198,891,912)
Covered Payroll	\$ 150,621,457	\$ 146,751,255	\$ 145,350,015	\$ 146,086,516	\$ 148,325,289	\$ 150,299,326	\$ 152,874,439	\$ 151,347,256
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094253%	17.310000%	(.93)%	(10.05)%	(30.66)%	(22.91)%	(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.

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

	2017	2018	2019	2020	2021
Total OPEB Liability					
Service Cost	\$ 6,297,303	\$ 5,350,641	\$ 3,874,438	\$ 4,465,070	\$ 6,080,786
Interest	5,958,633	7,001,893	6,119,904	6,169,371	4,314,053
Differences Between Actual and Expected Experience	0	(23,773,341)	0	2,990,845	0
Changes in Assumptions or Other Inputs	(22,493,216)	(22,183,253)	9,251,748	5,928,601	(11,073,157)
Benefit Payments	(2,483,641)	(2,118,819)	(2,620,026)	(1,786,982)	(1,664,901)
Net Change in Total OPEB Liability	\$ (12,720,921)	\$ (35,722,879)	\$ 16,626,064	\$ 17,766,905	\$ (2,343,219)
Total OPEB Liability, Beginning	204,003,991	191,283,070	155,560,191	172,186,255	189,953,160
Total OPEB Liability, Ending - As of the Measurement Date	<u>\$ 191,283,070</u>	<u>\$ 155,560,191</u>	<u>\$ 172,186,255</u>	<u>\$ 189,953,160</u>	<u>\$ 187,609,941</u>
Proportionate Share of Total OPEB Liability:					
Primary Government	\$ 32,782,293	\$ 28,983,874	\$ 32,081,681	\$ 37,513,293	\$ 36,944,295
School Department	155,772,597	124,372,444	137,665,254	149,056,443	147,335,929
Community Care	2,652,550	2,072,747	2,294,270	2,679,029	2,638,592
E-911	0	85,607	94,689	78,561	76,416
Airport	75,630	45,519	50,361	625,834	614,709
Covered Employee Payroll:					
Primary Government	\$ 50,967,314	\$ 51,985,924	\$ 54,538,342	\$ 62,624,119	\$ 64,960,125
School Department	207,129,268	223,174,798	235,708,059	251,346,116	266,346,089
Community Care	4,793,494	3,433,547	4,664,180	3,781,609	3,467,358
E-911	0	305,425	313,114	369,420	380,359
Airport	303,923	503,662	520,495	558,203	523,096
Net OPEB Liability as a Percentage of Covered Employee Payroll:					
Primary Government	64.32%	55.75%	58.82%	59.90%	56.87%
School Department	75.21%	55.73%	58.40%	59.30%	55.32%
Community Care	55.34%	60.37%	49.19%	70.84%	76.10%
E-911	0.00%	28.03%	30.24%	21.27%	20.09%
Airport	24.88%	9.04%	9.68%	112.12%	117.51%

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

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

2017	3.58%
2018	3.87%
2019	3.51%
2020	2.21%
2021	2.16%

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

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

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

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

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

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

Capital Projects Funds

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

General Capital Projects Fund – This fund accounts for and reports financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

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

Exhibit G-1

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

Special Revenue Funds					
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>ASSETS</u>					
Cash	\$ 400	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	9,568,764	11,873,164	391,937	38,094	1,977,519
Accounts Receivable	251,937	8,654,374	0	34	11,914
Allowance for Uncollectibles	0	(3,953,428)	0	0	0
Due from Other Governments	1,295,690	24,223	0	0	0
Property Taxes Receivable	0	6,492,144	0	0	0
Allowance for Uncollectible Property Taxes	0	(316,994)	0	0	0
Notes Receivable - Long-term	0	0	8,007,812	0	0
Total Assets	<u>\$ 11,116,791</u>	<u>\$ 22,773,483</u>	<u>\$ 8,399,749</u>	<u>\$ 38,128</u>	<u>\$ 1,989,433</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 17,350	\$ 87,917	\$ 0	\$ 0	\$ 0
Accrued Payroll	50,710	289,797	0	0	0
Payroll Deductions Payable	792	166	0	0	0
Contracts Payable	0	0	0	0	0
Retainage Payable	0	0	0	0	0
Total Liabilities	<u>\$ 68,852</u>	<u>\$ 377,880</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 6,128,164	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	38,070	0	0	0

(Continued)

Exhibit G-1

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Other Deferred/Unavailable Revenue	\$ 692,489	\$ 3,876,151	\$ 0	\$ 0	\$ 0
Total Deferred Inflows of Resources	\$ 692,489	\$ 10,042,385	\$ 0	\$ 0	\$ 0
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 0	\$ 38,128	\$ 1,989,433
Restricted for Public Health and Welfare	0	5,787	0	0	0
Restricted for Debt Service	0	0	8,076,410	0	0
Restricted for Capital Projects	0	0	0	0	0
Committed:					
Committed for Highways/Public Works	0	0	0	0	0
Committed for Capital Projects	0	0	0	0	0
Assigned:					
Assigned for General Government	0	0	0	0	0
Assigned for Finance	0	0	0	0	0
Assigned for Administration of Justice	0	0	0	0	0
Assigned for Public Health and Welfare	10,355,450	12,347,431	0	0	0
Assigned for Other Operations	0	0	323,339	0	0
Assigned for Highways/Public Works	0	0	0	0	0
Assigned for Capital Projects	0	0	0	0	0
Total Fund Balances	\$ 10,355,450	\$ 12,353,218	\$ 8,399,749	\$ 38,128	\$ 1,989,433
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 11,116,791	\$ 22,773,483	\$ 8,399,749	\$ 38,128	\$ 1,989,433

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>			<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Constitu - tional Officers - Fees</u>	<u>Highway / Public Works</u>	<u>Total</u>	<u>General Capital Projects</u>	
<u>ASSETS</u>					
Cash	\$ 1,045,208	\$ 0	\$ 1,045,608	\$ 0	\$ 1,045,608
Equity in Pooled Cash and Investments	0	21,978,453	45,827,931	14,333,245	60,161,176
Accounts Receivable	27,826	12,939	8,959,024	1,041	8,960,065
Allowance for Uncollectibles	0	0	(3,953,428)	0	(3,953,428)
Due from Other Governments	0	1,183,673	2,503,586	0	2,503,586
Property Taxes Receivable	0	1,092,147	7,584,291	0	7,584,291
Allowance for Uncollectible Property Taxes	0	(53,330)	(370,324)	0	(370,324)
Notes Receivable - Long-term	0	0	8,007,812	0	8,007,812
Total Assets	<u>\$ 1,073,034</u>	<u>\$ 24,213,882</u>	<u>\$ 69,604,500</u>	<u>\$ 14,334,286</u>	<u>\$ 83,938,786</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 219,039	\$ 324,306	\$ 0	\$ 324,306
Accrued Payroll	0	139,414	479,921	0	479,921
Payroll Deductions Payable	0	178	1,136	0	1,136
Contracts Payable	0	1,000,613	1,000,613	0	1,000,613
Retainage Payable	0	0	0	59,241	59,241
Total Liabilities	<u>\$ 0</u>	<u>\$ 1,359,244</u>	<u>\$ 1,805,976</u>	<u>\$ 59,241</u>	<u>\$ 1,865,217</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 1,030,906	\$ 7,159,070	\$ 0	\$ 7,159,070
Deferred Delinquent Property Taxes	0	6,410	44,480	0	44,480

(Continued)

Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>			<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	Constitu - tional Officers - Fees	Highway / Public Works	Total	General Capital Projects	
<u>DEFERRED INFLOWS OF RESOURCES (Cont.)</u>					
Other Deferred/Unavailable Revenue	\$ 0	\$ 201,067	\$ 4,769,707	\$ 0	\$ 4,769,707
Total Deferred Inflows of Resources	\$ 0	\$ 1,238,383	\$ 11,973,257	\$ 0	\$ 11,973,257
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 2,027,561	\$ 0	\$ 2,027,561
Restricted for Public Health and Welfare	0	0	5,787	0	5,787
Restricted for Debt Service	0	0	8,076,410	0	8,076,410
Restricted for Capital Projects	0	0	0	8,090,407	8,090,407
Committed:					
Committed for Highways/Public Works	0	2,571,719	2,571,719	0	2,571,719
Committed for Capital Projects	0	0	0	6,108,237	6,108,237
Assigned:					
Assigned for General Government	175,254	0	175,254	0	175,254
Assigned for Finance	570,999	0	570,999	0	570,999
Assigned for Administration of Justice	326,781	0	326,781	0	326,781
Assigned for Public Health and Welfare	0	0	22,702,881	0	22,702,881
Assigned for Other Operations	0	0	323,339	0	323,339
Assigned for Highways/Public Works	0	19,044,536	19,044,536	0	19,044,536
Assigned for Capital Projects	0	0	0	76,401	76,401
Total Fund Balances	\$ 1,073,034	\$ 21,616,255	\$ 55,825,267	\$ 14,275,045	\$ 70,100,312
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,073,034	\$ 24,213,882	\$ 69,604,500	\$ 14,334,286	\$ 83,938,786

Exhibit G-2

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

	Special Revenue Funds						Constitu -
	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose	Drug Control		tional Officers - Fees
<u>Revenues</u>							
Local Taxes	\$ 6,169,108	\$ 6,509,906	\$ 0	\$ 0	\$ 0	\$ 0	0
Fines, Forfeitures, and Penalties	0	0	0	0	874,816		0
Charges for Current Services	1,046,331	11,075,195	0	0	2,776		5,672,911
Other Local Revenues	614,838	34,443	226,898	174	4,923		0
State of Tennessee	357,152	24,675	0	0	0		0
Federal Government	0	77,226	0	0	0		0
Other Governments and Citizens Groups	0	0	0	0	0		0
Total Revenues	\$ 8,187,429	\$ 17,721,445	\$ 226,898	\$ 174	\$ 882,515	\$ 5,672,911	
<u>Expenditures</u>							
Current:							
General Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 773,154	
Finance	0	0	0	0	0	2,383,942	
Administration of Justice	0	0	0	0	0	2,610,106	
Public Safety	0	0	0	25,000	277,055	0	
Public Health and Welfare	3,745,641	14,842,022	0	0	0	0	
Other Operations	115,030	0	1,396	0	0	0	
Highways	0	0	0	0	0	0	
Capital Projects	0	0	0	0	0	0	
Total Expenditures	\$ 3,860,671	\$ 14,842,022	\$ 1,396	\$ 25,000	\$ 277,055	\$ 5,767,202	
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,326,758	\$ 2,879,423	\$ 225,502	\$ (24,826)	\$ 605,460	\$ (94,291)	

(Continued)

Exhibit G-2

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

	Special Revenue Funds						Constitu -
	Solid	Ambulance	Industrial /	Special	Drug	Officers -	
	Waste /	Service	Economic	Purpose	Control	Fees	
	Sanitation		Development				
<u>Other Financing Sources (Uses)</u>							
Bonds Issued	\$ 0	\$ 0	\$ 6,052,664	\$ 0	\$ 0	\$ 0	0
Insurance Recovery	0	97,948	0	0	0	0	0
Transfers In	0	0	0	0	0	0	0
Transfers Out	(6,023,217)	0	(243,796)	0	0	0	0
Total Other Financing Sources (Uses)	<u>\$ (6,023,217)</u>	<u>\$ 97,948</u>	<u>\$ 5,808,868</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Net Change in Fund Balances	\$ (1,696,459)	\$ 2,977,371	\$ 6,034,370	\$ (24,826)	\$ 605,460	\$ (94,291)	
Fund Balance, July 1, 2021	<u>12,051,909</u>	<u>9,375,847</u>	<u>2,365,379</u>	<u>62,954</u>	<u>1,383,973</u>	<u>1,167,325</u>	
Fund Balance, June 30, 2022	<u>\$ 10,355,450</u>	<u>\$ 12,353,218</u>	<u>\$ 8,399,749</u>	<u>\$ 38,128</u>	<u>\$ 1,989,433</u>	<u>\$ 1,073,034</u>	

(Continued)

Exhibit G-2

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

	Special Revenue Funds (Cont.)		Capital Projects Funds			Total Nonmajor Governmental Funds
	Highway / Public Works	Total	General Capital Projects	Education Capital Projects	Total	
<u>Revenues</u>						
Local Taxes	\$ 8,022,246	\$ 20,701,260	\$ 0	\$ 0	\$ 0	\$ 20,701,260
Fines, Forfeitures, and Penalties	0	874,816	0	0	0	874,816
Charges for Current Services	0	17,797,213	0	0	0	17,797,213
Other Local Revenues	63,594	944,870	6,771	0	6,771	951,641
State of Tennessee	7,279,776	7,661,603	1,827,198	0	1,827,198	9,488,801
Federal Government	0	77,226	0	0	0	77,226
Other Governments and Citizens Groups	0	0	227,019	0	227,019	227,019
Total Revenues	\$ 15,365,616	\$ 48,056,988	\$ 2,060,988	\$ 0	\$ 2,060,988	\$ 50,117,976
<u>Expenditures</u>						
Current:						
General Government	\$ 0	\$ 773,154	\$ 0	\$ 0	\$ 0	\$ 773,154
Finance	0	2,383,942	0	0	0	2,383,942
Administration of Justice	0	2,610,106	0	0	0	2,610,106
Public Safety	0	302,055	0	0	0	302,055
Public Health and Welfare	0	18,587,663	0	0	0	18,587,663
Other Operations	0	116,426	0	0	0	116,426
Highways	13,863,979	13,863,979	0	0	0	13,863,979
Capital Projects	0	0	4,840,702	23,696,921	28,537,623	28,537,623
Total Expenditures	\$ 13,863,979	\$ 38,637,325	\$ 4,840,702	\$ 23,696,921	\$ 28,537,623	\$ 67,174,948
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,501,637	\$ 9,419,663	\$ (2,779,714)	\$ (23,696,921)	\$ (26,476,635)	\$ (17,056,972)

(Continued)

Exhibit G-2

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

	Special Revenue Funds (Cont.)		Capital Projects Funds			Total Nonmajor Governmental Funds
	Highway / Public Works	Total	General Capital Projects	Education Capital Projects	Total	
<u>Other Financing Sources (Uses)</u>						
Bonds Issued	\$ 0	\$ 6,052,664	\$ 0	\$ 20,810,820	\$ 20,810,820	\$ 26,863,484
Premiums on Debt Sold	0	0	0	2,886,101	2,886,101	2,886,101
Insurance Recovery	0	97,948	0	0	0	97,948
Transfers In	0	0	7,228,641	0	7,228,641	7,228,641
Transfers Out	0	(6,267,013)	0	0	0	(6,267,013)
Total Other Financing Sources (Uses)	\$ 0	\$ (116,401)	\$ 7,228,641	\$ 23,696,921	\$ 30,925,562	\$ 30,809,161
Net Change in Fund Balances	\$ 1,501,637	\$ 9,303,262	\$ 4,448,927	\$ 0	\$ 4,448,927	\$ 13,752,189
Fund Balance, July 1, 2021	20,114,618	46,522,005	9,826,118	0	9,826,118	56,348,123
Fund Balance, June 30, 2022	\$ 21,616,255	\$ 55,825,267	\$ 14,275,045	\$ 0	\$ 14,275,045	\$ 70,100,312

Exhibit G-3

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 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	\$ 6,169,108	\$ 0	\$ 0	\$ 6,169,108	\$ 4,000,000	\$ 5,600,000	\$ 569,108
Charges for Current Services	1,046,331	0	0	1,046,331	750,000	932,000	114,331
Other Local Revenues	614,838	0	0	614,838	290,000	575,273	39,565
State of Tennessee	357,152	0	0	357,152	310,000	357,152	0
Total Revenues	\$ 8,187,429	\$ 0	\$ 0	\$ 8,187,429	\$ 5,350,000	\$ 7,464,425	\$ 723,004
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Convenience Centers	\$ 2,575,119	\$ (136,225)	\$ 625,999	\$ 3,064,893	\$ 3,898,907	\$ 3,979,907	\$ 915,014
Other Waste Collection	182,370	(6,437)	15,058	190,991	300,679	300,679	109,688
Landfill Operation and Maintenance	687,128	(19,319)	43,680	711,489	883,601	883,601	172,112
Postclosure Care Costs	301,024	(13,254)	76,028	363,798	596,500	596,500	232,702
<u>Other Operations</u>							
Employee Benefits	25,000	0	0	25,000	25,000	25,000	0
Miscellaneous	90,030	0	0	90,030	81,180	106,180	16,150
Total Expenditures	\$ 3,860,671	\$ (175,235)	\$ 760,765	\$ 4,446,201	\$ 5,785,867	\$ 5,891,867	\$ 1,445,666
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,326,758	\$ 175,235	\$ (760,765)	\$ 3,741,228	\$ (435,867)	\$ 1,572,558	\$ 2,168,670
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (6,023,217)	\$ 0	\$ 0	\$ (6,023,217)	\$ 0	\$ (6,023,217)	\$ 0
Total Other Financing Sources	\$ (6,023,217)	\$ 0	\$ 0	\$ (6,023,217)	\$ 0	\$ (6,023,217)	\$ 0
Net Change in Fund Balance	\$ (1,696,459)	\$ 175,235	\$ (760,765)	\$ (2,281,989)	\$ (435,867)	\$ (4,450,659)	\$ 2,168,670
Fund Balance, July 1, 2021	12,051,909	(175,235)	0	11,876,674	11,876,674	11,876,674	0
Fund Balance, June 30, 2022	\$ 10,355,450	\$ 0	\$ (760,765)	\$ 9,594,685	\$ 11,440,807	\$ 7,426,015	\$ 2,168,670

Exhibit G-4

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Ambulance Service Fund
For the Year Ended June 30, 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	\$ 6,509,906	\$ 0	\$ 0	\$ 6,509,906	\$ 6,235,170	\$ 6,485,637	\$ 24,269
Charges for Current Services	11,075,195	0	0	11,075,195	9,640,000	10,320,000	755,195
Other Local Revenues	34,443	0	0	34,443	4,500	24,335	10,108
State of Tennessee	24,675	0	0	24,675	20,000	21,100	3,575
Federal Government	77,226	0	0	77,226	0	98,907	(21,681)
Total Revenues	\$ 17,721,445	\$ 0	\$ 0	\$ 17,721,445	\$ 15,899,670	\$ 16,949,979	\$ 771,466
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Ambulance/Emergency Medical Services	\$ 14,842,022	\$ (400,980)	\$ 365,647	\$ 14,806,689	\$ 15,888,317	\$ 16,298,266	\$ 1,491,577
Total Expenditures	\$ 14,842,022	\$ (400,980)	\$ 365,647	\$ 14,806,689	\$ 15,888,317	\$ 16,298,266	\$ 1,491,577
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,879,423	\$ 400,980	\$ (365,647)	\$ 2,914,756	\$ 11,353	\$ 651,713	\$ 2,263,043
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 97,948	\$ 0	\$ 0	\$ 97,948	\$ 0	\$ 97,948	\$ 0
Total Other Financing Sources	\$ 97,948	\$ 0	\$ 0	\$ 97,948	\$ 0	\$ 97,948	\$ 0
Net Change in Fund Balance	\$ 2,977,371	\$ 400,980	\$ (365,647)	\$ 3,012,704	\$ 11,353	\$ 749,661	\$ 2,263,043
Fund Balance, July 1, 2021	9,375,847	(400,980)	0	8,974,867	8,786,204	8,786,204	188,663
Fund Balance, June 30, 2022	\$ 12,353,218	\$ 0	\$ (365,647)	\$ 11,987,571	\$ 8,797,557	\$ 9,535,865	\$ 2,451,706

Exhibit G-5

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 226,898	\$ 72,624	\$ 226,898	\$ 0
Total Revenues	\$ 226,898	\$ 72,624	\$ 226,898	\$ 0
<u>Expenditures</u>				
<u>Other Operations</u>				
Industrial Development	\$ 1,396	\$ 197,670	\$ 1,396	\$ 0
Total Expenditures	\$ 1,396	\$ 197,670	\$ 1,396	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ 225,502	\$ (125,046)	\$ 225,502	\$ 0
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 6,052,664	\$ 0	\$ 6,052,664	\$ 0
Transfers Out	(243,796)	0	(243,796)	0
Total Other Financing Sources	\$ 5,808,868	\$ 0	\$ 5,808,868	\$ 0
Net Change in Fund Balance	\$ 6,034,370	\$ (125,046)	\$ 6,034,370	\$ 0
Fund Balance, July 1, 2021	2,365,379	284,535	284,535	2,080,844
Fund Balance, June 30, 2022	\$ 8,399,749	\$ 159,489	\$ 6,318,905	\$ 2,080,844

Exhibit G-6

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Other Local Revenues	\$ 174	\$ 0	\$ 174	\$ 250	\$ 250	\$ (76)
Total Revenues	\$ 174	\$ 0	\$ 174	\$ 250	\$ 250	\$ (76)
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 25,000	\$ (3,311)	\$ 21,689	\$ 20,000	\$ 40,000	\$ 18,311
Total Expenditures	\$ 25,000	\$ (3,311)	\$ 21,689	\$ 20,000	\$ 40,000	\$ 18,311
Excess (Deficiency) of Revenues Over Expenditures	\$ (24,826)	\$ 3,311	\$ (21,515)	\$ (19,750)	\$ (39,750)	\$ 18,235
Net Change in Fund Balance	\$ (24,826)	\$ 3,311	\$ (21,515)	\$ (19,750)	\$ (39,750)	\$ 18,235
Fund Balance, July 1, 2021	62,954	(3,311)	59,643	59,643	59,643	0
Fund Balance, June 30, 2022	\$ 38,128	\$ 0	\$ 38,128	\$ 39,893	\$ 19,893	\$ 18,235

Exhibit G-7

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
For the Year Ended June 30, 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>							
Fines, Forfeitures, and Penalties	\$ 874,816	\$ 0	\$ 0	\$ 874,816	\$ 332,000	\$ 547,400	\$ 327,416
Charges for Current Services	2,776	0	0	2,776	0	2,776	0
Other Local Revenues	4,923	0	0	4,923	3,600	3,600	1,323
Total Revenues	<u>\$ 882,515</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 882,515</u>	<u>\$ 335,600</u>	<u>\$ 553,776</u>	<u>\$ 328,739</u>
<u>Expenditures</u>							
<u>Public Safety</u>							
Drug Enforcement	\$ 277,055	\$ (59,368)	\$ 38,389	\$ 256,076	\$ 438,000	\$ 440,000	\$ 183,924
Total Expenditures	<u>\$ 277,055</u>	<u>\$ (59,368)</u>	<u>\$ 38,389</u>	<u>\$ 256,076</u>	<u>\$ 438,000</u>	<u>\$ 440,000</u>	<u>\$ 183,924</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 605,460</u>	<u>\$ 59,368</u>	<u>\$ (38,389)</u>	<u>\$ 626,439</u>	<u>\$ (102,400)</u>	<u>\$ 113,776</u>	<u>\$ 512,663</u>
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	\$ (50,000)	\$ (50,000)	\$ 50,000
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (50,000)</u>	<u>\$ (50,000)</u>	<u>\$ 50,000</u>
Net Change in Fund Balance	\$ 605,460	\$ 59,368	\$ (38,389)	\$ 626,439	\$ (152,400)	\$ 63,776	\$ 562,663
Fund Balance, July 1, 2021	<u>1,383,973</u>	<u>(59,368)</u>	<u>0</u>	<u>1,324,605</u>	<u>1,324,605</u>	<u>1,324,605</u>	<u>0</u>
Fund Balance, June 30, 2022	<u>\$ 1,989,433</u>	<u>\$ 0</u>	<u>\$ (38,389)</u>	<u>\$ 1,951,044</u>	<u>\$ 1,172,205</u>	<u>\$ 1,388,381</u>	<u>\$ 562,663</u>

Exhibit G-8

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 8,022,246	\$ 6,599,124	\$ 7,680,509	\$ 341,737
Other Local Revenues	63,594	51,250	47,750	15,844
State of Tennessee	7,279,776	5,759,400	7,197,184	82,592
Total Revenues	<u>\$ 15,365,616</u>	<u>\$ 12,409,774</u>	<u>\$ 14,925,443</u>	<u>\$ 440,173</u>
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 871,450	\$ 1,008,197	\$ 1,056,652	\$ 185,202
Highway and Bridge Maintenance	8,727,843	7,698,100	9,118,346	390,503
Operation and Maintenance of Equipment	1,210,559	1,326,925	1,335,580	125,021
Other Charges	1,175,158	934,340	1,270,792	95,634
Employee Benefits	216,132	231,905	231,905	15,773
Capital Outlay	1,662,837	594,000	2,241,747	578,910
Total Expenditures	<u>\$ 13,863,979</u>	<u>\$ 11,793,467</u>	<u>\$ 15,255,022</u>	<u>\$ 1,391,043</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,501,637</u>	<u>\$ 616,307</u>	<u>\$ (329,579)</u>	<u>\$ 1,831,216</u>
Net Change in Fund Balance	\$ 1,501,637	\$ 616,307	\$ (329,579)	\$ 1,831,216
Fund Balance, July 1, 2021	<u>20,114,618</u>	<u>20,114,618</u>	<u>20,114,618</u>	<u>0</u>
Fund Balance, June 30, 2022	<u><u>\$ 21,616,255</u></u>	<u><u>\$ 20,730,925</u></u>	<u><u>\$ 19,785,039</u></u>	<u><u>\$ 1,831,216</u></u>

Exhibit G-9

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	Add: Encumbrances 6/30/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Other Local Revenues	\$ 6,771	\$ 0	\$ 0	\$ 6,771	\$ 0	\$ 5,999	\$ 772
State of Tennessee	1,827,198	0	0	1,827,198	0	1,827,198	0
Other Governments and Citizens Groups	227,019	0	0	227,019	0	227,019	0
Total Revenues	\$ 2,060,988	\$ 0	\$ 0	\$ 2,060,988	\$ 0	\$ 2,060,216	\$ 772
<u>Expenditures</u>							
<u>Capital Projects</u>							
General Administration Projects	\$ 2,311,003	\$ (254,598)	\$ 4,563,916	\$ 6,620,321	\$ 0	\$ 8,099,589	\$ 1,479,268
Public Safety Projects	837,993	(1,015,162)	894,821	717,652	0	2,535,189	1,817,537
Public Health and Welfare Projects	1,691,706	(360,278)	5,566,752	6,898,180	0	8,480,196	1,582,016
Total Expenditures	\$ 4,840,702	\$ (1,630,038)	\$ 11,025,489	\$ 14,236,153	\$ 0	\$ 19,114,974	\$ 4,878,821
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,779,714)	\$ 1,630,038	\$ (11,025,489)	\$ (12,175,165)	\$ 0	\$ (17,054,758)	\$ 4,879,593
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 7,228,641	\$ 0	\$ 0	\$ 7,228,641	\$ 0	\$ 7,228,641	\$ 0
Total Other Financing Sources	\$ 7,228,641	\$ 0	\$ 0	\$ 7,228,641	\$ 0	\$ 7,228,641	\$ 0
Net Change in Fund Balance	\$ 4,448,927	\$ 1,630,038	\$ (11,025,489)	\$ (4,946,524)	\$ 0	\$ (9,826,117)	\$ 4,879,593
Fund Balance, July 1, 2021	9,826,118	(1,630,038)	0	8,196,080	0	9,826,117	(1,630,037)
Fund Balance, June 30, 2022	\$ 14,275,045	\$ 0	\$ (11,025,489)	\$ 3,249,556	\$ 0	\$ 0	\$ 3,249,556

Major Governmental Fund

General Debt Service Fund

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

Exhibit H

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 56,468,829	\$ 54,151,360	\$ 56,228,233	\$ 240,596
Other Local Revenues	390,032	344,150	322,150	67,882
Other Governments and Citizens Groups	647,700	0	647,700	0
Total Revenues	<u>\$ 57,506,561</u>	<u>\$ 54,495,510</u>	<u>\$ 57,198,083</u>	<u>\$ 308,478</u>
<u>Expenditures</u>				
<u>General Government</u>				
Other General Administration	\$ 1,075,807	\$ 1,200,000	\$ 1,225,000	\$ 149,193
<u>Principal on Debt</u>				
General Government	7,616,088	7,616,088	7,616,088	0
Education	31,405,772	30,073,913	31,405,773	1
<u>Interest on Debt</u>				
General Government	3,841,817	3,794,961	3,841,817	0
Education	13,957,828	15,521,259	13,957,828	0
<u>Other Debt Service</u>				
General Government	87,336	0	87,336	0
Education	189,180	0	189,180	0
Total Expenditures	<u>\$ 58,173,828</u>	<u>\$ 58,206,221</u>	<u>\$ 58,323,022</u>	<u>\$ 149,194</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (667,267)</u>	<u>\$ (3,710,711)</u>	<u>\$ (1,124,939)</u>	<u>\$ 457,672</u>
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 276,516	\$ 0	\$ 276,516	\$ 0
Transfers In	243,796	196,940	243,796	0
Total Other Financing Sources	<u>\$ 520,312</u>	<u>\$ 196,940</u>	<u>\$ 520,312</u>	<u>\$ 0</u>
Net Change in Fund Balance	<u>\$ (146,955)</u>	<u>\$ (3,513,771)</u>	<u>\$ (604,627)</u>	<u>\$ 457,672</u>
Fund Balance, July 1, 2021	<u>52,222,607</u>	<u>50,401,822</u>	<u>50,401,822</u>	<u>1,820,785</u>
Fund Balance, June 30, 2022	<u><u>\$ 52,075,652</u></u>	<u><u>\$ 46,888,051</u></u>	<u><u>\$ 49,797,195</u></u>	<u><u>\$ 2,278,457</u></u>

Proprietary Funds

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

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

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

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

Exhibit I-1

Rutherford County, Tennessee
Combining Statement of Net Position
Proprietary Funds
June 30, 2022

	Internal Service Funds			Total
	Self- Insurance	Employee Insurance - Health	Workers' Compensation	Proprietary Funds
<u>ASSETS</u>				
Current Assets:				
Cash	\$ 99,169	\$ 0	\$ 79,560	\$ 178,729
Equity in Pooled Cash and Investments	4,697,757	43,162,331	2,296,417	50,156,505
Cash with Paying Agent	0	1,987,000	0	1,987,000
Accounts Receivable	0	103,326	500,000	603,326
Due from Other Governments	0	15,538	0	15,538
Total Assets	<u>\$ 4,796,926</u>	<u>\$ 45,268,195</u>	<u>\$ 2,875,977</u>	<u>\$ 52,941,098</u>
<u>LIABILITIES</u>				
Current Liabilities:				
Accounts Payable	\$ 0	\$ 198,002	\$ 0	\$ 198,002
Claims and Judgments Payable	2,696,948	10,531,390	1,322,300	14,550,638
Total Current Liabilities	<u>\$ 2,696,948</u>	<u>\$ 10,729,392</u>	<u>\$ 1,322,300</u>	<u>\$ 14,748,640</u>
Noncurrent Liabilities:				
Claims and Judgments Payable	\$ 674,237	\$ 2,632,848	\$ 938,500	\$ 4,245,585
Total Noncurrent Liabilities	<u>\$ 674,237</u>	<u>\$ 2,632,848</u>	<u>\$ 938,500</u>	<u>\$ 4,245,585</u>
<u>NET POSITION</u>				
Unrestricted	<u>\$ 1,425,741</u>	<u>\$ 31,905,955</u>	<u>\$ 615,177</u>	<u>\$ 33,946,873</u>
Total Net Position	<u>\$ 1,425,741</u>	<u>\$ 31,905,955</u>	<u>\$ 615,177</u>	<u>\$ 33,946,873</u>

Exhibit I-2

Rutherford County, Tennessee
Combining Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2022

	Internal Service Funds			Total
	Self -	Employee	Workers'	Proprietary
	Insurance	Insurance -	Compensation	Funds
		Health		
<u>Operating Revenues</u>				
Charges for Current Services:				
Self-Insurance Premiums/Contributions	\$ 1,549,550	\$ 71,468,162	\$ 1,575,962	\$ 74,593,674
Other Employee Benefit Charges/Contributions	0	2,658,806	0	2,658,806
Service Charges	0	240	0	240
Other Local Revenues:				
Retirees' Insurance Payments	0	6,921,318	0	6,921,318
Cobra Insurance Payments	0	182,432	0	182,432
State of Tennessee:				
On-Behalf Contributions for OPEB	0	186,875	0	186,875
Total Operating Revenues	\$ 1,549,550	\$ 81,417,833	\$ 1,575,962	\$ 84,543,345
<u>Operating Expenses</u>				
Employee Benefits:				
Supervisor/Director	\$ 0	\$ 55,432	\$ 55,432	\$ 110,864
Clerical Personnel	0	137,321	137,321	274,642
Part-time Personnel	0	1,764	1,764	3,528
Longevity Pay	0	438	438	876
Overtime Pay	0	1,977	1,977	3,954
Bonus Payments	0	1,422	1,422	2,844
Other Salaries and Wages	0	39,152	39,152	78,304
Board and Committee Members Fees	0	3,000	3,000	6,000
Social Security	0	14,282	14,282	28,564
Handling Charges and Administrative Costs	36,331	2,504,596	33,960	2,574,887
Pensions	0	22,852	22,852	45,704
Employee and Dependent Insurance	0	37,716	37,716	75,432
Disability Insurance	0	329	5,692	6,021
Employer Medicare	0	3,340	3,340	6,680
Bank Charges	0	4,000	0	4,000
Communication	0	900	900	1,800
Consultants	7,424	117,583	0	125,007
Contracts with Private Agencies	0	2,246,452	0	2,246,452
Data Processing Services	0	4,018	4,018	8,036
Maintenance Agreements	0	663	663	1,326
Postal Charges	0	651	651	1,302
Travel	0	1,774	1,774	3,548
Other Contracted Services	0	11,750	18,000	29,750
Gasoline	0	66	66	132
Office Supplies	0	1,157	1,157	2,314
Liability Insurance	0	1,010	1,010	2,020
Medical Claims	0	72,715,546	0	72,715,546
Premiums on Corporate Surety Bonds	0	103	5,103	5,206
Liability Claims	1,973,547	0	0	1,973,547
Other Charges	0	30,129	75	30,204
Other Self-Insured Claims	0	0	1,020,002	1,020,002
Data Processing Equipment	0	715	715	1,430
Total Operating Expenses	\$ 2,017,302	\$ 77,960,138	\$ 1,412,482	\$ 81,389,922
Operating Income (Loss)	\$ (467,752)	\$ 3,457,695	\$ 163,480	\$ 3,153,423
<u>Nonoperating Revenues (Expenses)</u>				
Insurance Recovery	\$ 1,476,362	\$ 39,200	\$ 9,077	\$ 1,524,639
Total Nonoperating Revenues (Expenses)	\$ 1,476,362	\$ 39,200	\$ 9,077	\$ 1,524,639
Income (Loss)	\$ 1,008,610	\$ 3,496,895	\$ 172,557	\$ 4,678,062
Change in Net Position	\$ 1,008,610	\$ 3,496,895	\$ 172,557	\$ 4,678,062
Net Position, July 1, 2021	417,131	28,409,060	442,620	29,268,811
Net Position, June 30, 2022	\$ 1,425,741	\$ 31,905,955	\$ 615,177	\$ 33,946,873

Exhibit I-3

Rutherford County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2022

	Internal Service Funds			Total
	Self -	Employee	Workers'	Proprietary
	Insurance	Insurance -	Compensation	Funds
		Health		
<u>Cash Flows from Operating Activities</u>				
Receipts for Self-Insurance Premiums	\$ 1,549,550	\$ 81,553,905	\$ 1,075,962	\$ 84,179,417
Payments to Suppliers	(43,755)	(5,046,590)	(392,480)	(5,482,825)
Claims Paid	(6,002,753)	(73,120,313)	(630,502)	(79,753,568)
Insurance Recovery	1,476,362	39,200	9,077	1,524,639
Net Cash Provided By (Used In) Operating Activities	\$ (3,020,596)	\$ 3,426,202	\$ 62,057	\$ 467,663
Net Increase (Decrease) in Cash	\$ (3,020,596)	\$ 3,426,202	\$ 62,057	\$ 467,663
Cash, July 1, 2021	7,817,522	41,723,129	2,313,920	51,854,571
Cash, June 30, 2022	\$ 4,796,926	\$ 45,149,331	\$ 2,375,977	\$ 52,322,234
<u>Reconciliation of Operating Income (Loss)</u>				
<u>to Net Cash Provided By (Used In) Operating Activities</u>				
Operating Income (Loss)	\$ (467,752)	\$ 3,457,695	\$ 163,480	\$ 3,153,423
Insurance Recovery	1,476,362	39,200	9,077	1,524,639
Adjustments to Reconcile Net Operating Income (Loss) to				
Net Cash Provided By (Used In) Operating Activities:				
Change in Assets and Liabilities:				
(Increase) Decrease in Accounts Receivable	0	(13,790)	(500,000)	(513,790)
(Increase) Decrease in Due from Other Governments	0	(138)	0	(138)
(Increase) Decrease in Advances to Other Funds	0	150,000	0	150,000
Increase (Decrease) in Accounts Payable	0	198,002	0	198,002
Increase (Decrease) in Claims and Judgments Payable	(4,029,206)	(404,767)	389,500	(4,044,473)
Net Cash Provided By (Used In) Operating Activities	\$ (3,020,596)	\$ 3,426,202	\$ 62,057	\$ 467,663
<u>Reconciliation of Cash With Statement of Net Position</u>				
Cash Per Net Position	\$ 99,169	\$ 0	\$ 79,560	\$ 178,729
Equity in Pooled Cash and Investments Per Net Position	4,697,757	43,162,331	2,296,417	50,156,505
Cash with Paying Agent Per Net Position	0	1,987,000	0	1,987,000
Cash, June 30, 2022	\$ 4,796,926	\$ 45,149,331	\$ 2,375,977	\$ 52,322,234

Custodial Funds

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

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

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

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

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

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

Flexible Benefits Fund – The Flexible Benefits Fund is used to account for assets held for the employee flexible benefits program.

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

Exhibit J-1

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

	Custodial Funds							
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu - tional Officers - Custodial	Flexible Benefits	District Attorney General	Total
<u>ASSETS</u>								
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 10,644,522	\$ 459,440	\$ 0	\$ 11,103,962
Equity in Pooled Cash and Investments	0	3,373	233,617	8,819	0	73,028	432,975	751,812
Cash with Paying Agents	0	0	0	0	0	32,860	0	32,860
Investments	0	0	0	0	7,759	0	0	7,759
Accounts Receivable	0	0	0	0	0	62	0	62
Due from Other Governments	18,955,934	0	3,194,219	0	0	0	428	22,150,581
Property Taxes Receivable	0	0	15,516,275	0	0	0	0	15,516,275
Allowance for Uncollectible Property Taxes	0	0	(763,517)	0	0	0	0	(763,517)
Total Assets	\$ 18,955,934	\$ 3,373	\$ 18,180,594	\$ 8,819	\$ 10,652,281	\$ 565,390	\$ 433,403	\$ 48,799,794
<u>LIABILITIES</u>								
Due to Other Taxing Units	\$ 18,955,934	\$ 3,373	\$ 3,451,262	\$ 0	\$ 0	\$ 0	\$ 0	\$ 22,410,569
Total Liabilities	\$ 18,955,934	\$ 3,373	\$ 3,451,262	\$ 0	\$ 0	\$ 0	\$ 0	\$ 22,410,569
<u>DEFERRED INFLOWS OF RESOURCES</u>								
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 14,729,332	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,729,332
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 14,729,332	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,729,332
<u>NET POSITION</u>								
Restricted for Amounts Held for Other Employee Benefits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 565,390	\$ 0	\$ 565,390
Restricted for Individuals, Organizations, and Other Governments	0	0	0	8,819	10,652,281	0	433,403	11,094,503
Total Net Position	\$ 0	\$ 0	\$ 0	\$ 8,819	\$ 10,652,281	\$ 565,390	\$ 433,403	\$ 11,659,893

Exhibit J-2

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

	Custodial Funds							
	Cities - Sales Tax	Cities - Property Tax	City School ADA - Murfreesboro	Joint Venture	Constitu- tional Officers - Custodial	Flexible Benefits	District Attorney General	Total
<u>Additions</u>								
Other Employee Benefit Charges/Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,063,040	\$ 0	\$ 1,063,040
Sales Tax Collections for Other Governments	103,381,729	0	0	0	0	0	0	103,381,729
Property Tax Collections for Other Governments	0	12,815,019	0	0	0	0	0	12,815,019
ADA - Educational Funds Collected for Cities	0	0	34,683,188	0	0	0	0	34,683,188
Fines/Fees and Other Collections	0	0	0	50,000	117,296,721	0	0	117,346,721
District Attorney General Collections	0	0	0	0	0	0	53,459	53,459
Total Additions	\$ 103,381,729	\$ 12,815,019	\$ 34,683,188	\$ 50,000	\$ 117,296,721	\$ 1,063,040	\$ 53,459	\$ 269,343,156
<u>Deductions</u>								
Other Fringe Benefits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,041,512	\$ 0	\$ 1,041,512
Payment of Sales Tax Collections to Other Governments	103,381,729	0	0	0	0	0	0	103,381,729
Payment of Property Tax Collections to Other Governments	0	12,815,019	0	0	0	0	0	12,815,019
Payments to City School Systems	0	0	34,683,188	0	0	0	0	34,683,188
Payments to State	0	0	0	0	37,466,771	0	0	37,466,771
Payments to County/City	0	0	0	0	49,127,280	0	0	49,127,280
Payments to Individuals and Others	0	0	0	51,288	28,565,359	0	0	28,616,647
Payment of District Attorney General Expenses	0	0	0	0	0	0	36,327	36,327
Total Deductions	\$ 103,381,729	\$ 12,815,019	\$ 34,683,188	\$ 51,288	\$ 115,159,410	\$ 1,041,512	\$ 36,327	\$ 267,168,473
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ (1,288)	\$ 2,137,311	\$ 21,528	\$ 17,132	\$ 2,174,683
Net Position July 1, 2021	0	0	0	10,107	8,514,970	543,862	416,271	9,485,210
Net Position June 30, 2022	\$ 0	\$ 0	\$ 0	\$ 8,819	\$ 10,652,281	\$ 565,390	\$ 433,403	\$ 11,659,893

Rutherford County School Department

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

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

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

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

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

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

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

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

Exhibit K-1

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position Total Governmental Activities
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 269,862,142	\$ 305,927	\$ 25,096,583	\$ 0	\$ (244,459,632)
Support Services	167,102,273	13,709,888	13,147,925	3,228,890	(137,015,570)
Operation of Non-instructional Services	37,128,010	1,703,044	31,346,405	0	(4,078,561)
Total Governmental Activities	\$ 474,092,425	\$ 15,718,859	\$ 69,590,913	\$ 3,228,890	\$ (385,553,763)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 101,445,452
Payments in-Lieu-of Tax					167,897
Local Option Sales Tax					97,094,624
Wheel Tax					4,908,773
Business Tax					3,503,744
Mixed Drink Tax					734,264
Adequate Facilities/Development Tax					2,742,570
Grants and Contributions Not Restricted for Specific Programs					279,942,456
Unrestricted Investment Income					29,693
Miscellaneous					30,653
Total General Revenues					\$ 490,600,126
Change in Net Position					\$ 105,046,363
Net Position, July 1, 2021					644,896,174
Net Position, June 30, 2022					\$ 749,942,537

Exhibit K-2

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

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	
	<u>General Purpose School</u>	<u>Education Capital Projects</u>	<u>Other Govern- mental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>				
Cash	\$ 100	\$ 0	\$ 9,817,937	\$ 9,818,037
Equity in Pooled Cash and Investments	119,768,964	10,292,617	44,964,199	175,025,780
Inventories	0	0	515,328	515,328
Accounts Receivable	954,327	16,184	28,133	998,644
Due from Other Governments	31,503,244	4,808	4,140,409	35,648,461
Due from Other Funds	323,633	0	0	323,633
Property Taxes Receivable	89,678,811	16,562,456	0	106,241,267
Allowance for Uncollectible Property Taxes	(4,412,871)	(768,552)	0	(5,181,423)
Prepaid Items	993	0	0	993
Other Current Assets	0	0	28,649	28,649
Advances to Other Funds	3,000,000	0	0	3,000,000
Restricted Assets	5,526,860	0	0	5,526,860
Total Assets	<u>\$ 246,344,061</u>	<u>\$ 26,107,513</u>	<u>\$ 59,494,655</u>	<u>\$ 331,946,229</u>
<u>LIABILITIES</u>				
Accounts Payable	\$ 6,000,777	\$ 0	\$ 267,910	\$ 6,268,687
Accrued Payroll	32,528,573	0	1,375,404	33,903,977
Payroll Deductions Payable	7,256	0	0	7,256
Due to Other Funds	0	0	323,633	323,633
Advances Payable to Other Funds	0	0	3,000,000	3,000,000
Total Liabilities	<u>\$ 38,536,606</u>	<u>\$ 0</u>	<u>\$ 4,966,947</u>	<u>\$ 43,503,553</u>

(Continued)

Exhibit K-2

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

	<u>Major Funds</u>		<u>Nonmajor Funds</u>	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 84,552,447	\$ 15,749,955	\$ 0	\$ 100,302,402
Deferred Delinquent Property Taxes	578,098	35,609	0	613,707
Other Deferred/Unavailable Revenue	8,937,015	0	0	8,937,015
Total Deferred Inflows of Resources	<u>\$ 94,067,560</u>	<u>\$ 15,785,564</u>	<u>\$ 0</u>	<u>\$ 109,853,124</u>
<u>FUND BALANCES</u>				
Nonspendable:				
Inventory	\$ 0	\$ 0	\$ 515,328	\$ 515,328
Notes Receivable	3,000,000	0	0	3,000,000
Prepaid Items	993	0	0	993
Restricted:				
Restricted for Education	1,236,719	0	25,303,928	26,540,647
Restricted for Capital Projects	0	10,321,949	26,708,452	37,030,401
Restricted for Hybrid Retirement Stabilization Funds	5,526,860	0	0	5,526,860
Committed:				
Committed for Education	264,474	0	2,000,000	2,264,474
Assigned:				
Assigned for Education	31,433,543	0	0	31,433,543
Unassigned	72,277,306	0	0	72,277,306
Total Fund Balances	<u>\$ 113,739,895</u>	<u>\$ 10,321,949</u>	<u>\$ 54,527,708</u>	<u>\$ 178,589,552</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 246,344,061</u>	<u>\$ 26,107,513</u>	<u>\$ 59,494,655</u>	<u>\$ 331,946,229</u>

Exhibit K-3

Rutherford County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Rutherford County School Department
June 30, 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 K-2)		\$	178,589,552
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	23,972,236	
Add: construction in progress		170,204,254	
Add: buildings and improvements net of accumulated depreciation		428,156,183	
Add: intangible assets net of accumulated depreciation		27,480	
Add: other capital assets net of accumulated depreciation		<u>6,426,675</u>	628,786,828
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: contributions due on primary government debt for other loans	\$	(856,101)	
Less: other postemployment benefits liability		(147,335,929)	
Less: compensated absences payable		<u>(1,923,311)</u>	(150,115,341)
(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	\$	91,169,678	
Less: deferred inflows of resources related to pensions		(200,851,498)	
Add: deferred outflows of resources related to OPEB		10,075,587	
Less: deferred inflows of resources related to OPEB		<u>(41,389,493)</u>	(140,995,726)
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension asset - agent plan	\$	20,071,110	
Add: net pension asset - teacher retirement plan		5,163,480	
Add: net pension asset - teacher legacy pension plan		<u>198,891,912</u>	224,126,502
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>9,550,722</u>
Net position of governmental activities (Exhibit A)		\$	<u><u>749,942,537</u></u>

Exhibit K-4

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

	Major Funds		Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<u>Revenues</u>				
Local Taxes	\$ 200,314,854	\$ 8,838,786	\$ 0	\$ 209,153,640
Licenses and Permits	14,075	0	0	14,075
Charges for Current Services	302,637	0	1,669,550	1,972,187
Other Local Revenues	576,743	1,050,000	13,327,472	14,954,215
State of Tennessee	255,292,491	0	200,060	255,492,551
Federal Government	2,407,130	0	69,997,867	72,404,997
Other Governments and Citizens Groups	0	0	23,696,921	23,696,921
Total Revenues	<u>\$ 458,907,930</u>	<u>\$ 9,888,786</u>	<u>\$ 108,891,870</u>	<u>\$ 577,688,586</u>
<u>Expenditures</u>				
Current:				
Instruction	\$ 290,640,853	\$ 0	\$ 16,167,217	\$ 306,808,070
Support Services	139,158,110	147,011	18,080,378	157,385,499
Operation of Non-Instructional Services	4,022,662	0	34,626,668	38,649,330
Capital Outlay	172,717	0	3,228,890	3,401,607
Debt Service:				
Other Debt Service	647,700	0	0	647,700
Capital Projects	0	7,194,910	31,581,363	38,776,273
Total Expenditures	<u>\$ 434,642,042</u>	<u>\$ 7,341,921</u>	<u>\$ 103,684,516</u>	<u>\$ 545,668,479</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 24,265,888</u>	<u>\$ 2,546,865</u>	<u>\$ 5,207,354</u>	<u>\$ 32,020,107</u>

(Continued)

Exhibit K-4

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

	<u>Major Funds</u>		<u>Nonmajor</u>	
			<u>Funds</u>	
	General	Education	Other	Total
	Purpose	Capital	Govern-	Governmental
	School	Projects	mental	Funds
			Funds	
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 1,162	\$ 0	\$ 0	\$ 1,162
Transfers In	1,479,393	0	0	1,479,393
Transfers Out	0	0	(1,479,393)	(1,479,393)
Total Other Financing Sources (Uses)	<u>\$ 1,480,555</u>	<u>\$ 0</u>	<u>\$ (1,479,393)</u>	<u>\$ 1,162</u>
Net Change in Fund Balances	\$ 25,746,443	\$ 2,546,865	\$ 3,727,961	\$ 32,021,269
Fund Balance, July 1, 2021	<u>87,993,452</u>	<u>7,775,084</u>	<u>50,799,747</u>	<u>146,568,283</u>
Fund Balance, June 30, 2022	<u>\$ 113,739,895</u>	<u>\$ 10,321,949</u>	<u>\$ 54,527,708</u>	<u>\$ 178,589,552</u>

Exhibit K-5

Rutherford County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Rutherford County School Department
For the Year Ended June 30, 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 K-4)		\$	32,021,269
(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	\$	38,632,829	
Less: current-year depreciation expense		<u>(18,642,646)</u>	19,990,183
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.			
Less: book value of capital assets disposed			(7,065)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Less: deferred delinquent property taxes and other deferred June 30, 2021	\$	(8,100,520)	
Add: deferred delinquent property taxes and other deferred June 30, 2022		<u>9,550,722</u>	1,450,202
(4) The contributions of long-term debt (e.g. bonds, other loans, leases) by the primary government provide current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.			
Add: principal contributions on loans to primary government			305,496
(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 OPEB liability	\$	1,720,514	
Change in compensated absences payable		41,750	
Change in deferred outflows of resources related to pensions		53,303,663	
Change in deferred outflows of resources related to OPEB		(1,578,893)	
Change in deferred inflows of resources related to pensions		(182,165,620)	
Change in deferred inflows of resources related to OPEB		(2,038,274)	
Change in net pension asset - agent plan		15,507,174	
Change in net pension asset - teacher retirement plan		2,630,821	
Change in net pension asset - teacher legacy pension plan		<u>163,865,143</u>	<u>51,286,278</u>
Change in net position of governmental activities (Exhibit B)		\$	<u>105,046,363</u>

Exhibit K-6

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Other Capital Projects	
<u>ASSETS</u>						
Cash	\$ 1,178	\$ 1,302,462	\$ 8,514,297	\$ 9,817,937	\$ 0	\$ 9,817,937
Equity in Pooled Cash and Investments	2,945,300	15,310,447	0	18,255,747	26,708,452	44,964,199
Inventories	0	437,492	77,836	515,328	0	515,328
Accounts Receivable	387	9,576	18,170	28,133	0	28,133
Due from Other Governments	3,643,567	496,842	0	4,140,409	0	4,140,409
Other Current Assets	0	0	28,649	28,649	0	28,649
Total Assets	<u>\$ 6,590,432</u>	<u>\$ 17,556,819</u>	<u>\$ 8,638,952</u>	<u>\$ 32,786,203</u>	<u>\$ 26,708,452</u>	<u>\$ 59,494,655</u>
<u>LIABILITIES</u>						
Accounts Payable	\$ 194,746	\$ 48,412	\$ 24,752	\$ 267,910	\$ 0	\$ 267,910
Accrued Payroll	1,087,330	288,074	0	1,375,404	0	1,375,404
Due to Other Funds	307,178	16,455	0	323,633	0	323,633
Advances Payable to Other Funds	3,000,000	0	0	3,000,000	0	3,000,000
Total Liabilities	<u>\$ 4,589,254</u>	<u>\$ 352,941</u>	<u>\$ 24,752</u>	<u>\$ 4,966,947</u>	<u>\$ 0</u>	<u>\$ 4,966,947</u>
<u>FUND BALANCES</u>						
Nonspendable:						
Inventory	\$ 0	\$ 437,492	\$ 77,836	\$ 515,328	\$ 0	\$ 515,328
Restricted:						
Restricted for Education	1,178	16,766,386	8,536,364	25,303,928	0	25,303,928
Restricted for Capital Projects	0	0	0	0	26,708,452	26,708,452

(Continued)

Exhibit K-6

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Other Capital Projects	
<u>FUND BALANCES (Cont.)</u>						
Committed:						
Committed for Education	\$ 2,000,000	\$ 0	\$ 0	\$ 2,000,000	\$ 0	\$ 2,000,000
Total Fund Balances	<u>\$ 2,001,178</u>	<u>\$ 17,203,878</u>	<u>\$ 8,614,200</u>	<u>\$ 27,819,256</u>	<u>\$ 26,708,452</u>	<u>\$ 54,527,708</u>
Total Liabilities and Fund Balances	<u>\$ 6,590,432</u>	<u>\$ 17,556,819</u>	<u>\$ 8,638,952</u>	<u>\$ 32,786,203</u>	<u>\$ 26,708,452</u>	<u>\$ 59,494,655</u>

Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Other Capital Projects	
<u>Revenues</u>						
Charges for Current Services	\$ 0	\$ 1,669,550	\$ 0	\$ 1,669,550	\$ 0	\$ 1,669,550
Other Local Revenues	0	29,874	13,297,598	13,327,472	0	13,327,472
State of Tennessee	0	200,060	0	200,060	0	200,060
Federal Government	38,871,957	31,125,910	0	69,997,867	0	69,997,867
Other Governments and Citizens Groups	0	0	0	0	23,696,921	23,696,921
Total Revenues	\$ 38,871,957	\$ 33,025,394	\$ 13,297,598	\$ 85,194,949	\$ 23,696,921	\$ 108,891,870
<u>Expenditures</u>						
Current:						
Instruction	\$ 16,167,217	\$ 0	\$ 0	\$ 16,167,217	\$ 0	\$ 16,167,217
Support Services	17,984,888	95,490	0	18,080,378	0	18,080,378
Operation of Non-Instructional Services	20,434	22,331,647	12,274,587	34,626,668	0	34,626,668
Capital Outlay	3,228,890	0	0	3,228,890	0	3,228,890
Capital Projects	0	0	0	0	31,581,363	31,581,363
Total Expenditures	\$ 37,401,429	\$ 22,427,137	\$ 12,274,587	\$ 72,103,153	\$ 31,581,363	\$ 103,684,516
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,470,528	\$ 10,598,257	\$ 1,023,011	\$ 13,091,796	\$ (7,884,442)	\$ 5,207,354
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (1,479,393)	\$ 0	\$ 0	\$ (1,479,393)	\$ 0	\$ (1,479,393)
Total Other Financing Sources (Uses)	\$ (1,479,393)	\$ 0	\$ 0	\$ (1,479,393)	\$ 0	\$ (1,479,393)

(Continued)

Exhibit K-7

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

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	Total	Other Capital Projects	
Net Change in Fund Balances	\$ (8,865)	\$ 10,598,257	\$ 1,023,011	\$ 11,612,403	\$ (7,884,442)	\$ 3,727,961
Fund Balance, July 1, 2021	2,010,043	6,605,621	7,591,189	16,206,853	34,592,894	50,799,747
Fund Balance, June 30, 2022	\$ 2,001,178	\$ 17,203,878	\$ 8,614,200	\$ 27,819,256	\$ 26,708,452	\$ 54,527,708

Exhibit K-8

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
General Purpose School Fund
For the Year Ended June 30, 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	\$ 200,314,854	\$ 0	\$ 0	\$ 200,314,854	\$ 175,861,986	\$ 184,841,298	\$ 15,473,556
Licenses and Permits	14,075	0	0	14,075	12,500	12,500	1,575
Charges for Current Services	302,637	0	0	302,637	150,000	150,000	152,637
Other Local Revenues	576,743	0	0	576,743	2,052,606	1,261,842	(685,099)
State of Tennessee	255,292,491	0	0	255,292,491	247,374,228	256,716,929	(1,424,438)
Federal Government	2,407,130	0	0	2,407,130	1,330,000	2,395,084	12,046
Total Revenues	\$ 458,907,930	\$ 0	\$ 0	\$ 458,907,930	\$ 426,781,320	\$ 445,377,653	\$ 13,530,277
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 238,078,828	\$ (751,894)	\$ 292,851	\$ 237,619,785	\$ 237,712,315	\$ 246,319,159	\$ 8,699,374
Alternative Instruction Program	2,554,431	(94)	242	2,554,579	2,550,510	2,649,526	94,947
Special Education Program	35,036,364	(19,735)	476,424	35,493,053	37,713,196	38,841,750	3,348,697
Career and Technical Education Program	14,971,230	(180,588)	104,079	14,894,721	17,147,613	17,377,051	2,482,330
<u>Support Services</u>							
Attendance	1,178,732	0	0	1,178,732	1,205,833	1,217,599	38,867
Health Services	4,635,928	0	18,176	4,654,104	4,677,970	5,086,635	432,531
Other Student Support	12,734,700	0	1,862	12,736,562	13,396,599	13,879,519	1,142,957
Regular Instruction Program	11,784,283	(105,701)	106,994	11,785,576	11,245,758	12,451,428	665,852
Alternative Instruction Program	1,055,791	0	3,217	1,059,008	1,059,688	1,097,000	37,992
Special Education Program	2,340,631	(75)	500	2,341,056	2,563,138	2,594,907	253,851
Career and Technical Education Program	567,419	(6,965)	58,654	619,108	527,862	667,461	48,353
Technology	5,300,601	(943,102)	976,621	5,334,120	5,941,231	5,977,706	643,586
Adult Programs	170,336	0	0	170,336	176,908	186,661	16,325
Board of Education	8,639,828	(4,966)	4,056	8,638,918	8,616,017	8,920,370	281,452
Director of Schools	1,135,602	(3,136)	3,338	1,135,804	1,102,699	1,189,382	53,578
Office of the Principal	25,471,049	(7,027)	10,069	25,474,091	25,972,387	26,614,867	1,140,776
Fiscal Services	1,380,193	(752)	1,808	1,381,249	1,681,780	1,728,672	347,423
Human Services/Personnel	551,041	0	279	551,320	639,807	649,636	98,316

(Continued)

Exhibit K-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	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>Support Services (Cont.)</u>							
Operation of Plant	\$ 27,794,844	\$ (473,541)	\$ 126,998	\$ 27,448,301	\$ 30,043,917	\$ 31,155,389	\$ 3,707,088
Maintenance of Plant	9,818,186	(639,039)	1,121,352	10,300,499	9,475,909	11,720,399	1,419,900
Transportation	24,598,946	(130,003)	126,152	24,595,095	23,852,633	25,766,562	1,171,467
<u>Operation of Non-Instructional Services</u>							
Community Services	17,257	0	0	17,257	42,000	42,000	24,743
Early Childhood Education	4,005,405	0	0	4,005,405	3,727,736	4,338,524	333,119
<u>Capital Outlay</u>							
Regular Capital Outlay	172,717	(38,517)	0	134,200	75,000	153,000	18,800
<u>Principal on Debt</u>							
Education	0	0	0	0	631,860	0	0
<u>Interest on Debt</u>							
Education	0	0	0	0	15,840	0	0
<u>Other Debt Service</u>							
Education	647,700	0	0	647,700	0	647,700	0
Total Expenditures	\$ 434,642,042	\$ (3,305,135)	\$ 3,433,672	\$ 434,770,579	\$ 441,796,206	\$ 461,272,903	\$ 26,502,324
Excess (Deficiency) of Revenues Over Expenditures	\$ 24,265,888	\$ 3,305,135	\$ (3,433,672)	\$ 24,137,351	\$ (15,014,886)	\$ (15,895,250)	\$ 40,032,601
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 1,162	\$ 0	\$ 0	\$ 1,162	\$ 0	\$ 0	\$ 1,162
Transfers In	1,479,393	0	0	1,479,393	335,470	1,215,834	263,559
Total Other Financing Sources	\$ 1,480,555	\$ 0	\$ 0	\$ 1,480,555	\$ 335,470	\$ 1,215,834	\$ 264,721
Net Change in Fund Balance	\$ 25,746,443	\$ 3,305,135	\$ (3,433,672)	\$ 25,617,906	\$ (14,679,416)	\$ (14,679,416)	\$ 40,297,322
Fund Balance, July 1, 2021	87,993,452	(3,305,135)	0	84,688,317	79,413,784	79,413,784	5,274,533
Fund Balance, June 30, 2022	\$ 113,739,895	\$ 0	\$ (3,433,672)	\$ 110,306,223	\$ 64,734,368	\$ 64,734,368	\$ 45,571,855

Exhibit K-9

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Federal Government	\$ 38,871,957	\$ 0	\$ 38,871,957	\$ 17,475,347	\$ 83,028,217	\$ (44,156,260)
Total Revenues	\$ 38,871,957	\$ 0	\$ 38,871,957	\$ 17,475,347	\$ 83,028,217	\$ (44,156,260)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 11,244,564	\$ (2,625)	\$ 11,241,939	\$ 3,963,177	\$ 33,563,531	\$ 22,321,592
Special Education Program	4,092,274	(6,357)	4,085,917	3,772,101	5,535,257	1,449,340
Career and Technical Education Program	830,379	0	830,379	560,149	1,331,817	501,438
<u>Support Services</u>						
Attendance	101,973	0	101,973	0	665,776	563,803
Health Services	151,103	0	151,103	45,500	279,516	128,413
Other Student Support	8,798,485	0	8,798,485	1,317,614	11,729,922	2,931,437
Regular Instruction Program	4,733,359	(1,061)	4,732,298	3,550,152	7,776,293	3,043,995
Special Education Program	2,526,188	0	2,526,188	2,596,900	3,782,354	1,256,166
Career and Technical Education Program	0	0	0	6,500	0	0
Technology	245,718	0	245,718	0	3,383,755	3,138,037
Office of the Principal	130,697	0	130,697	0	171,571	40,874
Fiscal Services	122,242	0	122,242	0	601,245	479,003
Human Services/Personnel	1,178	0	1,178	0	19,770	18,592
Operation of Plant	646,728	0	646,728	0	1,285,518	638,790
Transportation	527,217	0	527,217	333,300	1,425,764	898,547
<u>Operation of Non-Instructional Services</u>						
Food Service	20,434	0	20,434	0	20,434	0
<u>Capital Outlay</u>						
Regular Capital Outlay	3,228,890	0	3,228,890	0	5,553,000	2,324,110
Total Expenditures	\$ 37,401,429	\$ (10,043)	\$ 37,391,386	\$ 16,145,393	\$ 77,125,523	\$ 39,734,137

(Continued)

Exhibit K-9

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,470,528	\$ 10,043	\$ 1,480,571	\$ 1,329,954	\$ 5,902,694	\$ (4,422,123)
<u>Other Financing Sources (Uses)</u>						
Transfers In	\$ 0	\$ 0	\$ 0	\$ 207,610	\$ 111,034	\$ (111,034)
Transfers Out	(1,479,393)	0	(1,479,393)	(1,537,564)	(6,013,728)	4,534,335
Total Other Financing Sources	\$ (1,479,393)	\$ 0	\$ (1,479,393)	\$ (1,329,954)	\$ (5,902,694)	\$ 4,423,301
Net Change in Fund Balance	\$ (8,865)	\$ 10,043	\$ 1,178	\$ 0	\$ 0	\$ 1,178
Fund Balance, July 1, 2021	2,010,043	(10,043)	2,000,000	0	0	2,000,000
Fund Balance, June 30, 2022	\$ 2,001,178	\$ 0	\$ 2,001,178	\$ 0	\$ 0	\$ 2,001,178

Exhibit K-10

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
Central Cafeteria Fund
For the Year Ended June 30, 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>							
Charges for Current Services	\$ 1,669,550	\$ 0	\$ 0	\$ 1,669,550	\$ 7,810,000	\$ 1,865,000	\$ (195,450)
Other Local Revenues	29,874	0	0	29,874	20,000	20,000	9,874
State of Tennessee	200,060	0	0	200,060	180,000	180,000	20,060
Federal Government	31,125,910	0	0	31,125,910	13,112,000	26,594,614	4,531,296
Total Revenues	\$ 33,025,394	\$ 0	\$ 0	\$ 33,025,394	\$ 21,122,000	\$ 28,659,614	\$ 4,365,780
<u>Expenditures</u>							
<u>Support Services</u>							
Board of Education	\$ 68,582	\$ 0	\$ 0	\$ 68,582	\$ 72,000	\$ 72,000	\$ 3,418
Maintenance of Plant	26,908	0	0	26,908	0	35,000	8,092
<u>Operation of Non-Instructional Services</u>							
Food Service	22,331,647	(251,220)	629,174	22,709,601	21,820,382	28,461,444	5,751,843
Total Expenditures	\$ 22,427,137	\$ (251,220)	\$ 629,174	\$ 22,805,091	\$ 21,892,382	\$ 28,568,444	\$ 5,763,353
Excess (Deficiency) of Revenues Over Expenditures	\$ 10,598,257	\$ 251,220	\$ (629,174)	\$ 10,220,303	\$ (770,382)	\$ 91,170	\$ 10,129,133
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ 0	\$ 0	\$ 0	\$ 0	\$ (20,000)	\$ 0	\$ 0
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0	\$ (20,000)	\$ 0	\$ 0
Net Change in Fund Balance	\$ 10,598,257	\$ 251,220	\$ (629,174)	\$ 10,220,303	\$ (790,382)	\$ 91,170	\$ 10,129,133
Fund Balance, July 1, 2021	6,605,621	(251,220)	0	6,354,401	6,359,101	6,359,101	(4,700)
Fund Balance, June 30, 2022	\$ 17,203,878	\$ 0	\$ (629,174)	\$ 16,574,704	\$ 5,568,719	\$ 6,450,271	\$ 10,124,433

Exhibit K-11

Rutherford County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Rutherford County School Department
Education Capital Projects Fund
For the Year Ended June 30, 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	\$ 8,838,786	\$ 0	\$ 0	\$ 8,838,786	\$ 8,870,437	\$ 8,870,437	\$ (31,651)
Other Local Revenues	1,050,000	0	0	1,050,000	0	1,050,000	0
Total Revenues	\$ 9,888,786	\$ 0	\$ 0	\$ 9,888,786	\$ 8,870,437	\$ 9,920,437	\$ (31,651)
<u>Expenditures</u>							
<u>Support Services</u>							
Board of Education	\$ 147,011	\$ 0	\$ 0	\$ 147,011	\$ 168,000	\$ 168,000	\$ 20,989
<u>Capital Projects</u>							
Education Capital Projects	7,194,910	(2,564,032)	3,831,851	8,462,729	7,565,917	11,947,949	3,485,220
Total Expenditures	\$ 7,341,921	\$ (2,564,032)	\$ 3,831,851	\$ 8,609,740	\$ 7,733,917	\$ 12,115,949	\$ 3,506,209
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,546,865	\$ 2,564,032	\$ (3,831,851)	\$ 1,279,046	\$ 1,136,520	\$ (2,195,512)	\$ 3,474,558
Net Change in Fund Balance	\$ 2,546,865	\$ 2,564,032	\$ (3,831,851)	\$ 1,279,046	\$ 1,136,520	\$ (2,195,512)	\$ 3,474,558
Fund Balance, July 1, 2021	7,775,084	(2,564,032)	0	5,211,052	5,211,053	5,211,053	(1)
Fund Balance, June 30, 2022	\$ 10,321,949	\$ 0	\$ (3,831,851)	\$ 6,490,098	\$ 6,347,573	\$ 3,015,541	\$ 3,474,557

Exhibit K-12

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2021	Add: Encumbrances 6/30/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Other Governments and Citizens Groups	\$ 23,696,921	\$ 0	\$ 0	\$ 23,696,921	\$ 0	\$ 23,696,921	\$ 0
Total Revenues	\$ 23,696,921	\$ 0	\$ 0	\$ 23,696,921	\$ 0	\$ 23,696,921	\$ 0
<u>Expenditures</u>							
<u>Capital Projects</u>							
Education Capital Projects	\$ 31,581,363	\$ (16,731,223)	\$ 11,619,157	\$ 26,469,297	\$ 0	\$ 58,293,315	\$ 31,824,018
Total Expenditures	\$ 31,581,363	\$ (16,731,223)	\$ 11,619,157	\$ 26,469,297	\$ 0	\$ 58,293,315	\$ 31,824,018
Excess (Deficiency) of Revenues Over Expenditures	\$ (7,884,442)	\$ 16,731,223	\$ (11,619,157)	\$ (2,772,376)	\$ 0	\$ (34,596,394)	\$ 31,824,018
Net Change in Fund Balance	\$ (7,884,442)	\$ 16,731,223	\$ (11,619,157)	\$ (2,772,376)	\$ 0	\$ (34,596,394)	\$ 31,824,018
Fund Balance, July 1, 2021	34,592,894	(16,731,223)	0	17,861,671	0	34,596,394	(16,734,723)
Fund Balance, June 30, 2022	\$ 26,708,452	\$ 0	\$ (11,619,157)	\$ 15,089,295	\$ 0	\$ 0	\$ 15,089,295

Exhibit K-13

Rutherford County, Tennessee
Statement of Fiduciary Net Position
Discretely Presented Rutherford County School Department
Fiduciary Fund
June 30, 2022

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

Exhibit K-14

Rutherford County, Tennessee
Statement of Changes in Fiduciary Net Position
Discretely Presented Rutherford County School Department
Fiduciary Fund
For the Year Ended June 30, 2022

	Private- Purpose Trust Fund <hr/> Endowment Fund <hr/>
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 102
Total Additions	<hr/> \$ 102 <hr/>
<u>DEDUCTIONS</u>	
Education:	
Scholarship	\$ 102
Total Deductions	<hr/> \$ 102 <hr/>
Change in Net Position	\$ 0
Net Position, July 1, 2021	<hr/> 28,783 <hr/>
Net Position, June 30, 2022	<hr/> \$ 28,783 <hr/>

MISCELLANEOUS SCHEDULES

Exhibit L-1

Rutherford County, Tennessee
Schedule of Changes in Long-term Other Loans and Bonds
For the Year Ended June 30, 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
OTHER LOANS PAYABLE								
<u>Payable by School Department Contributions from the General Purpose School Fund to the General Debt Service Fund</u>								
Energy Efficiency Loan	\$ 2,133,645	1.00 %	3-20-17	3-1-25	\$ 1,161,597	\$ 0	\$ 305,496	\$ 856,101
<u>Payable through General Debt Service Fund</u>								
Energy Efficiency Loan	980,761	1.00	6-5-19	9-1-23	711,271	0	326,364	384,907
Total Other Loans Payable					<u>\$ 1,872,868</u>	<u>\$ 0</u>	<u>\$ 631,860</u>	<u>\$ 1,241,008</u>
BONDS PAYABLE								
<u>Payable through General Debt Service Fund</u>								
Refunding Bonds	88,800,000	2.48	9-28-10	4-1-26	\$ 34,525,000	\$ 0	\$ 11,880,000	\$ 22,645,000
School Facilities, Public Improvement and Refunding	69,280,000	2.4245	2-15-12	4-1-32	7,100,000	0	3,480,000	3,620,000
Refunding Bonds	38,410,000	2.4214	2-27-13	4-1-30	1,335,000	0	660,000	675,000
School Facilities, Public Improvement and Refunding	31,000,000	2.8396	6-12-14	4-1-34	22,880,000	0	1,380,000	21,500,000
Public Improvements	2,570,000	3.6776	6-12-14	4-1-34	1,975,000	0	125,000	1,850,000
School Facilities, Public Improvement	33,863,825	2.8757	5-14-15	4-1-35	26,965,000	0	1,410,000	25,555,000
Refunding Bonds	23,930,000	2.2522	5-14-15	4-1-28	17,725,000	0	2,490,000	15,235,000
Refunding Bonds	25,640,000	1.5655	9-15-16	4-1-29	21,395,000	0	2,285,000	19,110,000
School Facilities, Public Improvements	101,000,000	2.3686	9-28-16	4-1-36	87,285,000	0	4,290,000	82,995,000
School Facilities, Public Improvements	81,530,000	2.6657	11-28-17	4-1-38	73,175,000	0	3,070,000	70,105,000
School Facilities, Public Improvements	40,680,000	3.9826	8-30-18	4-1-38	36,910,000	0	1,490,000	35,420,000
Public Improvement	14,610,000	5.0000	9-20-19	4-1-29	11,960,000	0	1,250,000	10,710,000
School Facilities, Public Improvements	90,370,000	2.7077	10-15-20	4-1-40	89,370,000	0	3,125,000	86,245,000
Refunding Bonds	64,100,000	1.3137	11-12-20	4-1-32	63,800,000	0	755,000	63,045,000
School Facilities, Public Improvements	21,000,000	1.6127	9-1-21	4-1-41	0	21,000,000	700,000	20,300,000
Public Improvements	6,140,000	1.6094	9-1-21	6-30-36	0	6,140,000	0	6,140,000
Total Bonds Payable					<u>\$ 496,400,000</u>	<u>\$ 27,140,000</u>	<u>\$ 38,390,000</u>	<u>\$ 485,150,000</u>

Exhibit L-2

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

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2023	\$ 638,208	\$ 9,492	\$ 647,700
2024	366,913	4,122	371,035
2025	235,887	975	236,862
Total	\$ 1,241,008	\$ 14,589	\$ 1,255,597

Year Ending June 30	Bonds		
	Principal	Interest	Total
2023	\$ 38,715,000	\$ 16,271,955	\$ 54,986,955
2024	35,585,000	14,518,392	50,103,392
2025	36,980,000	12,964,847	49,944,847
2026	38,165,000	11,706,464	49,871,464
2027	34,570,000	10,172,417	44,742,417
2028	35,765,000	8,844,463	44,609,463
2029	34,175,000	7,732,176	41,907,176
2030	30,360,000	6,682,492	37,042,492
2031	27,755,000	5,702,404	33,457,404
2032	28,715,000	4,759,411	33,474,411
2033	25,280,000	3,839,321	29,119,321
2034	26,015,000	3,121,310	29,136,310
2035	24,255,000	2,407,366	26,662,366
2036	22,395,000	1,740,694	24,135,694
2037	15,055,000	1,128,894	16,183,894
2038	15,450,000	725,604	16,175,604
2039	7,200,000	310,962	7,510,962
2040	7,335,000	174,300	7,509,300
2041	1,380,000	27,600	1,407,600
Total	\$ 485,150,000	\$ 112,831,072	\$ 597,981,072

Exhibit L-3

Rutherford County, Tennessee
Schedule of Investments
June 30, 2022

Fund and Type	Date of Purchase	Date of Maturity	Interest Rates	Amount
<u>Constitutional Officers - Custodial Fund</u>				
<u>Clerk and Master</u>				
State Treasurer's Investment Pool	various	none	varies	<u>\$ 7,759</u>
Total Investments				<u><u>\$ 7,759</u></u>

Exhibit L-4

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

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rates	Balance 6-30-22
Industrial/Economic Development Fund:						
Construction/Renovations	Smyrna/Rutherford County Airport	\$ 639,724	8-17-06	9-17-23	2 %	\$ 49,062
Construction/Renovations	Smyrna/Rutherford County Airport	2,570,000	4-17-14	4-1-34	3.6	1,818,750
Construction/Renovations	Smyrna/Rutherford County Airport	6,140,000	9-1-21	4-1-36	1.6	6,140,000
General Debt Service Fund:						
Rockvale Utility District Waterlines	City of Murfreesboro, Tennessee	1,820,785	Various	Various	0	<u>1,820,785</u>
Total						<u>\$ 9,828,597</u>

Exhibit L-5

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

From Fund	To Fund	Purpose	Amount
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Building projects	\$ 1,063,060
Solid Waste/Sanitation	"	"	6,023,217
General	"	Operations	142,364
Other General Government Special Revenue	General	"	23,790,423
Industrial Development	General Debt Service	Debt retirement	<u>243,796</u>
Total Transfers Primary Government			<u>\$ 31,262,860</u>
<u>DISCRETELY PRESENTED RUTHERFORD COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect cost	<u>\$ 1,479,393</u>
Total Transfers Discretely Presented Rutherford County School Department			<u>\$ 1,479,393</u>

Exhibit L-6

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

Official	Authorization for Salary	Salary Paid During Period	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	\$ 168,863 (2)	\$ 100,000	RLI Insurance Company
Highway Superintendent	Section 8-24-102, <i>TCA</i>	160,822	100,000	"
Director of Schools	State Board of Education and Local Board of Education	188,702 (1)	100,000	Hartford Fire Insurance Company
Trustee	Section 8-24-102, <i>TCA</i>	132,911	15,075,185	"
Assessor of Property	Section 8-24-102, <i>TCA</i>	132,911 (2)	50,000	RLI Insurance Company
Director of Finance	County Commission	159,379 (3)	100,000	Hartford Fire Insurance Company
County Clerk	Section 8-24-102, <i>TCA</i>	132,911	100,000	"
Circuit, General Sessions, and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i> and County Commission	146,202 (4)	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i> , Chancery Court Judge and County Commission	132,911 (5)	100,000	"
Register of Deeds	Section 8-24-102, <i>TCA</i>	132,911	100,000	"
Sheriff	Section 8-24-102, <i>TCA</i>	160,822 (6)	100,000	"
<u>Other Bonds</u>				
Employee Blanket Bond			475,000	Brit Global Specialty

(1) Does not include a \$1,000 career ladder payment, 2 bonus payments totaling \$1,000 each, and pay for unused vacation days of \$21,069.

(2) Does not include a Certified Public Administrator supplement of \$1,000.

(3) Does not include longevity pay of \$625, a salary supplement of \$1,800, and bonus of \$2,613.

(4) Includes \$13,031 for serving more than one court; does not include a training supplement of \$900.

(5) Does not include special commissioner fees of \$13,575, longevity pay of \$700 and a bonus of \$2,843.

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

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 60,808,462	\$ 0	\$ 6,180,461	\$ 0	\$ 0
Trustee's Collections - Prior Year	497,163	0	52,221	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	338,717	0	34,082	0	0
Interest and Penalty	117,934	0	12,012	0	0
Pickup Taxes	130,596	0	13,315	0	0
Payments in-Lieu-of Taxes - T.V.A.	3,945	0	411	0	0
Payments in-Lieu-of Taxes - Other	7,595,223	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	2,056,369	6,169,108	0	0	0
Hotel/Motel Tax	5,392,653	0	0	0	0
Wheel Tax	4,319,099	0	0	0	0
Litigation Tax - General	631,159	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0
Litigation Tax - Courthouse Security	426,622	0	0	0	0
Business Tax	2,137,940	0	217,404	0	0
Mixed Drink Tax	22,811	0	0	0	0
Mineral Severance Tax	0	0	0	0	0
Adequate Facilities/Development Tax	0	0	0	0	0
<u>Statutory Local Taxes</u>					
Bank Excise Tax	1,124,351	0	0	0	0
Wholesale Beer Tax	785,261	0	0	0	0
Total Local Taxes	\$ 86,388,305	\$ 6,169,108	\$ 6,509,906	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Animal Registration	\$ 313,974	\$ 0	\$ 0	\$ 0	\$ 0
Animal Vaccination	35,937	0	0	0	0
Cable TV Franchise	984,046	0	0	0	0
<u>Permits</u>					
Building Permits	1,386,862	0	0	0	0
Electrical Permits	12,850	0	0	0	0
Plumbing Permits	142,125	0	0	0	0
Food Handling Permits	235	0	0	0	0
Other Permits	153,836	0	0	0	0
Total Licenses and Permits	<u>\$ 3,029,865</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 24,800	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	83,080	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	17,657	0	0	0	0
Veterans Treatment Court Fees	6,478	0	0	0	0
Jail Fees	20,678	0	0	0	0
Data Entry Fee - Circuit Court	14,700	0	0	0	0
Courtroom Security Fee	37,556	0	0	0	0
<u>Criminal Court</u>					
Officers Costs	2,120	0	0	0	0
Veterans Treatment Court Fees	5,090	0	0	0	0
DUI Treatment Fines	6,431	0	0	0	0
Victims Assistance Assessments	19,769	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court</u>					
Fines	\$ 192,382	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	294,384	0	0	0	0
Game and Fish Fines	747	0	0	0	0
Drug Control Fines	0	0	0	0	0
Drug Court Fees	27,735	0	0	0	0
Veterans Treatment Court Fees	19,764	0	0	0	0
Jail Fees	74,472	0	0	0	0
DUI Treatment Fines	56,427	0	0	0	0
Data Entry Fee - General Sessions Court	68,198	0	0	0	0
Courtroom Security Fee	9,200	0	0	0	0
Victims Assistance Assessments	101,585	0	0	0	0
<u>Juvenile Court</u>					
Fines	2,217	0	0	0	0
Officers Costs	15,342	0	0	0	0
Jail Fees	278,865	0	0	0	0
Data Entry Fee - Juvenile Court	5,044	0	0	0	0
Courtroom Security Fee	312	0	0	0	0
<u>Chancery Court</u>					
Data Entry Fee - Chancery Court	19,762	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	44,155	0	0	0	0
<u>Judicial District Drug Program</u>					
Victims Assistance Assessments	16,772	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 1,465,722	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 119,010	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	927,321	0	0	0
Patient Charges	94,970	0	9,406,503	0	0
Past Due Collections - Ambulance	0	0	137,899	0	0
Zoning Studies	111,529	0	0	0	0
Work Release Charges for Board	58,655	0	0	0	0
Other General Service Charges	0	0	1,442,929	0	0
<u>Fees</u>					
Subdivision Lot Fees	294,329	0	0	0	0
Archives and Records Management Fee	114,913	0	0	0	0
Greenbelt Late Application Fee	250	0	0	0	0
Telephone Commissions	628,845	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0
Data Processing Fee - Register	149,952	0	0	0	0
Probation Fees	251,580	0	0	0	0
Data Processing Fee - Sheriff	22,727	0	0	0	0
Sexual Offender Registration Fee - Sheriff	9,300	0	0	0	0
Data Processing Fee - County Clerk	51,592	0	0	0	0
Vehicle Registration Reinstatement Fees	20,645	0	0	0	0
<u>Education Charges</u>					
Contract for Administrative Services with Other LEA's	509,019	0	0	0	0
TBI Criminal Background Fee	14,115	0	0	0	0
Other Charges for Services	5,675	0	87,864	0	0
Total Charges for Current Services	\$ 2,338,096	\$ 1,046,331	\$ 11,075,195	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 680,908	\$ 0	\$ 0	\$ 139,562	\$ 174
Lease/Rentals	350,912	0	0	0	0
Sale of Materials and Supplies	47,673	0	11,100	0	0
Commissary Sales	150,166	0	0	0	0
Sale of Maps	16,790	0	0	0	0
Sale of Recycled Materials	5,023	609,566	0	0	0
Sale of Animals/Livestock	49,104	0	0	0	0
Miscellaneous Refunds	251,009	0	21,993	87,336	0
<u>Nonrecurring Items</u>					
Sale of Equipment	42,927	5,272	0	0	0
Sale of Property	414,750	0	0	0	0
Contributions and Gifts	74,032	0	1,350	0	0
Performance Bond Forfeitures	175,940	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	13,558	0	0	0	0
Total Other Local Revenues	\$ 2,272,792	\$ 614,838	\$ 34,443	\$ 226,898	\$ 174
<u>Fees Received From County Officials</u>					
<u>Excess Fees</u>					
County Clerk	\$ 3,937,745	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	300,000	0	0	0	0
Register	2,412,401	0	0	0	0
Trustee	7,550,775	0	0	0	0
<u>Fees In-Lieu-of Salary</u>					
Clerk and Master	533,481	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
Sheriff	\$ 92,384	\$ 0	\$ 0	\$ 0	\$ 0
Total Fees Received From County Officials	\$ 14,826,786	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	222,800	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	1,382,604	0	0	0	0
Other Health and Welfare Grants	55,659	0	0	0	0
<u>Public Works Grants</u>					
State Aid Program	0	0	0	0	0
Litter Program	62,166	0	0	0	0
<u>Other State Revenues</u>					
Flood Control	0	0	0	0	0
Income Tax	24,468	0	0	0	0
Beer Tax	19,194	0	0	0	0
Vehicle Certificate of Title Fees	42,353	0	0	0	0
Alcoholic Beverage Tax	577,291	0	0	0	0
State Revenue Sharing - Telecommunications	411,733	0	0	0	0
State Shared Sports Gaming Privilege Tax	85,040	0	0	0	0
Contracted Prisoner Boarding	1,942,684	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Registrar's Salary Supplement	\$ 15,164	\$ 0	\$ 0	\$ 0	\$ 0
Other State Grants	791,515	0	0	0	0
Other State Revenues	52,315	357,152	24,675	0	0
Total State of Tennessee	<u>\$ 5,693,986</u>	<u>\$ 357,152</u>	<u>\$ 24,675</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Community Development	\$ 73,287	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	69,783	0	0	0	0
Homeland Security Grants	281,342	0	0	0	0
Law Enforcement Grants	30,951	0	0	0	0
COVID-19 Grant #2	68,070	0	0	0	0
COVID-19 Grant #4	99,271	0	0	0	0
COVID-19 Grant D	72,100	0	0	0	0
Other Federal through State	1,265,485	0	0	0	0
<u>Direct Federal Revenue</u>					
Police Service (Lake Area)	45,993	0	0	0	0
Public Safety Partnership and Community Policing - COPS	180,245	0	0	0	0
COVID-19 Grant #10	16,301,854	0	0	0	0
COVID-19 Grant F	7,862,775	0	0	0	0
American Rescue Plan Act Grant F	0	0	0	0	0
Other Direct Federal Revenue	554,564	0	77,226	0	0
Total Federal Government	<u>\$ 26,905,720</u>	<u>\$ 0</u>	<u>\$ 77,226</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit L-7

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Ambulance Service	Industrial / Economic Development	Special Purpose
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Prisoner Board	\$ 5,339	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	64,096	0	0	0	0
Contracted Services	328,222	0	0	0	0
<u>Other</u>					
Other	100	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 397,757</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 143,319,029</u>	<u>\$ 8,187,429</u>	<u>\$ 17,721,445</u>	<u>\$ 226,898</u>	<u>\$ 174</u>

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 0	\$ 0	\$ 0	\$ 1,049,941	\$ 49,390,314
Trustee's Collections - Prior Year	0	0	0	8,657	408,160
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	0	5,788	268,717
Interest and Penalty	0	0	0	2,036	95,847
Pickup Taxes	0	0	0	2,257	106,181
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	69	3,231
Payments in-Lieu-of Taxes - Other	0	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	0	0	0	2,056,369	0
Hotel/Motel Tax	0	0	0	0	0
Wheel Tax	0	0	0	4,319,099	0
Litigation Tax - General	0	0	0	0	51,291
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	1,666,499
Litigation Tax - Courthouse Security	0	0	0	0	0
Business Tax	0	0	0	36,918	1,736,769
Mixed Drink Tax	0	0	0	0	0
Mineral Severance Tax	0	0	0	541,112	0
Adequate Facilities/Development Tax	0	0	0	0	2,741,820
<u>Statutory Local Taxes</u>					
Bank Excise Tax	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0
Total Local Taxes	\$ 0	\$ 0	\$ 0	\$ 8,022,246	\$ 56,468,829

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Animal Registration	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Animal Vaccination	0	0	0	0	0
Cable TV Franchise	0	0	0	0	0
<u>Permits</u>					
Building Permits	0	0	0	0	0
Electrical Permits	0	0	0	0	0
Plumbing Permits	0	0	0	0	0
Food Handling Permits	0	0	0	0	0
Other Permits	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>					
<u>Circuit Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Drug Control Fines	31,404	0	0	0	0
Drug Court Fees	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
<u>Criminal Court</u>					
Officers Costs	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>					
<u>General Sessions Court</u>					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0
Drug Control Fines	29,128	0	0	0	0
Drug Court Fees	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0
Jail Fees	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0
<u>Juvenile Court</u>					
Fines	0	0	0	0	0
Officers Costs	0	0	0	0	0
Jail Fees	0	0	0	0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0
<u>Chancery Court</u>					
Data Entry Fee - Chancery Court	0	0	0	0	0
<u>Other Courts - In-county</u>					
Fines	0	0	0	0	0
<u>Judicial District Drug Program</u>					
Victims Assistance Assessments	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>					
Proceeds from Confiscated Property	814,284	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 874,816	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Charges for Current Services</u>					
<u>General Service Charges</u>					
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	0	0	0
Patient Charges	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0
Zoning Studies	0	0	0	0	0
Work Release Charges for Board	0	0	0	0	0
Other General Service Charges	2,776	0	0	0	0
<u>Fees</u>					
Subdivision Lot Fees	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0
Greenbelt Late Application Fee	0	0	0	0	0
Telephone Commissions	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	5,659,336	0	0
Special Commissioner Fees/Special Master Fees	0	0	13,575	0	0
Data Processing Fee - Register	0	0	0	0	0
Probation Fees	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0
Vehicle Registration Reinstatement Fees	0	0	0	0	0
<u>Education Charges</u>					
Contract for Administrative Services with Other LEA's	0	0	0	0	0
TBI Criminal Background Fee	0	0	0	0	0
Other Charges for Services	0	0	0	0	0
Total Charges for Current Services	\$ 2,776	\$ 0	\$ 5,672,911	\$ 0	\$ 0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 4,923	\$ 0	\$ 0	\$ 48,562	\$ 245,882
Lease/Rentals	0	0	0	0	144,150
Sale of Materials and Supplies	0	0	0	15,032	0
Commissary Sales	0	0	0	0	0
Sale of Maps	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0
Sale of Animals/Livestock	0	0	0	0	0
Miscellaneous Refunds	0	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	0	0	0	0	0
Sale of Property	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0
Performance Bond Forfeitures	0	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	0	0
Total Other Local Revenues	\$ 4,923	\$ 0	\$ 0	\$ 63,594	\$ 390,032
<u>Fees Received From County Officials</u>					
<u>Excess Fees</u>					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	0	0	0	0	0
Register	0	0	0	0	0
Trustee	0	0	0	0	0
<u>Fees In-Lieu-of Salary</u>					
Clerk and Master	0	0	0	0	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Fees Received From County Officials (Cont.)</u>					
<u>Fees In-Lieu-of Salary (Cont.)</u>					
Sheriff	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Public Safety Grants</u>					
Law Enforcement Training Programs	0	0	0	0	0
<u>Health and Welfare Grants</u>					
Health Department Programs	0	0	0	0	0
Other Health and Welfare Grants	0	0	0	0	0
<u>Public Works Grants</u>					
State Aid Program	0	0	0	1,177,759	0
Litter Program	0	0	0	0	0
<u>Other State Revenues</u>					
Flood Control	0	0	0	23,654	0
Income Tax	0	0	0	0	0
Beer Tax	0	0	0	0	0
Vehicle Certificate of Title Fees	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	5,858,231	0
Petroleum Special Tax	0	0	0	220,132	0

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>State of Tennessee (Cont.)</u>					
<u>Other State Revenues (Cont.)</u>					
Registrar's Salary Supplement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other State Grants	0	0	0	0	0
Other State Revenues	0	0	0	0	0
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,279,776</u>	<u>\$ 0</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0
Law Enforcement Grants	0	0	0	0	0
COVID-19 Grant #2	0	0	0	0	0
COVID-19 Grant #4	0	0	0	0	0
COVID-19 Grant D	0	0	0	0	0
Other Federal through State	0	0	0	0	0
<u>Direct Federal Revenue</u>					
Police Service (Lake Area)	0	0	0	0	0
Public Safety Partnership and Community Policing - COPS	0	0	0	0	0
COVID-19 Grant #10	0	0	0	0	0
COVID-19 Grant F	0	0	0	0	0
American Rescue Plan Act Grant F	0	30,856,637	0	0	0
Other Direct Federal Revenue	0	0	0	0	0
Total Federal Government	<u>\$ 0</u>	<u>\$ 30,856,637</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit L-7

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

	Special Revenue Funds				Debt Service Fund
	Drug Control	Other General Government Fund	Constitutional Officers - Fees	Highway / Public Works	General Debt Service
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	0	647,700
Contracted Services	0	0	0	0	0
<u>Other</u>					
Other	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 647,700</u>
Total	<u>\$ 882,515</u>	<u>\$ 30,856,637</u>	<u>\$ 5,672,911</u>	<u>\$ 15,365,616</u>	<u>\$ 57,506,561</u>

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 117,429,178
Trustee's Collections - Prior Year	0	966,201
Circuit Clerk/Clerk and Master Collections - Prior Years	0	647,304
Interest and Penalty	0	227,829
Pickup Taxes	0	252,349
Payments in-Lieu-of Taxes - T.V.A.	0	7,656
Payments in-Lieu-of Taxes - Other	0	7,595,223
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	10,281,846
Hotel/Motel Tax	0	5,392,653
Wheel Tax	0	8,638,198
Litigation Tax - General	0	682,450
Litigation Tax - Jail, Workhouse, or Courthouse	0	1,666,499
Litigation Tax - Courthouse Security	0	426,622
Business Tax	0	4,129,031
Mixed Drink Tax	0	22,811
Mineral Severance Tax	0	541,112
Adequate Facilities/Development Tax	0	2,741,820
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	1,124,351
Wholesale Beer Tax	0	785,261
Total Local Taxes	\$ 0	\$ 163,558,394

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Animal Registration	\$	0	\$ 313,974
Animal Vaccination		0	35,937
Cable TV Franchise		0	984,046
<u>Permits</u>			
Building Permits		0	1,386,862
Electrical Permits		0	12,850
Plumbing Permits		0	142,125
Food Handling Permits		0	235
Other Permits		0	153,836
Total Licenses and Permits	\$	0	\$ 3,029,865
<u>Fines, Forfeitures, and Penalties</u>			
<u>Circuit Court</u>			
Fines	\$	0	\$ 24,800
Officers Costs		0	83,080
Drug Control Fines		0	31,404
Drug Court Fees		0	17,657
Veterans Treatment Court Fees		0	6,478
Jail Fees		0	20,678
Data Entry Fee - Circuit Court		0	14,700
Courtroom Security Fee		0	37,556
<u>Criminal Court</u>			
Officers Costs		0	2,120
Veterans Treatment Court Fees		0	5,090
DUI Treatment Fines		0	6,431
Victims Assistance Assessments		0	19,769

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>General Sessions Court</u>			
Fines	\$	0	\$ 192,382
Officers Costs		0	294,384
Game and Fish Fines		0	747
Drug Control Fines		0	29,128
Drug Court Fees		0	27,735
Veterans Treatment Court Fees		0	19,764
Jail Fees		0	74,472
DUI Treatment Fines		0	56,427
Data Entry Fee - General Sessions Court		0	68,198
Courtroom Security Fee		0	9,200
Victims Assistance Assessments		0	101,585
<u>Juvenile Court</u>			
Fines		0	2,217
Officers Costs		0	15,342
Jail Fees		0	278,865
Data Entry Fee - Juvenile Court		0	5,044
Courtroom Security Fee		0	312
<u>Chancery Court</u>			
Data Entry Fee - Chancery Court		0	19,762
<u>Other Courts - In-county</u>			
Fines		0	44,155
<u>Judicial District Drug Program</u>			
Victims Assistance Assessments		0	16,772
<u>Other Fines, Forfeitures, and Penalties</u>			
Proceeds from Confiscated Property		0	814,284
Total Fines, Forfeitures, and Penalties	\$	0	\$ 2,340,538

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>		
	General Capital Projects	Total	
<u>Charges for Current Services</u>			
<u>General Service Charges</u>			
Tipping Fees	\$ 0	\$ 119,010	
Surcharge - Host Agency	0	927,321	
Patient Charges	0	9,501,473	
Past Due Collections - Ambulance	0	137,899	
Zoning Studies	0	111,529	
Work Release Charges for Board	0	58,655	
Other General Service Charges	0	1,445,705	
<u>Fees</u>			
Subdivision Lot Fees	0	294,329	
Archives and Records Management Fee	0	114,913	
Greenbelt Late Application Fee	0	250	
Telephone Commissions	0	628,845	
Constitutional Officers' Fees and Commissions	0	5,659,336	
Special Commissioner Fees/Special Master Fees	0	13,575	
Data Processing Fee - Register	0	149,952	
Probation Fees	0	251,580	
Data Processing Fee - Sheriff	0	22,727	
Sexual Offender Registration Fee - Sheriff	0	9,300	
Data Processing Fee - County Clerk	0	51,592	
Vehicle Registration Reinstatement Fees	0	20,645	
<u>Education Charges</u>			
Contract for Administrative Services with Other LEA's	0	509,019	
TBI Criminal Background Fee	0	14,115	
Other Charges for Services	0	93,539	
Total Charges for Current Services	\$ 0	\$ 20,135,309	

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 6,771	\$ 1,126,782
Lease/Rentals	0	495,062
Sale of Materials and Supplies	0	73,805
Commissary Sales	0	150,166
Sale of Maps	0	16,790
Sale of Recycled Materials	0	614,589
Sale of Animals/Livestock	0	49,104
Miscellaneous Refunds	0	360,338
<u>Nonrecurring Items</u>		
Sale of Equipment	0	48,199
Sale of Property	0	414,750
Contributions and Gifts	0	75,382
Performance Bond Forfeitures	0	175,940
<u>Other Local Revenues</u>		
Other Local Revenues	0	13,558
Total Other Local Revenues	<u>\$ 6,771</u>	<u>\$ 3,614,465</u>
<u>Fees Received From County Officials</u>		
<u>Excess Fees</u>		
County Clerk	\$ 0	\$ 3,937,745
Circuit Court Clerk	0	300,000
Register	0	2,412,401
Trustee	0	7,550,775
<u>Fees In-Lieu-of Salary</u>		
Clerk and Master	0	533,481

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<hr/>		
<u>Fees Received From County Officials (Cont.)</u>		
<u>Fees In-Lieu-of Salary (Cont.)</u>		
Sheriff	\$ 0	\$ 92,384
Total Fees Received From County Officials	\$ 0	\$ 14,826,786
<hr/>		
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 9,000
<u>Public Safety Grants</u>		
Law Enforcement Training Programs	0	222,800
<u>Health and Welfare Grants</u>		
Health Department Programs	0	1,382,604
Other Health and Welfare Grants	0	55,659
<u>Public Works Grants</u>		
State Aid Program	0	1,177,759
Litter Program	0	62,166
<u>Other State Revenues</u>		
Flood Control	0	23,654
Income Tax	0	24,468
Beer Tax	0	19,194
Vehicle Certificate of Title Fees	0	42,353
Alcoholic Beverage Tax	0	577,291
State Revenue Sharing - Telecommunications	0	411,733
State Shared Sports Gaming Privilege Tax	0	85,040
Contracted Prisoner Boarding	0	1,942,684
Gasoline and Motor Fuel Tax	0	5,858,231
Petroleum Special Tax	0	220,132

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<u>State of Tennessee (Cont.)</u>		
<u>Other State Revenues (Cont.)</u>		
Registrar's Salary Supplement	\$ 0	\$ 15,164
Other State Grants	1,827,198	2,618,713
Other State Revenues	0	434,142
Total State of Tennessee	<u>\$ 1,827,198</u>	<u>\$ 15,182,787</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Community Development	\$ 0	\$ 73,287
Civil Defense Reimbursement	0	69,783
Homeland Security Grants	0	281,342
Law Enforcement Grants	0	30,951
COVID-19 Grant #2	0	68,070
COVID-19 Grant #4	0	99,271
COVID-19 Grant D	0	72,100
Other Federal through State	0	1,265,485
<u>Direct Federal Revenue</u>		
Police Service (Lake Area)	0	45,993
Public Safety Partnership and Community Policing - COPS	0	180,245
COVID-19 Grant #10	0	16,301,854
COVID-19 Grant F	0	7,862,775
American Rescue Plan Act Grant F	0	30,856,637
Other Direct Federal Revenue	0	631,790
Total Federal Government	<u>\$ 0</u>	<u>\$ 57,839,583</u>

(Continued)

Exhibit L-7

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Prisoner Board	\$ 0	\$ 5,339
Contributions	227,019	938,815
Contracted Services	0	328,222
<u>Other</u>		
Other	0	100
Total Other Governments and Citizens Groups	<u>\$ 227,019</u>	<u>\$ 1,272,476</u>
Total	<u>\$ 2,060,988</u>	<u>\$ 281,800,203</u>

Exhibit L-8

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

	General	Special Revenue Funds			Capital
	Purpose	School	Central	Internal	Projects Funds
	School	Federal	Cafeteria	School	Education
		Projects			Capital
					Projects
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 93,863,541	\$ 0	\$ 0	\$ 0	\$ 5,782,620
Trustee's Collections - Prior Year	773,852	0	0	0	49,607
Circuit Clerk/Clerk and Master Collections - Prior Years	513,491	0	0	0	36,423
Interest and Penalty	182,121	0	0	0	11,244
Pickup Taxes	201,746	0	0	0	12,476
Payments in-Lieu-of Taxes - T.V.A.	6,129	0	0	0	389
Payments in-Lieu-of Taxes - Local Utilities	167,897	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	95,662,753	0	0	0	0
Wheel Tax	4,908,773	0	0	0	0
Business Tax	3,300,287	0	0	0	203,457
Mixed Drink Tax	734,264	0	0	0	0
Adequate Facilities/Development Tax	0	0	0	0	2,742,570
Total Local Taxes	<u>\$ 200,314,854</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,838,786</u>
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 14,075	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	<u>\$ 14,075</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Summer School	\$ 46,255	\$ 0	\$ 0	\$ 0	\$ 0
Tuition - Other	21,725	0	0	0	0

(Continued)

Exhibit L-8

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

	General Purpose School	Special Revenue Funds			Capital Projects Funds
		School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Lunch Payments - Children	\$ 0	\$ 0	\$ 1,104,144	\$ 0	\$ 0
Lunch Payments - Adults	0	0	87,426	0	0
Income from Breakfast	0	0	56,188	0	0
A la Carte Sales	0	0	421,792	0	0
Charter Authorizer Fee	5,000	0	0	0	0
Other Charges for Services	229,657	0	0	0	0
Total Charges for Current Services	<u>\$ 302,637</u>	<u>\$ 0</u>	<u>\$ 1,669,550</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ (11,337)	\$ 0	\$ 29,693	\$ 0	\$ 0
Lease/Rentals	33,494	0	0	0	0
Sale of Materials and Supplies	8,290	0	0	0	0
Miscellaneous Refunds	15,826	0	77	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	14,646	0	104	0	0
Contributions and Gifts	108,534	0	0	0	1,050,000
<u>Other Local Revenues</u>					
Other Local Revenues	407,290	0	0	13,297,598	0
Total Other Local Revenues	<u>\$ 576,743</u>	<u>\$ 0</u>	<u>\$ 29,874</u>	<u>\$ 13,297,598</u>	<u>\$ 1,050,000</u>
<u>State of Tennessee</u>					
<u>State Education Funds</u>					
Basic Education Program	\$ 246,150,763	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-8

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

	General	Special Revenue Funds			Capital
	Purpose	School	Central	Internal	Projects Funds
	School	Federal	Cafeteria	School	Education
		Projects			Capital
					Projects
<u>State of Tennessee (Cont.)</u>					
<u>State Education Funds (Cont.)</u>					
Early Childhood Education	\$ 1,596,698	\$ 0	\$ 0	\$ 0	\$ 0
School Food Service	0	0	200,060	0	0
Driver Education	272,921	0	0	0	0
Other State Education Funds	3,041,490	0	0	0	0
Coordinated School Health	193,000	0	0	0	0
Career Ladder Program	369,808	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	2,686,117	0	0	0	0
Other State Grants	49,000	0	0	0	0
Safe Schools	860,228	0	0	0	0
Other State Revenues	72,466	0	0	0	0
Total State of Tennessee	\$ 255,292,491	\$ 0	\$ 200,060	\$ 0	\$ 0
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 23,383,714	\$ 0	\$ 0
USDA - Commodities	0	0	1,091,390	0	0
Breakfast	0	0	6,595,998	0	0
USDA - Other	0	0	54,373	0	0
Vocational Education - Basic Grants to States	0	744,130	0	0	0
Title I Grants to Local Education Agencies	0	6,157,062	0	0	0
Special Education - Grants to States	1,127,550	8,408,500	0	0	0
Special Education Preschool Grants	17,494	63,819	0	0	0
English Language Acquisition Grants	0	545,515	0	0	0

(Continued)

Exhibit L-8

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

	General Purpose School	Special Revenue Funds			Capital Projects Funds
		School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
Education for Homeless Children and Youth	\$ 0	\$ 210,968	\$ 0	\$ 0	\$ 0
Eisenhower Professional Development State Grants	0	1,199,106	0	0	0
COVID-19 Grant #1	0	3,834	0	0	0
COVID-19 Grant B	0	7,656,372	0	0	0
COVID-19 Grant E	0	292,064	0	0	0
American Rescue Plan Act Grant #1	0	12,641,627	0	0	0
American Rescue Plan Act Grant #2	0	245,174	0	0	0
American Rescue Plan Act Grant #3	0	7,484	0	0	0
American Rescue Plan Act Grant #4	0	85,770	0	0	0
Other Federal through State	541,514	385,531	435	0	0
<u>Direct Federal Revenue</u>					
ROTC Reimbursement	720,572	0	0	0	0
Other Direct Federal Revenue	0	225,001	0	0	0
Total Federal Government	\$ 2,407,130	\$ 38,871,957	\$ 31,125,910	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 458,907,930	\$ 38,871,957	\$ 33,025,394	\$ 13,297,598	\$ 9,888,786

(Continued)

Exhibit L-8

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

	Capital Projects Fund	Other Capital Projects	Total
<hr/>			
<u>Local Taxes</u>			
<u>County Property Taxes</u>			
Current Property Tax	\$	0	\$ 99,646,161
Trustee's Collections - Prior Year		0	823,459
Circuit Clerk/Clerk and Master Collections - Prior Years		0	549,914
Interest and Penalty		0	193,365
Pickup Taxes		0	214,222
Payments in-Lieu-of Taxes - T.V.A.		0	6,518
Payments in-Lieu-of Taxes - Local Utilities		0	167,897
<u>County Local Option Taxes</u>			
Local Option Sales Tax		0	95,662,753
Wheel Tax		0	4,908,773
Business Tax		0	3,503,744
Mixed Drink Tax		0	734,264
Adequate Facilities/Development Tax		0	2,742,570
Total Local Taxes	\$	0	\$ 209,153,640
<hr/>			
<u>Licenses and Permits</u>			
<u>Licenses</u>			
Marriage Licenses	\$	0	\$ 14,075
Total Licenses and Permits	\$	0	\$ 14,075
<hr/>			
<u>Charges for Current Services</u>			
<u>Education Charges</u>			
Tuition - Summer School	\$	0	\$ 46,255
Tuition - Other		0	21,725

(Continued)

Exhibit L-8

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

	Capital Projects Fund	Other Capital Projects	Total
<hr/>			
<u>Charges for Current Services (Cont.)</u>			
<u>Education Charges (Cont.)</u>			
Lunch Payments - Children	\$	0	\$ 1,104,144
Lunch Payments - Adults		0	87,426
Income from Breakfast		0	56,188
A la Carte Sales		0	421,792
Charter Authorizer Fee		0	5,000
Other Charges for Services		0	229,657
Total Charges for Current Services	\$	0	\$ 1,972,187
<hr/>			
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	\$	0	\$ 18,356
Lease/Rentals		0	33,494
Sale of Materials and Supplies		0	8,290
Miscellaneous Refunds		0	15,903
<u>Nonrecurring Items</u>			
Sale of Equipment		0	14,750
Contributions and Gifts		0	1,158,534
<u>Other Local Revenues</u>			
Other Local Revenues		0	13,704,888
Total Other Local Revenues	\$	0	\$ 14,954,215
<hr/>			
<u>State of Tennessee</u>			
<u>State Education Funds</u>			
Basic Education Program	\$	0	\$ 246,150,763

(Continued)

Exhibit L-8

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

	Capital Projects Fund	Other Capital Projects	Total
<hr/>			
<u>State of Tennessee (Cont.)</u>			
<u>State Education Funds (Cont.)</u>			
Early Childhood Education	\$ 0	\$ 1,596,698	
School Food Service	0	200,060	
Driver Education	0	272,921	
Other State Education Funds	0	3,041,490	
Coordinated School Health	0	193,000	
Career Ladder Program	0	369,808	
<u>Other State Revenues</u>			
State Revenue Sharing - T.V.A.	0	2,686,117	
Other State Grants	0	49,000	
Safe Schools	0	860,228	
Other State Revenues	0	72,466	
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 255,492,551</u>	
<hr/>			
<u>Federal Government</u>			
<u>Federal Through State</u>			
USDA School Lunch Program	\$ 0	\$ 23,383,714	
USDA - Commodities	0	1,091,390	
Breakfast	0	6,595,998	
USDA - Other	0	54,373	
Vocational Education - Basic Grants to States	0	744,130	
Title I Grants to Local Education Agencies	0	6,157,062	
Special Education - Grants to States	0	9,536,050	
Special Education Preschool Grants	0	81,313	
English Language Acquisition Grants	0	545,515	

(Continued)

Exhibit L-8

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

	Capital Projects Fund	Other Capital Projects	Total
<hr/>			
<u>Federal Government (Cont.)</u>			
<u>Federal Through State (Cont.)</u>			
Education for Homeless Children and Youth	\$	0	\$ 210,968
Eisenhower Professional Development State Grants		0	1,199,106
COVID-19 Grant #1		0	3,834
COVID-19 Grant B		0	7,656,372
COVID-19 Grant E		0	292,064
American Rescue Plan Act Grant #1		0	12,641,627
American Rescue Plan Act Grant #2		0	245,174
American Rescue Plan Act Grant #3		0	7,484
American Rescue Plan Act Grant #4		0	85,770
Other Federal through State		0	927,480
<u>Direct Federal Revenue</u>			
ROTC Reimbursement		0	720,572
Other Direct Federal Revenue		0	225,001
Total Federal Government	\$	0	\$ 72,404,997
<hr/>			
<u>Other Governments and Citizens Groups</u>			
<u>Other Governments</u>			
Contributions	\$ 23,696,921	\$	23,696,921
Total Other Governments and Citizens Groups	\$ 23,696,921	\$	23,696,921
<hr/>			
Total	\$ 23,696,921	\$	577,688,586
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Exhibit L-9

Rutherford 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	\$	160,400	
Other Per Diem and Fees		124,250	
Social Security		14,424	
Employer Medicare		4,128	
Dues and Memberships		52,225	
Total County Commission			\$ 355,427

Board of Equalization

Board and Committee Members Fees	\$	10,500	
Social Security		651	
Employer Medicare		152	
Consultants		11,410	
Legal Notices, Recording, and Court Costs		710	
Total Board of Equalization			23,423

County Mayor/Executive

County Official/Administrative Officer	\$	168,863	
Assistant(s)		155,150	
Secretary(ies)		109,717	
Longevity Pay		1,050	
Overtime Pay		8,824	
Bonus Payments		2,843	
Other Salaries and Wages		55,824	
Social Security		28,882	
Pensions		50,611	
Employee and Dependent Insurance		45,395	
Disability Insurance		633	
Unemployment Compensation		686	
Employer Medicare		7,144	
Communication		1,794	
Data Processing Services		960	
Dues and Memberships		12,172	
Lease Payments		17,134	
Legal Services		52,868	
Legal Notices, Recording, and Court Costs		7,622	
Maintenance Agreements		1,831	
Postal Charges		688	
Printing, Stationery, and Forms		185	
Travel		2,390	
Other Contracted Services		94,401	
Gasoline		232	
Office Supplies		3,684	
Other Charges		61,211	
Total County Mayor/Executive			892,794

Personnel Office

County Official/Administrative Officer	\$	130,652	
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(Continued)

Exhibit L-9

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

General Fund (Cont.)

General Government (Cont.)

Personnel Office (Cont.)

Assistant(s)	\$	112,138	
Supervisor/Director		73,575	
Secretary(ies)		61,101	
Part-time Personnel		6,050	
Longevity Pay		925	
Bonus Payments		2,843	
Social Security		23,341	
Pensions		38,336	
Employee and Dependent Insurance		35,484	
Disability Insurance		523	
Employer Medicare		5,459	
Communication		2	
Dues and Memberships		577	
Evaluation and Testing		55,559	
Maintenance Agreements		1,031	
Postal Charges		313	
Travel		1,151	
Other Contracted Services		34,222	
Office Supplies		6,406	
Other Charges		8,440	
Total Personnel Office			\$ 598,128

County Attorney

County Official/Administrative Officer	\$	72,000	
Secretary(ies)		49,582	
Longevity Pay		275	
Social Security		6,927	
Pensions		5,066	
Employee and Dependent Insurance		33,982	
Disability Insurance		182	
Employer Medicare		1,620	
Legal Services		96,433	
Total County Attorney			266,067

Election Commission

County Official/Administrative Officer	\$	119,620	
Part-time Personnel		17,958	
Longevity Pay		1,375	
Bonus Payments		2,843	
Other Salaries and Wages		264,449	
Election Commission		12,300	
Election Workers		126,203	
Social Security		30,508	
Pensions		39,450	
Employee and Dependent Insurance		64,150	
Disability Insurance		558	
Employer Medicare		7,188	

(Continued)

Exhibit L-9

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

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

Communication	\$	7,886	
Data Processing Services		2,146	
Dues and Memberships		729	
Legal Notices, Recording, and Court Costs		6,518	
Maintenance Agreements		27,290	
Postal Charges		101,684	
Printing, Stationery, and Forms		29,577	
Rentals		4,315	
Travel		1,775	
Data Processing Supplies		3,500	
Office Supplies		13,929	
Data Processing Equipment		20,034	
Furniture and Fixtures		3,012	
Office Equipment		1,888	
Total Election Commission			\$ 910,885

Register of Deeds

In-service Training	\$	855	
Social Security		44,660	
Pensions		77,952	
Employee and Dependent Insurance		160,666	
Disability Insurance		1,110	
Employer Medicare		10,445	
Communication		401	
Data Processing Services		27,078	
Maintenance Agreements		21,854	
Postal Charges		800	
Data Processing Supplies		9,487	
Office Supplies		1,858	
Data Processing Equipment		35,492	
Furniture and Fixtures		797	
Total Register of Deeds			393,455

Planning

County Official/Administrative Officer	\$	115,465	
Assistant(s)		353,080	
Supervisor/Director		119,542	
Secretary(ies)		176,604	
Longevity Pay		2,725	
Bonus Payments		8,529	
Board and Committee Members Fees		38,100	
In-service Training		550	
Social Security		48,155	
Pensions		78,836	
Employee and Dependent Insurance		112,213	
Disability Insurance		1,114	
Employer Medicare		11,304	

(Continued)

Exhibit L-9

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

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

Communication	\$	2,382	
Consultants		46,093	
Dues and Memberships		30,414	
Lease Payments		17,477	
Legal Notices, Recording, and Court Costs		4,680	
Maintenance Agreements		5,852	
Postal Charges		1,801	
Data Processing Supplies		2,449	
Gasoline		9,018	
Office Supplies		4,488	
Periodicals		20	
Other Supplies and Materials		715	
Data Processing Equipment		2,044	
Total Planning			\$ 1,193,650

Geographical Information Systems

Data Processing Personnel	\$	233,700	
Longevity Pay		1,400	
Bonus Payments		2,843	
Social Security		13,550	
Pensions		24,111	
Employee and Dependent Insurance		61,564	
Disability Insurance		350	
Employer Medicare		3,169	
Data Processing Services		41,916	
Dues and Memberships		160	
Maintenance Agreements		386,627	
Travel		18,155	
Data Processing Supplies		1,431	
Data Processing Equipment		6,036	
Other Capital Outlay		251,489	
Total Geographical Information Systems			1,046,501

County Buildings

Assistant(s)	\$	62,907	
Supervisor/Director		95,625	
Clerical Personnel		42,113	
Custodial Personnel		81,361	
Maintenance Personnel		432,598	
Part-time Personnel		134,139	
Longevity Pay		4,150	
Overtime Pay		2,419	
Social Security		51,120	
Pensions		71,695	
Employee and Dependent Insurance		133,081	
Disability Insurance		1,143	
Unemployment Compensation		400	

(Continued)

Exhibit L-9

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

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

Employer Medicare	\$	11,956	
Communication		56,895	
Contracts with Government Agencies		74,613	
Lease Payments		45,113	
Maintenance and Repair Services - Buildings		58,482	
Travel		6,013	
Other Contracted Services		308,406	
Custodial Supplies		57,507	
Gasoline		19,421	
Utilities		1,031,248	
Other Supplies and Materials		106,225	
Building Improvements		559,263	
Data Processing Equipment		3,970	
Maintenance Equipment		34,832	
Total County Buildings			\$ 3,486,695

Preservation of Records

County Official/Administrative Officer	\$	71,029	
Assistant(s)		73,486	
Part-time Personnel		6,347	
Longevity Pay		350	
Social Security		8,743	
Pensions		14,718	
Employee and Dependent Insurance		37,625	
Disability Insurance		215	
Employer Medicare		2,045	
Communication		601	
Dues and Memberships		595	
Maintenance Agreements		320	
Postal Charges		76	
Travel		85	
Other Contracted Services		990	
Library Books/Media		99	
Office Supplies		1,952	
Other Supplies and Materials		8,943	
Other Charges		34,043	
Total Preservation of Records			262,262

Risk Management

Building and Contents Insurance	\$	157,439	
Liability Insurance		447,277	
Total Risk Management			604,716

FinanceAccounting and Budgeting

County Official/Administrative Officer	\$	159,379	
Accountants/Bookkeepers		774,283	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Salary Supplements	\$	5,400	
Part-time Personnel		8,012	
Longevity Pay		4,450	
Overtime Pay		5,049	
Bonus Payments		11,141	
Board and Committee Members Fees		2,700	
Social Security		56,063	
Pensions		96,093	
Employee and Dependent Insurance		143,588	
Disability Insurance		1,262	
Unemployment Compensation		6	
Employer Medicare		13,389	
Audit Services		105,042	
Communication		226	
Dues and Memberships		2,302	
Maintenance Agreements		575	
Postal Charges		12,869	
Travel		1,643	
Other Contracted Services		2,048	
Gasoline		251	
Office Supplies		14,400	
Total Accounting and Budgeting			\$ 1,420,171

Property Assessor's Office

County Official/Administrative Officer	\$	132,911	
Deputy(ies)		537,352	
Salary Supplements		3,500	
Part-time Personnel		13,227	
Longevity Pay		3,875	
Bonus Payments		2,843	
In-service Training		1,294	
Social Security		41,410	
Pensions		68,300	
Employee and Dependent Insurance		122,120	
Disability Insurance		963	
Employer Medicare		9,685	
Communication		803	
Dues and Memberships		2,975	
Maintenance Agreements		5,803	
Postal Charges		9,888	
Travel		1,962	
Other Contracted Services		105,275	
Data Processing Supplies		374	
Office Supplies		12,265	
Uniforms		789	
Other Supplies and Materials		1,217	
Data Processing Equipment		27,913	
Total Property Assessor's Office			1,106,744

(Continued)

Exhibit L-9

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

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

Deputy(ies)	\$	835,444	
Longevity Pay		3,800	
Social Security		49,968	
Pensions		83,898	
Employee and Dependent Insurance		150,996	
Disability Insurance		1,258	
Employer Medicare		11,720	
Communication		8,823	
Data Processing Services		163,340	
Licenses		10,823	
Maintenance and Repair Services - Vehicles		459	
Postal Charges		54,811	
Other Contracted Services		28,595	
Gasoline		8,464	
Other Supplies and Materials		1,863	
Data Processing Equipment		7,052	
Other Capital Outlay		148,382	
Total Reappraisal Program			\$ 1,569,696

County Trustee's Office

Social Security	\$	27,506	
Pensions		46,808	
Employee and Dependent Insurance		86,644	
Disability Insurance		656	
Employer Medicare		6,529	
Communication		459	
Data Processing Services		9,445	
Legal Notices, Recording, and Court Costs		192	
Maintenance Agreements		370	
Postal Charges		36,014	
Other Contracted Services		17,888	
Office Supplies		8,032	
Tax Relief Program		721,319	
Total County Trustee's Office			961,862

County Clerk's Office

Social Security	\$	108,314	
Pensions		185,115	
Employee and Dependent Insurance		387,368	
Disability Insurance		2,689	
Employer Medicare		25,532	
Communication		3,952	
Data Processing Services		70,299	
Maintenance Agreements		4,515	
Maintenance and Repair Services - Equipment		1,178	
Postal Charges		203,176	
Other Contracted Services		5,750	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Data Processing Supplies	\$	39,777	
Gasoline		859	
Office Supplies		45,239	
Other Supplies and Materials		15,814	
Data Processing Equipment		13,484	
Office Equipment		1,082	
Total County Clerk's Office			\$ 1,114,143

Data Processing

County Official/Administrative Officer	\$	140,199	
Data Processing Personnel		1,361,176	
Part-time Personnel		21,201	
Longevity Pay		3,400	
Overtime Pay		1,818	
Bonus Payments		18,643	
Social Security		91,413	
Pensions		154,596	
Employee and Dependent Insurance		239,924	
Disability Insurance		2,191	
Employer Medicare		21,379	
Communication		268,716	
Data Processing Services		870,218	
Dues and Memberships		1,127	
Maintenance Agreements		428,802	
Postal Charges		14	
Travel		456	
Data Processing Supplies		6,554	
Gasoline		245	
Data Processing Equipment		580,567	
Other Equipment		34,702	
Total Data Processing			4,247,341

Administration of Justice

Circuit Court

Jury and Witness Expense	\$	76,174	
Social Security		151,852	
Pensions		252,118	
Employee and Dependent Insurance		492,146	
Disability Insurance		3,646	
Unemployment Compensation		1,650	
Employer Medicare		35,699	
Communication		1,423	
Data Processing Services		96,639	
Legal Services		13,374	
Maintenance Agreements		29,903	
Postal Charges		30,580	
Office Supplies		47,789	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Other Supplies and Materials	\$	823	
Other Charges		86,251	
Data Processing Equipment		18,165	
Furniture and Fixtures		1,378	
Office Equipment		1,027	
Total Circuit Court			\$ 1,340,637

Circuit Court Judge

Assistant(s)	\$	59,100	
Deputy(ies)		172,701	
Longevity Pay		475	
Social Security		14,054	
Pensions		23,584	
Employee and Dependent Insurance		37,516	
Disability Insurance		350	
Employer Medicare		3,287	
Postal Charges		262	
Travel		2,666	
Other Supplies and Materials		381	
Total Circuit Court Judge			314,376

General Sessions Court

Judge(s)	\$	704,132	
Assistant(s)		69,779	
Deputy(ies)		181,685	
Part-time Personnel		18,407	
Longevity Pay		4,000	
Overtime Pay		4,669	
Other Salaries and Wages		722,783	
Social Security		96,924	
Pensions		169,022	
Employee and Dependent Insurance		229,577	
Disability Insurance		2,064	
Employer Medicare		23,941	
Communication		1,220	
Contracts with Government Agencies		27,749	
Data Processing Services		2,240	
Dues and Memberships		3,485	
Evaluation and Testing		8,400	
Maintenance Agreements		1,350	
Postal Charges		53	
Travel		4,910	
Office Supplies		10,583	
Uniforms		1,200	
Total General Sessions Court			2,288,173

(Continued)

Exhibit L-9

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

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

Supervisor/Director	\$	89,899	
Secretary(ies)		42,188	
Part-time Personnel		24,504	
Longevity Pay		825	
Bonus Payments		2,843	
Other Salaries and Wages		734,911	
Social Security		53,115	
Pensions		86,784	
Employee and Dependent Insurance		142,442	
Disability Insurance		1,278	
Employer Medicare		12,423	
Communication		5,848	
Contracts with Other Public Agencies		10,288	
Contracts with Private Agencies		4,749	
Data Processing Services		8,736	
Dues and Memberships		130	
Licenses		920	
Maintenance Agreements		961	
Postal Charges		203	
Travel		27,617	
Other Contracted Services		192,387	
Drugs and Medical Supplies		9,484	
Gasoline		517	
Office Supplies		3,082	
Other Supplies and Materials		12,143	
Other Charges		11,633	
Data Processing Equipment		9,984	
Office Equipment		740	
Total Drug Court			\$ 1,490,634

Chancery Court

County Official/Administrative Officer	\$	132,911
Deputy(ies)		572,260
Attendants		40,302
Part-time Personnel		48,968
Longevity Pay		4,400
Overtime Pay		1,031
Bonus Payments		2,843
Jury and Witness Expense		1,102
Social Security		47,974
Pensions		76,455
Employee and Dependent Insurance		120,481
Disability Insurance		1,074
Employer Medicare		11,305
Communication		202
Data Processing Services		33,419
Dues and Memberships		1,285

(Continued)

Exhibit L-9

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

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

Maintenance Agreements	\$	2,003	
Maintenance and Repair Services - Equipment		461	
Postal Charges		18,862	
Travel		978	
Other Contracted Services		1,058	
Office Supplies		18,891	
Other Supplies and Materials		670	
Data Processing Equipment		768	
Office Equipment		4,332	
Total Chancery Court			\$ 1,144,035

Juvenile Court

Judge(s)	\$	176,033	
Deputy(ies)		32,236	
Secretary(ies)		44,360	
Part-time Personnel		61,575	
Longevity Pay		500	
Bonus Payments		5,686	
Other Salaries and Wages		295,506	
Social Security		35,078	
Pensions		54,982	
Employee and Dependent Insurance		63,221	
Disability Insurance		678	
Employer Medicare		8,607	
Communication		5	
Contracts with Private Agencies		39,739	
Dues and Memberships		4,114	
Maintenance Agreements		101	
Postal Charges		3	
Travel		866	
Other Contracted Services		15,005	
Library Books/Media		4,099	
Office Supplies		2,492	
Uniforms		674	
Other Supplies and Materials		892	
Data Processing Equipment		177	
Total Juvenile Court			846,629

District Attorney General

Assistant(s)	\$	123,875	
Longevity Pay		75	
Social Security		7,307	
Pensions		12,459	
Employee and Dependent Insurance		16,160	
Disability Insurance		196	
Employer Medicare		1,709	
Dues and Memberships		400	
Total District Attorney General			162,181

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Office of Public Defender

Assistant(s)	\$	144,777	
Longevity Pay		300	
Bonus Payments		515	
Social Security		8,311	
Pensions		14,792	
Employee and Dependent Insurance		19,668	
Disability Insurance		216	
Employer Medicare		1,944	
Dues and Memberships		570	
Postal Charges		208	
Total Office of Public Defender			\$ 191,301

Other Administration of Justice

County Official/Administrative Officer	\$	76,677	
Probation Officer(s)		837,360	
Longevity Pay		2,325	
Bonus Payments		971	
Social Security		53,078	
Pensions		92,578	
Employee and Dependent Insurance		219,500	
Disability Insurance		1,364	
Employer Medicare		12,413	
Communication		3,318	
Contracts with Private Agencies		49,417	
Data Processing Services		33,600	
Licenses		405	
Maintenance Agreements		728	
Postal Charges		454	
Travel		2,689	
Other Contracted Services		63,308	
Gasoline		65	
Office Supplies		7,284	
Other Supplies and Materials		9,778	
Data Processing Equipment		1,087	
Total Other Administration of Justice			1,468,399

Probation Services

County Official/Administrative Officer	\$	85,316	
Assistant(s)		68,013	
Youth Service Officer(s)		215,983	
Secretary(ies)		39,750	
Longevity Pay		2,875	
Bonus Payments		2,843	
In-service Training		275	
Social Security		24,577	
Pensions		42,142	
Employee and Dependent Insurance		70,131	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Administration of Justice (Cont.)Probation Services (Cont.)

Disability Insurance	\$	623	
Employer Medicare		5,748	
Communication		1,589	
Contracts with Private Agencies		417,696	
Maintenance Agreements		781	
Postal Charges		90	
Office Supplies		1,259	
Total Probation Services			\$ 979,691

Victim Assistance Programs

Assistant(s)	\$	50,196	
Part-time Personnel		13,321	
Longevity Pay		100	
Other Salaries and Wages		123,608	
Social Security		11,302	
Pensions		17,426	
Employee and Dependent Insurance		21,552	
Disability Insurance		255	
Unemployment Compensation		687	
Employer Medicare		2,643	
Dues and Memberships		400	
Maintenance Agreements		519	
Office Supplies		1,281	
Total Victim Assistance Programs			243,290

Public SafetySheriff's Department

County Official/Administrative Officer	\$	160,822	
Assistant(s)		400,811	
Deputy(ies)		65,214	
Detective(s)		1,548,754	
Captain(s)		565,226	
Lieutenant(s)		988,446	
Youth Service Officer(s)		2,622,682	
Sergeant(s)		2,488,411	
Accountants/Bookkeepers		402,102	
Data Processing Personnel		478,884	
Salary Supplements		183,200	
Dispatchers/Radio Operators		750,933	
Clerical Personnel		677,569	
Part-time Personnel		499,249	
Longevity Pay		80,350	
Overtime Pay		1,323,901	
Bonus Payments		48,330	
Other Salaries and Wages		4,986,740	
In-service Training		169,559	
Social Security		1,076,449	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Pensions	\$	1,770,652	
Employee and Dependent Insurance		3,226,427	
Disability Insurance		23,730	
Employer Medicare		252,139	
Communication		229,701	
Contracts with Private Agencies		48,909	
Data Processing Services		522,834	
Dues and Memberships		8,977	
Lease Payments		889,083	
Maintenance Agreements		109,043	
Maintenance and Repair Services - Equipment		3,925	
Maintenance and Repair Services - Office Equipment		21,009	
Maintenance and Repair Services - Vehicles		232,114	
Postal Charges		9,480	
Printing, Stationery, and Forms		9,983	
Internet Connectivity		165,104	
Veterinary Services		4,026	
Animal Food and Supplies		2,626	
Data Processing Supplies		19,266	
Gasoline		735,992	
Instructional Supplies and Materials		9,828	
Law Enforcement Supplies		62,854	
Office Supplies		18,942	
Periodicals		199	
Uniforms		202,886	
Vehicle Parts		35,738	
Other Supplies and Materials		30,755	
Judgments		19,891	
Communication Equipment		50,496	
Data Processing Equipment		152,716	
Furniture and Fixtures		9,515	
Law Enforcement Equipment		443,683	
Motor Vehicles		126,087	
Office Equipment		11,500	
Total Sheriff's Department			\$ 28,977,742

Special Patrols

Nightwatchmen	\$	39,040	
Social Security		2,327	
Pensions		3,956	
Employee and Dependent Insurance		103	
Employer Medicare		544	
Total Special Patrols			45,970

Traffic Control

Maintenance and Repair Services - Equipment	\$	1,819	
Utilities		6,810	
Total Traffic Control			8,629

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Safety (Cont.)

Administration of the Sexual Offender Registry

Longevity Pay	\$	575	
Other Salaries and Wages		71,122	
Social Security		4,333	
Pensions		5,954	
Employee and Dependent Insurance		7,645	
Disability Insurance		72	
Employer Medicare		1,013	
Other Charges		2,850	
Total Administration of the Sexual Offender Registry			\$ 93,564

Jail

Assistant(s)	\$	77,439
Captain(s)		67,410
Lieutenant(s)		314,083
Sergeant(s)		441,458
Guards		4,095,231
Clerical Personnel		88,106
Maintenance Personnel		170,733
Part-time Personnel		52,346
Longevity Pay		23,100
Overtime Pay		755,845
Other Salaries and Wages		1,119,021
In-service Training		20,881
Social Security		426,720
Pensions		707,602
Employee and Dependent Insurance		1,288,036
Disability Insurance		9,269
Unemployment Compensation		1,359
Employer Medicare		99,798
Dues and Memberships		42
Maintenance Agreements		23,955
Maintenance and Repair Services - Buildings		241,016
Maintenance and Repair Services - Equipment		10,701
Maintenance and Repair Services - Office Equipment		31,447
Printing, Stationery, and Forms		2,000
Transportation - Other than Students		112,320
Other Contracted Services		6,377,752
Custodial Supplies		106,834
Data Processing Supplies		19,680
Food Supplies		1,017,123
Law Enforcement Supplies		3,069
Office Supplies		9,232
Prisoners Clothing		108,508
Uniforms		72,791
Utilities		704,246
Other Supplies and Materials		1,249
Building Improvements		322,158

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Data Processing Equipment	\$	87,247	
Food Service Equipment		7,724	
Maintenance Equipment		1,190	
Office Equipment		4,121	
Other Equipment		6,760	
Total Jail			\$ 19,029,602

Workhouse

County Official/Administrative Officer	\$	87,382
Captain(s)		69,979
Lieutenant(s)		132,715
Sergeant(s)		297,804
Guards		1,249,589
Secretary(ies)		42,113
Clerical Personnel		167,369
Part-time Personnel		14,779
Longevity Pay		7,550
Overtime Pay		44,365
Bonus Payments		2,843
Other Salaries and Wages		21,415
Board and Committee Members Fees		6,000
In-service Training		7,848
Social Security		126,022
Pensions		212,192
Employee and Dependent Insurance		410,736
Disability Insurance		3,048
Unemployment Compensation		95
Employer Medicare		29,572
Communication		6,412
Dues and Memberships		115
Lease Payments		27,501
Maintenance Agreements		37,503
Maintenance and Repair Services - Buildings		50,580
Maintenance and Repair Services - Equipment		24,917
Maintenance and Repair Services - Vehicles		2,526
Medical and Dental Services		75
Postal Charges		30
Other Contracted Services		886,159
Animal Food and Supplies		797
Custodial Supplies		18,014
Data Processing Supplies		1,300
Drugs and Medical Supplies		764
Equipment and Machinery Parts		1,884
Gasoline		16,451
Instructional Supplies and Materials		1,483
Law Enforcement Supplies		1,028
Office Supplies		5,793

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Workhouse (Cont.)

Prisoners Clothing	\$	2,832	
Uniforms		4,901	
Utilities		237,226	
Other Supplies and Materials		24,339	
Total Workhouse			\$ 4,286,046

Juvenile Services

County Official/Administrative Officer	\$	98,422	
Captain(s)		66,369	
Lieutenant(s)		57,627	
Sergeant(s)		265,164	
Guards		293,069	
Secretary(ies)		95,321	
Attendants		635,421	
Part-time Personnel		77,469	
Longevity Pay		3,950	
Overtime Pay		60,030	
Bonus Payments		2,843	
Other Salaries and Wages		52,077	
In-service Training		2,960	
Social Security		101,791	
Pensions		161,797	
Employee and Dependent Insurance		240,936	
Disability Insurance		2,280	
Unemployment Compensation		1,357	
Employer Medicare		23,806	
Communication		4,730	
Data Processing Services		4,425	
Dues and Memberships		300	
Lease Payments		6,505	
Maintenance Agreements		13,033	
Medical and Dental Services		170,465	
Postal Charges		218	
Printing, Stationery, and Forms		500	
Travel		838	
Other Contracted Services		56,068	
Gasoline		135	
Office Supplies		6,850	
Uniforms		2,949	
Other Supplies and Materials		40,330	
Total Juvenile Services			2,550,035

Rural Fire Protection

County Official/Administrative Officer	\$	99,116	
Salary Supplements		48,400	
Educational Assistants		44,006	
Part-time Personnel		37,710	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Safety (Cont.)

Rural Fire Protection (Cont.)

Longevity Pay	\$	3,650	
Overtime Pay		129,470	
Bonus Payments		5,686	
Other Salaries and Wages		2,158,308	
Social Security		149,820	
Pensions		245,753	
Employee and Dependent Insurance		394,580	
Disability Insurance		3,341	
Employer Medicare		35,038	
Communication		48,361	
Contributions		2,000	
Data Processing Services		46,279	
Dues and Memberships		3,773	
Evaluation and Testing		33,915	
Maintenance Agreements		12,351	
Maintenance and Repair Services - Buildings		41,899	
Maintenance and Repair Services - Equipment		19,145	
Maintenance and Repair Services - Vehicles		186,762	
Pest Control		1,477	
Postal Charges		126	
Travel		2,689	
Other Contracted Services		300,150	
Custodial Supplies		5,929	
Diesel Fuel		122,464	
Drugs and Medical Supplies		13,798	
Gasoline		20,358	
Instructional Supplies and Materials		5,108	
Office Supplies		5,121	
Uniforms		51,068	
Utilities		64,245	
Other Supplies and Materials		38,498	
Other Charges		23,183	
Administration Equipment		114,032	
Data Processing Equipment		1,765	
Furniture and Fixtures		14,599	
Office Equipment		2,635	
Other Equipment		90,873	
Total Rural Fire Protection			\$ 4,627,481

Disaster Relief

County Official/Administrative Officer	\$	116,539
Assistant(s)		83,032
Supervisor/Director		229,520
Dispatchers/Radio Operators		876,565
Part-time Personnel		22,781
Longevity Pay		5,200
Overtime Pay		60,306

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Public Safety (Cont.)

Disaster Relief (Cont.)

Bonus Payments	\$	5,686	
Other Salaries and Wages		368,778	
In-service Training		6,285	
Social Security		103,883	
Pensions		176,817	
Employee and Dependent Insurance		302,553	
Disability Insurance		2,477	
Employer Medicare		24,295	
Communication		42,976	
Contracts with Private Agencies		4,450	
Dues and Memberships		1,411	
Maintenance and Repair Services - Buildings		2,335	
Maintenance and Repair Services - Equipment		8,865	
Maintenance and Repair Services - Vehicles		2,933	
Pest Control		360	
Postal Charges		19	
Printing, Stationery, and Forms		190	
Rentals		9,519	
Travel		7,334	
Other Contracted Services		90,833	
Custodial Supplies		1,976	
Data Processing Supplies		2,773	
Diesel Fuel		118	
Electricity		26,774	
Gasoline		8,398	
Office Supplies		4,678	
Uniforms		6,018	
Utilities		6,444	
Other Supplies and Materials		27,236	
Other Charges		7,015	
Communication Equipment		8,705	
Data Processing Equipment		4,548	
Other Equipment		92,058	
Total Disaster Relief			\$ 2,752,683

Inspection and Regulation

County Official/Administrative Officer	\$	83,253
Deputy(ies)		462,057
Clerical Personnel		198,742
Longevity Pay		3,825
Bonus Payments		2,843
Board and Committee Members Fees		750
Social Security		43,279
Pensions		75,713
Employee and Dependent Insurance		184,053
Disability Insurance		1,117
Employer Medicare		10,121

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Safety (Cont.)Inspection and Regulation (Cont.)

Communication	\$	11,088	
Dues and Memberships		865	
Lease Payments		4,951	
Maintenance Agreements		201,433	
Postal Charges		315	
Printing, Stationery, and Forms		1,177	
Travel		2,715	
Other Contracted Services		72	
Gasoline		18,961	
Office Supplies		4,574	
Uniforms		1,932	
Other Supplies and Materials		1,374	
In Service/Staff Development		3,071	
Data Processing Equipment		11,112	
Total Inspection and Regulation			\$ 1,329,393

Public Health and WelfareLocal Health Center

Salary Supplements	\$	4,654	
Longevity Pay		850	
Other Salaries and Wages		372,077	
Social Security		22,515	
Pensions		37,235	
Employee and Dependent Insurance		66,864	
Disability Insurance		560	
Employer Medicare		5,245	
Communication		12,858	
Contracts with Government Agencies		125,623	
Maintenance and Repair Services - Buildings		3,044	
Maintenance and Repair Services - Equipment		5,293	
Travel		1,585	
Other Contracted Services		51,689	
Drugs and Medical Supplies		2,446	
Utilities		76,257	
Other Supplies and Materials		16,803	
In Service/Staff Development		3,250	
Total Local Health Center			808,848

Rabies and Animal Control

County Official/Administrative Officer	\$	95,736	
Supervisor/Director		94,440	
Attendants		751,223	
Part-time Personnel		81,567	
Longevity Pay		2,400	
Overtime Pay		27,073	
Bonus Payments		5,686	
Other Salaries and Wages		104,588	

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Health and Welfare (Cont.)Rabies and Animal Control (Cont.)

Social Security	\$	68,706	
Pensions		107,005	
Employee and Dependent Insurance		236,369	
Disability Insurance		1,510	
Employer Medicare		16,068	
Advertising		3,447	
Communication		14,067	
Dues and Memberships		1,660	
Lease Payments		39,710	
Maintenance Agreements		28,917	
Maintenance and Repair Services - Buildings		11,049	
Maintenance and Repair Services - Vehicles		9,399	
Postal Charges		257	
Travel		3,495	
Veterinary Services		33,490	
Other Contracted Services		35,000	
Animal Food and Supplies		14,638	
Custodial Supplies		13,639	
Drugs and Medical Supplies		87,846	
Gasoline		49,433	
Office Supplies		7,127	
Uniforms		3,986	
Utilities		44,727	
Other Supplies and Materials		7,160	
Refunds		150	
Data Processing Equipment		399	
Other Equipment		5,868	
Total Rabies and Animal Control			\$ 2,007,835

Dental Health Program

Medical and Dental Services	\$	14,405	
Total Dental Health Program			14,405

Alcohol and Drug Programs

Advertising	\$	18,665	
Total Alcohol and Drug Programs			18,665

Other Local Health Services

Medical Personnel	\$	1,753,476	
Longevity Pay		7,775	
Social Security		103,238	
Pensions		174,885	
Employee and Dependent Insurance		356,141	
Disability Insurance		2,584	
Employer Medicare		24,166	
Travel		8,415	
Other Supplies and Materials		197	
Total Other Local Health Services			2,430,877

(Continued)

Exhibit L-9

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

General Fund (Cont.)Public Health and Welfare (Cont.)General Welfare Assistance

Contributions	\$ 57,750	
Total General Welfare Assistance		\$ 57,750

Sanitation Management

Contracts with Private Agencies	\$ 39,034	
Total Sanitation Management		39,034

Other Public Health and Welfare

Medical and Dental Services	\$ 18,000	
Other Contracted Services	591,549	
Total Other Public Health and Welfare		609,549

Social, Cultural, and Recreational ServicesAdult Activities

Contributions	\$ 37,800	
Total Adult Activities		37,800

Libraries

Contributions	\$ 1,901,450	
Total Libraries		1,901,450

Parks and Fair Boards

Supervisor/Director	\$ 35,400	
Other Salaries and Wages	175,897	
Board and Committee Members Fees	5,100	
Social Security	12,350	
Employer Medicare	3,138	
Contributions	269,633	
Travel	613	
Other Contracted Services	86,500	
Equipment and Machinery Parts	14,918	
Total Parks and Fair Boards		603,549

Other Social, Cultural, and Recreational

Contributions	\$ 584,302	
Total Other Social, Cultural, and Recreational		584,302

Agriculture and Natural ResourcesAgricultural Extension Service

Part-time Personnel	\$ 10,302	
Longevity Pay	250	
Other Salaries and Wages	47,354	
Board and Committee Members Fees	3,000	
Social Security	3,705	
Pensions	4,350	
Employee and Dependent Insurance	4,288	
Disability Insurance	65	

(Continued)

Exhibit L-9

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Employer Medicare	\$	877	
Advertising		3,575	
Communication		662	
Contracts with Government Agencies		499,417	
Postal Charges		986	
Fertilizer, Lime, and Seed		1,451	
Gasoline		3,172	
Office Supplies		1,858	
Utilities		137,798	
Other Supplies and Materials		66,570	
Total Agricultural Extension Service			\$ 789,680

Soil Conservation

Assistant(s)	\$	38,615	
Longevity Pay		225	
Other Salaries and Wages		36,552	
Social Security		4,515	
Pensions		7,489	
Employee and Dependent Insurance		17,690	
Disability Insurance		109	
Employer Medicare		1,056	
Contributions		20,000	
Total Soil Conservation			126,251

Storm Water Management

Assistant(s)	\$	91,776	
Part-time Personnel		41,908	
Longevity Pay		225	
Bonus Payments		2,843	
Other Salaries and Wages		49,582	
In-service Training		955	
Social Security		11,162	
Pensions		14,674	
Employee and Dependent Insurance		25,778	
Disability Insurance		211	
Employer Medicare		2,610	
Communication		2,176	
Dues and Memberships		50	
Postal Charges		74	
Printing, Stationery, and Forms		500	
Travel		1,116	
Other Contracted Services		3,460	
Data Processing Supplies		492	
Gasoline		3,886	
Office Supplies		2,148	
Uniforms		587	
Other Supplies and Materials		6,088	
Data Processing Equipment		967	
Total Storm Water Management			263,268

(Continued)

Exhibit L-9

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

General Fund (Cont.)Other OperationsTourism

Contributions	\$ 875,248	
Total Tourism		\$ 875,248

Industrial Development

Contracts with Other Public Agencies	\$ 135,000	
Contributions	96,500	
Total Industrial Development		231,500

Other Economic and Community Development

Contracts with Other Public Agencies	\$ 2,336	
Legal Notices, Recording, and Court Costs	1,646	
Other Contracted Services	67,898	
Total Other Economic and Community Development		71,880

Other Charges

Mechanic(s)	\$ 66,192	
Laborers	101,813	
Longevity Pay	1,275	
Overtime Pay	2,921	
Social Security	10,402	
Pensions	17,496	
Employee and Dependent Insurance	23,136	
Disability Insurance	251	
Employer Medicare	2,433	
Lease Payments	5,162	
Travel	5,888	
Equipment and Machinery Parts	3,547	
Gasoline	2,141	
Utilities	16,832	
Vehicle Parts	22,565	
Other Supplies and Materials	5,430	
Other Equipment	2,655	
Total Other Charges		290,139

Employee Benefits

Other Fringe Benefits	\$ 590,651	
Workers' Compensation Insurance	850,000	
Total Employee Benefits		1,440,651

Payments to Cities

Contracts with Government Agencies	\$ 1,996,524	
Total Payments to Cities		1,996,524

COVID-19 Grant #4

Data Processing Services	\$ 71,218	
Data Processing Supplies	28,053	
Total COVID-19 Grant #4		99,271

(Continued)

Exhibit L-9

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

General Fund (Cont.)Other Operations (Cont.)COVID-19 Grant #10

Part-time Personnel	\$	8,951	
Overtime Pay		12,703	
Social Security		730	
Pensions		1,291	
Employee and Dependent Insurance		2,639	
Disability Insurance		15	
Employer Medicare		300	
Legal Services		2,244	
Postal Charges		279	
Rentals		14,783,502	
Other Contracted Services		1,252,288	
Utilities		126,839	
Other Charges		38,777	
Total COVID-19 Grant #10			\$ 16,230,558

COVID-19 Grant #F

Contracts with Private Agencies	\$	185,205	
Rentals		6,124,013	
Other Contracted Services		1,186,000	
Utilities		53,137	
Total COVID-19 Grant #F			7,548,355

COVID-19 Grant #D

Maintenance and Repair Services - Buildings	\$	23,250	
Other Equipment		48,850	
Total COVID-19 Grant #D			72,100

Miscellaneous

Judgments	\$	1,500,000	
Trustee's Commission		1,628,805	
Total Miscellaneous			<u>3,128,805</u>

Total General Fund \$ 136,902,745

Solid Waste/Sanitation FundPublic Health and WelfareConvenience Centers

Supervisor/Director	\$	105,625	
Foremen		59,523	
Truck Drivers		544,167	
Laborers		539,704	
Clerical Personnel		35,538	
Maintenance Personnel		78,846	
Part-time Personnel		1,453	
Longevity Pay		2,825	
Overtime Pay		71,241	
Social Security		86,893	

(Continued)

Exhibit L-9

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Convenience Centers (Cont.)

Pensions	\$	86,928	
Employee and Dependent Insurance		144,315	
Disability Insurance		1,160	
Employer Medicare		20,299	
Advertising		2,575	
Communication		3,413	
Contracts with Private Agencies		22,070	
Maintenance and Repair Services - Buildings		12,099	
Maintenance and Repair Services - Equipment		39,522	
Maintenance and Repair Services - Vehicles		101,177	
Postal Charges		5	
Rentals		11,260	
Towing Services		1,305	
Travel		295	
Crushed Stone		3,975	
Diesel Fuel		258,909	
Equipment and Machinery Parts		40,255	
Gasoline		2,151	
Lubricants		10,858	
Office Supplies		275	
Tires and Tubes		68,625	
Uniforms		8,767	
Utilities		25,682	
Other Supplies and Materials		9,361	
Data Processing Equipment		187	
Land		81,359	
Site Development		85,483	
Solid Waste Equipment		6,994	
Total Convenience Centers			\$ 2,575,119

Other Waste Collection

Laborers	\$	30,462	
Part-time Personnel		32,963	
Longevity Pay		200	
Overtime Pay		740	
Social Security		3,889	
Pensions		2,587	
Employee and Dependent Insurance		7,518	
Disability Insurance		38	
Employer Medicare		909	
Communication		394	
Contracts with Private Agencies		74,194	
Maintenance and Repair Services - Equipment		1,305	
Other Contracted Services		25,302	
Other Supplies and Materials		829	
Site Development		1,040	
Total Other Waste Collection			182,370

(Continued)

Exhibit L-9

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Landfill Operation and Maintenance

Mechanic(s)	\$	51,668	
Clerical Personnel		37,938	
Longevity Pay		600	
Overtime Pay		4,240	
Social Security		5,662	
Pensions		9,596	
Employee and Dependent Insurance		14,168	
Disability Insurance		134	
Employer Medicare		1,324	
Communication		1,887	
Contracts with Private Agencies		147,095	
Engineering Services		7,518	
Maintenance and Repair Services - Equipment		998	
Rentals		699	
Travel		2,744	
Disposal Fees		359,973	
Crushed Stone		6,527	
Data Processing Supplies		2,013	
Diesel Fuel		8,777	
Equipment and Machinery Parts		3,089	
Fertilizer, Lime, and Seed		7,500	
Gasoline		3,936	
Lubricants		1,024	
Small Tools		348	
Uniforms		1,738	
Utilities		4,281	
Other Supplies and Materials		1,651	
Total Landfill Operation and Maintenance			\$ 687,128

Postclosure Care Costs

Contracts with Private Agencies	\$	110,257	
Engineering Services		9,307	
Contracts for Postclosure Care Costs		163,618	
Crushed Stone		2,522	
Fertilizer, Lime, and Seed		112	
Testing		15,208	
Total Postclosure Care Costs			301,024

Other Operations

Employee Benefits

Workers' Compensation Insurance	\$	25,000	
Total Employee Benefits			25,000

Miscellaneous

Building and Contents Insurance	\$	2,148	
Liability Insurance		14,956	
Trustee's Commission		72,926	
Total Miscellaneous			90,030

Total Solid Waste/Sanitation Fund \$ 3,860,671

(Continued)

Exhibit L-9

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

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

County Official/Administrative Officer	\$ 91,218
Supervisor/Director	1,329,890
Accountants/Bookkeepers	217,008
Paraprofessionals	4,778,187
Maintenance Personnel	29,451
Part-time Personnel	296,710
Longevity Pay	27,100
Overtime Pay	1,995,357
Bonus Payments	11,372
In-service Training	26,008
Social Security	518,625
Pensions	817,354
Employee and Dependent Insurance	1,498,649
Disability Insurance	11,159
Employer Medicare	121,292
Communication	81,345
Contracts with Private Agencies	30,859
Evaluation and Testing	5,176
Lease Payments	16,252
Maintenance and Repair Services - Buildings	10,555
Maintenance and Repair Services - Vehicles	16,234
Medical and Dental Services	14,255
Pest Control	5,647
Postal Charges	376
Printing, Stationery, and Forms	67
Travel	8,138
Other Contracted Services	611,733
Custodial Supplies	4,943
Data Processing Supplies	4,291
Drugs and Medical Supplies	462,046
Gasoline	376,188
Instructional Supplies and Materials	16,149
Office Supplies	3,860
Uniforms	56,966
Utilities	77,294
Vehicle Parts	86,483
Other Supplies and Materials	39,392
Building and Contents Insurance	4,798
Judgments	49,550
Liability Insurance	32,090
Refunds	37,103
Trustee's Commission	239,706
Workers' Compensation Insurance	60,000
In Service/Staff Development	362
Fines, Assessments, and Penalties	65,425
Other Charges	9,446
Building Improvements	25,651

(Continued)

Exhibit L-9

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

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Communication Equipment	\$	4,812	
Data Processing Equipment		11,180	
Motor Vehicles		499,707	
Health Equipment		104,563	
Total Ambulance/Emergency Medical Services			<u>\$ 14,842,022</u>

Total Ambulance Service Fund \$ 14,842,022

Industrial/Economic Development Fund

Other Operations

Industrial Development

Trustee's Commission	\$	1,396	
Total Industrial Development			<u>\$ 1,396</u>

Total Industrial/Economic Development Fund 1,396

Special Purpose Fund

Public Safety

Sheriff's Department

Confidential Drug Enforcement Payments	\$	25,000	
Total Sheriff's Department			<u>\$ 25,000</u>

Total Special Purpose Fund 25,000

Drug Control Fund

Public Safety

Drug Enforcement

In-service Training	\$	22,254	
Confidential Drug Enforcement Payments		100,000	
Maintenance and Repair Services - Buildings		2,623	
Maintenance and Repair Services - Vehicles		31,986	
Veterinary Services		2,674	
Animal Food and Supplies		3,883	
Other Supplies and Materials		8,268	
Trustee's Commission		8,568	
Other Charges		3,957	
Data Processing Equipment		20,125	
Law Enforcement Equipment		15,446	
Motor Vehicles		57,271	
Total Drug Enforcement			<u>\$ 277,055</u>

Total Drug Control Fund 277,055

Other General Government Special Revenue Fund

General Government

County Mayor/Executive

Bonus Payments	\$	11,372	
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(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

General Government (Cont.)

County Mayor/Executive (Cont.)

Social Security	\$	705	
Pensions		1,155	
Employer Medicare		165	
Total County Mayor/Executive			\$ 13,397

Personnel Office

Bonus Payments	\$	11,214	
Social Security		695	
Pensions		1,139	
Employer Medicare		163	
Total Personnel Office			13,211

County Attorney

Bonus Payments	\$	5,686	
Social Security		353	
Pensions		289	
Employer Medicare		82	
Total County Attorney			6,410

Election Commission

Bonus Payments	\$	19,900	
Social Security		1,234	
Pensions		1,589	
Employer Medicare		289	
Total Election Commission			23,012

Register of Deeds

Bonus Payments	\$	34,115	
Social Security		2,115	
Pensions		3,466	
Employer Medicare		495	
Total Register of Deeds			40,191

Planning

Bonus Payments	\$	23,231	
Social Security		1,440	
Pensions		2,360	
Employer Medicare		337	
Total Planning			27,368

Geographical Information Systems

Bonus Payments	\$	7,107	
Social Security		441	
Pensions		722	
Employer Medicare		103	
Total Geographical Information Systems			8,373

(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

General Government (Cont.)

County Buildings

Bonus Payments	\$	59,239	
Social Security		3,673	
Pensions		4,333	
Employer Medicare		853	
Total County Buildings			\$ 68,098

Preservation of Records

Bonus Payments	\$	8,529	
Social Security		529	
Pensions		867	
Employer Medicare		124	
Total Preservation of Records			10,049

Risk Management

Bonus Payments	\$	19,900	
Social Security		1,234	
Pensions		2,022	
Employer Medicare		289	
Total Risk Management			23,445

Finance

Accounting and Budgeting

Bonus Payments	\$	28,314	
Social Security		1,674	
Pensions		2,600	
Employer Medicare		411	
Total Accounting and Budgeting			32,999

Property Assessor's Office

Bonus Payments	\$	76,759	
Social Security		4,759	
Pensions		7,654	
Employer Medicare		1,113	
Total Property Assessor's Office			90,285

County Trustee's Office

Bonus Payments	\$	19,713	
Social Security		1,222	
Pensions		2,003	
Employer Medicare		286	
Total County Trustee's Office			23,224

County Clerk's Office

Bonus Payments	\$	109,625	
Social Security		6,716	
Pensions		10,786	
Employer Medicare		1,589	
Total County Clerk's Office			128,716

(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

Finance (Cont.)

Data Processing

Bonus Payments	\$	44,876	
Social Security		2,782	
Pensions		4,271	
Employer Medicare		651	
Total Data Processing			\$ 52,580

Administration of Justice

Circuit Court

Bonus Payments	\$	163,353	
Social Security		10,047	
Pensions		15,886	
Employer Medicare		2,368	
Total Circuit Court			191,654

Circuit Court Judge

Bonus Payments	\$	9,950	
Social Security		617	
Pensions		1,011	
Employer Medicare		144	
Total Circuit Court Judge			11,722

General Sessions Court

Bonus Payments	\$	54,726	
Social Security		3,393	
Pensions		5,488	
Employer Medicare		793	
Total General Sessions Court			64,400

Drug Court

Bonus Payments	\$	38,379	
Social Security		2,380	
Pensions		3,755	
Employer Medicare		556	
Total Drug Court			45,070

Chancery Court

Bonus Payments	\$	36,271	
Social Security		2,203	
Pensions		3,322	
Employer Medicare		526	
Total Chancery Court			42,322

Juvenile Court

Bonus Payments	\$	14,215	
Social Security		881	
Pensions		867	
Employer Medicare		206	
Total Juvenile Court			16,169

(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

Administration of Justice (Cont.)

District Attorney General

Bonus Payments	\$	7,818	
Social Security		485	
Pensions		578	
Employer Medicare		113	
Total District Attorney General			\$ 8,994

Office of Public Defender

Bonus Payments	\$	5,171	
Social Security		321	
Pensions		525	
Employer Medicare		75	
Total Office of Public Defender			6,092

Other Administration of Justice

Bonus Payments	\$	54,466	
Social Security		3,377	
Pensions		5,534	
Employer Medicare		790	
Total Other Administration of Justice			64,167

Probation Services

Bonus Payments	\$	17,058	
Social Security		1,058	
Pensions		1,733	
Employer Medicare		247	
Total Probation Services			20,096

Victim Assistance Programs

Bonus Payments	\$	8,529	
Social Security		529	
Pensions		722	
Employer Medicare		124	
Total Victim Assistance Programs			9,904

Public Safety

Sheriff's Department

Bonus Payments	\$	813,879	
Social Security		50,379	
Pensions		75,532	
Employer Medicare		11,801	
Total Sheriff's Department			951,591

Jail

Bonus Payments	\$	386,022	
Social Security		23,933	
Pensions		38,878	
Employer Medicare		5,597	
Total Jail			454,430

(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

Public Safety (Cont.)

Workhouse

Bonus Payments	\$	115,138	
Social Security		7,139	
Pensions		11,554	
Employer Medicare		1,669	
Total Workhouse			\$ 135,500

Juvenile Services

Bonus Payments	\$	79,602	
Social Security		4,935	
Pensions		7,654	
Employer Medicare		1,154	
Total Juvenile Services			93,345

Rural Fire Protection

Bonus Payments	\$	130,217	
Social Security		8,073	
Pensions		11,409	
Employer Medicare		1,888	
Total Rural Fire Protection			151,587

Disaster Relief

Bonus Payments	\$	84,577	
Social Security		5,244	
Pensions		8,088	
Employer Medicare		1,226	
Total Disaster Relief			99,135

Inspection and Regulation

Bonus Payments	\$	36,958	
Social Security		2,291	
Pensions		3,755	
Employer Medicare		536	
Total Inspection and Regulation			43,540

Public Health and Welfare

Local Health Center

Bonus Payments	\$	137,882	
Social Security		8,549	
Pensions		13,864	
Employer Medicare		1,999	
Total Local Health Center			162,294

Rabies and Animal Control

Bonus Payments	\$	56,148	
Social Security		3,481	
Pensions		5,055	
Employer Medicare		814	
Total Rabies and Animal Control			65,498

(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services

Bonus Payments	\$	383,687	
Social Security		23,788	
Pensions		35,238	
Employer Medicare		5,563	
Total Ambulance/Emergency Medical Services			\$ 448,276

Convenience Centers

Bonus Payments	\$	92,499	
Social Security		5,735	
Pensions		3,910	
Employer Medicare		1,341	
Total Convenience Centers			103,485

Landfill Operation and Maintenance

Bonus Payments	\$	5,686	
Social Security		353	
Pensions		578	
Employer Medicare		82	
Total Landfill Operation and Maintenance			6,699

Social, Cultural, and Recreational Services

Parks and Fair Boards

Bonus Payments	\$	1,421	
Social Security		88	
Employer Medicare		21	
Total Parks and Fair Boards			1,530

Agriculture and Natural Resources

Agricultural Extension Service

Bonus Payments	\$	4,264	
Social Security		264	
Pensions		289	
Employer Medicare		62	
Total Agricultural Extension Service			4,879

Soil Conservation

Bonus Payments	\$	5,686	
Social Security		353	
Pensions		578	
Employer Medicare		82	
Total Soil Conservation			6,699

Storm Water Management

Bonus Payments	\$	4,975	
Social Security		308	
Pensions		289	
Employer Medicare		72	
Total Storm Water Management			5,644

(Continued)

Exhibit L-9

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

Other General Government Special Revenue Fund (Cont.)

Other Operations

Other Charges

Bonus Payments	\$	8,529	
Social Security		529	
Pensions		867	
Employer Medicare		124	
Total Other Charges			\$ 10,049

Highways

Administration

Bonus Payments	\$	2,843	
Social Security		176	
Pensions		289	
Employer Medicare		41	
Total Administration			3,349

Highway and Bridge Maintenance

Bonus Payments	\$	132,196	
Social Security		8,196	
Pensions		13,431	
Employer Medicare		1,917	
Total Highway and Bridge Maintenance			155,740

Operation and Maintenance of Equipment

Bonus Payments	\$	21,322	
Social Security		1,322	
Pensions		2,166	
Employer Medicare		309	
Total Operation and Maintenance of Equipment			25,119

Other Charges

Bonus Payments	\$	17,058	
Social Security		1,058	
Pensions		1,733	
Employer Medicare		247	
Total Other Charges			20,096

Capital Projects

American Rescue Plan Act Grant #1

Architects	\$	289,824	
Permits		72,072	
Building Construction		2,664,581	
Data Processing Equipment		162,563	
Furniture and Fixtures		402	
Total American Rescue Plan Act Grant #1			<u>3,189,442</u>

Total Other General Government Special Revenue Fund \$ 7,179,875

(Continued)

Exhibit L-9

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

Constitutional Officers - Fees Fund

General Government

Register of Deeds

Constitutional Officers' Operating Expenses	\$ 773,154	
Total Register of Deeds		\$ 773,154

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 525,012	
Total County Trustee's Office		525,012

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 1,858,930	
Total County Clerk's Office		1,858,930

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$ 2,596,531	
Total Circuit Court		2,596,531

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 13,575	
Total Chancery Court		13,575

Total Constitutional Officers - Fees Fund		\$ 5,767,202
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Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 160,822
Assistant(s)	83,608
Secretary(ies)	164,302
Longevity Pay	2,450
Bonus Payments	5,686
Board and Committee Members Fees	40,000
Social Security	25,989
Pensions	41,544
Employee and Dependent Insurance	77,373
Disability Insurance	514
Employer Medicare	6,314
Communication	4,966
Dues and Memberships	8,326
Janitorial Services	6,360
Legal Notices, Recording, and Court Costs	1,363
Maintenance and Repair Services - Office Equipment	42
Postal Charges	862
Printing, Stationery, and Forms	788
Travel	465
Drugs and Medical Supplies	312
Electricity	20,027

(Continued)

Exhibit L-9

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Natural Gas	\$	9,938	
Office Supplies		2,976	
Water and Sewer		6,308	
Building and Contents Insurance		4,131	
Liability Insurance		29,429	
Trustee's Commission		150,720	
Other Charges		14,977	
Office Equipment		858	
Total Administration			\$ 871,450

Highway and Bridge Maintenance

Foremen	\$	371,640	
Equipment Operators		1,531,978	
Truck Drivers		326,817	
Longevity Pay		13,575	
Overtime Pay		28,872	
Social Security		131,364	
Pensions		229,794	
Employee and Dependent Insurance		599,926	
Disability Insurance		3,334	
Employer Medicare		30,723	
Engineering Services		33,070	
Other Contracted Services		371,181	
Asphalt		4,579,493	
Crushed Stone		146,412	
General Construction Materials		65,871	
Pipe		40,542	
Pipe - Metal		75,000	
Road Signs		30,493	
Salt		70,683	
Uniforms		22,259	
Other Supplies and Materials		24,816	
Total Highway and Bridge Maintenance			8,727,843

Operation and Maintenance of Equipment

Foremen	\$	66,064	
Mechanic(s)		244,908	
Laborers		93,985	
Longevity Pay		2,525	
Overtime Pay		9,844	
Social Security		24,783	
Pensions		42,400	
Employee and Dependent Insurance		75,469	
Disability Insurance		603	
Employer Medicare		5,796	
Maintenance and Repair Services - Equipment		64,630	
Other Contracted Services		25,479	

(Continued)

Exhibit L-9

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Diesel Fuel	\$	225,000	
Equipment and Machinery Parts		183,521	
Garage Supplies		9,754	
Gasoline		51,464	
Lubricants		17,646	
Tires and Tubes		48,554	
Other Supplies and Materials		18,134	
Total Operation and Maintenance of Equipment			\$ 1,210,559

Other Charges

Assistant(s)	\$	76,459	
Data Processing Personnel		46,307	
Salary Supplements		10,000	
Foremen		62,943	
Equipment Operators		165,315	
Secretary(ies)		59,170	
Longevity Pay		2,125	
Overtime Pay		7,762	
Bonus Payments		2,843	
In-service Training		1,182	
Social Security		25,201	
Pensions		43,985	
Employee and Dependent Insurance		94,302	
Disability Insurance		611	
Employer Medicare		5,894	
Communication		1,061	
Maintenance and Repair Services - Equipment		33,011	
Postal Charges		76	
Travel		616	
Other Contracted Services		10,000	
Data Processing Supplies		665	
Diesel Fuel		20,000	
Equipment and Machinery Parts		18,657	
Gasoline		6,644	
General Construction Materials		7,464	
Office Supplies		582	
Pipe - Metal		7,500	
Tires and Tubes		1,422	
Other Supplies and Materials		4,928	
Other Equipment		458,433	
Total Other Charges			1,175,158

Employee Benefits

Other Fringe Benefits	\$	158,047	
Workers' Compensation Insurance		58,085	
Total Employee Benefits			216,132

(Continued)

Exhibit L-9

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Capital Outlay

Bridge Construction	\$	18,756	
Building Improvements		9,144	
Highway Equipment		365,753	
Right-of-Way		76,184	
State Aid Projects		1,193,000	
Total Capital Outlay			\$ 1,662,837

Total Highway/Public Works Fund \$ 13,863,979

General Debt Service Fund

General Government

Other General Administration

Trustee's Commission	\$	1,068,689	
Other Debt Service		7,118	
Total Other General Administration			\$ 1,075,807

Principal on Debt

General Government

Principal on Bonds	\$	7,616,088	
Total General Government			7,616,088

Education

Principal on Bonds	\$	30,773,912	
Principal on Other Loans		631,860	
Total Education			31,405,772

Interest on Debt

General Government

Interest on Bonds	\$	3,841,817	
Total General Government			3,841,817

Education

Interest on Bonds	\$	13,941,988	
Interest on Other Loans		15,840	
Total Education			13,957,828

Other Debt Service

General Government

Underwriter's Discount	\$	37,313	
Other Debt Issuance Charges		50,023	
Total General Government			87,336

Education

Underwriter's Discount	\$	57,980	
Other Debt Issuance Charges		131,200	
Total Education			189,180

Total General Debt Service Fund 58,173,828

(Continued)

Exhibit L-9

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

General Capital Projects Fund

Capital Projects

General Administration Projects

Engineering Services	\$	128,922	
Legal Services		22,632	
Permits		41,971	
Other Contracted Services		3,814	
Building Construction		1,184,620	
Building Improvements		478,166	
Data Processing Equipment		314,613	
Furniture and Fixtures		90,117	
Maintenance Equipment		32,000	
Office Equipment		4,219	
Site Development		9,929	
Total General Administration Projects			\$ 2,311,003

Public Safety Projects

Engineering Services	\$	217,691	
Other Contracted Services		13,962	
Building Improvements		291,069	
Communication Equipment		19,880	
Data Processing Equipment		3,150	
Motor Vehicles		131	
Health Equipment		144,114	
Other Equipment		147,996	
Total Public Safety Projects			837,993

Public Health and Welfare Projects

Engineering Services	\$	196,061	
Permits		7,400	
Other Contracted Services		1,800	
Building Improvements		609,950	
Site Development		608,403	
Health Equipment		268,092	
Total Public Health and Welfare Projects			<u>1,691,706</u>

Total General Capital Projects Fund \$ 4,840,702

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Contributions	\$	23,696,921	
Total Education Capital Projects			<u>\$ 23,696,921</u>

Total Education Capital Projects Fund 23,696,921

Total Governmental Funds - Primary Government \$ 269,431,396

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	162,901,238	
Career Ladder Program		207,241	
Accountants/Bookkeepers		3,650	
Educational Assistants		5,515,326	
Other Salaries and Wages		1,579,726	
Social Security		10,087,928	
Pensions		15,431,164	
Life Insurance		64,431	
Medical Insurance		27,961,908	
Unemployment Compensation		3,013	
Employer Medicare		2,363,340	
Other Fringe Benefits		249,276	
Contracts with Private Agencies		202,061	
Maintenance and Repair Services - Equipment		1,700	
Contracts for Substitute Teachers - Certified		423,959	
Contracts for Substitute Teachers - Non-certified		1,808,920	
Other Contracted Services		125,978	
Instructional Supplies and Materials		3,267,779	
Textbooks - Bound		1,853,659	
Software		1,157,763	
Other Supplies and Materials		251,078	
Fee Waivers		36,011	
Other Charges		29,826	
Regular Instruction Equipment		2,551,853	
Total Regular Instruction Program			\$ 238,078,828

Alternative Instruction Program

Teachers	\$	1,734,720	
Career Ladder Program		4,495	
Educational Assistants		175,581	
Social Security		114,126	
Pensions		184,519	
Life Insurance		752	
Medical Insurance		287,617	
Employer Medicare		26,691	
Other Fringe Benefits		2,855	
Contracts for Substitute Teachers - Certified		2,565	
Contracts for Substitute Teachers - Non-certified		9,965	
Other Contracted Services		3,786	
Instructional Supplies and Materials		6,287	
Other Equipment		472	
Total Alternative Instruction Program			2,554,431

Special Education Program

Teachers	\$	15,254,716
Career Ladder Program		18,762

(Continued)

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Educational Assistants	\$	6,749,857	
Speech Pathologist		2,164,556	
Other Salaries and Wages		372,573	
Social Security		1,447,180	
Pensions		2,319,740	
Life Insurance		12,971	
Medical Insurance		5,023,135	
Unemployment Compensation		3,474	
Employer Medicare		338,546	
Other Fringe Benefits		37,406	
Contracts with Private Agencies		847,969	
Evaluation and Testing		91,103	
Contracts for Substitute Teachers - Certified		27,143	
Contracts for Substitute Teachers - Non-certified		115,947	
Other Contracted Services		10,974	
Instructional Supplies and Materials		138,173	
Textbooks - Bound		13,097	
Other Supplies and Materials		33,512	
Other Charges		300	
Special Education Equipment		15,230	
Total Special Education Program			\$ 35,036,364

Career and Technical Education Program

Teachers	\$	9,929,703	
Career Ladder Program		5,610	
Clerical Personnel		241,156	
Educational Assistants		23,062	
Social Security		606,328	
Pensions		917,660	
Life Insurance		3,747	
Medical Insurance		1,735,835	
Unemployment Compensation		7,310	
Employer Medicare		141,802	
Other Fringe Benefits		15,052	
Maintenance and Repair Services - Equipment		53,025	
Contracts for Substitute Teachers - Certified		21,929	
Contracts for Substitute Teachers - Non-certified		129,810	
Other Contracted Services		34,874	
Instructional Supplies and Materials		242,087	
T&I Construction Materials		77,178	
Textbooks - Bound		136,466	
Other Supplies and Materials		211,701	
Vocational Instruction Equipment		436,895	
Total Career and Technical Education Program			14,971,230

(Continued)

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

General Purpose School Fund (Cont.)

Support Services

Attendance

Supervisor/Director	\$	111,781	
Career Ladder Program		3,400	
Social Workers		347,385	
Clerical Personnel		155,538	
Other Salaries and Wages		72,251	
Social Security		38,594	
Pensions		65,972	
Life Insurance		187	
Medical Insurance		103,019	
Employer Medicare		9,244	
Other Fringe Benefits		901	
Travel		2,030	
Other Contracted Services		257,686	
Other Supplies and Materials		7,806	
In Service/Staff Development		2,938	
Total Attendance			\$ 1,178,732

Health Services

Supervisor/Director	\$	156,292	
Medical Personnel		3,218,604	
Other Salaries and Wages		43,000	
Social Security		203,267	
Pensions		293,184	
Life Insurance		1,099	
Medical Insurance		454,789	
Employer Medicare		47,538	
Other Fringe Benefits		3,658	
Travel		8,782	
Other Contracted Services		134,490	
Drugs and Medical Supplies		14,048	
Other Supplies and Materials		28,412	
In Service/Staff Development		7,751	
Health Equipment		21,014	
Total Health Services			4,635,928

Other Student Support

Career Ladder Program	\$	13,020	
Guidance Personnel		6,568,498	
Psychological Personnel		36,140	
Career Ladder Extended Contracts		2,000	
Social Workers		14,692	
Clerical Personnel		387,353	
Speech Pathologist		409	
Other Salaries and Wages		1,887,603	
Social Security		529,792	
Pensions		830,778	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Life Insurance	\$	3,168	
Medical Insurance		1,429,153	
Employer Medicare		124,259	
Other Fringe Benefits		12,560	
Contracts with Government Agencies		338,000	
Evaluation and Testing		415,366	
Travel		9,488	
Contracts for Substitute Teachers - Certified		12,631	
Contracts for Substitute Teachers - Non-certified		14,750	
Other Contracted Services		58,638	
Other Supplies and Materials		30,713	
In Service/Staff Development		13,629	
Other Equipment		2,060	
Total Other Student Support			\$ 12,734,700

Regular Instruction Program

Supervisor/Director	\$	907,143	
Career Ladder Program		18,932	
Librarians		3,604,648	
Materials Supervisor		56,417	
Instructional Computer Personnel		287,798	
Secretary(ies)		43,445	
Clerical Personnel		98,729	
Educational Assistants		738,920	
Other Salaries and Wages		1,968,038	
In-service Training		14,456	
Social Security		459,650	
Pensions		770,264	
Life Insurance		2,659	
Medical Insurance		1,251,222	
Employer Medicare		107,629	
Other Fringe Benefits		11,282	
Travel		46,577	
Contracts for Substitute Teachers - Certified		11,908	
Contracts for Substitute Teachers - Non-certified		22,401	
Other Contracted Services		185,544	
Library Books/Media		249,466	
Other Supplies and Materials		234,708	
In Service/Staff Development		168,919	
Other Equipment		523,528	
Total Regular Instruction Program			11,784,283

Alternative Instruction Program

Supervisor/Director	\$	210,910
Career Ladder Program		4,500
Guidance Personnel		139,596

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Alternative Instruction Program (Cont.)

Librarians	\$	49,434	
Clerical Personnel		62,625	
Other Salaries and Wages		325,372	
Social Security		46,901	
Pensions		80,280	
Life Insurance		251	
Medical Insurance		99,565	
Employer Medicare		10,968	
Other Fringe Benefits		1,101	
Postal Charges		174	
Contracts for Substitute Teachers - Certified		895	
Contracts for Substitute Teachers - Non-certified		542	
Other Supplies and Materials		22,677	
Total Alternative Instruction Program			\$ 1,055,791

Special Education Program

Supervisor/Director	\$	100,908	
Career Ladder Program		4,495	
Psychological Personnel		742,437	
Medical Personnel		650,320	
Clerical Personnel		115,477	
Other Salaries and Wages		38,775	
Social Security		98,239	
Pensions		162,134	
Life Insurance		559	
Medical Insurance		248,055	
Employer Medicare		22,975	
Other Fringe Benefits		2,378	
Travel		66,493	
Other Contracted Services		12,412	
Other Supplies and Materials		54,753	
In Service/Staff Development		6,927	
Other Charges		5,004	
Other Equipment		8,290	
Total Special Education Program			2,340,631

Career and Technical Education Program

Supervisor/Director	\$	100,908	
Clerical Personnel		43,914	
Other Salaries and Wages		168,276	
Social Security		18,543	
Pensions		32,128	
Life Insurance		83	
Medical Insurance		51,581	
Employer Medicare		4,337	
Other Fringe Benefits		456	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Travel	\$	43,808	
Other Supplies and Materials		9,321	
In Service/Staff Development		85,684	
Other Equipment		8,380	
Total Career and Technical Education Program			\$ 567,419

Technology

Supervisor/Director	\$	108,090	
Computer Programmer(s)		1,444,671	
Other Salaries and Wages		167,540	
Social Security		103,696	
Pensions		174,253	
Life Insurance		530	
Medical Insurance		223,494	
Employer Medicare		24,251	
Other Fringe Benefits		2,528	
Internet Connectivity		282,351	
Travel		6,637	
Other Contracted Services		243,595	
Cabling		3,350	
Software		666,892	
Other Supplies and Materials		543,422	
In Service/Staff Development		13,364	
Other Equipment		1,291,937	
Total Technology			5,300,601

Adult Programs

Supervisor/Director	\$	94,621	
Clerical Personnel		45,642	
Social Security		7,300	
Pensions		12,194	
Life Insurance		37	
Medical Insurance		8,343	
Employer Medicare		2,015	
Other Fringe Benefits		184	
Total Adult Programs			170,336

Board of Education

Secretary to Board	\$	106,686	
Board and Committee Members Fees		105,196	
Social Security		13,025	
Pensions		10,839	
Life Insurance		41	
Medical Insurance		3,737,882	
Employer Medicare		3,046	
Other Fringe Benefits		157	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Audit Services	\$	50,326	
Dues and Memberships		10,013	
Legal Services		130,498	
Other Contracted Services		13,403	
Liability Insurance		716,203	
Trustee's Commission		3,164,796	
Workers' Compensation Insurance		526,381	
In Service/Staff Development		10,545	
Criminal Investigation of Applicants - TBI		40,791	
Total Board of Education			\$ 8,639,828

Director of Schools

County Official/Administrative Officer	\$	188,702	
Career Ladder Program		1,000	
Secretary(ies)		45,642	
Other Salaries and Wages		384,175	
Social Security		36,191	
Pensions		60,505	
Life Insurance		158	
Medical Insurance		60,556	
Employer Medicare		8,777	
Other Fringe Benefits		778	
Communication		135,196	
Dues and Memberships		31,802	
Postal Charges		39,104	
Travel		2,462	
Other Contracted Services		32,155	
Other Supplies and Materials		41,429	
In Service/Staff Development		8,720	
Other Charges		52,858	
Administration Equipment		5,392	
Total Director of Schools			1,135,602

Office of the Principal

Principals	\$	5,493,204	
Career Ladder Program		31,000	
Accountants/Bookkeepers		1,665,562	
Assistant Principals		7,629,387	
Secretary(ies)		1,576,892	
Clerical Personnel		2,184,611	
Social Security		1,106,027	
Pensions		1,897,410	
Life Insurance		6,415	
Medical Insurance		3,028,017	
Unemployment Compensation		1,169	
Employer Medicare		258,746	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Other Fringe Benefits	\$	25,937	
Communication		242,904	
Dues and Memberships		22,100	
Contracts for Substitute Teachers - Certified		2,956	
Contracts for Substitute Teachers - Non-certified		6,065	
Other Contracted Services		97,650	
Office Supplies		4,785	
Other Supplies and Materials		1,425	
Other Charges		170,382	
Administration Equipment		18,405	
Total Office of the Principal			\$ 25,471,049

Fiscal Services

Supervisor/Director	\$	417,954	
Accountants/Bookkeepers		408,923	
Purchasing Personnel		121,050	
Social Security		55,154	
Pensions		91,875	
Life Insurance		312	
Medical Insurance		166,511	
Employer Medicare		13,068	
Other Fringe Benefits		1,288	
Travel		591	
Other Contracted Services		57,034	
Office Supplies		21,172	
Other Supplies and Materials		5,331	
In Service/Staff Development		8,796	
Administration Equipment		11,134	
Total Fiscal Services			1,380,193

Human Services/Personnel

Supervisor/Director	\$	132,376	
Clerical Personnel		85,660	
Other Salaries and Wages		160,339	
Social Security		22,571	
Pensions		37,712	
Life Insurance		133	
Medical Insurance		46,173	
Employer Medicare		5,388	
Other Fringe Benefits		538	
Travel		214	
Other Contracted Services		36,386	
Other Supplies and Materials		17,578	
In Service/Staff Development		5,973	
Total Human Services/Personnel			551,041

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant

Custodial Personnel	\$	7,832,179	
Other Salaries and Wages		101,594	
Social Security		470,742	
Pensions		759,153	
Life Insurance		4,661	
Medical Insurance		1,678,051	
Employer Medicare		110,662	
Other Fringe Benefits		10,801	
Janitorial Services		162,490	
Other Contracted Services		1,246,119	
Custodial Supplies		962,799	
Electricity		10,487,796	
Natural Gas		1,391,993	
Water and Sewer		1,572,777	
Other Supplies and Materials		64,511	
Building and Contents Insurance		734,547	
Other Charges		69,180	
Plant Operation Equipment		134,317	
Other Equipment		472	
Total Operation of Plant			\$ 27,794,844

Maintenance of Plant

Supervisor/Director	\$	511,178	
Secretary(ies)		132,467	
Maintenance Personnel		3,014,738	
Social Security		216,471	
Pensions		372,365	
Life Insurance		1,463	
Medical Insurance		739,802	
Employer Medicare		50,627	
Other Fringe Benefits		5,414	
Laundry Service		22,955	
Maintenance and Repair Services - Buildings		526,917	
Maintenance and Repair Services - Equipment		26,827	
Travel		77	
Other Contracted Services		1,719,123	
Other Supplies and Materials		2,361,574	
Vehicle and Equipment Insurance		42,852	
In Service/Staff Development		14,167	
Other Charges		17,715	
Administration Equipment		6,333	
Maintenance Equipment		35,121	
Total Maintenance of Plant			9,818,186

Transportation

Supervisor/Director	\$	86,067	
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(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Clerical Personnel	\$	190,707	
Attendants		503,978	
Other Salaries and Wages		153,491	
Social Security		53,632	
Pensions		80,495	
Life Insurance		514	
Medical Insurance		224,930	
Unemployment Compensation		1,056	
Employer Medicare		12,828	
Other Fringe Benefits		1,249	
Contracts with Vehicle Owners		22,805,353	
Travel		248	
Other Contracted Services		244,841	
Other Supplies and Materials		10,573	
Vehicle and Equipment Insurance		62,479	
In Service/Staff Development		9,434	
Other Charges		31,184	
Administration Equipment		70,565	
Transportation Equipment		55,322	
Total Transportation			\$ 24,598,946

Operation of Non-Instructional Services

Community Services

Other Charges	\$	17,257	
Total Community Services			17,257

Early Childhood Education

Teachers	\$	1,857,223	
Career Ladder Program		3,738	
Educational Assistants		928,705	
Social Security		163,536	
Pensions		267,567	
Life Insurance		1,552	
Medical Insurance		634,096	
Employer Medicare		38,247	
Other Fringe Benefits		4,245	
Travel		450	
Contracts for Substitute Teachers - Certified		5,555	
Contracts for Substitute Teachers - Non-certified		25,128	
Other Contracted Services		2,508	
Instructional Supplies and Materials		66,850	
Other Supplies and Materials		1,903	
In Service/Staff Development		1,444	
Other Equipment		2,658	
Total Early Childhood Education			4,005,405

(Continued)

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

General Purpose School Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Other Contracted Services	\$	1,646	
Other Capital Outlay		<u>171,071</u>	
Total Regular Capital Outlay			\$ 172,717

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	<u>647,700</u>	
Total Education			<u>647,700</u>

Total General Purpose School Fund \$ 434,642,042

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	3,467,823	
Educational Assistants		315,140	
Social Security		226,110	
Pensions		360,856	
Life Insurance		1,093	
Medical Insurance		405,020	
Employer Medicare		53,401	
Other Fringe Benefits		3,895	
Contracts for Substitute Teachers - Certified		26,580	
Contracts for Substitute Teachers - Non-certified		28,540	
Other Contracted Services		1,054,014	
Instructional Supplies and Materials		585,552	
Software		797,438	
Other Supplies and Materials		471,567	
Regular Instruction Equipment		<u>3,447,535</u>	
Total Regular Instruction Program			\$ 11,244,564

Special Education Program

Teachers	\$	1,049,859	
Educational Assistants		1,512,826	
Speech Pathologist		76,565	
Other Salaries and Wages		71,470	
Social Security		156,284	
Pensions		266,182	
Life Insurance		1,703	
Medical Insurance		736,959	
Employer Medicare		36,550	
Other Fringe Benefits		4,099	
Contracts with Private Agencies		70,913	
Contracts for Substitute Teachers - Certified		2,411	
Contracts for Substitute Teachers - Non-certified		14,947	
Instructional Supplies and Materials		9,882	

(Continued)

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Supplies and Materials	\$	63,629	
Special Education Equipment		17,995	
Total Special Education Program			\$ 4,092,274

Career and Technical Education Program

Other Salaries and Wages	\$	124,810	
Social Security		7,633	
Pensions		11,506	
Life Insurance		37	
Medical Insurance		12,989	
Employer Medicare		1,785	
Other Fringe Benefits		165	
Other Supplies and Materials		69,583	
Vocational Instruction Equipment		601,871	
Total Career and Technical Education Program			830,379

Support Services

Attendance

Social Workers	\$	76,873	
Social Security		4,591	
Pensions		8,268	
Life Insurance		19	
Medical Insurance		11,064	
Employer Medicare		1,074	
Other Fringe Benefits		84	
Total Attendance			101,973

Health Services

Medical Personnel	\$	50,438	
Social Security		3,127	
Pensions		4,278	
Employer Medicare		731	
Other Supplies and Materials		76,710	
In Service/Staff Development		2,950	
Other Equipment		12,869	
Total Health Services			151,103

Other Student Support

Guidance Personnel	\$	53,888	
Psychological Personnel		149,971	
Social Workers		703,197	
Educational Assistants		106,247	
Speech Pathologist		49,581	
Other Salaries and Wages		5,921,097	
Social Security		416,401	
Pensions		650,190	

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Life Insurance	\$	570	
Medical Insurance		233,671	
Employer Medicare		98,003	
Other Fringe Benefits		2,189	
Contracts with Government Agencies		34,793	
Evaluation and Testing		10,207	
Travel		38,420	
Other Contracted Services		159,550	
Other Supplies and Materials		139,441	
In Service/Staff Development		27,385	
Other Equipment		3,684	
Total Other Student Support			\$ 8,798,485

Regular Instruction Program

Supervisor/Director	\$	329,261	
Secretary(ies)		48,374	
Other Salaries and Wages		2,131,495	
In-service Training		362,275	
Social Security		171,765	
Pensions		283,618	
Life Insurance		699	
Medical Insurance		333,143	
Employer Medicare		40,258	
Other Fringe Benefits		3,653	
Communication		1,750	
Travel		9,606	
Other Contracted Services		115,409	
Other Supplies and Materials		62,594	
In Service/Staff Development		611,664	
Other Equipment		227,795	
Total Regular Instruction Program			4,733,359

Special Education Program

Psychological Personnel	\$	736,946	
Medical Personnel		211,635	
Other Salaries and Wages		608,280	
Social Security		92,550	
Pensions		152,840	
Life Insurance		399	
Medical Insurance		218,951	
Employer Medicare		21,645	
Other Fringe Benefits		2,116	
Communication		1,179	
Contracts with Private Agencies		398,308	
Other Supplies and Materials		21,480	
In Service/Staff Development		51,623	
Other Equipment		8,236	
Total Special Education Program			2,526,188

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Technology

Computer Programmer(s)	\$	137,853	
Other Salaries and Wages		47,000	
Social Security		11,096	
Pensions		18,222	
Life Insurance		65	
Medical Insurance		28,670	
Employer Medicare		2,595	
Other Fringe Benefits		217	
Total Technology			\$ 245,718

Office of the Principal

Principals	\$	14,135	
Assistant Principals		20,975	
Secretary(ies)		2,219	
Social Security		2,314	
Pensions		3,842	
Employer Medicare		541	
Other Contracted Services		86,671	
Total Office of the Principal			130,697

Fiscal Services

Accountants/Bookkeepers	\$	89,250	
Social Security		5,249	
Pensions		9,064	
Life Insurance		32	
Medical Insurance		17,282	
Employer Medicare		1,228	
Other Fringe Benefits		137	
Total Fiscal Services			122,242

Human Services/Personnel

Supervisor/Director	\$	1,000	
Social Security		62	
Pensions		102	
Employer Medicare		14	
Total Human Services/Personnel			1,178

Operation of Plant

Supervisor/Director	\$	51,470	
Social Security		2,745	
Pensions		5,229	
Life Insurance		21	
Medical Insurance		21,783	
Employer Medicare		642	
Other Fringe Benefits		82	
Other Contracted Services		8,250	
Custodial Supplies		556,506	
Total Operation of Plant			646,728

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Transportation

Other Salaries and Wages	\$	203,283	
Social Security		11,585	
Pensions		20,032	
Life Insurance		154	
Medical Insurance		79,918	
Employer Medicare		2,709	
Other Fringe Benefits		321	
Contracts with Parents		1,510	
Contracts with Vehicle Owners		187,730	
Maintenance and Repair Services - Vehicles		5,475	
Other Contracted Services		8,532	
Gasoline		5,968	
Total Transportation			\$ 527,217

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	20,434	
Total Food Service			20,434

Capital Outlay

Regular Capital Outlay

Building Improvements	\$	3,228,890	
Total Regular Capital Outlay			3,228,890

Total School Federal Projects Fund \$ 37,401,429

Central Cafeteria Fund

Support Services

Board of Education

Audit Services	\$	12,582	
Workers' Compensation Insurance		56,000	
Total Board of Education			\$ 68,582

Maintenance of Plant

Maintenance Personnel	\$	22,598	
Social Security		1,098	
Pensions		185	
Life Insurance		10	
Medical Insurance		2,735	
Employer Medicare		257	
Other Fringe Benefits		25	
Total Maintenance of Plant			26,908

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	169,738	
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(Continued)

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Accountants/Bookkeepers	\$	109,606	
Cafeteria Personnel		7,924,016	
Other Salaries and Wages		255,746	
Social Security		506,275	
Pensions		424,233	
Life Insurance		2,714	
Medical Insurance		1,065,030	
Employer Medicare		127,357	
Other Fringe Benefits		5,077	
Maintenance and Repair Services - Equipment		1,350	
Transportation - Other than Students		157,278	
Travel		15,618	
Other Contracted Services		635,057	
Food Preparation Supplies		777,372	
Food Supplies		8,437,849	
Office Supplies		8,022	
Uniforms		4,823	
USDA - Commodities		1,091,390	
Other Supplies and Materials		227,395	
In Service/Staff Development		2,616	
Other Charges		8,111	
Food Service Equipment		374,974	
Total Food Service			\$ 22,331,647

Total Central Cafeteria Fund \$ 22,427,137

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	12,274,587	
Total Community Services			\$ 12,274,587

Total Internal School Fund 12,274,587

Education Capital Projects Fund

Support Services

Board of Education

Trustee's Commission	\$	147,011	
Total Board of Education			\$ 147,011

Capital Projects

Education Capital Projects

Engineering Services	\$	3,335	
Maintenance and Repair Services - Buildings		6,566,514	
Other Contracted Services		223,179	
Building Purchases		180,285	

(Continued)

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

Education Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Education Capital Projects (Cont.)

Other Equipment

\$ 221,597

Total Education Capital Projects

\$ 7,194,910

Total Education Capital Projects Fund

\$ 7,341,921

Other Capital Projects Fund

Capital Projects

Education Capital Projects

Architects

\$ 617,008

Engineering Services

101,108

Other Charges

2,132,998

Building Construction

13,739,376

Furniture and Fixtures

1,659,008

Land

6,500

Regular Instruction Equipment

2,730,545

Site Development

10,205,710

Other Equipment

3,858

Other Capital Outlay

385,252

Total Education Capital Projects

\$ 31,581,363

Total Other Capital Projects Fund

31,581,363

Total Governmental Funds - Rutherford County School Department

\$ 545,668,479

Rutherford County, Tennessee
Schedule of Detailed Additions, Deductions,
and Changes in Net Position - City Custodial Funds
For the Year Ended June 30, 2022

	Cities - Sales Tax Fund	Cities - Property Tax Fund	City School ADA - Murfreesboro Fund	Total
<u>Additions</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 0	\$ 0	\$ 16,142,351	\$ 16,142,351
Trustee's Collections - Prior Years	0	0	133,856	133,856
Circuit/Clerk and Master Collections - Prior Years	0	0	88,901	88,901
Interest and Penalty	0	0	32,005	32,005
Pick-up Taxes	0	0	34,883	34,883
Payments in-Lieu-of Taxes - T.V.A.	0	0	1,141	1,141
<u>County Local Option Taxes</u>				
Local Option Sales Tax	103,381,729	0	16,826,680	120,208,409
Wheel Tax	0	0	850,025	850,025
Business Tax	0	0	571,140	571,140
<u>City/School District Property Taxes</u>				
Current Property Tax	0	12,548,356	0	12,548,356
Prior Year's Property Tax	0	102,928	0	102,928
Interest and Penalty	0	26,454	0	26,454
Pick-up Taxes	0	60,493	0	60,493
<u>Licenses</u>				
Marriage Licenses	0	0	2,206	2,206
<u>Other Local Revenues</u>				
Other Local Revenues	0	76,788	0	76,788
Total Additions	\$ 103,381,729	\$ 12,815,019	\$ 34,683,188	\$ 150,879,936
<u>Deductions</u>				
Remittance of Revenues Collected	\$ 102,376,659	12,738,231	\$ 34,176,247	\$ 149,291,137
Trustee's Commission	1,005,070	0	506,941	1,512,011
Contracts with Government Agencies	0	76,788	0	76,788
Total Deductions	\$ 103,381,729	\$ 12,815,019	\$ 34,683,188	\$ 150,879,936
Excess of Additions Over (Under) Deductions	\$ 0	\$ 0	\$ 0	\$ 0
Net Position, July 1, 2021	0	0	0	0
Net Position, June 30, 2022	\$ 0	\$ 0	\$ 0	\$ 0

STATISTICAL SECTION

This part of Rutherford County's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. Certain information about the discretely presented Rutherford County School Department is included because, in our judgment, this information is beneficial in assessing the economic condition of the primary government.

	Table(s)	Page(s)
Financial Trends:		
These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.	1-5	334-345
Revenue Capacity:		
These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.	6-10	346-350
Debt Capacity:		
These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future. The tables on legal debt margin information and pledged-revenue coverage are not applicable to counties in Tennessee.	11-12	351-352
Demographic and Economic Information:		
These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.	13-14	353-354
Operating Information:		
These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	15-17	355-357

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

Table 1

Rutherford County, Tennessee
Net Position by Component
Primary Government and Discretely Presented Component Unit
Last Ten Fiscal Years (in thousands) (Note 3)
(accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
PRIMARY GOVERNMENT: (Note 1, 2)										
Governmental activities										
Net investment in capital assets	\$ 210,959	\$ 212,340	\$ 215,139	\$ 222,753	\$ 203,279	\$ 234,473	\$ 236,379	\$ 255,537	\$ 264,669	\$ 255,735
Restricted for:										
Capital Projects	1,858	2,568	1,064	2,630	27,160	3,196	4,688	795	4,363	11,273
Debt Service	-	2,909	2,895	2,861	2,711	2,559	2,403	2,245	3,902	10,753
General	407	379	426	490	542	603	659	729	821	1,284
Finance	22	36	71	97	131	129	124	111	133	138
Admin. of Justice	860	1,052	1,034	1,013	658	768	783	502	465	489
Public Safety	1,013	951	1,230	1,112	1,386	860	879	938	1,481	2,100
Public Health & Welfare	54	126	241	71	123	53	9	15	37	50
Pensions	-	-	-	-	1,132	4,636	8,693	11,197	6,763	30,280
Other Purposes	-	-	5,239	5,717	-	-	-	-	-	-
Unrestricted (2)	(230,810)	(228,754)	(235,427)	(204,313)	(206,887)	(265,825)	(270,143)	(231,793)	(281,092)	(247,543)
Total Governmental Activities Net Position	<u>\$ (15,637)</u>	<u>\$ (8,393)</u>	<u>\$ (8,088)</u>	<u>\$ 32,431</u>	<u>\$ 30,235</u>	<u>\$ (18,548)</u>	<u>\$ (15,526)</u>	<u>\$ 40,276</u>	<u>\$ 1,542</u>	<u>\$ 64,559</u>

COMPONENT UNIT - Rutherford County Schools (Note 2)

Governmental activities										
Net investment in capital assets	\$ 430,779	\$ 432,042	\$ 430,627	\$ 438,406	\$ 471,814	\$ 563,928	\$ 580,266	\$ 585,331	\$ 608,804	\$ 628,787
Restricted for:										
Capital Projects	4,288	13,720	34,697	15,110	29,878	15,676	22,822	7,280	42,414	37,066
Education	-	-	-	8,981	5,002	4,055	4,586	3,443	15,337	30,057
Pensions	-	-	-	-	1,162	5,419	23,869	58,401	46,281	229,653
School Federal Projects	2	2	-	-	-	-	-	-	-	-
Central Cafeteria	4,851	4,087	4,271	-	-	-	-	-	-	-
Driver Education	116	-	-	-	-	-	-	-	-	-
Other Purposes	117	240	7,453	-	-	-	-	-	-	-
Unrestricted	(22,095)	(30,149)	(73,349)	(48,641)	(42,317)	(109,709)	(96,009)	(117,279)	(67,940)	(175,620)
Total Governmental Activities Net Position	<u>\$ 418,058</u>	<u>\$ 419,942</u>	<u>\$ 403,699</u>	<u>\$ 413,856</u>	<u>\$ 465,539</u>	<u>\$ 479,369</u>	<u>\$ 535,534</u>	<u>\$ 537,176</u>	<u>\$ 644,896</u>	<u>\$ 749,943</u>

Notes:

- (1) Rutherford County Government does not engage in any business-type activities.
- (2) Rutherford County Board of Education is not part of the Primary Government, but is reflected as a component unit. The primary government is responsible for the debt issued to finance construction/improvement of education facilities; however, the physical structures are considered assets of the component unit.
- (3) GASB Statement 54 was implemented for the fiscal year ended June 30, 2011, which affects the comparability of restricted net position in prior periods.
- (4) GASB Statement 67 and 68 were implemented for the fiscal year ended June 30, 2015, which affects the comparability of restricted net position in prior periods.
- (5) GASB Statement 75 was implemented for the fiscal year ended June 30, 2018, which affects the comparability of restricted net position in prior periods.

Table 2

<u>Rutherford County, Tennessee</u> <u>Changes in Net Position</u> <u>Last Ten Fiscal Years (in thousands)</u> <u>(accrual basis of accounting)</u>										
	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
EXPENSES (Note 1)										
Governmental activities:										
General Government	\$ 16,706	\$ 18,668	\$ 17,083	\$ 17,666	\$ 20,667	\$ 16,560	\$ 19,487	\$ 19,985	\$ 36,137	\$ 21,192
Finance	8,450	8,960	8,314	8,193	9,927	10,038	10,238	10,819	13,019	13,030
Administration of Justice	7,668	7,571	7,491	8,108	10,043	9,834	13,501	7,344	9,076	16,172
Public Safety	43,798	46,244	45,705	48,198	50,725	53,328	55,844	61,485	58,727	64,321
Public Health & Welfare	19,958	20,089	19,704	19,650	21,775	22,638	24,001	25,485	29,752	50,028
Social, Cultural & Rec. Services	2,264	2,267	2,307	2,687	2,802	2,920	2,974	3,028	2,915	3,976
Agriculture & Natural Resources	1,092	1,167	1,388	1,171	1,268	1,278	1,376	1,298	1,330	1,047
Highways/Public Works	10,474	12,246	12,038	8,885	12,683	11,622	13,309	12,319	13,798	15,257
Education (Pymts to Comp. Unit)	42,373	67,262	84,906	52,801	98,912	138,705	100,404	62,050	156,244	87,328
Interest on Long-Term Debt	14,840	13,998	14,203	13,124	10,924	16,400	16,207	15,186	15,421	14,418
Other Debt Service	323	-	-	-	-	-	-	-	-	-
Total Governmental activities expenses	\$ 167,946	\$ 198,472	\$ 213,139	\$ 180,483	\$ 239,726	\$ 283,323	\$ 257,341	\$ 218,999	\$ 336,419	\$ 286,769
PROGRAM REVENUES										
Governmental activities:										
Charges for Services:										
General Government	\$ 4,185	\$ 4,146	\$ 4,215	\$ 4,546	\$ 4,884	\$ 5,408	\$ 5,267	\$ 5,995	\$ 7,723	\$ 11,716
Finance	7,727	8,032	8,505	9,431	10,093	10,094	11,782	10,823	11,885	11,592
Administration of Justice	6,584	6,397	5,861	6,422	6,520	6,068	6,337	5,845	5,288	2,869
Public Safety	5,961	4,218	4,489	7,208	5,290	6,755	6,279	7,348	6,070	3,967
Public Health & Welfare	9,173	10,144	10,489	11,892	12,354	11,936	11,194	12,337	13,952	16,198
Social, Cultural & Rec. Services	1	-	-	-	-	-	-	-	16	-
Agriculture & Natural Resources	38	80	99	265	297	327	333	310	338	173
Highways/Public Works	47	45	-	155	121	-	-	4	22	-
Education	41,164	50,718	52,276	48,584	51,218	57,789	61,757	62,172	64,069	66,829
Operating Grants and Contributions	7,822	7,628	9,705	8,505	9,277	10,119	10,158	11,755	13,647	63,474
Capital grants and Contributions	2,732	4,274	3,053	3,900	5,170	3,877	2,745	3,409	12,584	7,639
Total Governmental activities program revenues	\$ 85,434	\$ 95,682	\$ 98,692	\$ 100,908	\$ 105,224	\$ 112,373	\$ 115,852	\$ 119,998	\$ 135,594	\$ 184,457

(Continued)

Table 2

Rutherford County, Tennessee
Changes in Net Position (Cont.)
Last Ten Fiscal Years (in thousands)
(accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Net (expense)/Revenue Governmental Activities	\$ (82,512)	\$ (102,790)	\$ (114,447)	\$ (79,575)	\$ (134,502)	\$ (170,950)	\$ (141,489)	\$ (99,001)	\$ (200,825)	\$ (102,312)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property tax levied for general purposes	\$ 41,259	\$ 45,676	\$ 46,711	\$ 47,850	\$ 47,990	\$ 50,271	\$ 51,698	\$ 61,295	\$ 63,155	\$ 69,294
Property tax levied for debt services	36,121	36,193	36,958	37,883	43,250	45,938	47,259	47,066	48,590	50,279
Payments in Lieu of Taxes	14,346	8,356	7,778	8,380	8,399	7,780	7,943	7,531	7,841	3,445
Local Option Sales Tax	2,189	2,454	3,463	4,141	4,252	4,379	4,919	5,452	8,164	10,546
Hotel/Motel Tax	1,400	1,550	1,708	2,061	4,248	4,517	4,494	3,551	3,974	5,393
Wheel Tax	5,999	6,180	6,449	6,684	6,988	7,232	7,390	7,637	7,891	8,638
Business Tax	2,189	2,155	2,454	2,455	2,739	2,814	3,051	3,196	3,684	4,129
Mixed Drink Tax	-	-	17	17	10	-	6	8	15	23
Litigation Tax	2,449	2,424	2,080	2,092	3,191	3,378	3,447	2,894	2,497	2,776
Development/School Facilities Tax	3,210	3,719	3,353	5,189	6,196	5,807	6,484	6,143	6,152	2,742
Mineral Severance Tax	249	328	346	433	478	445	549	456	491	541
Bank Excise Tax	86	136	152	283	461	513	627	1,014	965	1,124
Wholesale Beer Tax	832	883	969	1,064	1,089	1,019	998	1,070	960	785
Interstate Telecommunications Tax	7	8	8	7	6	-	-	-	-	-
Unrestricted grants and contributions	648	1,903	820	863	1,173	1,147	1,002	887	5,600	3,660
Investment earnings	311	197	319	609	1,712	3,636	4,619	6,522	1,198	1,127
Gain on disposal of capital assets	-	-	-	-	-	-	-	-	465	-
Miscellaneous	241	190	96	83	124	125	25	81	449	827
Total Governmental activities	\$ 111,536	\$ 112,352	\$ 113,681	\$ 120,094	\$ 132,306	\$ 139,001	\$ 144,511	\$ 154,803	\$ 162,091	\$ 165,329
Change in Net Position	\$ 29,024	\$ 9,562	\$ (766)	\$ 40,519	\$ (2,196)	\$ (31,949)	\$ 3,022	\$ 55,802	\$ (38,734)	\$ 63,017

Notes:

(1) Rutherford County Government does not engage in any business-type activities.

Table 2a

Rutherford County, Tennessee
Changes in Net Position - Rutherford County Board of Education
Last Ten Fiscal Years (in thousands)
(accrual basis of accounting)

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
EXPENSES (Note 1)										
Governmental activities:										
Education										
Instruction	\$ 201,313	\$ 215,249	\$ 203,109	\$ 214,997	\$ 223,312	\$ 238,880	\$ 244,861	\$ 270,509	\$ 286,190	\$ 269,862
Support Services	108,466	109,528	115,090	115,179	128,038	135,735	147,066	151,518	171,325	167,103
Operation of Non-instructional Services	18,593	19,573	18,330	19,263	20,886	22,559	22,181	21,105	36,437	37,128
Interest on Long-term Debt	62	-	-	-	-	-	-	-	-	-
Total Governmental activities expenses	\$ 328,434	\$ 344,350	\$ 336,529	\$ 349,439	\$ 372,236	\$ 397,174	\$ 414,108	\$ 443,132	\$ 493,952	\$ 474,093
PROGRAM REVENUES										
Governmental activities:										
Charges for Services - Education	\$ 6,684	\$ 6,967	\$ 6,514	\$ 6,769	\$ 7,274	\$ 7,728	\$ 7,943	\$ 7,096	\$ 20,141	\$ 15,719
Operating Grants and Contributions	24,158	26,724	22,834	23,459	25,072	24,824	27,887	25,845	46,106	69,591
Capital grants and Contributions	-	277	97	605	-	556	-	216	4,261	3,229
Total Governmental activities program revenues	\$ 30,842	\$ 33,968	\$ 29,445	\$ 30,833	\$ 32,346	\$ 33,108	\$ 35,830	\$ 33,157	\$ 70,508	\$ 88,539
Net (expense)/Revenue Governmental Activities	\$ (297,592)	\$ (310,382)	\$ (307,084)	\$ (318,606)	\$ (339,890)	\$ (364,066)	\$ (378,278)	\$ (409,975)	\$ (423,444)	\$ (385,554)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Taxes										
Property Tax levied for general purposes	\$ 61,721	\$ 65,551	\$ 66,830	\$ 79,584	\$ 79,769	\$ 82,810	\$ 85,271	\$ 94,709	\$ 98,181	\$ 101,445
Payments in-Lieu-of Taxes	890	-	941	987	935	942	886	974	139	168
Local Option Sales Tax	43,798	46,243	50,348	54,870	59,370	62,304	65,528	68,430	82,960	97,095
Wheel Tax	3,430	3,538	3,654	3,787	3,965	4,096	4,191	4,323	4,495	4,909
Business Tax	1,750	1,726	1,960	2,272	2,395	2,422	2,631	2,809	3,260	3,504
Mixed Drink Tax	-	1,048	492	403	424	494	537	512	546	734
Development/School Facilities Tax	-	-	-	-	-	-	-	-	-	2,742
Interstate Telecommunications Tax	19	23	22	19	19	-	-	-	-	-
Unrestricted grants and contributions	167,392	195,538	212,588	186,632	244,215	305,865	274,229	237,710	333,868	279,942
Investment earnings	89	63	73	157	401	856	1,141	2,118	1,000	30
Pension Income	-	-	231	-	-	-	-	-	-	-
Miscellaneous	45	46	30	51	80	74	29	32	277	31
Total Governmental activities	\$ 279,134	\$ 313,776	\$ 337,169	\$ 328,762	\$ 391,573	\$ 459,863	\$ 434,443	\$ 411,617	\$ 524,726	\$ 490,600
Change in Net Position	\$ (18,458)	\$ 3,394	\$ 30,085	\$ 10,156	\$ 51,683	\$ 95,797	\$ 56,165	\$ 1,642	\$ 101,282	\$ 105,046

Notes:

(1) Rutherford County Schools do not engage in any business-type activities.

Table 3

Rutherford County, Tennessee
Governmental Activities Tax Revenue by Source
General Government
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax for General Purposes	Property Tax for Debt Service	Payment in Lieu of Taxes	Sales Tax - Primary Government	Hotel/Motel Tax	Wheel Tax	Business Tax	Mixed Drink Tax	Litigation Tax	Development / School Facilities Tax	Mineral Severance Tax	Wholesale Beer Tax	Bank Excise Tax	Interstate Telecom. Tax	Total
2013	\$ 41,259	\$ 36,121	\$ 14,346	\$ 2,189	\$1,400	\$ 5,999	\$ 2,189	\$ -	\$ 2,449	\$ 3,210	\$ 249	\$ 832	\$ 86	\$ 7	\$110,336
2014	45,676	36,193	8,356	2,454	1,551	6,180	2,155	0	2,424	3,719	328	883	136	8	110,063
2015	46,711	36,958	7,778	3,463	1,708	6,449	2,454	17	2,080	3,353	346	969	152	8	112,446
2016	47,850	37,883	8,380	4,141	2,061	6,684	2,455	17	2,092	5,188	433	1,064	283	7	118,538
2017	47,990	43,250	8,399	4,252	4,248	6,988	2,739	10	3,191	6,196	478	1,089	461	6	129,297
2018	50,271	45,938	7,780	4,379	4,517	7,232	2,814	0	3,378	5,807	445	1,019	513	0	134,093
2019	51,698	47,259	7,942	4,919	4,494	7,390	3,051	6	3,447	6,484	549	998	627	0	138,864
2020	61,295	47,066	7,531	5,452	3,551	7,637	3,196	8	2,894	6,143	456	1,070	1,014	0	147,313
2021	63,155	48,590	7,841	8,164	3,974	7,891	3,684	15	2,497	6,152	491	960	965	0	154,379
2022	69,294	50,279	3,445	10,546	5,393	8,638	4,129	23	2,776	2,742	541	785	1,124	0	159,715

Table 3a

Rutherford County, Tennessee
Governmental Activities Tax Revenue by Source
Rutherford County Board of Education
Last Ten Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)

Fiscal Year	Property Tax for Ruth. Co. Schools	Payment in Lieu of Taxes	Sales Tax - Ruth. Co. Schools	Wheel Tax	Business Tax	Mixed Drink Tax	Interstate Telecom. Tax	Development / School Facilities Tax	Total
2013	\$ 61,721	\$ 890	\$ 43,798	\$ 3,430	\$ 1,750	\$ -	\$ 19	\$ -	\$111,608
2014	65,551	949	46,244	3,538	1,726	1,048	22	-	119,078
2015	66,830	941	50,348	3,654	1,960	492	22	-	124,247
2016	79,583	987	54,870	3,787	2,272	403	19	-	141,921
2017	79,769	935	59,370	3,965	2,395	424	19	-	146,877
2018	82,810	942	62,304	4,096	2,422	494	-	-	153,068
2019	85,271	886	65,528	4,191	2,631	537	-	-	159,044
2020	94,709	974	68,430	4,323	2,809	512	-	-	171,757
2021	98,181	139	82,960	4,495	3,260	546	-	-	189,581
2022	101,445	168	97,095	4,909	3,504	734	-	2,742	210,597

Rutherford County, Tennessee
General Government Fund Balances - Primary Government
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

Table 4

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
PRIMARY GOVERNMENT										
General Fund										
Nonspendable: Prepaid Items	\$ 34	\$ 24	\$ 41	\$ 29	\$ 42	\$ 37	\$ 89	\$ 42	\$ 63	\$ 78
Restricted										
General Government	407	379	426	490	542	603	660	729	757	802
Finance	21	36	71	97	131	129	124	111	133	138
Admin of Justice	861	1,052	1,034	1,013	658	768	783	502	465	488
Public Safety	116	72	246	11	85	35	120	-	34	73
Public Health & Welfare	46	126	212	71	116	53	8	9	31	44
Other Operations	-	-	-	-	-	-	-	-	-	404
Capital Projects	1,858	2,030	1,636	2,630	2,839	2,150	3,232	2,573	4,149	3,183
Committed										
General Government	132	183	105	422	662	1,200	265	1,096	140	373
Finance	102	255	233	454	237	201	187	149	216	556
Admin of Justice	1	3	5	252	21	13	14	15	12	5
Public Safety	401	341	381	969	479	661	594	157	1,068	1,031
Public Health & Welfare	81	96	102	132	136	84	113	106	183	5,237
Agriculture & Natural Resources	211	248	231	292	412	493	506	563	631	898
Other Operations	2	-	-	4	2	1	1	-	1	1
Assigned for Other Purposes	3,443	1,471	6,351	6,159	8,089	7,400	7,183	9,675	13,350	21,169
Unassigned	16,332	19,532	20,017	23,625	24,267	31,198	36,434	38,905	37,038	53,240
Total General Fund	<u>\$ 24,048</u>	<u>\$ 25,848</u>	<u>\$ 31,091</u>	<u>\$ 36,650</u>	<u>\$ 38,718</u>	<u>\$ 45,026</u>	<u>\$ 50,313</u>	<u>\$ 54,632</u>	<u>\$ 58,271</u>	<u>\$ 87,720</u>
 All Other Governmental Funds										
Restricted										
Public Safety	\$ 897	\$ 878	\$ 984	\$ 1,101	\$ 1,301	\$ 824	\$ 759	\$ 938	\$ 1,447	\$ 2,028
Public Health & Welfare	8	-	29	-	6	-	1	6	7	6
Debt Service	-	2,909	2,895	2,861	2,711	2,559	2,403	2,244	3,902	9,897
Capital Projects	3,149	7,026	5,975	-	24,321	2,015	1,455	6,724	8,410	8,090
Committed										
Highways/Public Works	1,640	1,831	1,992	2,125	2,228	2,306	2,283	2,533	2,756	2,572
Capital Projects	-	-	-	-	-	-	-	-	717	6,108
Debt Service	1,821	1,821	1,821	1,821	1,821	1,821	1,821	1,821	-	-
Assigned										
General Government	-	-	-	256	181	175	175	175	177	175
Finance	110	110	125	672	650	525	550	550	571	571
Admin of Justice	72	230	81	125	304	602	464	464	421	327
Public Health & Welfare	10,325	8,800	9,068	10,650	11,635	12,712	12,556	15,989	21,421	22,703
Other Operations	1,049	479	275	201	127	166	206	245	285	323
Highways/Public Works	6,680	7,391	8,441	10,301	11,332	13,452	14,845	16,261	17,359	19,045
Debt Service	33,329	33,979	33,646	33,903	41,009	47,538	50,871	51,009	50,402	50,255
Capital Projects	-	-	-	-	-	-	-	-	698	76
Unassigned	-	-	-	(3,332)	-	-	-	-	-	(112)
Total All Other Governmental Funds	<u>\$ 59,080</u>	<u>\$ 65,454</u>	<u>\$ 65,332</u>	<u>\$ 60,684</u>	<u>\$ 97,626</u>	<u>\$ 84,695</u>	<u>\$ 88,389</u>	<u>\$ 98,959</u>	<u>\$ 108,573</u>	<u>\$ 122,064</u>

Table 4a

Rutherford County, Tennessee
General Government Fund Balances - Rutherford County Board of Education
Last Ten Fiscal Years
(modified accrual basis of accounting)
(amounts expressed in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
COMPONENT UNIT - Rutherford County Board of Education										
General Purpose School Fund										
Nonspendable: Prepaid Items	\$ 16	\$ 4	\$ 5	\$ 6	\$ 4	\$ 13	\$ 571	\$ 217	\$ 112	\$ 1
Nonspendable: Note Receivable	-	-	-	-	-	-	-	-	-	3,000
Restricted	233	240	352	-	-	-	-	-	-	-
For Education	-	-	-	414	430	364	203	747	1,018	1,237
For Capital Projects	-	-	-	120	34	34	-	-	-	-
For Hybrid Retirement Stabilization	-	-	-	-	-	-	979	2,146	4,158	5,527
Committed	-	-	-	-	-	5,336	294	294	266	264
Assigned	11,996	12,275	12,183	7,868	9,763	18,173	21,736	19,521	17,705	31,434
Unassigned	15,266	15,189	17,330	33,493	32,688	27,409	38,638	43,475	64,734	72,277
Total General Purpose School Fund	<u>\$ 27,511</u>	<u>\$ 27,708</u>	<u>\$ 29,870</u>	<u>\$ 41,901</u>	<u>\$ 42,919</u>	<u>\$ 51,329</u>	<u>\$ 62,421</u>	<u>\$ 66,400</u>	<u>\$ 87,993</u>	<u>\$ 113,740</u>
All other School Funds										
Nonspendable: Inventory	\$ 233	\$ 294	\$ 193	\$ 180	\$ 224	\$ 243	\$ 222	\$ 586	\$ 514	\$ 516
Restricted										
Education	4,853	4,089	4,271	4,339	4,348	3,690	4,383	2,696	13,693	25,304
Capital projects	4,287	13,719	34,697	14,990	29,844	67,392	22,822	7,216	42,368	37,030
Committed										
Education	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000	2,000	2,000
Total all other School Funds	<u>\$ 10,373</u>	<u>\$ 19,102</u>	<u>\$ 40,161</u>	<u>\$ 20,509</u>	<u>\$ 35,416</u>	<u>\$ 72,325</u>	<u>\$ 28,427</u>	<u>\$ 11,498</u>	<u>\$ 58,575</u>	<u>\$ 64,850</u>

Table 5

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years
(amounts expressed in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes	\$ 102,654	\$ 110,352	\$ 112,660	\$ 118,102	\$ 129,425	\$ 134,395	\$ 138,692	\$ 147,640	\$ 154,189	\$ 163,558
Licenses & Permits	1,643	1,702	1,923	2,224	2,513	2,590	2,584	2,545	3,152	3,030
Fines & Forfeitures	3,051	2,723	2,691	2,743	2,395	2,559	2,224	2,156	2,217	2,341
Charges for Service	11,564	12,410	12,852	15,658	16,778	17,936	17,108	17,983	18,811	20,135
Other Local Revenue	1,680	1,842	2,073	2,309	3,399	5,548	5,959	7,828	3,553	3,614
Fees from Co. Officials	10,904 (1)	10,254 (1)	10,603 (1)	9,938 (2)	10,740 (2)	11,040 (2)	11,774 (2)	12,251 (2)	13,593	14,827
State Revenues	11,529	10,160	11,566	12,441	13,114	16,134	16,163	15,831	16,882	15,183
Federal Revenues	1,836	1,657	1,823	1,556	1,289	1,044	1,259	2,234	10,578	57,840
Other Govt/Citizens	2,157	2,669	2,171	1,084	1,443	1,298	2,518	978	1,337	1,272
Total revenues	<u>\$ 147,018</u>	<u>\$ 153,769</u>	<u>\$ 158,362</u>	<u>\$ 166,055</u>	<u>\$ 181,096</u>	<u>\$ 192,544</u>	<u>\$ 198,281</u>	<u>\$ 209,446</u>	<u>\$ 224,312</u>	<u>\$ 281,800</u>
Expenditures										
General Government	\$ 9,754 (1)	\$ 9,446 (1)	\$ 9,270 (1)	\$ 9,421 (2)	\$ 10,453 (2)	\$ 13,128 (2)	\$ 12,092 (2)	\$ 11,309 (2)	\$ 12,233	\$ 12,117
Finance	8,439 (1)	8,987 (1)	9,335 (1)	8,900 (2)	9,892 (2)	9,959 (2)	10,364 (2)	10,727 (2)	12,813	13,132
Admin. Of Justice	7,674	7,906	7,808	8,229	10,208	10,312	11,576	12,311	12,632	13,560
Public Safety	42,411	46,708	47,955	49,929	51,332	53,529	55,571	60,387	54,628	65,932
Public Health/Welfare	17,460	19,579	18,928	19,589	21,409	22,698	23,734	24,269	25,694	25,361
Social, Cultural/Rec. Agriculture & Natural	2,264	2,267	2,307	2,687	2,802	2,920	2,974	3,035	2,897	3,129
Resource	908	980	1,030	999	1,092	1,087	1,214	1,121	1,129	1,196
Other Operations	5,439	7,071	5,621	6,213	7,330	6,067	7,036	7,880	20,938	32,111
Highway & Bridge	7,850	7,690	8,622	7,684	10,887	10,154	11,588	10,419	11,168	14,068
Debt Service:										
Principal	30,177	44,430	27,906	29,017	28,574	30,505	34,148	36,701	38,044	39,022
Interest	14,587	14,119	13,693	13,739	14,188	16,558	18,455	18,144	17,791	17,800
Other charges	7,662	317	9,282	-	3,671	499	355	141	672	276
Capital Projects	4,853	22,181	39,639	9,358	87,954	110,345	45,976	16,583	103,430	31,727
	<u>\$ 159,478</u>	<u>\$ 191,681</u>	<u>\$ 201,396</u>	<u>\$ 165,765</u>	<u>\$ 259,792</u>	<u>\$ 287,761</u>	<u>\$ 235,083</u>	<u>\$ 213,027</u>	<u>\$ 314,069</u>	<u>\$ 269,431</u>
Excess of revenues over (under) expenditures	<u>\$ (12,460)</u>	<u>\$ (37,912)</u>	<u>\$ (43,034)</u>	<u>\$ 290</u>	<u>\$ (78,696)</u>	<u>\$ (95,217)</u>	<u>\$ (36,802)</u>	<u>\$ (3,581)</u>	<u>\$ (89,757)</u>	<u>\$ 12,369</u>

(1) Effective October 1, 2010, all fees from the offices of Register of Deeds and County Clerk were remitted to the county and the salaries for their operations are included in the Primary Government

(2) Effective January 1, 2016, offices of Register of Deeds and County Clerk became excess fee offices, and the salaries for their operations are NOT included in the Primary Government

(Continued)

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Primary Government
Last Ten Fiscal Years (Cont.)
(amounts expressed in thousands)

Table 5

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other financing sources (uses)										
Transfers in	\$ 1,209	\$ 1,132	\$ 1,304	\$ 1,064	\$ 2,554	\$ 2,025	\$ 1,707	\$ 5,030	\$ 1,908	\$ 31,263
Transfers out	(678)	(566)	(748)	(514)	(1,962)	(1,421)	(1,079)	(4,420)	(1,265)	(31,263)
Insurance Recovery	253	43	48	71	64	127	214	39	241	546
Capital Lease Issued	947	-	341	-	-	-	-	-	-	-
Bond proceeds	-	24,270	33,864	-	101,000	81,530	40,680	14,610	90,370	27,140
Other Loans Issued	-	-	-	-	2,163	639	444	529	8	-
Refunding Debt Issued	65,700	18,600	30,526	-	25,640	-	-	-	64,100	-
Payments to refunded bond escrow agent	(60,420)	-	(25,730)	-	(27,320)	-	-	-	(63,855)	-
Premiums on Debt Issued	5,402	2,608	8,549	-	15,567	5,694	3,817	2,682	11,503	2,886
TOTAL OTHER SOURCES	\$ 12,413	\$ 46,087	\$ 48,154	\$ 621	\$ 117,706	\$ 88,594	\$ 45,783	\$ 18,470	\$ 103,010	\$ 30,572
 Net change in fund balances	 \$ (47)	 \$ 8,175	 \$ 5,120	 \$ 911	 \$ 39,010	 \$ (6,623)	 \$ 8,981	 \$ 14,889	 \$ 13,253	 \$ 42,941
 Debt Service as a percentage of noncapital expenditures	 29.0%	 31.6%	 21.3%	 28.1%	 20.1%	 18.3%	 22.8%	 29.6%	 18.8%	 21.7%
Capital Expenditures	\$ 5,048	\$ 6,314	\$ 6,268	\$ 13,551	\$ 46,623	\$ 30,149	\$ 4,539	\$ 28,021	\$ 16,551	\$ 7,562

General Governmental TAX Revenues by Source
Last Ten Fiscal Years (expressed in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Property Tax & PILOT	\$ 84,076	\$ 90,540	\$ 91,753	\$ 93,712	\$ 99,664	\$ 104,408	\$ 106,858	\$ 116,292	\$ 119,654	\$ 127,126
Sales Tax	2,157	2,428	3,370	4,106	4,355	4,262	4,788	5,380	7,906	10,282
Hotel/Motel Tax	1,400	1,551	1,709	2,061	4,248	4,517	4,494	3,551	3,974	5,393
Wheel Tax	5,999	6,180	6,449	6,684	6,989	7,232	7,390	7,637	7,891	8,638
Litigation Tax	2,449	2,424	2,080	2,092	3,191	3,378	3,447	2,894	2,497	2,775
Business Tax	2,189	2,155	2,454	2,455	2,739	2,814	3,051	3,196	3,684	4,129
Mixed Drink Tax	-	-	17	17	9	-	6	8	15	23
Mineral Severance	249	328	346	433	478	445	549	456	491	541
Develop./School Facilities	3,210	3,719	3,353	5,188	6,196	5,807	6,484	6,142	6,152	2,742
Bank Excise Tax	86	135	152	283	461	513	627	1,014	965	1,124
Wholesale Beer Tax	832	883	969	1,064	1,089	1,019	998	1,070	960	785
Other Statutory Tax	7	8	8	7	6	-	-	-	-	-
	\$ 102,654	\$ 110,351	\$ 112,660	\$ 118,102	\$ 129,425	\$ 134,395	\$ 138,692	\$ 147,640	\$ 154,189	\$ 163,558

Rutherford County, Tennessee
Changes in Fund Balances - Governmental Funds - Rutherford County School Department
Last Ten Fiscal Years
(amounts expressed in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues										
Taxes	\$ 111,728	\$ 118,961	\$ 123,915	\$ 141,531	\$ 146,700	\$ 152,564	\$ 158,635	\$ 171,578	\$ 188,221	\$ 209,154
Licenses & Permits	11	12	13	12	14	13	12	11	13	14
Charges for Service	6,595	6,844	6,466	6,661	7,183	7,320	7,790	6,612	1,398	1,972
Other Local Revenue	317	407	326	607	715	1,436	1,959	3,165	21,397	14,954
State Revenues	165,852	177,327	175,350	184,802	200,020	217,057	227,973	234,624	244,194	255,492
Federal Revenues	25,586	26,193	24,265	25,541	25,861	27,362	28,914	27,873	49,358	72,405
Other Govt/Citizens	947	17,755	35,625	-	45,406	87,349	44,586	529	89,297	23,697
Total revenues	<u>\$ 311,036</u>	<u>\$ 347,499</u>	<u>\$ 365,960</u>	<u>\$ 359,154</u>	<u>\$ 425,899</u>	<u>\$ 493,101</u>	<u>\$ 469,869</u>	<u>\$ 444,392</u>	<u>\$ 593,878</u>	<u>\$ 577,688</u>
Expenditures										
Education										
Instruction	\$ 192,389	\$ 206,228	\$ 206,071	\$ 219,513	\$ 224,316	\$ 246,325	\$ 259,080	\$ 277,106	\$ 296,090	\$ 306,808
Support Services	92,795	99,697	100,128	103,746	110,561	120,208	126,709	134,297	135,973	157,385
Operational Services	18,745	20,152	18,418	19,327	20,806	22,432	22,435	21,711	36,773	38,649
Capital Outlay	35	74	41	49	33	5	45	41	303	3,402
Debt Service										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Other Debt Service	1,124	550	550	510	424	547	725	605	649	648
Capital Projects	29,265	11,900	17,531	23,635	53,867	58,700	93,716	23,585	61,858	38,776
	<u>\$ 334,353</u>	<u>\$ 338,601</u>	<u>\$ 342,739</u>	<u>\$ 366,780</u>	<u>\$ 410,007</u>	<u>\$ 448,217</u>	<u>\$ 502,710</u>	<u>\$ 457,345</u>	<u>\$ 531,646</u>	<u>\$ 545,668</u>
Excess of revenues over (under) expenditures	<u>\$ (23,317)</u>	<u>\$ 8,898</u>	<u>\$ 23,221</u>	<u>\$ (7,626)</u>	<u>\$ 15,892</u>	<u>\$ 44,884</u>	<u>\$ (32,841)</u>	<u>\$ (12,953)</u>	<u>\$ 62,232</u>	<u>\$ 32,020</u>
Other financing sources (uses)										
Transfers in	\$ 278	\$ 847	\$ 223	\$ 148	\$ 19,307	\$ 4,763	\$ 311	\$ 989	\$ 2,942	\$ 1,479
Transfers out	(278)	(847)	(223)	(148)	(19,307)	(4,763)	(311)	(989)	(2,942)	(1,479)
Insurance Recovery	100	29	-	3	34	435	36	4	-	1
TOTAL OTHER SOURCES	<u>\$ 100</u>	<u>\$ 29</u>	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 34</u>	<u>\$ 435</u>	<u>\$ 36</u>	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 1</u>
Net change in fund balances	<u>\$ (23,217)</u>	<u>\$ 8,927</u>	<u>\$ 23,221</u>	<u>\$ (7,623)</u>	<u>\$ 15,926</u>	<u>\$ 45,319</u>	<u>\$ (32,805)</u>	<u>\$ (12,949)</u>	<u>\$ 62,232</u>	<u>\$ 32,021</u>
Debt Service as a percentage of noncapital expenditures	0.4%	0.2%	0.2%	0.1%	0.1%	0.1%	0.2%	0.1%	0.1%	0.1%
Capital expenditures	\$ 26,066	\$ 14,800	\$ 14,800	\$ 21,388	\$ 47,181	\$ 54,739	\$ 83,640	\$ 21,115	\$ 40,439	\$ 38,633

(Continued)

General Governmental TAX Revenues by Source - Rutherford County School Department
Last Ten Fiscal Years (expressed in thousands)

	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Property Tax & PILOT	\$ 62,966	\$ 66,656	\$ 67,812	\$ 80,435	\$ 80,870	\$ 83,703	\$ 85,922	\$ 95,843	\$ 98,564	\$ 101,602
Sales Tax	43,563	45,970	49,976	54,616	59,027	61,849	65,354	68,090	81,356	95,663
Wheel Tax	3,430	3,538	3,654	3,787	3,965	4,096	4,191	4,323	4,495	4,909
Business Tax	1,750	1,726	1,960	2,272	2,395	2,422	2,631	2,810	3,260	3,504
Mixed Drink Tax	-	1,048	492	402	424	494	537	512	546	734
Other Statutory Tax	19	23	22	19	19	-	-	-	-	2,742
	<u>\$ 111,728</u>	<u>\$ 118,961</u>	<u>\$ 123,916</u>	<u>\$ 141,531</u>	<u>\$ 146,700</u>	<u>\$ 152,564</u>	<u>\$ 158,635</u>	<u>\$ 171,578</u>	<u>\$ 188,221</u>	<u>\$ 209,154</u>

Table 6

Rutherford County, Tennessee
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Tax Rate	<u>Real Property</u>		<u>Personal Property</u>		<u>Public Utilities</u>		Equalization Ratio	<u>Total</u>		Ratio of Total Assessed Value To Total Estimated Actual Value
			Estimated	Assessed	Estimated	Assessed	Estimated	Assessed		Estimated	Assessed	
2013	2012	2.4652	\$20,974,337,000	\$5,555,708,640	\$1,296,736,046	\$389,047,357	\$319,269,575	\$175,598,266	100.00%	\$22,590,342,621	\$6,120,354,263	27.09%
2014	2013	2.5652	21,149,775,795	5,556,719,200	1,380,529,310	414,179,684	317,885,769	174,885,573	100.00%	22,848,190,874	6,145,784,457	26.90%
2015	2014	2.4867	21,958,803,500	5,835,198,655	1,454,341,773	436,351,047	343,768,392	189,072,616	100.00%	23,756,913,665	6,460,622,318	27.19%
2016	2015	2.6800	22,388,256,768	5,965,452,501	1,439,914,594	432,002,439	372,429,031	204,835,967	100.00%	24,200,600,393	6,602,290,907	27.28%
2017	2016	2.6800	23,465,756,790	6,214,946,839	1,634,689,379	446,605,834	458,944,060	200,329,082	90.95%	28,102,683,045	6,861,881,755	24.42%
2018	2017	2.6800	24,448,618,078	6,484,653,382	1,826,626,737	498,900,870	452,694,692	197,601,233	90.95%	29,387,509,079	7,181,155,485	24.44%
2019	2018	2.0994	29,756,086,216	8,621,391,968	1,988,454,170	597,068,154	527,227,031	230,134,599	100.00%	32,271,767,417	9,448,594,721	29.28%
2020	2019	2.2194	33,644,344,347	8,990,796,267	2,091,229,863	627,954,052	560,217,666	244,535,011	100.00%	36,295,791,876	9,863,285,330	27.17%
2021	2020	2.2194	36,225,221,753	9,292,738,157	2,235,978,061	594,758,913	537,173,837	234,476,380	100.00%	38,998,373,651	10,121,973,450	25.95%
2022	2021	2.2194	37,762,680,926	9,678,569,274	2,380,877,077	633,344,313	767,059,601	334,821,516	100.00%	40,910,617,604	10,646,735,103	26.02%

Sources: Trustee Tax Rolls, Assessor Geographic Tax Rolls, Public Service Commission, Comptroller's Tax Aggregate Report

Table 7

Rutherford County, Tennessee
Property Tax Rates (per \$100 assessed value)
Direct and Overlapping Governments
Last Ten Fiscal Years

Fiscal Year Ending June 30	Tax Year	Rutherford County				(1) Average Daily Attendance Factor	(2) Net County Rate	Percent of Direct Tax Rate Collected for Benefit of the City of Murfreesboro	Overlapping Rate				Total Direct & Overlapping Rate (3)
		County Operating	Education	Debt Service	Total County Rate				City of Murfreesboro	Town of Smyrna	City of LaVergne	City of Eagleville	
2013	2012	\$0.6809	\$1.1881	\$0.5962	\$2.4652	\$0.1430	\$2.2953	\$0.0689	\$1.2703	\$0.7595	\$1.0000	\$0.7512	\$6.2462
2014	2013	0.7409	1.2381	0.5862	2.5652	0.1424	2.3889	6.87%	1.2703	0.9095	1.0000	0.7512	6.4962
2015	2014**	0.7182	1.2002	0.5683	2.4867	0.1494	2.3139	6.95%	1.2066	0.8840	1.0000	0.7282	6.3055
2016	2015	0.7182	1.3935	0.5683	2.6800	0.1501	2.4783	7.53%	1.2066	0.8840	0.9750	0.7282	6.4738
2017	2016	0.6982	1.3535	0.6283	2.6800	0.1490	2.4870	7.20%	1.2066	0.8840	0.9500	0.7282	6.4488
2018	2017	0.6982	1.3435	0.6383	2.6800	0.1503	2.4871	7.20%	1.2066	0.8840	0.9500	0.7282	6.4488
2019	2018**	0.5470	1.0524	0.5000	2.0994	0.1495	1.9491	7.16%	0.9494	0.7007	0.7100	0.5570	5.0165
2020	2019	0.6170	1.1224	0.4800	2.2194	0.1508	2.0615	7.11%	0.9494	0.7007	0.7100	0.5570	5.1365
2021	2020	0.6170	1.1224	0.4800	2.2194	0.1460	2.0665	6.89%	1.2894	0.7007	0.7100	0.5570	5.4765
2022	2021	0.6470	1.1024	0.4700	2.2194	0.1475	2.0649	6.96%	1.2894	0.7007	0.7100	0.5570	5.4765

Source: Rutherford County Trustee, Rutherford County Assessor and City/Town Records,

(1) Average daily attendance factor is the weighted full time equivalent determined by the Tennessee Department of Education and is based on the number of students attending county and city school systems. By law, Rutherford County must share locally generated revenue directed to the school's general operating fund with the City of Murfreesboro for its school system.

(2) Net county rate is arrived at by multiplying the portion of the tax rate designated for school operating purposes by the ADA factor and subtracting from the total county rate.

(3) Overlapping rates are those of local governments that apply to property owners within Rutherford County. Not all overlapping rates apply to all Rutherford County property owners (e.g., the rates for the city/town apply only to the portion of the Rutherford County property owners whose property is located within the geographic boundaries of the city/town.)

** Reappraisal year

Table 8

Rutherford County, Tennessee
Principal Taxpayers
For the Fiscal Year Ended June 30, 2022

Taxpayer	Type of Business	2021			Percentage of Total Taxes Levied (2)	2012			Percentage of Total Taxes Levied (2)
		Rank	Assessed Valuation	2021 Tax Liability		Rank	Assessed Valuation	2012 Tax Liability	
Nissan Motor Mfg. Co. Automobile Maker		1	\$ 599,301,401	\$ 4,805,594	2.03%	1	\$ 485,211,506	\$ 4,084,563	(1) 2.72%
Middle Tennessee Electric Public Utility-Electric Company		2	172,296,697	3,823,953	1.62%	2	60,313,783	1,486,855	0.99%
Prologis Real Estate Development		3	96,692,310	2,147,830	0.91%				
Pillsbury Co./General Mills Bakery Goods		4	73,208,594	1,746,072	0.74%	3	54,795,038	1,319,167	0.88%
Progress Residential Real Estate Residential Rentals		5	70,415,668	1,562,795	0.66%				
BVA Avenue Retail Mall (The Avenues)		6	65,911,120	1,462,832	0.62%	6	31,068,241	765,894	0.51%
Bridgestone Tire Maker		7	48,542,731	1,077,357	0.46%	4	45,468,872	1,120,899	0.75%
Swanson Development Commercial Properties		8	40,332,487	920,931	0.39%	5	32,036,750	789,794	0.53%
Wal-Mart Retail		9	34,476,381	765,169	0.32%				
LC Henley Station, LLC Apartments		10	35,040,000	777,678	0.33%				
CH Realty (formerly Southpark, Nashville, LLC) Warehousing						7	27,314,320	673,353	0.45%
HCA Health Services Stone Crest Medical Center						8	25,365,281	625,317	0.42%
Stone Ridge Farms Apartments						9	24,818,704	611,830	0.41%
Transwestern Stones River Shopping Mall (Stones River Mall)						10	23,583,880	581,390	0.39%
					8.07%	8.04%			

Source: Trustee Tax Rolls, In-Lieu-of Tax Agreements

- (1) The taxes represent \$691,778 (2021 tax year) and \$541,480 (2012 tax year) collected on real and personal property not covered by the PILOT agreement. The remaining amounts of \$4,113,816 (2021) and \$3,543,084 (2012) represent net tax payments collected through payment in-lieu of tax agreements.
- (2) This information is presented instead of the percent of assessed value, since Nissan's payment is principally based on a payment in-lieu-of tax agreement that is not assessment driven.

Table 9

Rutherford County, Tennessee
Property Tax Levies and Collections-By Tax Year
Last Ten Fiscal Years
As of June 30, 2022

Tax Year	Total Tax Levy	Fiscal Year Tax Collections	Percent of Fiscal Year Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
2012	\$ 149,938,381	\$ 145,139,838	96.80%	\$ 4,709,637	\$ 149,849,475	99.94%	\$ 88,906	0.06%
2013	157,643,335	153,702,248	97.50%	3,830,143	157,532,391	99.93%	110,944	0.07%
2014	160,554,547	157,029,432	97.80%	3,406,404	160,435,836	99.93%	118,711	0.07%
2015	177,329,882	173,966,599	98.10%	3,237,126	177,203,725	99.93%	126,157	0.07%
2016	183,684,656	180,789,656	98.42%	2,742,529	183,532,185	99.92%	152,472	0.08%
2017	192,522,373	189,470,950	98.42%	2,774,427	192,245,377	99.86%	276,996	0.14%
2018	197,965,359	194,416,867	98.21%	3,290,194	197,707,061	99.87%	258,298	0.13%
2019	218,454,575	214,957,808	98.40%	3,236,082	214,957,808	98.40%	260,685	0.12%
2020	224,479,123	221,580,861	98.71%	2,232,108	221,580,861	98.71%	666,154	0.30%
2021	236,549,724	233,710,645	98.80%	(1)	233,710,645	98.80%	2,839,079	1.20%

Source: Trustee tax collection records and tax rolls, clerk and master tax collection records.

(1) Taxes are current until August 1st of the following year.

Table 10

Rutherford County, Tennessee
Assessed and Estimated Actual Value of In-Lieu-of Tax Agreements
and Tax Payments
Last Ten Fiscal Years

Fiscal Year				
Ending June 30	Tax Year	Estimated	Assessed	Tax Payments
2013	2012	\$1,505,018,217	\$530,373,686	\$4,901,701
2014	2013	2,153,933,838	735,080,954	6,351,606
2015	2014	2,104,185,762	722,166,495	6,055,327
2016	2015	2,015,195,277	691,418,633	6,051,274
2017	2016	2,027,809,763	684,509,281	6,097,602
2018	2017	2,005,770,586	683,852,116	6,189,101
2019	2018	2,159,563,288	746,458,126	6,174,236
2020	2019	2,086,766,418	724,470,608	5,751,196
2021	2020	2,123,583,821	727,122,146	5,676,655
2022	2021	2,147,759,351	724,194,857	5,647,756

Source: In lieu of tax agreements

NOTE: Property subject to in-lieu-of tax payment is included in the agreement with each company. The county had PILOT agreements with 20 companies in 2021-2022. Nissan represents approximately 74.65% of the total estimated assessed values of properties under PILOTs and paid 72.8% of the total PILOTs. Section 7-53-305, TCA is the statutory basis for these agreements, which allows the county's Industrial Development Board to finance new development with revenue bonds, and establish these agreements during the term of the bonds.

In-lieu-of tax revenues are included in the General Fund. The revenues reflected in the financial statements include payments received from Nissan for the Town of Smyrna, Tennessee. Smyrna's portion of the payment has not been reflected in this table.

Table 11

Rutherford County, Tennessee
Ratio of Net General Obligation Bonded Debt
Last Ten Fiscal Years

Fiscal Year	General Net Bonded Debt	Assessed Value	% of Net Bonded Debt to Assessed Value	(1) Population	% of Net Bonded Debt to Total Personal Income (2)	Net Bonded Debt per Capita	% of Net Bonded Debt to Total Personal Income (2)
2013	\$ 384,431,449	\$6,120,354,263	6.28%	274,454	4.24%	\$ 1,401	4.24%
2014	384,660,213	6,145,784,457	6.26%	281,029	4.10%	1,369	4.10%
2015	395,513,771	6,460,622,318	6.12%	288,906	3.90%	1,369	3.90%
2016	363,657,798	6,602,290,907	5.51%	298,612	3.48%	1,218	3.48%
2017	447,234,285	6,861,881,755	6.52%	308,251	3.98%	1,451	3.98%
2018	500,776,297	7,181,155,485	6.97%	317,157	4.26%	1,579	4.26%
2019	507,486,072	9,448,594,721	5.37%	324,890	4.00%	1,562	4.00%
2020	484,257,422	9,863,285,330	4.91%	332,285	3.55%	1,457	3.55%
2021	547,855,462	10,121,973,450	5.41%	341,486	3.76%	1,604	3.76%
2022	534,212,789	10,646,735,103	5.02%	352,182	3.34%	1,517	3.34%

Sources: Table 6, Tennessee Dept. of Economic & Community Development, Census Bureau

(1) Population figures are estimated for all years except the 2011 fiscal year.

(2) See Table 13 for personal income data

NOTE: General Bonded Debt on this table includes capital outlay notes.

Table 12

Rutherford County, Tennessee
Direct and Overlapping Debt
General Obligation Bonds and Notes
As of June 30, 2022

			% of Estimated Property Value (1)	% of Assessed Property Value (1)
<u>Direct Debt</u>				
General Bonded Debt	\$	485,150,000		
County School District of Rutherford (Notes)		1,241,008		
Unamortized Premium		<u>47,821,781</u>		
Total Direct Debt	.	\$ 534,212,789	100.00%	100.00%
<u>Overlapping Debt</u>				
City of Murfreesboro	\$	323,134,275	45.93%	48.09%
Town of Smyrna		21,693,539	15.18%	16.79%
City of LaVergne		22,055,000	11.21%	11.65%
City of Eagleville		<u>799,608</u>	0.29%	0.28%
Total Overlapping Debt		<u>367,682,422</u>		
Total Direct and Overlapping Debt		<u><u>\$ 901,895,211</u></u>		

Source: City Records, Table 6, State of Tennessee 2021 Tax Aggregate Report,

(1) The percentages represent the ratio of the overlapping government's property value to the county's property value

Table 13

Rutherford County, Tennessee
Demographic Statistics
Last Ten Fiscal Years

Fiscal Year Ending June 30	(1) Population	Per Capita Income	Total Personal Income	(2) Median Age	County School Enrollment	Average Unemployment rate
2013	274,454	\$ 33,050	\$ 9,070,704,700	32.1	39,671	6.30%
2014	281,029	33,350	9,372,317,150	32.1	40,861	5.80%
2015	288,906	35,113	10,144,356,378	32.1	41,376	5.10%
2016	298,612	36,194	10,456,560,000	32.8	42,556	3.89%
2017	308,251	37,654	11,244,031,000	32.9	43,850	3.70%
2018	317,157	38,098	11,743,613,000	32.9	44,768	2.63%
2019	324,890	39,968	12,676,094,000	33.1	45,848	2.58%
2020	332,285	41,031	13,633,985,835	32.2	47,027	5.21%
2021	341,486	42,712	14,585,550,032	34.1	46,865	5.00%
2022	352,182	45,374	15,979,906,068	33.6	48,808	2.78%

Source: University of Tennessee, Center for Business & Economic Research,
Tennessee Department of Education, Bureau of Economic Analysis &
Business and Economic Research Center, TACIR
Tennessee Department of Economic & Community Development

(1) Populations are estimated for all years except fiscal year 2021.

(2) The Census Bureau determines the median age for local areas each decade. TNECD information used for 2016-2021.

Table 14

Rutherford County, Tennessee
Principal Employers
Current Year and Nine Years Ago

Employer	2022			2013		
	Estimated Employees	Rank	% of Total County Employment	Employees	Rank	% of Total County Employment
Nissan Motor Manufacturing Corp. USA	8,000	1	4.02%	6,350	1	4.65%
Rutherford County Government & Board of Education	7,186	2	3.61%	6,073	2	4.45%
Amazon Fulfillment Center	2,700	3	1.36%	1,200	10	0.88%
City of Murfreesboro (includes schools)	2,569	4	1.29%	1,912	5	1.40%
Middle Tennessee State University	2,205	5	1.11%	2,205	3	1.62%
Ingram Book Company	1,918	6	0.96%	1,500	7	1.12%
Ascension St. Thomas Rutherford	1,741	7	0.87%			
Alvin C. York Veterans Administration Medical Center	1,300	8	0.65%	1,461	8	1.07%
Asurion	1,250	9	0.63%	1,250	9	0.92%
Verizon	1,068	10	0.54%			
National Healthcare Corp.				2,071	4	1.55%
State Farm Insurance				1,662	6	1.22%
Total			<u>14.49%</u>			<u>16.11%</u>

Source: Rutherford County Chamber of Commerce, Tennessee ECD Bureau of Labor Statistics

Table 15

Rutherford County, Tennessee
Full-Time Employees by Function
Last Ten Years

Employees as of June 30,

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Function:										
General Government	82	81	82	84	87	89	93	96	101	103
Finance	90	91	91	88	90	93	94	94	92	100
Justice	92	94	94	116	133	141	159	161	163	165
Public Safety	504	518	528	534	580	580	611	621	635	676
Health & Welfare	214	215	218	221	222	242	252	252	263	257
Agriculture	8	7	7	5	5	5	6	6	5	5
Other	3	3	3	3	3	3	3	3	3	3
Road & Bridge	64	64	64	60	65	65	67	70	71	72
Total	1057	1073	1087	1111	1185	1218	1285	1303	1333	1381
COMPONENT UNIT:										
Education	4681	4841	4911.5	4981.4	5095	5264	5396	5703	5714	5805

Source: Rutherford County Finance Department & Rutherford County Board of Education

Table 16

Rutherford County, Tennessee
Operating Indicators by Function

FUNCTION	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
<u>General Government</u>										
Registered Voters (1)	149,445	153,131	151,276	158,899	158,723	163,963	167,963	180,032	197,107	202,496
Building Permits Issued										
Single Family Homes	582	581	638	634	739	713	737	412	1,056	905
All other permits	1,837	1,868	2,016	2,189	2,625	2,682	2,492	3,438	3,374	3,153
<u>Public Safety</u>										
Number of warrants										
State - Issued	14,200	14,707	15,557	14,708	14,227	12,862	12,364	10,581	20,383	17,201
State - Served	12,755	13,469	13,626	11,513	10,670	10,561	9,939	7,203	7,400	7,725
Civil - Issued	19,576	19,750	19,804	19,526	18,663	17,325	18,237	17,902	17,270	17,492
Civil - Served	19,273	19,240	19,542	12,108	12,308	10,809	11,305	17,355	20,288	19,702
Rural Fire - Call Volume	1,960	2,170	2,683	2,738	3,747	6,312	5,803	6,829	6,516	6,859
<u>Public Health</u>										
Ambulance- Call Volume	24,877	26,015	28,700	31,433	34,920	34,343	35,055	35,905	44,866	41,515
Response Time -avg. minutes	7.80	7.80	8.00	8.00	7.90	7.60	6.90	6.50	6.80	7.40
Animal Control										
Requests for service	16,430	18,628	18,707	18,681	18,837	20,825	21,555	20,098	19,535	17,828
Animals Impounded	7,982	7,740	6,876	6,949	6,701	7,286	6,615	6,527	6,030	5,420
Animals Adopted	1,701	1,754	1,939	2,516	3,104	3,735	3,176	2,764	2,122	1,862
<u>Road & Bridge</u>										
Street Resurfaced (miles)	37.9	52.3	35.1	36.5	48.1	41.2	48.2	41.9	52.6	61.2
<u>Sanitation</u>										
(tons per day)										
Refuse Collected	100.3	123.0	113.1	120.8	112.4	120.4	122.0	120.3	102.9	119.5
Recyclables Collected	15.0	14.1	13.6	11.3	24.9	15.7	17.2	17.9	29.5	14.9
Tires Collected	N/A	8.8	13.7	9.8	10.1	11.2	12.9	12.1	11.7	15.6

N/A = Information is not available for this time period.

Source: Election Commission, Building Codes, Sheriff's Office, Rural Fire Department, Ambulance Department, PAWS, Highway Department, and Convenience Center Department

(1) The Election Commission purged 11,000 records in June, 2017

Table 17

Rutherford County, Tennessee
Capital Assets by Function

FUNCTION	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Highways and Streets										
Number of Streets in System	2,071	2,108	2,150	2,200	2,246	2,286	2,359	2,326	2,382	2,419
Number of Miles	967	976	971	973	980	974	972	970	975	980
Number of Bridges	166	166	166	166	166	166	167	167	167	167
Public Safety										
Number of Correctional Facilities	3	3	3	3	3	3	3	3	3	3
Health and Welfare										
Nursing Home	1	1	1	1	1	1	1	1	1	1
Number of Beds	131	131	131	131	131	131	131	131	131	131
Dispatch Station	1	1	1	1	1	1	1	1	1	1
Special Operations	1	1	1	1	1	1	1	1	1	1
Ambulance Stations	12	12	12	12	12	12	12	12	12	12
Number of ambulance units	25	27	29	28	32	34	33	31	33	30
Sanitation/Landfill										
Number of SW trucks	19	19	17	18	18	18	21	22	19	22
Health Department Facilities	2	2	2	2	2	2	2	2	2	2
<u>Facilities and Services Not Included in the Primary Government</u>										
Education:										
Form of Administration										
Number of Employees	4,681	4,841	4,912	4,981	5,095	5,264	5,396	5,703	5,714	5,805
Elementary Schools	24	24	24	24	24	24	24	24	24	25
Middle Schools	10	10	10	10	10	11	11	11	11	11
High Schools	7	8	8	8	8	8	8	9	9	9
K-12 School	1	1	1	1	1	1	1	1	1	1
Alternative School	2	2	2	2	2	2	2	2	2	2
Magnet School	1	1	1	1	1	1	1	1	1	1
Virtual School	-	-	-	-	-	-	-	-	-	1

Source: Rutherford County Highway Dept., Sheriff's Department, Ambulance Department, Convenience Center Department, Board of Education

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Rutherford County, Tennessee as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Rutherford County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 18, 2022. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Community Care of Rutherford County, Inc., Rutherford County Emergency Communications District, and the Internal School Fund of the Rutherford County School Department (a discretely presented component unit) as described in our report on Rutherford County's financial statements. This report includes our consideration of the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the report of the other auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Rutherford County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Rutherford County's internal control. Accordingly, we do not express an opinion on the effectiveness of Rutherford County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented

or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2022-001.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Rutherford County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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: 2022-002, 2022-003, and 2022-004.

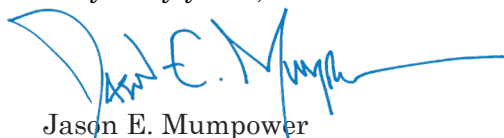
Rutherford County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Rutherford County's responses to the findings identified in our audit, which are described in the accompanying Schedule of Findings and Questioned Costs. Rutherford 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 results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Rutherford County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 18, 2022

JEM/tg



JASON E. MUMPOWER
Comptroller

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Rutherford County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Rutherford County's major federal programs for the year ended June 30, 2022. Rutherford County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Rutherford County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford 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 Rutherford County, Tennessee, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise Rutherford County's basic financial statements. We issued our report thereon dated November 18, 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 18, 2022

JEM/tg

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11)
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 Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	\$ 1,091,390 (6)
National School Lunch Program (Commodities - Cash Assistance)	10.555	(4)	1,197,404 (6)
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	6,595,998
National School Lunch Program	10.555	(4)	22,234,869 (6)
COVID 19 - State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	10.649	(4)	5,814
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	(4)	787,044
Total U.S. Department of Agriculture			<u>\$ 31,912,519</u>
U.S. Department of Defense:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	(4)	\$ 17,408 (10)
Total U.S. Department of Defense			<u>\$ 17,408</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Housing Development:			
Home Investment Partnerships Program	14.239	(4)	\$ 73,827
Total U.S. Department of Housing and Urban Development			<u>\$ 73,827</u>
U.S. Department of Interior:			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	\$ 49,057
Total U.S. Department of Interior			<u>\$ 49,057</u>
U.S. Department of Justice:			
Direct Programs:			
COVID 19 - Coronavirus Emergency Supplemental Funding Program	16.034	N/A	\$ 72,100
State Criminal Alien Assistance Program (SCAAP)	16.606	N/A	99,271
Public Safety Partnership and Community Policing Grants	16.710	N/A	405,246
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	N/A	34,294
Children of Incarcerated Parents	16.831	N/A	171,946
Comprehensive Opioid, Stimulant, and Substance Abuse Program	16.838	N/A	42,932
Passed-through State Department of Mental Health and Substance Abuse:			
Drug Court Discretionary Grant Program	16.585	(4)	30,788
Passed-through State Department of Finance and Administration:			
Violence Against Women Formula Grants	16.588	(9)	113,871
Passed-through City of Murfreesboro:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(4)	30,951
Total U.S. Department of Justice			<u>\$ 1,001,399</u>
U.S. Department of Labor:			
Passed-through State Department of Labor and Workforce Development:			
COVID 19 - Unemployment Insurance	17.225	(4)	\$ 1,584
Total U.S. Department of Labor			<u>\$ 1,584</u>
U.S. Department of Transportation:			
Passed-through State Department of Safety and Homeland Security:			
Highway Safety Cluster: (5)			
State and Community Highway Safety	20.600	(4)	\$ 91,282
Total U.S. Department of Transportation			<u>\$ 91,282</u>

(Continued)

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Treasury:			
Direct Programs:			
COVID 19 - Emergency Rental Assistance Program	21.023	N/A	\$ 24,164,639
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	30,856,637
Total U.S. Department of Treasury			<u>\$ 55,021,276</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	(4)	\$ 5,926,190
Title 1 State Agency Program for Neglected and Delinquent Children and Youth Special Education Cluster: (5)	84.013	(4)	97,217
Special Education - Grants to States	84.027	(4)	9,542,408 (6)
COVID 19 - American Rescue Plan - Special Education - Grants to States	84.027	(4)	245,174 (6)
Special Education - Preschool Grants	84.173	(4)	81,313 (6)
COVID 19 - American Rescue Plan - Special Education - Preschool Grants	84.173	(4)	7,484 (6)
Career and Technical Education - Basic Grants to States	84.048	(4)	744,130
Career and Technical Education - National Programs	84.051	(4)	26,030
Education for Homeless Children and Youth	84.196	(4)	210,968
English Language Acquisition State Grants	84.365	(4)	551,857
Student Support and Academic Enrichment Program	84.424	(4)	392,530
Supporting Effective Instruction State Grants	84.367	(4)	1,320,480
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER I)	84.425D	(4)	3,834 (7)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	(4)	7,658,997 (7)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	(4)	12,137,180 (7)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund	84.425D	(4)	795,333 (7)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund - Homeless Children and Youth	84.425W	(4)	85,770 (7)
Total U.S. Department of Education			<u>\$ 39,826,895</u>
U.S. Department of Health and Human Services:			
Direct Program:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	\$ 53,251
Passed-through State Department of Health:			
Injury Prevention and Control Research and State and Community Based Programs	93.136	(4)	525
Family Planning Services	93.217	(4)	54,447
Preventive Health and Health Services Block Grant	93.991	(4)	29,168
Maternal and Child Health Services Block Grant to the States	93.994	(4)	176,951
Passed-through the State Department of Human Services:			
Child Support Enforcement	93.563	(4)	10,893
COVID 19 - Temporary Assistance for Needy Families	93.558	(4)	507,218
COVID 19 - Child Care and Development Block Grant	93.575	(4)	7,191
Total U.S. Department of Health and Human Services			<u>\$ 839,644</u>

(Continued)

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Homeland Security:			
Direct Programs:			
Assistance to Firefighters Grant	97.044	N/A	\$ 24,114
Staffing for Adequate Fire and Emergency Response (SAFER) Grant	97.083	N/A	135,369
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(4)	4,760 (8)
COVID 19 - Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(4)	68,070 (8)
Emergency Management Performance Grants	97.042	(4)	69,783
Homeland Security Grant Program	97.067	(4)	276,582
Total U.S. Department of Homeland Security			<u>\$ 578,678</u>
Total Expenditures of Federal Awards			<u>\$ 129,413,569</u>
State Grants		Contract Number	
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	\$ 144,214
Tennessee Veterans Treatment Court Initiative (TVTCI) - State Department of Mental Health and Substance Abuse Services	N/A	(4)	84,629
Tennessee Mental Health Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	55,659
Juvenile Court Custody Prevention - State Department of Children Services	N/A	(4)	38,213
Day Treatment - Academic & Behavioral Remediation- Custody Prevention - State Department of Children Services	N/A	(4)	417,696
Juvenile Justice - State Commission on Children and Youth	N/A	(4)	9,000
Farmers' Market Promotion and Retail Grant Program - State Department of Agriculture	N/A	(4)	1,500
Local Health Services - State Department of Health	N/A	(4)	1,382,604
Low Cost Sterilization of Dogs and Cats - State Department of Health	N/A	(4)	2,000
Evidence-Based Jail Programming Project - Department of Finance and Administration	N/A	(4)	14,419
Litter/Litter Removal Program - State Department of Transportation	N/A	(4)	62,166
TDOT Litter Grant Program - State Department of Transportation	N/A	(4)	88,844
Early Childhood Education - State Department of Education	N/A	(4)	1,596,698
Coordinated School Health - State Department of Education	N/A	(4)	180,000
Safe Schools act - State Department of Education	N/A	(4)	860,228
State of the Arts Music Grant - State Department of Education	N/A	(4)	47,000
Promotion of the Arts - Tennessee Arts Commission	N/A	(4)	2,000
Summer Learning Camps- State Department of Education	N/A	(4)	1,464,428
Bridge Camp- State Department of Education	N/A	(4)	840,434
Learning Camp Transportation- State Department of Education	N/A	(4)	645,972
Stream Mini-Camps - State Department of Education	N/A	(4)	85,456
Healthy Students Stronger Learners - State Department of Education	N/A	(4)	13,000
Total State Grants			<u>\$ 8,036,160</u>

(Continued)

Rutherford County, Tennessee, and the Rutherford County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (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) Rutherford County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$31,119,661; Highway Safety Cluster total \$91,282; Special Education Cluster total \$9,876,379.
- (6) Total for FAL No. 10.555 is \$24,523,663; Total for FAL 84.027 is \$9,787,582; Total for FAL 84.127 is \$88,797.
- (7) Total for FAL No. 84.425 is \$20,681,114.
- (8) Total for FAL No. 97.036 is \$72,830.
- (9) 35488: \$64,944, 35489: \$48,927
- (10) During the year ended June 30, 2022, Rutherford County received surplus military equipment from the U.S. Department of Defense valued at \$17,408.

(11) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

Program Title	Federal Assistance Listing Number	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 164,303
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	4,032
English Language Acquisition State Grants	84.365	6,342
Supporting Effective Instruction State Grant	84.367	121,374
Student Support and Academic Enrichment Program	84.424	7,000
Total amounts consolidated for administration purposes		\$ 303,051

Rutherford County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2022

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Comprehensive Financial Report for Rutherford County, Tennessee, for the year ended June 30, 2022.

Prior-year Federal Awards Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	FAL Number	Current Status
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OFFICE OF COUNTY MAYOR

2021	352	2021-001	The courthouse roofing project had deficiencies.	N/A	Corrected
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RUTHERFORD 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 Rutherford County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listing Number: 21.023 COVID 19 - Emergency Rental Assistance Program
 - * Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
 - * Assistance Listing Number: 84.425 COVID 19 - Elementary and Secondary School Emergency Relief Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$3,882,407**
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, is 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 plan, whether related to the financial statements or federal awards, is presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF DIRECTOR OF FINANCE

FINDING 2022-001

THE FINANCE DEPARTMENT FELL VICTIM TO FRAUDULENT SCHEMES RESULTING IN A LOSS OF \$32,893

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

While reconciling the payroll bank account, finance personnel discovered several fictitious Automatic Clearing House payments totaling \$62,976. On December 10, 2021, the director of finance completed a Fraud Reporting Form, filed a police report with the county sheriff's department, and contacted bank officials in an effort to recover the funds. On December 14, 2021, the bank replaced these missing funds. In addition, bank and/or county personnel identified numerous fraudulent checks clearing this same bank account. As of September 29, 2022, the county has not recovered \$32,893 of these fraudulent check transactions. This deficiency resulted from a lack of management oversight.

RECOMMENDATION

Management should evaluate and strengthen internal controls to prevent recurrences.

MANAGEMENT RESPONSE – DIRECTOR OF FINANCE

The events laid out in the finding are correct. As the incident has not been resolved by the bank's fraud department and is still under investigation, the bank has not restored the funds due to fraudulent checks clearing our payroll account. We await resolution from the bank's fraud department for the remaining unauthorized deductions to our account. Until the resolution of the investigation is complete, we consider the unrecovered funds as a reconciling item as we expect the funds to be restored.

I disagree that the "deficiency resulted from a lack of management oversight" since it was our existing internal controls that identified the irregularity in a timely manner. As to corrective action we have mitigated future fraud activity by purchasing additional bank services which include receiving notifications from the bank to quickly identify suspicious expenses and prevent frauds before they happen.

AUDITOR'S COMMENT

The improvements to internal controls noted above could have been implemented several months earlier when the suspicious transactions first occurred to help mitigate any additional fraud; therefore, we feel this deficiency resulted from a lack of management oversight.

FINDING 2022-002

THE CLERK AND MASTER WAS PAID IN EXCESS OF THE AMOUNT SET BY STATE STATUTE

(Noncompliance Under *Government Auditing Standards*)

An examination of the salaries paid to officials from the General Fund revealed the clerk and master was paid \$3,543 more than permitted by state statutes. The county commission amended the General Fund budget to cover this overpaid salary; however, the county commission did not address the effect of the overpaid salary on the salaries of other elected officials.

Approving the overpayment to the clerk and master appears to violate state statutes since salaries of other county officials were not adjusted proportionately. Section 8-24-102 *Tennessee Code Annotated*, establishes a minimum salary that shall be paid to county officials. This statute also provides that the county commission may appropriate more than the minimum, as long as all general officers of the county are paid the same. This statute also requires the compensation of the sheriff and chief administrative office of the county highway department must be 10 percent greater than the general officers of the county and the county mayor's compensation must be at least 5 percent higher than the salary paid to any other county constitutional officer. The general officers of the county include the assessor of property, county clerk, clerk and master, various clerks of court including the circuit, general sessions, and juvenile courts clerk, county trustee and register of deeds.

As of the date of this report, the county has not recovered the overpayment nor has the county commission made appropriations and additional payments, to the other general officers and constitutional officials as required by the above referenced statute. This noncompliance is due to a lack of management oversight.

RECOMMENDATION

County officials should be paid in accordance with state statutes. The county should take steps to recover the overpaid salaries.

MANAGEMENT RESPONSE – DIRECTOR OF FINANCE

I do concur with this finding. The commission's direction to the Finance Office was to provide premium/bonus pay to Rutherford County *unelected* officials. Since the Rutherford County Clerk and Master is an appointed position, he too was included in the calculation and payment of the premium pay. It was our oversight of the implication of paying this position as it relates to other constitutional officers. As noted in the finding, the Clerk and Master is considered a general officer of the county and paying additional monies to this position does

affect the pay for the other General Officers, Sheriff, Road Superintendent, and County Mayor. To comply with the statute, the additional funds paid to the Clerk and Master were recovered by November 10, 2022.

OFFICE OF COUNTY CLERK

FINDING 2022-003

EXCESS FEES WERE NOT REPORTED AND PAID TO THE COUNTY IN COMPLIANCE WITH STATE STATUTES

(Noncompliance Under *Government Auditing Standards*)

As part of our audit procedures for obtaining reasonable assurance that excess fees were properly remitted to the county, we examined the dates when excess fees were remitted, and the amount of excess fees retained by the office at the end of each quarter. Section 8-22-104, *Tennessee Code Annotated*, requires excess fees to be reported and paid to the county quarterly and authorizes the clerk to retain sufficient fees to operate the office for three months. Excess fees retained by the office exceeded statutory limits for one quarter covered by our examination totaling \$843,250. This deficiency was the result of a lack of management oversight.

RECOMMENDATION

The county clerk should report and pay excess fees to the county in compliance with state statute.

MANAGEMENT RESPONSE – COUNTY CLERK

No formal management's response was submitted. See the Corrective Action Plan for further details.

FINDING 2022-004

RUTHERFORD COUNTY CLERK'S OFFICE IS CURRENTLY UNDER INVESTIGATION

(Noncompliance Under *Government Auditing Standards*)

The Rutherford County Clerk's Office is currently under investigation by the state Department of Revenue. Findings, if any, resulting from this investigation will be included in a subsequent report.

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.

Rutherford 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 DIRECTOR OF FINANCE

2022-001	The finance department fell victim to fraudulent schemes resulting in a loss of \$32,893.	376
2022-002	The clerk and master was paid in excess of the amount set by state statute.	376

OFFICE OF COUNTY CLERK

2022-003	Excess fees were not reported and paid to the county in compliance with state statutes.	377
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Rutherford County, Tennessee

Finance Department

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Historic Courthouse, Ste. 201, Murfreesboro, TN 37130
Lisa Nolen, Finance Director (emeritus)

Phone: (615) 898-7795
Fax: (615) 904-7526
lnolen@rutherfordcountyttn.gov

Mr. Jeff Bailey, CPA, Legislative Audit Manager
Division of Local Government Audit
Cordell Hull Building
425 Rep. John Lewis Way N.
Nashville, TN 37243-3400

November 15, 2022

Dear Mr. Bailey,

Below are the required bulleted items for the county's corrective action plan to findings noted:

FINDING 2022-001.

- Preparer of the corrective action plan: Lisa A. Nolen, Finance Director
- Person responsible for implementing the correction action plan: Lisa A. Nolen, Finance Director; Teresa Jolly, Assistant Deputy Finance Director
- Specific corrective action taken: The finance office purchased additional bank services which include receiving immediate notifications from the bank to quickly identify suspicious expenses and prevent frauds before they happen. Daily verbal communications were held with the bank over any transaction occurred prior to the additional services being installed.
- Anticipated completion date of corrective action: All additional banking services were all in place by June 15, 2022.
- Is this a repeat finding? No.

FINDING 2022-002.

- Preparer of the corrective action plan: Lisa A. Nolen, Finance Director
- Person responsible for implementing the correction action plan: Teresa Jolly, Assistant Deputy Finance Director
- Specific corrective action taken: The finance office recouped the funds from the Rutherford County Clerk and Master.
- Anticipated completion date of corrective action: Funds were returned by November 10, 2022.
- Is this a repeat finding? No.

As stated above, please reach out if you need anything from me.

Sincerely,

Lisa A. Nolen, CPA, CGFM
Finance Director (emeritus)



Lisa Crowell
County Clerk

Lisa Crowell *Rutherford County Clerk*

319 North Maple Street, Suite 121
Murfreesboro, Tennessee 37130
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Corrective Action Plan

FINDING: EXCESS FEES WERE NOT REPORTED AND PAID TO THE COUNTY IN COMPLIANCE WITH STATE STATUTES. Section 8-22-104, *Tennessee Code Annotated*

Response and Correction Action Plan Prepared by: Lisa Duke Crowell, Rutherford County Clerk

Anticipated Completion date of Corrective Action: The Corrective Action Completion date was implemented on April 27, 2022.

Repeat Finding: No

Planned Corrective Action: The County Clerk and the Chief Deputy Clerk calendars have been marked as a reminder to remit excess fees ending in the months of March, June, September, and December of each year. We are checking and re-checking before the amounts are sent to the County Finance Department. We have also created a check list to ensure we are remitting the appropriate fees on schedule.

Signature: Lisa Duke Crowell 10/17/2022

BEST PRACTICE

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

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

RUTHERFORD COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF PURCHASING

Rutherford County operates under a private act that provides for a central system of accounting and budgeting covering all county departments under the supervision of the County Mayor, Highway Superintendent, and Director of Schools. However, Rutherford County has not adopted a central system of purchasing covering all departments. Sound business practices dictate that establishing a central system would significantly improve internal controls over the purchasing process. The absence of a central system of purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Rutherford County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of purchasing covering all county departments.