



ANNUAL FINANCIAL REPORT

Crockett County, Tennessee

For the Year Ended June 30, 2023

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
CROCKETT COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2023

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

LEE ANN WEST, CPA, CGFM
Audit Manager

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

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Summary of Audit Findings

Annual Financial Report
Crockett County, Tennessee
For the Year Ended June 30, 2023

Scope

We have audited the basic financial statements of Crockett County as of and for the year ended June 30, 2023.

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF COUNTY MAYOR

- ◆ Proper documentation was not always on file to support purchases.

OFFICE OF ROAD SUPERVISOR

- ◆ The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.
 - ◆ The office had deficiencies in purchasing procedures.
-



OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Competitive bids were not solicited for the purchase and installation of field turf, duct work, and cafeteria equipment.
 - ◆ The office had deficiencies in budget operations.
-

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

- ◆ Some investment transactions were not posted to the general ledger in Circuit Court.
- ◆ Unclaimed funds were not reported and paid to the state.



INTRODUCTORY SECTION

Crockett County Officials
June 30, 2023

Officials

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

Board of County Commissioners

Gary Reasons, County Mayor, Chairman
Harvey Bradshaw
Pat Branch
John Burgess
Jonathan Dodd
James Kyle East
Gary Emison
Jared Foust
Joseph Gibson, IV
David Gilpin
Bill Hooten
Ronde' Howell
Wayne Jernigan

Michael Laxton
Jerrel Little
Darrell Lowery
Charlie Moore
Carolyn Nance
Cayce Nanney
Drew Nanney
Michael Newman
Donald Prescott
Stacy Gibson Sartain
John Schwerdt
Lee Woods

Road Commission

William Beaird, Chairman
Andy Edwards
Daniel Hazelwood

Board of Education

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

Audit Committee

Donnie Bates, Chairman
Joe Gibson
Gary Williams

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Crockett County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Crockett County, Tennessee, as of June 30, 2023, and the respective changes in financial position and the respective budgetary comparison for the General, Other General Government, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Crockett County School Department (a discretely presented component unit), which represent 1.4 percent, 1.5 percent, and 3.3 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Crockett County School Department's Internal School Fund, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Crockett County, Tennessee, and to meet our other ethical responsibilities, in accordance with

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

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Crockett County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

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

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total other postemployment benefits liability and related ratios, as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Crockett County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Crockett County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing

standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Crockett County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Requirements by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 28, 2023, on our consideration of Crockett County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Crockett County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Crockett County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 28, 2023

JEM/tg

BASIC FINANCIAL STATEMENTS

Exhibit A

Crockett County, Tennessee
Statement of Net Position
June 30, 2023

	<u>Primary Governmental Activities</u>	<u>Component Unit Crockett County School Department</u>
<u>ASSETS</u>		
Cash	\$ 1,794	\$ 577,459
Equity in Pooled Cash and Investments	10,908,966	5,520,447
Accounts Receivable	1,603,569	5,060
Allowance for Uncollectibles	(1,300,640)	0
Due from Other Governments	703,012	1,137,566
Due from Component Units	76,830	0
Property Taxes Receivable	6,089,282	1,726,471
Allowance for Uncollectible Property Taxes	(88,468)	(59,627)
Accrued Interest Receivable	178	0
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	171,322
Net Pension Asset - Agent Plan	516,345	255,239
Net Pension Asset - Teacher Retirement Plan	0	43,893
Net Pension Asset - Teacher Legacy Pension Plan	0	2,454,382
Leases Receivable	0	801,479
Capital Assets:		
Assets Not Depreciated:		
Land	1,411,670	966,385
Construction in Progress	0	7,994,534
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	1,819,111	17,507,648
Infrastructure	4,029,472	156,267
Other Capital Assets	1,535,375	1,604,922
Total Assets	<u>\$ 27,306,496</u>	<u>\$ 40,863,447</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Amount on Refunding	\$ 10,606	\$ 0
Pension Changes in Experience	26,674	419,322
Pension Changes in Investment Earnings	36,469	73,831
Pension Changes in Assumptions	640,389	1,905,529
Pension Changes in Proportion	0	31,988
Pension Contributions After Measurement Date	290,042	786,789
OPEB Changes in Experience	0	216,413
OPEB Changes in Assumptions	13,453	15,838
OPEB Contributions After Measurement Date	856	0
Total Deferred Outflows of Resources	<u>\$ 1,018,489</u>	<u>\$ 3,449,710</u>

(Continued)

Exhibit A

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

	<u>Primary Governmental Activities</u>	<u>Component Unit Crockett County School Department</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 157,261
Accrued Interest Payable	166,990	0
Payroll Deductions Payable	0	5,036
Due to Primary Government	0	76,830
Noncurrent Liabilities:		
Due Within One Year - Debt	1,517,449	0
Due Within One Year - Other	27,000	0
Due in More Than One Year - Debt	16,044,889	0
Due in More Than One Year - Other	112,376	1,119,225
Total Liabilities	<u>\$ 17,868,704</u>	<u>\$ 1,358,352</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Current Property Taxes	\$ 5,933,964	\$ 1,551,928
Deferred Lease Revenue	0	801,479
Pension Changes in Experience	357,383	618,046
Pension Changes in Proportion	0	26,901
OPEB Changes in Experience	72,291	178,641
OPEB Changes in Assumptions	58,251	204,619
Total Deferred Inflows of Resources	<u>\$ 6,421,889</u>	<u>\$ 3,381,614</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 8,429,287	\$ 28,229,756
Restricted for:		
General Government	2,225,811	0
Finance	34,940	0
Administration of Justice	74,528	0
Public Safety	52,510	0
Public Health & Welfare	85,171	0
Highways/Public Works	3,441,025	0
Education	0	577,301
Support Services	0	20,238
Operation of Non-instructional Services	0	869,936
Hybrid Retirement Stabilization Funds	0	171,322
Pensions	516,345	2,753,514
Unrestricted	(10,825,225)	6,951,124
Total Net Position	<u>\$ 4,034,392</u>	<u>\$ 39,573,191</u>

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

Exhibit B

Crockett County, Tennessee
Statement of Activities
For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component
					Governmental Total Governmental Activities	Unit Crockett County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 1,320,183	\$ 117,971	\$ 3,000,547	\$ 139,156	\$ 1,937,491	\$ 0
Finance	600,935	464,648	0	0	(136,287)	0
Administration of Justice	776,884	231,058	69,099	0	(476,727)	0
Public Safety	3,417,511	109,801	17,262	0	(3,290,448)	0
Public Health and Welfare	2,197,187	780,078	154,535	0	(1,262,574)	0
Social, Cultural, and Recreational Services	612,996	11,780	86,805	0	(514,411)	0
Agriculture and Natural Resources	227,205	0	0	0	(227,205)	0
Highway/Public Works	2,155,980	0	2,063,486	487,800	395,306	0
Education	2,404,605	0	0	166,342	(2,238,263)	0
Interest on Long-term Debt	289,525	0	118,016	260,021	88,512	0
Total Primary Government	<u>\$ 14,003,011</u>	<u>\$ 1,715,336</u>	<u>\$ 5,509,750</u>	<u>\$ 1,053,319</u>	<u>\$ (5,724,606)</u>	<u>\$ 0</u>
Component Unit:						
Crockett County School Department	\$ 22,204,968	\$ 310,143	\$ 7,477,096	\$ 2,151,204	0	\$ (12,266,525)
Total Component Unit	<u>\$ 22,204,968</u>	<u>\$ 310,143</u>	<u>\$ 7,477,096</u>	<u>\$ 2,151,204</u>	<u>0</u>	<u>\$ (12,266,525)</u>

(Continued)

Exhibit B

Crockett County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component
					Governmental Total Activities	Unit Crockett County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 5,649,199	\$ 1,656,610
Property Taxes Levied for Debt Service					306,025	0
Local Option Sales Tax					1,569,321	844,011
Wheel Tax					775,455	148,746
Business Tax					150,212	0
Wholesale Beer Tax					63,407	0
Other Local Taxes					71,903	478
Grants and Contributions Not Restricted to Specific Programs					590,253	13,684,374
Unrestricted Investment Income					129,902	120,388
Miscellaneous					47,891	137,181
Total General Revenues					<u>\$ 9,353,568</u>	<u>\$ 16,591,788</u>
Change in Net Position					\$ 3,628,962	\$ 4,325,263
Net Position, July 1, 2022					<u>405,430</u>	<u>35,247,928</u>
Net Position, June 30, 2023					<u>\$ 4,034,392</u>	<u>\$ 39,573,191</u>

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

Exhibit C-1

Crockett County, Tennessee
 Balance Sheet
 Governmental Funds
 June 30, 2023

	Major Funds				Nonmajor	Total
	General	Other General Government	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
<u>ASSETS</u>						
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,794	\$ 1,794
Equity in Pooled Cash and Investments	1,712,979	2,205,827	3,714,448	2,713,526	562,186	10,908,966
Accounts Receivable	1,602,304	0	0	0	1,265	1,603,569
Allowance for Uncollectibles	(1,300,640)	0	0	0	0	(1,300,640)
Due from Other Governments	141,372	0	351,311	210,329	0	703,012
Due from Other Funds	1,794	0	0	0	31,731	33,525
Due from Component Units	76,830	0	0	0	0	76,830
Property Taxes Receivable	5,790,586	0	0	298,696	0	6,089,282
Allowance for Uncollectible Property Taxes	(81,876)	0	0	(6,592)	0	(88,468)
Accrued Interest Receivable	0	178	0	0	0	178
Total Assets	\$ 7,943,349	\$ 2,206,005	\$ 4,065,759	\$ 3,215,959	\$ 596,976	\$ 18,028,048
<u>LIABILITIES</u>						
Due to Other Funds	\$ 31,731	\$ 0	\$ 0	\$ 0	\$ 1,794	\$ 33,525
Total Liabilities	\$ 31,731	\$ 0	\$ 0	\$ 0	\$ 1,794	\$ 33,525
<u>DEFERRED INFLOWS OF RESOURCES</u>						
Deferred Current Property Taxes	\$ 5,651,395	\$ 0	\$ 0	\$ 282,569	\$ 0	\$ 5,933,964
Deferred Delinquent Property Taxes	53,232	0	0	8,855	0	62,087
Other Deferred/Unavailable Revenue	267,562	0	170,282	106,235	0	544,079
Total Deferred Inflows of Resources	\$ 5,972,189	\$ 0	\$ 170,282	\$ 397,659	\$ 0	\$ 6,540,130

(Continued)

Exhibit C-1

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

	Major Funds				Nonmajor	Total
	General	Other General Government	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
<u>FUND BALANCES</u>						
Restricted:						
Restricted for General Government	\$ 61,100	\$ 0	\$ 0	\$ 0	\$ 0	\$ 61,100
Restricted for General Government - American Rescue Plan Act	0	2,206,005	0	0	0	2,206,005
Restricted for Finance	34,940	0	0	0	0	34,940
Restricted for Administration of Justice	74,528	0	0	0	0	74,528
Restricted for Public Safety	4,750	0	0	0	47,760	52,510
Restricted for Public Health and Welfare	52,024	0	0	0	0	52,024
Restricted for Highways/Public Works	0	0	3,337,743	0	0	3,337,743
Committed:						
Committed for General Government	310,771	0	0	0	56,394	367,165
Committed for Public Health and Welfare	0	0	0	0	491,028	491,028
Committed for Highways/Public Works	0	0	557,734	0	0	557,734
Committed for Debt Service	0	0	0	2,818,300	0	2,818,300
Unassigned	1,401,316	0	0	0	0	1,401,316
Total Fund Balances	<u>\$ 1,939,429</u>	<u>\$ 2,206,005</u>	<u>\$ 3,895,477</u>	<u>\$ 2,818,300</u>	<u>\$ 595,182</u>	<u>\$ 11,454,393</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,943,349</u>	<u>\$ 2,206,005</u>	<u>\$ 4,065,759</u>	<u>\$ 3,215,959</u>	<u>\$ 596,976</u>	<u>\$ 18,028,048</u>

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

Crockett County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2023

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)		\$ 11,454,393	
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	1,411,670	
Add: buildings and improvements net of accumulated depreciation		1,819,111	
Add: infrastructure net of accumulated depreciation		4,029,472	
Add: other capital assets net of accumulated depreciation		<u>1,535,375</u>	8,795,628
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: notes payable	\$	(7,626,370)	
Less: bonds payable		(9,699,936)	
Less: compensated absences payable		(67,000)	
Less: net OPEB liability		(72,376)	
Add: deferred amount on refunding		10,606	
Less: accrued interest payable		(166,990)	
Less: unamortized premium on debt		<u>(236,032)</u>	(17,858,098)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	993,574	
Less: deferred inflows of resources related to pensions		(357,383)	
Add: deferred outflows of resources related to OPEB		14,309	
Less: deferred inflows of resources related to OPEB		<u>(130,542)</u>	519,958
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			516,345
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>606,166</u>
Net position of governmental activities (Exhibit A)			<u>\$ 4,034,392</u>

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

Exhibit C-3

Crockett County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

	Major Funds				
	General	Other General Government	Highway / Public Works	General Debt Service	Education Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 6,400,244	\$ 0	\$ 431,539	\$ 1,853,750	\$ 0
Licenses and Permits	56,125	0	0	0	0
Fines, Forfeitures, and Penalties	50,296	0	0	0	0
Charges for Current Services	906,913	0	0	0	0
Other Local Revenues	69,063	1,747	407	194,412	0
Fees Received From County Officials	687,745	0	0	0	0
State of Tennessee	927,351	0	2,566,772	0	0
Federal Government	150,466	2,764,011	0	0	0
Other Governments and Citizens Groups	24,600	0	0	426,378	0
Total Revenues	<u>\$ 9,272,803</u>	<u>\$ 2,765,758</u>	<u>\$ 2,998,718</u>	<u>\$ 2,474,540</u>	<u>\$ 0</u>
<u>Expenditures</u>					
Current:					
General Government	\$ 887,919	\$ 65,273	\$ 0	\$ 0	\$ 0
Finance	530,432	0	0	0	0
Administration of Justice	641,509	0	0	0	0
Public Safety	2,874,389	195,050	0	0	0
Public Health and Welfare	1,573,078	144,812	0	0	0
Social, Cultural, and Recreational Services	504,602	0	0	0	0
Agriculture and Natural Resources	198,793	0	0	0	0
Other Operations	1,327,866	155,159	0	0	0
Highways	0	0	2,548,874	0	0
Debt Service:					
Principal on Debt	0	0	0	1,554,929	0
Interest on Debt	0	0	0	359,003	0
Other Debt Service	0	0	0	275,615	0

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Other General Government	Highway / Public Works	General Debt Service	Education Capital Projects
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	2,151,204
Total Expenditures	\$ 8,538,588	\$ 560,294	\$ 2,548,874	\$ 2,189,547	\$ 2,151,204
Excess (Deficiency) of Revenues Over Expenditures	\$ 734,215	\$ 2,205,464	\$ 449,844	\$ 284,993	\$ (2,151,204)
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	2,151,204
Insurance Recovery	106,879	0	23,638	0	0
Total Other Financing Sources (Uses)	\$ 106,879	\$ 0	\$ 23,638	\$ 0	\$ 2,151,204
Net Change in Fund Balances	\$ 841,094	\$ 2,205,464	\$ 473,482	\$ 284,993	\$ 0
Fund Balance, July 1, 2022	1,098,335	541	3,421,995	2,533,307	0
Fund Balance, June 30, 2023	\$ 1,939,429	\$ 2,206,005	\$ 3,895,477	\$ 2,818,300	\$ 0

(Continued)

Exhibit C-3

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		Funds
<u>Revenues</u>			
Local Taxes	\$ 63,407	\$	8,748,940
Licenses and Permits	0		56,125
Fines, Forfeitures, and Penalties	6,729		57,025
Charges for Current Services	18,560		925,473
Other Local Revenues	0		265,629
Fees Received From County Officials	0		687,745
State of Tennessee	406,596		3,900,719
Federal Government	0		2,914,477
Other Governments and Citizens Groups	0		450,978
Total Revenues	<u>\$ 495,292</u>	<u>\$</u>	<u>18,007,111</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 0	\$	953,192
Finance	0		530,432
Administration of Justice	0		641,509
Public Safety	6,650		3,076,089
Public Health and Welfare	319,434		2,037,324
Social, Cultural, and Recreational Services	0		504,602
Agriculture and Natural Resources	0		198,793
Other Operations	360,528		1,843,553
Highways	0		2,548,874
Debt Service:			
Principal on Debt	0		1,554,929
Interest on Debt	0		359,003
Other Debt Service	0		275,615

(Continued)

Exhibit C-3

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

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other Govern- mental Funds		Governmental Funds
<hr/>			
<u>Expenditures (Cont.)</u>			
Capital Projects	\$ 0	\$	2,151,204
Total Expenditures	<u>\$ 686,612</u>	<u>\$</u>	<u>16,675,119</u>
 Excess (Deficiency) of Revenues Over Expenditures	 <u>\$ (191,320)</u>	 <u>\$</u>	 <u>1,331,992</u>
 <u>Other Financing Sources (Uses)</u>			
Notes Issued	\$ 0	\$	2,151,204
Insurance Recovery	0		130,517
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$</u>	<u>2,281,721</u>
 Net Change in Fund Balances	 <u>\$ (191,320)</u>	 <u>\$</u>	 <u>3,613,713</u>
Fund Balance, July 1, 2022	<u>786,502</u>		<u>7,840,680</u>
 Fund Balance, June 30, 2023	 <u>\$ 595,182</u>	 <u>\$</u>	 <u>11,454,393</u>

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

Exhibit C-4

Crockett County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2023

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)		\$ 3,613,713
(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	\$ 1,531,338	
Less: current-year depreciation expense	<u>(874,123)</u>	657,215
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 606,166	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(1,099,320)</u>	(493,154)
(3) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on notes	\$ 88,251	
Add: principal payments on other loan	116,614	
Add: principal payments on bonds	1,350,064	
Less: note proceeds	<u>(2,151,204)</u>	
Add: change in premium on debt issuances	118,016	
Less: change in deferred amount on refunding debt	<u>(10,262)</u>	(488,521)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 79,740	
Change in compensated absences payable	2,730	
Change in net pension asset	<u>(1,372,062)</u>	
Change in deferred outflows related to pensions	(147,679)	
Change in deferred inflows related to pensions	1,767,533	
Change in net OPEB liability	44,695	
Change in deferred outflows related to OPEB	<u>(4,570)</u>	
Change in deferred inflows related to OPEB	<u>(30,678)</u>	339,709
Change in net position of governmental activities (Exhibit B)		<u>\$ 3,628,962</u>

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

Exhibit C-5

Crockett County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 6,400,244	\$ 6,152,099	\$ 6,152,099	\$ 248,145
Licenses and Permits	56,125	52,665	52,665	3,460
Fines, Forfeitures, and Penalties	50,296	62,300	62,300	(12,004)
Charges for Current Services	906,913	786,550	786,550	120,363
Other Local Revenues	69,063	41,500	41,500	27,563
Fees Received From County Officials	687,745	673,500	673,500	14,245
State of Tennessee	927,351	867,774	867,774	59,577
Federal Government	150,466	36,500	36,500	113,966
Other Governments and Citizens Groups	24,600	4,000	4,000	20,600
Total Revenues	\$ 9,272,803	\$ 8,676,888	\$ 8,676,888	\$ 595,915
<u>Expenditures</u>				
<u>General Government</u>				
County Commission	\$ 18,351	\$ 18,668	\$ 18,668	\$ 317
Board of Equalization	130	250	250	120
Beer Board	200	200	200	0
County Mayor/Executive	216,910	218,988	218,988	2,078
County Attorney	800	1,000	1,000	200
Election Commission	181,030	211,610	211,610	30,580
Register of Deeds	119,954	120,403	121,358	1,404
County Buildings	350,544	361,484	402,201	51,657
<u>Finance</u>				
Accounting and Budgeting	6,443	6,470	6,470	27
Property Assessor's Office	156,597	154,423	156,923	326
County Trustee's Office	180,890	181,398	181,398	508
County Clerk's Office	186,502	190,472	190,472	3,970
<u>Administration of Justice</u>				
Circuit Court	250,280	255,709	255,709	5,429
General Sessions Judge	110,781	110,771	110,996	215
Drug Court	69,518	80,554	80,554	11,036
Chancery Court	127,645	127,953	127,953	308
Juvenile Court	74,285	83,465	83,686	9,401
Other Administration of Justice	9,000	9,000	9,000	0
<u>Public Safety</u>				
Sheriff's Department	1,288,800	1,339,333	1,339,333	50,533
Jail	1,428,327	1,331,059	1,520,437	92,110
Juvenile Services	0	500	500	500
Fire Prevention and Control	78,566	75,562	78,566	0
Civil Defense	52,165	66,365	66,365	14,200
Rescue Squad	10,000	10,000	10,000	0
Other Emergency Management	9,694	0	9,695	1
County Coroner/Medical Examiner	6,837	12,000	12,000	5,163
<u>Public Health and Welfare</u>				
Local Health Center	117,196	181,446	181,446	64,250
Rabies and Animal Control	41,246	38,935	41,515	269
Ambulance/Emergency Medical Services	1,317,316	1,366,670	1,366,670	49,354
Maternal and Child Health Services	4,000	4,000	4,000	0
Alcohol and Drug Programs	5,165	5,165	5,165	0

(Continued)

Exhibit C-5

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Expenditures (Cont.)</u>				
<u>Public Health and Welfare (Cont.)</u>				
Crippled Children Services	\$ 1,650	\$ 1,650	\$ 1,650	\$ 0
Other Local Health Services	2,000	2,000	2,000	0
Appropriation to State	42,110	42,900	42,900	790
Other Local Welfare Services	0	1,200	1,200	1,200
Waste Pickup	42,395	45,516	45,516	3,121
Other Public Health and Welfare	0	10,000	10,000	10,000
<u>Social, Cultural, and Recreational Services</u>				
Adult Activities	323,937	310,746	335,753	11,816
Libraries	162,403	146,604	173,710	11,307
Parks and Fair Boards	8,262	10,075	10,075	1,813
Other Social, Cultural, and Recreational	10,000	10,000	10,000	0
<u>Agriculture and Natural Resources</u>				
Agricultural Extension Service	80,870	92,018	92,018	11,148
Soil Conservation	106,671	117,496	117,496	10,825
Flood Control	11,252	10,717	11,252	0
<u>Other Operations</u>				
Veterans' Services	31,279	34,080	34,080	2,801
Other Charges	341,926	333,930	342,430	504
Contributions to Other Agencies	47,300	47,300	47,300	0
Employee Benefits	837,249	949,922	949,922	112,673
Miscellaneous	70,112	83,150	85,125	15,013
Total Expenditures	\$ 8,538,588	\$ 8,813,157	\$ 9,125,555	\$ 586,967
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 734,215	\$ (136,269)	\$ (448,667)	\$ 1,182,882
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 106,879	\$ 0	\$ 0	\$ 106,879
Total Other Financing Sources	\$ 106,879	\$ 0	\$ 0	\$ 106,879
Net Change in Fund Balance				
Fund Balance, July 1, 2022	\$ 1,098,335	\$ 1,103,020	\$ 1,103,020	\$ (4,685)
Fund Balance, June 30, 2023	\$ 1,939,429	\$ 966,751	\$ 654,353	\$ 1,285,076

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

Exhibit C-6

Crockett County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Other General Government Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 1,747	\$ 0	\$ 0	\$ 1,747
Federal Government	2,764,011	0	0	2,764,011
Total Revenues	<u>\$ 2,765,758</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,765,758</u>
<u>Expenditures</u>				
<u>General Government</u>				
County Buildings	\$ 65,273	\$ 0	\$ 65,273	\$ 0
<u>Public Safety</u>				
Sheriff's Department	168,690	0	168,690	0
Rescue Squad	26,360	0	26,360	0
<u>Public Health and Welfare</u>				
Rabies and Animal Control	43,278	0	43,278	0
Ambulance/Emergency Medical Services	86,189	0	86,189	0
Convenience Centers	15,345	0	15,345	0
<u>Other Operations</u>				
Industrial Development	155,156	0	155,156	0
Other Charges	3	0	5	2
<u>Capital Projects</u>				
American Rescue Plan Act Grant #1	0	310,000	0	0
Total Expenditures	<u>\$ 560,294</u>	<u>\$ 310,000</u>	<u>\$ 560,296</u>	<u>\$ 2</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,205,464</u>	<u>\$ (310,000)</u>	<u>\$ (560,296)</u>	<u>\$ 2,765,760</u>
Net Change in Fund Balance	\$ 2,205,464	\$ (310,000)	\$ (560,296)	\$ 2,765,760
Fund Balance, July 1, 2022	541	2,764,011	2,764,011	(2,763,470)
Fund Balance, June 30, 2023	<u>\$ 2,206,005</u>	<u>\$ 2,454,011</u>	<u>\$ 2,203,715</u>	<u>\$ 2,290</u>

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

Exhibit C-7

Crockett County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 431,539	\$ 415,070	\$ 415,070	\$ 16,469
Other Local Revenues	407	10,250	10,250	(9,843)
State of Tennessee	2,566,772	2,833,358	2,833,358	(266,586)
Other Governments and Citizens Groups	0	2,500	2,500	(2,500)
Total Revenues	<u>\$ 2,998,718</u>	<u>\$ 3,261,178</u>	<u>\$ 3,261,178</u>	<u>\$ (262,460)</u>
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 226,090	\$ 246,462	\$ 246,462	\$ 20,372
Highway and Bridge Maintenance	807,802	1,547,000	1,547,000	739,198
Operation and Maintenance of Equipment	394,750	519,250	519,250	124,500
Other Charges	126,451	141,250	141,250	14,799
Employee Benefits	226,651	281,450	281,450	54,799
Capital Outlay	767,130	1,386,000	1,386,000	618,870
Total Expenditures	<u>\$ 2,548,874</u>	<u>\$ 4,121,412</u>	<u>\$ 4,121,412</u>	<u>\$ 1,572,538</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 449,844</u>	<u>\$ (860,234)</u>	<u>\$ (860,234)</u>	<u>\$ 1,310,078</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 23,638	\$ 0	\$ 0	\$ 23,638
Total Other Financing Sources	<u>\$ 23,638</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 23,638</u>
Net Change in Fund Balance	\$ 473,482	\$ (860,234)	\$ (860,234)	\$ 1,333,716
Fund Balance, July 1, 2022	<u>3,421,995</u>	<u>3,601,041</u>	<u>3,601,041</u>	<u>(179,046)</u>
Fund Balance, June 30, 2023	<u>\$ 3,895,477</u>	<u>\$ 2,740,807</u>	<u>\$ 2,740,807</u>	<u>\$ 1,154,670</u>

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

Exhibit D-1

Crockett County, Tennessee
Statement of Net Position
Fiduciary Funds
June 30, 2023

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,293,269
Equity in Pooled Cash and Investments	5,304
Accounts Receivable	14,171
Due from Other Governments	209,870
Property Taxes Receivable	602,423
Allowance for Uncollectible Property Taxes	(23,319)
Total Assets	<u>\$ 2,101,718</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	<u>\$ 218,531</u>
Total Liabilities	<u>\$ 218,531</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Deferred Current Property Taxes	<u>\$ 575,747</u>
Total Deferred Inflows of Resources	<u>\$ 575,747</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 1,307,440</u>
Total Net Position	<u>\$ 1,307,440</u>

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

Exhibit D-2

Crockett County, Tennessee
Statement of Changes in Net Position
Fiduciary Funds
For the Year Ended June 30, 2023

	<u>Custodial Funds</u>
<u>ADDITIONS</u>	
Sales Tax Collections for Other Governments	\$ 823,800
ADA - Educational Funds Collected for Cities	906,341
Fines/Fees and Other Collections	<u>4,358,511</u>
Total Additions	<u>\$ 6,088,652</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections to Other Governments	\$ 823,800
Payments to City School Systems	906,341
Payments to State	1,737,480
Payments to Cities, Individuals, and Others	<u>2,121,290</u>
Total Deductions	<u>\$ 5,588,911</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 499,741
Net Position, July 1, 2022	<u>807,699</u>
Net Position, June 30, 2023	<u>\$ 1,307,440</u>

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

CROCKETT COUNTY, TENNESSEE

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CROCKETT COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

Crockett County is a public municipal corporation governed by an elected 24-member board. As required by GAAP, these financial statements present Crockett County (the primary government) and its component units. The financial statements of the Crockett County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of this omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

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

The Crockett County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Crockett County, and the Crockett County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Crockett County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Crockett County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department are included in this report as listed in the table of

contents. Complete financial statements of the Crockett County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

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

B. Government-wide and Fund Financial Statements

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

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

Crockett County issues all debt for the discretely presented Crockett County School Department. Net debt issues totaling \$2,151,204 were contributed by the county to the school department during the year ended June 30, 2023.

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

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

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

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

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

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

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

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

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

Crockett County reports the following major governmental funds:

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

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

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

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

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

Additionally, Crockett County reports the following fund type:

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

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

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

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

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

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

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY23) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY22) are presented in this report. We do not believe using the prior year balances will affect the independent auditor’s opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

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

1. Deposits and Investments

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

federal government sponsored enterprises; and the county's own legally issued bonds or notes.

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

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

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

All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.06 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.

Lease receivables and deferred inflows of resources are recognized in the governmental funds and government-wide financial statements. At the commencement of a lease, a lease receivable is initially measured at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable and deferred inflow are reduced by the principal portion of lease payments received. Interest received from the lessee is recognized as revenue when received. Any accumulated interest on June 30 will result in accrued interest receivable in the governmental funds and government-wide financial statements.

3. Restricted Assets

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

4. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	25 - 50
Other Capital Assets	3 - 20
Infrastructure:	
Roads	8 - 20
Bridges	15 - 30

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for a deferred charge on refunding, pension and OPEB changes in experience, pension changes in investment earnings, 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, deferred lease receivables, pension and OPEB changes in experience, pension changes in proportionate share, OPEB changes in assumptions and various receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Compensated Absences

The policy of Crockett County (with the exception of the highway department) does not provide for employees to receive compensation for unused accumulated vacation or sick leave days. The highway

department permits its employees to accumulate a limited amount of earned but unused sick leave benefits, which will be paid to employees upon death or retirement from county service. A liability for sick leave benefits is reported in governmental funds only if amounts have matured, for example, as a result of employee retirements.

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

7. Long-term Debt and Long-term Obligations

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

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

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

8. Net Position and Fund Balance

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

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

As of June 30, 2023, Crockett County had \$16,969,406 in outstanding debt for capital purposes for the discretely presented Crockett County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Alamo and City of Bells School Systems) based on average daily attendance proration. This debt is a liability of Crockett County, but the capital assets acquired are reported in the financial statements of the school department and the City of Alamo and the City of Bells School Systems. Therefore, Crockett County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

E. Pension Plans

Primary Government

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

Discretely Presented Crockett County School Department

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

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

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

Discretely Presented Crockett County School Department

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

Primary Government

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

Discretely Presented Crockett County School Department

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

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

Primary Government

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

Discretely Presented Crockett County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund and the school department's Internal School Fund (special revenue funds), which are not budgeted, and the capital projects funds, which adopt project length budgets. All annual appropriations lapse at fiscal year-end.

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

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

transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

B. Investigation

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

C. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations and other uses approved by the county commission in two major appropriations categories (the legal level on control) of the School Transportation Fund by \$163 and \$1,099. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by available fund balance.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of three methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 90 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under

this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair 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, 2023, Crockett County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee’s investment pool. Separate disclosures concerning pooled investments cannot be made for Crockett County and the discretely presented Crockett County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	1 to 46	\$ 6,029,418

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Crockett County has no investment policy that would further limit its investment choices. As of June 30, 2023, Crockett County’s investment in the State Treasurer’s Investment Pool was unrated.

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

TCRS Stabilization Trust

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

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

On June 30, 2023, the Crockett County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 53,111
Developed Market International Equity	N/A	N/A	23,985
Emerging Market International Equity	N/A	N/A	6,853
U.S. Fixed Income	N/A	N/A	34,264
Real Estate	N/A	N/A	17,132
Short-term Securities	N/A	N/A	1,713
NAV - Private Equity and Strategic Lending	N/A	N/A	34,264
 Total			\$ 171,322

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department’s investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag20045.pdf>.

B. Lease Receivable

On June 1, 2022, the Crockett County Board of Education entered into a lease agreement with the Pictsweet Company for the sponsorship of a turf field and scoreboard. As of July 1, 2022, the remaining term was nine years, and the school department will be receiving yearly payments of \$110,000. An initial lease receivable was recorded in the amount of \$892,513 during the current fiscal year. The school department recognized \$91,034 in lease revenue and \$18,966 in interest revenue during the current fiscal year related to this lease. The lease has an annual interest rate of 2.125 percent. As of June 30, 2023, the lease receivable balance was \$801,479.

The future receipts of the lease receivable include:

Year Ending June 30	Turf & Scoreboard Lease		
	Principal	Interest	Total
2024	\$ 92,969	\$ 17,031	\$ 110,000
2025	94,944	15,056	110,000
2026	96,962	13,038	110,000
2027	99,022	10,978	110,000
2028	101,126	8,874	110,000
2029-2031	316,456	13,544	330,000
Total	<u>\$ 801,479</u>	<u>\$ 78,521</u>	<u>\$ 880,000</u>

C. PPP Receivable

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

D. Capital Assets

Capital assets activity for the year ended June 30, 2023, was as follows:

Primary Government - Governmental Activities:

	Balance 7-1-22	Increases	Balance 6-30-23
Capital Assets			
Not Depreciated:			
Land	\$ 896,630	\$ 515,040	\$ 1,411,670
Total Capital Assets			
Not Depreciated	\$ 896,630	\$ 515,040	\$ 1,411,670
Capital Assets Depreciated:			
Buildings and			
Improvements	\$ 6,651,412	\$ 0	\$ 6,651,412
Infrastructure	5,210,009	487,800	5,697,809
Other Capital Assets	6,417,310	528,498	6,945,808
Total Capital Assets			
Depreciated	\$ 18,278,731	\$ 1,016,298	\$ 19,295,029
Less Accumulated			
Depreciation For:			
Buildings and			
Improvements	\$ 4,681,519	\$ 150,782	\$ 4,832,301
Infrastructure	1,477,133	191,204	1,668,337
Other Capital Assets	4,878,296	532,137	5,410,433
Total Accumulated			
Depreciation	\$ 11,036,948	\$ 874,123	\$ 11,911,071
Total Capital Assets			
Depreciated, Net	\$ 7,241,783	\$ 142,175	\$ 7,383,958
Governmental Activities			
Capital Assets, Net	\$ 8,138,413	\$ 657,215	\$ 8,795,628

There were no decreases in capital assets to report during the year ended June 30, 2023.

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

Governmental Activities:

General Government	\$ 103,030
Public Safety	102,914
Public Health and Welfare	164,062
Social, Cultural, and Recreational Services	35,896
Highway/Public Works	<u>468,221</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 874,123</u>

Net Investment in Capital Assets

Capital Assets	\$ 8,795,628
Less:	
Outstanding principal of capital debt and other capital borrowings	(356,900)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(9,441)</u>
Net Investment in Capital Assets	<u>\$ 8,429,287</u>

**Discretely Presented Crockett County School Department –
Governmental Activities:**

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Land	\$ 966,385	\$ 0	\$ 0	\$ 966,385
Construction in Progress	4,812,650	3,330,206	(148,322)	7,994,534
Total Capital Assets Not Depreciated	<u>\$ 5,779,035</u>	<u>\$ 3,330,206</u>	<u>\$ (148,322)</u>	<u>\$ 8,960,919</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 27,738,535	\$ 1,353,462	\$ 0	\$ 29,091,997
Infrastructure	669,033	0	0	669,033
Other Capital Assets	4,440,132	691,810	(132,960)	4,998,982
Total Capital Assets Depreciated	<u>\$ 32,847,700</u>	<u>\$ 2,045,272</u>	<u>\$ (132,960)</u>	<u>\$ 34,760,012</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 11,018,838	\$ 565,511	\$ 0	\$ 11,584,349
Infrastructure	484,009	28,757	0	512,766
Other Capital Assets	3,201,838	325,182	(132,960)	3,394,060
Total Accumulated Depreciation	<u>\$ 14,704,685</u>	<u>\$ 919,450</u>	<u>\$ (132,960)</u>	<u>\$ 15,491,175</u>
Total Capital Assets Depreciated, Net	<u>\$ 18,143,015</u>	<u>\$ 1,125,822</u>	<u>\$ 0</u>	<u>\$ 19,268,837</u>
Governmental Activities Capital Assets, Net	<u>\$ 23,922,050</u>	<u>\$ 4,456,028</u>	<u>\$ (148,322)</u>	<u>\$ 28,229,756</u>

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

Governmental Activities:

Instruction	\$ 510,585
Support Services	359,944
Operation of Non-instructional Services	<u>48,921</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 919,450</u></u>

E. Construction Commitments

At June 30, 2023, the discretely presented school department's Education Capital Project Fund had uncompleted construction contracts of approximately \$3,216,822 for school construction. Funding for these future expenditures is expected to be received from bond anticipation note proceeds.

F. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2023, was as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 1,794
Nonmajor governmental	General	31,731

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

Due to/from Primary Government and Component Unit:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Component Unit: School Department: General Purpose School	\$ 76,830

Interfund Transfers:

Interfund transfers for the year ended June 30, 2023, consisted of the following amount:

Discretely Presented Crockett County School Department

Transfers Out	Transfers In		Purpose
	General Purpose School Fund	School Federal Projects Fund	
General Purpose School Fund	\$ 0	\$ 170,000	Cash flow funds
School Transportation Fund	369,677	0	School transportation
Total	\$ 369,677	\$ 170,000	

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them.

G. Long-term Debt

Primary Government

General Obligation Bonds, Notes and Other Loan

General Obligation Bonds - Crockett County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 38 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Crockett County issues capital outlay notes to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes outstanding were issued for original terms of up to 12 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes included in

long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

General obligation bonds and capital outlay notes outstanding as of June 30, 2023, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Amount of Issue	Balance 6-30-23
General Obligation Bonds	2.125 %	7-15-59	\$ 7,200,000	\$ 7,074,936
General Obligation Bonds - Refunding	5	4-1-25	8,300,000	2,625,000
Direct Borrowing and Placement:				
Capital Outlay Notes	Variable to 5	8-1-30	8,271,430	7,626,370

The annual requirements to amortize all general obligation bonds and notes outstanding as of June 30, 2023, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 1,427,722	\$ 281,592	\$ 1,709,314
2025	1,455,436	213,878	1,669,314
2026	133,207	144,857	278,064
2027	136,038	142,026	278,064
2028	138,929	139,135	278,064
2029-2033	740,203	650,117	1,390,320
2034-2038	822,263	568,057	1,390,320
2039-2043	913,423	476,897	1,390,320
2044-2048	1,014,687	375,633	1,390,320
2049-2053	1,127,177	263,143	1,390,320
2054-2058	1,252,139	138,181	1,390,320
2059-2060	538,712	17,230	555,942
Total	\$ 9,699,936	\$ 3,410,746	\$ 13,110,682

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2024	\$ 89,727	\$ 356,889	\$ 446,616
2025	7,416,237	63,600	7,479,837
2026	34,748	5,670	40,418
2027	15,483	4,343	19,826
2028	16,268	3,558	19,826
2029-2031	53,907	5,564	59,471
Total	\$ 7,626,370	\$ 439,624	\$ 8,065,994

There is \$2,818,300 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$697 based on the 2020 federal census. Total debt per capita, including bonds, notes, and unamortized debt premiums totaled \$1,262, based on the 2020 federal census.

The school department is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below.

Description of Debt	Outstanding 6-30-23
<u>Bonds Payable</u>	
<u>Contributions from the General Purpose School Fund</u>	
General Obligation Refunding, Series 2018	\$ 2,625,000
General Obligation School Bonds, Series 2021	7,074,936
Total	<u>\$ 9,699,936</u>

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2023, was as follows:

Governmental Activities:			
	Bonds	Notes - Direct Placement	Other Loan - Direct Placement
Balance, July 1, 2022	\$ 11,050,000	\$ 5,563,417	\$ 116,614
Additions	0	2,151,204	0
Reductions	(1,350,064)	(88,251)	(116,614)
Balance, June 30, 2023	<u>\$ 9,699,936</u>	<u>\$ 7,626,370</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 1,427,722</u>	<u>\$ 89,727</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2023	\$ 17,326,306
Less: Balance Due Within One Year - Debt	(1,517,449)
Add: Unamortized Premium on Debt	<u>236,032</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 16,044,889</u>

H. Long-term Obligations

Primary Government

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2023, was as follows:

Governmental Activities:		
	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2022	\$ 69,730	\$ 117,071
Additions	35,298	17,793
Reductions	(38,028)	(62,488)
Balance, June 30, 2023	<u>\$ 67,000</u>	<u>\$ 72,376</u>
Balance Due Within One Year	<u>\$ 27,000</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2023	\$ 139,376
Less: Balance Due Within One Year - Other	<u>(27,000)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 112,376</u></u>

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

Discretely Presented Crockett County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Crockett County School Department for the year ended June 30, 2023, was as follows:

Governmental Activities:	<u>Other Postemployment Benefits</u>
Balance, July 1, 2022	\$ 1,099,070
Additions	155,012
Reductions	<u>(134,857)</u>
Balance, June 30, 2023	<u><u>\$ 1,119,225</u></u>
Balance Due Within One Year	<u><u>\$ 0</u></u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2023	\$ 1,119,225
Less: Balance Due Within One Year - Other	<u>0</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 1,119,225</u></u>

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

V. OTHER INFORMATION

A. Risk Management

Employee Health Insurance

Primary Government

Crockett County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-201, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

Discretely Presented Crockett County School Department

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

Liability, Property, Casualty, and Workers' Compensation Insurance

Crockett County and the discretely presented school department participate in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. Crockett County and the school department pay annual premiums to the TN-RMT for their general liability, property, casualty, and workers' compensation insurance coverage. The creation of TN-RMT provides for it to be self-sustaining through member premiums.

B. Accounting Changes

GASB Statement No. 91, *Conduit Debt Obligations*, became effective for fiscal year ending June 30, 2023. This statement clarifies what is considered conduit debt and the requirements of when to disclose liabilities and commitments concerning conduit debt.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, became effective for fiscal year ending June 30, 2023. This statement will improve financial reporting by establishing the definitions of PPPs and APAs and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions.

The required disclosures will allow users to understand the scale and important aspects of a government's PPPs and evaluate a government's future obligations and assets resulting from PPPs.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, became effective for fiscal year ending June 30, 2023. This standard establishes a definition for SBITAs and provides uniform guidance for accounting and financial reporting for transactions that meet that definition. This statement also establishes criteria for the recognition of implementation costs and requires a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement.

GASB Statement No. 99, *Omnibus 2022*, 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 including Financial Guarantees; Derivative Instruments; Leases, PPPs, and SBITAs; LIBOR rate replacement; and other technical updates and corrections.

C. Contingent Liabilities

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

The county attorney advised that there were no pending lawsuits, unasserted claims, or assessments that would materially affect the county or school department's financial statements.

D. Joint Venture

The Twenty-eighth Judicial District Drug Task Force (DTF) is participating in a joint venture formed by an interlocal agreement between the district attorney generals of the Twenty-eighth Judicial District, the Twenty-ninth Judicial District, the Thirtieth Judicial District, Crockett and Gibson counties, and the West Tennessee Judicial Violent Crime and Drug Task Force (WTJDTF). The purpose of the entity is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities and highway criminal interdiction. Funds for the operations of the entity come primarily from federal grants, fines, and the forfeiture of assets to the entity. Crockett County made no contributions to the WTJDTF for the year ended June 30, 2023.

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

Administrative Offices:

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

E. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Crockett County and non-certified employees of the discretely presented Crockett County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 66.92 percent and the non-certified employees of the discretely presented school department comprised 33.08 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, 2022, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	111
Inactive Employees Entitled to But Not Yet Receiving Benefits	187
Active Employees	159
Total	457

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Crockett County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2023, the employer contribution for Crockett County was \$440,089 based on a rate of 6.57 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Crockett County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Crockett County’s net pension liability (asset) was measured as of June 30, 2022, 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, 2022, 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, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	4.88 %	31 %
International Equity Emerging Market	5.37	14
International Equity Private Equity and Strategic Lending	6.09	4
U.S. Fixed Income Real Estate	6.57	20
Short-term Securities	1.20	10
	4.38	1
Total		100 %

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

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

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2021	\$ 21,479,488	\$ 24,566,632	\$ (3,087,144)
Changes for the Year:			
Service Cost	\$ 627,169	\$ 0	\$ 627,169
Interest	1,462,108	0	1,462,108
Differences Between Expected and Actual Experience	(3,532)	0	(3,532)
Contributions-Employer	0	409,759	(409,759)
Contributions-Employees	0	313,103	(313,103)
Net Investment Income	0	(936,285)	936,285
Benefit Payments, Including Refunds of Employee Contributions	(891,588)	(891,588)	0
Administrative Expense	0	(16,392)	16,392
Net Changes	\$ 1,194,157	\$ (1,121,403)	\$ 2,315,560
Balance, June 30, 2022	\$ 22,673,645	\$ 23,445,229	\$ (771,584)
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	66.92% \$ 15,173,203	\$ 15,689,548	\$ (516,345)
School Department	33.08% 7,500,442	7,755,681	(255,239)
Total	\$ 22,673,645	\$ 23,445,229	\$ (771,584)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Crockett County calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

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

Net Pension Liability (Asset) \$ 2,208,839 \$ (771,584) \$ (3,240,006)

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, 2023, Crockett County recognized pension expense (negative pension expense) of \$151,683.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, Crockett County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 39,859	\$ 534,045
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	54,496	0
Changes in Assumptions	956,947	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	440,089	N/A
Total	<u>\$ 1,491,391</u>	<u>\$ 534,045</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2022,” will be recognized as a reduction (increase) to net pension liability (asset) in the subsequent fiscal period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 993,574	\$ 357,383
School Department	497,817	176,662
Total	<u>\$ 1,491,391</u>	<u>\$ 534,045</u>

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

Year Ending June 30	Amount
2024	\$ 37,479
2025	30,597
2026	(67,765)
2027	516,946
2028	0
Thereafter	0

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

Discretely Presented Crockett County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Crockett County and non-certified employees of the discretely presented Crockett County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 66.92 percent and the non-certified employees of the discretely presented school department comprised 33.08 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

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

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

Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2023, to the Teacher Retirement Plan were \$75,828, which is 2.87 percent of covered payroll. In addition, employer contributions of \$25,640, which is 1.13 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). At June 30, 2023, the school department reported a liability (asset) of (\$43,893) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, 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, 2022, the school department's proportion was .144898 percent. The proportion as of June 30, 2021, was .121760 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$61,123.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,400	\$ 26,668
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	13,835	0
Changes in Assumptions	51,419	0
Changes in Proportion of Net Pension Liability (Asset)	3,745	15,413
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	75,828	N/A
Total	<u>\$ 147,227</u>	<u>\$ 42,081</u>

The school department's employer contributions of \$75,828, 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, 2024. 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
2024	\$ 98
2025	239
2026	(2,035)
2027	22,063
2028	1,633
Thereafter	7,320

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

Actuarial Assumptions. The total pension liability (asset) in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

Asset Class	Percentage Long-term Expected Real Rate of Return		Percentage Target Allocations	
U.S. Equity Developed Market	4.88	%	31	%
International Equity Emerging Market	5.37		14	
International Equity Private Equity and Strategic Lending	6.09		4	
U.S. Fixed Income	6.57		20	
Real Estate	1.20		20	
Short-term Securities	4.38		10	
	0.00		1	
Total			100	%

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
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Net Pension Liability (Asset) \$ 230,414 \$ (43,893) \$ (244,222)

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

Teacher Legacy Pension Plan

General Information About the Pension Plan

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

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

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Crockett County School Department for the year ended June 30, 2023, to the Teacher Legacy Pension Plan were \$560,914, which is 8.69 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, 2023, the school department reported a liability (asset) of (\$2,454,382) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, 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, 2022, the school department's proportion was .200128 percent. The proportion measured at June 30, 2021, was .202316 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$20,268.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, 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	\$ 403,737	\$ 414,716
Changes in Assumptions	1,537,552	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	41,969	0
Changes in Proportion of Net Pension Liability (Asset)	28,243	11,488
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	560,914	N/A
Total	<u>\$ 2,572,415</u>	<u>\$ 426,204</u>

The school department's employer contributions of \$560,914 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, 2024. 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
2024	\$ 247,168
2025	461,264
2026	(418,557)
2027	1,295,422
2028	0
Thereafter	0

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

Actuarial Assumptions. The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

Asset Class	Percentage Long-term Expected Real Rate of Return	%	Percentage Target Allocations	%
U.S. Equity Developed Market	4.88	%	31	%
International Equity Emerging Market	5.37		14	
International Equity Private Equity and Strategic Lending	6.09		4	
U.S. Fixed Income Real Estate	6.57		20	
	1.20		20	
	4.38		10	
Short-term Securities	0.00		1	
Total			100	%

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	5.75%	6.75%	7.75%

Net Pension Liability (Asset) \$ 4,861,284 \$ (2,454,382) \$ (8,547,845)

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

2. Deferred Compensation

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion, which is placed into the state’s 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher’s salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$131,511 and teachers contributed \$53,652 to this deferred compensation pension plan.

F. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

Primary Government

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

The county’s total OPEB liability for each plan was measured as of June 30, 2022, and was determined by an actuarial valuation as of that date.

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

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.54%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 8.37% for pre-65 retirees in the 2022 calendar year, and decreasing annually over a 7-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed below

The discount rate was 3.54 percent, based on an average rating of AA/Aa as shown on the Bond Buyers 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2022, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2022, valuations were the same as those employed in the July 1, 2021, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2020 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 6 percent load for males and a 14 percent load for females, projected generationally with MP-2020 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2020.

Changes in Assumptions. The discount rate changed from 2.16 percent as of the beginning of the measurement period to 3.54 percent as of the measurement date of June 30, 2022. This change in assumption increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2022 plan year was revised from 7.36 percent to 8.37 percent.

Local Government OPEB Plans (Primary Government)

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

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

Employees Covered by Benefit Terms

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

	Crockett County	Hwy Dept	Total
Inactive Employees or Beneficiaries			
Currently Receiving Benefits	0	0	0
Inactive Employees Entitles to But Not Yet Receiving Benefits	0	0	0
Active Employees Eligible for Benefits	69	15	84
 Total	 69	 15	 84

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGPs by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2023, the county paid \$856 (Crockett County - \$519, Highway Dept - \$337) to the LGPs for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	Crockett County	Hwy Dept.	Total OPEB Liability
Balance July 1, 2021	\$ 90,051	\$ 27,020	\$ 117,071
Changes for the Year:			
Service Cost	\$ 10,339	\$ 4,617	\$ 14,956
Interest	2,156	681	2,837
Difference between Expected and Actuarial Experience	(20,491)	(7,184)	(27,675)
Changes in Assumption and Other Inputs	(25,636)	(7,780)	(33,416)
Benefit Payments	(1,136)	(261)	(1,397)
Net Changes	<u>\$ (34,768)</u>	<u>\$ (9,927)</u>	<u>\$ (44,695)</u>
Balance June 30, 2022	<u>\$ 55,283</u>	<u>\$ 17,093</u>	<u>\$ 72,376</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the Crockett County recognized negative OPEB expense of (\$8,591) (Crockett County - (\$4,107); Highway Dept. - (\$4,484)). At June 30, 2023, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience (DI - County \$43,932, Hwy \$28,359)	\$ 0	\$ 72,291
Changes of Assumptions/Inputs (DO - County \$10,252, Hwy \$3,201; (DI - County \$45,039, Hwy \$13,212)	13,453	58,251
Net Difference Between Projected and Benefits Paid After the Measurement Date of June 30, 2022 (DO - County \$519, Hwy \$337)	856	0
Total	<u>\$ 14,309</u>	<u>\$ 130,542</u>

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

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

Year Ending June 30	County	Hwy	Total Amount
2024	\$ (16,602)	\$ (9,782)	\$ (26,384)
2025	(16,602)	(9,782)	(26,384)
2026	(15,996)	(9,127)	(25,123)
2027	(12,148)	(7,165)	(19,313)
2028	(12,187)	(2,490)	(14,677)
Thereafter	(5,184)	(24)	(5,208)

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

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

<u>Discount Rate</u>	Current		
	1% Decrease	Discount Rate	1% Increase
	2.54%	3.54%	4.54%
County	\$ 58,553	\$ 55,283	\$ 52,108
Hwy	17,707	17,093	16,485
Total OPEB Liability	<u>\$ 76,260</u>	<u>\$ 72,376</u>	<u>\$ 68,593</u>

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1% Decrease	Trend Rate	1% Increase
	7.37 to 3.5%	8.37 to 4.5%	9.37 to 5.5%
County	\$ 50,013	\$ 55,283	\$ 61,272
Hwy	15,827	17,093	18,518
Total OPEB Liability	<u>\$ 65,840</u>	<u>\$ 72,376</u>	<u>\$ 79,790</u>

Commercial Postemployment Benefits Plan

Discretely Presented Crockett County School Department

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

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

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

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

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

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

Employees Covered by Benefit Terms

At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

	<u>Total</u>
Inactive Employees Currently Receiving Benefit Payments	7
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>167</u>
Total	<u><u>174</u></u>

Total OPEB Liability

The school department’s total OPEB liability of \$1,119,225 was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.5%
Discount Rate	4.13%
Healthcare Cost Trend Rate	4.5%
Retirees Share of Benefit-related Cost	55% to 100% depending on years of service and employee classification

The discount rate was based on the Municipal Bond 20 Year High Grade Rate Index.

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

The actuarial assumptions used in the June 30, 2023, valuation were based on plan data and costs presented by the school department with concurrence by the actuary.

Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance July 1, 2022	\$ 1,099,070
Changes for the Year:	
Service Cost	\$ 70,730
Interest	40,033
Differences Between Expected and Actual Experience	44,249
Changes in Assumptions	(57,011)
Benefit Payments	(77,846)
Net Changes	<u>\$ 20,155</u>
Balance June 30, 2023	<u>\$ 1,119,225</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the school department recognized OPEB expense of \$82,967. At June 30, 2023, the school department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 216,413	\$ 178,641
Changes of Assumptions/Inputs	15,838	204,619
Total	<u>\$ 232,251</u>	<u>\$ 383,260</u>

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

Year Ending June 30	Amount
2024	\$ (27,796)
2025	(27,796)
2026	(27,796)
2027	(31,967)
2028	(34,573)
Thereafter	(1,081)

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

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the school department calculated using the discount rate of 4.13 percent, as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower (3.13%) or one percentage point higher (5.13%) than the current rate:

<u>Discount Rate</u>	Current		
	1% Decrease	Discount Rate	1% Increase
	3.13%	4.13%	5.13%
Total OPEB Liability	\$ 1,217,607	\$ 1,119,225	\$ 1,029,436

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1% Decrease	Trend Rate	1% Increase
	3.5%	4.5%	5.5%
Total OPEB Liability	\$ 1,000,164	\$ 1,119,225	\$ 1,261,128

G. Purchasing Laws

Office of County Mayor

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

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

Office of Road Supervisor

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

Office of Director of Schools

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

H. Subsequent Event

Subsequent to June 30, 2023, Crockett County issued school bond anticipation notes as follows:

<u>Date</u>	<u>Amount</u>
7-31-23	\$ 125,377
8-28-23	254,183
9-27-23	<u>177,327</u>
Total	<u>\$ 556,887</u>

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit E-1

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Pension Liability									
Service Cost	\$ 337,380	\$ 439,621	\$ 452,318	\$ 484,400	\$ 514,666	\$ 525,120	\$ 559,561	\$ 556,110	\$ 627,169
Interest	1,029,449	1,055,748	1,126,920	1,197,307	1,226,337	1,291,024	1,361,572	1,434,482	1,462,108
Differences Between Actual and Expected Experience	(455,016)	172,022	83,949	(395,626)	83,252	77,950	(5,699)	(881,566)	(3,532)
Change of Assumptions	0	0	0	448,512	0	0	0	1,594,913	0
Benefit Payments, Including Refunds of Employee Contributions	(628,188)	(698,595)	(763,670)	(749,877)	(878,045)	(1,006,884)	(904,059)	(908,592)	(891,588)
Net Change in Total Pension Liability	\$ 283,625	\$ 968,796	\$ 899,517	\$ 984,716	\$ 946,210	\$ 887,210	\$ 1,011,375	\$ 1,795,347	\$ 1,194,157
Total Pension Liability, Beginning	13,702,692	13,986,317	14,955,113	15,854,630	16,839,346	17,785,556	18,672,766	19,684,141	21,479,488
Total Pension Liability, Ending (a)	\$ 13,986,317	\$ 14,955,113	\$ 15,854,630	\$ 16,839,346	\$ 17,785,556	\$ 18,672,766	\$ 19,684,141	\$ 21,479,488	\$ 22,673,645
Plan Fiduciary Net Position									
Contributions - Employer	\$ 352,898	\$ 339,223	\$ 344,966	\$ 363,235	\$ 368,765	\$ 391,587	\$ 391,161	\$ 409,702	\$ 409,759
Contributions - Employee	269,913	260,862	265,746	278,984	281,079	298,012	297,688	311,799	313,103
Net Investment Income	2,092,345	450,578	396,767	1,724,361	1,389,715	1,328,577	936,926	5,058,608	(936,285)
Benefit Payments, Including Refunds of Employee Contributions	(628,188)	(698,595)	(763,670)	(749,877)	(878,045)	(1,006,884)	(904,059)	(908,592)	(891,588)
Administrative Expense	(6,843)	(8,790)	(13,172)	(15,270)	(16,674)	(16,140)	(15,788)	(15,604)	(16,392)
Other	0	0	1,337	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 2,080,125	\$ 343,278	\$ 231,974	\$ 1,601,433	\$ 1,144,840	\$ 995,152	\$ 705,928	\$ 4,855,913	\$ (1,121,403)
Plan Fiduciary Net Position, Beginning	12,607,989	14,688,114	15,031,392	15,263,366	16,864,799	18,009,639	19,004,791	19,710,719	24,566,632
Plan Fiduciary Net Position, Ending (b)	\$ 14,688,114	\$ 15,031,392	\$ 15,263,366	\$ 16,864,799	\$ 18,009,639	\$ 19,004,791	\$ 19,710,719	\$ 24,566,632	\$ 23,445,229
Net Pension Liability (Asset), Ending (a - b)	\$ (701,797)	\$ (76,279)	\$ 591,264	\$ (25,453)	\$ (224,083)	\$ (332,025)	\$ (26,578)	\$ (3,087,144)	\$ (771,584)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105.02%	100.51%	96.27%	100.15%	101.26%	101.78%	100.14%	114.37%	103.40%
Covered Payroll	\$ 5,251,480	\$ 5,210,790	\$ 5,299,008	\$ 5,579,641	\$ 5,612,852	\$ 5,956,803	\$ 5,953,733	\$ 6,235,957	\$ 6,236,816
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(13.36)%	(1.46)%	11.16%	(0.46)%	(3.99)%	(5.57)%	(0.45)%	(49.51)%	(12.37)%

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

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

Exhibit E-2

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially Determined Contribution	\$ 352,898	\$ 339,223	\$ 344,966	\$ 363,235	\$ 368,765	\$ 391,587	\$ 386,994	\$ 405,337	\$ 405,393	\$ 422,672
Less: Contributions in Relation to the Actuarially Determined Contribution	(352,898)	(339,223)	(344,966)	(363,235)	(368,765)	(391,587)	(391,161)	(409,702)	(409,759)	(440,089)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (4,167)	\$ (4,365)	\$ (4,366)	\$ (17,417)
Covered Payroll	\$ 5,251,480	\$ 5,210,790	\$ 5,299,008	\$ 5,579,641	\$ 5,612,852	\$ 5,956,803	\$ 5,953,733	\$ 6,235,957	\$ 6,236,816	\$ 6,698,449
Contributions as a Percentage of Covered Payroll	6.72%	6.51%	6.51%	6.51%	6.57%	6.57%	6.57%	6.57%	6.57%	6.57%

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

Exhibit E-3

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 12,877	\$ 25,464	\$ 35,131	\$ 17,043	\$ 25,318	\$ 31,355	\$ 35,497	\$ 49,736	\$ 75,828
Less: Contributions in Relation to the Contractually Required Contribution	(12,877)	(25,464)	(35,131)	(41,805)	(25,318)	(31,355)	(35,497)	(49,736)	(75,828)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (24,762)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 321,921	\$ 636,606	\$ 878,285	\$ 1,045,137	\$ 1,305,099	\$ 1,544,571	\$ 1,757,252	\$ 2,474,415	\$ 2,638,211
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%

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

Note 2: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).
 2019: Pension - 1.94%, SRT - 2.02%
 2020: Pension - 2.03%, SRT - 1.97%
 2021: Pension - 2.02%, SRT - 1.98%
 2022: Pension - 2.01%, SRT - 1.99%
 2023: Pension - 2.87%, SRT - 1.13%

Exhibit E-4

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 641,175	\$ 641,647	\$ 634,945	\$ 630,366	\$ 616,165	\$ 701,700	\$ 704,610	\$ 681,964	\$ 678,367	\$ 560,914
Less: Contributions in Relation to the Contractually Required Contribution	(641,175)	(641,647)	(634,945)	(630,366)	(616,165)	(701,700)	(704,610)	(681,964)	(678,367)	(560,914)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,220,425	\$ 7,097,865	\$ 7,023,736	\$ 6,973,074	\$ 6,785,953	\$ 6,708,420	\$ 6,628,511	\$ 6,640,352	\$ 6,586,086	\$ 6,455,675
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%

Exhibit E-5

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

	2015	2016	2017	2018	2019	2020	2021	2022
School Department's Proportion of the Net Pension Liability (Asset)	0.154937%	0.144682%	0.133816%	0.119597%	0.123329%	0.122398%	0.121760%	0.144898%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (6,233)	\$ (15,062)	\$ (35,306)	\$ (54,240)	\$ (69,618)	\$ (69,601)	\$ (131,892)	\$ (43,893)
Covered Payroll	\$ 321,921	\$ 636,606	\$ 878,285	\$ 1,045,137	\$ 1,305,099	\$ 1,544,571	\$ 1,757,252	\$ 2,474,415
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%
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%	104.55%

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

Exhibit E-6

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
School Department's Proportion of the Net Pension Liability (Asset)	0.183961%	0.189605%	0.194574%	0.197261%	0.193792%	0.200063%	0.199158%	0.202316%	0.200128%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (29,893)	\$ 77,669	\$ 1,215,980	\$ (64,540)	\$ (681,937)	\$ (2,057,013)	\$ (1,518,730)	\$ (8,726,364)	\$ (2,454,382)
Covered Payroll	\$ 7,220,425	\$ 7,097,865	\$ 7,023,736	\$ 6,973,074	\$ 6,785,953	\$ 6,708,420	\$ 6,628,511	\$ 6,640,352	\$ 6,586,086
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094254%	17.31%	(.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%
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%	104.42%

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

Exhibit E-7

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

Crockett County Plan

	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 9,319	\$ 8,806	\$ 9,430	\$ 8,503	\$ 12,841	\$ 10,339
Interest	3,073	3,968	4,487	3,644	2,766	2,156
Differences Between Actual and Expected Experience	0	(8,385)	(37,244)	(3,454)	(7,078)	(20,491)
Changes in Assumptions or Other Inputs	(5,460)	7,919	4,833	9,258	(30,299)	(25,636)
Benefit Payments	-	(380)	(518)	(934)	(970)	(1,136)
Net Change in Total OPEB Liability	\$ 6,932	\$ 11,928	\$ (19,012)	\$ 17,017	\$ (22,740)	\$ (34,768)
Total OPEB Liability, Beginning	95,926	102,858	114,786	95,774	112,791	90,051
Total OPEB Liability, Ending	\$ 102,858	\$ 114,786	\$ 95,774	\$ 112,791	\$ 90,051	\$ 55,283
Covered Employee Payroll	\$ 3,210,809	\$ 3,396,262	\$ 3,474,105	\$ 3,748,524	\$ 3,525,304	\$ 3,854,566
Net OPEB Liability as a Percentage of Covered Employee Payroll	3.20%	3.38%	2.76%	3.01%	2.55%	1.43%

Highway Department Plan

	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 4,403	\$ 4,190	\$ 4,785	\$ 4,707	\$ 5,371	\$ 4,617
Interest	1,365	1,800	2,046	1,783	1,118	681
Differences Between Actual and Expected Experience	0	(3,384)	(13,867)	(9,695)	(15,340)	(7,184)
Changes in Assumptions or Other Inputs	(1,695)	3,032	1,677	2,449	(9,288)	(7,780)
Benefit Payments	-	(73)	(487)	(81)	(138)	(261)
Net Change in Total OPEB Liability	\$ 4,073	\$ 5,565	\$ (5,846)	\$ (837)	\$ (18,277)	\$ (9,927)
Total OPEB Liability, Beginning	42,342	46,415	51,980	46,134	45,297	27,020
Total OPEB Liability, Ending	\$ 46,415	\$ 51,980	\$ 46,134	\$ 45,297	\$ 27,020	\$ 17,093
Covered Employee Payroll	\$ 574,471	\$ 626,444	\$ 611,629	\$ 544,285	\$ 648,565	\$ 560,063
Net OPEB Liability as a Percentage of Covered Employee Payroll	8.08%	8.30%	7.54%	8.32%	4.17%	3.05%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%

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

For the 2019 plan year - from 5.4% to 6.75%
For the 2020 plan year - from 6.75% to 6.03%
For the 2021 plan year - from 6.03% to 9.02%
For the 2022 plan year - from 9.02% to 7.36%
For the 2023 plan year - from 7.36% to 8.37%

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

Exhibit E-8

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

	2018	2019	2020	2021	2022	2023
Total OPEB Liability						
Service Cost	\$ 68,483	\$ 71,140	\$ 78,166	\$ 103,246	\$ 75,318	\$ 70,730
Interest	39,002	38,888	41,643	29,974	23,411	40,033
Differences Between Actual and Expected Experience	0	(416)	116,390	(289,567)	160,673	44,249
Changes in Assumptions or Other Inputs	0	40,902	(17,414)	(68,437)	(140,962)	(57,011)
Benefit Payments	(47,104)	(36,802)	(45,503)	(46,434)	(55,812)	(77,846)
Net Change in Total OPEB Liability	\$ 60,381	\$ 113,712	\$ 173,282	\$ (271,218)	\$ 62,628	\$ 20,155
Total OPEB Liability, Beginning	960,285	1,020,666	1,134,378	1,307,660	1,036,442	1,099,070
Total OPEB Liability, Ending	\$ 1,020,666	\$ 1,134,378	\$ 1,307,660	\$ 1,036,442	\$ 1,099,070	\$ 1,119,225
Covered Employee Payroll	\$ 6,583,188	\$ 6,498,044	\$ 7,714,916	\$ 7,095,654	\$ 7,623,303	\$ 7,656,503
Net OPEB Liability as a Percentage of Covered Employee Payroll	15.50%	17.46%	16.95%	14.61%	14.42%	14.62%

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

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

2017	2.92%
2018	3.56%
2019	3.50%
2020	2.21%
2021	2.16%
2022	3.54%
2023	4.13%

CROCKETT COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2023

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for 2023 were calculated based on the July 1, 2021, 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	2.25%
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 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	2.125%

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

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

Nonmajor Governmental Funds

Special Revenue Funds

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

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

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

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

Capital Projects Funds

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

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

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

Exhibit F-1

Crockett County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	<u>Special Revenue Funds</u>				<u>Capital</u>	<u>Total</u>	
	<u>Solid</u>	<u>Drug</u>	<u>Constitu -</u>	<u>Total</u>	<u>Projects Fund</u>		
	<u>Waste /</u>	<u>Control</u>	<u>tional</u>		<u>General</u>	<u>Nonmajor</u>	
	<u>Sanitation</u>		<u>Officers -</u>		<u>Capital</u>	<u>Governmental</u>	
			<u>Fees</u>		<u>Projects</u>	<u>Funds</u>	
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 1,794	\$ 1,794	\$ 0	\$ 1,794	
Equity in Pooled Cash and Investments	458,032	47,760	0	505,792	56,394	562,186	
Accounts Receivable	1,265	0	0	1,265	0	1,265	
Due from Other Funds	31,731	0	0	31,731	0	31,731	
Total Assets	\$ 491,028	\$ 47,760	\$ 1,794	\$ 540,582	\$ 56,394	\$ 596,976	
<u>LIABILITIES</u>							
Due to Other Funds	\$ 0	\$ 0	\$ 1,794	\$ 1,794	\$ 0	\$ 1,794	
Total Liabilities	\$ 0	\$ 0	\$ 1,794	\$ 1,794	\$ 0	\$ 1,794	
<u>FUND BALANCES</u>							
Restricted:							
Restricted for Public Safety	\$ 0	\$ 47,760	\$ 0	\$ 47,760	\$ 0	\$ 47,760	
Committed:							
Committed for General Government	0	0	0	0	56,394	56,394	
Committed for Public Health and Welfare	491,028	0	0	491,028	0	491,028	
Total Fund Balances	\$ 491,028	\$ 47,760	\$ 0	\$ 538,788	\$ 56,394	\$ 595,182	
Total Liabilities and Fund Balances	\$ 491,028	\$ 47,760	\$ 1,794	\$ 540,582	\$ 56,394	\$ 596,976	

Exhibit F-2

Crockett County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023

	<u>Special Revenue Funds</u>			<u>Capital</u>
	<u>Solid</u> <u>Waste /</u> <u>Sanitation</u>	<u>Drug</u> <u>Control</u>	<u>Total</u>	<u>Projects</u> <u>Funds</u> <u>General</u> <u>Capital</u> <u>Projects</u>
<u>Revenues</u>				
Local Taxes	\$ 63,407	\$ 0	\$ 63,407	\$ 0
Fines, Forfeitures, and Penalties	0	6,729	6,729	0
Charges for Current Services	18,560	0	18,560	0
State of Tennessee	46,068	0	46,068	0
Total Revenues	<u>\$ 128,035</u>	<u>\$ 6,729</u>	<u>\$ 134,764</u>	<u>\$ 0</u>
<u>Expenditures</u>				
Current:				
Public Safety	\$ 0	\$ 6,650	\$ 6,650	\$ 0
Public Health and Welfare	319,434	0	319,434	0
Other Operations	0	0	0	0
Total Expenditures	<u>\$ 319,434</u>	<u>\$ 6,650</u>	<u>\$ 326,084</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (191,399)</u>	<u>\$ 79</u>	<u>\$ (191,320)</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ (191,399)	\$ 79	\$ (191,320)	\$ 0
Fund Balance, July 1, 2022	682,427	47,681	730,108	56,394
Fund Balance, June 30, 2023	<u>\$ 491,028</u>	<u>\$ 47,760</u>	<u>\$ 538,788</u>	<u>\$ 56,394</u>

(Continued)

Exhibit F-2

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

	<u>Capital Projects Funds (Cont.)</u>		Total
	Community Development/ Industrial Park	Total	Nonmajor Governmental Funds
<u>Revenues</u>			
Local Taxes	\$ 0	\$ 0	\$ 63,407
Fines, Forfeitures, and Penalties	0	0	6,729
Charges for Current Services	0	0	18,560
State of Tennessee	360,528	360,528	406,596
Total Revenues	<u>\$ 360,528</u>	<u>\$ 360,528</u>	<u>\$ 495,292</u>
<u>Expenditures</u>			
Current:			
Public Safety	\$ 0	\$ 0	\$ 6,650
Public Health and Welfare	0	0	319,434
Other Operations	360,528	360,528	360,528
Total Expenditures	<u>\$ 360,528</u>	<u>\$ 360,528</u>	<u>\$ 686,612</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (191,320)</u>
Net Change in Fund Balances	\$ 0	\$ 0	\$ (191,320)
Fund Balance, July 1, 2022	<u>0</u>	<u>56,394</u>	<u>786,502</u>
Fund Balance, June 30, 2023	<u>\$ 0</u>	<u>\$ 56,394</u>	<u>\$ 595,182</u>

Exhibit F-3

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 63,407	\$ 465,000	\$ 465,000	\$ (401,593)
Charges for Current Services	18,560	29,000	29,000	(10,440)
State of Tennessee	46,068	46,500	46,500	(432)
Total Revenues	<u>\$ 128,035</u>	<u>\$ 540,500</u>	<u>\$ 540,500</u>	<u>\$ (412,465)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Convenience Centers	\$ 319,434	\$ 313,309	\$ 329,489	\$ 10,055
Total Expenditures	<u>\$ 319,434</u>	<u>\$ 313,309</u>	<u>\$ 329,489</u>	<u>\$ 10,055</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (191,399)</u>	<u>\$ 227,191</u>	<u>\$ 211,011</u>	<u>\$ (402,410)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ 0	\$ (400,000)	\$ (400,000)	\$ 400,000
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ (400,000)</u>	<u>\$ (400,000)</u>	<u>\$ 400,000</u>
Net Change in Fund Balance	\$ (191,399)	\$ (172,809)	\$ (188,989)	\$ (2,410)
Fund Balance, July 1, 2022	<u>682,427</u>	<u>677,926</u>	<u>677,926</u>	<u>4,501</u>
Fund Balance, June 30, 2023	<u>\$ 491,028</u>	<u>\$ 505,117</u>	<u>\$ 488,937</u>	<u>\$ 2,091</u>

Exhibit F-4

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 6,729	\$ 6,000	\$ 6,000	\$ 729
Total Revenues	\$ 6,729	\$ 6,000	\$ 6,000	\$ 729
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 6,650	\$ 20,600	\$ 20,600	\$ 13,950
Total Expenditures	\$ 6,650	\$ 20,600	\$ 20,600	\$ 13,950
Excess (Deficiency) of Revenues Over Expenditures	\$ 79	\$ (14,600)	\$ (14,600)	\$ 14,679
Net Change in Fund Balance	\$ 79	\$ (14,600)	\$ (14,600)	\$ 14,679
Fund Balance, July 1, 2022	47,681	47,682	47,682	(1)
Fund Balance, June 30, 2023	\$ 47,760	\$ 33,082	\$ 33,082	\$ 14,678

Major Governmental Fund

General Debt Service Fund

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

Exhibit G

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,853,750	\$ 1,815,117	\$ 1,815,117	\$ 38,633
Other Local Revenues	194,412	67,500	67,500	126,912
Other Governments and Citizens Groups	426,378	128,856	426,378	0
Total Revenues	<u>\$ 2,474,540</u>	<u>\$ 2,011,473</u>	<u>\$ 2,308,995</u>	<u>\$ 165,545</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 126,023	\$ 112,048	\$ 133,093	\$ 7,070
Education	1,428,906	1,442,926	1,428,907	1
<u>Interest on Debt</u>				
General Government	20,204	16,455	22,831	2,627
Education	338,799	342,479	338,799	0
<u>Other Debt Service</u>				
General Government	22,214	22,530	22,530	316
Education	253,401	0	253,401	0
Total Expenditures	<u>\$ 2,189,547</u>	<u>\$ 1,936,438</u>	<u>\$ 2,199,561</u>	<u>\$ 10,014</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 284,993</u>	<u>\$ 75,035</u>	<u>\$ 109,434</u>	<u>\$ 175,559</u>
Net Change in Fund Balance	\$ 284,993	\$ 75,035	\$ 109,434	\$ 175,559
Fund Balance, July 1, 2022	<u>2,533,307</u>	<u>2,516,898</u>	<u>2,516,898</u>	<u>16,409</u>
Fund Balance, June 30, 2023	<u>\$ 2,818,300</u>	<u>\$ 2,591,933</u>	<u>\$ 2,626,332</u>	<u>\$ 191,968</u>

Custodial Funds

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

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

City School ADA - Alamo Fund and City School ADA - Bells Fund – These two funds are used to account for the city school systems' shares of education revenues collected by the county that must be apportioned between the various school systems on an average daily attendance basis. These collections are remitted to the city school systems on a monthly basis.

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

Exhibit H-1

Crockett County, Tennessee
Combining Statement of Net Position
Custodial Funds
June 30, 2023

	Custodial Funds				Total
	Cities - Sales Tax	City School ADA - Alamo	City School ADA - Bells	Constitu- tional Officers - Custodial	
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 0	\$ 1,293,269	\$ 1,293,269
Equity in Pooled Cash and Investments	0	3,126	2,178	0	5,304
Accounts Receivable	0	0	0	14,171	14,171
Due from Other Governments	147,738	36,622	25,510	0	209,870
Property Taxes Receivable	0	355,358	247,065	0	602,423
Allowance for Uncollectible Property Taxes	0	(13,839)	(9,480)	0	(23,319)
Total Assets	<u>\$ 147,738</u>	<u>\$ 381,267</u>	<u>\$ 265,273</u>	<u>\$ 1,307,440</u>	<u>\$ 2,101,718</u>
<u>LIABILITIES</u>					
Due to Other Taxing Units	\$ 147,738	\$ 41,745	\$ 29,048	\$ 0	\$ 218,531
Total Liabilities	<u>\$ 147,738</u>	<u>\$ 41,745</u>	<u>\$ 29,048</u>	<u>\$ 0</u>	<u>\$ 218,531</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 339,522	\$ 236,225	\$ 0	\$ 575,747
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 339,522</u>	<u>\$ 236,225</u>	<u>\$ 0</u>	<u>\$ 575,747</u>
<u>NET POSITION</u>					
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 0	\$ 1,307,440	\$ 1,307,440
Total Net Position	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,307,440</u>	<u>\$ 1,307,440</u>

Exhibit H-2

Crockett County, Tennessee
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2023

	Custodial Funds				Total
	Cities - Sales Tax	City School ADA - Alamo	City School ADA - Bells	Constitu - tional Officers - Custodial	
<u>Additions</u>					
Sales Tax Collections for Other Governments	\$ 823,800	\$ 0	\$ 0	\$ 0	\$ 823,800
ADA - Educational Funds Collected for Cities	0	534,728	371,613	0	906,341
Fines/Fees and Other Collections	0	0	0	4,358,511	4,358,511
Total Additions	\$ 823,800	\$ 534,728	\$ 371,613	\$ 4,358,511	\$ 6,088,652
<u>Deductions</u>					
Payment of Sales Tax Collections for Other Governments	\$ 823,800	\$ 0	\$ 0	\$ 0	\$ 823,800
Payments to City School Systems	0	534,728	371,613	0	906,341
Payments to State	0	0	0	1,737,480	1,737,480
Payments to Cities, Individuals, and Others	0	0	0	2,121,290	2,121,290
Total Deductions	\$ 823,800	\$ 534,728	\$ 371,613	\$ 3,858,770	\$ 5,588,911
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ 499,741	\$ 499,741
Net Position July 1, 2022	0	0	0	807,699	807,699
Net Position June 30, 2023	\$ 0	\$ 0	\$ 0	\$ 1,307,440	\$ 1,307,440

Crockett County School Department

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

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

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

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

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

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

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

Exhibit I-1

Crockett County, Tennessee
Statement of Activities
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total
					Governmental Activities
Governmental Activities:					
Instruction	\$ 11,078,946	\$ 33,141	\$ 3,598,060	\$ 2,151,204	\$ (5,296,541)
Support Services	7,854,468	9,552	1,092,072	0	(6,752,844)
Operation of Non-instructional Services	3,271,554	267,450	2,786,964	0	(217,140)
Total Governmental Activities	\$ 22,204,968	\$ 310,143	\$ 7,477,096	\$ 2,151,204	\$ (12,266,525)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 1,656,610
Local Option Sales Taxes					844,011
Wheel Tax					148,746
Other Local Taxes					478
Grants and Contributions Not Restricted to Specific Programs					13,684,374
Unrestricted Investment Income					120,388
Miscellaneous					137,181
Total General Revenues					\$ 16,591,788
Change in Net Position					\$ 4,325,263
Net Position, July 1, 2022					35,247,928
Net Position, June 30, 2023					\$ 39,573,191

Exhibit I-2

Crockett County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Crockett County School Department
June 30, 2023

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	School Transpor - tation	Other Govern- mental Funds	
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 0	\$ 577,459	\$ 577,459
Equity in Pooled Cash and Investments	4,565,917	88,881	11,569	854,080	5,520,447
Accounts Receivable	0	0	0	5,060	5,060
Due from Other Governments	892,584	163,033	0	81,949	1,137,566
Property Taxes Receivable	1,428,966	0	297,505	0	1,726,471
Allowance for Uncollectible Property Taxes	(53,360)	0	(6,267)	0	(59,627)
Restricted Assets	171,322	0	0	0	171,322
Leases Receivable - Long-term	801,479	0	0	0	801,479
Total Assets	\$ 7,806,908	\$ 251,914	\$ 302,807	\$ 1,518,548	\$ 9,880,177
<u>LIABILITIES</u>					
Accounts Payable	\$ 86,228	\$ 1,450	\$ 0	\$ 69,583	\$ 157,261
Payroll Deductions Payable	2,844	0	0	2,192	5,036
Due to Primary Government	76,830	0	0	0	76,830
Total Liabilities	\$ 165,902	\$ 1,450	\$ 0	\$ 71,775	\$ 239,127
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 1,269,359	\$ 0	\$ 282,569	\$ 0	\$ 1,551,928
Deferred Delinquent Property Taxes	98,673	0	8,050	0	106,723
Deferred Leases Receivable	801,479	0	0	0	801,479
Other Deferred/Unavailable Revenue	74,873	0	0	0	74,873
Total Deferred Inflows of Resources	\$ 2,244,384	\$ 0	\$ 290,619	\$ 0	\$ 2,535,003

(Continued)

Exhibit I-2

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	School Transpor - tation	Other Govern- mental Funds	
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Education	\$ 0	\$ 464	\$ 0	\$ 576,837	\$ 577,301
Restricted for Support Services	0	0	12,188	0	12,188
Restricted for Operation of Non-instructional Services	0	0	0	869,936	869,936
Restricted for Hybrid Retirement Stabilization Funds	171,322	0	0	0	171,322
Committed:					
Committed for Education	2,744,978	0	0	0	2,744,978
Assigned:					
Assigned for Education	0	250,000	0	0	250,000
Unassigned	2,480,322	0	0	0	2,480,322
Total Fund Balances	<u>\$ 5,396,622</u>	<u>\$ 250,464</u>	<u>\$ 12,188</u>	<u>\$ 1,446,773</u>	<u>\$ 7,106,047</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,806,908</u>	<u>\$ 251,914</u>	<u>\$ 302,807</u>	<u>\$ 1,518,548</u>	<u>\$ 9,880,177</u>

Exhibit I-3

Crockett County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Crockett County School Department
June 30, 2023

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$	7,106,047
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	966,385	
Add: construction in progress		7,994,534	
Add: buildings and improvements net of accumulated depreciation		17,507,648	
Add: infrastructure net of accumulated depreciation		156,267	
Add: other capital assets net of accumulated depreciation		<u>1,604,922</u>	28,229,756
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: net OPEB liability			(1,119,225)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	3,217,459	
Less: deferred inflows of resources related to pensions		(644,947)	
Add: deferred outflows of resources related to OPEB		232,251	
Less: deferred inflows of resources related to OPEB		<u>(383,260)</u>	2,421,503
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension asset - agent plan	\$	255,239	
Add: net pension asset - teacher retirement plan		43,893	
Add: net pension asset - teacher legacy pension plan		<u>2,454,382</u>	2,753,514
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			<u>181,596</u>
Net position of governmental activities (Exhibit A)			<u>\$ 39,573,191</u>

Exhibit I-4

Crockett County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

	Major Funds			Nonmajor	Total
	General Purpose School	School Federal Projects	School Transportation	Other Governmental Funds	
<u>Revenues</u>					
Local Taxes	\$ 2,200,043	\$ 0	\$ 378,628	\$ 0	\$ 2,578,671
Licenses and Permits	617	0	0	0	617
Charges for Current Services	9,552	0	0	300,591	310,143
Other Local Revenues	254,817	0	0	896,229	1,151,046
State of Tennessee	14,838,428	0	0	11,095	14,849,523
Federal Government	372,182	3,678,244	0	1,367,427	5,417,853
Other Governments and Citizens Groups	0	0	0	2,151,204	2,151,204
Total Revenues	\$ 17,675,639	\$ 3,678,244	\$ 378,628	\$ 4,726,546	\$ 26,459,057
<u>Expenditures</u>					
Current:					
Instruction	\$ 9,117,393	\$ 1,272,726	\$ 0	\$ 0	\$ 10,390,119
Support Services	6,144,306	963,870	6,496	0	7,114,672
Operation of Non-Instructional Services	806,637	30,598	0	2,541,696	3,378,931
Capital Outlay	2,547,157	1,393,160	0	0	3,940,317
Debt Service:					
Other Debt Service	128,841	0	0	297,522	426,363
Capital Projects	0	0	0	1,856,635	1,856,635
Total Expenditures	\$ 18,744,334	\$ 3,660,354	\$ 6,496	\$ 4,695,853	\$ 27,107,037
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,068,695)	\$ 17,890	\$ 372,132	\$ 30,693	\$ (647,980)
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 3,390	\$ 0	\$ 0	\$ 0	\$ 3,390
Transfers In	369,677	170,000	0	0	539,677
Transfers Out	(170,000)	0	(369,677)	0	(539,677)
Total Other Financing Sources (Uses)	\$ 203,067	\$ 170,000	\$ (369,677)	\$ 0	\$ 3,390
Net Change in Fund Balances	\$ (865,628)	\$ 187,890	\$ 2,455	\$ 30,693	\$ (644,590)
Fund Balance, July 1, 2022	6,262,250	62,574	9,733	1,416,080	7,750,637
Fund Balance, June 30, 2023	\$ 5,396,622	\$ 250,464	\$ 12,188	\$ 1,446,773	\$ 7,106,047

Exhibit I-5

Crockett County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ (644,590)
(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	\$ 5,227,156	
Less: current-year depreciation expense	<u>(919,450)</u>	4,307,706
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property tax and other deferred June 30, 2023	\$ 181,596	
Less: deferred delinquent property tax and other deferred June 30, 2022	<u>(110,422)</u>	71,174
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net OPEB liability	\$ (20,155)	
Change in deferred outflows related to OPEB	(1,867)	
Change in deferred inflows related to OPEB	16,901	
Change in net pension asset - agent plan	(943,498)	
Change in net pension asset - teacher retirement plan	(87,999)	
Change in net pension asset - teacher legacy pension plan	(6,271,982)	
Change in deferred outflows related to pensions	(612,700)	
Change in deferred inflows related to pensions	<u>8,512,273</u>	<u>590,973</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 4,325,263</u>

Exhibit I-6

Crockett County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Crockett County School Department
June 30, 2023

	<u>Special Revenue Funds</u>		
	Central Cafeteria	Internal School	Total Nonmajor Governmental Funds
<u>ASSETS</u>			
Cash	\$ 714	\$ 576,745	\$ 577,459
Equity in Pooled Cash and Investments	854,080	0	854,080
Accounts Receivable	4,968	92	5,060
Due from Other Governments	81,949	0	81,949
Total Assets	<u>\$ 941,711</u>	<u>\$ 576,837</u>	<u>\$ 1,518,548</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 69,583	\$ 0	\$ 69,583
Payroll Deductions Payable	2,192	0	2,192
Total Liabilities	<u>\$ 71,775</u>	<u>\$ 0</u>	<u>\$ 71,775</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for Education	\$ 0	\$ 576,837	\$ 576,837
Restricted for Operation of Non-instructional Services	869,936	0	869,936
Total Fund Balances	<u>\$ 869,936</u>	<u>\$ 576,837</u>	<u>\$ 1,446,773</u>
Total Liabilities and Fund Balances	<u>\$ 941,711</u>	<u>\$ 576,837</u>	<u>\$ 1,518,548</u>

Exhibit I-7

Crockett County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

	<u>Special Revenue Funds</u>			<u>Capital</u>	<u>Total</u>
	<u>Central</u>	<u>Internal</u>	<u>Total</u>	<u>Projects Fund</u>	
	<u>Cafeteria</u>	<u>School</u>		<u>Education</u>	<u>Nonmajor</u>
				<u>Capital</u>	<u>Governmental</u>
				<u>Projects</u>	<u>Funds</u>
<u>Revenues</u>					
Charges for Current Services	\$ 300,591	\$ 0	\$ 300,591	\$ 0	\$ 300,591
Other Local Revenues	11,462	884,767	896,229	0	896,229
State of Tennessee	11,095	0	11,095	0	11,095
Federal Government	1,367,427	0	1,367,427	0	1,367,427
Other Governments and Citizens Groups	0	0	0	2,151,204	2,151,204
Total Revenues	\$ 1,690,575	\$ 884,767	\$ 2,575,342	\$ 2,151,204	\$ 4,726,546
<u>Expenditures</u>					
Current:					
Operation of Non-Instructional Services	\$ 1,722,323	\$ 819,373	\$ 2,541,696	\$ 0	\$ 2,541,696
Debt Service:					
Other Debt Service	0	0	0	297,522	297,522
Capital Projects	0	0	0	1,856,635	1,856,635
Total Expenditures	\$ 1,722,323	\$ 819,373	\$ 2,541,696	\$ 2,154,157	\$ 4,695,853
Excess (Deficiency) of Revenues					
Over Expenditures	\$ (31,748)	\$ 65,394	\$ 33,646	\$ (2,953)	\$ 30,693
Net Change in Fund Balances	\$ (31,748)	\$ 65,394	\$ 33,646	\$ (2,953)	\$ 30,693
Fund Balance, July 1, 2022	901,684	511,443	1,413,127	2,953	1,416,080
Fund Balance, June 30, 2023	\$ 869,936	\$ 576,837	\$ 1,446,773	\$ 0	\$ 1,446,773

Exhibit I-8

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Crockett County School Department
General Purpose School Fund
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 2,200,043	\$ 0	\$ 2,200,043	\$ 1,983,573	\$ 2,091,675	\$ 108,368
Licenses and Permits	617	0	617	587	587	30
Charges for Current Services	9,552	0	9,552	31,000	31,000	(21,448)
Other Local Revenues	254,817	0	254,817	60,000	170,000	84,817
State of Tennessee	14,838,428	0	14,838,428	14,333,418	16,506,753	(1,668,325)
Federal Government	372,182	0	372,182	0	303,018	69,164
Other Governments and Citizens Groups	0	0	0	98,000	0	0
Total Revenues	\$ 17,675,639	\$ 0	\$ 17,675,639	\$ 16,506,578	\$ 19,103,033	\$ (1,427,394)
<u>Expenditures</u>						
<u>Instruction</u>						
Regular Instruction Program	\$ 7,534,151	\$ 0	\$ 7,534,151	\$ 8,103,403	\$ 8,241,460	\$ 707,309
Alternative Instruction Program	102,635	0	102,635	143,277	127,577	24,942
Special Education Program	525,561	0	525,561	531,350	530,658	5,097
Career and Technical Education Program	955,046	0	955,046	879,777	2,185,936	1,230,890
<u>Support Services</u>						
Attendance	73,625	0	73,625	72,986	75,321	1,696
Health Services	183,082	0	183,082	185,400	202,100	19,018
Other Student Support	451,764	0	451,764	502,809	479,361	27,597
Regular Instruction Program	333,985	0	333,985	345,686	357,886	23,901
Special Education Program	170,774	0	170,774	180,790	179,270	8,496
Technology	377,691	(11,253)	366,438	398,986	399,686	33,248
Board of Education	321,072	0	321,072	323,577	343,980	22,908
Director of Schools	382,179	0	382,179	394,238	396,688	14,509
Office of the Principal	1,091,468	0	1,091,468	1,193,648	1,207,148	115,680

(Continued)

Exhibit I-8

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Expenditures (Cont.)</u>						
<u>Support Services (Cont.)</u>						
Fiscal Services	\$ 189,569	\$ 0	\$ 189,569	\$ 204,552	\$ 216,552	\$ 26,983
Operation of Plant	1,195,021	0	1,195,021	1,249,702	1,255,202	60,181
Maintenance of Plant	574,659	0	574,659	678,245	680,086	105,427
Transportation	799,417	0	799,417	821,124	845,755	46,338
<u>Operation of Non-Instructional Services</u>						
Community Services	486,378	0	486,378	288,256	581,447	95,069
Early Childhood Education	320,259	0	320,259	327,394	327,392	7,133
<u>Capital Outlay</u>						
Regular Capital Outlay	2,547,157	(289,350)	2,257,807	1,900,000	3,108,700	850,893
<u>Principal on Debt</u>						
Education	0	0	0	12,228	0	0
<u>Other Debt Service</u>						
Education	128,841	0	128,841	117,000	129,228	387
Total Expenditures	<u>\$ 18,744,334</u>	<u>\$ (300,603)</u>	<u>\$ 18,443,731</u>	<u>\$ 18,854,428</u>	<u>\$ 21,871,433</u>	<u>\$ 3,427,702</u>
Excess (Deficiency) of Revenues						
Over Expenditures	\$ (1,068,695)	\$ 300,603	\$ (768,092)	\$ (2,347,850)	\$ (2,768,400)	\$ 2,000,308
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 3,390	\$ 0	\$ 3,390	\$ 0	\$ 0	\$ 3,390
Transfers In	369,677	0	369,677	350,000	350,000	19,677
Transfers Out	(170,000)	0	(170,000)	0	(170,000)	0
Total Other Financing Sources	<u>\$ 203,067</u>	<u>\$ 0</u>	<u>\$ 203,067</u>	<u>\$ 350,000</u>	<u>\$ 180,000</u>	<u>\$ 23,067</u>
Net Change in Fund Balance						
Fund Balance, July 1, 2022	\$ (865,628)	\$ 300,603	\$ (565,025)	\$ (1,997,850)	\$ (2,588,400)	\$ 2,023,375
	<u>6,262,250</u>	<u>(300,603)</u>	<u>5,961,647</u>	<u>4,335,186</u>	<u>4,335,186</u>	<u>1,626,461</u>
Fund Balance, June 30, 2023						
	<u>\$ 5,396,622</u>	<u>\$ 0</u>	<u>\$ 5,396,622</u>	<u>\$ 2,337,336</u>	<u>\$ 1,746,786</u>	<u>\$ 3,649,836</u>

Exhibit I-9

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Crockett County School Department
School Federal Projects Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 3,678,244	\$ 4,283,441	\$ 4,592,509	\$ (914,265)
Total Revenues	\$ 3,678,244	\$ 4,283,441	\$ 4,592,509	\$ (914,265)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 839,233	\$ 1,163,450	\$ 1,171,001	\$ 331,768
Special Education Program	400,704	389,505	434,210	33,506
Career and Technical Education Program	32,789	26,658	32,791	2
<u>Support Services</u>				
Health Services	126,867	205,072	223,084	96,217
Other Student Support	140,227	124,838	204,856	64,629
Regular Instruction Program	465,241	605,391	706,351	241,110
Special Education Program	111,378	128,513	122,149	10,771
Technology	50,451	51,000	50,451	0
Office of the Principal	69,654	141,561	141,561	71,907
Transportation	52	45,828	45,053	45,001
<u>Operation of Non-Instructional Services</u>				
Food Service	30,598	67,841	67,841	37,243
<u>Capital Outlay</u>				
Regular Capital Outlay	1,393,160	1,386,038	1,393,160	0
Total Expenditures	\$ 3,660,354	\$ 4,335,695	\$ 4,592,508	\$ 932,154
Excess (Deficiency) of Revenues Over Expenditures	\$ 17,890	\$ (52,254)	\$ 1	\$ 17,889
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 170,000	\$ 0	\$ 170,000	\$ 0
Total Other Financing Sources	\$ 170,000	\$ 0	\$ 170,000	\$ 0
Net Change in Fund Balance	\$ 187,890	\$ (52,254)	\$ 170,001	\$ 17,889
Fund Balance, July 1, 2022	62,574	62,574	62,574	0
Fund Balance, June 30, 2023	\$ 250,464	\$ 10,320	\$ 232,575	\$ 17,889

Exhibit I-10

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Crockett County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Charges for Current Services	\$ 300,591	\$ 334,800	\$ 334,800	\$ (34,209)
Other Local Revenues	11,462	35,000	35,000	(23,538)
State of Tennessee	11,095	14,000	14,000	(2,905)
Federal Government	1,367,427	1,238,832	1,297,517	69,910
Total Revenues	<u>\$ 1,690,575</u>	<u>\$ 1,622,632</u>	<u>\$ 1,681,317</u>	<u>\$ 9,258</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 1,722,323	\$ 1,622,632	\$ 1,742,632	\$ 20,309
Total Expenditures	<u>\$ 1,722,323</u>	<u>\$ 1,622,632</u>	<u>\$ 1,742,632</u>	<u>\$ 20,309</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (31,748)</u>	<u>\$ 0</u>	<u>\$ (61,315)</u>	<u>\$ 29,567</u>
Net Change in Fund Balance	\$ (31,748)	\$ 0	\$ (61,315)	\$ 29,567
Fund Balance, July 1, 2022	<u>901,684</u>	<u>416,273</u>	<u>416,273</u>	<u>485,411</u>
Fund Balance, June 30, 2023	<u>\$ 869,936</u>	<u>\$ 416,273</u>	<u>\$ 354,958</u>	<u>\$ 514,978</u>

Exhibit I-11

Crockett County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Crockett County School Department
School Transportation Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 378,628	\$ 374,913	\$ 374,913	\$ 3,715
Total Revenues	\$ 378,628	\$ 374,913	\$ 374,913	\$ 3,715
<u>Expenditures</u>				
<u>Support Services</u>				
Board of Education	\$ 6,496	\$ 6,333	\$ 6,333	\$ (163)
Total Expenditures	\$ 6,496	\$ 6,333	\$ 6,333	\$ (163)
Excess (Deficiency) of Revenues Over Expenditures	\$ 372,132	\$ 368,580	\$ 368,580	\$ 3,552
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (369,677)	\$ (368,578)	\$ (368,578)	\$ (1,099)
Total Other Financing Sources	\$ (369,677)	\$ (368,578)	\$ (368,578)	\$ (1,099)
Net Change in Fund Balance	\$ 2,455	\$ 2	\$ 2	\$ 2,453
Fund Balance, July 1, 2022	9,733	9,573	9,573	160
Fund Balance, June 30, 2023	\$ 12,188	\$ 9,575	\$ 9,575	\$ 2,613

MISCELLANEOUS SCHEDULES

Exhibit J-1

Crockett County, Tennessee
Schedule of Changes in Long-term Notes, Other Loan, and Bonds
For the Year Ended June 30, 2023

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-22	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-23
<u>NOTES PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Public Works Projects	\$ 260,000	2.95 %	11-20-12	6-1-24	\$ 50,000	\$ 0	\$ 25,000	\$ 25,000
School Land	105,000	2.83	12-5-14	12-5-24	34,668	0	11,228	23,440
County Building Renovations	172,000	2.63	5-26-15	6-1-25	56,453	0	18,318	38,135
Senior Center Expansion	208,400	2.9	2-18-16	6-1-26	82,012	0	21,000	61,012
Public Works Projects	175,000	5	8-1-18	8-1-30	140,458	0	12,705	127,753
General Obligation School Bond Anticipation Note	(1)	Variable	7-15-21	7-15-24	5,199,826	2,151,204	0	7,351,030
Total Notes Payable					\$ 5,563,417	\$ 2,151,204	\$ 88,251	\$ 7,626,370
<u>OTHER LOAN PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Energy Efficient Schools Initiative	2,000,000	0	2-2-12	10-1-22	\$ 116,614	\$ 0	\$ 116,614	\$ 0
Total Other Loan Payable					\$ 116,614	\$ 0	\$ 116,614	\$ 0
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Refunding, Series 2018	8,300,000	5	6-22-18	4-1-25	\$ 3,850,000	\$ 0	\$ 1,225,000	\$ 2,625,000
General Obligation School Bond, Series 2021	7,200,000	2.125	7-15-21	7-15-59	7,200,000	0	125,064	7,074,936
Total Bonds Payable					\$ 11,050,000	\$ 0	\$ 1,350,064	\$ 9,699,936

(1) Total amount approved was \$11,100,000, of which \$3,748,970 remains available for draws as of June 30, 2023.

Exhibit J-2

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2024	\$ 89,727	\$ 356,889	\$ 446,616
2025	7,416,237	63,600	7,479,837
2026	34,748	5,670	40,418
2027	15,483	4,343	19,826
2028	16,268	3,558	19,826
2029	17,085	2,741	19,826
2030	17,959	1,867	19,826
2031	18,863	956	19,819
Total	\$ 7,626,370	\$ 439,624	\$ 8,065,994

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 1,427,722	\$ 281,592	\$ 1,709,314
2025	1,455,436	213,878	1,669,314
2026	133,207	144,857	278,064
2027	136,038	142,026	278,064
2028	138,929	139,135	278,064
2029	141,881	136,183	278,064
2030	144,896	133,168	278,064
2031	147,975	130,089	278,064
2032	151,120	126,944	278,064
2033	154,331	123,733	278,064
2034	157,610	120,454	278,064
2035	160,960	117,104	278,064
2036	164,380	113,684	278,064
2037	167,873	110,191	278,064
2038	171,440	106,624	278,064
2039	175,084	102,980	278,064
2040	178,804	99,260	278,064
2041	182,604	95,460	278,064
2042	186,484	91,580	278,064
2043	190,447	87,617	278,064
2044	194,494	83,570	278,064
2045	198,627	79,437	278,064
2046	202,848	75,216	278,064
2047	207,158	70,906	278,064
2048	211,560	66,504	278,064
2049	216,056	62,008	278,064
2050	220,647	57,417	278,064
2051	225,336	52,728	278,064
2052	230,124	47,940	278,064
2053	235,014	43,050	278,064
2054	240,008	38,056	278,064
2055	245,109	32,955	278,064
2056	250,317	27,747	278,064
2057	255,636	22,428	278,064
2058	261,069	16,995	278,064
2059	266,616	11,448	278,064
2060	272,096	5,782	277,878
Total	\$ 9,699,936	\$ 3,410,746	\$ 13,110,682

Crockett County, Tennessee
Schedule of Lease Receivable
Discretely Presented Crockett County School Department
June 30, 2023

Description	Debtor	Original Amount of Lease	Date of Issue	Date of Maturity	Interest Rate	Balance 7-1-22	Additions	Deductions	Balance 6-30-23
<u>DISCRETELY PRESENTED CROCKETT COUNTY SCHOOL DEPARTMENT</u>									
<u>General Purpose School Fund</u>									
Scoreboard and Turf Sponsorship	Pictsweet Company	\$ 1,100,000	6-1-22	4-30-31	2.125 %	\$ 0	\$ 892,513	\$ 91,034	\$ 801,479
Total Lease Receivable						\$ 0	\$ 892,513	\$ 91,034	\$ 801,479

Exhibit J-4

Crockett County, Tennessee
Schedule of Transfers
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>DISCRETELY PRESENTED CROCKETT</u>			
<u>COUNTY SCHOOL DEPARTMENT</u>			
General Purpose School	School Federal Projects	Cash flow funds	\$ 170,000
School Transportation	General Purpose School	School transportation	<u>369,677</u>
Total Transfers Discretely Presented Crockett County School Department			<u>\$ 539,677</u>

Crockett County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

Official	Authorization	Bond	Surety
County Mayor	Section 8-24-102, TCA	\$ 100,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Road Supervisor	Section 8-24-102, TCA	100,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Director of Schools	State Board of Education and County Board of Education	100,000	Auto Owners Insurance Company
Base salary			
Accrued leave			
Chief executive officer training supplement			
Board approved bonus			
Total compensation			
Trustee	Section 8-24-102, TCA	1,214,498	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Assessor of Property	Section 8-24-102, TCA	50,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
County Clerk	Section 8-24-102, TCA	50,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Circuit, General Sessions and Juvenile Courts Clerk	Section 8-24-102, TCA	50,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Clerk and Master	Section 8-24-102, TCA	50,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Register of Deeds	Section 8-24-102, TCA	50,000	Auto Owners Insurance Company
Base salary/Total compensation		(1)	
Sheriff	Section 8-24-102, TCA	100,000	Auto Owners Insurance Company
Base salary		(1)	
Law enforcement training supplement			
Total compensation			
Employee Blanket Bonds:			
Employee Fidelity - County Departments		400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department		400,000	"

(1) Official is also under the employee fidelity insurance coverage.

Exhibit J-6

Crockett County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2023

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works	General Debt Service
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 5,482,441	\$ 0	\$ 0	\$ 0	\$ 0	\$ 289,530
Discount on Property Taxes	(56,133)	0	0	0	0	(2,961)
Trustee's Collections - Prior Year	137,875	0	0	0	0	8,618
Trustee's Collections - Bankruptcy	96	0	0	0	0	29
Circuit Clerk/Clerk and Master Collections - Prior Years	137,544	0	0	0	0	8,597
Interest and Penalty	25,831	0	0	0	0	1,596
Payments in-Lieu-of Taxes - Other	2,507	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	368,239	0	0	0	0	1,189,060
Hotel/Motel Tax	15,755	0	0	0	0	0
Wheel Tax	0	0	0	0	431,539	343,916
Litigation Tax - General	40,630	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	15,365
Business Tax	152,165	0	0	0	0	0
Mixed Drink Tax	677	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	92,617	0	0	0	0	0
Wholesale Beer Tax	0	63,407	0	0	0	0
Total Local Taxes	\$ 6,400,244	\$ 63,407	\$ 0	\$ 0	\$ 431,539	\$ 1,853,750
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 12,605	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Permits</u>						
Beer Permits	1,195	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works	General Debt Service
<u>Licenses and Permits (Cont.)</u>						
<u>Permits (Cont.)</u>						
Building Permits	\$ 42,325	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 56,125	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 712	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	1,484	0	0	0	0	0
Drug Control Fines	0	0	1,408	0	0	0
Drug Court Fees	2,340	0	0	0	0	0
Jail Fees	311	0	0	0	0	0
DUI Treatment Fines	380	0	0	0	0	0
Data Entry Fee - Circuit Court	332	0	0	0	0	0
Courtroom Security Fee	4	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	6,159	0	0	0	0	0
Officers Costs	15,939	0	0	0	0	0
Game and Fish Fines	34	0	0	0	0	0
Drug Control Fines	1,524	0	1,566	0	0	0
Drug Court Fees	3,920	0	0	0	0	0
Jail Fees	2,134	0	0	0	0	0
DUI Treatment Fines	2,741	0	0	0	0	0
Data Entry Fee - General Sessions Court	6,040	0	0	0	0	0
Courtroom Security Fee	1,908	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	200	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works	General Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Juvenile Court (Cont.)</u>						
Officers Costs	\$ 540	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Entry Fee - Juvenile Court	128	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	646	0	0	0	0	0
Data Entry Fee - Chancery Court	2,222	0	0	0	0	0
Courtroom Security Fee	598	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	3,755	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 50,296	\$ 0	\$ 6,729	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Convenience Waste Centers Collection Charge	\$ 0	\$ 15,000	\$ 0	\$ 0	\$ 0	\$ 0
Surcharge - Waste Tire Disposal	0	3,560	0	0	0	0
Patient Charges	861,355	0	0	0	0	0
<u>Fees</u>						
Copy Fees	6	0	0	0	0	0
Library Fees	11,780	0	0	0	0	0
Telephone Commissions	11,279	0	0	0	0	0
Additional Fees - Titling and Registration	11,457	0	0	0	0	0
Data Processing Fee - Register	4,576	0	0	0	0	0
Data Processing Fee - Sheriff	852	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	2,100	0	0	0	0	0
Data Processing Fee - County Clerk	1,953	0	0	0	0	0
Vehicle Registration Reinstatement Fees	1,555	0	0	0	0	0
Total Charges for Current Services	\$ 906,913	\$ 18,560	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works	General Debt Service
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 1,747	\$ 0	\$ 128,155
Lease/Rentals	21,506	0	0	0	0	66,257
Miscellaneous Refunds	47,469	0	0	0	407	0
<u>Nonrecurring Items</u>						
Damages Recovered from Individuals	88	0	0	0	0	0
Total Other Local Revenues	\$ 69,063	\$ 0	\$ 0	\$ 1,747	\$ 407	\$ 194,412
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 180,548	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	19,424	0	0	0	0	0
General Sessions Court Clerk	89,192	0	0	0	0	0
Clerk and Master	61,552	0	0	0	0	0
Juvenile Court Clerk	2,908	0	0	0	0	0
Register	57,164	0	0	0	0	0
Sheriff	7,972	0	0	0	0	0
Trustee	268,985	0	0	0	0	0
Total Fees Received From County Officials	\$ 687,745	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aging Programs	86,805	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	9,600	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works	General Debt Service
<u>State of Tennessee (Cont.)</u>						
<u>Health and Welfare Grants</u>						
Health Department Programs	\$ 90,750	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	487,800	0
Litter Program	39,945	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	907	0	0	0	0	0
Vehicle Certificate of Title Fees	5,540	0	0	0	0	0
Alcoholic Beverage Tax	0	46,068	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	52,024	0	0	0	0	0
State Revenue Sharing - T.V.A.	357,321	0	0	0	0	0
State Revenue Sharing - Telecommunications	20,459	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	12,166	0	0	0	0	0
Contracted Prisoner Boarding	86,838	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	2,071,291	0
Petroleum Special Tax	0	0	0	0	7,681	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	138,666	0	0	0	0	0
Other State Revenues	2,166	0	0	0	0	0
Total State of Tennessee	\$ 927,351	\$ 46,068	\$ 0	\$ 0	\$ 2,566,772	\$ 0
<u>Federal Government</u>						
<u>Federal Through State</u>						
Homeland Security Grants	\$ 7,662	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Federal through State	142,804	0	0	0	0	0

(Continued)

Exhibit J-6

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

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government	Highway / Public Works	General Debt Service
<u>Federal Government (Cont.)</u>						
<u>Direct Federal Revenue</u>						
American Rescue Plan Act Grant #6	\$ 0	\$ 0	\$ 0	\$ 2,764,011	\$ 0	\$ 0
Total Federal Government	\$ 150,466	\$ 0	\$ 0	\$ 2,764,011	\$ 0	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 426,378
Contracted Services	760	0	0	0	0	0
<u>Other</u>						
Opioid Settlement Funds - Past Remediation	23,840	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 24,600	\$ 0	\$ 0	\$ 0	\$ 0	\$ 426,378
Total	\$ 9,272,803	\$ 128,035	\$ 6,729	\$ 2,765,758	\$ 2,998,718	\$ 2,474,540

(Continued)

Exhibit J-6

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

	<u>Capital Projects Fund Community Development/ Industrial Park</u>	<u>Total</u>
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 5,771,971
Discount on Property Taxes	0	(59,094)
Trustee's Collections - Prior Year	0	146,493
Trustee's Collections - Bankruptcy	0	125
Circuit Clerk/Clerk and Master Collections - Prior Years	0	146,141
Interest and Penalty	0	27,427
Payments in-Lieu-of Taxes - Other	0	2,507
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	1,557,299
Hotel/Motel Tax	0	15,755
Wheel Tax	0	775,455
Litigation Tax - General	0	40,630
Litigation Tax - Jail, Workhouse, or Courthouse	0	15,365
Business Tax	0	152,165
Mixed Drink Tax	0	677
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	92,617
Wholesale Beer Tax	0	63,407
Total Local Taxes	<u>\$ 0</u>	<u>\$ 8,748,940</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Cable TV Franchise	\$ 0	\$ 12,605
<u>Permits</u>		
Beer Permits	0	1,195

(Continued)

Exhibit J-6

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

	Capital Projects Fund Community Development/ Industrial Park	Total
<u>Licenses and Permits (Cont.)</u>		
<u>Permits (Cont.)</u>		
Building Permits	\$ 0	\$ 42,325
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 56,125</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 712
Officers Costs	0	1,484
Drug Control Fines	0	1,408
Drug Court Fees	0	2,340
Jail Fees	0	311
DUI Treatment Fines	0	380
Data Entry Fee - Circuit Court	0	332
Courtroom Security Fee	0	4
<u>General Sessions Court</u>		
Fines	0	6,159
Officers Costs	0	15,939
Game and Fish Fines	0	34
Drug Control Fines	0	3,090
Drug Court Fees	0	3,920
Jail Fees	0	2,134
DUI Treatment Fines	0	2,741
Data Entry Fee - General Sessions Court	0	6,040
Courtroom Security Fee	0	1,908
<u>Juvenile Court</u>		
Fines	0	200

(Continued)

Exhibit J-6

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

	Capital Projects Fund Community Development/ Industrial Park	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>		
<u>Juvenile Court (Cont.)</u>		
Officers Costs	\$ 0	\$ 540
Data Entry Fee - Juvenile Court	0	128
<u>Chancery Court</u>		
Officers Costs	0	646
Data Entry Fee - Chancery Court	0	2,222
Courtroom Security Fee	0	598
<u>Other Fines, Forfeitures, and Penalties</u>		
Proceeds from Confiscated Property	0	3,755
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 57,025
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Convenience Waste Centers Collection Charge	\$ 0	\$ 15,000
Surcharge - Waste Tire Disposal	0	3,560
Patient Charges	0	861,355
<u>Fees</u>		
Copy Fees	0	6
Library Fees	0	11,780
Telephone Commissions	0	11,279
Additional Fees - Titling and Registration	0	11,457
Data Processing Fee - Register	0	4,576
Data Processing Fee - Sheriff	0	852
Sexual Offender Registration Fee - Sheriff	0	2,100
Data Processing Fee - County Clerk	0	1,953
Vehicle Registration Reinstatement Fees	0	1,555
Total Charges for Current Services	\$ 0	\$ 925,473

(Continued)

Exhibit J-6

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

	<u>Capital Projects Fund Community Development/ Industrial Park</u>	<u>Total</u>
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 129,902
Lease/Rentals	0	87,763
Miscellaneous Refunds	0	47,876
<u>Nonrecurring Items</u>		
Damages Recovered from Individuals	0	88
Total Other Local Revenues	\$ 0	\$ 265,629
<u>Fees Received From County Officials</u>		
<u>Fees In-Lieu-of Salary</u>		
County Clerk	\$ 0	\$ 180,548
Circuit Court Clerk	0	19,424
General Sessions Court Clerk	0	89,192
Clerk and Master	0	61,552
Juvenile Court Clerk	0	2,908
Register	0	57,164
Sheriff	0	7,972
Trustee	0	268,985
Total Fees Received From County Officials	\$ 0	\$ 687,745
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 9,000
Aging Programs	0	86,805
<u>Public Safety Grants</u>		
Law Enforcement Training Programs	0	9,600

(Continued)

Exhibit J-6

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

	Capital Projects Fund Community Development/ Industrial Park	Total
<u>State of Tennessee (Cont.)</u>		
<u>Health and Welfare Grants</u>		
Health Department Programs	\$ 0	\$ 90,750
<u>Public Works Grants</u>		
Bridge Program	0	487,800
Litter Program	0	39,945
<u>Other State Revenues</u>		
Income Tax	0	907
Vehicle Certificate of Title Fees	0	5,540
Alcoholic Beverage Tax	0	46,068
Opioid Settlement Funds - TN Abatement Council	0	52,024
State Revenue Sharing - T.V.A.	0	357,321
State Revenue Sharing - Telecommunications	0	20,459
State Shared Sports Gaming Privilege Tax	0	12,166
Contracted Prisoner Boarding	0	86,838
Gasoline and Motor Fuel Tax	0	2,071,291
Petroleum Special Tax	0	7,681
Registrar's Salary Supplement	0	15,164
Other State Grants	360,528	499,194
Other State Revenues	0	2,166
Total State of Tennessee	<u>\$ 360,528</u>	<u>\$ 3,900,719</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Homeland Security Grants	\$ 0	\$ 7,662
Other Federal through State	0	142,804

(Continued)

Exhibit J-6

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

	Capital Projects Fund Community Development/ Industrial Park	Total
<hr/>		
<u>Federal Government (Cont.)</u>		
<u>Direct Federal Revenue</u>		
American Rescue Plan Act Grant #6	\$ 0	\$ 2,764,011
Total Federal Government	<u>\$ 0</u>	<u>\$ 2,914,477</u>
 <u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 0	\$ 426,378
Contracted Services	0	760
<u>Other</u>		
Opioid Settlement Funds - Past Remediation	0	23,840
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 450,978</u>
 Total	 <u>\$ 360,528</u>	 <u>\$ 18,007,111</u>

Exhibit J-7

Crockett County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 1,246,440	\$ 0	\$ 0	\$ 263,048	\$ 0
Discount on Property Taxes	(12,702)	0	0	(2,688)	0
Trustee's Collections - Prior Year	36,999	0	0	7,834	0
Trustee's Collections - Bankruptcy	239	0	0	16	0
Circuit Clerk/Clerk and Master Collections - Prior Years	36,949	0	0	7,815	0
Interest and Penalty	7,163	0	0	1,451	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	836,883	0	0	0	0
Wheel Tax	47,594	0	0	101,152	0
Mixed Drink Tax	478	0	0	0	0
Total Local Taxes	\$ 2,200,043	\$ 0	\$ 0	\$ 378,628	\$ 0
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 617	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 617	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Lunch Payments - Children	\$ 0	\$ 0	\$ 165,542	\$ 0	\$ 0
Lunch Payments - Adults	0	0	21,764	0	0
Income from Breakfast	0	0	20	0	0
A la Carte Sales	0	0	80,124	0	0
Transportation - Other State Systems	7,002	0	0	0	0

(Continued)

Exhibit J-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Receipts from Individual Schools	\$ 2,550	\$ 0	\$ 0	\$ 0	\$ 0
Other Charges for Services	0	0	33,141	0	0
Total Charges for Current Services	\$ 9,552	\$ 0	\$ 300,591	\$ 0	\$ 0
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 109,026	\$ 0	\$ 11,362	\$ 0	\$ 0
Lease/Rentals	106,299	0	0	0	0
Lease Interest	18,966	0	0	0	0
Miscellaneous Refunds	6,221	0	0	0	0
<u>Nonrecurring Items</u>					
Sale of Equipment	5,545	0	100	0	0
Damages Recovered from Individuals	50	0	0	0	0
Contributions and Gifts	8,710	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	0	0	0	0	884,767
Total Other Local Revenues	\$ 254,817	\$ 0	\$ 11,462	\$ 0	\$ 884,767
<u>State of Tennessee</u>					
<u>Health and Welfare Grants</u>					
Health Department Programs	\$ 149,825	\$ 0	\$ 0	\$ 0	\$ 0
<u>State Education Funds</u>					
Basic Education Program	13,625,047	0	0	0	0
Early Childhood Education	320,259	0	0	0	0

(Continued)

Exhibit J-7

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

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>State of Tennessee (Cont.)</u>					
<u>State Education Funds (Cont.)</u>					
School Food Service	\$ 0	\$ 0	\$ 11,095	\$ 0	\$ 0
Driver Education	15,137	0	0	0	0
Other State Education Funds	231,705	0	0	0	0
Coordinated School Health	89,256	0	0	0	0
Family Resource Centers	33,416	0	0	0	0
Career Ladder Program	26,865	0	0	0	0
Other Vocational	74,799	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	50,000	0	0	0	0
Other State Grants	170,988	0	0	0	0
Safe Schools	51,131	0	0	0	0
Total State of Tennessee	<u>\$ 14,838,428</u>	<u>\$ 0</u>	<u>\$ 11,095</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 718,337	\$ 0	\$ 0
USDA - Commodities	0	0	145,277	0	0
Breakfast	0	0	359,455	0	0
USDA - Other	0	0	137,655	0	0
USDA Food Service Equipment Grant	0	0	6,703	0	0
Vocational Education - Basic Grants to States	0	54,611	0	0	0
Title I Grants to Local Education Agencies	0	447,992	0	0	0
Special Education - Grants to States	0	454,493	0	0	0
Special Education Preschool Grants	0	4,342	0	0	0

(Continued)

Exhibit J-7

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

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Internal School
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
English Language Acquisition Grants	\$ 0	\$ 11,472	\$ 0	\$ 0	\$ 0
Safe and Drug-free Schools - State Grants	0	28,145	0	0	0
Rural Education	0	4,712	0	0	0
Eisenhower Professional Development State Grants	0	74,650	0	0	0
COVID-19 Grant B	0	511,565	0	0	0
COVID-19 Grant D	0	85,084	0	0	0
American Rescue Plan Act Grant #1	0	1,816,222	0	0	0
American Rescue Plan Act Grant #2	0	24,763	0	0	0
American Rescue Plan Act Grant #3	0	618	0	0	0
American Rescue Plan Act Grant #4	0	659	0	0	0
Other Federal through State	372,182	158,916	0	0	0
Total Federal Government	\$ 372,182	\$ 3,678,244	\$ 1,367,427	\$ 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	\$ 17,675,639	\$ 3,678,244	\$ 1,690,575	\$ 378,628	\$ 884,767

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 1,509,488
Discount on Property Taxes	0	(15,390)
Trustee's Collections - Prior Year	0	44,833
Trustee's Collections - Bankruptcy	0	255
Circuit Clerk/Clerk and Master Collections - Prior Years	0	44,764
Interest and Penalty	0	8,614
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	836,883
Wheel Tax	0	148,746
Mixed Drink Tax	0	478
Total Local Taxes	<u>\$ 0</u>	<u>\$ 2,578,671</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Marriage Licenses	\$ 0	\$ 617
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 617</u>
<u>Charges for Current Services</u>		
<u>Education Charges</u>		
Lunch Payments - Children	\$ 0	\$ 165,542
Lunch Payments - Adults	0	21,764
Income from Breakfast	0	20
A la Carte Sales	0	80,124
Transportation - Other State Systems	0	7,002

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>		
<u>Education Charges (Cont.)</u>		
Receipts from Individual Schools	\$ 0	\$ 2,550
Other Charges for Services	0	33,141
Total Charges for Current Services	\$ 0	\$ 310,143
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 120,388
Lease/Rentals	0	106,299
Lease Interest	0	18,966
Miscellaneous Refunds	0	6,221
<u>Nonrecurring Items</u>		
Sale of Equipment	0	5,645
Damages Recovered from Individuals	0	50
Contributions and Gifts	0	8,710
<u>Other Local Revenues</u>		
Other Local Revenues	0	884,767
Total Other Local Revenues	\$ 0	\$ 1,151,046
<u>State of Tennessee</u>		
<u>Health and Welfare Grants</u>		
Health Department Programs	\$ 0	\$ 149,825
<u>State Education Funds</u>		
Basic Education Program	0	13,625,047
Early Childhood Education	0	320,259

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>State of Tennessee (Cont.)</u>		
<u>State Education Funds (Cont.)</u>		
School Food Service	\$ 0	\$ 11,095
Driver Education	0	15,137
Other State Education Funds	0	231,705
Coordinated School Health	0	89,256
Family Resource Centers	0	33,416
Career Ladder Program	0	26,865
Other Vocational	0	74,799
<u>Other State Revenues</u>		
State Revenue Sharing - T.V.A.	0	50,000
Other State Grants	0	170,988
Safe Schools	0	51,131
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 14,849,523</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
USDA School Lunch Program	\$ 0	\$ 718,337
USDA - Commodities	0	145,277
Breakfast	0	359,455
USDA - Other	0	137,655
USDA Food Service Equipment Grant	0	6,703
Vocational Education - Basic Grants to States	0	54,611
Title I Grants to Local Education Agencies	0	447,992
Special Education - Grants to States	0	454,493
Special Education Preschool Grants	0	4,342

(Continued)

Exhibit J-7

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

	<u>Capital Projects Fund</u>	
	Education Capital Projects	Total
<u>Federal Government (Cont.)</u>		
<u>Federal Through State (Cont.)</u>		
English Language Acquisition Grants	\$ 0	\$ 11,472
Safe and Drug-free Schools - State Grants	0	28,145
Rural Education	0	4,712
Eisenhower Professional Development State Grants	0	74,650
COVID-19 Grant B	0	511,565
COVID-19 Grant D	0	85,084
American Rescue Plan Act Grant #1	0	1,816,222
American Rescue Plan Act Grant #2	0	24,763
American Rescue Plan Act Grant #3	0	618
American Rescue Plan Act Grant #4	0	659
Other Federal through State	0	531,098
Total Federal Government	<u>\$ 0</u>	<u>\$ 5,417,853</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 2,151,204	\$ 2,151,204
Total Other Governments and Citizens Groups	<u>\$ 2,151,204</u>	<u>\$ 2,151,204</u>
Total	<u>\$ 2,151,204</u>	<u>\$ 26,459,057</u>

Exhibit J-8

Crockett County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2023

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	17,051	
Dues and Memberships		1,300	
Total County Commission			\$ 18,351

Board of Equalization

Board and Committee Members Fees	\$	130	
Total Board of Equalization			130

Beer Board

Board and Committee Members Fees	\$	200	
Total Beer Board			200

County Mayor/Executive

County Official/Administrative Officer	\$	95,168	
Accountants/Bookkeepers		49,543	
Purchasing Personnel		31,587	
Longevity Pay		1,750	
Contracts with Private Agencies		16,140	
Dues and Memberships		1,650	
Postal Charges		1,479	
Printing, Stationery, and Forms		196	
Travel		2,461	
Other Contracted Services		5,000	
Office Supplies		4,173	
Office Equipment		7,763	
Total County Mayor/Executive			216,910

County Attorney

County Official/Administrative Officer	\$	800	
Total County Attorney			800

Election Commission

County Official/Administrative Officer	\$	74,156	
Data Processing Personnel		24,953	
Longevity Pay		50	
Election Commission		2,750	
Election Workers		38,109	
Contracts with Private Agencies		11,956	
Data Processing Services		22,106	
Dues and Memberships		60	
Legal Notices, Recording, and Court Costs		3,562	
Postal Charges		985	
Printing, Stationery, and Forms		857	
Travel		242	
Office Supplies		1,244	
Total Election Commission			181,030

(Continued)

Exhibit J-8

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds

County Official/Administrative Officer	\$	82,396	
Deputy(ies)		28,704	
Data Processing Services		3,200	
Dues and Memberships		845	
Lease Payments		1,506	
Postal Charges		372	
Travel		301	
Office Supplies		2,630	
Total Register of Deeds	\$		119,954

County Buildings

Maintenance Personnel	\$	33,500	
Longevity Pay		250	
Other Salaries and Wages		276	
Communication		58,391	
Lease Payments		6,000	
Maintenance and Repair Services - Buildings		87,719	
Maintenance and Repair Services - Equipment		5,096	
Maintenance and Repair Services - Office Equipment		40,440	
Maintenance and Repair Services - Vehicles		480	
Pest Control		5,012	
Custodial Supplies		16,624	
Electricity		28,613	
Gasoline		3,056	
Natural Gas		12,077	
Water and Sewer		11,526	
Building and Contents Insurance		41,484	
Total County Buildings			350,544

Finance

Accounting and Budgeting

Accounting Services	\$	600	
Audit Services		5,843	
Total Accounting and Budgeting			6,443

Property Assessor's Office

County Official/Administrative Officer	\$	82,396	
Deputy(ies)		49,933	
Longevity Pay		350	
Contracts with Private Agencies		2,670	
Data Processing Services		12,850	
Dues and Memberships		1,955	
Postal Charges		687	
Travel		2,339	
Office Supplies		1,713	
Office Equipment		1,704	
Total Property Assessor's Office			156,597

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office

County Official/Administrative Officer	\$	82,396	
Deputy(ies)		74,222	
Longevity Pay		1,200	
Data Processing Services		9,875	
Dues and Memberships		845	
Maintenance Agreements		4,762	
Postal Charges		5,048	
Other Contracted Services		600	
Office Supplies		1,942	
Total County Trustee's Office			\$ 180,890

County Clerk's Office

County Official/Administrative Officer	\$	82,396	
Deputy(ies)		75,303	
Longevity Pay		50	
Dues and Memberships		845	
Postal Charges		3,346	
Printing, Stationery, and Forms		260	
Travel		1,548	
Other Contracted Services		14,303	
Office Supplies		2,140	
Office Equipment		1,211	
Other Equipment		5,100	
Total County Clerk's Office			186,502

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	82,396	
Deputy(ies)		133,792	
Longevity Pay		1,100	
Jury and Witness Expense		2,551	
Data Processing Services		17,562	
Dues and Memberships		820	
Postal Charges		1,116	
Printing, Stationery, and Forms		387	
Office Supplies		10,556	
Total Circuit Court			250,280

General Sessions Judge

Judge(s)	\$	103,921	
Dues and Memberships		350	
Travel		1,510	
Other Contracted Services		5,000	
Total General Sessions Judge			110,781

Drug Court

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

Exhibit J-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Drug Court (Cont.)

Supervisor/Director	\$	34,408	
Social Security		9,477	
Communication		2,034	
Travel		2,268	
Drug Treatment		1,223	
Other Charges		1,600	
Office Equipment		1,468	
Total Drug Court			\$ 69,518

Chancery Court

County Official/Administrative Officer	\$	82,396	
Deputy(ies)		32,300	
Longevity Pay		400	
Dues and Memberships		820	
Maintenance Agreements		6,500	
Postal Charges		644	
Printing, Stationery, and Forms		69	
Other Contracted Services		1,580	
Office Supplies		1,962	
Office Equipment		974	
Total Chancery Court			127,645

Juvenile Court

Supervisor/Director	\$	42,557	
Probation Officer(s)		19,776	
Longevity Pay		150	
Communication		1,156	
Maintenance and Repair Services - Vehicles		2,468	
Travel		745	
Other Contracted Services		4,374	
Gasoline		1,340	
Office Supplies		176	
In Service/Staff Development		387	
Other Charges		109	
Office Equipment		1,047	
Total Juvenile Court			74,285

Other Administration of Justice

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

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	90,636	
Assistant(s)		61,228	
Deputy(ies)		644,421	
Data Processing Personnel		37,469	

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Guards	\$	28,440	
Secretary(ies)		37,290	
Longevity Pay		6,600	
Other Salaries and Wages		100,955	
In-service Training		9,600	
Communication		36,763	
Data Processing Services		46,461	
Dues and Memberships		2,535	
Evaluation and Testing		710	
Maintenance and Repair Services - Vehicles		24,972	
Postal Charges		6,231	
Travel		9,807	
Food Supplies		64	
Gasoline		74,134	
Law Enforcement Supplies		10,273	
Office Supplies		7,578	
Tires and Tubes		7,878	
Uniforms		10,975	
Vehicle Parts		8,160	
In Service/Staff Development		3,103	
Other Charges		2,824	
Law Enforcement Equipment		19,693	
Total Sheriff's Department			\$ 1,288,800

Jail

Supervisor/Director	\$	48,804
Dispatchers/Radio Operators		289,799
Guards		383,293
Part-time Personnel		24,087
Longevity Pay		4,550
Other Salaries and Wages		189,277
Contracts with Government Agencies		34,090
Data Processing Services		47,773
Evaluation and Testing		1,735
Medical and Dental Services		121,657
Travel		822
Custodial Supplies		10,497
Data Processing Supplies		23
Drugs and Medical Supplies		62,111
Electricity		38,734
Food Supplies		127,714
Natural Gas		12,960
Prisoners Clothing		5,088
Uniforms		1,984
Water and Sewer		17,595
Other Supplies and Materials		907
Other Charges		4,259

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Data Processing Equipment	\$	400	
Office Equipment		168	
Total Jail			\$ 1,428,327

Fire Prevention and Control

Medical Insurance	\$	7,566	
Contributions		56,000	
Other Contracted Services		15,000	
Total Fire Prevention and Control			78,566

Civil Defense

Supervisor/Director	\$	14,040	
Communication		4,961	
Dues and Memberships		180	
Lease Payments		982	
Maintenance and Repair Services - Equipment		1,429	
Maintenance and Repair Services - Vehicles		7,922	
Travel		1,051	
Electricity		10,799	
Food Supplies		28	
Gasoline		4,635	
Office Supplies		1,480	
Uniforms		180	
Utilities		792	
Other Supplies and Materials		394	
In Service/Staff Development		250	
Office Equipment		1,369	
Other Equipment		1,673	
Total Civil Defense			52,165

Rescue Squad

Contributions	\$	10,000	
Total Rescue Squad			10,000

Other Emergency Management

Other Supplies and Materials	\$	6,201	
Other Equipment		3,493	
Total Other Emergency Management			9,694

County Coroner/Medical Examiner

Other Per Diem and Fees	\$	2,000	
Contracts with Government Agencies		4,680	
Other Supplies and Materials		157	
Total County Coroner/Medical Examiner			6,837

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Public Health and Welfare

Local Health Center

Medical Personnel	\$	26,457	
Clerical Personnel		51,422	
Longevity Pay		200	
Social Security		4,702	
Pensions		2,045	
Unemployment Compensation		84	
Employer Medicare		1,100	
Communication		9,746	
Travel		101	
Other Contracted Services		9,999	
Drugs and Medical Supplies		355	
Office Supplies		254	
Utilities		9,563	
Other Charges		1,168	
Total Local Health Center			\$ 117,196

Rabies and Animal Control

Supervisor/Director	\$	27,179	
Other Salaries and Wages		1,160	
Communication		1,061	
Maintenance and Repair Services - Vehicles		489	
Other Contracted Services		873	
Gasoline		3,329	
Other Supplies and Materials		7,155	
Total Rabies and Animal Control			41,246

Ambulance/Emergency Medical Services

Supervisor/Director	\$	47,250	
Medical Personnel		701,006	
Part-time Personnel		68,992	
Longevity Pay		3,400	
Overtime Pay		43,760	
Other Salaries and Wages		192,449	
Communication		12,139	
Contracts with Private Agencies		68,680	
Dues and Memberships		720	
Evaluation and Testing		1,765	
Licenses		1,500	
Maintenance and Repair Services - Vehicles		28,158	
Custodial Supplies		2,702	
Drugs and Medical Supplies		74,210	
Gasoline		45,983	
Office Supplies		4,852	
Tires and Tubes		980	
Uniforms		8,043	
Other Supplies and Materials		100	
In Service/Staff Development		3,880	
Other Equipment		6,747	
Total Ambulance/Emergency Medical Services			1,317,316

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Maternal and Child Health Services

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

Alcohol and Drug Programs

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

Crippled Children Services

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

Other Local Health Services

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

Appropriation to State

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

Waste Pickup

Other Salaries and Wages	\$ 15,406	
Travel	1,635	
Other Supplies and Materials	25,354	
Total Waste Pickup		42,395

Social, Cultural, and Recreational Services

Adult Activities

Assistant(s)	\$ 26,250
Supervisor/Director	44,529
Social Workers	26,250
Medical Personnel	60,497
Bus Drivers	26,250
Clerical Personnel	14,853
Educational Assistants	26,250
Cafeteria Personnel	11,462
Maintenance Personnel	9,693
Temporary Personnel	1,168
Part-time Personnel	10,598
Longevity Pay	2,050
Audit Services	2,750
Communication	7,729
Data Processing Services	1,012
Dues and Memberships	1,422
Licenses	72
Maintenance and Repair Services - Buildings	6,580
Maintenance and Repair Services - Equipment	115

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Adult Activities (Cont.)

Maintenance and Repair Services - Vehicles	\$	3,917	
Postal Charges		1,670	
Travel		1,999	
Other Contracted Services		8,759	
Custodial Supplies		1,675	
Food Supplies		2,777	
Gasoline		6,250	
Instructional Supplies and Materials		922	
Office Supplies		981	
Utilities		10,633	
Other Supplies and Materials		343	
Other Charges		998	
Office Equipment		3,083	
Other Equipment		400	
Total Adult Activities			\$ 323,937

Libraries

Librarians	\$	33,554	
Longevity Pay		1,350	
Other Salaries and Wages		81,371	
Communication		2,360	
Postal Charges		808	
Travel		629	
Other Contracted Services		2,001	
Data Processing Supplies		1,011	
Library Books/Media		14,364	
Office Supplies		1,334	
Utilities		9,034	
Other Supplies and Materials		3,222	
Other Charges		6,890	
Data Processing Equipment		2,320	
Office Equipment		2,155	
Total Libraries			162,403

Parks and Fair Boards

Contributions	\$	3,000	
Other Contracted Services		2,200	
Electricity		1,862	
Other Charges		1,200	
Total Parks and Fair Boards			8,262

Other Social, Cultural, and Recreational

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

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Agriculture and Natural Resources

Agricultural Extension Service

County Official/Administrative Officer	\$	16,851	
Assistant(s)		6,277	
Supervisor/Director		9,871	
Clerical Personnel		11,036	
Longevity Pay		67	
Other Fringe Benefits		25,599	
Communication		3,708	
Dues and Memberships		385	
Travel		1,209	
Office Supplies		2,935	
Workers' Compensation Insurance		36	
Maintenance Equipment		2,896	
Total Agricultural Extension Service			\$ 80,870

Soil Conservation

Supervisor/Director	\$	43,768	
Secretary(ies)		31,899	
Longevity Pay		50	
Other Salaries and Wages		25,954	
Other Charges		5,000	
Total Soil Conservation			106,671

Flood Control

Dues and Memberships	\$	11,252	
Total Flood Control			11,252

Other Operations

Veterans' Services

Supervisor/Director	\$	26,250	
Contracts with Private Agencies		449	
Travel		1,182	
Office Supplies		304	
Other Charges		3,094	
Total Veterans' Services			31,279

Other Charges

Liability Insurance	\$	81,685	
Trustee's Commission		132,520	
Vehicle and Equipment Insurance		55,271	
Workers' Compensation Insurance		71,725	
Liability Claims		725	
Total Other Charges			341,926

Contributions to Other Agencies

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

(Continued)

Exhibit J-8

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

General Fund (Cont.)

Other Operations (Cont.)

Employee Benefits

Social Security	\$	365,408	
Pensions		240,951	
Employee and Dependent Insurance		8,845	
Medical Insurance		219,108	
Unemployment Compensation		2,937	
Total Employee Benefits			\$ 837,249

Miscellaneous

Contracts with Government Agencies	\$	10,000	
Contributions		1,000	
Evaluation and Testing		14,525	
Legal Notices, Recording, and Court Costs		6,060	
Postal Charges		27	
Other Contracted Services		7,647	
Instructional Supplies and Materials		3,931	
Office Supplies		3,561	
Other Supplies and Materials		5,946	
Liability Insurance		4,055	
Premiums on Corporate Surety Bonds		10,461	
In Service/Staff Development		528	
Other Charges		2,371	
Total Miscellaneous			70,112

Total General Fund \$ 8,538,588

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Attendants	\$	62,848	
Other Salaries and Wages		736	
Social Security		4,864	
Communication		1,632	
Contracts with Government Agencies		1,000	
Contracts with Private Agencies		227,164	
Maintenance and Repair Services - Vehicles		535	
Other Contracted Services		8,120	
Gasoline		2,119	
Utilities		5,276	
Trustee's Commission		4,989	
Other Charges		151	
Total Convenience Centers			\$ 319,434

Total Solid Waste/Sanitation Fund 319,434

(Continued)

Exhibit J-8

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

Drug Control Fund

Public Safety

Drug Enforcement

Confidential Drug Enforcement Payments	\$	700	
Law Enforcement Supplies		1,705	
Other Supplies and Materials		4,217	
Trustee's Commission		28	
Total Drug Enforcement			\$ 6,650

Total Drug Control Fund \$ 6,650

Other General Government Fund

General Government

County Buildings

Engineering Services	\$	65,273	
Total County Buildings			\$ 65,273

Public Safety

Sheriff's Department

Communication Equipment	\$	34,020	
Motor Vehicles		134,670	
Total Sheriff's Department			168,690

Rescue Squad

Other Equipment	\$	26,360	
Total Rescue Squad			26,360

Public Health and Welfare

Rabies and Animal Control

Motor Vehicles	\$	43,278	
Total Rabies and Animal Control			43,278

Ambulance/Emergency Medical Services

Communication Equipment	\$	46,465	
Motor Vehicles		39,724	
Total Ambulance/Emergency Medical Services			86,189

Convenience Centers

Other Capital Outlay	\$	15,345	
Total Convenience Centers			15,345

Other Operations

Industrial Development

Legal Services	\$	644	
Land		154,512	
Total Industrial Development			155,156

Other Charges

Trustee's Commission	\$	3	
Total Other Charges			3

Total Other General Government Fund 560,294

(Continued)

Exhibit J-8

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

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	90,636	
Accountants/Bookkeepers		78,149	
Board and Committee Members Fees		14,220	
Communication		2,964	
Data Processing Services		15,906	
Dues and Memberships		3,646	
Legal Notices, Recording, and Court Costs		210	
Maintenance and Repair Services - Buildings		4,186	
Maintenance and Repair Services - Office Equipment		254	
Postal Charges		474	
Printing, Stationery, and Forms		476	
Travel		1,320	
Custodial Supplies		935	
Data Processing Supplies		110	
Drugs and Medical Supplies		285	
Electricity		5,357	
Natural Gas		1,247	
Office Supplies		457	
Water and Sewer		1,700	
Other Charges		3,558	
Total Administration			\$ 226,090

Highway and Bridge Maintenance

Foremen	\$	74,903	
Equipment Operators		177,812	
Truck Drivers		21,624	
Laborers		136,444	
Engineering Services		1,993	
Other Contracted Services		3,791	
Asphalt - Cold Mix		2,332	
Asphalt - Hot Mix		16,350	
Asphalt - Liquid		203,331	
Crushed Stone		41,985	
Fertilizer, Lime, and Seed		4,909	
Pipe		109,381	
Road Signs		3,809	
Wood Products		6,340	
Other Supplies and Materials		2,798	
Total Highway and Bridge Maintenance			807,802

Operation and Maintenance of Equipment

Mechanic(s)	\$	39,655	
Laborers		73,740	
Maintenance and Repair Services - Equipment		66,626	
Diesel Fuel		119,051	
Equipment and Machinery Parts		48,417	
Garage Supplies		717	

(Continued)

Exhibit J-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Gasoline	\$	14,922	
Lubricants		12,020	
Propane Gas		454	
Tires and Tubes		19,072	
Other Supplies and Materials		76	
Total Operation and Maintenance of Equipment			\$ 394,750

Other Charges

Trustee's Commission	\$	25,114	
Vehicle and Equipment Insurance		47,590	
Workers' Compensation Insurance		53,747	
Total Other Charges			126,451

Employee Benefits

Social Security	\$	43,845	
Pensions		36,334	
Employee and Dependent Insurance		132,270	
Unemployment Compensation		3,948	
Employer Medicare		10,254	
Total Employee Benefits			226,651

Capital Outlay

Bridge Construction	\$	454,809	
Highway Equipment		310,826	
Office Equipment		1,495	
Total Capital Outlay			767,130

Total Highway/Public Works Fund \$ 2,548,874

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	49,000	
Principal on Notes		77,023	
Total General Government			\$ 126,023

Education

Principal on Bonds	\$	1,301,064	
Principal on Notes		11,228	
Principal on Other Loans		116,614	
Total Education			1,428,906

Interest on Debt

General Government

Interest on Bonds	\$	7,700	
Interest on Notes		12,504	
Total General Government			20,204

(Continued)

Exhibit J-8

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

<u>General Debt Service Fund (Cont.)</u>		
<u>Interest on Debt (Cont.)</u>		
<u>Education</u>		
Interest on Bonds	\$ 337,800	
Interest on Notes	999	
Total Education	<u> </u>	\$ 338,799
<u>Other Debt Service</u>		
<u>General Government</u>		
Trustee's Commission	\$ 22,214	
Total General Government	<u> </u>	22,214
<u>Education</u>		
Interest on Notes	\$ 214,901	
Other Debt Issuance Charges	38,500	
Total Education	<u> </u>	<u>253,401</u>
Total General Debt Service Fund		\$ 2,189,547
<u>Community Development/Industrial Park Fund</u>		
<u>Other Operations</u>		
<u>Industrial Development</u>		
Land	\$ 360,528	
Total Industrial Development	<u> </u>	\$ 360,528
Total Community Development/Industrial Park Fund		360,528
<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Contributions	\$ 2,151,204	
Total Education Capital Projects	<u> </u>	\$ 2,151,204
Total Education Capital Projects Fund		<u>2,151,204</u>
Total Governmental Funds - Primary Government		<u>\$ 16,675,119</u>

Exhibit J-9

Crockett County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Crockett County School Department
For the Year Ended June 30, 2023

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 5,173,985	
Career Ladder Program	16,450	
Homebound Teachers	100	
Educational Assistants	69,519	
Bonus Payments	51,047	
Other Salaries and Wages	91,176	
Certified Substitute Teachers	47,935	
Non-certified Substitute Teachers	127,404	
Social Security	311,141	
Pensions	436,132	
Medical Insurance	735,741	
Unemployment Compensation	2,914	
Employer Medicare	74,338	
Other Contracted Services	7,266	
Instructional Supplies and Materials	145,921	
Textbooks - Bound	121,730	
Regular Instruction Equipment	121,352	
Total Regular Instruction Program		\$ 7,534,151

Alternative Instruction Program

Teachers	\$ 33,561	
Educational Assistants	55,833	
Social Security	3,334	
Pensions	2,508	
Medical Insurance	6,133	
Employer Medicare	1,266	
Total Alternative Instruction Program		102,635

Special Education Program

Teachers	\$ 286,320	
Career Ladder Program	1,000	
Educational Assistants	122,998	
Social Security	24,428	
Pensions	33,605	
Medical Insurance	22,770	
Employer Medicare	5,713	
Instructional Supplies and Materials	11,625	
Other Supplies and Materials	6,430	
Special Education Equipment	10,672	
Total Special Education Program		525,561

Career and Technical Education Program

Teachers	\$ 646,083	
Career Ladder Program	1,000	
Social Security	35,274	
Pensions	55,594	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Medical Insurance	\$	79,211	
Employer Medicare		8,450	
Maintenance and Repair Services - Equipment		794	
Instructional Supplies and Materials		25,344	
Other Supplies and Materials		1,424	
Building Improvements		9,325	
Vocational Instruction Equipment		92,547	
Total Career and Technical Education Program	\$		955,046

Support Services

Attendance

Supervisor/Director	\$	37,473	
Other Salaries and Wages		11,300	
Social Security		2,720	
Pensions		3,999	
Medical Insurance		6,414	
Employer Medicare		636	
Data Processing Services		8,528	
Travel		1,755	
In Service/Staff Development		800	
Total Attendance			73,625

Health Services

Supervisor/Director	\$	60,380	
Medical Personnel		51,600	
Other Salaries and Wages		2,000	
Social Security		6,497	
Pensions		9,905	
Medical Insurance		12,519	
Employer Medicare		1,519	
Travel		563	
Other Supplies and Materials		23,466	
In Service/Staff Development		375	
Other Charges		5,258	
Health Equipment		9,000	
Total Health Services			183,082

Other Student Support

Guidance Personnel	\$	223,080	
Social Workers		10,300	
Secretary(ies)		21,700	
Other Salaries and Wages		93,256	
Social Security		20,372	
Pensions		26,682	
Medical Insurance		24,515	
Employer Medicare		4,764	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Evaluation and Testing	\$	15,281	
Travel		232	
Other Contracted Services		4,498	
Other Charges		7,084	
Total Other Student Support			\$ 451,764

Regular Instruction Program

Supervisor/Director	\$	81,340	
Librarians		111,460	
Other Salaries and Wages		20,000	
Social Security		12,245	
Pensions		18,913	
Medical Insurance		30,258	
Employer Medicare		2,867	
Travel		3,040	
Library Books/Media		28,149	
In Service/Staff Development		25,713	
Total Regular Instruction Program			333,985

Special Education Program

Supervisor/Director	\$	71,140	
Other Salaries and Wages		56,834	
Social Security		7,494	
Pensions		11,121	
Medical Insurance		14,638	
Employer Medicare		1,753	
Communication		513	
Postal Charges		504	
Travel		963	
Other Supplies and Materials		1,233	
In Service/Staff Development		253	
Other Charges		2,273	
Other Equipment		2,055	
Total Special Education Program			170,774

Technology

Supervisor/Director	\$	66,750	
Other Salaries and Wages		43,370	
Social Security		6,718	
Pensions		7,235	
Medical Insurance		6,090	
Employer Medicare		1,571	
Communication		1,055	
Maintenance and Repair Services - Equipment		36,253	
Internet Connectivity		92,793	
Travel		3,384	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Other Contracted Services	\$	3,820	
Software		73,880	
Regular Instruction Equipment		34,772	
Total Technology			\$ 377,691

Board of Education

Board and Committee Members Fees	\$	4,300	
Social Security		267	
Employer Medicare		62	
Audit Services		11,900	
Dues and Memberships		10,206	
Legal Services		90	
Rentals		9,000	
Travel		3,979	
Other Contracted Services		3,035	
Liability Insurance		16,742	
Premiums on Corporate Surety Bonds		223	
Trustee's Commission		54,943	
Workers' Compensation Insurance		131,352	
Refund to Applicant for Criminal Investigation		3,085	
Other Charges		71,888	
Total Board of Education			321,072

Director of Schools

County Official/Administrative Officer	\$	127,000	
Assistant(s)		90,130	
Career Ladder Program		1,000	
Secretary(ies)		47,752	
Bonus Payments		350	
Other Salaries and Wages		4,762	
Social Security		15,932	
Pensions		24,737	
Medical Insurance		46,170	
Employer Medicare		3,726	
Communication		6,687	
Postal Charges		1,182	
Travel		3,350	
Other Contracted Services		6,570	
Other Charges		2,831	
Total Director of Schools			382,179

Office of the Principal

Principals	\$	359,620	
Career Ladder Program		4,000	
Accountants/Bookkeepers		29,195	
Assistant Principals		291,480	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Secretary(ies)	\$	121,109	
Bonus Payments		1,550	
Social Security		46,374	
Pensions		66,319	
Medical Insurance		91,837	
Employer Medicare		10,853	
Communication		13,735	
Dues and Memberships		2,400	
Postal Charges		3,336	
Travel		1,272	
Other Contracted Services		43,412	
Office Supplies		4,976	
Total Office of the Principal			\$ 1,091,468

Fiscal Services

Supervisor/Director	\$	56,583	
Clerical Personnel		65,506	
Social Security		6,882	
Pensions		6,143	
Medical Insurance		19,447	
Employer Medicare		1,610	
Data Processing Services		25,675	
Travel		1,816	
Office Supplies		5,607	
In Service/Staff Development		300	
Total Fiscal Services			189,569

Operation of Plant

Custodial Personnel	\$	316,251	
Social Security		18,037	
Pensions		18,470	
Medical Insurance		45,219	
Employer Medicare		4,218	
Other Contracted Services		63,806	
Electricity		375,541	
Natural Gas		114,673	
Water and Sewer		39,577	
Other Supplies and Materials		61,147	
Boiler Insurance		2,427	
Building and Contents Insurance		118,379	
Other Charges		3,687	
Plant Operation Equipment		13,589	
Total Operation of Plant			1,195,021

Maintenance of Plant

Maintenance Personnel	\$	198,941	
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(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Social Security	\$	11,959	
Pensions		12,032	
Medical Insurance		16,701	
Employer Medicare		2,797	
Communication		3,273	
Maintenance and Repair Services - Buildings		121,650	
Maintenance and Repair Services - Equipment		103,729	
Travel		1,658	
Other Supplies and Materials		33,086	
Other Charges		9,354	
Administration Equipment		51,131	
Maintenance Equipment		8,348	
Total Maintenance of Plant	\$		574,659

Transportation

Supervisor/Director	\$	36,047	
Mechanic(s)		48,300	
Bus Drivers		260,948	
Other Salaries and Wages		28,002	
Social Security		23,983	
Pensions		18,262	
Medical Insurance		12,259	
Employer Medicare		5,609	
Communication		1,667	
Maintenance and Repair Services - Vehicles		2,691	
Other Contracted Services		4,314	
Diesel Fuel		130,126	
Equipment and Machinery Parts		3,879	
Gasoline		19,710	
Lubricants		6,523	
Tires and Tubes		19,083	
Vehicle Parts		20,653	
Other Supplies and Materials		4,116	
Vehicle and Equipment Insurance		29,832	
Other Charges		14,913	
Transportation Equipment		108,500	
Total Transportation			799,417

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	8,413	
Teachers		224,834	
Educational Assistants		50,826	
Other Salaries and Wages		77,562	
Social Security		21,568	
Pensions		29,320	

(Continued)

Exhibit J-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Employer Medicare	\$	5,044	
Travel		2,531	
Instructional Supplies and Materials		12,373	
Other Supplies and Materials		52,968	
In Service/Staff Development		555	
Other Charges		384	
Total Community Services			\$ 486,378

Early Childhood Education

Supervisor/Director	\$	27,488	
Teachers		154,460	
Educational Assistants		61,700	
Social Security		13,020	
Pensions		19,207	
Medical Insurance		41,339	
Employer Medicare		3,045	
Total Early Childhood Education			320,259

Capital Outlay

Regular Capital Outlay

Building Construction	\$	824,301	
Building Improvements		1,584,472	
Other Capital Outlay		138,384	
Total Regular Capital Outlay			2,547,157

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	128,841	
Total Education			128,841

Total General Purpose School Fund \$ 18,744,334

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	273,311	
Educational Assistants		105,228	
Other Salaries and Wages		62,980	
Social Security		23,082	
Pensions		32,578	
Medical Insurance		47,537	
Employer Medicare		5,670	
Instructional Supplies and Materials		176,533	
Textbooks - Bound		101,000	
Other Supplies and Materials		5,175	
Other Charges		6,139	
Total Regular Instruction Program			\$ 839,233

(Continued)

Exhibit J-9

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

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program

Teachers	\$	263,908	
Educational Assistants		32,500	
Other Salaries and Wages		3,000	
Social Security		16,779	
Pensions		23,573	
Medical Insurance		46,323	
Employer Medicare		3,924	
Instructional Supplies and Materials		3,669	
Other Supplies and Materials		7,028	
Total Special Education Program			\$ 400,704

Career and Technical Education Program

Instructional Supplies and Materials	\$	18,170	
Vocational Instruction Equipment		14,619	
Total Career and Technical Education Program			32,789

Support Services

Health Services

Medical Personnel	\$	74,733	
Social Security		4,432	
Pensions		2,610	
Medical Insurance		12,265	
Employer Medicare		1,036	
Communication		453	
Travel		1,000	
Other Contracted Services		12,350	
Drugs and Medical Supplies		14,606	
In Service/Staff Development		1,200	
Other Charges		2,182	
Total Health Services			126,867

Other Student Support

Guidance Personnel	\$	70,500	
Social Workers		17,165	
Secretary(ies)		11,300	
Social Security		6,036	
Pensions		8,220	
Medical Insurance		6,133	
Employer Medicare		1,412	
Travel		9,950	
Other Supplies and Materials		1,641	
In Service/Staff Development		7,870	
Total Other Student Support			140,227

Regular Instruction Program

Supervisor/Director	\$	41,232	
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(Continued)

Exhibit J-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Other Salaries and Wages	\$	210,574	
Social Security		12,600	
Pensions		18,843	
Medical Insurance		19,606	
Employer Medicare		3,417	
Other Contracted Services		144,050	
In Service/Staff Development		6,721	
Other Charges		8,198	
Total Regular Instruction Program			\$ 465,241

Special Education Program

Supervisor/Director	\$	3,000	
Speech Pathologist		49,000	
Other Salaries and Wages		600	
Social Security		3,158	
Pensions		4,156	
Medical Insurance		6,615	
Employer Medicare		739	
Contracts with Other Public Agencies		6,432	
Evaluation and Testing		1,194	
Other Contracted Services		27,865	
In Service/Staff Development		8,619	
Total Special Education Program			111,378

Technology

Other Contracted Services	\$	451	
Software		50,000	
Total Technology			50,451

Office of the Principal

Assistant Principals	\$	53,780	
Social Security		2,986	
Pensions		4,674	
Medical Insurance		7,516	
Employer Medicare		698	
Total Office of the Principal			69,654

Transportation

Gasoline	\$	52	
Total Transportation			52

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$	25,874	
Social Security		1,604	
Pensions		1,495	

(Continued)

Exhibit J-9

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

School Federal Projects Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Employer Medicare	\$	375	
Food Supplies		1,250	
Total Food Service			\$ 30,598

Capital Outlay

Regular Capital Outlay

Building Construction	\$	1,386,587	
Other Equipment		6,573	
Total Regular Capital Outlay			<u>1,393,160</u>

Total School Federal Projects Fund \$ 3,660,354

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	62,227	
Accountants/Bookkeepers		10,142	
Cafeteria Personnel		426,999	
Other Salaries and Wages		14,264	
Social Security		29,098	
Pensions		28,185	
Medical Insurance		92,062	
Employer Medicare		6,805	
Communication		596	
Maintenance and Repair Services - Equipment		15,766	
Postal Charges		60	
Travel		1,028	
Other Contracted Services		28,254	
Food Supplies		533,830	
Office Supplies		832	
Uniforms		2,272	
USDA - Commodities		145,277	
Other Supplies and Materials		98,187	
Trustee's Commission		35	
In Service/Staff Development		2,748	
Other Charges		7,723	
Food Service Equipment		215,933	
Total Food Service			<u>\$ 1,722,323</u>

Total Central Cafeteria Fund 1,722,323

School Transportation Fund

Support Services

Board of Education

Trustee's Commission	\$	6,496	
Total Board of Education			<u>\$ 6,496</u>

Total School Transportation Fund 6,496

(Continued)

Exhibit J-9

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

<u>Internal School Fund</u>			
<u>Operation of Non-Instructional Services</u>			
<u>Community Services</u>			
Other Charges	\$	819,373	
Total Community Services			\$ 819,373
Total Internal School Fund			\$ 819,373
<u>Education Capital Projects Fund</u>			
<u>Other Debt Service</u>			
<u>Education</u>			
Debt Service Contribution to Primary Government	\$	297,522	
Total Education			\$ 297,522
<u>Capital Projects</u>			
<u>Education Capital Projects</u>			
Architects	\$	62,094	
Building Improvements		1,794,541	
Total Education Capital Projects			1,856,635
Total Education Capital Projects Fund			2,154,157
Total Governmental Funds - Crockett County School Department			\$ 27,107,037

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

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

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Crockett County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Crockett County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 28, 2023. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Crockett County School Department (a discretely presented component unit), as described in our report on Crockett County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Crockett County's internal control over financial reporting (internal control) 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 Crockett County's internal control. Accordingly, we do not express an opinion on the effectiveness of Crockett County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the following deficiency, described in the accompanying Schedule of Findings and Questioned Costs, to be a material weakness: 2023-002.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiencies, described in the accompanying Schedule of Findings and Questioned Costs, to be significant deficiencies: 2023-001, 2023-003(A), 2023-005(A), and 2023-006.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Crockett County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2023-003(B), 2023-004, 2023-005(B,C), and 2023-007.

Crockett County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Crockett County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Crockett County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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 Crockett County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 28, 2023

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

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Crockett County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Crockett County's major federal programs for the year ended June 30, 2023. Crockett County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Crockett County complied, in all material respects, with the 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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Crockett County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to

provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Crockett County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Crockett County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Crockett County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Crockett County's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Crockett County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Crockett County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Crockett County's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Crockett County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Crockett County's basic financial statements. We issued our report thereon dated November 28, 2023, 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 28, 2023

JEM/tg

Crockett County, Tennessee, and the Crockett County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)
For the Year-Ended June 30, 2023

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 359,455
National School Lunch Program	10.555	N/A	845,317 (6)
Fresh Fruit and Vegetable Program	10.582	N/A	7,540
Child Nutrition Discretionary Grants Limited Availability	10.579	N/A	6,703
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A	3,135
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	145,277 (6)
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	(5)	10,368
Total U.S. Department of Agriculture			<u>\$ 1,377,795</u>
U.S. Department of the Treasury:			
Direct Program:			
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds (ARP)	21.027	N/A	\$ 2,764,011
Total U.S. Department of the Treasury			<u>\$ 2,764,011</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 440,699
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	454,493 (6)
COVID 19 - Special Education - Grants to States (ARP)	84.027X	N/A	24,763 (6)
Special Education - Preschool Grants	84.173	N/A	4,342 (6)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173X	N/A	618 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	49,751
Rural Education	84.358	N/A	32,857
English Language Acquisition State Grants	84.365	N/A	5,400
Supporting Effective Instruction State Grants	84.367	N/A	74,651
Comprehensive Literacy Development	84.371	N/A	75,084
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER I)	84.425D	N/A	10,000 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	N/A	535,139 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	1,792,716 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund- Homeless Children and Youth (ESSER ARP)	84.425W	N/A	659 (6)
Total U.S. Department of Education			<u>\$ 3,501,172</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
2018 HAVA Election Security Grants	90.404	(5)	\$ 142,804
Total U.S. Election Assistance Commission			<u>\$ 142,804</u>
U.S. Department of Health and Human Services:			
Passed-through Northwest Tennessee Development District:			
Aging Cluster: (4)			
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	(5)	\$ 52,916
National Family Caregiver Support, Title III, Part E	93.052	(5)	9,396
Passed-through State Department of Health:			
Family Planning Services	93.217	34360-14923	4,244
Maternal and Child Health Services Block Grant to the States	93.994	34360-14923	10,031

(Continued)

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

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services: (Cont.)			
Passed-through State Department of Education:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ARP)	93.323	N/A	\$ 159,181
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	N/A	21,600
COVID 19 - Temporary Assistance for Needy Families	93.558	N/A	19,483 (6)
Improving Student Health and Academic Achievement through Nutrition, Physical Activity and the Management of Chronic Conditions in Schools	93.981	N/A	17,390
Passed-through Save the Children: Temporary Assistance for Needy Families	93.558	(5)	313,710 (6)
Total U.S. Department of Health and Human Services			<u>\$ 607,951</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Homeland Security Grant Program	97.067	(5)	\$ 7,662
Total U.S. Department of Homeland Security			<u>\$ 7,662</u>
Total Expenditures of Federal Grants			<u>\$ 8,401,395</u>

<u>State Grants</u>		<u>Contract Number</u>	
Homemaker and Personal Care Services - Northwest Tennessee Development District	N/A	(5)	\$ 21,881
Juvenile Court State Supplement Funds - State Department of Children's Services	N/A	(5)	9,000
Three-Star Grant Program - State Department of Economic and Community Development	N/A	(5)	50,000
Local Health Services - State Department of Health	N/A	34360-14923	66,107
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(5)	60,099
HAVA Election Security Grant - Tennessee Secretary of State	N/A	(5)	28,568
Litter Program - State Department of Transportation	N/A	(5)	39,945
Opioid Settlement Funds - Tennessee Abatement Council	N/A	(5)	52,024
Site Development Grant Program - State Department of Economic and Community Development	N/A	(5)	360,528
Early Childhood Education - State Department of Education	N/A	(5)	320,259
Coordinated School Health - State Department of Education	N/A	(5)	89,256
Family Resource Centers - State Department of Education	N/A	(5)	33,416
COVID 19 - Summer Learning Camps - State Department of Education	N/A	(5)	42,743
Innovative School Models - State Department of Education	N/A	(5)	74,799
Project Diabetes Initiative Services - State Department of Health	N/A	Z-23-256026	149,825
COVID 19 - Learning Camp Transportation - State Department of Education	N/A	(5)	18,962
LEAPS - State Department of Education	N/A	(5)	170,000
Safe Schools Act of 1998 - State Department of Education	N/A	(5)	51,131
Custody Prevention - State Department of Juvenile Justice	N/A	(5)	75,830
Supporting Postsecondary Access in Rural Counties - State Department of Education	N/A	(5)	95,158
Total State Grants			<u>\$ 1,809,531</u>

FAL = Federal Assistance Listing
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Crockett County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Child Nutrition Cluster total \$1,357,589; Special Education Cluster (IDEA) total \$484,216; Aging Cluster total \$52,916.
- (5) Information not available.
- (6) Total for FAL No. 10.555 is \$990,594; Total for FAL No. 84.027 is \$479,256; Total for FAL No. 84.173 is \$4,960; Total for FAL No. 84.425 is \$2,338,514; Total for FAL No. 93.558 is \$333,193.

(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

<u>Program Title</u>	<u>Number</u>	<u>Amount Administration Provided to</u>
Title I Grants to Local Educational Agencies	84.010	\$ 40,279
Supporting Effective Instruction State Grant	84.367	12,560
Student Support and Academic Enrichment Program	84.424	567
Total amounts consolidated for administration purposes		<u>\$ 53,406</u>

Crockett County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2023

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Crockett County, Tennessee, for the year ended June 30, 2023.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	FAL Number	Current Status
<u>OFFICE OF COUNTY MAYOR</u>					
2022	195	2022-001	Accounting records were not closed and available for audit by August 31, 2022.	N/A	Corrected
2022	195	2022-002	The office had deficiencies in purchasing procedures.	N/A	Part A: Corrected Part B: Not Corrected - See Explanation on Corrective Action Plan
2022	196	2022-003	Operations of the County Mayor's office are currently being investigated.	N/A	Not repeated
<u>OFFICE OF DIRECTOR OF SCHOOLS</u>					
2022	196	2022-004	The General Purpose School, School Federal Projects, and School Transportation funds required material audit adjustments for proper financial statement presentation.	N/A	Corrected
2022	197	2022-005	The office had deficiencies in budget operations.	N/A	Not Corrected - See Explanation on Corrective Action Plan
<u>OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK</u>					
2022	198	2022-006	Unclaimed funds were not reported and paid to the state.	N/A	Not Corrected - See Explanation on Corrective Action Plan
<u>OFFICES OF TRUSTEE; COUNTY CLERK; CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK; CLERK AND MASTER; REGISTER OF DEEDS; AND SHERIFF</u>					
2022	199	2022-007	Officials did not obtain a letter of agreement or court decree to authorize deputy hires.	N/A	Corrected

Prior-year Federal Awards Findings

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

CROCKETT COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2023

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Crockett County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **YES**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Program:
 - * Assistance Listing Number: 21.027 COVID 19 - Coronavirus State And Local Fiscal Recovery Funds (ARP)
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF COUNTY MAYOR

FINDING 2023-001

PROPER DOCUMENTATION WAS NOT ALWAYS ON FILE TO SUPPORT PURCHASES

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

As part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 47 disbursements totaling \$294,370 from a population of 2,321 vendor checks totaling \$5,633,175. Our examination revealed in five of 47 applicable instances, proper documentation was not on file to support the purchases. Sound business practices dictate that proper documentation should be on file to support all purchases. The failure to maintain adequate documentation increases the risks of unauthorized purchases. This deficiency is the result of a lack of management oversight, a lack of understanding of internal controls and sound business practices, management's failure to correct the finding noted in the prior-year audit report, and management's failure to implement their corrective action plan.

RECOMMENDATION

Adequate documentation should be maintained to support all purchases.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

I concur with the finding. Crockett County will work to ensure that adequate supporting documentation is on file to support all purchases.

OFFICE OF ROAD SUPERVISOR

FINDING 2023-002

THE HIGHWAY/PUBLIC WORKS FUND REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION

(Internal Control – Material Weakness Under *Government Auditing Standards*)

At June 30, 2023, certain general ledger account balances in the Highway/Public Works Fund were not materially correct, and audit adjustments for accounts receivable and related deferred revenue totaling \$340,564 were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the highway department to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the department’s financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the highway department has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

The highway department should have appropriate processes in place to ensure its general ledgers are materially correct.

MANAGEMENT’S RESPONSE – ROAD SUPERVISOR

We concur with the finding. We will work to ensure accounts receivable and deferred revenues are properly set up at year-end.

FINDING 2023-003

THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES

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

As part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 42 disbursements totaling \$792,914 from a population of 405 vendor checks totaling \$1,816,169. Our examination revealed the following deficiencies, which are the result of a lack of management oversight and a lack of understanding of internal controls and sound business practices.

- A. In four of 20 applicable instances, purchase orders were issued after the purchases were made. This practice defeats the purpose of the purchase order and makes it an approval of payment rather than approval of the purchase.

Purchase orders are necessary to control who has purchasing authority for the county and to document purchasing commitments. The failure to properly issue purchase orders increases the risks of unauthorized purchases.

- B. The county has elected to follow the State of Tennessee’s guidelines for employee business-related travel; however, in two of eight applicable instances, employees were reimbursed for mileage at a different rate than that allowed by the policy and in two of eight applicable instances, an employee was reimbursed for meals at a different rate than that allowed by the policy. The failure to follow the county’s travel policy increases the risks of unauthorized expenditures.

RECOMMENDATION

Purchase orders should be issued for all applicable purchases before purchases are made to strengthen internal controls over purchasing procedures and to document purchasing commitments. Highway department officials and employees should comply with the department’s travel policy when requesting reimbursements for travel related expenses. Reimbursements should not be made to employees who do not comply with established policy.

MANAGEMENT’S RESPONSE – ROAD SUPERVISOR

We concur with the finding. We will remind staff of the importance of getting a purchase order before a purchase is made, and we will adhere to the county’s travel regulations.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2023-004

COMPETITIVE BIDS WERE NOT SOLICITED FOR THE PURCHASE AND INSTALLATION OF FIELD TURF, DUCT WORK, AND CAFETERIA EQUIPMENT (Noncompliance Under *Government Auditing Standards*)

Competitive bids were not solicited for the purchase and installation of field turf totaling \$1,165,640, for duct work totaling \$15,000, and for cafeteria equipment totaling \$16,648. Purchasing procedures for the school department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *Tennessee Code Annotated (TCA)*. This statute requires competitive bids to be solicited through newspaper advertisement for all purchases estimated to exceed \$10,000. School department personnel provided documentation that the field turf was purchased through Sourcewell, a national purchasing cooperative. Section 12-3-1205, *TCA*, allows governments to make purchases through cooperatives under certain conditions. However, Section 12-3-1205(b)(4)(B), *TCA*, excludes purchases of construction, engineering, architectural services, or construction materials. School department personnel also provided documentation that quotes were obtained for the purchase of the cafeteria equipment rather than competitive bids being solicited. The failure to solicit competitive bids could result in the school department paying more than the most competitive price. This deficiency is the result of a lack of management oversight and a failure to follow state statutes.

RECOMMENDATION

All purchases should be made in compliance with the applicable state statutes.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

I concur with the finding. All departments will work to ensure that purchases exceeding \$10,000 are competitively bid.

FINDING 2023-005

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

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

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

- A. Several budget amendments were posted in the General Purpose School Fund that were not approved by the county commission. Accurate budgetary statements are necessary to provide county officials and departments with available spending limits. We have recognized only those budget amendments approved by the county commission in the financial statements of this report.
- B. Expenditures exceeded appropriations and other uses approved by the county commission in two major appropriations categories (the legal level on control) of the School Transportation Fund by \$163 and \$1,099.
- C. Salaries exceeded appropriations in seven of 59 salary line-items of the General Purpose School Fund by amounts ranging from \$710 to \$3,404. The budget resolution approved by the county commission states that the salary, wages, or enumeration of each official, employee, or agent of the county will not exceed appropriations that accompany this resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the county commission.

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

RECOMMENDATION

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

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

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

OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

FINDING 2023-006

SOME INVESTMENT TRANSACTIONS WERE NOT POSTED TO THE GENERAL LEDGER IN CIRCUIT COURT

(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The circuit court clerk did not post some short-term investment account activity to the general ledger and did not attempt to reconcile the bank statement balances of these short-term investment accounts with general ledger totals. Sound business practices dictate that accounting records accurately reflect all investment account and bank statement activities. As a result of not properly posting the activity of these accounts, the general ledger short-term investment account reflected on the accounting records was understated by \$50,175 at June 30, 2023. This deficiency was the result of a lack of management oversight.

RECOMMENDATION

Short-term investment account activity should be posted properly to the general ledger. Also, bank statements for these short-term investment accounts should be reconciled with the general ledger monthly, and any errors discovered should be corrected promptly.

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

I concur with the finding. Investment transactions will be posted immediately and will be compared to bank statements on a monthly basis.

FINDING 2023-007

**UNCLAIMED FUNDS WERE NOT REPORTED AND PAID
TO THE STATE**

(Noncompliance Under *Government Auditing Standards*)

The clerk did not report and pay to the state unclaimed funds (old outstanding checks) totaling \$11,035. At June 30, 2023, Circuit Court had 56 outstanding checks totaling \$5,194, General Sessions Court had 62 outstanding checks totaling \$4,578, and Juvenile Court had 15 outstanding checks totaling \$1,263 that were issued between June 20, 2016 and June 3, 2021. The Unclaimed Property Act, Section 66-29-101, et seq., *Tennessee Code Annotated*, provides that any funds held by the office for more than one year and unclaimed by the owner are considered abandoned. This statute further provides for the funds to be reported and paid to the state Treasurer's Office. This deficiency is the result of management's failure to correct the finding noted in the prior-year audit report and the failure to implement their corrective action plan.

RECOMMENDATION

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

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

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

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, 2023.

Crockett County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2023

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

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

2023-001	Proper documentation was not always on file to support purchases.	200
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OFFICE OF ROAD SUPERVISOR

2023-002	The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.	201
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2023-003	The office had deficiencies in purchasing procedures.	202
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OFFICE OF DIRECTOR OF SCHOOLS

2023-004	Competitive bids were not solicited for the purchase and installation of field turf, duct work, and cafeteria equipment.	203
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2023-005	The office had deficiencies in budget operations.	204
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OFFICE OF CIRCUIT, GENERAL SESSIONS, AND JUVENILE COURTS CLERK

2023-006	Some investment transactions were not posted to the general ledger in Circuit Court.	205
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2023-007	Unclaimed funds were not reported and paid to the state.	206
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Gary Reasons
Crockett County Mayor

Corrective Action Plan

FINDING: PROPER DOCUMENTATION WAS NOT ALWAYS ON FILE TO SUPPORT PURCHASES

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

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

Anticipated Completion Date of Corrective Action:
June 30, 2024

Repeat Finding:
Yes. We had a purchasing deficiency finding in the prior year. We corrected part of it, but failed to correct all of it.

Planned Corrective Action:

Crockett County will work to ensure that adequate supporting documentation is on file for all purchases.

Signature:

DANIEL E. HAZLEWOOD, Member
103 Cypress Creek Cove
Bells, Tennessee 38006

WILLIAM L. BEAIRD, Chairman
10483 Johnsons Grove Road
Halls, Tennessee 38340

ANDY M. EDWARDS, Secretary
644 Joe Edwards Road
Bells, Tennessee 38006

CROCKETT COUNTY HIGHWAY COMMISSION

P.O. Box 6
Alamo, TN 38001
MILTON LEGIONS, Supervisor

Corrective Action Plan

FINDING

THE HIGHWAY/PUBLIC WORKS FUND REQUIRED
MATERIAL AUDIT ADJUSTMENTS FOR PROPER
FINANCIAL STATEMENT PRESENTATION

Response and Corrective Action Plan Prepared by:
Milton Legions, Road Supervisor

Person Responsible for Implementing the Corrective Action:
Milton Legions, Road Supervisor

Anticipated Completion Date of Corrective Action:
June 30, 2024

Repeat Finding:
No

Reason Corrective Action was Not Taken in the Prior Year:
N/A

Planned Corrective Action:
We will work to ensure accounts receivable and deferred revenues are properly set up at year-end.

DANIEL E. HAZLEWOOD, Member
103 Cypress Creek Cove
Bells, Tennessee 38006

WILLIAM L. BEAIRD, Chairman
10483 Johnsons Grove Road
Halls, Tennessee 38340

ANDY M. EDWARDS, Secretary
644 Joe Edwards Road
Bells, Tennessee 38006

CROCKETT COUNTY HIGHWAY COMMISSION

P.O. Box 6
Alamo, TN 38001
MILTON LEGIONS, Supervisor

Corrective Action Plan

FINDING

THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES

Response and Corrective Action Plan Prepared by:
Milton Legions, Road Supervisor

Person Responsible for Implementing the Corrective Action:
Milton Legions, Road Supervisor


Anticipated Completion Date of Corrective Action:
Immediately

Repeat Finding:
No

Reason Corrective Action was Not Taken in the Prior Year:
N/A

Planned Corrective Action:

We will remind the staff of the importance of getting a purchase order before a purchase is made, and we will adhere to the counties travel regulations.



Signature



Crockett County Schools

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

DIRECTOR OF SCHOOLS
Phillip A. Pratt

ASSISTANT DIRECTOR
Jared Post

Corrective Action Plan

FINDING

COMPETITIVE BIDS WERE NOT SOLICITED FOR THE PURCHASE AND INSTALLATION OF FIELD TURF, DUCT WORK, AND CAFETERIA EQUIPMENT

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

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

Anticipated Completion Date of Corrective Action:
June 30, 2024

Repeat Finding:
No

Reason Corrective Action was Not Taken in the Prior Year:
N/A

Planned Corrective Action:
We will work to ensure that purchases exceeding \$10,000 are competitively bid. We will also review requirements for cooperative purchasing and ensure we are only making allowable purchases through them.



Crockett County Schools

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

DIRECTOR OF SCHOOLS
Phillip A. Pratt

ASSISTANT DIRECTOR
Jared Faust

Corrective Action Plan

FINDING

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:

Phillip A. Pratt, Director of Schools

Person Responsible for Implementing the Corrective Action:

Phillip A. Pratt, Director of Schools

Anticipated Completion Date of Corrective Action:

June 30, 2024

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

We attempted to correct the finding in the prior year; however, some deficiencies still remained.

Planned Corrective Action:

The school department will work towards getting approvals from our Board of Education and the county commission before budget amendments are posted. The school department will work on monitoring expenditures monthly to make sure they are being held within appropriations approved by the county commission. The school department will work with the county commission to ensure that final budget amendments are approved prior to June 30, 2024.

Signature

Circuit Judge
Clayburn Peoples

General Session Judge
Paul B. Conley, III

District Attorney
Garry Brown

KIM KAIL

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

Office Phone:
731-696-5462

Fax:
731-696-2605

Corrective Action Plan

FINDING

**SOME INVESTMENT TRANSACTIONS WERE NOT
POSTED TO THE GENERAL LEDGER IN CIRCUIT COURT**

Response and Corrective Action Plan Prepared by:

Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Person Responsible for Implementing the Corrective Action:

Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Anticipated Completion Date of Corrective Action:

Immediately

Repeat Finding:

No

Reason Corrective Action was Not Taken in the Prior Year:

N/A

Planned Corrective Action:

Investment transactions will be posted immediately and will be compared to bank statements on a monthly basis.

Circuit Judge
Clayburn Peoples

General Session Judge
Paul B. Conley, III

District Attorney
Garry Brown

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

Office Phone:
731-696-5462

Fax:
731-696-2605

Corrective Action Plan

FINDING

**UNCLAIMED FUNDS WERE NOT REPORTED AND PAID
TO THE STATE**

Response and Corrective Action Plan Prepared by:

Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Person Responsible for Implementing the Corrective Action:

Kim Kail, Circuit, General Sessions, and Juvenile Courts Clerk

Anticipated Completion Date of Corrective Action:

June 30, 2024

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

Some of the outstanding checks go back several years. It will require going to the county's storage building to locate the boxes that contain the check stubs in that series of check numbers so that a name can be attached to the checks. My plan was to try to reduce or completely turn over all outstanding checks before the next audit. However, lack of time and increasing demands of this office prevented me from completing this.

Planned Corrective Action:

My plan is to continue to make every effort possible to turn over the remainder of the outstanding checks to the state by the next audit.

 11-20-2023

Signature

BEST PRACTICE

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

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

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

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