



ANNUAL FINANCIAL REPORT

Perry County, Tennessee

For the Year Ended June 30, 2023

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
PERRY 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

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

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

PERRY COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in seven findings and recommendations, which we have reviewed with Perry 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

- ◆ Material audit adjustments were required for proper financial statement presentation.
- ◆ Cash on deposit with the trustee was not reconciled properly.
- ◆ The county did not maintain adequate controls over its capital assets records.
- ◆ Competitive bids were not solicited for the purchase of portable microphones.

OFFICE OF HIGHWAY SUPERINTENDENT

- ◆ Purchase orders were not issued properly in some instances.
-



OFFICE OF DIRECTOR OF SCHOOLS

- ◆ The school department did not maintain adequate controls over its capital assets records.
-

OFFICE OF COUNTY CLERK

- ◆ A cash overdraft of \$127 existed in the county clerk's office at June 30, 2023.



INTRODUCTORY SECTION

Perry County Officials

June 30, 2023

Officials

John Carroll, County Mayor
Robert Dedrick, Superintendent of Highways
Eric Lomax, Director of Schools
Shane Copeland, Trustee
Brett Skelton, Assessor of Property
Glenda Leegan, County Clerk
Joy Breeding, Circuit and General Sessions Courts Clerk
Charlene Duplessis, Clerk and Master
Terry Hill, Register of Deeds
Nick Weems, Sheriff

Board of County Commissioners

John Carroll, County Mayor, Chairman
David Trull
Ben Carroll
Blake Skelton
Brad Burgess
Zach Dill
Mary Ann Qualls

Rodger Barber
Jonathan Hickerson
Chris O'Guin
J.B. Trull
Johnny Ward
Jeff Graves

Board of Education

Martha Sharp, Chairwoman
Don Barnette
Blake Dill

Lori Rhodes
Stacey Graves
Jackie Duncan

Audit Committee

Jessie Ruth Tiller, Chairwoman
Mary Ann Qualls
Daniel McCoy

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Perry County Mayor and
Board of County Commissioners
Perry 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 Perry 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 Perry County, Tennessee, as of June 30, 2023, and the respective changes in financial position, and the respective budgetary comparison for the General, Solid Waste/Sanitation, Ambulance Service, American Rescue Plan Act Grant, 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 Perry County School Department (a discretely presented component unit), which represent 2.09 percent, 2.12 percent, and 2.93 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit as of June 30, 2023. Also, we did not audit the financial statements of the discretely presented Emergency Communications District. Those amounts were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the discretely presented Perry County School Department and the discretely presented Emergency Communications District, is based solely on the reports of the other auditors. We were unable to determine the Emergency Communications District's respective percentage of the assets, net position, and revenues of the aggregate discretely presented component units because the Industrial Development Board of Perry County, a component unit requiring discrete presentation, was not included in the county's financial statements.

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 Perry 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 Perry 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 Perry 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 Perry 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 Perry County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, combining and individual fund financial statements of the Perry 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, combining and individual fund financial statements of the Perry 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

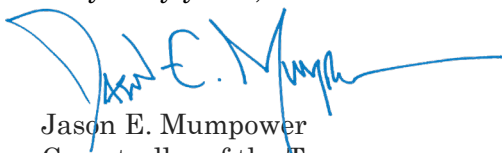
Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, 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 October 17, 2023, on our consideration of Perry 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 Perry 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 Perry County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 17, 2023

JEM/gc

BASIC FINANCIAL STATEMENTS

Exhibit A

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

		Component Units	
	Primary	Perry	Perry County
	Government	County	Emergency
	Governmental	School	Communications
	Activities	Department	District
<u>ASSETS</u>			
Cash	\$ 0	\$ 399,660	\$ 1,740,007
Equity in Pooled Cash and Investments	16,780,686	1,783,260	0
Accounts Receivable	913,444	6,248	0
Prepaid Assets	0	0	18,817
Allowance for Uncollectibles	(688,165)	0	0
Due from Other Governments	590,070	790,750	0
Due from Component Unit	306,809	0	0
Property Taxes Receivable	3,862,600	1,336,594	0
Allowance for Uncollectible Property Taxes	(104,424)	(26,883)	0
Net Pension Asset - Agent Plan	1,882,066	1,005,698	0
Net Pension Asset - Teacher Retirement Plan	0	22,436	0
Net Pension Asset - Teacher Legacy Pension Plan	0	1,707,600	0
Restricted Assets:			
Amounts Accumulated for Pension Benefits	0	94,666	0
Capital Assets:			
Assets Not Depreciated:			
Land	514,664	138,512	23,923
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	3,231,363	7,456,916	120,064
Infrastructure	4,230,040	0	0
Other Capital Assets	2,546,385	866,533	426,578
Total Assets	<u>\$ 34,065,538</u>	<u>\$ 15,581,990</u>	<u>\$ 2,329,389</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pension Changes in Experience	\$ 328,365	\$ 457,585	\$ 0
Pension Changes in Assumptions	437,525	1,329,808	0
Pension Changes in Proportion	0	45,081	0
Pension Changes in Investment Earnings	42,047	58,739	0
Pension Contributions After Measurement Date	317,621	596,318	0
OPEB Changes in Assumptions	10,790	164,726	0
OPEB Changes in Experience	3,955	131,104	0
OPEB Changes in Proportion	0	17,442	0
OPEB Benefits Paid After Measurement Date	1,012	48,703	0
Total Deferred Outflows of Resources	<u>\$ 1,141,315</u>	<u>\$ 2,849,506</u>	<u>\$ 0</u>

(Continued)

Exhibit A

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

		Component Units	
	Primary Government Governmental Activities	Perry County School Department	Perry County Emergency Communications District
<u>LIABILITIES</u>			
Accounts Payable	\$ 50,746	\$ 0	\$ 1,734
Payroll Deductions Payable	35,528	80,435	0
Current Liabilities Payable From Restricted Assets	5,000	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	64,908	0	0
Due Within One Year - Other	271,226	47,189	0
Due in More Than One Year - Debt	815,100	0	0
Due in More Than One Year - Other	484,670	1,080,502	0
Total Liabilities	<u>\$ 1,727,178</u>	<u>\$ 1,208,126</u>	<u>\$ 1,734</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 3,610,757	\$ 1,254,985	\$ 0
Pension Changes in Experience	18,077	311,823	0
Pension Changes in Proportion	0	49,356	0
OPEB Changes in Assumptions	54,992	148,914	0
OPEB Changes in Experience	38,360	65,881	0
OPEB Changes in Proportion	0	70,390	0
Total Deferred Inflows of Resources	<u>\$ 3,722,186</u>	<u>\$ 1,901,349</u>	<u>\$ 0</u>
<u>NET POSITION</u>			
Net Investment in Capital Assets	\$ 9,642,444	\$ 8,461,961	\$ 570,565
Restricted for:			
General Government	1,391,983	0	0
Administration of Justice	85,132	0	0
Public Safety	108,178	0	0
Social, Cultural, and Recreational	169,415	0	0
Highway/Public Works	8,603,649	0	0
Education	0	718,101	0
Pensions	1,882,066	2,830,400	0
Unrestricted	<u>7,874,622</u>	<u>3,311,559</u>	<u>1,757,090</u>
Total Net Position	<u><u>\$ 29,757,489</u></u>	<u><u>\$ 15,322,021</u></u>	<u><u>\$ 2,327,655</u></u>

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

Exhibit B

Perry 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 Units	
					Government Total Governmental Activities	Perry County School Department	Perry County Emergency Communications District
Primary Government:							
Governmental Activities:							
General Government	\$ 1,649,729	\$ 141,856	\$ 388,521	\$ 0	\$ (1,119,352)	\$ 0	\$ 0
Finance	518,266	309,879	0	0	(208,387)	0	0
Administration of Justice	541,223	200,759	9,000	0	(331,464)	0	0
Public Safety	3,443,855	429,643	327,464	0	(2,686,748)	0	0
Public Health and Welfare	2,251,661	1,389,939	1,616,183	0	754,461	0	0
Social, Cultural, and Recreational Services	467,777	3,617	250,000	0	(214,160)	0	0
Agriculture and Natural Resources	82,042	0	0	0	(82,042)	0	0
Other Operations	(73,433)	0	0	0	73,433	0	0
Highways/Public Works	3,194,607	0	2,252,521	21,143	(920,943)	0	0
Interest on Long-term Debt	3,770	0	0	0	(3,770)	0	0
Total Primary Government	<u>\$ 12,079,497</u>	<u>\$ 2,475,693</u>	<u>\$ 4,843,689</u>	<u>\$ 21,143</u>	<u>\$ (4,738,972)</u>	<u>\$ 0</u>	<u>\$ 0</u>
Component Units:							
Perry County School Department	\$ 14,801,048	\$ 658,293	\$ 5,933,302	\$ 0	\$ 0	\$ (8,209,453)	\$ 0
Perry County Emergency Communications District	387,072	416,263	0	0	0	0	29,191
Total Component Units	<u>\$ 15,188,120</u>	<u>\$ 1,074,556</u>	<u>\$ 5,933,302</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (8,209,453)</u>	<u>\$ 29,191</u>

(Continued)

Exhibit B

Perry 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 Units	
					Government Total Governmental Activities	Perry County School Department	Perry County Emergency Communications District
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 3,997,118	\$ 1,391,564	\$ 0
Local Option Sales Tax					651,773	1,270,728	0
Mineral Severance Tax					74,466	0	0
Wholesale Beer Tax					33,154	0	0
Other Local Taxes					127,364	0	0
Grants and Contributions Not Restricted to Specific Programs					1,064,317	7,681,790	17,753
Unrestricted Investment Earnings					280,157	49,354	9,732
Miscellaneous					61,050	51,465	26,981
Total General Revenues					<u>\$ 6,289,399</u>	<u>\$ 10,444,901</u>	<u>\$ 54,466</u>
Change in Net Position					\$ 1,550,427	\$ 2,235,448	\$ 83,657
Net Position, July 1, 2022					<u>28,207,062</u>	<u>13,086,573</u>	<u>2,243,998</u>
Net Position, June 30, 2023					<u><u>\$ 29,757,489</u></u>	<u><u>\$ 15,322,021</u></u>	<u><u>\$ 2,327,655</u></u>

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

Exhibit C-1

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

	Major Funds				
	General	Solid Waste / Sanitation	Ambulance Service	American Rescue Plan Act Grant Fund	Highway / Public Works
<u>ASSETS</u>					
Equity in Pooled Cash and Investments	\$ 4,500,451	\$ 469,926	\$ 1,128,356	\$ 1,208,384	\$ 8,240,948
Accounts Receivable	0	8,460	896,571	0	8,413
Allowance for Uncollectibles	0	0	(688,165)	0	0
Due from Other Governments	176,926	0	0	0	413,144
Due from Component Units	0	0	0	0	0
Property Taxes Receivable	3,088,904	773,696	0	0	0
Allowance for Uncollectible Property Taxes	(90,086)	(14,338)	0	0	0
Total Assets	<u>\$ 7,676,195</u>	<u>\$ 1,237,744</u>	<u>\$ 1,336,762</u>	<u>\$ 1,208,384</u>	<u>\$ 8,662,505</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 31,423	\$ 19,323	\$ 0	\$ 0	\$ 0
Payroll Deductions Payable	24,669	5,120	5,739	0	0
Current Liabilities Payable From Restricted Assets	5,000	0	0	0	0
Total Liabilities	<u>\$ 61,092</u>	<u>\$ 24,443</u>	<u>\$ 5,739</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 2,878,169	\$ 732,588	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	113,148	25,479	0	0	0
Other Deferred/Unavailable Revenue	60,554	0	140,460	0	195,462
Total Deferred Inflows of Resources	<u>\$ 3,051,871</u>	<u>\$ 758,067</u>	<u>\$ 140,460</u>	<u>\$ 0</u>	<u>\$ 195,462</u>

(Continued)

Exhibit C-1

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

	Major Funds				
	General	Solid Waste / Sanitation	Ambulance Service	American Rescue Plan Act Grant Fund	Highway / Public Works
<u>FUND BALANCES</u>					
Restricted:					
Restricted for General Government	\$ 107,923	\$ 0	\$ 0	\$ 1,208,384	\$ 0
Restricted for Administration of Justice	26,092	0	0	0	0
Restricted for Public Safety	64,101	0	0	0	0
Restricted for Social, Cultural, and Recreational Services	0	0	0	0	0
Restricted for Highways/Public Works	0	0	0	0	8,467,043
Committed:					
Committed for General Government	15,892	0	0	0	0
Committed for Public Health and Welfare	0	455,234	1,190,563	0	0
Committed for Capital Outlay	0	0	0	0	0
Committed for Debt Service	0	0	0	0	0
Unassigned	4,349,224	0	0	0	0
Total Fund Balances	<u>\$ 4,563,232</u>	<u>\$ 455,234</u>	<u>\$ 1,190,563</u>	<u>\$ 1,208,384</u>	<u>\$ 8,467,043</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,676,195</u>	<u>\$ 1,237,744</u>	<u>\$ 1,336,762</u>	<u>\$ 1,208,384</u>	<u>\$ 8,662,505</u>

(Continued)

Exhibit C-1

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Equity in Pooled Cash and Investments	\$ 1,232,621	\$	16,780,686
Accounts Receivable	0		913,444
Allowance for Uncollectibles	0		(688,165)
Due from Other Governments	0		590,070
Due from Component Units	306,809		306,809
Property Taxes Receivable	0		3,862,600
Allowance for Uncollectible Property Taxes	0		(104,424)
Total Assets	<u>\$ 1,539,430</u>	<u>\$</u>	<u>21,661,020</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 0	\$	50,746
Payroll Deductions Payable	0		35,528
Current Liabilities Payable From Restricted Assets	0		5,000
Total Liabilities	<u>\$ 0</u>	<u>\$</u>	<u>91,274</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 0	\$	3,610,757
Deferred Delinquent Property Taxes	0		138,627
Other Deferred/Unavailable Revenue	0		396,476
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$</u>	<u>4,145,860</u>

(Continued)

Exhibit C-1

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
<u>FUND BALANCES</u>			
Restricted:			
Restricted for General Government	\$ 75,676	\$ 1,391,983	
Restricted for Administration of Justice	59,040	85,132	
Restricted for Public Safety	44,077	108,178	
Restricted for Social, Cultural, and Recreational Services	169,415	169,415	
Restricted for Highways/Public Works	0	8,467,043	
Committed:			
Committed for General Government	0	15,892	
Committed for Public Health and Welfare	0	1,645,797	
Committed for Capital Outlay	420,124	420,124	
Committed for Debt Service	771,098	771,098	
Unassigned	0	4,349,224	
Total Fund Balances	<u>\$ 1,539,430</u>	<u>\$ 17,423,886</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,539,430</u>	<u>\$ 21,661,020</u>	

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

Exhibit C-2

Perry 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)		\$ 17,423,886
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 514,664	
Add: buildings and improvements net of accumulated depreciation	3,231,363	
Add: infrastructure net of accumulated depreciation	4,230,040	
Add: other capital assets net of accumulated depreciation	<u>2,546,385</u>	10,522,452
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other loans payable	\$ (880,008)	
Less: compensated absences payable	(502,830)	
Less: landfill postclosure care costs	(178,301)	
Less: OPEB liability	<u>(74,765)</u>	(1,635,904)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,125,558	
Add: deferred outflows of resources related to OPEB	15,757	
Less: deferred inflows of resources related to pensions	(18,077)	
Less: deferred inflows of resources related to OPEB	<u>(93,352)</u>	1,029,886
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,882,066
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>535,103</u>
Net position of governmental activities (Exhibit A)		<u>\$ 29,757,489</u>

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

Exhibit C-3

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

	Major Funds				
	General	Solid Waste / Sanitation	Ambulance Service	American Rescue Plan Act Grant Fund	Highway / Public Works
<u>Revenues</u>					
Local Taxes	\$ 3,963,681	\$ 804,083	\$ 0	\$ 0	\$ 74,466
Fines, Forfeitures, and Penalties	49,921	0	0	0	0
Charges for Current Services	77,724	134,348	990,449	0	0
Other Local Revenues	450,833	25,988	332,052	14,716	21,441
Fees Received From County Officials	512,064	0	0	0	0
State of Tennessee	1,246,638	76,837	0	0	2,276,202
Federal Government	318,941	0	0	1,568,668	0
Other Governments and Citizens Groups	222,561	0	0	0	0
Total Revenues	\$ 6,842,363	\$ 1,041,256	\$ 1,322,501	\$ 1,583,384	\$ 2,372,109
<u>Expenditures</u>					
Current:					
General Government	\$ 1,028,638	\$ 171	\$ 0	\$ 0	\$ 0
Finance	523,548	0	0	0	0
Administration of Justice	541,978	0	0	0	0
Public Safety	3,140,550	0	0	0	0
Public Health and Welfare	70,623	958,612	1,206,350	0	0
Social, Cultural, and Recreational Services	253,929	0	0	0	0
Agriculture and Natural Resources	81,556	0	0	0	0
Other Operations	330,030	238	13,407	0	0
Highways	33,698	0	0	0	2,975,930
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Capital Projects	0	0	0	375,000	0
Total Expenditures	\$ 6,004,550	\$ 959,021	\$ 1,219,757	\$ 375,000	\$ 2,975,930

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Solid Waste / Sanitation	Ambulance Service	American Rescue Plan Act Grant Fund	Highway / Public Works
Excess (Deficiency) of Revenues Over Expenditures	\$ 837,813	\$ 82,235	\$ 102,744	\$ 1,208,384	\$ (603,821)
Net Change in Fund Balances	\$ 837,813	\$ 82,235	\$ 102,744	\$ 1,208,384	\$ (603,821)
Fund Balance, July 1, 2022	3,725,419	372,999	1,087,819	0	9,070,864
Fund Balance, June 30, 2023	\$ 4,563,232	\$ 455,234	\$ 1,190,563	\$ 1,208,384	\$ 8,467,043

(Continued)

Exhibit C-3

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

	Nonmajor Funds Other Govern- mental Funds	Total Governmental Funds
<hr/>		
<u>Revenues</u>		
Local Taxes	\$ 74,607	\$ 4,916,837
Fines, Forfeitures, and Penalties	10,662	60,583
Charges for Current Services	1,550	1,204,071
Other Local Revenues	40,329	885,359
Fees Received From County Officials	0	512,064
State of Tennessee	79,979	3,679,656
Federal Government	250,000	2,137,609
Other Governments and Citizens Groups	58,454	281,015
Total Revenues	<u>\$ 515,581</u>	<u>\$ 13,677,194</u>
<u>Expenditures</u>		
Current:		
General Government	\$ 8,592	\$ 1,037,401
Finance	0	523,548
Administration of Justice	1,598	543,576
Public Safety	59,285	3,199,835
Public Health and Welfare	0	2,235,585
Social, Cultural, and Recreational Services	0	253,929
Agriculture and Natural Resources	0	81,556
Other Operations	95,649	439,324
Highways	0	3,009,628
Debt Service:		
Principal on Debt	53,840	53,840
Interest on Debt	3,770	3,770
Other Debt Service	225	225
Capital Projects	458,987	833,987
Total Expenditures	<u>\$ 681,946</u>	<u>\$ 12,216,204</u>

(Continued)

Exhibit C-3

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

	Nonmajor Funds Other	Total Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ (166,365)	\$ 1,460,990
Net Change in Fund Balances	\$ (166,365)	\$ 1,460,990
Fund Balance, July 1, 2022	1,705,795	15,962,896
Fund Balance, June 30, 2023	\$ 1,539,430	\$ 17,423,886

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

Exhibit C-4

Perry 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)		\$ 1,460,990
(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	\$ 915,374	
Less: current-year depreciation expense	<u>(922,200)</u>	(6,826)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2022	\$ (582,373)	
Add: deferred delinquent property taxes and other deferred June 30, 2023	<u>535,103</u>	(47,270)
(3) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on other loans		53,840
(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 deferred outflows of resources related to pensions	\$ 237,184	
Change in deferred outflows of resources related to OPEB	(3,366)	
Change in deferred inflows of resources related to pensions	1,851,351	
Change in deferred inflows of resources related to OPEB	(26,405)	
Change in compensated absences payable	(125,968)	
Change in landfill postclosure care costs	(9,630)	
Change in OPEB liability	30,398	
Change in net pension liability/asset	<u>(1,863,871)</u>	<u>89,693</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,550,427</u>

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

Exhibit C-5

Perry 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	\$ 3,963,681	\$ 3,697,323	\$ 3,818,073	\$ 145,608
Licenses and Permits	0	500	500	(500)
Fines, Forfeitures, and Penalties	49,921	50,505	50,505	(584)
Charges for Current Services	77,724	61,600	61,600	16,124
Other Local Revenues	450,833	237,778	382,778	68,055
Fees Received From County Officials	512,064	532,342	532,342	(20,278)
State of Tennessee	1,246,638	2,089,978	2,438,944	(1,192,306)
Federal Government	318,941	318,000	382,704	(63,763)
Other Governments and Citizens Groups	222,561	177,100	180,634	41,927
Total Revenues	\$ 6,842,363	\$ 7,165,126	\$ 7,848,080	\$ (1,005,717)
<u>Expenditures</u>				
<u>General Government</u>				
County Commission	\$ 63,402	\$ 79,355	\$ 75,355	\$ 11,953
County Mayor/Executive	230,912	250,443	244,443	13,531
County Attorney	225	10,000	6,000	5,775
Election Commission	179,484	165,952	185,977	6,493
Register of Deeds	151,893	153,443	167,077	15,184
County Buildings	402,472	421,516	421,516	19,044
Preservation of Records	250	250	250	0
<u>Finance</u>				
Accounting and Budgeting	400	200	600	200
Property Assessor's Office	118,673	153,585	144,585	25,912
Reappraisal Program	48,467	60,537	60,937	12,470
County Trustee's Office	158,994	168,580	168,580	9,586
County Clerk's Office	197,014	201,098	209,348	12,334
<u>Administration of Justice</u>				
Circuit Court	218,693	230,945	230,945	12,252
General Sessions Court	138,760	146,936	146,936	8,176
Chancery Court	154,002	159,223	159,223	5,221
Juvenile Court	17,307	20,197	20,197	2,890
Judicial Commissioners	13,216	18,465	18,465	5,249
<u>Public Safety</u>				
Sheriff's Department	1,386,031	1,207,372	1,428,197	42,166
Traffic Control	3,504	5,213	5,213	1,709
Drug Enforcement	8,097	0	8,100	3
Jail	920,400	857,250	958,549	38,149
Civil Defense	99,620	91,483	102,483	2,863
Other Emergency Management	341,829	354,555	389,226	47,397
County Coroner/Medical Examiner	37,122	35,500	37,500	378
Public Safety Grants Program	75,500	500,000	398,000	322,500
Other Public Safety	268,447	288,203	289,703	21,256
<u>Public Health and Welfare</u>				
Local Health Center	46,145	35,915	50,915	4,770
Other Local Health Services	24,478	37,750	33,750	9,272
<u>Social, Cultural, and Recreational Services</u>				
Senior Citizens Assistance	20,000	20,000	20,000	0
Libraries	157,867	164,571	166,613	8,746

(Continued)

Exhibit C-5

Perry 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>Social, Cultural, and Recreational Services (Cont.)</u>				
Parks and Fair Boards	\$ 36,062	\$ 583,540	\$ 383,540	\$ 347,478
Other Social, Cultural, and Recreational	40,000	40,000	40,000	0
<u>Agriculture and Natural Resources</u>				
Agricultural Extension Service	62,056	62,404	67,189	5,133
Forest Service	2,000	2,000	2,000	0
Soil Conservation	17,500	17,500	17,500	0
<u>Other Operations</u>				
Industrial Development	88	4,000	4,000	3,912
Airport	126,791	75,000	150,000	23,209
Veterans' Services	29,809	40,597	40,597	10,788
Other Charges	83,297	90,696	90,696	7,399
Employee Benefits	5,081	9,150	9,150	4,069
Miscellaneous	84,964	73,571	93,571	8,607
<u>Highways</u>				
Litter and Trash Collection	33,698	44,200	44,200	10,502
<u>Capital Projects</u>				
Public Health and Welfare Projects	0	300,000	200,000	200,000
Total Expenditures	<u>\$ 6,004,550</u>	<u>\$ 7,181,195</u>	<u>\$ 7,291,126</u>	<u>\$ 1,286,576</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>\$ 837,813</u>	<u>\$ (16,069)</u>	<u>\$ 556,954</u>	<u>\$ 280,859</u>
Net Change in Fund Balance	\$ 837,813	\$ (16,069)	\$ 556,954	\$ 280,859
Fund Balance, July 1, 2022	<u>3,725,419</u>	<u>3,622,446</u>	<u>3,725,419</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 4,563,232</u>	<u>\$ 3,606,377</u>	<u>\$ 4,282,373</u>	<u>\$ 280,859</u>

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

Exhibit C-6

Perry County, Tennessee
Statement 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	\$ 804,083	\$ 780,107	\$ 814,107	\$ (10,024)
Charges for Current Services	134,348	112,000	127,000	7,348
Other Local Revenues	25,988	35,100	35,100	(9,112)
State of Tennessee	76,837	65,000	73,000	3,837
Total Revenues	<u>\$ 1,041,256</u>	<u>\$ 992,207</u>	<u>\$ 1,049,207</u>	<u>\$ (7,951)</u>
<u>Expenditures</u>				
<u>General Government</u>				
County Commission	\$ 171	\$ 0	\$ 350	\$ 179
<u>Public Health and Welfare</u>				
Sanitation Education/Information	18,236	17,321	18,321	85
Convenience Centers	244,016	245,108	253,108	9,092
Transfer Stations	590,362	681,064	667,264	76,902
Landfill Operation and Maintenance	105,998	71,293	113,293	7,295
<u>Other Operations</u>				
Employee Benefits	238	250	300	62
Total Expenditures	<u>\$ 959,021</u>	<u>\$ 1,015,036</u>	<u>\$ 1,052,636</u>	<u>\$ 93,615</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 82,235</u>	<u>\$ (22,829)</u>	<u>\$ (3,429)</u>	<u>\$ 85,664</u>
Net Change in Fund Balance	\$ 82,235	\$ (22,829)	\$ (3,429)	\$ 85,664
Fund Balance, July 1, 2022	<u>372,999</u>	<u>368,762</u>	<u>368,762</u>	<u>4,237</u>
Fund Balance, June 30, 2023	<u>\$ 455,234</u>	<u>\$ 345,933</u>	<u>\$ 365,333</u>	<u>\$ 89,901</u>

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

Exhibit C-7

Perry County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Ambulance Service 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	\$ 990,449	\$ 815,000	\$ 815,000	\$ 175,449
Other Local Revenues	332,052	325,000	325,000	7,052
State of Tennessee	0	180,000	280,000	(280,000)
Total Revenues	<u>\$ 1,322,501</u>	<u>\$ 1,320,000</u>	<u>\$ 1,420,000</u>	<u>\$ (97,499)</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Ambulance/Emergency Medical Services	\$ 1,206,350	\$ 1,304,645	\$ 1,317,185	\$ 110,835
<u>Other Operations</u>				
Other Charges	13,106	13,200	13,200	94
Employee Benefits	301	400	400	99
Total Expenditures	<u>\$ 1,219,757</u>	<u>\$ 1,318,245</u>	<u>\$ 1,330,785</u>	<u>\$ 111,028</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 102,744</u>	<u>\$ 1,755</u>	<u>\$ 89,215</u>	<u>\$ 13,529</u>
Net Change in Fund Balance	\$ 102,744	\$ 1,755	\$ 89,215	\$ 13,529
Fund Balance, July 1, 2022	<u>1,087,819</u>	<u>1,024,487</u>	<u>1,087,819</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 1,190,563</u>	<u>\$ 1,026,242</u>	<u>\$ 1,177,034</u>	<u>\$ 13,529</u>

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

Exhibit C-8

Perry County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
American Rescue Plan Act Grant 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	\$ 14,716	\$ 0	\$ 15,000	\$ (284)
Federal Government	1,568,668	784,596	784,334	784,334
Total Revenues	<u>\$ 1,583,384</u>	<u>\$ 784,596</u>	<u>\$ 799,334</u>	<u>\$ 784,050</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Public Safety Projects	\$ 375,000	\$ 1,569,192	\$ 1,569,192	\$ 1,194,192
Total Expenditures	<u>\$ 375,000</u>	<u>\$ 1,569,192</u>	<u>\$ 1,569,192</u>	<u>\$ 1,194,192</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,208,384</u>	<u>\$ (784,596)</u>	<u>\$ (769,858)</u>	<u>\$ 1,978,242</u>
Net Change in Fund Balance	\$ 1,208,384	\$ (784,596)	\$ (769,858)	\$ 1,978,242
Fund Balance, July 1, 2022	<u>0</u>	<u>784,596</u>	<u>784,596</u>	<u>(784,596)</u>
Fund Balance, June 30, 2023	<u><u>\$ 1,208,384</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 14,738</u></u>	<u><u>\$ 1,193,646</u></u>

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

Exhibit C-9

Perry 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	\$ 74,466	\$ 65,000	\$ 65,000	\$ 9,466
Other Local Revenues	21,441	17,000	17,000	4,441
State of Tennessee	2,276,202	2,005,600	2,005,600	270,602
Other Governments and Citizens Groups	0	15,000	15,000	(15,000)
Total Revenues	<u>\$ 2,372,109</u>	<u>\$ 2,102,600</u>	<u>\$ 2,102,600</u>	<u>\$ 269,509</u>
<u>Expenditures</u>				
<u>Highways</u>				
Administration	\$ 159,266	\$ 177,186	\$ 177,186	\$ 17,920
Highway and Bridge Maintenance	1,556,253	3,422,000	3,422,000	1,865,747
Operation and Maintenance of Equipment	206,779	336,000	336,000	129,221
Other Charges	86,996	156,000	156,000	69,004
Employee Benefits	222,319	356,500	356,500	134,181
Capital Outlay	744,317	1,575,000	1,575,000	830,683
Total Expenditures	<u>\$ 2,975,930</u>	<u>\$ 6,022,686</u>	<u>\$ 6,022,686</u>	<u>\$ 3,046,756</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (603,821)</u>	<u>\$ (3,920,086)</u>	<u>\$ (3,920,086)</u>	<u>\$ 3,316,265</u>
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 0	\$ 17,000	\$ 17,000	\$ (17,000)
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 17,000</u>	<u>\$ 17,000</u>	<u>\$ (17,000)</u>
Net Change in Fund Balance	<u>\$ (603,821)</u>	<u>\$ (3,903,086)</u>	<u>\$ (3,903,086)</u>	<u>\$ 3,299,265</u>
Fund Balance, July 1, 2022	<u>9,070,864</u>	<u>3,903,086</u>	<u>3,903,086</u>	<u>5,167,778</u>
Fund Balance, June 30, 2023	<u><u>\$ 8,467,043</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 8,467,043</u></u>

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

Exhibit D-1

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

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 302,476
Accounts Receivable	39
Due from Other Governments	<u>107,152</u>
Total Assets	<u>\$ 409,667</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	\$ 107,152
Cash Overdraft	<u>127</u>
Total Liabilities	<u>\$ 107,279</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 302,388</u>
Total Net Position	<u><u>\$ 302,388</u></u>

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

Exhibit D-2

Perry 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	\$ 631,184
Fines/Fees and Other Collections	<u>2,099,566</u>
Total Additions	<u>\$ 2,730,750</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections to Other Governments	\$ 631,184
Payments to State	1,371,588
Payments to Cities, Individuals, and Others	<u>936,643</u>
Total Deductions	<u>\$ 2,939,415</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (208,665)
Net Position, July 1, 2022	<u>511,053</u>
Net Position, June 30, 2023	<u><u>\$ 302,388</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Perry 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 Perry County:

A. Reporting Entity

Perry County is a public municipal corporation governed by an elected 12-member board. As required by GAAP, these financial statements present Perry County (the primary government) and its component units. The financial statements of the Industrial Development Board of Perry County, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of its 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 Perry County School Department operates the public school system in the county, and the voters of Perry 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 Perry County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Perry County, and the Perry 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 Industrial Development Board of Perry County consists of members appointed by the Perry County Commission, and it has been delegated the authority to develop, maintain, and operate industrial sites for the benefit of the community. The financial statements of the Industrial Development Board of Perry County were not material to the component units' opinion unit and therefore have been omitted from this report.

The Perry 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 Perry County Emergency Communications District and the Industrial Development Board of Perry County can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Perry County Emergency Communications District
300 Venture Drive
P.O. Box 724
Linden, TN 37096

Industrial Development Board of Perry County
P.O. Box 209
Linden, TN 37096

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 Perry 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 Perry 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.

Perry County issues all debt for the discretely presented Perry County School Department. There were no debt issues 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 Perry County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Perry County has no proprietary funds to report.

Separate financial statements are provided for governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The fiduciary funds in total are also 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. Perry 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 fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category includes custodial funds.

Perry 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.

Solid Waste/Sanitation Fund – This special revenue fund accounts for transactions of the county’s transfer station and convenience centers. Local taxes and general service charges are the foundational revenues of this fund.

Ambulance Service Fund – This special revenue fund accounts for transactions of the county’s ambulance service. General service charges are the foundational revenues of this fund.

American Rescue Plan Act Grant Fund – This special revenue fund accounts for all financial resources and payments made related to the American Rescue Plan Act Grant.

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.

Additionally, Perry County reports the following fund types:

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

Capital Projects Fund – The General Capital Projects Fund accounts for capital expenditures of the county.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers and local sales taxes received by the state to be forwarded to the various cities in Perry County.

The discretely presented Perry 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.

Internal School Fund – This special revenue 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. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 23) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 22) 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 Perry 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 Fund. Perry 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. Perry 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.

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 two percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. Current liabilities payable from restricted assets reflected in the primary government's General Fund represent deposits placed with Perry County for park projects (\$5,000).

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 Perry 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 Perry County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Perry 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 \$10,000 or more (except for infrastructure at \$25,000) and an estimated useful life of three years or more. 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	7 - 40
Other Capital Assets	5 - 20
Infrastructure:	
Roads	20
Bridges	20 - 40

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 pension and OPEB changes in experience, pension and OPEB changes in assumptions, pension changes in investment earnings, pension and OPEB changes in proportionate share, and employer contributions made to the pension and OPEB plans after the measurement date.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are from the following sources: current and delinquent property taxes, pension and OPEB changes in experience, pension and OPEB 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

It is the county's policy to permit employees (excluding the highway department, which closes one week in July and one week in December) to accumulate earned but unused vacation benefits, which will be paid to employees upon separation from service. A liability for vacation leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. The granting of sick leave for employees of Perry County has no guaranteed payment attached and therefore is not required to be accrued or recorded.

The discretely presented Perry County School Department does permit Central Office employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation from service. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. The school

department permits professional personnel (teachers) to accumulate an unlimited amount of unused sick leave days. However, the granting of sick leave has no guaranteed payment attached and, therefore, is not required to be accrued or recorded.

7. Long-term Debt and Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and 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, landfill postclosure care costs, and other postemployment benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

8. Net Position and Fund Balance

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

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors,

grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

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

The government-wide Statement of Net Position reports \$12,240,423 of restricted net position, of which \$245,091 is restricted by enabling legislation.

As of June 30, 2023, Perry County had \$880,008 in outstanding debt for capital purposes for the discretely presented Perry County School Department. This debt is a liability of Perry County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Perry 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 by resolution 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 that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

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 Perry County’s participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Perry 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 Perry 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 Perry County. For this purpose, Perry County recognizes benefit payments when due and payable in accordance with benefit terms. Perry County's OPEB plan is not administered through a trust.

Discretely Presented Perry 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 Perry 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 Perry County School Department

Exhibit H-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 Perry County School Department

Exhibit H-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. 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, County Mayor/Executive, County Attorney, Election Commission, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

B. Cash Overdraft

The Office of County Clerk had a cash overdraft of \$127 at June 30, 2023. This cash overdraft resulted from the issuance of ACH withdrawals exceeding cash on deposit with the county clerk. The cash overdraft was liquidated subsequent to June 30, 2023.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Perry County and the Perry 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.

The county had no pooled and nonpooled investments at June 30, 2023.

TCRS Stabilization Trust

Legal Provisions. The Perry 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 Perry 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 Perry 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		Fair
	Average	Maturities	
	Maturity		Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 29,346
Developed Market International Equity	N/A	N/A	13,253
Emerging Market International Equity	N/A	N/A	3,787
U.S. Fixed Income	N/A	N/A	18,933
Real Estate	N/A	N/A	9,467
Short-term Securities	N/A	N/A	947
NAV - Private Equity and Strategic Lending	N/A	N/A	18,933
Total			<u>\$ 94,666</u>

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

B. 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	\$ 514,664	\$ 0	\$ 514,664
Total Capital Assets Not Depreciated	\$ 514,664	\$ 0	\$ 514,664
Capital Assets Depreciated:			
Buildings and Improvements	\$ 6,510,629	\$ 0	\$ 6,510,629
Infrastructure	7,867,578	0	7,867,578
Other Capital Assets	7,543,439	915,374	8,458,813
Total Capital Assets Depreciated	\$ 21,921,646	\$ 915,374	\$ 22,837,020
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 3,130,058	\$ 149,208	\$ 3,279,266
Infrastructure	3,305,760	331,778	3,637,538
Other Capital Assets	5,471,215	441,213	5,912,428
Total Accumulated Depreciation	\$ 11,907,033	\$ 922,200	\$ 12,829,233
Total Capital Assets Depreciated, Net	\$ 10,014,613	\$ (6,826)	\$ 10,007,788
Governmental Activities Capital Assets, Net	\$ 10,529,277	\$ (6,826)	\$ 10,522,452

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	\$ 54,541
Public Safety	194,998
Public Health and Welfare	205,615
Other Operations	17,937
Highways/Public Works	<u>449,109</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 922,200</u></u>

Net Investment in Capital Assets

Capital Assets (both tangible and intangible)	\$ 10,522,452
Less:	
Outstanding principal balance of debt and other borrowings	<u>(880,008)</u>
Net Investment in Capital Assets	<u><u>\$ 9,642,444</u></u>

Discretely Presented Perry County School Department

Governmental Activities:

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Land	\$ 138,512	\$ 0	\$ 0	\$ 138,512
Construction in Progress	2,141,273	1,397,873	(3,539,146)	0
Total Capital Assets Not Depreciated	<u>\$ 2,279,785</u>	<u>\$ 1,397,873</u>	<u>\$ (3,539,146)</u>	<u>\$ 138,512</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 11,373,760	\$ 3,709,582	\$ 0	\$ 15,083,342
Other Capital Assets	2,168,921	154,983	0	2,323,904
Total Capital Assets Depreciated	<u>\$ 13,542,681</u>	<u>\$ 3,864,565</u>	<u>\$ 0</u>	<u>\$ 17,407,246</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 7,329,291	\$ 297,135	\$ 0	\$ 7,626,426
Other Capital Assets	1,314,510	142,861	0	1,457,371
Total Accumulated Depreciation	<u>\$ 8,643,801</u>	<u>\$ 439,996</u>	<u>\$ 0</u>	<u>\$ 9,083,797</u>
Total Capital Assets Depreciated, Net	<u>\$ 4,898,880</u>	<u>\$ 3,424,569</u>	<u>\$ 0</u>	<u>\$ 8,323,449</u>
Governmental Activities Capital Assets, Net	<u>\$ 7,178,665</u>	<u>\$ 4,822,442</u>	<u>\$ (3,539,146)</u>	<u>\$ 8,461,961</u>

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

Governmental Activities:

Instruction	\$ 118,971
Support Services	270,632
Operation of Non-instructional Services	<u>50,393</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 439,996</u></u>

C. Interfund Receivables, Payables, and Transfers

Due to/from Primary Government and Component Units:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
	Component Unit:	
	Industrial Development Board	
Primary Government:	of Perry County:	
General Debt Service	Operating	\$ 306,809

The Due to Primary Government from the Industrial Development Board of Perry County is the balance of a repayment agreement wherein Perry County purchased two industrial buildings on behalf of the Industrial Development Board, and the board agreed to reimburse the county.

Interfund Transfers:

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

Discretely Presented Perry County School Department

<u>Transfer Out</u>	<u>Transfer In</u>	
	General	
	Purpose	
	School	
	Fund	Purpose
School Federal Projects Fund	\$ 1,980	Indirect costs

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.

D. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Perry County may issue 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 can be 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. Repayment terms

are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. No bonds were outstanding at June 30, 2023.

Direct Borrowing and Direct Placements - Perry County may issue other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 15 years. No notes were outstanding at June 30, 2023. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

Other loans outstanding as of June 30, 2023, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-23
Other Loans - Fixed rate	0.5 %	8-1-36	\$ 933,848	\$ 880,008

The annual requirements to amortize other loans outstanding as of June 30, 2023, including interest payments, are presented in the following table:

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2024	\$ 64,908	\$ 4,224	\$ 69,132
2025	65,232	3,900	69,132
2026	65,556	3,576	69,132
2027	65,880	3,252	69,132
2028	66,216	2,916	69,132
2029-2033	336,084	9,576	345,660
2034-2037	216,132	1,684	217,816
Total	\$ 880,008	\$ 29,128	\$ 909,136

There is \$771,098 available in the General Debt Service Fund to service long-term debt. Total debt per capita, including other loans, totaled \$105, 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.

<u>Description of Debt</u>	<u>Outstanding 6-30-23</u>
<u>Other Loans - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
EESI - Energy Efficiency School Initiative	\$ 880,008
Total	<u>\$ 880,008</u>

Changes in Long-term Debt

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

Governmental Activities:	<u>Other Loans - Direct Placement</u>
Balance, July 1, 2022	\$ 933,848
Reductions	<u>(53,840)</u>
Balance, June 30, 2023	<u>\$ 880,008</u>
Balance Due Within One Year	<u>\$ 64,908</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2023	\$ 880,008
Less: Balance Due Within One Year - Debt	<u>64,908</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 815,100</u>

E. 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	Landfill Postclosure Care Costs	Other Postemployment Benefits
Balance, July 1, 2022	\$ 376,861	\$ 168,671	\$ 105,163
Additions	265,931	12,130	16,732
Reductions	(139,962)	(2,500)	(47,130)
Balance, June 30, 2023	<u>\$ 502,830</u>	<u>\$ 178,301</u>	<u>\$ 74,765</u>
Balance Due Within One Year	<u>\$ 251,415</u>	<u>\$ 19,811</u>	<u>\$ 0</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Fund. Landfill postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 755,896
Less: Balance Due Within One Year - Other	<u>(271,226)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 484,670</u>

Discretely Presented Perry County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2022	\$ 48,580	\$ 1,193,474
Additions	19,554	91,143
Reductions	(20,945)	(204,115)
Balance, June 30, 2023	<u>\$ 47,189</u>	<u>\$ 1,080,502</u>
Balance Due Within One Year	<u>\$ 47,189</u>	<u>\$ 0</u>

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

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 1,127,691
Less: Balance Due Within One Year - Other	<u>(47,189)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,080,502</u>

F. On-Behalf Payments – Discretely Presented Perry County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Perry County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2023, were \$29,911. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION**A. Risk Management****Primary Government**

The county is exposed to various risks related to general liability, property, and casualty losses. The county participates in the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties.

The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

Perry County participates in the Local Government Workers' Compensation Fund (LWCF), a public entity risk pool established under provisions of Section 29-20-401, Tennessee Code Annotated, by the Tennessee County Services Association to provide a program of workers' compensation coverage to employees of local governments. The county pays an annual premium to the LWCF for its workers' compensation insurance coverage. The LWCF is to be self-sustaining through member premiums. The LWCF reinsures through commercial insurance companies for claims exceeding \$500,000.

Perry 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 8-27-207, *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 Perry County School Department

The discretely presented Perry County School Department participates 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. The school department pays an annual premium to the TN-RMT for its general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

B. Accounting Changes

GASB Statement No. 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 is involved in several pending lawsuits. The county attorney estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Change in Administration

Register of Deeds, Patricia Bell, retired August 31, 2022, and was succeeded by Terry Hill effective September 1, 2022.

E. Landfill Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Perry County closed its sanitary landfill in 1998. The \$178,301 reported as postclosure care liability at June 30, 2023, represents amounts based on what it would cost to perform all postclosure care in 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

The Perry County Joint Economic Development Board is a joint venture between Perry County, the city of Lobelville, and the town of Linden. The board comprises the county mayor, city/town mayors, and other members. The purpose of the board is to foster communication relative to economic and community development between and among governmental entities, industry, and private citizens. Perry County did not appropriate any funds to the Perry County Joint Economic Development Board during the year ended June 30, 2023.

The Twenty-first Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-first Judicial District, Williamson, Lewis, Hickman, and Perry counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Perry County did not contribute to the DTF for the year ended June 30, 2023.

Effective September 1, 2022, Lewis, Hickman, and Perry counties withdrew from the Twenty-first Judicial District to establish the Thirty-second Judicial District. At this time, the district has not established a Drug Task Force.

Perry County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Perry County Joint Economic Development Board and the DTF can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Perry County Joint Economic Development Board
Perry County Mayor
P.O. Box 16
Linden, TN 37096

Office of District Attorney General
Twenty-first Judicial District Drug Task Force
P.O. Box 937
Franklin, TN 37065

Office of District Attorney General
Thirty-second Judicial District
481 East Main St.
Hohenwald, TN 38462

Discretely Presented Perry County School Department

The discretely presented school department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between participating county school systems, city school systems, and certain special school districts. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Dickson County School Department) and a service provider to provide these services. The cooperative is governed by a Representative Committee, comprising one representative from each of the member districts, and an Executive Council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the Representative Committee.

Complete financial statements for the Volunteer State Cooperative can be obtained from its administrative office at the following address:

Administrative Office:

Volunteer State Cooperative
220 McLemore Street
Dickson, TN 37055

G. Jointly Governed Organization

The South Central Tennessee Railroad Authority (SCTRA) was created by Perry County in conjunction with Hickman, Lewis, and Wayne counties and the cities of Centerville, Linden, Hohenwald, and Waynesboro. The SCTRA board includes 16 members who are the elected county mayor and city mayor from each of the counties and cities and a member appointed by the county commission or city council from each of the respective counties or cities. Perry County did not appropriate any funds for this operation during the year, and the county does not have any ongoing financial interest or responsibility for the entity. Funding sources for the SCTRA are lease payments, switching fees, interest income, and grants.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Perry County and non-certified employees of the discretely presented Perry 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 comprise 65.17 percent and the non-certified employees of the discretely presented school department comprise 34.83 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the

member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

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

Employees Covered by Benefit Terms. At the measurement date of June 30, 2022, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	128
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	191
Active Employees	<u>195</u>
Total	<u>514</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Perry 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 contributions for Perry County were \$479,992 based on a rate of seven percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Perry 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)

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Perry 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	\$ 19,686,308	\$ 25,380,109	\$ (5,693,801)
Changes for the Year:			
Service Cost	\$ 620,159	\$ 0	\$ 620,159
Interest	1,343,044	0	1,343,044
Differences Between Expected and Actual Experience	615,552	0	615,552
Contributions-Employer	0	444,202	(444,202)
Contributions-Employees	0	317,295	(317,295)
Net Investment Income	0	(969,476)	969,476
Benefit Payments, Including Refunds of Employee Contributions	(819,048)	(819,048)	0
Administrative Expense	0	(19,303)	19,303
Net Changes	\$ 1,759,707	\$ (1,046,330)	\$ 2,806,037
Balance, June 30, 2022	\$ 21,446,015	\$ 24,333,779	\$ (2,887,764)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	65.17%	\$ 13,976,258	\$ 15,858,324	\$ (1,882,066)
School Department	34.83%	7,469,757	8,475,455	(1,005,698)
Total		\$ 21,446,015	\$ 24,333,779	\$ (2,887,764)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Perry 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 percent) or one percentage point higher (7.75 percent) than the current rate:

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

Net Pension Liability (Asset) \$ (24,758) \$ (2,887,764) \$ (5,254,233)

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, Perry County recognized pension expense (negative pension expense) of \$107,069.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, Perry 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	\$ 503,829	\$ 27,736
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	64,515	0
Changes in Assumptions	671,321	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	479,992	N/A
Total	<u>\$ 1,719,657</u>	<u>\$ 27,736</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	\$ 1,125,558	\$ 18,077
School Department	594,099	9,659
Total	<u>\$ 1,719,657</u>	<u>\$ 27,736</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	\$ 191,061
2025	224,648
2026	137,105
2027	659,118
2028	0
Thereafter	0

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

Discretely Presented Perry County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Perry County and non-certified employees of the discretely presented Perry 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 comprise 65.17 percent and the non-certified employees of the discretely presented school department comprise 34.83 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Perry 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 \$44,968, which is 2.87 percent of covered payroll. In addition, employer contributions of \$17,705, 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, 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 (\$22,436) 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 0.074065 percent. The proportion as of June 30, 2021, was 0.069265 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the Perry County School Department recognized pension expense (negative pension expense) of \$30,781.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the school department reported deferred

outflows and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,227	\$ 13,631
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	7,072	0
Changes in Assumptions	26,283	0
Changes in Proportion of Net Pension Liability (Asset)	1,010	10,528
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	44,968	N/A
Total	\$ 80,560	\$ 24,159

The school department's employer contributions of \$44,968 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the 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	\$ (412)
2025	(340)
2026	(1,502)
2027	10,816
2028	372
Thereafter	2,498

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from 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 net pension liability (asset) of the school department 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 percent) or one percentage point higher (7.75 percent) 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) \$ 117,777 \$ (22,436) \$ (124,835)

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 Perry 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 Perry County School Department for the year ended June 30, 2023, to the Teacher Legacy Pension Plan were \$388,979, 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 (\$1,707,600) 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 0.139236 percent. The proportion measured at June 30, 2021, was 0.136984 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$18,879.

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	\$ 280,894	\$ 288,533
Changes in Assumptions	1,069,729	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	29,199	0
Changes in Proportion of Net Pension Liability (Asset)	44,071	38,828
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	388,979	N/A
Total	<u>\$ 1,812,872</u>	<u>\$ 327,361</u>

The school department's employer contributions of \$388,979 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the 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	\$ 172,074
2025	330,251
2026	(307,063)
2027	901,270
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 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, 2021, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from 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 net pension liability (asset) of the school department 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 percent) or one percentage point higher (7.75 percent) 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) \$ 3,382,168 \$ (1,707,600) \$ (5,947,040)

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**

Perry County offers its employees a deferred compensation plan, established pursuant to IRC Section 401(k), and the Perry County School Department offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k) and Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 403(b) establish participation, contribution, and withdrawal provisions for the plans.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$83,563 and teachers contributed \$12,323 to this deferred compensation pension plan.

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

Perry County and the discretely presented Perry County School Department provide OPEB benefits to its retirees through state administered public entity risk pools. 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 meet the criteria of paragraph 4 of GASB Statement No. 75.

OPEB Provided through State Administered Public Entity Risk Pools

Retirees of Perry County and the Perry 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. Likewise, the school department provides healthcare benefits to its retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Perry County School Department may then join The Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

The county and the school department'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 under each plan

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 Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-Weighted Employee mortality table for General Employees for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2020 from 2010. Post-retirement rates for non-teachers 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. Post-retirement rates for teachers are Headcount-weighted below median healthy annuitant and adjusted with a 19 percent load for males and an 18 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% 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 Plan (Primary Government)

Plan Description. Employees of Perry County are provided with pre-65 retiree health insurance benefits through the closed 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. Perry 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 LGP receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Perry

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:

	Perry County	Hwy Dept	Total
Inactive Employees or Beneficiaries Currently Receiving Benefits	0	0	0
Inactive Employees Entitled to But Not Yet Receiving Benefits	0	0	0
Active Employees Eligible for Benefits	81	15	96
Total	81	15	96

An insurance committee, created in accordance with *TCA 8-27-701*, establishes the required payments to the LGP 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 \$1,012 (County - \$380, Highway Dept - \$632) to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability – As of the Measurement Date

	Perry County	Hwy Dept	Total OPEB Liability
Balance July 1, 2021	\$ 65,396	\$ 39,767	\$ 105,163
Changes for the Year:			
Service Cost	\$ 9,747	\$ 4,418	\$ 14,165
Interest	1,619	948	2,567
Difference between Expected and Actuarial Experience	(2,798)	(5,972)	(8,770)
Changes in Assumption and Other Inputs	(24,148)	(13,194)	(37,342)
Benefit Payments	(415)	(603)	(1,018)
Net Changes	\$ (15,995)	\$ (14,403)	\$ (30,398)
Balance June 30, 2022	\$ 49,401	\$ 25,364	\$ 74,765

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the county recognized OPEB expense (negative expense) of \$385 (County - \$3,603, Highway Dept - \$(3,218).

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 (DO - County \$3,955) (DI - County \$21,177, Hwy \$17,183)	\$ 3,955	\$ 38,360
Changes in Assumptions (DO - County \$7,121, Hwy \$3,669) (DI - County \$34,382, Hwy \$20,610)	10,790	54,992
Net Difference Between Projected and Benefits Paid after the Measurement Date of June 30, 2022 (County \$380, Hwy \$632)	1,012	N/A
Total	<u>\$ 15,757</u>	<u>\$ 93,352</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	Perry County	Hwy Dept	Total Amount
2024	\$ (7,763)	\$ (8,584)	\$ (16,347)
2025	(7,763)	(8,584)	(16,347)
2026	(7,763)	(7,178)	(14,941)
2027	(7,691)	(6,449)	(14,140)
2028	(4,401)	(3,329)	(7,730)
Thereafter	(9,102)	0	(9,102)

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

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the county calculated using the

current discount rate as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

<u>Discount Rate</u>	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
Perry County	\$ 53,713	\$ 49,401	\$ 45,411
Hwy Dept	26,776	25,364	23,992
Total OPEB Liability	<u>\$ 80,489</u>	<u>\$ 74,765</u>	<u>\$ 69,403</u>

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

<u>Healthcare Cost Trend Rate</u>	1% Decrease 7.37 to 3.5%	Current Trend Rates 8.37 to 4.5%	1% Increase 9.37 to 5.5%
Perry County	\$ 43,113	\$ 49,401	\$ 56,901
Hwy Dept	22,933	25,364	28,152
Total OPEB Liability	<u>\$ 66,046</u>	<u>\$ 74,765</u>	<u>\$ 85,053</u>

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

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

Benefits Provided. The Perry County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees.

An insurance committee created in accordance with *TCA 8-27-301* establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. The school department 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:

	<u>Total</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	6
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>120</u>
Total	<u><u>126</u></u>

A state insurance committee, created in accordance with *TCA 8-27-301*, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$48,703 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability – As of the Measurement Date

	<u>Share of Collective Liability</u>		
	Perry County School Department 60.8%	State of TN 39.2%	Total OPEB Liability
Balance July 1, 2021	\$ 1,193,474	\$ 697,918	\$ 1,891,392
Changes for the Year:			
Service Cost	\$ 59,582	\$ 38,415	\$ 97,997
Interest	25,623	16,520	42,143
Difference between Expected and Actual Experience	5,938	3,828	9,766
Changes in Assumptions	(113,777)	(73,357)	(187,134)
Change in Proportion	(43,513)	43,513	0
Benefit Payments	(46,825)	(30,190)	(77,015)
Net Changes	\$ (112,972)	\$ (1,271)	\$ (114,243)
Balance June 30, 2022	\$ 1,080,502	\$ 696,647	\$ 1,777,149

The Perry County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Perry County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$73,487 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Perry County School Department's proportionate share of the collective OPEB liability was 60.8 percent and the State of Tennessee's share was 39.2 percent.

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 \$167,253, including the state's share of the expense. At June 30, 2023, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 131,104	\$ 65,881
Changes of Assumptions and Other Inputs	164,726	148,914
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	17,442	70,390
Benefits Paid After the Measurement Date of June 30, 2022	48,703	N/A
Total	<u>\$ 361,975</u>	<u>\$ 285,185</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	School Department
2024	\$ 8,561
2025	8,561
2026	8,561
2027	9,714
2028	12,006
Thereafter	(19,316)

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

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

<u>Discount Rate</u>	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 4.54%
Proportionate Share of the Collective Total OPEB Liability	\$ 1,160,268	\$ 1,080,502	\$ 1,004,580

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

<u>Healthcare Cost Trend Rate</u>	1% Decrease 7.37 to 3.5%	Current Trend Rates 8.37 to 4.5%	1% Increase 9.37 to 5.5%
Proportionate Share of the Collective Total OPEB Liability	\$ 967,948	\$ 1,080,502	\$ 1,212,238

J. Purchasing Laws

Office of County Mayor

Purchasing procedures for the County Mayor's Office are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-207, *Tennessee Code Annotated (TCA)*. This act provides for all purchases exceeding \$10,000 to be made based on competitive bids solicited through newspaper advertisement.

Office of Superintendent of Highways

Purchasing procedures for the highway department are governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*, which provides for purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Perry County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education,

through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases.

VI. OTHER NOTES – DISCRETELY PRESENTED PERRY COUNTY EMERGENCY COMMUNICATIONS DISTRICT

A. Summary of Significant Accounting Policies

1. Reporting Entity

The Perry County Emergency Communications District was created as a public corporation on November 8, 1998, under authority of the provisions of Chapter 867 of the Tennessee Public Acts of 1984, as approved by the voters of Perry County, Tennessee. The powers of the district are vested in and exercised by a majority of the members of the board of directors, who are appointed by the county. The district is considered a political subdivision and is exempt from Federal and State income taxes. The district is considered a component unit of Perry County. The county appoints the board of directors, and the county commission may adjust services fees and must approve bonded debt. As a result, the Perry County Commission indirectly imposes its will on the district.

Basis of Accounting

The accompanying financial statements of the district have been prepared on the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when incurred. Expenditures are recognized in the accounting period in which the liability is incurred and is measurable. The district uses the economic resources measurement focus in the financial statements.

Cash and Cash Equivalents

The district considers all highly liquid debt instruments purchased with maturities of 60 days or less to be cash equivalents.

Supply Inventory

Supply inventory is valued at the lower of cost (first-in, first-out) or market. Inventory items are considered expenditures when used (consumption method).

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net

position in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the district's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Restricted Assets

It is the policy of the district to apply restricted assets when an expense is incurred for purposes for which both restricted and unrestricted assets are available.

Capital Assets

Capital assets if the district is recorded at cost. It is the district's policy to capitalize all assets of \$10,000 with an estimated life of more than three years. Depreciation is computed over the estimated life of the asset using the straight-line method. The estimated life for property, plant, and equipment in service is from 3 to 10 years. Interest incurred on construction projects is expensed when paid and thus not a part of the capitalized cost.

Estimates

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

Budgets and Budgetary Accounting

The district's annual budget is required by state law. The district's Board of Directors formally approves the budget. The budget is adopted on a basis consistent with generally accepted accounting principles. The district follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. Formal budgets are adopted and approved by board vote on an annual basis. These budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).
- b. The board approves total budget appropriations by line item only. The board is authorized to transfer budget amounts between line items within each line item; however, any revisions that alter the total appropriations of any fund must be approved by vote of the board. Management may not adjust budget amounts without board

approval. State regulations establish the legal level of control to be at the line-item level.

- c. The budget amounts shown in the financial statements are the final authorized amounts as amended during the year.

Operating Revenues and Operating Expenses

The district recognizes operating revenues and operating expenses resulting from providing services and producing goods to its customers. All other revenues and services are deemed nonoperating.

2. Cash and Certificates of Deposit

The district is authorized to invest funds in financial institutions and direct obligations of the Federal Government. During the year, the district invested funds that were not immediately needed in deposit accounts. Deposits in the financial institutions are required by State Statute to be secured and collateralized by the institutions. The district has deposit policies to minimize custodial credit risks. The collateral must meet certain requirements and be deposited in an escrow account in a second bank for the benefit of the district and must total a minimum of 105% of the value of the deposits placed in the institutions less the amount protected by federal depository insurance. Cash and cash equivalents were adequately covered by federal depository insurance, insured by the depository bank's participation in the State of Tennessee Bank Collateral Pool or collateralized by securities, pledged for deposits, held by an independent third-party financial institution under the terms of a safekeeping collateral agreement in the district's name. Investment policies of the district follow state law and bond requirements prohibiting investments that are not secured or insured by the U.S. Government.

3. Capital Assets

A summary of changes in capital assets in service is as follows:

	Balance				Balance
	7-1-22	Increases	(Decreases)		6-30-23
Land	\$ 23,923	\$ 0	\$ 0	\$	23,923
Buildings	164,142	0	0		164,142
Other Capital Assets	1,145,951	94,944	0		1,240,895
Total Capital Assets					
Being Depreciated	\$ 1,334,016	\$ 94,944	\$ 0	\$	1,428,960
Less Accumulated Depreciation	(748,599)				(858,395)
Total Capital Assets, Net	\$ 585,417			\$	570,565

The depreciation expense for the communication equipment is \$96,747, for vehicles is \$8,592, and for the buildings is \$4,457. Depreciation expense for the year was \$109,796.

4. **Risk Management**

The district is exposed to various risks of loss related to torts: theft of damage to, and destruction of assets: errors and omissions, and natural disasters. The district purchases commercial financial bonded insurance for its treasurer and chairman. For all other risks, the district purchases commercial insurance. The district has not had claims in excess of insurance coverage during the last three years.

REQUIRED SUPPLEMENTARY INFORMATION

Exhibit E-1

Perry 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	\$ 372,604	\$ 377,554	\$ 386,824	\$ 433,397	\$ 455,084	\$ 477,624	\$ 479,531	\$ 504,802	\$ 620,159
Interest	920,989	966,925	1,016,023	1,066,221	1,084,359	1,150,627	1,209,509	1,280,148	1,343,044
Differences Between Actual and Expected Experience	(81,790)	(98,092)	(146,451)	(525,032)	(21,914)	(133,051)	(2,814)	18,979	615,552
Change of Assumptions	0	0	0	372,353	0	0	0	1,118,869	0
Benefit Payments, Including Refunds of Employee Contributions	(596,061)	(612,475)	(589,579)	(677,739)	(578,709)	(673,356)	(696,523)	(777,809)	(819,048)
Net Change in Total Pension Liability	\$ 615,742	\$ 633,912	\$ 666,817	\$ 669,200	\$ 938,820	\$ 821,844	\$ 989,703	\$ 2,144,989	\$ 1,759,707
Total Pension Liability, Beginning	12,205,281	12,821,023	13,454,935	14,121,752	14,790,952	15,729,772	16,551,616	17,541,319	19,686,308
Total Pension Liability, Ending (a)	\$ 12,821,023	\$ 13,454,935	\$ 14,121,752	\$ 14,790,952	\$ 15,729,772	\$ 16,551,616	\$ 17,541,319	\$ 19,686,308	\$ 21,446,015
Plan Fiduciary Net Position									
Contributions - Employer	\$ 445,249	\$ 439,736	\$ 467,367	\$ 472,252	\$ 513,308	\$ 527,320	\$ 545,854	\$ 416,114	\$ 444,202
Contributions - Employee	224,649	225,739	242,009	242,431	264,739	270,701	280,215	297,236	317,295
Net Investment Income	1,928,453	420,150	375,695	1,651,885	1,353,298	1,325,515	954,213	5,212,981	(969,476)
Benefit Payments, Including Refunds of Employee Contributions	(596,061)	(612,475)	(589,579)	(677,739)	(578,709)	(673,356)	(696,523)	(777,809)	(819,048)
Administrative Expense	(6,737)	(9,043)	(13,703)	(15,305)	(17,738)	(16,531)	(16,689)	(16,861)	(19,303)
Net Change in Plan Fiduciary Net Position	\$ 1,995,553	\$ 464,107	\$ 481,789	\$ 1,673,524	\$ 1,534,898	\$ 1,433,649	\$ 1,067,070	\$ 5,131,661	\$ (1,046,330)
Plan Fiduciary Net Position, Beginning	11,597,858	13,593,411	14,057,518	14,539,307	16,212,831	17,747,729	19,181,378	20,248,448	25,380,109
Plan Fiduciary Net Position, Ending (b)	\$ 13,593,411	\$ 14,057,518	\$ 14,539,307	\$ 16,212,831	\$ 17,747,729	\$ 19,181,378	\$ 20,248,448	\$ 25,380,109	\$ 24,333,779
Net Pension Liability (Asset), Ending (a - b)	\$ (772,388)	\$ (602,583)	\$ (417,555)	\$ (1,421,879)	\$ (2,017,957)	\$ (2,629,762)	\$ (2,707,129)	\$ (5,693,801)	\$ (2,887,764)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.02%	104.48%	102.96%	109.61%	112.83%	115.89%	115.43%	128.92%	113.47%
Covered Payroll	\$ 4,492,905	\$ 4,514,741	\$ 4,798,429	\$ 4,831,334	\$ 5,294,748	\$ 5,413,971	\$ 5,604,250	\$ 5,944,466	\$ 6,345,727
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(17.19)%	(13.35)%	(8.70)%	(29.43)%	(38.11)%	(48.57)%	(48.30)%	(95.78)%	(45.51)%

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

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

Exhibit E-2

Perry 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	\$ 445,249	\$ 439,736	\$ 467,367	\$ 200,500	\$ 218,144	\$ 131,559	\$ 81,822	\$ 23,183	\$ 0	\$ 165,254
Less: Contributions in Relation to the Actuarially Determined Contribution	(445,249)	(439,736)	(467,367)	(472,252)	(513,308)	(527,320)	(545,854)	(416,114)	(444,202)	(479,992)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (271,752)	\$ (295,164)	\$ (395,761)	\$ (464,032)	\$ (392,931)	\$ (444,202)	\$ (314,738)
Covered Payroll	\$ 4,492,905	\$ 4,514,741	\$ 4,798,429	\$ 4,831,334	\$ 5,294,748	\$ 5,413,971	\$ 5,604,250	\$ 5,944,466	\$ 6,345,727	\$ 6,857,029
Contributions as a Percentage of Covered Payroll	9.91%	9.74%	9.74%	9.77%	9.69%	9.74%	9.74%	7.00%	7.00%	7.00%

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 the non-certified employees of the discretely presented school department.

Exhibit E-3

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 5,790	\$ 10,082	\$ 12,235	\$ 7,579	\$ 10,834	\$ 15,634	\$ 20,193	\$ 25,423	\$ 44,968
Less: Contributions in Relation to the Contractually Required Contribution	(5,790)	(10,082)	(12,235)	(18,589)	(10,834)	(15,634)	(20,193)	(25,423)	(44,968)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (11,010)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 144,738	\$ 252,055	\$ 305,877	\$ 464,734	\$ 558,437	\$ 766,280	\$ 999,646	\$ 1,151,590	\$ 1,566,814
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.04%	2.02%	2.21%	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

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 419,679	\$ 432,305	\$ 430,421	\$ 439,627	\$ 451,504	\$ 476,283	\$ 530,517	\$ 461,745	\$ 471,964	\$ 388,979
Less: Contributions in Relation to the Contractually Required Contribution	(419,679)	(432,305)	(430,421)	(439,627)	(451,504)	(476,283)	(530,517)	(461,745)	(471,964)	(388,979)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 4,726,117	\$ 4,782,157	\$ 4,761,304	\$ 4,863,144	\$ 4,972,509	\$ 4,553,370	\$ 4,979,084	\$ 4,497,666	\$ 4,582,174	\$ 4,476,168
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%	10.65%	10.27%	10.30%	8.69%

Exhibit E-5

Perry County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Plan of TCRS
Discretely Presented Perry 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)	0.068224%	0.057285%	0.046604%	0.053181%	0.052772%	0.061030%	0.069265%	0.074065%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (2,802)	\$ (5,964)	\$ (12,296)	\$ (24,119)	\$ (29,789)	\$ (34,704)	\$ (75,029)	\$ (22,436)
Covered Payroll	\$ 144,738	\$ 252,055	\$ 305,877	\$ 464,734	\$ 558,437	\$ 766,280	\$ 999,646	\$ 1,151,590
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)%	(4.53)%	(7.51)%	(1.95)%
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

Perry County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Perry 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)	0.120411%	0.127745%	0.131899%	0.137573%	0.142004%	0.135794%	0.149951%	0.136984%	0.139236%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,566)	\$ 52,329	\$ 824,296	\$ (45,010)	\$ (499,700)	\$ (1,396,210)	\$ (1,143,487)	\$ (5,908,455)	\$ (1,707,600)
Covered Payroll	\$ 4,726,117	\$ 4,782,157	\$ 4,761,304	\$ 4,863,144	\$ 4,972,509	\$ 4,553,370	\$ 4,979,084	\$ 4,497,666	\$ 4,582,174
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.414002)%	1.094250%	17.31%	(0.93)%	(10.05)%	(30.66)%	(22.97)%	(131.37)%	(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.

Perry 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

Perry County Plan

Total OPEB Liability

	2017	2018	2019	2020	2021	2022
Service Cost	\$ 5,346	\$ 4,984	\$ 6,733	\$ 7,657	\$ 11,598	\$ 9,747
Interest	1,858	2,371	2,312	1,873	1,758	1,619
Differences Between Actual and Expected Experience	0	(14,658)	(22,633)	6,106	(483)	(2,798)
Changes in Assumptions	(3,748)	3,101	2,432	6,822	(15,374)	(24,148)
Benefit Payments	0	(247)	(333)	(232)	(142)	(415)
Net Change in Total OPEB Liability	\$ 3,456	\$ (4,449)	\$ (11,489)	\$ 22,226	\$ (2,643)	\$ (15,995)
Total OPEB Liability, Beginning	58,295	61,751	57,302	45,813	68,039	65,396
Total OPEB Liability, Ending	\$ 61,751	\$ 57,302	\$ 45,813	\$ 68,039	\$ 65,396	\$ 49,401
Covered Employee Payroll	\$ 2,754,982	\$ 2,937,475	\$ 2,837,306	\$ 3,063,686	\$ 3,332,029	\$ 3,522,014
Total OPEB Liability as a Percentage of Covered Employee Payroll	2.24%	1.95%	1.61%	2.22%	1.96%	1.40%

Highway Department Plan

Total OPEB Liability

	2017	2018	2019	2020	2021	2022
Service Cost	\$ 4,154	\$ 3,907	\$ 4,821	\$ 4,463	\$ 5,586	\$ 4,418
Interest	1,399	1,831	2,098	1,881	1,287	948
Differences Between Actual and Expected Experience	0	(3,989)	(11,602)	(5,088)	(5,931)	(5,972)
Changes in Assumptions	(1,601)	4,345	1,324	2,881	(13,496)	(13,194)
Benefit Payments	0	(334)	(672)	(602)	(644)	(603)
Net Change in Total OPEB Liability	\$ 3,952	\$ 5,760	\$ (4,031)	\$ 3,535	\$ (13,198)	\$ (14,403)
Total OPEB Liability, Beginning	43,749	47,701	53,461	49,430	52,965	39,767
Total OPEB Liability, Ending	\$ 47,701	\$ 53,461	\$ 49,430	\$ 52,965	\$ 39,767	\$ 25,364
Covered Employee Payroll	\$ 485,581	\$ 580,005	\$ 595,254	\$ 595,987	\$ 599,943	\$ 613,757
Total OPEB Liability as a Percentage of Covered Employee Payroll	9.82%	9.22%	8.30%	8.89%	6.63%	4.13%

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

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

	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 79,172	\$ 72,952	\$ 63,401	\$ 60,248	\$ 80,125	\$ 97,997
Interest	40,913	49,462	45,310	45,950	35,266	42,143
Differences Between Actual and Expected Experience	0	(205,102)	144,383	84,116	98,794	9,766
Changes in Assumptions	(61,380)	29,556	(104,223)	162,748	202,868	(187,134)
Benefit Payments	(63,947)	(64,507)	(86,303)	(90,251)	(82,076)	(77,015)
Net Change in Total OPEB Liability	\$ (5,242)	\$ (117,639)	\$ 62,568	\$ 262,811	\$ 334,977	\$ (114,243)
Total OPEB Liability, Beginning	1,353,917	1,348,675	1,231,036	1,293,604	1,556,415	1,891,392
Total OPEB Liability, Ending	<u>\$ 1,348,675</u>	<u>\$ 1,231,036</u>	<u>\$ 1,293,604</u>	<u>\$ 1,556,415</u>	<u>\$ 1,891,392</u>	<u>\$ 1,777,149</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 463,771	\$ 413,522	\$ 463,696	\$ 538,340	\$ 697,918	\$ 696,647
Employer Proportionate Share of the Total OPEB Liability	884,904	817,514	829,908	1,018,075	1,193,474	1,080,502
Covered Employee Payroll	\$ 7,162,032	\$ 7,580,884	\$ 7,022,736	\$ 7,639,241	\$ 7,541,449	\$ 7,897,978
Employer Proportionate Share of the Total OPEB Liability as a Percentage of Covered Employee Payroll	12.36%	10.78%	11.82%	13.33%	15.83%	13.68%

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.

PERRY 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 fiscal year 2023 were calculated based on the June 30, 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 4.00%
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 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.

Courthouse and Jail Maintenance Fund – The Courthouse and Jail Maintenance Fund is used to account for a special tax levied by private act on litigation. The proceeds of the tax must be used to pay for improvements or maintenance on the courthouse and jail.

Special Purpose Fund – The Special Purpose Fund is used to account for the proceeds of a \$2.50 increase in the litigation tax. The proceeds of the tax must be used to pay for computerization, a fax machine, and related costs for the circuit and general sessions courts clerk, and clerk and master.

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

Work Release Fund – The Work Release Fund is used to account for revenues received from the sheriff's work release program.

Tourism Fund – The Tourism Fund is used to account for revenues generated by the Tennessee River Resort Act and expended for tourism.

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.

Debt Service Funds

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

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 expenditures for principal and interest.

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 various capital projects and capital outlay of the general government.

Exhibit F-1

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

		Special Revenue Funds					
		Courthouse and Jail Maintenance	Special Purpose	Drug Control	Work Release	Tourism	Total
<u>ASSETS</u>							
Equity in Pooled Cash and Investments	\$	75,676	\$ 59,040	\$ 34,648	\$ 9,429	\$ 169,415	\$ 348,208
Due from Component Units		0	0	0	0	0	0
Total Assets	\$	75,676	\$ 59,040	\$ 34,648	\$ 9,429	\$ 169,415	\$ 348,208
<u>FUND BALANCES</u>							
Restricted:							
Restricted for General Government	\$	75,676	\$ 0	\$ 0	\$ 0	\$ 0	\$ 75,676
Restricted for Administration of Justice		0	59,040	0	0	0	59,040
Restricted for Public Safety		0	0	34,648	9,429	0	44,077
Restricted for Social, Cultural, and Recreational Services		0	0	0	0	169,415	169,415
Committed:							
Committed for Capital Outlay		0	0	0	0	0	0
Committed for Debt Service		0	0	0	0	0	0
Total Fund Balances	\$	75,676	\$ 59,040	\$ 34,648	\$ 9,429	\$ 169,415	\$ 348,208

(Continued)

Exhibit F-1

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

	Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
	General Debt Service	General Capital Projects	
<u>ASSETS</u>			
Equity in Pooled Cash and Investments	\$ 464,289	\$ 420,124	\$ 1,232,621
Due from Component Units	306,809	0	306,809
Total Assets	<u>\$ 771,098</u>	<u>\$ 420,124</u>	<u>\$ 1,539,430</u>
<u>FUND BALANCES</u>			
Restricted:			
Restricted for General Government	\$ 0	\$ 0	\$ 75,676
Restricted for Administration of Justice	0	0	59,040
Restricted for Public Safety	0	0	44,077
Restricted for Social, Cultural, and Recreational Services	0	0	169,415
Committed:			
Committed for Capital Outlay	0	420,124	420,124
Committed for Debt Service	771,098	0	771,098
Total Fund Balances	<u>\$ 771,098</u>	<u>\$ 420,124</u>	<u>\$ 1,539,430</u>

Exhibit F-2

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

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Special Purpose	Drug Control	Work Release	Tourism
<u>Revenues</u>					
Local Taxes	\$ 24,899	\$ 1,278	\$ 0	\$ 5,964	\$ 41,650
Fines, Forfeitures, and Penalties	2,607	3,483	4,572	0	0
Charges for Current Services	0	0	0	0	0
Other Local Revenues	0	0	18,319	0	0
State of Tennessee	0	0	0	0	79,979
Federal Government	0	0	0	0	0
Other Governments and Citizens Groups	0	0	844	0	0
Total Revenues	\$ 27,506	\$ 4,761	\$ 23,735	\$ 5,964	\$ 121,629
<u>Expenditures</u>					
Current:					
General Government	\$ 8,592	\$ 0	\$ 0	\$ 0	\$ 0
Administration of Justice	0	48	0	0	0
Public Safety	0	0	59,285	0	0
Other Operations	275	0	0	0	95,374
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Capital Projects	0	0	0	0	0
Total Expenditures	\$ 8,867	\$ 48	\$ 59,285	\$ 0	\$ 95,374

(Continued)

Exhibit F-2

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

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Special Purpose	Drug Control	Work Release	Tourism
Excess (Deficiency) of Revenues Over Expenditures	\$ 18,639	\$ 4,713	\$ (35,550)	\$ 5,964	\$ 26,255
Net Change in Fund Balances	\$ 18,639	\$ 4,713	\$ (35,550)	\$ 5,964	\$ 26,255
Fund Balance, July 1, 2022	57,037	54,327	70,198	3,465	143,160
Fund Balance, June 30, 2023	\$ 75,676	\$ 59,040	\$ 34,648	\$ 9,429	\$ 169,415

(Continued)

Exhibit F-2

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

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Total	General Debt Service	General Capital Projects	
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 73,791	\$ 816	\$ 0	\$ 74,607
Fines, Forfeitures, and Penalties	0	10,662	0	0	10,662
Charges for Current Services	1,550	1,550	0	0	1,550
Other Local Revenues	0	18,319	22,010	0	40,329
State of Tennessee	0	79,979	0	0	79,979
Federal Government	0	0	0	250,000	250,000
Other Governments and Citizens Groups	0	844	57,610	0	58,454
Total Revenues	\$ 1,550	\$ 185,145	\$ 80,436	\$ 250,000	\$ 515,581
<u>Expenditures</u>					
Current:					
General Government	\$ 0	\$ 8,592	\$ 0	\$ 0	\$ 8,592
Administration of Justice	1,550	1,598	0	0	1,598
Public Safety	0	59,285	0	0	59,285
Other Operations	0	95,649	0	0	95,649
Debt Service:					
Principal on Debt	0	0	53,840	0	53,840
Interest on Debt	0	0	3,770	0	3,770
Other Debt Service	0	0	225	0	225
Capital Projects	0	0	0	458,987	458,987
Total Expenditures	\$ 1,550	\$ 165,124	\$ 57,835	\$ 458,987	\$ 681,946

(Continued)

Exhibit F-2

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

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Total	General Debt Service	General Capital Projects	
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 20,021	\$ 22,601	\$ (208,987)	\$ (166,365)
Net Change in Fund Balances	\$ 0	\$ 20,021	\$ 22,601	\$ (208,987)	\$ (166,365)
Fund Balance, July 1, 2022	0	328,187	748,497	629,111	1,705,795
Fund Balance, June 30, 2023	\$ 0	\$ 348,208	\$ 771,098	\$ 420,124	\$ 1,539,430

Exhibit F-3

Perry County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 24,899	\$ 15,200	\$ 25,200	\$ (301)
Fines, Forfeitures, and Penalties	2,607	2,000	2,000	607
Total Revenues	<u>\$ 27,506</u>	<u>\$ 17,200</u>	<u>\$ 27,200</u>	<u>\$ 306</u>
<u>Expenditures</u>				
<u>General Government</u>				
County Buildings	\$ 8,592	\$ 14,751	\$ 14,751	\$ 6,159
<u>Other Operations</u>				
Other Charges	275	172	372	97
Total Expenditures	<u>\$ 8,867</u>	<u>\$ 14,923</u>	<u>\$ 15,123</u>	<u>\$ 6,256</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 18,639</u>	<u>\$ 2,277</u>	<u>\$ 12,077</u>	<u>\$ 6,562</u>
Net Change in Fund Balance	\$ 18,639	\$ 2,277	\$ 12,077	\$ 6,562
Fund Balance, July 1, 2022	<u>57,037</u>	<u>57,037</u>	<u>57,037</u>	<u>0</u>
Fund Balance, June 30, 2023	<u><u>\$ 75,676</u></u>	<u><u>\$ 59,314</u></u>	<u><u>\$ 69,114</u></u>	<u><u>\$ 6,562</u></u>

Exhibit F-4

Perry County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Special Purpose Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,278	\$ 1,000	\$ 1,000	\$ 278
Fines, Forfeitures, and Penalties	3,483	1,925	1,925	1,558
Total Revenues	<u>\$ 4,761</u>	<u>\$ 2,925</u>	<u>\$ 2,925</u>	<u>\$ 1,836</u>
<u>Expenditures</u>				
<u>Administration of Justice</u>				
Circuit Court	\$ 48	\$ 2,529	\$ 2,529	\$ 2,481
General Sessions Court	0	300	300	300
Total Expenditures	<u>\$ 48</u>	<u>\$ 2,829</u>	<u>\$ 2,829</u>	<u>\$ 2,781</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 4,713</u>	<u>\$ 96</u>	<u>\$ 96</u>	<u>\$ 4,617</u>
Net Change in Fund Balance	\$ 4,713	\$ 96	\$ 96	\$ 4,617
Fund Balance, July 1, 2022	<u>54,327</u>	<u>49,606</u>	<u>49,606</u>	<u>4,721</u>
Fund Balance, June 30, 2023	<u><u>\$ 59,040</u></u>	<u><u>\$ 49,702</u></u>	<u><u>\$ 49,702</u></u>	<u><u>\$ 9,338</u></u>

Exhibit F-5

Perry 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	\$ 4,572	\$ 6,850	\$ 6,850	\$ (2,278)
Other Local Revenues	18,319	2,200	32,200	(13,881)
Other Governments and Citizens Groups	844	0	7,000	(6,156)
Total Revenues	<u>\$ 23,735</u>	<u>\$ 9,050</u>	<u>\$ 46,050</u>	<u>\$ (22,315)</u>
<u>Expenditures</u>				
Public Safety				
Drug Enforcement	\$ 59,285	\$ 83,478	\$ 73,478	\$ 14,193
Total Expenditures	<u>\$ 59,285</u>	<u>\$ 83,478</u>	<u>\$ 73,478</u>	<u>\$ 14,193</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (35,550)</u>	<u>\$ (74,428)</u>	<u>\$ (27,428)</u>	<u>\$ (8,122)</u>
Net Change in Fund Balance	\$ (35,550)	\$ (74,428)	\$ (27,428)	\$ (8,122)
Fund Balance, July 1, 2022	<u>70,198</u>	<u>80,000</u>	<u>80,000</u>	<u>(9,802)</u>
Fund Balance, June 30, 2023	<u><u>\$ 34,648</u></u>	<u><u>\$ 5,572</u></u>	<u><u>\$ 52,572</u></u>	<u><u>\$ (17,924)</u></u>

Exhibit F-6

Perry County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Work Release Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 5,964	\$ 30,000	\$ 30,000	\$ (24,036)
Fines, Forfeitures, and Penalties	0	50	50	(50)
Total Revenues	<u>\$ 5,964</u>	<u>\$ 30,050</u>	<u>\$ 30,050</u>	<u>\$ (24,086)</u>
<u>Expenditures</u>				
<u>Public Safety</u>				
Workhouse	\$ 0	\$ 30,001	\$ 29,700	\$ 29,700
<u>Other Operations</u>				
Other Charges	0	0	301	301
Total Expenditures	<u>\$ 0</u>	<u>\$ 30,001</u>	<u>\$ 30,001</u>	<u>\$ 30,001</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 5,964</u>	<u>\$ 49</u>	<u>\$ 49</u>	<u>\$ 5,915</u>
Net Change in Fund Balance	\$ 5,964	\$ 49	\$ 49	\$ 5,915
Fund Balance, July 1, 2022	<u>3,465</u>	<u>3,465</u>	<u>3,465</u>	<u>0</u>
Fund Balance, June 30, 2023	<u><u>\$ 9,429</u></u>	<u><u>\$ 3,514</u></u>	<u><u>\$ 3,514</u></u>	<u><u>\$ 5,915</u></u>

Exhibit F-7

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 41,650	\$ 17,500	\$ 17,500	\$ 24,150
State of Tennessee	79,979	90,000	90,000	(10,021)
Total Revenues	<u>\$ 121,629</u>	<u>\$ 107,500</u>	<u>\$ 107,500</u>	<u>\$ 14,129</u>
<u>Expenditures</u>				
<u>Other Operations</u>				
Tourism - Resort District	\$ 94,185	\$ 99,807	\$ 99,807	\$ 5,622
Other Charges	1,189	1,500	1,500	311
Total Expenditures	<u>\$ 95,374</u>	<u>\$ 101,307</u>	<u>\$ 101,307</u>	<u>\$ 5,933</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 26,255</u>	<u>\$ 6,193</u>	<u>\$ 6,193</u>	<u>\$ 20,062</u>
Net Change in Fund Balance	\$ 26,255	\$ 6,193	\$ 6,193	\$ 20,062
Fund Balance, July 1, 2022	<u>143,160</u>	<u>140,000</u>	<u>140,000</u>	<u>3,160</u>
Fund Balance, June 30, 2023	<u><u>\$ 169,415</u></u>	<u><u>\$ 146,193</u></u>	<u><u>\$ 146,193</u></u>	<u><u>\$ 23,222</u></u>

Exhibit F-8

Perry 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	\$ 816	\$ 0	\$ 300	\$ 516
Other Local Revenues	22,010	0	14,000	8,010
Other Governments and Citizens Groups	57,610	0	57,610	0
Total Revenues	<u>\$ 80,436</u>	<u>\$ 0</u>	<u>\$ 71,910</u>	<u>\$ 8,526</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 53,840	\$ 0	\$ 53,840	\$ 0
<u>Interest on Debt</u>				
Education	3,770	0	3,770	0
<u>Other Debt Service</u>				
General Government	225	0	250	25
Total Expenditures	<u>\$ 57,835</u>	<u>\$ 0</u>	<u>\$ 57,860</u>	<u>\$ 25</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 22,601</u>	<u>\$ 0</u>	<u>\$ 14,050</u>	<u>\$ 8,551</u>
Net Change in Fund Balance	\$ 22,601	\$ 0	\$ 14,050	\$ 8,551
Fund Balance, July 1, 2022	<u>748,497</u>	<u>440,262</u>	<u>748,497</u>	<u>0</u>
Fund Balance, June 30, 2023	<u><u>\$ 771,098</u></u>	<u><u>\$ 440,262</u></u>	<u><u>\$ 762,547</u></u>	<u><u>\$ 8,551</u></u>

Exhibit F-9

Perry County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects 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	\$ 0	\$ 32,000	\$ 32,000	\$ (32,000)
State of Tennessee	0	3,104,473	3,104,473	(3,104,473)
Federal Government	250,000	250,000	250,000	0
Total Revenues	<u>\$ 250,000</u>	<u>\$ 3,386,473</u>	<u>\$ 3,386,473</u>	<u>\$ (3,136,473)</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Public Safety Projects	\$ 0	\$ 3,233,545	\$ 3,233,545	\$ 3,233,545
Other General Government Projects	458,987	600,000	600,000	141,013
Total Expenditures	<u>\$ 458,987</u>	<u>\$ 3,833,545</u>	<u>\$ 3,833,545</u>	<u>\$ 3,374,558</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (208,987)</u>	<u>\$ (447,072)</u>	<u>\$ (447,072)</u>	<u>\$ 238,085</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 0	0	210,000	\$ (210,000)
Transfers Out	0	0	(210,000)	210,000
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Net Change in Fund Balance	<u>\$ (208,987)</u>	<u>\$ (447,072)</u>	<u>\$ (447,072)</u>	<u>\$ 238,085</u>
Fund Balance, July 1, 2022	<u>629,111</u>	<u>629,110</u>	<u>629,110</u>	<u>1</u>
Fund Balance, June 30, 2023	<u><u>\$ 420,124</u></u>	<u><u>\$ 182,038</u></u>	<u><u>\$ 182,038</u></u>	<u><u>\$ 238,086</u></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.

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.

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

	<u>Custodial Funds</u>		
	<u>Cities -</u>	<u>Constitu-</u>	
	<u>Sales</u>	<u>tional</u>	
	<u>Tax</u>	<u>Officers -</u>	
		<u>Custodial</u>	<u>Total</u>
<u>ASSETS</u>			
Cash	\$ 0	\$ 302,476	\$ 302,476
Accounts Receivable	0	39	39
Due from Other Governments	107,152	0	107,152
Total Assets	<u>\$ 107,152</u>	<u>\$ 302,515</u>	<u>\$ 409,667</u>
<u>LIABILITIES</u>			
Due to Other Taxing Units	\$ 107,152	\$ 0	\$ 107,152
Cash Overdraft	0	127	127
Total Liabilities	<u>\$ 107,152</u>	<u>\$ 127</u>	<u>\$ 107,279</u>
<u>NET POSITION</u>			
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 0</u>	<u>\$ 302,388</u>	<u>\$ 302,388</u>
Total Net Position	<u>\$ 0</u>	<u>\$ 302,388</u>	<u>\$ 302,388</u>

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

	Custodial Funds		
	Cities -	Constitu -	
	Sales	tional	
	Tax	Officers -	
		Custodial	Total
<u>Additions</u>			
Sales Tax Collections for Other Governments	\$ 631,184	\$ 0	\$ 631,184
Fines/Fees and Other Collections	0	2,099,566	2,099,566
Total Additions	<u>\$ 631,184</u>	<u>\$ 2,099,566</u>	<u>\$ 2,730,750</u>
<u>Deductions</u>			
Payment of Sales Tax Collections to Other Governments	\$ 631,184	\$ 0	\$ 631,184
Payments to State	0	1,371,588	1,371,588
Payments to Cities, Individuals, and Others	0	936,643	936,643
Total Deductions	<u>\$ 631,184</u>	<u>\$ 2,308,231</u>	<u>\$ 2,939,415</u>
Change in Net Position	\$ 0	\$ (208,665)	\$ (208,665)
Net Position, July 1, 2022	<u>0</u>	<u>511,053</u>	<u>511,053</u>
Net Position, June 30, 2023	<u>\$ 0</u>	<u>\$ 302,388</u>	<u>\$ 302,388</u>

Perry County School Department

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

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

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

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

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

Exhibit H-1

Perry County, Tennessee
Statement of Activities
Discretely Presented Perry County School Department
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	
Governmental Activities:					
Instruction	\$ 7,425,911	\$ 0	\$ 5,172,176	\$ 0	\$ (2,253,735)
Support Services	5,468,706	8,201	103,398	0	(5,357,107)
Operation of Non-instructional Services	1,848,821	650,092	657,728	0	(541,001)
Other Debt Service	57,610	0	0	0	(57,610)
Total Governmental Activities	\$ 14,801,048	\$ 658,293	\$ 5,933,302	\$ 0	\$ (8,209,453)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 1,391,564
Local Option Sales Tax					1,270,728
Grants and Contributions Not Restricted to Specific Programs					7,681,790
Unrestricted Investment Earnings					49,354
Miscellaneous					51,465
Total General Revenues					\$ 10,444,901
Change in Net Position					\$ 2,235,448
Net Position, July 1, 2022					13,086,573
Net Position, June 30, 2023					\$ 15,322,021

Exhibit H-2

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

	Major Funds			Nonmajor Fund	Total
	General Purpose School	School Federal Projects	Internal School	Central Cafeteria	Governmental Funds
<u>ASSETS</u>					
Cash	\$ 80,935	\$ 0	\$ 318,725	\$ 0	\$ 399,660
Equity in Pooled Cash and Investments	1,421,077	163	0	362,020	1,783,260
Accounts Receivable	0	0	6,248	0	6,248
Due from Other Governments	790,750	0	0	0	790,750
Property Taxes Receivable	1,336,594	0	0	0	1,336,594
Allowance for Uncollectible Property Taxes	(26,883)	0	0	0	(26,883)
Restricted Assets	94,666	0	0	0	94,666
Total Assets	<u>\$ 3,697,139</u>	<u>\$ 163</u>	<u>\$ 324,973</u>	<u>\$ 362,020</u>	<u>\$ 4,384,295</u>
<u>LIABILITIES</u>					
Payroll Deductions Payable	\$ 80,435	\$ 0	\$ 0	\$ 0	\$ 80,435
Total Liabilities	<u>\$ 80,435</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 80,435</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 1,254,985	\$ 0	\$ 0	\$ 0	\$ 1,254,985
Deferred Delinquent Property Taxes	51,198	0	0	0	51,198
Other Deferred/Unavailable Revenue	119,615	0	0	0	119,615
Total Deferred Inflows of Resources	<u>\$ 1,425,798</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,425,798</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Education	\$ 30,945	\$ 163	\$ 324,973	\$ 362,020	\$ 718,101

(Continued)

Exhibit H-2

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

	Major Funds			Nonmajor Fund	
	General Purpose School	School Federal Projects	Internal School	Central Cafeteria	Total Governmental Funds
<u>FUND BALANCES (Cont.)</u>					
Restricted (Cont.):					
Restricted for Hybrid Retirement Stabilization Funds	\$ 94,666	\$ 0	\$ 0	\$ 0	\$ 94,666
Unassigned	2,065,295	0	0	0	2,065,295
Total Fund Balances	<u>\$ 2,190,906</u>	<u>\$ 163</u>	<u>\$ 324,973</u>	<u>\$ 362,020</u>	<u>\$ 2,878,062</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,697,139</u>	<u>\$ 163</u>	<u>\$ 324,973</u>	<u>\$ 362,020</u>	<u>\$ 4,384,295</u>

Exhibit H-3

Perry County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
Discretely Presented Perry 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 H-2)		\$ 2,878,062
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 138,512	
Add: buildings and improvements net of accumulated depreciation	7,456,916	
Add: other capital assets net of accumulated depreciation	<u>866,533</u>	8,461,961
(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	\$ (1,080,502)	
Less: compensated absences payable	<u>(47,189)</u>	(1,127,691)
(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	\$ 2,487,531	
Add: deferred outflows of resources related to OPEB	361,975	
Less: deferred inflows of resources related to pensions	(361,179)	
Less: deferred inflows of resources related to OPEB	<u>(285,185)</u>	2,203,142
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 1,005,698	
Add: net pension asset - teacher retirement plan	22,436	
Add: net pension asset - teacher legacy pension plan	<u>1,707,600</u>	2,735,734
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>170,813</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 15,322,021</u></u>

Exhibit H-4

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

	Major Funds			Nonmajor Fund	Total Governmental Funds
	General Purpose School	School Federal Projects	Internal School	Central Cafeteria	
<u>Revenues</u>					
Local Taxes	\$ 2,646,771	\$ 0	\$ 0	\$ 0	\$ 2,646,771
Licenses and Permits	551	0	0	0	551
Charges for Current Services	8,201	0	0	164,484	172,685
Other Local Revenues	109,928	0	485,608	14,891	610,427
State of Tennessee	8,568,421	0	0	4,827	8,573,248
Federal Government	44,094	3,832,117	0	652,901	4,529,112
Other Governments and Citizens Groups	399,854	0	0	0	399,854
Total Revenues	\$ 11,777,820	\$ 3,832,117	\$ 485,608	\$ 837,103	\$ 16,932,648
<u>Expenditures</u>					
Current:					
Instruction	\$ 6,090,773	\$ 1,212,709	\$ 0	\$ 0	\$ 7,303,482
Support Services	4,514,366	2,617,851	0	0	7,132,217
Operation of Non-Instructional Services	623,688	0	460,151	750,143	1,833,982
Capital Outlay	191,789	0	0	0	191,789
Debt Service:					
Other Debt Service	57,610	0	0	0	57,610
Total Expenditures	\$ 11,478,226	\$ 3,830,560	\$ 460,151	\$ 750,143	\$ 16,519,080
Excess (Deficiency) of Revenues Over Expenditures	\$ 299,594	\$ 1,557	\$ 25,457	\$ 86,960	\$ 413,568
<u>Other Financing Sources (Uses)</u>					
Insurance Recovery	\$ 16,327	\$ 0	\$ 0	\$ 0	\$ 16,327
Transfers In	1,980	0	0	0	1,980

(Continued)

Exhibit H-4

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

	Major Funds			Nonmajor Fund	
	General Purpose School	School Federal Projects	Internal School	Central Cafeteria	Total Governmental Funds
<u>Other Financing Sources (Uses) (Cont.)</u>					
Transfers Out	\$ 0	\$ (1,980)	\$ 0	\$ 0	\$ (1,980)
Total Other Financing Sources (Uses)	\$ 18,307	\$ (1,980)	\$ 0	\$ 0	\$ 16,327
Net Change in Fund Balances	\$ 317,901	\$ (423)	\$ 25,457	\$ 86,960	\$ 429,895
Fund Balance, July 1, 2022	1,873,005	586	299,516	275,060	2,448,167
Fund Balance, June 30, 2023	\$ 2,190,906	\$ 163	\$ 324,973	\$ 362,020	\$ 2,878,062

Exhibit H-5

Perry County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Perry 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 H-4)		\$ 429,895
(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	\$ 1,723,292	
Less: current-year depreciation expense	<u>(439,996)</u>	1,283,296
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Less: deferred delinquent property taxes and other deferred June 30, 2022	\$ (140,452)	
Add: deferred delinquent property taxes and other deferred June 30, 2023	<u>170,813</u>	30,361
(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	\$ 112,972	
Change in deferred outflows of resources related to pensions	(170,565)	
Change in deferred inflows of resources related to pensions	5,901,747	
Change in deferred outflows of resources related to OPEB	(62,049)	
Change in deferred inflows of resources related to OPEB	(95,986)	
Change in net pension asset - agent plan	(942,166)	
Change in net pension asset - teacher retirement plan	(52,593)	
Change in net pension asset - teacher legacy pension plan	(4,200,855)	
Change in compensated absences payable	<u>1,391</u>	491,896
Change in net position of governmental activities (Exhibit B)		<u>\$ 2,235,448</u>

Exhibit H-6

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,646,771	\$ 2,155,815	\$ 2,155,815	\$ 490,956
Licenses and Permits	551	570	570	(19)
Charges for Current Services	8,201	28,250	28,250	(20,049)
Other Local Revenues	109,928	75,555	141,575	(31,647)
State of Tennessee	8,568,421	7,906,205	8,890,322	(321,901)
Federal Government	44,094	232,715	26,315	17,779
Other Governments and Citizens Groups	399,854	0	399,854	0
Total Revenues	\$ 11,777,820	\$ 10,399,110	\$ 11,642,701	\$ 135,119
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 4,253,511	\$ 4,178,290	\$ 4,388,240	\$ 134,729
Alternative Instruction Program	95,911	145,075	97,710	1,799
Special Education Program	1,163,698	1,133,160	1,165,610	1,912
Career and Technical Education Program	577,653	375,185	579,665	2,012
<u>Support Services</u>				
Attendance	4,175	8,000	11,470	7,295
Health Services	179,633	190,390	182,790	3,157
Other Student Support	154,476	138,140	156,590	2,114
Regular Instruction Program	422,415	404,865	425,845	3,430
Special Education Program	116,736	131,265	117,070	334
Career and Technical Education Program	79,061	30,835	79,825	764
Technology	169,351	168,955	174,630	5,279
Other Programs	29,911	0	29,911	0
Board of Education	189,654	166,620	214,925	25,271
Director of Schools	189,967	178,475	191,115	1,148
Office of the Principal	810,042	756,245	815,970	5,928
Fiscal Services	134,495	136,030	136,134	1,639
Operation of Plant	757,468	669,670	771,070	13,602
Maintenance of Plant	435,736	329,065	448,117	12,381
Transportation	818,063	687,955	834,895	16,832
Central and Other	23,183	17,500	23,500	317
<u>Operation of Non-Instructional Services</u>				
Food Service	47,723	45,630	47,815	92
Community Services	374,736	316,535	377,471	2,735
Early Childhood Education	201,229	206,225	201,410	181
<u>Capital Outlay</u>				
Regular Capital Outlay	191,789	0	191,800	11
<u>Other Debt Service</u>				
Education	57,610	0	57,700	90
Total Expenditures	\$ 11,478,226	\$ 10,414,110	\$ 11,721,278	\$ 243,052
Excess (Deficiency) of Revenues Over Expenditures	\$ 299,594	\$ (15,000)	\$ (78,577)	\$ 378,171
<u>Other Financing Sources (Uses)</u>				
Insurance Recovery	\$ 16,327	\$ 0	\$ 0	\$ 16,327

(Continued)

Exhibit H-6

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Other Financing Sources (Uses) (Cont.)</u>				
Transfers In	\$ 1,980	\$ 15,000	\$ 16,980	\$ (15,000)
Total Other Financing Sources	\$ 18,307	\$ 15,000	\$ 16,980	\$ 1,327
Net Change in Fund Balance	\$ 317,901	\$ 0	\$ (61,597)	\$ 379,498
Fund Balance, July 1, 2022	1,873,005	433,012	1,773,682	99,323
Fund Balance, June 30, 2023	\$ 2,190,906	\$ 433,012	\$ 1,712,085	\$ 478,821

Exhibit H-7

Perry County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Perry 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	\$ 3,832,117	\$ 3,878,876	\$ 3,908,151	\$ (76,034)
Total Revenues	\$ 3,832,117	\$ 3,878,876	\$ 3,908,151	\$ (76,034)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 923,500	\$ 865,482	\$ 957,555	\$ 34,055
Special Education Program	237,054	231,051	238,642	1,588
Career and Technical Education Program	52,155	52,394	52,200	45
<u>Support Services</u>				
Health Services	838	3,500	2,000	1,162
Other Student Support	102,925	187,193	109,344	6,419
Regular Instruction Program	31,488	62,778	62,751	31,263
Special Education Program	112,259	116,437	112,311	52
Career and Technical Education Program	1,936	2,350	1,936	0
Operation of Plant	1,337,335	1,338,335	1,338,335	1,000
Maintenance of Plant	1,002,885	1,018,356	1,002,885	0
Transportation	28,185	1,000	28,210	25
Total Expenditures	\$ 3,830,560	\$ 3,878,876	\$ 3,906,169	\$ 75,609
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,557	\$ 0	\$ 1,982	\$ (425)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (1,980)	\$ 0	\$ (1,980)	\$ 0
Total Other Financing Sources	\$ (1,980)	\$ 0	\$ (1,980)	\$ 0
Net Change in Fund Balance	\$ (423)	\$ 0	\$ 2	\$ (425)
Fund Balance, July 1, 2022	586	586	586	0
Fund Balance, June 30, 2023	\$ 163	\$ 586	\$ 588	\$ (425)

Exhibit H-8

Perry County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Perry 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	\$ 164,484	\$ 179,350	\$ 179,350	\$ (14,866)
Other Local Revenues	14,891	0	0	14,891
State of Tennessee	4,827	6,500	6,500	(1,673)
Federal Government	652,901	590,264	590,264	62,637
Total Revenues	<u>\$ 837,103</u>	<u>\$ 776,114</u>	<u>\$ 776,114</u>	<u>\$ 60,989</u>
<u>Expenditures</u>				
<u>Operation of Non-Instructional Services</u>				
Food Service	\$ 750,143	\$ 776,114	\$ 776,114	\$ 25,971
Total Expenditures	<u>\$ 750,143</u>	<u>\$ 776,114</u>	<u>\$ 776,114</u>	<u>\$ 25,971</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 86,960</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 86,960</u>
Net Change in Fund Balance	\$ 86,960	0	0	86,960
Fund Balance, July 1, 2022	275,060	0	0	275,060
Fund Balance, June 30, 2023	<u><u>\$ 362,020</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 362,020</u></u>

MISCELLANEOUS SCHEDULES

Exhibit I-1

Perry County, Tennessee
Schedule of Changes in Other Loans
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	Paid and/or Matured During Period	Outstanding 6-30-23
<u>OTHER LOANS PAYABLE</u>							
<u>Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund</u>							
EESI - Energy Efficient School Initiative	\$ 933,848	0.5	%	5-9-22	8-1-36	\$ 933,848 \$ 53,840	\$ 880,008
Total Other Loans Payable						\$ 933,848 \$ 53,840	\$ 880,008

Exhibit I-2

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

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2024	\$ 64,908	\$ 4,224	\$ 69,132
2025	65,232	3,900	69,132
2026	65,556	3,576	69,132
2027	65,880	3,252	69,132
2028	66,216	2,916	69,132
2029	66,552	2,580	69,132
2030	66,876	2,256	69,132
2031	67,212	1,920	69,132
2032	67,548	1,584	69,132
2033	67,896	1,236	69,132
2034	68,232	900	69,132
2035	68,568	564	69,132
2036	68,916	216	69,132
2037	10,416	4	10,420
Total	\$ 880,008	\$ 29,128	\$ 909,136

Exhibit I-3

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

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
School Federal Projects	General Purpose School	Indirect costs	\$ 1,980

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

Official	Authorization	Bond	Surety
County Mayor	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 88,815		
Superintendent of Highways	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 84,586		
Director of Schools	State Board of Education and Perry County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 111,297		
Cell phone allowance	900		
Health, vision and dental insurance premiums	12,571		
Performance evaluation bonus	3,000		
Chief executive officer training supplement	1,000		
Total compensation	\$ 128,769		
Trustee	Section 8-24-102, <i>TCA</i>	\$ 602,459	Western Surety Company
Base salary/Total compensation	\$ 76,896		
Assessor of Property	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 76,896		
County Clerk	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 76,896		
Circuit, General Sessions and Juvenile Courts Clerk	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 76,896		

(Continued)

Perry County, TennesseeSchedule of Salaries and Official Bonds of Principal Officials (Cont.)

Official		Authorization	Bond	Surety
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 76,896	and Chancery Court Judge		
Special commissioner fees	1,500			
Total compensation	<u>\$ 78,396</u>			
Register of Deeds - Patricia Bell (7/1/22-8/31/22)		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 12,816			
Commission approved additional salary	2,958			
Total compensation	<u>\$ 15,774</u>			
Register of Deeds - Terry Hill (9/1/22-6/30/23)				
Base salary/Total compensation	<u>\$ 64,080</u>			
Total Register of Deeds Compensation	<u>\$ 79,854</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 84,666			
Law enforcement training supplement	800			
Total compensation	<u>\$ 85,466</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			400,000	Tennessee Risk Management Trust

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

Exhibit I-5

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 2,986,658	\$ 0	\$ 756,279	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	125,597	0	28,939	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	51,753	0	13,002	0	0	0
Interest and Penalty	22,823	0	5,260	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	712	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	738	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	641,698	0	0	0	0	0
Hotel/Motel Tax	0	0	0	0	0	0
Litigation Tax - General	23,198	0	0	0	0	0
Litigation Tax - Special Purpose	570	129	0	0	1,278	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	24,770	0	0	0	0
Business Tax	29,133	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	47,647	0	603	0	0	0
Wholesale Beer Tax	33,154	0	0	0	0	0
Total Local Taxes	\$ 3,963,681	\$ 24,899	\$ 804,083	\$ 0	\$ 1,278	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines for Littering	\$ 475	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Drug Court Fees	499	0	0	0	0	0
Jail Fees	209	0	0	0	0	0
DUI Treatment Fines	712	0	0	0	0	0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Circuit Court (Cont.)</u>						
Data Entry Fee - Circuit Court	\$ 32	\$ 0	\$ 0	\$ 0	\$ 294	\$ 0
Courtroom Security Fee	1,129	0	0	0	0	0
<u>Criminal Court</u>						
DUI Treatment Fines	0	0	0	0	0	546
<u>General Sessions Court</u>						
Fines	8,079	0	0	0	0	0
Officers Costs	10,449	0	0	0	0	0
Game and Fish Fines	538	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	4,026
Drug Court Fees	680	0	0	0	0	0
Jail Fees	4,313	2,607	0	0	0	0
DUI Treatment Fines	808	0	0	0	0	0
Data Entry Fee - General Sessions Court	358	0	0	0	2,348	0
Courtroom Security Fee	0	0	0	0	5	0
<u>Juvenile Court</u>						
Fines	2,511	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	990	0	0	0	0	0
Data Entry Fee - Chancery Court	348	0	0	0	836	0
Courtroom Security Fee	16,366	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	1,425	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 49,921	\$ 2,607	\$ 0	\$ 0	\$ 3,483	\$ 4,572

(Continued)

Exhibit I-5

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Self-Insurance Premiums/Contributions	\$ 1,667	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fee	0	0	132,049	0	0	0
Surcharge - Waste Tire Disposal	0	0	2,299	0	0	0
Patient Charges	0	0	0	985,808	0	0
Past Due Collections - Ambulance	0	0	0	4,641	0	0
<u>Fees</u>						
Airport Fees	2,550	0	0	0	0	0
Copy Fees	992	0	0	0	0	0
Archives and Records Management Fee	3,567	0	0	0	0	0
Greenbelt Late Application Fee	50	0	0	0	0	0
Telephone Commissions	52,082	0	0	0	0	0
Additional Fees - Titling and Registration	7,845	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	4,748	0	0	0	0	0
Data Processing Fee - Sheriff	660	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	1,500	0	0	0	0	0
Data Processing Fee - County Clerk	1,434	0	0	0	0	0
Vehicle Registration Reinstatement Fees	629	0	0	0	0	0
Total Charges for Current Services	\$ 77,724	\$ 0	\$ 134,348	\$ 990,449	\$ 0	0
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 246,143	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals	36,028	0	0	325,000	0	0

(Continued)

Exhibit I-5

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

		Special Revenue Funds						
		General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	
<u>Other Local Revenues (Cont.)</u>								
<u>Recurring Items (Cont.)</u>								
Sale of Materials and Supplies	\$	0	\$	0	\$	0	\$	0
Commissary Sales		2,159		0		0		0
Sale of Recycled Materials		0		25,945		0		0
Miscellaneous Refunds		14,995		43		4,327		0
<u>Nonrecurring Items</u>								
Sale of Equipment		0		0		2,725		17,519
Contributions and Gifts		151,508		0		0		800
Total Other Local Revenues	\$	450,833	\$	0	\$	332,052	\$	18,319
<u>Fees Received From County Officials</u>								
<u>Fees In-Lieu-of Salary</u>								
County Clerk	\$	101,086	\$	0	\$	0	\$	0
Circuit Court Clerk		35,238		0		0		0
General Sessions Court Clerk		63,748		0		0		0
Clerk and Master		39,640		0		0		0
Register		60,314		0		0		0
Sheriff		5,308		0		0		0
Trustee		206,730		0		0		0
Total Fees Received From County Officials	\$	512,064	\$	0	\$	0	\$	0
<u>State of Tennessee</u>								
<u>General Government Grants</u>								
Juvenile Services Program	\$	9,000	\$	0	\$	0	\$	0
Airport Maintenance Program		16,900		0		0		0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control
<u>State of Tennessee (Cont.)</u>						
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	\$ 25,400	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Public Safety Grants	56,750	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	30,844	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	0	0
Litter Program	16,671	0	0	0	0	0
Other Public Works Grants	25,715	0	0	0	0	0
<u>State Education Funds</u>						
Driver Education	4,631	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	253	0	0	0	0	0
Resort District Sales Tax	95,448	0	0	0	0	0
Beer Tax	19,200	0	0	0	0	0
Vehicle Certificate of Title Fees	5,700	0	0	0	0	0
Alcoholic Beverage Tax	88,150	0	0	0	0	0
State Revenue Sharing - T.V.A.	437,970	0	76,837	0	0	0
State Revenue Sharing - Telecommunications	4,892	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	10,520	0	0	0	0	0
Contracted Prisoner Boarding	367,934	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	18,955	0	0	0	0	0
Other State Grants	5,000	0	0	0	0	0
Other State Revenues	6,705	0	0	0	0	0
Total State of Tennessee	\$ 1,246,638	\$ 0	\$ 76,837	\$ 0	\$ 0	0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 75,500	\$ 0	\$ 0	\$ 0	\$ 0	0
Homeland Security Grants	11,860	0	0	0	0	0
COVID-19 Grant B	49,704	0	0	0	0	0
Other Federal through State	181,877	0	0	0	0	0
<u>Direct Federal Revenue</u>						
American Rescue Plan Act Grant #6	0	0	0	0	0	0
Other Direct Federal Revenue	0	0	0	0	0	0
Total Federal Government	<u>\$ 318,941</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	844
Contracted Services	175,000	0	0	0	0	0
<u>Citizens Groups</u>						
Donations	3,534	0	0	0	0	0
<u>Other</u>						
Opioid Settlement Funds - Past Remediation	44,027	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 222,561</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>844</u>
Total	<u>\$ 6,842,363</u>	<u>\$ 27,506</u>	<u>\$ 1,041,256</u>	<u>\$ 1,322,501</u>	<u>\$ 4,761</u>	<u>\$ 23,735</u>

(Continued)

Exhibit I-5

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

	Special Revenue Funds					Debt Service Fund
	American Rescue Plan Act Grant Fund	Work Release	Tourism	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	0	0	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	0	0	0	0
Interest and Penalty	0	0	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	71
Payments in-Lieu-of Taxes - Other	0	0	0	0	0	73
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	0	0	41,650	0	0	0
Litigation Tax - General	0	0	0	0	0	0
Litigation Tax - Special Purpose	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	5,964	0	0	0	672
Business Tax	0	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	74,466	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0	0
Total Local Taxes	\$ 0	\$ 5,964	\$ 41,650	\$ 0	\$ 74,466	\$ 816
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines for Littering	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Drug Court Fees	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					Debt Service Fund
	American Rescue Plan Act Grant Fund	Work Release	Tourism	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Circuit Court (Cont.)</u>						
Data Entry Fee - Circuit Court	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Criminal Court</u>						
DUI Treatment Fines	0	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Drug Court Fees	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	0	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	0	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					Debt Service Fund
	American Rescue Plan Act Grant Fund	Work Release	Tourism	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Self-Insurance Premiums/Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fee	0	0	0	0	0	0
Surcharge - Waste Tire Disposal	0	0	0	0	0	0
Patient Charges	0	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0	0
<u>Fees</u>						
Airport Fees	0	0	0	0	0	0
Copy Fees	0	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0	0
Greenbelt Late Application Fee	0	0	0	0	0	0
Telephone Commissions	0	0	0	0	0	0
Additional Fees - Titling and Registration	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	50	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	1,500	0	0
Data Processing Fee - Register	0	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0	0
Vehicle Registration Reinstatement Fees	0	0	0	0	0	0
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 1,550	\$ 0	0
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 14,716	\$ 0	\$ 0	\$ 0	\$ 0	19,298
Lease/Rentals	0	0	0	0	0	2,712

(Continued)

Exhibit I-5

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

	Special Revenue Funds					Debt Service Fund
	Adequate American Rescue Plan Act Grant Fund	Work Release	Tourism	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service
<u>Other Local Revenues (Cont.)</u>						
<u>Recurring Items (Cont.)</u>						
Sale of Materials and Supplies	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,593	\$ 0
Commissary Sales	0	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0	0
Miscellaneous Refunds	0	0	0	0	18,848	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0	0
Total Other Local Revenues	<u>\$ 14,716</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 21,441</u>	<u>\$ 22,010</u>
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	0	0	0	0	0	0
General Sessions Court Clerk	0	0	0	0	0	0
Clerk and Master	0	0	0	0	0	0
Register	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0
Trustee	0	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Airport Maintenance Program	0	0	0	0	0	0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					Debt Service Fund
	American Rescue Plan Act Grant Fund	Work Release	Tourism	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service
<u>State of Tennessee (Cont.)</u>						
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Public Safety Grants	0	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	0	0	0	0	0	0
<u>Public Works Grants</u>						
State Aid Program	0	0	0	0	21,143	0
Litter Program	0	0	0	0	0	0
Other Public Works Grants	0	0	0	0	0	0
<u>State Education Funds</u>						
Driver Education	0	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	0	0	0	0	0	0
Resort District Sales Tax	0	0	79,979	0	0	0
Beer Tax	0	0	0	0	0	0
Vehicle Certificate of Title Fees	0	0	0	0	0	0
Alcoholic Beverage Tax	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	2,249,516	0
Petroleum Special Tax	0	0	0	0	5,543	0
Registrar's Salary Supplement	0	0	0	0	0	0
Other State Grants	0	0	0	0	0	0
Other State Revenues	0	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 0	\$ 79,979	\$ 0	\$ 2,276,202	\$ 0

(Continued)

Exhibit I-5

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

	Special Revenue Funds					Debt Service Fund
	American Rescue Plan Act Grant Fund	Work Release	Tourism	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	0	0	0	0	0	0
COVID-19 Grant B	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	0
<u>Direct Federal Revenue</u>						
American Rescue Plan Act Grant #6	1,568,668	0	0	0	0	0
Other Direct Federal Revenue	0	0	0	0	0	0
Total Federal Government	<u>\$ 1,568,668</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 57,610
Contracted Services	0	0	0	0	0	0
<u>Citizens Groups</u>						
Donations	0	0	0	0	0	0
<u>Other</u>						
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 57,610</u>
Total	<u>\$ 1,583,384</u>	<u>\$ 5,964</u>	<u>\$ 121,629</u>	<u>\$ 1,550</u>	<u>\$ 2,372,109</u>	<u>\$ 80,436</u>

(Continued)

Exhibit I-5

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 3,742,937
Trustee's Collections - Prior Year	0	154,536
Circuit Clerk/Clerk and Master Collections - Prior Years	0	64,755
Interest and Penalty	0	28,083
Payments in-Lieu-of Taxes - T.V.A.	0	783
Payments in-Lieu-of Taxes - Other	0	811
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	641,698
Hotel/Motel Tax	0	41,650
Litigation Tax - General	0	23,198
Litigation Tax - Special Purpose	0	1,977
Litigation Tax - Jail, Workhouse, or Courthouse	0	31,406
Business Tax	0	29,133
Mineral Severance Tax	0	74,466
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	48,250
Wholesale Beer Tax	0	33,154
Total Local Taxes	<u>\$ 0</u>	<u>\$ 4,916,837</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines for Littering	\$ 0	\$ 475
Drug Court Fees	0	499
Jail Fees	0	209
DUI Treatment Fines	0	712

(Continued)

Exhibit I-5

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

	Capital Projects Fund		
	General Capital Projects		Total
<hr/>			
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>Circuit Court (Cont.)</u>			
Data Entry Fee - Circuit Court	\$	0	\$ 326
Courtroom Security Fee		0	1,129
<u>Criminal Court</u>			
DUI Treatment Fines		0	546
<u>General Sessions Court</u>			
Fines		0	8,079
Officers Costs		0	10,449
Game and Fish Fines		0	538
Drug Control Fines		0	4,026
Drug Court Fees		0	680
Jail Fees		0	6,920
DUI Treatment Fines		0	808
Data Entry Fee - General Sessions Court		0	2,706
Courtroom Security Fee		0	5
<u>Juvenile Court</u>			
Fines		0	2,511
<u>Chancery Court</u>			
Officers Costs		0	990
Data Entry Fee - Chancery Court		0	1,184
Courtroom Security Fee		0	16,366
<u>Other Fines, Forfeitures, and Penalties</u>			
Other Fines, Forfeitures, and Penalties		0	1,425
Total Fines, Forfeitures, and Penalties	\$	0	\$ 60,583

(Continued)

Exhibit I-5

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

	Capital Projects Fund		
	General Capital Projects	Total	
<hr/>			
<u>Charges for Current Services</u>			
<u>General Service Charges</u>			
Self-Insurance Premiums/Contributions	\$ 0	\$ 1,667	
Solid Waste Disposal Fee	0	132,049	
Surcharge - Waste Tire Disposal	0	2,299	
Patient Charges	0	985,808	
Past Due Collections - Ambulance	0	4,641	
<u>Fees</u>			
Airport Fees	0	2,550	
Copy Fees	0	992	
Archives and Records Management Fee	0	3,567	
Greenbelt Late Application Fee	0	50	
Telephone Commissions	0	52,082	
Additional Fees - Titling and Registration	0	7,845	
Constitutional Officers' Fees and Commissions	0	50	
Special Commissioner Fees/Special Master Fees	0	1,500	
Data Processing Fee - Register	0	4,748	
Data Processing Fee - Sheriff	0	660	
Sexual Offender Registration Fee - Sheriff	0	1,500	
Data Processing Fee - County Clerk	0	1,434	
Vehicle Registration Reinstatement Fees	0	629	
Total Charges for Current Services	<hr/> \$ 0	<hr/> \$ 1,204,071	
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	\$ 0	\$ 280,157	
Lease/Rentals	0	363,740	

(Continued)

Exhibit I-5

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<hr/>		
<u>Other Local Revenues (Cont.)</u>		
<u>Recurring Items (Cont.)</u>		
Sale of Materials and Supplies	\$ 0	\$ 2,593
Commissary Sales	0	2,159
Sale of Recycled Materials	0	25,945
Miscellaneous Refunds	0	38,213
<u>Nonrecurring Items</u>		
Sale of Equipment	0	20,244
Contributions and Gifts	0	152,308
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 885,359</u>
 <u>Fees Received From County Officials</u>		
<u>Fees In-Lieu-of Salary</u>		
County Clerk	\$ 0	\$ 101,086
Circuit Court Clerk	0	35,238
General Sessions Court Clerk	0	63,748
Clerk and Master	0	39,640
Register	0	60,314
Sheriff	0	5,308
Trustee	0	206,730
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 512,064</u>
 <u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 9,000
Airport Maintenance Program	0	16,900

(Continued)

Exhibit I-5

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<hr/>			
<u>State of Tennessee (Cont.)</u>			
<u>Public Safety Grants</u>			
Law Enforcement Training Programs	\$	0	\$ 25,400
Other Public Safety Grants		0	56,750
<u>Health and Welfare Grants</u>			
Health Department Programs		0	30,844
<u>Public Works Grants</u>			
State Aid Program		0	21,143
Litter Program		0	16,671
Other Public Works Grants		0	25,715
<u>State Education Funds</u>			
Driver Education		0	4,631
<u>Other State Revenues</u>			
Income Tax		0	253
Resort District Sales Tax		0	175,427
Beer Tax		0	19,200
Vehicle Certificate of Title Fees		0	5,700
Alcoholic Beverage Tax		0	88,150
State Revenue Sharing - T.V.A.		0	514,807
State Revenue Sharing - Telecommunications		0	4,892
State Shared Sports Gaming Privilege Tax		0	10,520
Contracted Prisoner Boarding		0	367,934
Gasoline and Motor Fuel Tax		0	2,249,516
Petroleum Special Tax		0	5,543
Registrar's Salary Supplement		0	18,955
Other State Grants		0	5,000
Other State Revenues		0	6,705
Total State of Tennessee	\$	0	\$ 3,679,656

(Continued)

Exhibit I-5

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

	<u>Capital Projects Fund</u>	
	General Capital Projects	Total
<hr/>		
<u>Federal Government</u>		
<u>Federal Through State</u>		
Community Development	\$ 0	\$ 75,500
Homeland Security Grants	0	11,860
COVID-19 Grant B	0	49,704
Other Federal through State	0	181,877
<u>Direct Federal Revenue</u>		
American Rescue Plan Act Grant #6	0	1,568,668
Other Direct Federal Revenue	250,000	250,000
Total Federal Government	<u>\$ 250,000</u>	<u>\$ 2,137,609</u>
 <u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 0	\$ 58,454
Contracted Services	0	175,000
<u>Citizens Groups</u>		
Donations	0	3,534
<u>Other</u>		
Opioid Settlement Funds - Past Remediation	0	44,027
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 281,015</u>
Total	<u>\$ 250,000</u>	<u>\$ 13,677,194</u>

Exhibit I-6

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

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 1,296,739	\$ 0	\$ 0	\$ 0	\$ 1,296,739	
Trustee's Collections - Prior Year	57,866	0	0	0	57,866	
Circuit Clerk/Clerk and Master Collections - Prior Years	22,555	0	0	0	22,555	
Interest and Penalty	10,423	0	0	0	10,423	
Payments in-Lieu-of Taxes - T.V.A.	2,778	0	0	0	2,778	
<u>County Local Option Taxes</u>						
Local Option Sales Tax	1,244,348	0	0	0	1,244,348	
<u>Statutory Local Taxes</u>						
Bank Excise Tax	12,062	0	0	0	12,062	
Total Local Taxes	<u>\$ 2,646,771</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,646,771</u>	
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 551	\$ 0	\$ 0	\$ 0	\$ 551	
Total Licenses and Permits	<u>\$ 551</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 551</u>	
<u>Charges for Current Services</u>						
<u>Education Charges</u>						
Lunch Payments - Children	\$ 0	\$ 0	\$ 132,622	\$ 0	\$ 132,622	
Lunch Payments - Adults	0	0	16,826	0	16,826	
Income from Breakfast	0	0	15,036	0	15,036	
Receipts from Individual Schools	8,201	0	0	0	8,201	
Total Charges for Current Services	<u>\$ 8,201</u>	<u>\$ 0</u>	<u>\$ 164,484</u>	<u>\$ 0</u>	<u>\$ 172,685</u>	

(Continued)

Exhibit I-6

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

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 40,238	\$ 0	\$ 9,116	\$ 0	\$ 49,354	
Miscellaneous Refunds	45,690	0	5,775	0	51,465	
<u>Nonrecurring Items</u>						
Contributions and Gifts	24,000	0	0	0	24,000	
<u>Other Local Revenues</u>						
Other Local Revenues	0	0	0	485,608	485,608	
Total Other Local Revenues	\$ 109,928	\$ 0	\$ 14,891	\$ 485,608	\$ 610,427	
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 29,911	\$ 0	\$ 0	\$ 0	\$ 29,911	
<u>State Education Funds</u>						
Basic Education Program	7,382,332	0	0	0	7,382,332	
Early Childhood Education	143,729	0	0	0	143,729	
School Food Service	0	0	4,827	0	4,827	
Other State Education Funds	574,604	0	0	0	574,604	
Coordinated School Health	90,495	0	0	0	90,495	
Family Resource Centers	29,611	0	0	0	29,611	
Career Ladder Program	16,607	0	0	0	16,607	
<u>Other State Revenues</u>						
Income Tax	349	0	0	0	349	
State Revenue Sharing - T.V.A.	253,562	0	0	0	253,562	
State Revenue Sharing - Telecommunications	6,156	0	0	0	6,156	
Other State Grants	17,603	0	0	0	17,603	

(Continued)

Exhibit I-6

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

	Special Revenue Funds					Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School		
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Safe Schools	\$ 23,462	\$ 0	\$ 0	\$ 0	\$ 0	\$ 23,462
Total State of Tennessee	\$ 8,568,421	\$ 0	\$ 4,827	\$ 0	\$ 0	\$ 8,573,248
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 372,786	\$ 0	\$ 0	\$ 372,786
USDA - Commodities	0	0	52,264	0	0	52,264
Breakfast	0	0	167,528	0	0	167,528
USDA - Other	0	0	60,323	0	0	60,323
Vocational Education - Basic Grants to States	0	61,903	0	0	0	61,903
Title I Grants to Local Education Agencies	0	479,781	0	0	0	479,781
Special Education - Grants to States	0	319,162	0	0	0	319,162
Special Education Preschool Grants	0	28,734	0	0	0	28,734
Rural Education	0	26,703	0	0	0	26,703
Eisenhower Professional Development State Grants	0	3,512	0	0	0	3,512
COVID-19 Grant B	0	205,007	0	0	0	205,007
COVID-19 Grant C	0	2,551,997	0	0	0	2,551,997
American Rescue Plan Act Grant #2	0	26,534	0	0	0	26,534
American Rescue Plan Act Grant #3	0	343	0	0	0	343
American Rescue Plan Act Grant #4	0	4,510	0	0	0	4,510
Other Federal through State	44,094	123,931	0	0	0	168,025
Total Federal Government	\$ 44,094	\$ 3,832,117	\$ 652,901	\$ 0	\$ 0	\$ 4,529,112

(Continued)

Exhibit I-6

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

	Special Revenue Funds					Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School		
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 399,854	\$ 0	\$ 0	\$ 0	\$ 0	\$ 399,854
Total Other Governments and Citizens Groups	\$ 399,854	\$ 0	\$ 0	\$ 0	\$ 0	\$ 399,854
 Total	 \$ 11,777,820	 \$ 3,832,117	 \$ 837,103	 \$ 485,608	 \$ 0	 \$ 16,932,648

Exhibit I-7

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

General FundGeneral GovernmentCounty Commission

Board and Committee Members Fees	\$	49,116	
Social Security		3,077	
Pensions		1,766	
Employee and Dependent Insurance		243	
Employer Medicare		719	
Audit Services		8,104	
Legal Notices, Recording, and Court Costs		14	
Printing, Stationery, and Forms		208	
Office Supplies		155	
Total County Commission			\$ 63,402

County Mayor/Executive

County Official/Administrative Officer	\$	88,815	
Accountants/Bookkeepers		49,656	
Salary Supplements		3,086	
Secretary(ies)		29,705	
Longevity Pay		3,000	
Other Salaries and Wages		5,086	
Social Security		11,047	
Pensions		12,128	
Employee and Dependent Insurance		3,010	
Medical Insurance		1,638	
Employer Medicare		2,583	
Data Processing Services		15,756	
Printing, Stationery, and Forms		128	
Travel		3,994	
Tuition		100	
Office Supplies		568	
Other Charges		612	
Total County Mayor/Executive			230,912

County Attorney

Legal Services	\$	225	
Total County Attorney			225

Election Commission

County Official/Administrative Officer	\$	69,206	
Deputy(ies)		37,925	
Longevity Pay		2,100	
Election Commission		2,700	
Election Workers		14,025	
Social Security		6,662	
Pensions		7,646	
Medical Insurance		5,523	
Employer Medicare		1,558	
Contracts with Private Agencies		19,300	
Legal Notices, Recording, and Court Costs		5,415	

(Continued)

Exhibit I-7

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

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

Postal Charges	\$	735	
Printing, Stationery, and Forms		187	
Other Contracted Services		3,502	
Data Processing Supplies		57	
Office Supplies		328	
Other Charges		2,615	
Total Election Commission			\$ 179,484

Register of Deeds

County Official/Administrative Officer	\$	79,854	
Deputy(ies)		36,094	
Longevity Pay		1,667	
Social Security		7,127	
Pensions		8,233	
Employee and Dependent Insurance		762	
Medical Insurance		4,821	
Employer Medicare		1,667	
Contracts with Private Agencies		269	
Data Processing Services		3,445	
Dues and Memberships		1,273	
Printing, Stationery, and Forms		818	
Travel		238	
Office Supplies		532	
Data Processing Equipment		5,093	
Total Register of Deeds			151,893

County Buildings

Custodial Personnel	\$	33,238	
Longevity Pay		1,000	
Social Security		1,986	
Pensions		2,397	
Medical Insurance		5,523	
Employer Medicare		465	
Communication		24,592	
Maintenance and Repair Services - Buildings		14,583	
Maintenance and Repair Services - Equipment		116	
Other Contracted Services		6,083	
Custodial Supplies		5,292	
Electricity		29,233	
Natural Gas		10,728	
Water and Sewer		3,590	
Other Supplies and Materials		3,153	
Liability Insurance		168,192	
Workers' Compensation Insurance		92,146	
Other Charges		155	
Total County Buildings			402,472

(Continued)

Exhibit I-7

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

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

Other Supplies and Materials	\$	250	
Total Preservation of Records			\$ 250

FinanceAccounting and Budgeting

In-service Training	\$	400	
Total Accounting and Budgeting			400

Property Assessor's Office

County Official/Administrative Officer	\$	76,896	
Deputy(ies)		1,770	
Social Security		4,988	
Pensions		5,615	
Employee and Dependent Insurance		150	
Medical Insurance		936	
Employer Medicare		1,167	
Communication		2,231	
Contracts with Private Agencies		19,075	
Lease Payments		685	
Maintenance and Repair Services - Vehicles		998	
Printing, Stationery, and Forms		243	
Travel		297	
Gasoline		76	
Office Supplies		3,546	
Total Property Assessor's Office			118,673

Reappraisal Program

Assistant(s)	\$	28,525	
Other Salaries and Wages		1,900	
Board and Committee Members Fees		1,000	
Social Security		1,338	
Pensions		1,897	
Medical Insurance		4,587	
Employer Medicare		313	
Contracts with Government Agencies		1,730	
Contracts with Private Agencies		3,030	
Travel		175	
Office Equipment		3,972	
Total Reappraisal Program			48,467

County Trustee's Office

County Official/Administrative Officer	\$	76,896	
Deputy(ies)		32,349	
Social Security		6,616	
Pensions		7,647	
Employee and Dependent Insurance		3,218	
Medical Insurance		1,404	

(Continued)

Exhibit I-7

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

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

Employer Medicare	\$	1,547	
Data Processing Services		12,800	
Dues and Memberships		1,293	
Legal Notices, Recording, and Court Costs		70	
Postal Charges		2,868	
Printing, Stationery, and Forms		2,705	
Office Supplies		123	
Premiums on Corporate Surety Bonds		3,262	
Office Equipment		6,196	
Total County Trustee's Office			\$ 158,994

County Clerk's Office

County Official/Administrative Officer	\$	76,896	
Deputy(ies)		34,160	
Secretary(ies)		30,334	
Longevity Pay		200	
Social Security		8,481	
Pensions		9,911	
Employee and Dependent Insurance		520	
Medical Insurance		8,464	
Employer Medicare		1,983	
Data Processing Services		15,559	
Dues and Memberships		1,293	
Lease Payments		1,347	
Maintenance and Repair Services - Office Equipment		16	
Printing, Stationery, and Forms		795	
Travel		1,688	
Office Supplies		4,924	
Other Supplies and Materials		1	
Other Charges		12	
Furniture and Fixtures		430	
Total County Clerk's Office			197,014

Administration of JusticeCircuit Court

County Official/Administrative Officer	\$	76,896	
Deputy(ies)		39,717	
Secretary(ies)		32,383	
Longevity Pay		1,500	
Jury and Witness Expense		1,030	
Social Security		8,843	
Pensions		9,938	
Employee and Dependent Insurance		3,559	
Medical Insurance		13,619	
Employer Medicare		2,068	
Communication		150	
Data Processing Services		15,833	

(Continued)

Exhibit I-7

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

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

Dues and Memberships	\$	1,498	
Lease Payments		1,253	
Legal Notices, Recording, and Court Costs		188	
Printing, Stationery, and Forms		728	
Other Contracted Services		640	
Office Supplies		3,470	
Other Supplies and Materials		15	
Data Processing Equipment		4,910	
Furniture and Fixtures		130	
Office Equipment		325	
Total Circuit Court			\$ 218,693

General Sessions Court

Judge(s)	\$	79,177	
Secretary(ies)		26,689	
Social Security		6,071	
Pensions		6,945	
Employee and Dependent Insurance		2,375	
Medical Insurance		11,045	
Employer Medicare		1,420	
Dues and Memberships		905	
Lease Payments		1,057	
Printing, Stationery, and Forms		983	
Travel		1,262	
Office Supplies		738	
Other Supplies and Materials		93	
Total General Sessions Court			138,760

Chancery Court

County Official/Administrative Officer	\$	76,896	
Deputy(ies)		36,691	
Longevity Pay		800	
Social Security		6,941	
Pensions		8,007	
Employee and Dependent Insurance		3,377	
Medical Insurance		5,523	
Employer Medicare		1,623	
Data Processing Services		6,500	
Dues and Memberships		1,478	
Lease Payments		1,057	
Legal Notices, Recording, and Court Costs		622	
Postal Charges		150	
Printing, Stationery, and Forms		1,843	
Travel		228	
Data Processing Supplies		334	
Office Supplies		1,790	
Other Supplies and Materials		142	
Total Chancery Court			154,002

(Continued)

Exhibit I-7

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

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

Assistant(s)	\$	14,200	
Social Security		807	
Pensions		747	
Employer Medicare		189	
Communication		1,012	
Other Charges		352	
Total Juvenile Court			\$ 17,307

Judicial Commissioners

Deputy(ies)	\$	10,000	
Social Security		620	
Employer Medicare		145	
Communication		200	
Dues and Memberships		200	
Travel		2,051	
Total Judicial Commissioners			13,216

Public SafetySheriff's Department

County Official/Administrative Officer	\$	84,666	
Deputy(ies)		388,557	
Detective(s)		46,229	
Investigator(s)		77,464	
Captain(s)		51,958	
Sergeant(s)		108,591	
Salary Supplements		7,200	
Secretary(ies)		37,358	
Part-time Personnel		37,675	
School Resource Officer		5,760	
Longevity Pay		4,800	
Social Security		51,075	
Pensions		53,682	
Employee and Dependent Insurance		5,255	
Medical Insurance		37,465	
Employer Medicare		11,945	
Advertising		50	
Communication		7,585	
Contracts with Government Agencies		12,796	
Contracts with Private Agencies		7,989	
Dues and Memberships		71	
Evaluation and Testing		2,120	
Lease Payments		2,469	
Maintenance and Repair Services - Equipment		353	
Maintenance and Repair Services - Vehicles		32,347	
Postal Charges		438	
Printing, Stationery, and Forms		260	
Towing Services		1,100	

(Continued)

Exhibit I-7

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

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

Travel	\$	5,008	
Food Supplies		1,108	
Gasoline		88,332	
Law Enforcement Supplies		231	
Office Supplies		1,383	
Tires and Tubes		11,291	
Uniforms		6,954	
Other Supplies and Materials		150,085	
In Service/Staff Development		14,164	
Other Charges		555	
Law Enforcement Equipment		28,955	
Motor Vehicles		240	
Office Equipment		467	
Total Sheriff's Department			\$ 1,386,031

Traffic Control

Teachers	\$	3,000	
Social Security		160	
Pensions		192	
Employer Medicare		37	
Other Charges		115	
Total Traffic Control			3,504

Drug Enforcement

Other Supplies and Materials	\$	8,097	
Total Drug Enforcement			8,097

Jail

Supervisor/Director	\$	42,978	
Deputy(ies)		318,808	
Maintenance Personnel		39,520	
Part-time Personnel		37,269	
Longevity Pay		1,500	
Social Security		26,891	
Pensions		26,172	
Medical Insurance		11,045	
Employer Medicare		6,289	
Communication		15,325	
Contracts with Government Agencies		490	
Contracts with Private Agencies		3,279	
Dues and Memberships		470	
Lease Payments		54	
Maintenance and Repair Services - Buildings		4,442	
Maintenance and Repair Services - Equipment		25,044	
Maintenance and Repair Services - Vehicles		2,518	
Medical and Dental Services		97,042	
Pest Control		1,515	

(Continued)

Exhibit I-7

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

General Fund (Cont.)Public Safety (Cont.)Jail (Cont.)

Travel	\$	275	
Custodial Supplies		12,549	
Electricity		36,044	
Food Supplies		124,196	
Gasoline		18,064	
Natural Gas		11,025	
Office Supplies		585	
Prisoners Clothing		6,294	
Uniforms		163	
Water and Sewer		37,693	
Other Supplies and Materials		12,861	
Total Jail			\$ 920,400

Civil Defense

Supervisor/Director	\$	14,689	
Accountants/Bookkeepers		40,330	
Longevity Pay		1,100	
Social Security		3,479	
Pensions		3,928	
Medical Insurance		7,722	
Employer Medicare		814	
Communication		3,239	
Dues and Memberships		350	
Maintenance and Repair Services - Office Equipment		489	
Travel		112	
Diesel Fuel		883	
Gasoline		1,029	
Other Supplies and Materials		11,933	
Other Charges		9,523	
Total Civil Defense			99,620

Other Emergency Management

Assistant(s)	\$	40,700	
Supervisor/Director		45,000	
Dispatchers/Radio Operators		142,490	
Part-time Personnel		42,434	
Longevity Pay		2,400	
Overtime Pay		520	
Social Security		15,648	
Pensions		15,943	
Employee and Dependent Insurance		476	
Medical Insurance		32,558	
Employer Medicare		3,660	
Total Other Emergency Management			341,829

County Coroner/Medical Examiner

Investigator(s)	\$	4,650	
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(Continued)

Exhibit I-7

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

General Fund (Cont.)Public Safety (Cont.)County Coroner/Medical Examiner (Cont.)

Contracts with Private Agencies	\$	11,500	
Other Contracted Services		20,972	
Total County Coroner/Medical Examiner			\$ 37,122

Public Safety Grants Program

Other Charges	\$	75,500	
Total Public Safety Grants Program			75,500

Other Public Safety

Deputy(ies)	\$	34,496	
Foremen		15,778	
Guards		140,166	
Longevity Pay		1,500	
Other Salaries and Wages		40,140	
Social Security		14,214	
Pensions		13,306	
Medical Insurance		5,523	
Employer Medicare		3,324	
Total Other Public Safety			268,447

Public Health and WelfareLocal Health Center

Contracts with Government Agencies	\$	21,310	
Dues and Memberships		375	
Janitorial Services		3,862	
Maintenance and Repair Services - Buildings		952	
Pest Control		95	
Other Contracted Services		599	
Electricity		7,398	
Food Supplies		121	
Natural Gas		180	
Office Supplies		19	
Water and Sewer		302	
Other Supplies and Materials		14	
Other Charges		10,918	
Total Local Health Center			46,145

Other Local Health Services

Other Salaries and Wages	\$	20,948	
Social Security		1,269	
Pensions		1,466	
Employer Medicare		297	
Travel		135	
Other Supplies and Materials		363	
Total Other Local Health Services			24,478

(Continued)

Exhibit I-7

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

General Fund (Cont.)Social, Cultural, and Recreational ServicesSenior Citizens Assistance

Contributions	\$	20,000	
Total Senior Citizens Assistance			\$ 20,000

Libraries

Supervisor/Director	\$	33,526	
Librarians		26,600	
Part-time Personnel		50,828	
Longevity Pay		300	
In-service Training		240	
Social Security		6,698	
Pensions		4,230	
Medical Insurance		5,523	
Employer Medicare		1,566	
Communication		1,567	
Lease Payments		3,302	
Matching Share		5,393	
Postal Charges		76	
Printing, Stationery, and Forms		128	
Travel		549	
Other Contracted Services		962	
Custodial Supplies		272	
Electricity		5,994	
Library Books/Media		1,422	
Natural Gas		1,132	
Office Supplies		1,330	
Water and Sewer		811	
Other Supplies and Materials		5,418	
Total Libraries			157,867

Parks and Fair Boards

Foremen	\$	15,000	
Electricity		6,007	
Gasoline		82	
Natural Gas		640	
Water and Sewer		374	
Other Supplies and Materials		13,359	
Other Charges		600	
Total Parks and Fair Boards			36,062

Other Social, Cultural, and Recreational

Contributions	\$	40,000	
Total Other Social, Cultural, and Recreational			40,000

Agriculture and Natural ResourcesAgricultural Extension Service

Contracts with Government Agencies	\$	57,272	
Dues and Memberships		105	

(Continued)

Exhibit I-7

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

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

Travel	\$ 2,329	
Other Supplies and Materials	2,350	
Total Agricultural Extension Service		\$ 62,056

Forest Service

Forest Resource Services	\$ 2,000	
Total Forest Service		2,000

Soil Conservation

Contracts with Government Agencies	\$ 17,500	
Total Soil Conservation		17,500

Other OperationsIndustrial Development

Advertising	\$ 88	
Total Industrial Development		88

Airport

Other Salaries and Wages	\$ 3,000	
Maintenance and Repair Services - Buildings	7,227	
Travel	93	
Electricity	3,250	
Water and Sewer	271	
Other Supplies and Materials	16	
Other Charges	106,584	
Airport Improvement	6,350	
Total Airport		126,791

Veterans' Services

Part-time Personnel	\$ 6,833	
Other Salaries and Wages	16,043	
Social Security	1,418	
Employer Medicare	332	
Data Processing Services	449	
Dues and Memberships	50	
Lease Payments	1,164	
Travel	1,216	
Office Supplies	910	
Other Supplies and Materials	822	
Other Charges	572	
Total Veterans' Services		29,809

Other Charges

Trustee's Commission	\$ 83,297	
Total Other Charges		83,297

(Continued)

Exhibit I-7

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

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

Unemployment Compensation	\$	2,482	
Other Charges		2,599	
Total Employee Benefits			\$ 5,081

Miscellaneous

Communication	\$	140	
Contracts with Government Agencies		2,323	
Dues and Memberships		1,200	
Lease Payments		4,542	
Postal Charges		12,135	
Printing, Stationery, and Forms		1,338	
Office Supplies		123	
Other Supplies and Materials		900	
Other Charges		62,263	
Total Miscellaneous			84,964

HighwaysLitter and Trash Collection

Foremen	\$	18,158	
Educational Assistants		5,336	
In-service Training		4,840	
Social Security		1,457	
Pensions		1,000	
Employer Medicare		341	
Maintenance and Repair Services - Vehicles		80	
Other Supplies and Materials		2,486	
Total Litter and Trash Collection			33,698

Total General Fund \$ 6,004,550

Courthouse and Jail Maintenance FundGeneral GovernmentCounty Buildings

Maintenance and Repair Services - Buildings	\$	7,490	
Other Charges		1,102	
Total County Buildings			\$ 8,592

Other OperationsOther Charges

Trustee's Commission	\$	275	
Total Other Charges			275

Total Courthouse and Jail Maintenance Fund 8,867

(Continued)

Exhibit I-7

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

Solid Waste/Sanitation FundGeneral GovernmentCounty Commission

Advertising	\$	171	
Total County Commission			\$ 171

Public Health and WelfareSanitation Education/Information

Trustee's Commission	\$	18,236	
Total Sanitation Education/Information			18,236

Convenience Centers

Laborers	\$	126,415	
Part-time Personnel		33,557	
Longevity Pay		900	
Social Security		9,710	
Pensions		8,702	
Employee and Dependent Insurance		959	
Medical Insurance		10,593	
Employer Medicare		2,271	
Communication		4,803	
Maintenance and Repair Services - Buildings		363	
Maintenance and Repair Services - Equipment		513	
Electricity		6,974	
Natural Gas		773	
Water and Sewer		1,564	
Other Supplies and Materials		130	
Solid Waste Equipment		35,789	
Total Convenience Centers			244,016

Transfer Stations

Equipment Operators	\$	73,698	
Truck Drivers		77,321	
Part-time Personnel		13,376	
Longevity Pay		2,600	
Social Security		9,818	
Pensions		10,682	
Medical Insurance		17,036	
Employer Medicare		2,296	
Communication		2,589	
Contracts with Private Agencies		208,713	
Dues and Memberships		400	
Maintenance Agreements		1,500	
Maintenance and Repair Services - Buildings		4,564	
Maintenance and Repair Services - Equipment		23,863	
Maintenance and Repair Services - Vehicles		36,965	
Travel		264	
Other Contracted Services		16,230	
Custodial Supplies		3,066	
Diesel Fuel		38,128	

(Continued)

Exhibit I-7

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

Solid Waste/Sanitation Fund (Cont.)Public Health and Welfare (Cont.)Transfer Stations (Cont.)

Electricity	\$	5,162	
Gasoline		16,558	
Natural Gas		279	
Tires and Tubes		14,406	
Uniforms		5,724	
Water and Sewer		263	
Other Supplies and Materials		4,841	
Other Charges		20	
Total Transfer Stations			\$ 590,362

Landfill Operation and Maintenance

Supervisor/Director	\$	67,573	
Longevity Pay		2,400	
Social Security		4,300	
Pensions		4,269	
Medical Insurance		3,182	
Employer Medicare		1,006	
Evaluation and Testing		2,500	
Maintenance Agreements		4,000	
Maintenance and Repair Services - Equipment		3,535	
Maintenance and Repair Services - Vehicles		65	
Travel		195	
Electricity		1,000	
Natural Gas		3,127	
Tires and Tubes		35	
Water and Sewer		305	
Other Supplies and Materials		822	
Other Charges		7,684	
Total Landfill Operation and Maintenance			105,998

Other OperationsEmployee Benefits

Other Charges	\$	238	
Total Employee Benefits			238

Total Solid Waste/Sanitation Fund \$ 959,021

Ambulance Service FundPublic Health and WelfareAmbulance/Emergency Medical Services

Supervisor/Director	\$	52,915	
Medical Personnel		592,200	
Part-time Personnel		158,213	
Longevity Pay		2,400	
Other Salaries and Wages		5,853	
In-service Training		4,536	
Social Security		49,964	

(Continued)

Exhibit I-7

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

Ambulance Service Fund (Cont.)Public Health and Welfare (Cont.)Ambulance/Emergency Medical Services (Cont.)

Pensions	\$	45,336	
Employee and Dependent Insurance		350	
Medical Insurance		49,859	
Employer Medicare		11,685	
Communication		4,626	
Contracts with Government Agencies		160	
Contracts with Private Agencies		52,579	
Dues and Memberships		3,080	
Evaluation and Testing		468	
Legal Notices, Recording, and Court Costs		44	
Maintenance and Repair Services - Buildings		13,260	
Maintenance and Repair Services - Office Equipment		33	
Maintenance and Repair Services - Vehicles		35,416	
Postal Charges		228	
Other Contracted Services		27,160	
Custodial Supplies		1,088	
Diesel Fuel		40,176	
Drugs and Medical Supplies		37,679	
Electricity		7,525	
Gasoline		49	
Natural Gas		1,044	
Office Supplies		493	
Uniforms		360	
Water and Sewer		994	
Other Supplies and Materials		490	
Refunds		5,188	
Other Charges		544	
Office Equipment		355	
Total Ambulance/Emergency Medical Services			\$ 1,206,350

Other OperationsOther Charges

Trustee's Commission	\$	13,106	
Total Other Charges			13,106

Employee Benefits

Other Charges	\$	301	
Total Employee Benefits			301

Total Ambulance Service Fund \$ 1,219,757

Special Purpose FundAdministration of JusticeCircuit Court

Trustee's Commission	\$	48	
Total Circuit Court			\$ 48

Total Special Purpose Fund 48

(Continued)

Exhibit I-7

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

Drug Control FundPublic SafetyDrug Enforcement

Confidential Drug Enforcement Payments	\$	4,500	
Payments to Schools - Other		500	
Other Supplies and Materials		3,954	
Trustee's Commission		46	
Law Enforcement Equipment		7,306	
Motor Vehicles		42,979	
Total Drug Enforcement			\$ 59,285

Total Drug Control Fund \$ 59,285

American Rescue Plan Act Grant FundCapital ProjectsPublic Safety Projects

Water and Sewer	\$	375,000	
Total Public Safety Projects			\$ 375,000

Total American Rescue Plan Act Grant Fund 375,000

Tourism FundOther OperationsTourism - Resort District

Other Salaries and Wages	\$	28,269	
Social Security		1,753	
Pensions		1,790	
Employer Medicare		410	
Contributions		2,636	
Dues and Memberships		3,920	
Other Supplies and Materials		8,659	
Other Charges		46,748	
Total Tourism - Resort District			\$ 94,185

Other Charges

Trustee's Commission	\$	1,189	
Total Other Charges			1,189

Total Tourism Fund 95,374

Constitutional Officers - Fees FundAdministration of JusticeCircuit Court Clerk

Printing, Stationery, and Forms	\$	50	
Total Circuit Court Clerk			\$ 50

Chancery Court

Special Commissioner Fees/Special Master Fees	\$	1,500	
Total Chancery Court			1,500

Total Constitutional Officers - Fees Fund 1,550

(Continued)

Exhibit I-7

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

Highway/Public Works FundHighwaysAdministration

County Official/Administrative Officer	\$	84,586	
Accountants/Bookkeepers		37,960	
Communication		1,826	
Data Processing Services		17,981	
Dues and Memberships		3,200	
Postal Charges		240	
Electricity		2,323	
Food Supplies		1,238	
Natural Gas		2,944	
Office Supplies		1,479	
Water and Sewer		287	
Other Charges		5,202	
Total Administration			\$ 159,266

Highway and Bridge Maintenance

Foremen	\$	152,598	
Equipment Operators		216,761	
Truck Drivers		111,063	
Asphalt - Hot Mix		1,010,389	
Asphalt - Liquid		18,312	
Crushed Stone		20,248	
Fertilizer, Lime, and Seed		600	
Riprap		2,812	
Other Road Materials		2,461	
Pipe		16,007	
Road Signs		5,002	
Total Highway and Bridge Maintenance			1,556,253

Operation and Maintenance of Equipment

Mechanic(s)	\$	39,411	
Diesel Fuel		53,792	
Equipment and Machinery Parts		60,765	
Garage Supplies		12,721	
Gasoline		18,673	
Lubricants		2,976	
Tires and Tubes		16,521	
Other Supplies and Materials		1,920	
Total Operation and Maintenance of Equipment			206,779

Other Charges

Building and Contents Insurance	\$	4,633	
Liability Insurance		9,057	
Trustee's Commission		23,272	
Vehicle and Equipment Insurance		14,109	
Workers' Compensation Insurance		35,925	
Total Other Charges			86,996

(Continued)

Exhibit I-7

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

Highway/Public Works Fund (Cont.)Highways (Cont.)Employee Benefits

Social Security	\$	48,529	
Pensions		44,291	
Life Insurance		528	
Medical Insurance		128,522	
Unemployment Compensation		449	
Total Employee Benefits			\$ 222,319

Capital Outlay

Matching Share	\$	4,651	
Bridge Construction		44,480	
Highway Equipment		228,065	
State Aid Projects		467,121	
Total Capital Outlay			744,317

Total Highway/Public Works Fund \$ 2,975,930

General Debt Service FundPrincipal on DebtEducation

Principal on Other Loans	\$	53,840	
Total Education			\$ 53,840

Interest on DebtEducation

Interest on Other Loans	\$	3,770	
Total Education			3,770

Other Debt ServiceGeneral Government

Trustee's Commission	\$	225	
Total General Government			225

Total General Debt Service Fund 57,835

General Capital Projects FundCapital ProjectsOther General Government Projects

Other Charges	\$	112,535	
Solid Waste Equipment		91,370	
Other Capital Outlay		255,082	
Total Other General Government Projects			\$ 458,987

Total General Capital Projects Fund 458,987

Total Governmental Funds - Primary Government \$ 12,216,204

Exhibit I-8

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

General Purpose School FundInstructionRegular Instruction Program

Teachers	\$	3,023,652	
Career Ladder Program		7,000	
Homebound Teachers		8,033	
Educational Assistants		146,255	
Certified Substitute Teachers		13,875	
Non-certified Substitute Teachers		56,425	
Social Security		185,190	
Pensions		271,521	
Medical Insurance		269,684	
Unemployment Compensation		1,805	
Employer Medicare		43,311	
Other Contracted Services		28,573	
Instructional Supplies and Materials		68,134	
Textbooks - Bound		89,687	
Fee Waivers		7,154	
Regular Instruction Equipment		33,212	
Total Regular Instruction Program			\$ 4,253,511

Alternative Instruction Program

Teachers	\$	50,773	
Other Salaries and Wages		19,683	
Non-certified Substitute Teachers		3,630	
Social Security		3,612	
Pensions		5,790	
Medical Insurance		11,188	
Unemployment Compensation		42	
Employer Medicare		845	
Instructional Supplies and Materials		348	
Total Alternative Instruction Program			95,911

Special Education Program

Teachers	\$	562,499	
Career Ladder Program		2,000	
Homebound Teachers		2,660	
Educational Assistants		275,845	
Speech Pathologist		46,752	
Certified Substitute Teachers		6,338	
Non-certified Substitute Teachers		18,760	
Social Security		54,990	
Pensions		80,653	
Medical Insurance		30,040	
Unemployment Compensation		790	
Employer Medicare		12,860	
Other Contracted Services		50,121	
Instructional Supplies and Materials		16,000	
Special Education Equipment		3,390	
Total Special Education Program			1,163,698

(Continued)

Exhibit I-8

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

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

Teachers	\$	341,175	
Career Ladder Program		500	
Clerical Personnel		5,000	
Educational Assistants		12,600	
Other Salaries and Wages		4,999	
Certified Substitute Teachers		400	
Non-certified Substitute Teachers		3,000	
Social Security		19,579	
Pensions		39,699	
Medical Insurance		39,065	
Unemployment Compensation		218	
Employer Medicare		4,901	
Gasoline		7,719	
Instructional Supplies and Materials		53,772	
Vocational Instruction Equipment		45,026	
Total Career and Technical Education Program			\$ 577,653

Support ServicesAttendance

Other Contracted Services	\$	2,212	
Other Supplies and Materials		627	
In Service/Staff Development		200	
Attendance Equipment		1,136	
Total Attendance			4,175

Health Services

Medical Personnel	\$	70,678	
Other Salaries and Wages		62,606	
Social Security		7,610	
Pensions		10,388	
Medical Insurance		6,249	
Unemployment Compensation		70	
Employer Medicare		1,780	
Travel		2,336	
Drugs and Medical Supplies		723	
Other Supplies and Materials		15,838	
In Service/Staff Development		1,355	
Total Health Services			179,633

Other Student Support

Guidance Personnel	\$	90,799	
Attendants		2,100	
Other Salaries and Wages		28,875	
Social Security		7,142	
Pensions		9,750	
Medical Insurance		492	

(Continued)

Exhibit I-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Other Student Support (Cont.)

Unemployment Compensation	\$	54	
Employer Medicare		1,670	
Evaluation and Testing		12,079	
Other Supplies and Materials		1,515	
Total Other Student Support			\$ 154,476

Regular Instruction Program

Supervisor/Director	\$	238,090	
Career Ladder Program		2,000	
Librarians		61,287	
Other Salaries and Wages		3,000	
Social Security		16,444	
Pensions		26,359	
Medical Insurance		33,626	
Unemployment Compensation		82	
Employer Medicare		3,846	
Travel		4,017	
Other Contracted Services		23,218	
Other Supplies and Materials		2,459	
In Service/Staff Development		7,987	
Total Regular Instruction Program			422,415

Special Education Program

Supervisor/Director	\$	76,420	
Clerical Personnel		3,659	
Social Security		4,347	
Pensions		6,897	
Medical Insurance		8,392	
Unemployment Compensation		22	
Employer Medicare		1,017	
Travel		3,270	
Other Contracted Services		8,815	
In Service/Staff Development		3,897	
Total Special Education Program			116,736

Career and Technical Education Program

Supervisor/Director	\$	20,811	
Clerical Personnel		4,102	
Social Security		1,396	
Pensions		2,050	
Medical Insurance		2,207	
Unemployment Compensation		6	
Employer Medicare		326	
Other Contracted Services		25,145	
Other Supplies and Materials		767	
In Service/Staff Development		3,751	
Vocational Instruction Equipment		18,500	
Total Career and Technical Education Program			79,061

(Continued)

Exhibit I-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Computer Programmer(s)	\$	99,558	
Social Security		6,107	
Pensions		6,969	
Unemployment Compensation		41	
Employer Medicare		1,428	
Other Contracted Services		39,899	
Other Supplies and Materials		2,363	
In Service/Staff Development		2,990	
Other Equipment		9,996	
Total Technology			\$ 169,351

Other Programs

On-behalf Payments to OPEB	\$	29,911	
Total Other Programs			29,911

Board of Education

Board and Committee Members Fees	\$	34,200	
Social Security		2,120	
Pensions		2,394	
Life Insurance		11,463	
Employer Medicare		498	
Dues and Memberships		6,639	
Legal Services		14,126	
Travel		551	
Other Contracted Services		3,000	
Other Supplies and Materials		1,098	
Liability Insurance		21,546	
Trustee's Commission		60,727	
Workers' Compensation Insurance		30,978	
Criminal Investigation of Applicants - TBI		196	
Other Charges		118	
Total Board of Education			189,654

Director of Schools

County Official/Administrative Officer	\$	114,297	
Career Ladder Program		1,000	
Social Security		7,152	
Pensions		11,229	
Life Insurance		571	
Medical Insurance		21,652	
Unemployment Compensation		21	
Employer Medicare		1,673	
Communication		8,620	
Dues and Memberships		2,949	
Postal Charges		964	
Travel		1,500	

(Continued)

Exhibit I-8

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Other Contracted Services	\$	9,000	
Office Supplies		2,068	
Other Supplies and Materials		6,134	
In Service/Staff Development		499	
Other Charges		100	
Administration Equipment		538	
Total Director of Schools			\$ 189,967

Office of the Principal

Principals	\$	353,298	
Career Ladder Program		3,500	
Accountants/Bookkeepers		75,197	
Assistant Principals		153,933	
Secretary(ies)		74,474	
Social Security		39,264	
Pensions		54,887	
Medical Insurance		21,444	
Unemployment Compensation		283	
Employer Medicare		9,183	
Communication		13,204	
Other Contracted Services		10,775	
In Service/Staff Development		600	
Total Office of the Principal			810,042

Fiscal Services

Supervisor/Director	\$	60,578	
Clerical Personnel		56,059	
Social Security		7,186	
Pensions		7,818	
Unemployment Compensation		44	
Employer Medicare		1,681	
Travel		1,129	
Total Fiscal Services			134,495

Operation of Plant

Custodial Personnel	\$	223,565	
Social Security		13,222	
Pensions		14,432	
Medical Insurance		8,083	
Unemployment Compensation		209	
Employer Medicare		3,092	
Other Contracted Services		42,788	
Custodial Supplies		58,968	
Electricity		217,455	
Natural Gas		65,698	
Water and Sewer		53,842	

(Continued)

Exhibit I-8

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

General Purpose School Fund (Cont.)Support Services (Cont.)Operation of Plant (Cont.)

Other Supplies and Materials	\$	5,362	
Boiler Insurance		1,723	
Building and Contents Insurance		49,029	
Total Operation of Plant			\$ 757,468

Maintenance of Plant

Supervisor/Director	\$	31,399	
Maintenance Personnel		141,642	
Social Security		9,341	
Pensions		11,947	
Medical Insurance		16,043	
Unemployment Compensation		74	
Employer Medicare		2,185	
Maintenance and Repair Services - Buildings		5,341	
Maintenance and Repair Services - Equipment		2,239	
Travel		225	
Other Contracted Services		76,528	
Equipment and Machinery Parts		133,032	
Other Supplies and Materials		400	
In Service/Staff Development		340	
Maintenance Equipment		5,000	
Total Maintenance of Plant			435,736

Transportation

Supervisor/Director	\$	31,399	
Mechanic(s)		34,732	
Bus Drivers		313,443	
Attendants		42,910	
Other Salaries and Wages		12,934	
Social Security		25,008	
Pensions		28,624	
Medical Insurance		21,748	
Unemployment Compensation		298	
Employer Medicare		5,849	
Contracts with Parents		7,397	
Maintenance and Repair Services - Vehicles		2,243	
Medical and Dental Services		4,520	
Travel		225	
Other Contracted Services		7,042	
Diesel Fuel		102,689	
Gasoline		13,234	
Propane Gas		90	
Tires and Tubes		12,132	
Vehicle Parts		21,591	
Other Supplies and Materials		3,551	
Vehicle and Equipment Insurance		12,257	

(Continued)

Exhibit I-8

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

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

In Service/Staff Development	\$	460	
Transportation Equipment		113,687	
Total Transportation			\$ 818,063

Central and Other

Other Contracted Services	\$	13,987	
Data Processing Supplies		1,497	
Data Processing Equipment		7,699	
Total Central and Other			23,183

Operation of Non-Instructional ServicesFood Service

Cafeteria Personnel	\$	3,900	
Social Security		242	
Pensions		273	
Medical Insurance		43,251	
Employer Medicare		57	
Total Food Service			47,723

Community Services

Teachers	\$	27,342	
Educational Assistants		216,161	
Part-time Personnel		18,806	
Other Salaries and Wages		4,060	
Social Security		15,314	
Pensions		18,585	
Medical Insurance		14,135	
Unemployment Compensation		162	
Employer Medicare		3,587	
Travel		8,698	
Other Supplies and Materials		44,912	
In Service/Staff Development		2,974	
Total Community Services			374,736

Early Childhood Education

Teachers	\$	108,345	
Educational Assistants		35,501	
Certified Substitute Teachers		75	
Non-certified Substitute Teachers		1,680	
Social Security		8,095	
Pensions		12,520	
Medical Insurance		10,479	
Unemployment Compensation		73	
Employer Medicare		1,893	
Instructional Supplies and Materials		10,334	
Other Supplies and Materials		8,249	

(Continued)

Exhibit I-8

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

General Purpose School Fund (Cont.)Operation of Non-Instructional Services (Cont.)Early Childhood Education (Cont.)

In Service/Staff Development	\$	713	
Other Charges		<u>3,272</u>	
Total Early Childhood Education			\$ 201,229

Capital OutlayRegular Capital Outlay

Other Contracted Services	\$	9,110	
Other Equipment		178,190	
Other Capital Outlay		<u>4,489</u>	
Total Regular Capital Outlay			191,789

Other Debt ServiceEducation

Debt Service Contribution to Primary Government	\$	<u>57,610</u>	
Total Education			<u>57,610</u>

Total General Purpose School Fund \$ 11,478,226

School Federal Projects FundInstructionRegular Instruction Program

Teachers	\$	391,291	
Educational Assistants		71,433	
Other Salaries and Wages		210,160	
Certified Substitute Teachers		862	
Non-certified Substitute Teachers		2,100	
Social Security		38,184	
Pensions		56,995	
Medical Insurance		53,267	
Unemployment Compensation		306	
Employer Medicare		8,930	
Instructional Supplies and Materials		47,981	
Regular Instruction Equipment		<u>41,991</u>	
Total Regular Instruction Program			\$ 923,500

Special Education Program

Teachers	\$	7,892	
Educational Assistants		86,337	
Speech Pathologist		92,475	
Social Security		11,061	
Pensions		14,468	
Medical Insurance		3,717	
Unemployment Compensation		151	
Employer Medicare		2,587	
Other Contracted Services		2,839	
Instructional Supplies and Materials		5,173	

(Continued)

Exhibit I-8

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

School Federal Projects Fund (Cont.)Instruction (Cont.)Special Education Program (Cont.)

Refunds	\$	1	
Special Education Equipment		10,353	
Total Special Education Program			\$ 237,054

Career and Technical Education Program

Teachers	\$	13,376	
Educational Assistants		6,400	
Social Security		1,222	
Pensions		1,433	
Unemployment Compensation		19	
Employer Medicare		286	
Instructional Supplies and Materials		7,857	
Other Supplies and Materials		4,676	
Vocational Instruction Equipment		16,886	
Total Career and Technical Education Program			52,155

Support ServicesHealth Services

Other Supplies and Materials	\$	838	
Total Health Services			838

Other Student Support

Other Salaries and Wages	\$	59,628	
Social Security		3,190	
Pensions		5,167	
Medical Insurance		10,048	
Unemployment Compensation		11	
Employer Medicare		746	
Travel		5,194	
Other Contracted Services		15,000	
Other Supplies and Materials		577	
In Service/Staff Development		2,613	
Other Equipment		751	
Total Other Student Support			102,925

Regular Instruction Program

Other Salaries and Wages	\$	18,000	
Social Security		944	
Pensions		1,374	
Employer Medicare		221	
Travel		48	
In Service/Staff Development		10,901	
Total Regular Instruction Program			31,488

Special Education Program

Psychological Personnel	\$	64,051	
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(Continued)

Exhibit I-8

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

School Federal Projects Fund (Cont.)Support Services (Cont.)Special Education Program (Cont.)

Social Security	\$	3,669	
Pensions		5,566	
Medical Insurance		3,423	
Unemployment Compensation		21	
Employer Medicare		858	
Other Contracted Services		34,671	
Total Special Education Program			\$ 112,259

Career and Technical Education Program

Travel	\$	150	
In Service/Staff Development		1,786	
Total Career and Technical Education Program			1,936

Operation of Plant

Other Contracted Services	\$	8,500	
Plant Operation Equipment		1,328,835	
Total Operation of Plant			1,337,335

Maintenance of Plant

Maintenance and Repair Services - Buildings	\$	1,002,885	
Total Maintenance of Plant			1,002,885

Transportation

Contracts with Vehicle Owners	\$	2,400	
Other Supplies and Materials		785	
Transportation Equipment		25,000	
Total Transportation			28,185

Total School Federal Projects Fund \$ 3,830,560

Central Cafeteria FundOperation of Non-Instructional ServicesFood Service

Supervisor/Director	\$	56,560	
Bus Drivers		700	
Clerical Personnel		8,211	
Cafeteria Personnel		247,796	
Social Security		15,624	
Pensions		21,404	
Medical Insurance		3,881	
Unemployment Compensation		350	
Employer Medicare		3,771	
Communication		300	
Maintenance and Repair Services - Equipment		931	
Postal Charges		100	
Travel		818	

(Continued)

Exhibit I-8

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

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Other Contracted Services	\$	16,722	
Food Preparation Supplies		20,964	
Food Supplies		294,351	
USDA - Commodities		52,264	
Other Supplies and Materials		1,018	
In Service/Staff Development		178	
Other Charges		320	
Food Service Equipment		3,880	
Total Food Service			\$ 750,143

Total Central Cafeteria Fund			\$ 750,143
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Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	460,151	
Total Community Services			\$ 460,151

Total Internal School Fund			460,151
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Total Governmental Funds - Perry County School Department			\$ 16,519,080
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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

Perry County Mayor and
Board of County Commissioners
Perry 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 Perry County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Perry County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated October 17, 2023. Our report includes a reference to other auditors who audited the financial statements of the Discretely Presented Perry County Emergency Communications District and the Internal School Fund of Perry County School Department (a discretely presented component unit), as described in our report on Perry County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Perry 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 Perry County's internal control. Accordingly, we do not express an opinion on the effectiveness of Perry 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 material weaknesses 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: 2023-001.

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: 2023-002, 2023-003, 2023-005, 2023-006, and 2023-007.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Perry 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2023-004.

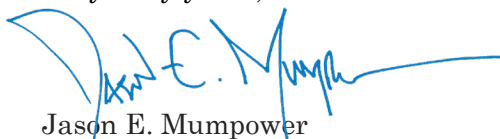
Perry County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Perry County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Perry 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 Perry County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

October 17, 2023

JEM/gc



JASON E. MUMPOWER
Comptroller

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Perry County Mayor and
Board of County Commissioners
Perry 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 Perry 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 Perry County's major federal programs for the year ended June 30, 2023. Perry 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, Perry 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 Perry 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 Perry 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 Perry 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 Perry 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 Perry 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 Perry 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 Perry 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 Perry 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 Perry County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Perry County's basic financial statements. We issued our report thereon dated October 17, 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

October 17, 2023

JEM/gc

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

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed- through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Direct Program:				
Community Facilities Loans And Grants Cluster: (4)				
Community Facilities Loans and Grants	10.766	N/A	\$ 250,000 (6)	\$ 250,000
Passed Through State Department of Education:				
Child Nutrition Cluster: (4)				
School Breakfast Program	10.553	(3)	0	167,528
National School Lunch Program	10.555	(3)	0	372,786 (5)
Passed Through State Department of Agriculture:				
Child Nutrition Cluster: (4)				
National School Lunch Program (Noncash Assistance)	10.555	(3)	0	52,264 (5)
Child Nutrition Discretionary Grants Limited Availability	10.579	(3)	0	60,323
Total U.S. Department of Agriculture				<u>\$ 902,901</u>
U.S. Department of Housing and Urban Development:				
Passed Through State Department of Tennessee Housing Development Agency:				
HOME Investment Partnerships Program	14.239	(3)	0	<u>\$ 75,500</u>
Total U.S. Department of Housing and Urban Development				<u>\$ 75,500</u>
U.S. Department of Justice:				
Passed Through State Department of Finance and Administration:				
COVID 19 - Coronavirus Emergency Supplemental Funding Program	16.034	(3)	0	<u>\$ 49,704</u>
Total U.S. Department of Justice				<u>\$ 49,704</u>
U.S. Department of Transportation:				
Passed Through State Department of Transportation:				
Highway Safety Cluster: (4)				
State and Community Highway Safety	20.600	Z21THS230	0	<u>\$ 9,006</u>
Total U.S. Department of Transportation				<u>\$ 9,006</u>
U.S. Department of Treasury:				
Direct Program:				
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds	21.027	N/A	0	<u>\$ 1,568,669</u>
Total U.S. Department of Treasury				<u>\$ 1,568,669</u>
U.S. Department of Education:				
Passed Through State Department of Education:				
Title I Grants to Local Educational Agencies	84.010	(3)	0	\$ 479,949
Special Education Cluster: (4)				
Special Education - Grants to States	84.027	(3)	0	319,018 (5)
COVID 19 - Special Education - Grants to States	84.027	(3)	0	26,534 (5)
Special Education - Preschool Grants	84.173	(3)	0	28,730 (5)
COVID 19 - Special Education - Preschool Grants	84.173	(3)	0	817 (5)
Career and Technical Education - Basic Grants to States	84.048	(3)	0	61,898
Rural Education	84.358	(3)	0	26,677
Supporting Effective Instruction State Grants	84.367	(3)	0	3,496
Student Support and Academic Enrichment Program	84.424	(3)	0	22,525
COVID 19 - Education Stabilization Fund - Elementary and Secondary				
School Emergency Relief Fund (ESSER II)	84.425D	(3)	0	209,006 (5)
COVID 19 - Education Stabilization Fund - Elementary and Secondary				
School Emergency Relief Fund (ESSER ARP)	84.425U	(3)	0	2,551,997 (5)
COVID 19 - Education Stabilization Fund - Homeless Children and Youth				
Relief Fund (ESSER ARP)	84.425W	(3)	0	4,510 (5)
Total U.S. Department of Education				<u>\$ 3,735,157</u>
U.S. Department of Health and Human Services:				
Passed Through State Department of Health:				
COVID 19 - Epidemiology and Laboratory Capacity for Infectious				
Diseases - (ARP)	93.323	(3)	0	\$ 172,871
Passed Through State Department of Education:				
COVID 19 - Temporary Assistance for Needy Families	93.558	(3)	0	40,094
Public Health Emergency Response: Cooperative Agreement for				
Emergency Response:				
Public Health Crisis Response	93.354	(3)	0	101,382
Total U.S. Department of Health and Human Services				<u>\$ 314,347</u>

(Continued)

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

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed- through to Subrecipients	Expenditures
U.S. Department of Homeland Security: Passed Through State Department of Military: Homeland Security Grant Program	97.067	(3)	\$ 0	\$ 11,860
Total U.S. Department of Homeland Security				\$ 11,860
Total Expenditures of Federal Grants				\$ 6,667,144

State Grants

		Contract Number	
Juvenile Justice and Delinquency Prevention - State Commission on Children and Youth	N/A	(3)	\$ 9,000
Three Star Grant - State Department of Economic and Community Development	N/A	(3)	25,715
Coordinated School Health - State Department of Education	N/A	(3)	90,495
COVID 19 - Learning Camps Transportation - State Department of Education	N/A	(3)	18,986
COVID 19 - Summer Learning Camps - State Department of Education	N/A	(3)	62,606
Early Childhood Education - State Department of Education	N/A	(3)	143,729
Family Resource Center - State Department of Education	N/A	(3)	29,611
High School Based Enterprise Grant - State Department of Education	N/A	(3)	14,450
Innovative School Models - State Department of Education	N/A	(3)	478,562
School Resource Officers Grant - State Department of Education	N/A	(3)	56,750
School Safety Grant - State Department of Education	N/A	(3)	23,462
Local Health Services Grant - State Department of Health	N/A	GG-21-67000-00	30,844
School to Work Program - State Department of Health and Human Services	N/A	Z2156521	17,603
General Aviation Airport Maintenance Program - State Department of Transportation	N/A	(3)	16,900
Litter Grant - State Department of Transportation	N/A	Z22LIT068	16,671
Financial Literacy Commission Grant - State Department of Treasury	N/A	(3)	5,000
Total State Grants			\$ 1,040,384

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

(3) Information not available.

(4) Community Facilities Loans and Grants Cluster total: \$250,000; Child Nutrition Cluster total \$592,578;
Highway Safety Cluster total \$9,006; Special Education Cluster total \$375,099.

(5) Total for FAL No. 10.555 is \$425,050; Total for FAL No. 84.027 is \$345,552; Total for FAL No. 84.173 is \$29,547;
Total for FAL No. 84.425 is \$2,765,513.

(6) SUBRECIPIENT AMOUNT

The following was paid to a subrecipient from Community Facilities Loans and Grants funds:

Subrecipient	FAL Number	Amount Provided to Subrecipient
Town of Linden	10.766	\$ 250,000

Perry 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 Perry 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	198	2022-001	Material audit adjustments were required for proper financial statement presentation.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2022	199	2022-002	Expenditures exceed appropriations.	N/A	Corrected
<u>OFFICE OF DIRECTOR OF SCHOOLS</u>					
2022	199	2022-003	Purchase orders were not always issued properly.	N/A	Corrected

Prior-year Federal Awards Findings

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

PERRY 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 Perry 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 Programs:
 - * Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief 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

MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION

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

At June 30, 2023, certain general ledger account balances in the Ambulance Service Fund were not materially correct, and audit adjustments totaling \$225,645, related to overstated accounts receivable, were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the county to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the county's financial reporting system did not prevent, or detect and correct, potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the county 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. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report. This deficiency is the result of a lack of management oversight.

RECOMMENDATION

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

MANAGEMENT'S RESPONSE – COUNTY MAYOR

No formal management response was submitted.

FINDING 2023-002

CASH ON DEPOSIT WITH THE TRUSTEE WAS NOT RECONCILED PROPERLY

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

The office did not properly reconcile the general ledger cash accounts in the General, Solid Waste/Sanitation, and Ambulance Service funds with county trustee reports. Section 9-2-138,

Tennessee Code Annotated, requires officials to reconcile their respective fund accounts with the trustee's reports monthly. Employees attempted to reconcile the cash accounts with the trustee's reports; however, they did not correct errors noted during the reconciliation process. Instead, these errors were carried forward each month as part of the reconciliation of cash on deposit with the trustee. Failure to identify and correct errors allows cash with the trustee to be stated incorrectly on the accounting records. This deficiency exists due to a lack of management oversight.

RECOMMENDATION

The office should accurately reconcile all general ledger cash accounts with county trustee's reports monthly, and any errors discovered should be corrected promptly.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

No formal management response was submitted.

FINDING 2023-003

**THE COUNTY DID NOT MAINTAIN ADEQUATE
CONTROLS OVER ITS CAPITAL ASSETS RECORDS**
(Internal Control – Significant Deficiency Under *Government
Auditing Standards*)

Various purchases were not recorded correctly on the county's capital assets records. This resulted in capital assets and current-year depreciation expense being understated by \$234,370 and \$17,717, respectively. Generally accepted accounting principles require accountability for all assets owned by the county, such as equipment, vehicles, buildings, and infrastructure. These deficiencies can be attributed to a lack of management oversight. We provided management with audit adjustments, which they accepted to properly present capital assets in the financial statements of this report. Without accurate capital assets records, the county cannot adequately control its assets.

RECOMMENDATION

The county should maintain accurate capital assets records for all county-owned assets as required by generally accepted accounting principles.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

No formal management response was submitted.

FINDING 2023-004

**COMPETITIVE BIDS WERE NOT SOLICITED FOR THE
PURCHASE OF PORTABLE MICROPHONES**
(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 30 disbursements totaling \$110,788 from a population of 2,496 vendor checks totaling \$5,529,896. Our examination revealed that

competitive bids were not solicited for portable microphones totaling \$22,093. Purchasing procedures for the County Mayor's Office are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated (TCA)*, which provide for purchases exceeding \$10,000 to be made after public advertisement and the solicitation of competitive bids. This deficiency is the result of a lack of management oversight and the failure the follow state statutes. The failure to solicit competitive bids could result in the county paying more than the most competitive price.

RECOMMENDATION

Competitive bids should be solicited through public advertisement for all purchases exceeding \$10,000 as required by state statutes.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

No formal management response was submitted. However, an explanation of the finding is included in the Corrective Action Plan.

OFFICE OF HIGHWAY SUPERINTENDENT

FINDING 2023-005

PURCHASE ORDERS WERE NOT ISSUED PROPERLY IN SOME INSTANCES

(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 28 disbursements totaling \$1,169,930. Our examination revealed that purchase orders were issued after invoice dates in three of 21 applicable purchases. Purchase orders are necessary to control who has purchasing authority for the county and to document purchasing commitments. The failure to issue purchase orders prior to purchasing increases the risks of unauthorized purchases. This deficiency is the result of a lack of management oversight.

RECOMMENDATION

The office should issue purchase orders prior to purchase dates for all applicable purchases to strengthen internal controls over purchasing procedures and to document purchasing commitments.

MANAGEMENT'S RESPONSE – HIGHWAY SUPERINTENDENT

No formal management response was submitted.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2023-006

THE SCHOOL DEPARTMENT DID NOT MAINTAIN ADEQUATE CONTROLS OVER ITS CAPITAL ASSETS RECORDS

(Internal Control – Significant Deficiency Under Government Auditing Standards)

Various purchases were not recorded correctly on the school department's capital assets records. This resulted in capital assets and current-year depreciation expense being understated by \$3,604,223 and \$15,831, respectively. Generally accepted accounting principles require accountability for all assets owned by the school department, such as equipment, vehicles, buildings, and infrastructure. These deficiencies can be attributed to a lack of management oversight. We provided management with audit adjustments, which they accepted to properly present capital assets in the financial statements of this report. Without accurate capital assets records, the school department cannot adequately control its assets.

RECOMMENDATION

The school department should maintain accurate capital assets records for all school-owned assets as required by generally accepted accounting principles.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

No formal management response was submitted.

OFFICE OF COUNTY CLERK

FINDING 2023-007

A CASH OVERDRAFT OF \$127 EXISTED IN THE COUNTY CLERK'S OFFICE AT JUNE 30, 2023

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

The county clerk had a cash overdraft of \$127 at June 30, 2023. Sound business practices dictate that disbursements be held within available funds. The cash overdraft resulted from the office having ACH withdrawals in excess of cash on deposit. This deficiency is the result of a lack of management oversight. The cash overdraft was liquidated subsequent to June 30, 2023.

RECOMMENDATION

The office should not authorize ACH withdrawals in excess of cash on deposit.

MANAGEMENT'S RESPONSE – COUNTY CLERK

We concur. The overdraft was created when TWRA did an ACH withdrawal on June 30, 2023, when the regular account and the TWRA account were being consolidated into one account. We have stopped being a TWRA agent; therefore, the problem will never reoccur.

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.

Perry 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	Material audit adjustments were required for proper financial statement presentation.	215
2023-002	Cash on deposit with the trustee was not reconciled properly.	216
2023-003	The county did not maintain adequate controls over its capital assets records.	217

OFFICE OF SHERIFF

2023-004	Competitive bids were not solicited for the purchase of portable microphones.	218
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OFFICE OF HIGHWAY SUPERINTENDENT

2023-005	Purchase orders were not issued properly in some instances.	219
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OFFICE OF DIRECTOR OF SCHOOLS

2023-006	The school department did not maintain adequate controls over its capital assets records.	220
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OFFICE OF COUNTY CLERK

2023-007	A cash overdraft of \$127 existed in the county clerk's office at June 30, 2023.	221
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PERRY COUNTY

John H. Carroll, County Mayor

P.O. Box 16 • Linden, TN 37096 • (931)589-2216

Corrective Action Plan

Finding 2023-001: Material audit adjustments were required for proper financial statement presentation.

Response and Corrective Action Plan Prepared by: John H. Carroll

Person Responsible for Implementing the Corrective Action: John H. Carroll

Repeat Finding: YES

Corrective Action Plan:

Perry County will ensure that accounts on which the Ambulance Committee and / or County Commission has taken action are shared with the appropriate personnel so they can be accurately reflected on the general ledger so that it only reflects active accounts.

John H. Carroll,
Perry County Mayor



PERRY COUNTY

John H. Carroll, County Mayor
P.O. Box 16 • Linden, TN 37096 • (931)589-2216

Finding 2023-002: Cash on deposit with the Trustee was not reconciled properly.

Response and Corrective Action Plan Prepared by: John H. Carroll

Person Responsible for Implementing the Corrective Action: John H. Carroll

Repeat Finding: NO

Corrective Action Plan:

Perry County has solicited the assistance of experts in this field to retrain employees who are tasked with reconciliation of funds. Furthermore, advanced software has been ordered that should assist with the process in the future.

John H. Carroll,
Perry County Mayor



PERRY COUNTY

John H. Carroll, County Mayor

P.O. Box 16 • Linden, TN 37096 • (931)589-2216

Finding 2023-003: The county did not maintain adequate controls over its capital assets records.

Response and Corrective Action Plan Prepared by: John H. Carroll

Person Responsible for Implementing the Corrective Action: John H. Carroll

Repeat Finding: NO

Corrective Action Plan:

There has been a reallocation of duties so that the items that are under the control of the school will be captured and recorded by the school system while the remaining departments will now be reported through the County Mayor's Office. Additionally, staff has been retrained and instructed to perform monthly checks for items that should be added to the capital asset record.

John H. Carroll,
Perry County Mayor

Perry County Sheriff's Office

582 Bethel Road
Linden, Tennessee 37096
(931) 589-8803

Nick Weems, Sheriff
Chief Deputy

Bart Rosson,

Corrective Action Plan

Finding 2023-004: Competitive bids were not solicited for the purchase of portable microphones.

Response and Corrective Action Plan Prepared by: Nick Weems

Person Responsible for Implementing the Corrective Action: Nick Weems

Repeat Finding: NO

Corrective Action Plan:

The Jail Administrator had used this vendor previously for this type of service and did not realize that competitive bids had to be solicited since this was 100 % grant funded. Since then the Jail Administrator and other personnel who purchase items have been retrained so that they know that any item over \$10,000.00 has to be competitively bid.

Signature:



Nick Weems,
Perry County Sheriff

PERRY COUNTY HIGHWAY DEPARTMENT
ROBERT DEDRICK, SUPERINTENDENT
P. O. BOX 38
LINDEN, TN. 37096

Corrective Action Plan

Finding 2023-005: Purchase orders were not issued properly in some instances.

Response and Corrective Action Plan Prepared by: Cassie Seiber

Person Responsible for Implementing the Corrective Action: Robert Dedrick

Repeat Finding: NO

Corrective Action Plan:

Make sure to issue PO's in advance of purchases in the future

Signature:



10/17/23



Perry County Schools

857 Squirrel Hollow Drive
Linden, TN 37096
931 589 2102 fax 931 589 5110
www.perrycountyschools.us

Mr. Eric Lomax, Director of Schools

Linden Elementary School
Lobelville School
Linden Middle School
Perry County High School
Perry County Virtual School

Corrective Action Plan

Finding 2023-006: The school department did not maintain adequate controls over its capital assets records.

Response and Corrective Action Plan Prepared by: Eric Lomax

Person Responsible for Implementing the Corrective Action: Eric Lomax

Repeat Finding: NO

Corrective Action Plan: Perry County Schools will take over the capital assets for our school system and we will do a better job of tracking and reporting items that qualify for capital assets.

Signature:

10-17-23

Glenda Leegan
Perry County Clerk
P.O. Box 58
Linden, TN 37096
(931) 589-2219

CORRECTIVE ACTION PLAN

Finding 2023-0007: A cash overdraft of \$127.00 existed in the County Clerk's Office at June 30, 2023.

Response and Corrective Action Plan Prepared by Glenda Leegan

We concur with this finding as stated. The overdraft was created when TWRA did an Ach withdrawal on June 30, 2023 when a consolidation of the Regular County Clerk account and the TWRA account were being consolidated into one account.

Person Responsible for implementing the Corrective Action is Glenda Leegan, Perry County Clerk.

Repeat Finding is No.

Corrective Action Plan is to stop selling Hunting & Fishing License for TWRA effective July 1, 2023. Therefore there will no longer be any deposits or ACH withdrawals for TWRA sales.



Glenda Leegan
Perry County Clerk

Oct 16, 2023

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 Perry County.

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

Perry 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. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Perry County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.