



## ANNUAL FINANCIAL REPORT

### Putnam County, Tennessee

*For the Year Ended June 30, 2023*

**Jason E. Mumpower**  
*Comptroller of the Treasury*



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

**ANNUAL FINANCIAL REPORT  
PUTNAM 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***

***STEVE REEDER, CPA, CGFM, CFE  
Audit Manager***

**This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov).**

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# ***Summary of Audit Findings***

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

## ***Scope***

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

## ***Results***

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

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

## ***Finding***

The following is a summary of the audit findings:

### **OFFICE OF COUNTY MAYOR**

- ♦ Material audit adjustments were required for proper financial statement presentation.

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### **OFFICE OF DIRECTOR OF SCHOOLS**

- ♦ The school department had deficiencies in the administration of federal grants.

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### **OFFICE OF SHERIFF**

- ♦ Bank statements were not accurately reconciled with the general ledger.



## INTRODUCTORY SECTION

# Putnam County Officials

## June 30, 2023

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### Officials

Randy Porter, County Mayor  
Randy Jones, Road Supervisor  
Corby King, Director of Schools  
Freddie Nelson, Trustee  
Steve Pierce, Assessor of Property  
Wayne Nabors, County Clerk  
Jennifer Wilkerson, Circuit, General Sessions, and Juvenile Courts Clerk  
Linda Reeder, Clerk and Master  
John Sanders, Register of Deeds  
Eddie Farris, Sheriff

### Board of County Commissioners

Ben Rodgers, Chairman	Danny Holmes
David Andrews	Adam Johnson
Grover Bennett, Jr.	Dale Moss
Kim Bradford	Junior Phipps
Chris Cassetty	Terry Randolph
Ron Chaffin	Cathy Reel
Andrew Donadio	Robert Riddle
Kathy Dunn	Sam Sandlin
Chevin Eldridge	Theresa Tayes
Vinnie Faccinto	Fred Vondra
David Gentry	Jonathan Williams
Ken Hall	Darren Wilson

### Board of Education

Kim Cravens, Chairman	David McCormick
Dr. Dawn Fry	Lynn McHenry
Kerry Ledbetter	Jill Ramsey

### Audit Committee

Robert Duncan, Chairman	William Clark
Kim Bradford	Ben Rodgers
Danny Brooks	Sam Sandlin
Chris Cassetty	

## **FINANCIAL SECTION**



JASON E. MUMPOWER  
*Comptroller*

### Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

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

##### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Putnam 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 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 Putnam County, Tennessee, as of June 30, 2023, and the respective changes in financial position and the respective budgetary comparisons for the General Fund 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 Putnam County School Department (a discretely presented component unit), which represent one percent, 1.07 percent, and 2.56 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to amounts included for the Putnam County School Department's Internal School Fund is based solely on the report of the other auditors.

##### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Putnam 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 Putnam 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 Putnam 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 Putnam 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 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 Putnam County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Putnam County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with

auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service and General Capital Projects funds, combining and individual fund financial statements of the Putnam 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 December 15, 2023, on our consideration of Putnam 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 Putnam 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 Putnam County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

December 15, 2023

JEM/gc

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## **BASIC FINANCIAL STATEMENTS**

Exhibit A

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

	Primary Government Governmental Activities	Component Unit Putnam County School Department
<b><u>ASSETS</u></b>		
Cash	\$ 3,450	\$ 2,425,375
Equity in Pooled Cash and Investments	135,327,906	21,135,679
Inventories	0	329,222
Accounts Receivable	3,022,080	64,758
Allowance for Uncollectibles	(840,503)	0
Due from Other Governments	6,214,100	9,357,461
Due from Component Units	467,556	0
Property Taxes Receivable	41,999,848	19,300,458
Allowance for Uncollectible Property Taxes	(630,112)	(304,603)
Leases Receivable	887,484	0
Net Pension Asset - Teacher Retirement Plan	0	274,294
Net Pension Asset - Teacher Legacy Pension Plan	0	13,648,777
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	1,252,101
Assets Not Depreciated:		
Land	15,074,914	5,769,995
Intangibles - Indefinite Life	5,323,218	0
Construction in Progress	40,069,852	24,022,297
Assets Net of Accumulated Depreciation/Amortization:		
Buildings and Improvements	23,625,592	139,608,282
Infrastructure	24,949,105	0
Other Capital Assets	13,040,399	5,928,543
Total Assets	<u>\$ 308,534,889</u>	<u>\$ 242,812,639</u>

**DEFERRED OUTFLOWS OF RESOURCES**

Deferred Amount on Refunding	\$ 1,960,713	\$ 0
Pension Changes in Experience	1,485,391	3,115,822
Pension Changes in Assumptions	4,171,696	11,274,705
Pension Changes in Investment Earnings	237,929	456,904
Pension Changes in Proportion	0	22,393
Pension Contributions after Measurement Date	1,981,218	5,021,765
OPEB Changes in Experience	110,154	703,494
OPEB Changes in Assumptions	136,775	2,189,692
OPEB Changes in Proportion	0	213,841
OPEB Contributions After Measurement Date	0	312,698
Total Deferred Outflows of Resources	<u>\$ 10,083,876</u>	<u>\$ 23,311,314</u>

(Continued)

Exhibit A

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

	Primary Government Governmental Activities	Component Unit Putnam County School Department
<b><u>LIABILITIES</u></b>		
Accounts Payable	\$ 649,108	\$ 292,526
Accrued Payroll	0	1,340,086
Payroll Deductions Payable	15,999	364,917
Due to Primary Government	0	467,556
Due to State of Tennessee	57,503	0
Due to Other Governments	4,661,651	0
Due to Litigants, Heirs, and Others	134,011	0
Claims and Judgments Payable	825,193	0
Accrued Interest Payable	1,237,433	0
Matured Bonds Payable	15,000	0
Noncurrent Liabilities:		
Due Within One Year - Debt	14,245,440	0
Due Within One Year - Other	898,147	310,140
Due in More Than One Year - Debt	175,625,424	0
Due in More Than One Year - Other	5,310,241	11,620,245
Total Liabilities	<u>\$ 203,675,150</u>	<u>\$ 14,395,470</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>		
Deferred Revenue - Current Property Taxes	\$ 40,710,396	\$ 18,658,931
Deferred Lease Receivable	887,484	0
Pension Changes in Experience	336,013	2,666,438
Pension Changes in Proportion	0	138,223
OPEB Changes in Experience	12,260	1,271,953
OPEB Changes in Assumptions	165,105	1,399,553
OPEB Changes in Proportion	0	528,010
Total Deferred Inflows of Resources	<u>\$ 42,111,258</u>	<u>\$ 24,663,108</u>
<b><u>NET POSITION</u></b>		
Net Investment in Capital Assets	\$ 55,190,038	\$ 175,329,117
Restricted for:		
General Government	656,234	0
Finance	192,797	0
Administration of Justice	624,345	0
Public Safety	537,497	0
Public Health and Welfare	426,350	0
Highways/Public Works	4,738,892	0
Capital Outlay	107,188	0
Capital Projects	45,438,648	0
Education	0	8,005,551
Pensions	0	15,175,172
Unrestricted	<u>(35,079,632)</u>	<u>28,555,535</u>
Total Net Position	<u>\$ 72,832,357</u>	<u>\$ 227,065,375</u>

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

Exhibit B

Putnam 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 Government		Component Unit	
					Total	Governmental Activities	Putnam County School Department	Putnam County School Department
Primary Government:								
Governmental Activities:								
General Government	\$ 12,606,133	\$ 1,376,024	\$ 49,925	\$ 416,825	\$ (10,763,359)	\$ 0	\$ 0	\$ 0
Finance	3,284,772	3,328,068	0	0	43,296			
Administration of Justice	3,873,966	1,820,458	480,902	0	(1,572,606)			
Public Safety	20,144,449	4,302,101	655,153	7,500	(15,179,695)			
Public Health and Welfare	15,186,159	8,629,580	2,568,954	682,908	(3,304,717)			
Social, Cultural, and Recreational Services	2,265,513	255,355	0	2,632,921	622,763			
Agriculture and Natural Resources	383,883	0	18,870	0	(365,013)			
Highways/Public Works	6,494,330	3,431	2,989,184	1,515,000	(1,986,715)			
Education	19,861,582	733,630	0	6,828	(19,121,124)			
Interest on Long-term Debt	5,373,280	0	0	0	(5,373,280)			
Total Primary Government	\$ 89,474,067	\$ 20,448,647	\$ 6,762,988	\$ 5,261,982	\$ (57,000,450)	\$ 0	\$ 0	\$ 0
Component Unit:								
Putnam County School Department	\$ 137,334,848	\$ 3,175,572	\$ 25,020,100	\$ 19,994,544	\$ 0	\$ (89,144,632)		
Total Component Unit	\$ 137,334,848	\$ 3,175,572	\$ 25,020,100	\$ 19,994,544	\$ 0	\$ (89,144,632)		

(Continued)

Exhibit B

Putnam County, Tennessee  
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
			Total Governmental Activities	Putnam County School Department		
<b>General Revenues:</b>						
Taxes:						
Property Taxes Levied for General Purposes				\$ 26,569,501	\$ 19,646,580	
Property Taxes Levied for Debt Service				11,370,065	0	
Local Option Sales Taxes				21,627,748	17,602,374	
Hotel/Motel Tax				2,231,539	0	
Litigation Taxes				220,294	0	
Business Tax				2,129,461	0	
Mineral Severance Tax				242,790	0	
Wholesale Beer Tax				183,672	0	
Mixed Drink Tax				0	280,413	
Other Local Taxes				83	6,488	
Grants and Contributions Not Restricted to Specific Programs				3,742,139	76,808,564	
Unrestricted Investment Earnings				5,994,384	259,360	
Miscellaneous				1,158,675	30,468	
Amortized Premium				1,130,591	0	
<b>Total General Revenues</b>				<b>\$ 76,600,942</b>	<b>\$ 114,634,247</b>	
Change in Net Position				\$ 19,600,492	\$ 25,489,615	
Net Position, July 1, 2022				53,231,865	201,575,760	
<b>Net Position, June 30, 2023</b>				<b>\$ 72,832,357</b>	<b>\$ 227,065,375</b>	

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

Exhibit C-1

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	General Debt Service	General Capital Projects	Other		
		General	General Capital Projects	Governmental Funds		
<b>ASSETS</b>						
Cash	\$ 100	\$ 0	\$ 0	\$ 3,350	\$ 3,450	
Equity in Pooled Cash and Investments	27,001,002	23,206,636	67,870,511	16,296,677	134,374,826	
Accounts Receivable	2,574,318	94,968	0	352,794	3,022,080	
Allowance for Uncollectibles	(828,667)	0	0	(11,836)	(840,503)	
Due from Other Governments	1,757,103	3,713,896	165,750	577,351	6,214,100	
Due from Other Funds	3,350	0	378,000	0	381,350	
Property Taxes Receivable	22,849,637	11,312,470	369,387	7,468,354	41,999,848	
Allowance for Uncollectible Property Taxes	(331,363)	(178,535)	(5,830)	(114,384)	(630,112)	
Leases Receivable - Long-term	887,484	0	0	0	887,484	
<b>Total Assets</b>	<b>\$ 53,912,964</b>	<b>\$ 38,149,435</b>	<b>\$ 68,777,818</b>	<b>\$ 24,572,306</b>	<b>\$ 185,412,523</b>	
<b>LIABILITIES</b>						
Accounts Payable	\$ 162,674	\$ 0	\$ 18,158	\$ 468,276	\$ 649,108	
Payroll Deductions Payable	15,999	0	0	0	15,999	
Due to Other Funds	378,000	0	0	3,350	381,350	
Due to State of Tennessee	57,503	0	0	0	57,503	
Due to Other Governments	50,000	0	0	4,611,651	4,661,651	
Due to Litigants, Heirs, and Others	0	0	0	134,011	134,011	
Matured Bonds Payable	0	15,000	0	0	15,000	
<b>Total Liabilities</b>	<b>\$ 664,176</b>	<b>\$ 15,000</b>	<b>\$ 18,158</b>	<b>\$ 5,217,288</b>	<b>\$ 5,914,622</b>	

(Continued)

Exhibit C-1

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

DEFERRED INFLOWS OF RESOURCES

Deferred Current Property Taxes  
 Deferred Delinquent Property Taxes  
 Deferred Leases Receivable  
 Other Deferred/Unavailable Revenue  
 Total Deferred Inflows of Resources

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	General Debt Service	General Capital Projects	Other		
				Govern-mental Funds		
Deferred Current Property Taxes	\$ 22,185,380	\$ 10,936,455	\$ 357,109	\$ 7,231,452	\$ 40,710,396	
Deferred Delinquent Property Taxes	332,385	197,176	6,438	122,328	658,327	
Deferred Leases Receivable	887,484	0	0	0	887,484	
Other Deferred/Unavailable Revenue	1,251,860	1,906,908	0	263,894	3,422,662	
Total Deferred Inflows of Resources	<b>\$ 24,657,109</b>	<b>\$ 13,040,539</b>	<b>\$ 363,547</b>	<b>\$ 7,617,674</b>	<b>\$ 45,678,869</b>	

FUND BALANCES

Restricted:

Restricted for General Government  
 Restricted for Finance  
 Restricted for Administration of Justice  
 Restricted for Public Safety  
 Restricted for Public Health and Welfare  
 Restricted for Highways/Public Works  
 Restricted for Capital Outlay  
 Restricted for Capital Projects

\$ 109,193	\$ 0	\$ 0	\$ 547,041	\$ 656,234
192,797	0	0	0	192,797
624,345	0	0	0	624,345
60,088	0	0	477,409	537,497
0	0	0	426,350	426,350
0	0	0	4,641,270	4,641,270
107,188	0	0	0	107,188
0	0	45,432,210	0	45,432,210

Committed:

Committed for Public Health and Welfare  
 Committed for Social, Cultural, and Recreational Services  
 Committed for Agriculture and Natural Resources  
 Committed for Other Operations  
 Committed for Debt Service  
 Committed for Capital Projects  
 Committed for Other Purposes

0	0	0	2,077,185	2,077,185
102,439	0	0	816,739	919,178
5,749	0	0	0	5,749
0	0	0	2,751,350	2,751,350
0	25,093,896	0	0	25,093,896
0	0	22,963,903	0	22,963,903
20,000	0	0	0	20,000

(Continued)

Exhibit C-1

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

FUND BALANCES (Cont.)

Assigned:

Assigned for General Government  
Assigned for Finance  
Assigned for Administration of Justice  
Assigned for Public Safety  
Assigned for Public Health and Welfare  
Assigned for Other Operations  
Unassigned

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	General Debt Service	General Capital Projects	Other		
Assigned for General Government	\$ 156,292	\$ 0	\$ 0	\$ 0	\$ 156,292	
Assigned for Finance	29,685	0	0	0	29,685	
Assigned for Administration of Justice	11,680	0	0	0	11,680	
Assigned for Public Safety	1,068,780	0	0	0	1,068,780	
Assigned for Public Health and Welfare	415,439	0	0	0	415,439	
Assigned for Other Operations	4,373	0	0	0	4,373	
Unassigned	25,683,631	0	0	0	25,683,631	
Total Fund Balances	<u>\$ 28,591,679</u>	<u>\$ 25,093,896</u>	<u>\$ 68,396,113</u>	<u>\$ 11,737,344</u>	<u>\$ 133,819,032</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 53,912,964</u>	<u>\$ 38,149,435</u>	<u>\$ 68,777,818</u>	<u>\$ 24,572,306</u>	<u>\$ 185,412,523</u>	

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

Exhibit C-2

Putnam 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)	\$ 133,819,032
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 15,074,914
Add: intangible assets	5,323,218
Add: construction in progress	40,069,852
Add: buildings and improvements net of accumulated depreciation	23,625,592
Add: infrastructure net of accumulated depreciation	24,949,105
Add: other capital assets net of accumulated depreciation	<u>13,040,399</u>
	122,083,080
(2) The internal service fund is used by management to charge the cost of liability and workers' compensation insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.	127,887
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: bonds payable	\$ (173,510,000)
Less: notes payable	(5,450,000)
Less: other loans payable	(467,556)
Add: debt to be contributed by the school department	467,556
Less: accrued interest on bonds	(1,210,316)
Less: accrued interest on notes	(27,117)
Less: unamortized premium on debt	(10,443,308)
Add: deferred amount on refunding	1,960,713
Less: landfill postclosure care costs	(654,310)
Less: compensated absences payable	(1,298,422)
Less: net pension liability	(2,954,209)
Less: net OPEB liability	<u>(1,301,447)</u>
	(194,888,416)
(4) 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	\$ 7,876,234
Less: deferred inflows of resources related to pensions	(336,013)
Add: deferred outflows of resources related to OPEB	246,929
Less: deferred inflows of resources related to OPEB	<u>(177,365)</u>
	7,609,785
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.	<u>4,080,989</u>
Net position of governmental activities (Exhibit A)	<u>\$ 72,832,357</u>

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

Exhibit C-3

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	General Debt Service	General Capital Projects	Other		
				Governmental Funds		
<b>Revenues</b>						
Local Taxes	\$ 24,659,732	\$ 30,099,308	\$ 375,089	\$ 8,390,226	\$ 63,524,355	
Licenses and Permits	622,124	0	0	0	622,124	
Fines, Forfeitures, and Penalties	437,693	0	0	103,673	541,366	
Charges for Current Services	6,599,631	0	0	2,423,197	9,022,828	
Other Local Revenues	5,454,126	2,090,939	87,537	1,413,607	9,046,209	
Fees Received From County Officials	4,743,240	0	0	0	4,743,240	
State of Tennessee	6,408,813	0	2,732,481	3,367,135	12,508,429	
Federal Government	796,875	0	543,750	980,375	2,321,000	
Other Governments and Citizens Groups	764,421	403,284	0	75,815	1,243,520	
<b>Total Revenues</b>	<b>\$ 50,486,655</b>	<b>\$ 32,593,531</b>	<b>\$ 3,738,857</b>	<b>\$ 16,754,028</b>	<b>\$ 103,573,071</b>	
<b>Expenditures</b>						
Current:						
General Government	\$ 6,477,068	\$ 0	\$ 9,459,295	\$ 106,259	\$ 16,042,622	
Finance	2,738,341	0	0	21	2,738,362	
Administration of Justice	3,720,680	0	0	387	3,721,067	
Public Safety	19,548,178	0	28,122,155	175,727	47,846,060	
Public Health and Welfare	9,671,045	0	0	6,110,324	15,781,369	
Social, Cultural, and Recreational Services	776,098	0	0	1,283,477	2,059,575	
Agriculture and Natural Resources	378,730	0	0	0	378,730	
Other Operations	1,927,319	0	0	1,008,982	2,936,301	
Highways	0	0	0	6,643,543	6,643,543	
Instruction	0	0	18,410,100	0	18,410,100	
Debt Service:						
Principal on Debt	0	13,196,456	0	0	13,196,456	
Interest on Debt	0	5,514,011	0	0	5,514,011	

(Continued)

Exhibit C-3

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General Service	General Debt Service	General Capital Projects	Other Govern- mental Funds	General	
		General	General	General	General	
<b>Expenditures (Cont.)</b>						
Debt Service (Cont.)						
Other Debt Service	\$ 0	\$ 426,527	\$ 0	\$ 0	\$ 426,527	
Total Expenditures	\$ 45,237,459	\$ 19,136,994	\$ 55,991,550	\$ 15,328,720	\$ 135,694,723	
Excess (Deficiency) of Revenues Over Expenditures	\$ 5,249,196	\$ 13,456,537	\$ (52,252,693)	\$ 1,425,308	\$ (32,121,652)	
<b>Other Financing Sources (Uses)</b>						
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 198,601	\$ 198,601	
Transfers In	\$ 2,000,000	\$ 0	\$ 11,587,312	\$ 0	\$ 13,587,312	
Transfers Out	\$ (612,312)	\$ (12,000,000)	\$ 0	\$ (975,000)	\$ (13,587,312)	
Total Other Financing Sources (Uses)	\$ 1,387,688	\$ (12,000,000)	\$ 11,587,312	\$ (776,399)	\$ 198,601	
Net Change in Fund Balances	\$ 6,636,884	\$ 1,456,537	\$ (40,665,381)	\$ 648,909	\$ (31,923,051)	
Fund Balance, July 1, 2022	\$ 21,954,795	\$ 23,637,359	\$ 109,061,494	\$ 11,088,435	\$ 165,742,083	
Fund Balance, June 30, 2023	\$ 28,591,679	\$ 25,093,896	\$ 68,396,113	\$ 11,737,344	\$ 133,819,032	

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

Exhibit C-4

Putnam 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)	\$ (31,923,051)
(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	\$ 37,943,417
Less: current-year depreciation expense	<u>(3,737,214)</u>
	34,206,203
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.	
Add: assets donated and capitalized	\$ 1,501,977
Less: book value of capital assets disposed	<u>(148,647)</u>
	1,353,330
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.	
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 4,080,989
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(1,702,312)</u>
	2,378,677
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Add: change in premium on debt issuances	\$ 1,130,591
Less: change in deferred amount on refunding	<u>(328,238)</u>
Add: principal payments on bonds	12,020,000
Add: principal payments on notes	780,000
Add: principal payments on other loans	396,456
Less: contributions from the school department for debt	<u>(396,456)</u>
	13,602,353
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Change in accrued interest payable	\$ 140,731
Change in landfill postclosure care costs	<u>(19,734)</u>
Change in compensated absences payable	<u>(246,994)</u>
Change in net pension liability/asset - agent plan	<u>(10,297,771)</u>
Change in deferred outflows related to pensions	53,382
Change in deferred inflows related to pensions	10,583,851
Change in net OPEB liability	<u>(23,099)</u>
Change in deferred outflows related to OPEB	<u>(37,133)</u>
Change in deferred inflows related to OPEB	<u>30,384</u>
	183,617
(6) The internal service fund is used by management to charge the cost of liability and workers' compensation insurance to individual funds. The net revenue of certain activities of the internal service fund is reported with governmental activities in the statement of activities.	<u>(200,637)</u>
Change in net position of governmental activities (Exhibit B)	\$ <u>19,600,492</u>

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

Exhibit C-5

Putnam County, Tennessee  
Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Fund  
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 24,659,732	\$ 0	\$ 0	\$ 24,659,732	\$ 23,883,623	\$ 23,883,623	\$ 776,109
Licenses and Permits	622,124	0	0	622,124	523,500	523,500	98,624
Fines, Forfeitures, and Penalties	437,693	0	0	437,693	373,800	373,800	63,893
Charges for Current Services	6,599,631	0	0	6,599,631	5,981,500	5,994,217	605,414
Other Local Revenues	5,454,126	0	0	5,454,126	1,623,000	1,731,623	3,722,503
Fees Received From County Officials	4,743,240	0	0	4,743,240	4,345,000	4,345,000	398,240
State of Tennessee	6,408,813	0	0	6,408,813	5,724,300	5,970,395	438,418
Federal Government	796,875	0	0	796,875	600,477	983,825	(186,950)
Other Governments and Citizens Groups	764,421	0	0	764,421	565,000	565,000	199,421
Total Revenues	\$ 50,486,655	\$ 0	\$ 0	\$ 50,486,655	\$ 43,620,200	\$ 44,370,983	\$ 6,115,672
<b>Expenditures</b>							
<b>General Government</b>							
County Commission	\$ 157,978	\$ (80)	\$ 0	\$ 157,898	\$ 164,300	\$ 173,082	\$ 15,184
Beer Board	646	0	0	646	1,940	1,986	1,340
County Mayor/Executive	524,479	(31)	1,242	525,690	401,304	530,731	5,041
County Attorney	222,932	0	0	222,932	167,000	237,000	14,068
Election Commission	1,049,154	(703)	9,500	1,057,951	644,206	1,192,469	134,518
Register of Deeds	410,862	0	28,106	438,968	276,239	442,523	3,555
Codes Compliance	199,083	0	0	199,083	169,950	221,662	22,579
County Buildings	3,457,803	(54,489)	117,444	3,520,758	2,953,039	3,647,041	126,283
Other Facilities	454,131	(2,363)	0	451,768	423,299	476,009	24,241
<b>Finance</b>							
Property Assessor's Office	161,346	(462)	0	160,884	156,934	183,963	23,079
County Trustee's Office	533,535	(1,557)	385	532,363	485,076	561,051	28,688
County Clerk's Office	1,237,664	(66)	0	1,237,598	935,566	1,291,269	53,671
Other Finance	805,796	(319)	29,300	834,777	734,600	906,442	71,665
<b>Administration of Justice</b>							
Circuit Court	1,579,277	(5,207)	9,965	1,584,035	1,321,618	1,677,290	93,255
General Sessions Court	543,115	0	0	543,115	456,967	546,693	3,578

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)					
					Original	Final						
<u>Expenditures (Cont.)</u>												
<u>Administration of Justice (Cont.)</u>												
Drug Court	\$ 277,843	\$ (1,255)	\$ 244	\$ 276,832	\$ 211,784	\$ 295,578	\$ 18,746					
Chancery Court	438,644	0	1,107	439,751	348,899	463,358	23,607					
Juvenile Court	293,080	(237)	0	292,843	223,300	303,610	10,767					
District Attorney General	247	0	0	247	0	247	0					
Judicial Commissioners	152,335	0	364	152,699	148,366	170,381	17,682					
Other Administration of Justice	42	0	0	42	0	42	0					
Probation Services	60,655	0	0	60,655	52,700	63,029	2,374					
Victim Assistance Programs	375,442	0	0	375,442	305,375	401,139	25,697					
<u>Public Safety</u>												
Sheriff's Department	9,197,728	(93,983)	203,720	9,307,465	7,311,487	9,429,473	122,008					
Jail	5,887,457	(164,833)	207,212	5,929,836	5,041,490	5,946,979	17,143					
Workhouse	184,137	(34,788)	34,113	183,462	143,606	184,916	1,454					
Juvenile Services	819,178	(1,423)	335	818,090	659,972	875,261	57,171					
Commissary	333,229	0	10,023	343,252	360,000	360,000	16,748					
Fire Prevention and Control	1,209,439	(25,336)	492,052	1,676,155	968,940	1,684,503	8,348					
Civil Defense	422,362	(3,883)	17,617	436,096	347,565	434,191	(1,905)					
Other Emergency Management	134,273	(6,016)	70	128,327	168,627	168,627	40,300					
County Coroner/Medical Examiner	194,902	(84,575)	103,638	213,965	254,900	261,648	47,683					
Other Public Safety	1,165,473	0	0	1,165,473	1,044,000	1,356,412	190,939					
<u>Public Health and Welfare</u>												
Local Health Center	259,300	(24,316)	26,141	261,125	394,953	302,711	41,586					
Ambulance/Emergency Medical Services	7,463,277	(558,711)	358,721	7,263,287	5,625,750	7,333,205	69,918					
Other Local Health Services	53,686	(11,206)	29,298	71,778	74,800	75,473	3,695					
General Welfare Assistance	5,000	0	0	5,000	5,000	5,000	0					
Aid to Dependent Children	0	0	0	0	8,000	8,000	8,000					
Other Public Health and Welfare	1,889,782	(1,270)	1,279	1,889,791	1,527,400	2,027,224	137,433					
<u>Social, Cultural, and Recreational Services</u>												
Senior Citizens Assistance	84,170	0	0	84,170	84,170	84,170	0					
Libraries	674,852	0	0	674,852	674,852	674,852	0					

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	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	\$ 5,076	\$ 0	\$ 0	\$ 5,076	\$ 5,354	\$ 5,354	278					
Other Social, Cultural, and Recreational	12,000	0	0	12,000	12,000	12,000	0					
<u>Agriculture and Natural Resources</u>												
Agricultural Extension Service	271,247	0	0	271,247	280,550	300,811	29,564					
Forest Service	1,500	0	0	1,500	1,500	1,500	0					
Soil Conservation	105,983	0	0	105,983	75,100	110,687	4,704					
<u>Other Operations</u>												
Airport	35,000	0	0	35,000	35,000	35,000	0					
Veterans' Services	112,226	0	0	112,226	112,123	126,331	14,105					
Contributions to Other Agencies	428,326	0	0	428,326	280,258	304,058	(124,268)					
Employee Benefits	6,016	0	0	6,016	9,851,000	1,581,189	1,575,173					
Miscellaneous	1,345,751	(6,188)	4,373	1,343,936	2,121,165	2,257,442	913,506					
Total Expenditures	\$ 45,237,459	\$ (1,083,297)	\$ 1,686,249	\$ 45,840,411	\$ 48,002,024	\$ 49,733,612	\$ 3,893,201					
Excess (Deficiency) of Revenues Over Expenditures	\$ 5,249,196	\$ 1,083,297	\$ (1,686,249)	\$ 4,646,244	\$ (4,381,824)	\$ (5,362,629)	\$ 10,008,873					
<u>Other Financing Sources (Uses)</u>												
Transfers In	\$ 2,000,000	\$ 0	\$ 0	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	0					
Transfers Out	(612,312)	0	0	(612,312)	0	(650,701)	38,389					
Total Other Financing Sources	\$ 1,387,688	\$ 0	\$ 0	\$ 1,387,688	\$ 2,000,000	\$ 1,349,299	\$ 38,389					
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 6,636,884	\$ 1,083,297	\$ (1,686,249)	\$ 6,033,932	\$ (2,381,824)	\$ (4,013,330)	\$ 10,047,262					
Fund Balance, June 30, 2023	21,954,795	(1,083,297)	0	20,871,498	19,015,337	19,015,337	1,856,161					
Fund Balance, June 30, 2023	\$ 28,591,679	\$ 0	\$ (1,686,249)	\$ 26,905,430	\$ 16,633,513	\$ 15,002,007	\$ 11,903,423					

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

Exhibit D-1

Putnam County, Tennessee  
Statement of Net Position  
Proprietary Fund  
June 30, 2023

Governmental
Activities -
Internal Service
Fund
Self-
Insurance
Fund

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ASSETS

Current Assets:

Equity in Pooled Cash and Investments	\$ 953,080
Total Assets	\$ 953,080

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LIABILITIES

Current Liabilities:

Claims and Judgments Payable	\$ 825,193
Total Liabilities	\$ 825,193

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NET POSITION

Unrestricted	\$ 127,887
Total Net Position	\$ 127,887

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

Exhibit D-2

Putnam County, Tennessee  
Statement of Revenues, Expenses, and  
Changes in Net Position  
Proprietary Fund  
For the Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund	Self- Insurance Fund
<b><u>Operating Revenues</u></b>		
Self-Insurance Premiums/Contributions	\$ 1,723,200	
Total Operating Revenues	<u>\$ 1,723,200</u>	
<b><u>Operating Expenses</u></b>		
General Government	\$ 73,899	
Finance	3,091	
Public Safety	119,458	
Public Health and Welfare	116,321	
Social, Cultural, and Recreational	6,733	
Other Operations	562,161	
Highways	351,590	
Education - Support Services	696,717	
Total Operating Expenses	<u>\$ 1,929,970</u>	
Operating Income (Loss)	<u>\$ (206,770)</u>	
<b><u>Nonoperating Revenues (Expenses)</u></b>		
Investment Income	\$ 6,133	
Total Nonoperating Revenue	<u>\$ 6,133</u>	
Change in Net Position	\$ (200,637)	
Net Position, July 1, 2022	<u>328,524</u>	
Net Position, June 30, 2023	<u>\$ 127,887</u>	

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

Exhibit D-3

Putnam County, Tennessee  
Statement of Cash Flows  
Proprietary Fund  
For the Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund	Self- Insurance Fund
<b><u>Cash Flows from Operating Activities</u></b>		
Receipts for Self-insurance Premiums	\$ 1,723,200	
Payments for Administrative Costs and Premiums	(1,034,912)	
Payments for Claims and Settlements	(787,454)	
Payments for Legal Costs	(123,739)	
Net Cash Provided By (Used In) Operating Activities	<u>\$ (222,905)</u>	
<b><u>Cash Flows from Investing Activities</u></b>		
Interest on Investments	\$ 6,133	
Net Cash Provided By (Used In) Investing Activities	<u>\$ 6,133</u>	
Net Increase (Decrease) in Cash	\$ (216,772)	
Cash, July 1, 2022	<u>1,169,852</u>	
Cash, June 30, 2023	<u>\$ 953,080</u>	
<b><u>Reconciliation of Net Operating Income to Net Cash Provided By (Used In) Operating Activities</u></b>		
Operating Income (Loss)	\$ (206,770)	
Adjustments to Reconcile Net Operating Income to Net Cash Provided By (Used In) Operating Activities:		
Change in Assets and Liabilities:		
Increase (Decrease) in Claims and Judgments Payable	<u>(16,135)</u>	
Net Cash Provided By (Used In) Operating Activities	<u>\$ (222,905)</u>	

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

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

	<u>Custodial Funds</u>
<b><u>ASSETS</u></b>	
Cash	\$ 5,704,011
Equity in Pooled Cash and Investments	334,500
Accounts Receivable	104
Due from Other Governments	4,071,059
Total Assets	<u>\$ 10,109,674</u>
<b><u>LIABILITIES</u></b>	
Accounts Payable	\$ 38
Due to Other Taxing Units	4,060,498
Total Liabilities	<u>\$ 4,060,536</u>
<b><u>NET POSITION</u></b>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 6,049,138</u>
Total Net Position	<u>\$ 6,049,138</u>

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

Putnam 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	\$ 23,223,907
Fines/Fees and Other Collections	38,576,050
Drug Task Force Collections	819
District Attorney General Collections	14,989
Contributions	144,850
Tornado Relief Donations	133
Total Additions	<u>\$ 61,960,748</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections to Other Governments	\$ 23,223,907
Payments to State	10,876,297
Payments to Cities, Individuals, and Others	27,892,785
Payment of Regional Planning Office Expenses	105,267
Payment of Drug Task Force Expenses	318
Payment of District Attorney General Expenses	25,065
Total Deductions	<u>\$ 62,123,639</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (162,891)
Net Position, July 1, 2022	<u>6,212,029</u>
Net Position, June 30, 2023	<u><u>\$ 6,049,138</u></u>

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

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## PUTNAM COUNTY, TENNESSEE

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Putnam 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 Putnam County:

**A. Reporting Entity**

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

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

The Putnam County School Department operates the public school system in the county, and the voters of Putnam County elect its board. The school department is fiscally dependent on the county because it may not issue debt without county approval, 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 Putnam County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Putnam County, and the Putnam County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Putnam County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Putnam County Emergency  
Communications District  
700 County Service Drive  
Cookeville, TN 38501

**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 the government-wide financial statements. However, the primary government of Putnam 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 Putnam 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.

Putnam County issues all debt for the discretely presented Putnam 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, the proprietary fund (internal service), and fiduciary funds. The internal service fund is reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

Fund financial statements of Putnam 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 inflows 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. Putnam County reports one proprietary fund, an internal service fund. It has no enterprise funds to report.

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

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

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

Putnam 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.

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

**General Capital Projects Fund** – This fund is used to account for and report financial resources for the construction and renovation of various county buildings and the purchase of capital assets.

Additionally, Putnam County reports the following fund types:

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

**Internal Service Fund** – The Self-Insurance Fund accounts for the self-insured general liability, automobile liability, property, casualty, and workers' compensation programs managed by the county for the primary government and the discretely presented Putnam County School Department.

**Custodial Funds** – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Putnam County, state grants and other restricted revenues held for the benefit of the regional planning office, Judicial District Drug Task Force, Office of District Attorney General, and tornado relief donations.

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

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

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

**Central Cafeteria Fund** – This special revenue fund is used to account for the cafeteria operations in each of the schools. Grant funds and collections from food sales are the foundational revenues of this fund.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an internal service fund, to account for the operations of the county's self-insurance program. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service fund are self-insurance

premiums/contributions. Operating expenses for the internal service fund include insurance, legal fees, and claims.

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

**1. Deposits and Investments**

For purposes of the Statement of Cash Flows, cash includes cash with the county trustee.

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; the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all Putnam County funds and the Putnam 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. Putnam 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. Putnam County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

## **2. Receivables and Payables**

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

All ambulance service, solid waste collections, and property taxes receivable are shown with an allowance for uncollectibles. Ambulance and solid waste receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to .8 percent of total taxes levied.

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

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court

for collection are not included in taxes receivable since they are neither measurable nor available.

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

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

Most payables are disaggregated on the face of the financial statements. Claims and judgments payable totaling \$825,193 are discussed in Note V.A. Risk Management.

### **3. Inventories**

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

### **4. Restricted Assets**

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Putnam 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 Putnam County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Putnam County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

## 5. Capital Assets

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

Capital assets, which include property, plant, equipment, 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 primary government as assets with an initial, individual cost of \$15,000 (infrastructure \$35,000) or more and an estimated useful life of more than one year. Capital assets are defined by the discretely presented Putnam County School Department as assets with an initial, individual cost of \$10,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
<u>Primary Government</u>	
Buildings and Improvements	50
Infrastructure:	
Roads	40
Bridges	40
Other Capital Assets	5 - 25
<u>School Department</u>	
Buildings and Improvements	40
Other Capital Assets	15

## 6. Deferred Outflows/Inflows of Resources

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

and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for a deferred charge on refunding; pension and OPEB changes in experience, assumptions, and proportionate share; employer contributions made to the pension and OPEB plans after the measurement date; and pension changes in investment earnings. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are from the following sources: current and delinquent property taxes, deferred lease receivable, pension and OPEB changes in experience and proportionate share, OPEB changes in assumptions, and various receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

## 7. Compensated Absences

### Primary Government

Generally, the policies of the various departments of Putnam County allow for the accumulation of vacation beyond year-end of up to ten days. Sick leave is granted at a rate of one day per month. Employees of the county do not have a limit on the number of sick days that can be accumulated. Upon termination of employment for any purpose other than retirement, all unused sick leave will be forfeited. Upon retirement, employees have the option of applying accumulated sick leave toward retirement in the Tennessee Consolidated Retirement System or receiving a lump sum payment of \$50 per day for all days accumulated up to the limits established by the county commission, based upon years of service. Since the payment of sick leave is at the option of employees as they retire, the amount cannot be reasonably estimated. Accrued leave on the government-wide statements for the primary government includes accumulated vacation and compensatory time.

## **Discretely Presented Putnam County School Department**

The general policy of the school department does not allow for the accumulation of vacation days beyond year-end with the exception of support staff who earn 12 to 18 days of vacation per year based upon year of service and can accumulate up to 30 days accrued leave. Support employees also earn compensatory time at a rate of one and one-half hours per additional hour worked. Compensatory time can be accrued to a maximum of 240 hours. All professional personnel (teachers) of the school department are allowed to accumulate unlimited sick leave days. The granting of sick leave has no guaranteed payment attached unless the employee has accumulated over 200 sick days upon retirement. Retirees with over 200 accrued sick days will be compensated \$50 per day for sick days in excess of 200 days. Vacation, compensatory, and sick pay is accrued when incurred in the government-wide financial statements for the discretely presented school department. A liability for vacation, compensatory, and sick pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

### **8. Long-term Debt and Long-term Obligations**

In the government-wide financial statements, 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, other postemployment benefits, net pension liabilities, and landfill postclosure care costs, are

recognized to the extent that the liabilities have matured (come due for payment) each period.

## **9. Net Position and Fund Balance**

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

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

As of June 30, 2023, Putnam County had \$114,728,056 in outstanding debt for capital purposes for the Putnam County School Department. This debt is a liability of Putnam County, but the capital assets acquired are reported in the financial statements of the Putnam County School Department. Therefore, Putnam 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/Finance Committee to make assignments for the general government. The Board of Education makes assignments for the school department.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and 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 Putnam County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Putnam 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 Putnam 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 has been determined on the same basis as they are reported by Putnam County. For this purpose, Putnam County recognizes benefit payments when due and payable in accordance with benefit terms. Putnam County's OPEB plan is not administered through a trust.

##### **Discretely Presented Putnam 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 Putnam 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 Putnam County School Department**

Exhibit J-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 Putnam County School Department**

Exhibit J-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 or 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, Board of Equalization, County Mayor, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

At June 30, 2023, Putnam County and the Putnam County School Department reported the following encumbrances:

Funds	Amount
<b>Primary Government:</b>	
<b>Major Funds:</b>	
General	\$ 1,686,249
General Capital Projects	47,745,140
<b>Nonmajor Funds:</b>	
Solid Waste/Sanitation	42,103
Drug Control	47,003
Sports and Recreation	22,129
<b>School Department:</b>	
<b>Major Funds:</b>	
General Purpose School	3,667,583
School Federal Projects	3,568,719
Central Cafeteria	110,252
<b>Nonmajor Fund:</b>	
Extended School Program	256

**B. Expenditures Exceeded Appropriations**

Expenditures exceeded appropriations approved by the county commission in the Public Safety - Civil Defense and Other Operations - Contributions to Other Agencies major appropriations categories (the legal level of control) of the General Fund by \$1,905 and \$124,268, respectively. Expenditures that exceed appropriations are a violation of state statutes. These expenditures exceeding appropriations were funded by greater than anticipated revenues.

**IV. DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

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

**Investment Balances.** As of June 30, 2023, Putnam County had the following investments carried at amortized cost using a Stable Net Asset Value and fair value within the fair value hierarchy established by generally accepted accounting principles. Except for the investment in U.S. Treasury Bills and Notes, investments were in the State Treasurer's Investment Pool. Separate disclosures concerning pooled investments cannot be made for Putnam County and the discretely presented Putnam County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Fair Value or Amortized Cost
Investments at Amortized Cost:		
State Treasurer's Investment Pool	1 to 46 days	\$ 29,078,463
Investments at Fair Value:		
U.S. Treasury Bills	N/A	39,998,545
U.S. Treasury Notes	N/A	<u>45,984,231</u>
Total		<u>\$ 115,061,239</u>

Investment by Fair Value Level	Fair Value 6-30-23	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury Bills	\$ 39,998,545	\$ 39,998,545	\$ 0	0
U.S. Treasury Notes	<u>45,984,231</u>	48,984,231	0	0
Total	<u>\$ 85,982,776</u>	<u>\$ 88,982,776</u>	<u>\$ 0</u>	<u>0</u>

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Putnam County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The county reported negative investment income at June 30, 2023, related to these investments; however, the county is expecting to receive the face value of the investments if held until maturity which is the county's intent.

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

**Concentration of Credit Risk.** Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Putnam County places no limit on the amount the county may invest in one issuer. More than five percent of the county's investments are in U.S. Treasury Bills and Notes. These investments are 74.73 percent of the county's total investments.

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

### **TCRS Stabilization Trust**

**Legal Provisions.** The Putnam 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 Putnam 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 Putnam County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 388,152
Developed Market International Equity	N/A	N/A	175,294
Emerging Market International Equity	N/A	N/A	50,084
U.S. Fixed Income	N/A	N/A	250,420
Real Estate	N/A	N/A	125,210
Short-term Securities	N/A	N/A	12,521
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>250,420</u>
Total			<u>\$ 1,252,101</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. Lease Receivable

On July 1, 2008, Putnam County began leasing the Vocational Rehabilitation Center to the State of Tennessee for a period of ten years and renewed the lease in writing on July 1, 2018, for an additional ten years at 0% interest. The state of Tennessee will pay the county \$177,497 per year for the lease. After a 20-day notice of the breach of the terms of the lease, the state of Tennessee may terminate the lease if the lessor fails to fulfill the terms of the lease. Putnam County recognized \$177,497 in lease revenue during the current fiscal year related to this lease. As of June 30, 2023, the lease receivable balance was \$887,484.

The future receipts of the lease receivable include:

Year Ending June 30	Vocational Rehabilitation Center		
	Principal	Interest	Total
2024	\$ 177,497	\$ 0	\$ 177,497
2025	177,497	0	177,497
2026	177,497	0	177,497
2027	177,497	0	177,497
2028	177,496	0	177,496
Total	\$ 887,484	\$ 0	\$ 887,484

## C. Capital Assets

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

### Primary Government

#### **Governmental Activities:**

	Balance 7-1-22	Increases	Decreases	Reclassification	Balance 6-30-23
<b>Capital Assets Not Depreciated:</b>					
Land	\$ 14,079,961	\$ 994,953	\$ 0	\$ 0	\$ 15,074,914
Intangible Assets- Indefinite Life	4,887,788	435,430	0	0	5,323,218
Construction in Progress	7,457,545	32,867,629	(255,322)	0	40,069,852
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 26,425,294</b>	<b>\$ 34,298,012</b>	<b>\$ (255,322)</b>	<b>\$ 0</b>	<b>\$ 60,467,984</b>
<b>Capital Assets Depreciated:</b>					
Buildings and					
Improvements	\$ 33,787,455	\$ 1,751,131	\$ 0	\$ 0	\$ 35,538,586
Infrastructure	58,143,481	1,666,783	0	(1,848,346)	57,961,918
Other Capital Assets	24,343,036	1,984,790	(735,292)	1,848,346	27,440,880
<b>Total Capital Assets Depreciated</b>	<b>\$ 116,273,972</b>	<b>\$ 5,402,704</b>	<b>\$ (735,292)</b>	<b>\$ 0</b>	<b>\$ 120,941,384</b>
<b>Less Accumulated Depreciation For:</b>					
Buildings and					
Improvements	\$ 11,309,996	\$ 602,998	\$ 0	\$ 0	\$ 11,912,994
Infrastructure	31,803,941	1,208,872	0	0	33,012,813
Other Capital Assets	13,061,782	1,925,344	(586,645)	0	14,400,481
<b>Total Accumulated Depreciation</b>	<b>\$ 56,175,719</b>	<b>\$ 3,737,214</b>	<b>\$ (586,645)</b>	<b>\$ 0</b>	<b>\$ 59,326,288</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 60,098,253</b>	<b>\$ 1,665,490</b>	<b>\$ (148,647)</b>	<b>\$ 0</b>	<b>\$ 61,615,096</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 86,523,547</b>	<b>\$ 35,963,502</b>	<b>\$ (403,969)</b>	<b>\$ 0</b>	<b>\$ 122,083,080</b>

During the year, Putnam County reclassified equipment of \$1,848,346 from infrastructure category to the Other Capital Assets category to better describe the assets.

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

**Governmental Activities:**

General Government	\$ 228,190
Finance	9,658
Administration of Justice	175,935
Public Safety	785,395
Public Health and Welfare	980,869
Social, Cultural, and Recreational Services	100,378
Agriculture and Natural Resources	5,033
Highways/Public Works	<u>1,451,756</u>
 Total Depreciation Expense - Governmental Activities	<u>\$ 3,737,214</u>

**Net Investment in Capital Assets**

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Capital Assets (both tangible and intangible)	\$ 122,083,080
Add:	
Outstanding debt for school purposes	114,728,056
Unamortized premiums for school purposes	6,289,053
Unamortized balance of capital-related deferred outflows of resources	1,960,713
Less:	
Outstanding principal of capital debt and other capital borrowings	(179,427,556)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(10,443,308)</u>
 Net Investment in Capital Assets	<u>\$ 55,190,038</u>

## **Discretely Presented Putnam County School Department**

### **Governmental Activities:**

	Balance 7-1-22	Increases	Balance 6-30-23
<b>Capital Assets Not Depreciated:</b>			
Land	\$ 5,769,995	\$ 0	\$ 5,769,995
Construction in Progress	<u>1,825,056</u>	<u>22,197,241</u>	<u>24,022,297</u>
Total Capital Assets Not Depreciated	<u>\$ 7,595,051</u>	<u>\$ 22,197,241</u>	<u>\$ 29,792,292</u>
<b>Capital Assets Depreciated:</b>			
Buildings and Improvements	\$ 205,913,020	\$ 0	\$ 205,913,020
Other Capital Assets	<u>11,743,442</u>	<u>1,854,238</u>	<u>13,597,680</u>
Total Capital Assets Depreciated	<u>\$ 217,656,462</u>	<u>\$ 1,854,238</u>	<u>\$ 219,510,700</u>
<b>Less Accumulated Depreciation For:</b>			
Buildings and Improvements	\$ 62,609,296	\$ 3,695,442	\$ 66,304,738
Other Capital Assets	<u>7,101,323</u>	<u>567,814</u>	<u>7,669,137</u>
Total Accumulated Depreciation	<u>\$ 69,710,619</u>	<u>\$ 4,263,256</u>	<u>\$ 73,973,875</u>
Total Capital Assets Depreciated, Net	<u>\$ 147,945,843</u>	<u>\$ (2,409,018)</u>	<u>\$ 145,536,825</u>
<b>Governmental Activities</b>			
Capital Assets, Net	<u>\$ 155,540,894</u>	<u>\$ 19,788,223</u>	<u>\$ 175,329,117</u>

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

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

### **Governmental Activities:**

Instruction	\$ 3,769,057
Support Services	464,763
Operation on Non-instructional Services	<u>29,436</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 4,263,256</u>

**D. Construction Commitments**

At June 30, 2023, the county had uncompleted construction contracts of approximately \$18,084,828 for a jail expansion, \$2,930,642 for a fairgrounds/expo center project. Funding has been received for these future expenditures.

At June 30, 2023, the discretely presented Putnam County School Department had construction in progress and construction commitments of approximately \$27,930,222 for expenditures for a new elementary school. These expenditures are being paid from the primary government's General Capital Projects Fund. General Obligation Bonds of \$42,295,000 have been issued for these future expenditures; however, the funding is expected to be approximately \$4,000,000 less than the project costs. The remaining projected costs will be paid from the discretely presented General Purpose School Fund's fund balance. The school department also had construction in progress of approximately \$1,903,733 for a school expansion project and \$1,442,826 for a school roof project. Funding for these future expenditures is expected to be received from federal grants.

**E. Interfund Receivables, Payables, and Transfers**

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

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
<b>Primary Government:</b>		
General	Nonmajor governmental	\$ 3,350
General Capital Projects	General	378,000

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

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

Receivable	Payable	Amount
<b>Component Unit:</b>		
Primary Government	School Department	\$ 467,556

The Due to Primary Government of \$467,556 is the balance of other loans issued by the county for the school department. The school department has agreed to contribute the funds annually to retire the other loans. These long-term obligations are reflected in governmental activities on the Statement of Net Position.

### **Interfund Transfers:**

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

#### **Primary Government**

Transfers Out	Transfers In		
	General Fund	General Capital Projects Fund	Purpose
General Fund	\$ 0	\$ 612,312	Capital projects
Other General Government Fund	0	975,000	Capital projects
General Debt Service Fund	2,000,000	0	Excess sales tax
"	0	10,000,000	Capital projects
<b>Total</b>	<b>\$ 2,000,000</b>	<b>\$ 11,587,312</b>	

#### **Discretely Presented Putnam County School Department**

Transfers Out	Transfers In	
	General Purpose Fund	School Purpose
School Federal Projects Fund	\$ 194,000	Indirect costs
"	329,821	Salary stipends
Central Cafeteria Fund	<u>761,789</u>	Reimbursement
<b>Total</b>	<b>\$ 1,285,610</b>	

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

### **F. Long-term Debt**

#### **Primary Government**

##### **General Obligation Bonds, Notes, and Other Loans**

**General Obligation Bonds** – Putnam County issues general obligation bonds 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. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 26 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements - Putnam County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of 11 years for notes and six years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and other loans included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes, and 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
General Obligation Bonds	1.75 to 5 %	4-1-47	\$ 92,175,000	\$ 90,175,000
General Obligation Bonds - Refunding	1 to 5	6-30-33	111,900,000	83,335,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	1.54 to 2.189	4-1-30	7,550,000	5,450,000
Other Loans	1	8-1-24	2,347,584	467,556

The annual requirements to amortize all general obligation bonds and other loans outstanding at June 30, 2023, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 11,630,000	\$ 4,841,258	\$ 16,471,258
2025	13,600,000	4,363,509	17,963,509
2026	14,195,000	3,819,683	18,014,683
2027	14,260,000	3,293,084	17,553,084
2028-2032	50,500,000	10,795,225	61,295,225
2033-2037	24,165,000	6,058,139	30,223,139
2038-2042	21,410,000	3,936,095	25,346,095
2043-2047	23,750,000	1,590,745	25,340,745

Total	\$ 173,510,000	\$ 38,697,738	\$ 212,207,738
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Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2024	\$ 2,215,000	\$ 108,468	\$ 2,323,468
2025	540,000	70,847	610,847
2026	540,000	59,020	599,020
2027	540,000	47,195	587,195
2028-2030	1,615,000	70,659	1,685,659

Total	\$ 5,450,000	\$ 356,189	\$ 5,806,189
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Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2024	\$ 400,440	\$ 2,844	\$ 403,284
2025	67,116	87	67,203
Total	\$ 467,556	\$ 2,931	\$ 470,487

There is \$25,093,896 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$2,173, based on the 2020 federal census. Total debt per capita, including bonds, capital outlay notes, other loans, and unamortized debt premiums, totaled \$2,378, based on the 2020 federal census.

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

Description of Indebtedness	Outstanding 6-30-23
-----------------------------	------------------------

<u>Other Loans - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
Energy Efficient Schools Initiative Loan	<u>\$ 467,556</u>

Changes in Long-term Debt

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

Governmental Activities:	Bonds	Notes - Direct	Other Loans - Direct Placement
Balance, July 1, 2022	\$ 185,530,000	\$ 6,230,000	\$ 864,012
Reductions	(12,020,000)	(780,000)	(396,456)
Balance, June 30, 2023	<u>\$ 173,510,000</u>	<u>\$ 5,450,000</u>	<u>\$ 467,556</u>
Balance Due Within One Year	\$ 11,630,000	\$ 2,215,000	\$ 400,440

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2023	\$ 179,427,556
Less: Balance Due Within One Year - Debt	(14,245,440)
Add: Unamortized Premium on Debt	<u>10,443,308</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 175,625,424</u>

**G. Long-term Obligations**

**Changes in Long-term Obligations**

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

**Governmental Activities:**

	Net Pension Liability Agent Plan *	Other Postemployment Benefits	Landfill Postclosure Care Costs
Balance, July 1, 2022	\$ (7,343,562)	\$ 1,278,348	\$ 634,576
Additions	13,434,585	90,961	44,515
Reductions	(3,136,815)	(67,862)	(24,781)
Balance, June 30, 2023	<u>\$ 2,954,209</u>	<u>\$ 1,301,447</u>	<u>\$ 654,310</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 64,141</u>

\* At July 1, 2022, the agent plan had a net pension asset.

	Compensated Absences
Balance, July 1, 2022	\$ 1,051,428
Additions	1,668,953
Reductions	(1,421,959)
Balance, June 30, 2023	<u>\$ 1,298,422</u>
Balance Due Within One Year	<u>\$ 834,006</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 6,208,388
Less: Balance Due Within One Year - Other	<u>(898,147)</u>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 5,310,241</u>
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Compensated absences, pensions, and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

## **Discretely Presented Putnam County School Department**

### **Changes in Long-term Obligations**

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

#### **Governmental Activities:**

	Net Pension Liability Agent Plan *	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2022	\$ (4,301,795)	\$ 399,350	\$ 10,802,783
Additions	7,784,331	344,208	884,122
Reductions	(1,780,781)	(310,140)	(1,891,692)
Balance, June 30, 2023	<u>\$ 1,701,754</u>	<u>\$ 433,418</u>	<u>\$ 9,795,213</u>
Balance Due Within One Year	<u>\$ 0</u>	<u>\$ 310,140</u>	<u>\$ 0</u>

\* At July 1, 2022, the agent plan had a net pension asset.

Analysis of Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 11,930,385
Less: Balance Due Within One Year - Other	<u>(310,140)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 11,620,245</u>

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

## **H. On-Behalf Payments**

### **Discretely Presented Putnam County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Putnam County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Teacher Group Insurance Plan for the year ended June 30, 2023, were \$171,685. 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**

Putnam County provides health insurance coverage to its employees through commercial insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

The discretely presented Putnam 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.

Putnam County's and the discretely presented Putnam County School Department's risks of loss relating to general liability, automobile liability, property, casualty, and workers' compensation are covered through a self-insurance program and by the purchase of commercial insurance to cover losses exceeding certain limits. The county is self-insured for individual property losses up to \$50,000. The county carries excess commercial coverage on buildings and contents totaling \$376,976,610. The county is self-insured up to the state tort liability limits of \$300,000 per person, \$700,000 per occurrence for bodily injury, and \$100,000 for property damage. The county carries commercial liability insurance coverage for losses up to \$5,000,000 with a \$350,000 deductible. Putnam County maintains the Self-Insurance Fund, an internal service fund, to account for transactions pertaining to the county's self-insured group liability and property plan. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been incurred but not reported. Claims liabilities include specific, incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

	<b>Liability at Beginning of Year</b>	<b>Current Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Liability at End of Year</b>
2021-2022	\$ 904,289	\$ 705,983	\$ (768,944)	\$ 841,328
2022-2023	841,328	771,319	(787,454)	825,193

## **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.

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

**D. Change in Administration**

John Sanders was elected Register of Deeds and assumed the duties of the office on November 17, 2022.

**E. Landfill Postclosure Care Costs**

Putnam 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. Putnam County closed its sanitary landfill in 2000. The \$654,310 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 Upper Cumberland Regional Airport was established as a joint venture between Putnam County, White County, the city of Cookeville, and the city of Sparta. The airport operates the regional airport for the two-county area. The five-member board of the airport includes one member appointed by each of the four participating governments with the fifth member of the board being the chief executive officer of one of the participating governments. This fifth board position serves a one-year term and rotates among the four participating governments in a prescribed order. Each participant retains a 25 percent ownership in the airport. Putnam County contributed \$35,000 to the Upper Cumberland Regional Airport for the year ended June 30, 2023.

The Thirteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Thirteenth Judicial District, Clay, Cumberland, Putnam, Overton, Pickett, Putnam, and White counties, and participating municipalities in the district. 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 the Board of Directors, including the district attorney general, sheriff, and police chief of the participating law

enforcement agencies within each judicial district. Putnam County did not make appropriations to the DTF for the year ended June 30, 2023.

The Putnam County Joint Economic and Community Development Board is a joint venture between Putnam County, the Putnam County Chamber of Commerce, and the various cities within the county. The board is comprised of the county mayor, mayors of the various cities within the county, chamber of commerce members, and several additional 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. The Chamber of Commerce will provide the funding for the board. Putnam County did not make appropriations to the Joint Economic and Community Development Board for the year ended June 30, 2023.

The Tennessee Central Heritage Rail Trail Authority is operated through an interlocal agreement between Putnam County and the cities of Algood and Cookeville. The agreement created a ten-member board to construct and manage a rail trail on the right-of-way owned by the Nashville Eastern Railroad Authority. The county and cities will each appoint two members, the ninth member will be appointed by the Putnam County Chamber of Commerce, and the tenth member will be appointed by the Upper Cumberland Heritage Association. The county and cities will each approve the budget of the authority. Putnam County contributed \$6,400 to the Rail Trail Authority for the year ended June 30, 2023.

Putnam County entered into an interlocal agreement with the cities of Monterey and Sparta to provide planning services for the area that were formerly provided by the Regional Planning Offices operated by the State of Tennessee. The Planning Services Executive Committee is comprised of each of the county/city mayors for the participating entities. The county and each city agreed to an annual contribution for planning services to be administered by the Putnam County Mayor in accordance with a budget approved by the Executive Committee. Putnam County contributed \$103,925 for planning services for the year ended June 30, 2023.

The Putnam County Library is a joint venture between Putnam County and the city of Cookeville to provide library services. The board is comprised of four members appointed by the county and three members appointed by the city. The county and the city will each provide the funding for the board. Putnam County contributed \$674,852 to the Putnam County Library for the year ended June 30, 2023.

On April 3, 2020, Putnam County entered into a Memorandum of Understanding with the city of Cookeville to administer donations to victims of the March 3, 2020, tornado. The city of Cookeville and Putnam County established a coordinating committee to oversee the distribution of the donations to victims, and Putnam County administered the disbursement of funds in accordance with the committee's recommendations. The committee

agreed to dissolve at the August 2021 meeting with donations of \$7,315 remaining on deposit with the county trustee.

Putnam County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Upper Cumberland Regional Airport, Thirteenth Judicial District Drug Task Force, Putnam County Joint Economic and Community Development Board, the Tennessee Central Heritage Rail Trail Authority, Planning Services, the Putnam County Library, and the Cookeville-Putnam County Tornado Relief Fund can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Upper Cumberland Regional Airport  
700 Airport Road  
Sparta, TN 38583

Office of District Attorney General  
Judicial District Drug Task Force  
1289 S. Walnut Avenue  
Cookeville, TN 38501

Putnam County Joint Economic and Community Development Board  
Putnam County Chamber of Commerce  
One West First Street  
Cookeville, TN 38501

Tennessee Central Heritage Rail Trail Authority  
45 East Broad  
Cookeville, TN 38501

Planning Services  
c/o Putnam County Mayor  
300 East Spring Street, Room 8  
Cookeville, TN 38501

Putnam County Library  
50 East Broad Street  
Cookeville, TN 38501

Cookeville-Putnam County Tornado Relief Fund  
c/o Putnam County Mayor  
300 East Spring Street, Room 8  
Cookeville, TN 38501

## **G. Jointly Governed Organization**

The Nashville and Eastern Railroad Authority is governed by a board of directors representing Putnam, Davidson, Smith, and Wilson counties. The board of directors comprises the mayor/county executive of each county and one member selected by the governing body of each county; however, the counties do not have any ongoing financial interest or responsibility for the entity.

## **H. Retirement Commitments**

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

#### **Primary Government**

##### **General Information About the Pension Plan**

*Plan Description.* Employees of Putnam County and non-certified employees of the discretely presented Putnam 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 63.45 percent, the non-certified employees of the discretely presented school department comprise 36.55 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	641
Inactive Employees Entitled to But Not Yet Receiving Benefits	1,467
Active Employees	<u>1,090</u>
 Total	 <u>3,198</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. Putnam County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2023, the employer contribution for Putnam County was \$3,282,924 based on a rate of 7.52 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Putnam 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)**

Putnam 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	Long-term Expected Real Rate of Return	Percentage Allocations	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
<b>Total</b>		<b>100</b>	<b>%</b>

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 Putnam 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	\$ 136,597,016	\$ 148,242,373	\$ (11,645,357)
Changes for the Year:			
Service Cost	\$ 3,626,741	\$ 0	\$ 3,626,741
Interest	9,285,602	0	9,285,602
Differences Between Expected and Actual Experience	2,492,311	0	2,492,311
Contributions-Employer	0	2,924,414	(2,924,414)
Contributions-Employees	0	1,947,765	(1,947,765)
Net Investment Income	0	(5,660,580)	5,660,580
Benefit Payments, Including Refunds of Employee Contributions	(5,318,575)	(5,318,575)	0
Administrative Expense	0	(108,265)	108,265
Net Changes	\$ 10,086,079	\$ (6,215,241)	\$ 16,301,320
Balance, June 30, 2022	\$ 146,683,095	\$ 142,027,132	\$ 4,655,963

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

			Plan	Net
	Total	Pension	Fiduciary	Pension
	Pension	Liability	Net	Liability
Primary Government	63.45%	\$ 93,070,424	\$ 90,116,215	\$ 2,954,209
School Department	36.55%	53,612,671	51,910,917	1,701,754
Total		\$ 146,683,095	\$ 142,027,132	\$ 4,655,963

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

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

Net Pension Liability (Asset) \$ 25,550,046 \$ 4,655,963 \$ (12,484,824)

**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, Putnam County recognized pension expense (negative pension expense) of \$2,608,632.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2023, Putnam 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	\$ 2,341,042	\$ 529,571
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	374,986	0
Changes in Assumptions	6,574,777	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	3,282,924	N/A
<b>Total</b>	<b>\$ 12,573,729</b>	<b>\$ 529,571</b>

(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	\$ 7,876,234	\$ 336,013
School Department	<u>4,697,495</u>	<u>193,558</u>
Total	<u>\$ 12,573,729</u>	<u>\$ 529,571</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	\$ 2,023,550
2025	1,717,381
2026	1,392,199
2027	3,628,106
2028	0
Thereafter	0

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

**Discretely Presented Putnam County School Department**

**Non-certified Employees**

**General Information About the Pension Plan**

*Plan Description.* As noted above under the primary government, employees of Putnam County and non-certified employees of the discretely presented Putnam 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 63.45 percent and the non-certified employees of the discretely presented school department comprise 36.55 percent of the plan based on contribution data.

## **Certified Employees**

### **Teacher Retirement Plan**

#### **General Information About the Pension Plan**

*Plan Description.* Teachers of the Putnam 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 \$539,345 which is 2.87 percent of covered payroll. In addition, employer contributions of \$199,931, which is 1.13 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* At June 30, 2023, the school department reported a liability (asset) of (\$274,294) 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 .905486 percent. The proportion as of June 30, 2021, was .848595 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$379,346.

*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	\$ 14,998	\$ 166,651
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	86,459	0
Changes in Assumptions	321,322	0
Changes in Proportion of Net Pension Liability (Asset)	8,855	93,327
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	<u>539,345</u>	N/A
 Total	 <u>\$ 970,979</u>	 <u>\$ 259,978</u>

The school department's employer contributions of \$539,345, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2024	\$ (2,006)
2025	(1,125)
2026	(15,332)
2027	135,259
2028	7,584
Thereafter	47,277

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

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

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and 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	Long-term Expected Real Rate of Return	Percentage Allocations
U.S. Equity	4.88	%
Developed Market		31
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
 Total		 100
		%

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset) \$ 1,439,886	\$ (274,294)	\$ (1,526,174)	

*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 Putnam 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 Putnam County School Department for the year ended June 30, 2023, to the Teacher Legacy Pension Plan were \$3,180,714, 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 (\$13,648,777) 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 1.112909 percent. The proportion measured at June 30, 2021, was 1.111798 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$89,688.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,245,173	\$ 2,306,229
Changes in Assumptions	8,550,302	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	233,388	0
Changes in Proportion of Net Pension Liability (Asset)	13,538	44,896
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	3,180,714	N/A
<b>Total</b>	<b>\$ 14,223,115</b>	<b>\$ 2,351,125</b>

The school department's employer contributions of \$3,180,714 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	\$ 1,343,485
2025	2,527,348
2026	(2,383,371)
2027	7,203,814
2028	0
Thereafter	0

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

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

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

Mortality rates are based 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	Long-term Expected Real Rate of Return	Percentage Allocations	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		 <hr/> <hr/>	 <hr/> <hr/>
		100	%

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset) \$ 27,033,524	\$ (13,648,777)	\$ (47,534,432)	

*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

The primary government offers its employees a deferred compensation plan established pursuant to IRC Section 457(b). The discretely presented Putnam County School Department offers its employees deferred compensation plans established pursuant to IRC Sections 403(b). All costs of administering and funding the programs are the responsibility of plan participants. The 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 457(b) and 403(b) plans establish participation, contribution, and withdrawal provisions for the plan.

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 \$941,616 and teachers contributed \$648,679 to this deferred compensation pension plan.

## I. Other Postemployment Benefits (OPEB)

### **Primary Government**

Putnam County provides OPEB benefits to its employees through a commercial insurance plan. Benefits are established and amended by the county commission.

## **Commercial Postemployment Benefits Plan**

*Plan Description.* The county participates in a commercial postemployment benefits plan administered by Blue Cross/Blue Shield of Tennessee for its retirees and their covered dependents. Eligibility is based upon age and years of service. Full-time employees with 30 years of service are eligible regardless of age, and full-time employees with 20 years of service are eligible at age 60. For accounting purposes, the plan is a single employer defined benefit OPEB plan. Benefits are established and amended by the Board of Education. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement 75.

*Benefits Provided.* The plan provides healthcare benefits to eligible retirees retiring on or after August 1, 2021, on a cost sharing basis with the retiree paying 50 percent of the contribution rate for the active participant individual coverage tier elected. Dependent coverage may be elected with the retiree paying 100 percent of the additional contribution rate. For retirees who retired before August 1, 2021, the benefit terms required the retirees to pay 100 percent of the healthcare premium for single or family coverage.

### **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	11
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	<u>424</u>
Total	<u>435</u>

### **Total OPEB Liability**

The county's total OPEB liability of \$1,301,447 was measured as of June 30, 2023, and was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to the measurement date.

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

Inflation	2.5%
Salary Increases	2.5%
Discount Rate	3.54%
Healthcare Cost Trend Rates	4.5%
Retirees share of Benefit-related Cost	50-100%

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

Mortality rates were based on RHP-2014 mortality table with the MP-2021 projection scale.

The actuarial assumptions used in the June 30, 2022, valuation were based on plan data and costs presented by the county.

#### Changes in the Total OPEB Liability

	<u>Total OPEB Liability</u>
Balance July 1, 2022	<u>\$ 1,278,348</u>
Changes for the Year:	
Service Cost	\$ 45,305
Interest	45,656
Benefit Payments	<u>(67,862)</u>
Net Changes	<u>\$ 23,099</u>
Balance June 30, 2023	<u>\$ 1,301,447</u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2023, the county recognized OPEB expense of \$97,710. The county reported deferred outflows and inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 110,154	\$ 12,260
Changes of Assumptions/Inputs	<u>136,775</u>	<u>165,105</u>
Total	<u>\$ 246,929</u>	<u>\$ 177,365</u>

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

<u>Year Ending</u>	<u>County</u>	
<u>June 30</u>		
2024	\$	6,749
2025		6,749
2026		6,749
2027		6,749
2028		6,749
Thereafter		35,819

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

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

<u>Discount Rate</u>	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
2.54%	3.54%	4.54%	
Total OPEB Liability	\$ 1,462,825	\$ 1,301,447	\$ 1,164,302

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1%	Trend	1%
	Decrease	Rate	Increase
3.5%	4.5%	5.5%	
Total OPEB Liability	\$ 1,142,028	\$ 1,301,447	\$ 1,496,321

## **Discretely Presented Putnam County School Department**

The Putnam County School Department provides healthcare benefits to its certified retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of the Putnam 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 school department's total OPEB liability for the 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 the plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	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%, based on the daily rate of Bond Buyer's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 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, 2020, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure

the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality projected generationally with MP-2020 from 2010. Post-retirement rates 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 percent load, projected generationally from 2018 with MP-2020.

*Changes in Assumptions.* The discount rate changed from 2.16 percent as of the beginning of the measurement period to 3.54 percent as of the measurement date of June 30, 2022. This change in assumption decreased 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.

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

*Plan Description.* Employees of the Putnam 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 Putnam County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Putnam County does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years,

35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

#### Employees Covered by Benefit Terms

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	40
Inactive Employees Entitled to But Not Yet Receiving Benefits	2
Active Employees Eligible For Benefits	<u>897</u>
 Total	<u><u>939</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 \$312,698 to the LEP for OPEB benefits as they came due.

#### Changes in the Collective Total OPEB Liability

	Share of Collective Liability		
	Putnam County School Department	State of TN	Total OPEB Liability
Balance July 1, 2021	\$ 10,802,783	\$ 5,878,683	\$ 16,681,466
Changes for the Year:			
Service Cost	\$ 645,909	\$ 377,232	\$ 1,023,141
Interest	238,213	139,125	377,338
Difference between			
Expected and Actuarial			
Experience	(283,187)	(165,390)	(448,577)
Change in Proportion	(271,744)	271,744	0
Changes in Assumption			
and Other Inputs	(1,038,110)	(606,290)	(1,644,400)
Benefit Payments	(298,652)	(174,423)	(473,075)
Net Changes	\$ (1,007,570)	\$ (158,003)	\$ (1,165,573)
 Balance June 30, 2022	 \$ 9,795,213	 \$ 5,720,680	 \$ 15,515,893

The Putnam 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 Putnam 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 \$577,456 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Putnam County School Department's proportionate share of the collective OPEB liability was 63.13 percent and the State of Tennessee's share was 36.87 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 \$1,444,307, 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	\$ 703,494	\$ 1,271,953
Changes of Assumptions/Inputs	2,189,692	1,399,553
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	213,841	528,010
Benefits Paid After the Measurement Date of June 30, 2022	<u>312,698</u>	<u>0</u>
 Total	 <u>\$ 3,419,725</u>	 <u>\$ 3,199,516</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:

<u>Year Ending June 30</u>	<u>School Department</u>
2024	\$ (17,274)
2025	(17,274)
2026	(17,274)
2027	(17,274)
2028	12,494
Thereafter	(35,887)

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	Current Discount Rate	1% Increase
	2.54%	3.54%	4.54%

Proportionate Share of the Collective Total OPEB Liability	\$ 10,552,349	\$ 9,795,213	\$ 9,073,642
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*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	Current Rates	1% Increase
	7.37 to 3.5%	8.37 to 4.5%	9.37 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 8,699,268	\$ 9,795,213	\$ 11,074,177
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**J. Purchasing Laws**

Office of County Mayor

Purchasing procedures for the County Mayor's Office are governed by provisions of Chapter 63, Private Acts of 1981. This statute provides for the county executive to serve as the purchasing agent and for all purchases exceeding \$25,000 to be made on the basis of competitive bids solicited through advertisement in a local newspaper.

Office of Road Supervisor

Purchasing procedures for the highway department are governed by provisions of Chapter 122, Private Acts of 1989, and the Uniform Road Law, Section 54-7-113, *Tennessee Code Annotated (TCA)*. These statutes require purchases exceeding \$25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

Purchasing procedures for the school department are governed by purchasing laws applicable to the 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. Furthermore, the Board of Education adopted the provisions of Section 12-3-1212, *TCA*. This statute requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$25,000.

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## **REQUIRED SUPPLEMENTARY INFORMATION**

Exhibit F-1

**Putnam 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
<b>Total Pension Liability</b>									
Service Cost	\$ 2,834,627	\$ 2,242,949	\$ 2,389,869	\$ 2,454,542	\$ 2,698,019	\$ 2,729,951	\$ 2,966,873	\$ 3,040,618	\$ 3,626,741
Interest	5,839,055	6,105,144	6,600,671	6,979,419	7,383,423	7,697,659	8,271,304	8,678,195	9,285,602
Differences Between Actual and Expected Experience	(1,180,708)	1,858,499	(147,907)	771,811	(1,492,109)	1,735,973	(956,895)	(244,687)	2,492,311
Changes in Assumptions	0	0	0	2,292,438	0	0	0	10,957,963	0
Benefit Payments, Including Refunds of Employee Contributions	(3,103,658)	(3,603,212)	(3,889,774)	(3,824,890)	(4,095,679)	(4,478,269)	(4,498,057)	(4,987,404)	(5,318,575)
Net Change in Total Pension Liability	\$ 4,389,316	\$ 6,603,380	\$ 4,952,859	\$ 8,673,320	\$ 4,493,654	\$ 7,685,314	\$ 5,783,225	\$ 17,444,685	\$ 10,086,079
Total Pension Liability, Beginning	76,571,263	80,960,579	87,563,959	92,516,818	101,190,138	105,683,792	113,369,106	119,152,331	136,597,016
Total Pension Liability, Ending (a)	\$ 80,960,579	\$ 87,563,959	\$ 92,516,818	\$ 101,190,138	\$ 105,683,792	\$ 113,369,106	\$ 119,152,331	\$ 136,597,016	\$ 146,683,095
<b>Plan Fiduciary Net Position</b>									
Contributions - Employer	\$ 2,789,750	\$ 2,924,299	\$ 3,000,872	\$ 3,256,050	\$ 3,223,542	\$ 3,655,082	\$ 2,642,658	\$ 2,752,449	\$ 2,924,414
Contributions - Employee	1,344,972	1,408,317	1,436,729	1,554,155	1,560,614	1,749,497	1,756,220	1,833,813	1,947,765
Net Investment Income	11,209,298	2,449,987	2,190,388	9,695,100	7,967,993	7,794,076	5,594,517	30,450,738	(5,660,580)
Benefit Payments, Including Refunds of Employee Contributions	(3,103,658)	(3,603,212)	(3,889,774)	(3,824,890)	(4,095,679)	(4,478,269)	(4,498,057)	(4,987,404)	(5,318,575)
Administrative Expense	(37,923)	(48,823)	(73,224)	(85,659)	(95,420)	(91,306)	(93,003)	(96,277)	(108,265)
Net Change in Plan Fiduciary Net Position	\$ 12,202,439	\$ 3,130,568	\$ 2,664,991	\$ 10,594,756	\$ 8,561,050	\$ 8,629,080	\$ 5,402,335	\$ 29,953,319	\$ (6,215,241)
Plan Fiduciary Net Position, Beginning	67,103,835	79,306,274	82,436,842	85,101,833	95,696,589	104,257,639	112,886,719	118,289,054	148,242,373
Plan Fiduciary Net Position, Ending (b)	\$ 79,306,274	\$ 82,436,842	\$ 85,101,833	\$ 95,696,589	\$ 104,257,639	\$ 112,886,719	\$ 118,289,054	\$ 148,242,373	\$ 142,027,132
Net Pension Liability (Asset), Ending (a - b)	\$ 1,654,305	\$ 5,127,117	\$ 7,414,985	\$ 5,493,549	\$ 1,426,153	\$ 482,387	\$ 863,277	\$ (11,645,357)	\$ 4,655,963
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	97.96%	94.14%	91.99%	94.57%	98.65%	99.57%	99.28%	108.53%	96.83%
Covered Payroll	\$ 26,837,192	\$ 27,925,707	\$ 28,684,067	\$ 30,346,771	\$ 30,726,303	\$ 34,733,370	\$ 35,037,268	\$ 36,618,287	\$ 38,961,516
Net Pension Liability (Asset) as a Percentage of Covered Payroll	6.16%	18.36%	25.85%	18.10%	4.64%	1.39%	2.46%	(31.80)%	11.95%

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

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

Exhibit F-2

Putnam 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	\$ 2,789,750	\$ 2,924,299	\$ 3,000,872	\$ 3,256,050	\$ 3,223,542	\$ 3,655,082	\$ 2,642,658	\$ 2,752,449	\$ 2,924,414	\$ 3,282,924
Less: Contributions in Relation to the Actuarially Determined Contribution	<u>(2,789,750)</u>	<u>(2,924,299)</u>	<u>(3,000,872)</u>	<u>(3,256,050)</u>	<u>(3,223,542)</u>	<u>(3,655,082)</u>	<u>(2,642,658)</u>	<u>(2,752,449)</u>	<u>(2,924,414)</u>	<u>(3,282,924)</u>
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 26,837,192	\$ 27,925,707	\$ 28,684,067	\$ 30,346,771	\$ 30,726,303	\$ 34,733,370	\$ 35,037,268	\$ 36,618,287	\$ 38,961,516	\$ 43,645,124
Contributions as a Percentage of Covered Payroll	10.40%	10.47%	10.46%	10.73%	10.49%	10.52%	7.54%	7.52%	7.51%	7.52%

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

Exhibit F-3

Putnam County, Tennessee

Schedule of Contributions Based on Participation in the Teacher

Retirement Plan of TCRS

Discretely Presented Putnam County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 50,263	\$ 109,798	\$ 183,008	\$ 263,016	\$ 168,271	\$ 203,739	\$ 247,392	\$ 310,806	\$ 539,345
Less: Contributions in Relation to the Contractually Required Contribution	(50,263)	(109,798)	(183,008)	(263,016)	(168,271)	(203,739)	(247,392)	(310,806)	(539,345)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>					
Covered Payroll	\$ 1,256,568	\$ 2,744,927	\$ 4,546,845	\$ 6,575,385	\$ 8,673,749	\$ 10,036,338	\$ 12,247,026	\$ 15,459,953	\$ 18,792,680
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.02%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%

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

Note 2: Beginning in FY 2019, the school department placed the actuarially determined contribution rate of covered payroll into the pension plan and placed the remainder of the four percent contractually required contribution into the Pension Stabilization Reserve Trust (SRT).

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

Exhibit F-4

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 3,539,956	\$ 3,644,619	\$ 3,481,495	\$ 3,440,559	\$ 3,399,169	\$ 3,940,415	\$ 3,909,791	\$ 3,747,638	\$ 3,772,390	\$ 3,180,714
Less: Contributions in Relation to the Contractually Required Contribution	(3,539,956)	(3,644,619)	(3,481,495)	(3,440,559)	(3,399,169)	(3,940,415)	(3,909,791)	(3,747,638)	(3,772,390)	(3,180,714)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 39,864,365	\$ 40,316,652	\$ 38,530,416	\$ 38,087,686	\$ 37,435,735	\$ 37,671,240	\$ 36,780,692	\$ 36,491,097	\$ 36,625,175	\$ 36,601,988
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.03%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%

Exhibit F-5

Putnam County, Tennessee

Schedule of Proportionate Share of the Net Pension Asset  
in the Teacher Retirement Plan of TCRS

Discretely Presented Putnam 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)	0.592303%	0.623846%	0.697078%	0.752439%	0.819666%	0.795328%	0.848595%	0.905486%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (24,330)	\$ (64,944)	\$ (183,912)	\$ (341,252)	\$ (462,690)	\$ (452,257)	\$ (919,209)	\$ (274,294)
Covered Payroll	\$ 1,256,568	\$ 2,744,927	\$ 4,546,845	\$ 6,575,385	\$ 8,673,749	\$ 10,036,338	\$ 12,247,026	\$ 15,459,953
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.04)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%

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

Exhibit F-6

Putnam County, Tennessee

Schedule of Proportionate Share of the Net Pension Asset  
in the Teacher Legacy Pension Plan of TCRS  
Discretely Presented Putnam 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)	1.015655%	1.076975%	1.067128%	1.076657%	1.069082%	1.123461%	1.105104%	1.111798%	1.112909%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (165,039)	\$ 441,166	\$ 6,668,957	\$ (352,264)	\$ (3,762,010)	\$ (11,551,206)	\$ (8,427,235)	\$ (47,954,528)	\$ (13,648,777)
Covered Payroll	\$ 39,864,365	\$ 40,316,652	\$ 38,521,221	\$ 38,087,686	\$ 37,435,735	\$ 37,671,240	\$ 36,780,692	\$ 36,491,097	\$ 36,625,175
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.92)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%

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

Exhibit F-7

Putnam County, Tennessee

Schedule of Changes in the Total OPEB Liability and Related Ratios - Commercial Insurance Plan

Primary Government

For the Fiscal Year Ended June 30

	2018	2019	2020	2021	2022	2023
<b>Total OPEB Liability</b>						
Service Cost	\$ 24,158	\$ 25,095	\$ 25,095	\$ 30,531	\$ 30,531	\$ 45,305
Interest	18,429	19,983	21,233	17,342	17,039	45,656
Plan Amendments	0	0	0	0	598,466	0
Differences Between Actual and Expected Experience	0	0	0	(16,514)	148,802	0
Changes in Assumptions or Other Inputs	0	0	208,011	0	(223,037)	0
Benefit Payments	(3,466)	(3,466)	(22,283)	(22,283)	(67,862)	(67,862)
Net Change in Total OPEB Liability	\$ 39,121	\$ 41,612	\$ 232,056	\$ 9,076	\$ 503,939	\$ 23,099
Total OPEB Liability, Beginning	452,544	491,665	533,277	765,333	774,409	1,278,348
Total OPEB Liability, Ending	<u>\$ 491,665</u>	<u>\$ 533,277</u>	<u>\$ 765,333</u>	<u>\$ 774,409</u>	<u>\$ 1,278,348</u>	<u>\$ 1,301,447</u>
Covered Employee Payroll	\$ 20,643,754	\$ 22,301,160	\$ 17,777,989	\$ 17,777,989	\$ 19,666,571	\$ 19,666,571
Net OPEB Liability as a Percentage of Covered Employee Payroll	2.38%	2.39%	4.30%	4.36%	6.50%	6.62%

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:

2018	3.88%
2019	3.88%
2020	2.21%
2021	2.21%
2022	3.54%
2023	3.54%

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

For the 2019 plan year - rate remained at 5.5%  
 For the 2020 plan year - from 5.5% to 4.5%  
 For the 2021 plan year - rate remained at 4.5%  
 For the 2022 plan year - rate remained at 4.5%  
 For the 2023 plan year - rate remained at 4.5%

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

Exhibit F-8

Putnam County, Tennessee

Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan

Discretely Presented Putnam County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022
<b>Total OPEB Liability</b>						
Service Cost	\$ 708,728	\$ 657,220	\$ 570,137	\$ 578,551	\$ 757,721	\$ 1,023,141
Interest	380,283	451,820	371,237	407,462	302,134	377,338
Differences Between Actual and Expected Experience	0	(3,082,219)	1,939,969	(29,179)	13,706	(448,577)
Changes in Assumptions or Other Inputs	(601,188)	335,625	(916,069)	1,503,444	2,975,164	(1,644,400)
Benefit Payments	(753,687)	(782,536)	(646,760)	(593,103)	(558,492)	(473,075)
Net Change in Total OPEB Liability	\$ (265,864)	\$ (2,420,090)	\$ 1,318,514	\$ 1,867,175	\$ 3,490,233	\$ (1,165,573)
Total OPEB Liability, Beginning	<u>12,691,498</u>	<u>12,425,634</u>	<u>10,005,544</u>	<u>11,324,058</u>	<u>11,324,058</u>	<u>13,191,233</u>
Total OPEB Liability, Ending	<u>\$ 12,425,634</u>	<u>\$ 10,005,544</u>	<u>\$ 11,324,058</u>	<u>\$ 13,191,233</u>	<u>\$ 16,681,466</u>	<u>\$ 15,515,893</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 4,261,247	\$ 3,332,797	\$ 4,020,766	\$ 4,425,910	\$ 5,878,683	\$ 5,720,680
Employer Proportionate Share of the Total OPEB Liability	8,164,387	6,672,747	7,303,292	8,765,323	10,802,783	9,795,213
Covered Employee Payroll	\$ 56,683,904	\$ 59,612,529	\$ 60,163,441	\$ 63,140,249	\$ 67,236,664	\$ 73,600,433
Net OPEB Liability as a Percentage of Covered Employee Payroll	21.92%	16.78%	18.82%	20.89%	24.81%	21.08%

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.

**PUTNAM 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%
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 Adjustments	2.125%

*Changes in 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 the inflation rate from 3 percent to 2.5 percent; decreased the investment rate from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased the salary growth rate 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

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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.

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Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions involving solid waste collection.

Opioid Abatement Fund – The Opioid Abatement Fund is used to account for revenues received from national settlements from pharmaceutical distributors.

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to account for transactions relating to industrial development projects.

Special Purpose Fund – The Special Purpose Fund is used to account for transactions of the Putnam County Archive and Veterans' Hall.

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

Sports and Recreation Fund – The Sports and Recreation Fund is used to account for the transactions of the Parks, Recreation, and Conservation Board related to the oversight and maintenance of public parks and community centers, as well as, coordinating recreational activities within Putnam County.

Other General Government Fund – The Other General Government Fund is used to account for American Rescue Plan Act revenues and expenditures.

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

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

Exhibit G-1

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

	Special Revenue Funds					
	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<b>ASSETS</b>						
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	2,307,869	426,350	2,710,641	268,142	612,262	768,426
Accounts Receivable	251,620	0	43,391	0	0	57,783
Allowance for Uncollectibles	(11,836)	0	0	0	0	0
Due from Other Governments	0	0	808	0	0	0
Property Taxes Receivable	3,688,003	0	369,387	0	0	854,207
Allowance for Uncollectible Property Taxes	(56,463)	0	(5,830)	0	0	(13,481)
<b>Total Assets</b>	<b>\$ 6,179,193</b>	<b>\$ 426,350</b>	<b>\$ 3,118,397</b>	<b>\$ 268,142</b>	<b>\$ 612,262</b>	<b>\$ 1,666,935</b>
<b>LIABILITIES</b>						
Accounts Payable	\$ 454,394	\$ 0	\$ 3,500	\$ 46	\$ 842	\$ 9,494
Due to Other Funds	0	0	0	0	0	0
Due to Other Governments	0	0	0	0	0	0
Due to Litigants, Heirs, and Others	0	0	0	0	134,011	0
<b>Total Liabilities</b>	<b>\$ 454,394</b>	<b>\$ 0</b>	<b>\$ 3,500</b>	<b>\$ 46</b>	<b>\$ 134,853</b>	<b>\$ 9,494</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Current Property Taxes	\$ 3,571,087	\$ 0	\$ 357,109	\$ 0	\$ 0	\$ 825,814
Deferred Delinquent Property Taxes	60,360	0	6,438	0	0	14,888
Other Deferred/Unavailable Revenue	16,167	0	0	0	0	0
<b>Total Deferred Inflows of Resources</b>	<b>\$ 3,647,614</b>	<b>\$ 0</b>	<b>\$ 363,547</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 840,702</b>

(Continued)

Exhibit G-1

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

	Special Revenue Funds					
	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<b>FUND BALANCES</b>						
Restricted:						
Restricted for General Government	\$ 0	\$ 0	\$ 0	\$ 268,096	\$ 0	\$ 0
Restricted for Public Safety	0	0	0	0	477,409	0
Restricted for Public Health and Welfare	0	426,350	0	0	0	0
Restricted for Highways/Public Works	0	0	0	0	0	0
Committed:						
Committed for Public Health and Welfare	2,077,185	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	0	0	0	0	0	816,739
Committed for Other Operations	0	0	2,751,350	0	0	0
Total Fund Balances	\$ 2,077,185	\$ 426,350	\$ 2,751,350	\$ 268,096	\$ 477,409	\$ 816,739
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 6,179,193	\$ 426,350	\$ 3,118,397	\$ 268,142	\$ 612,262	\$ 1,666,935

(Continued)

Exhibit G-1

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

	Special Revenue Funds (Cont.)				Total Nonmajor Governmental Funds
	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works		
<b>ASSETS</b>					
Cash	\$ 0	\$ 3,350	\$ 0	\$ 3,350	
Equity in Pooled Cash and Investments	4,890,596	0	4,312,391	16,296,677	
Accounts Receivable	0	0	0	352,794	
Allowance for Uncollectibles	0	0	0	(11,836)	
Due from Other Governments	0	0	576,543	577,351	
Property Taxes Receivable	0	0	2,556,757	7,468,354	
Allowance for Uncollectible Property Taxes	0	0	(38,610)	(114,384)	
<b>Total Assets</b>	<b>\$ 4,890,596</b>	<b>\$ 3,350</b>	<b>\$ 7,407,081</b>	<b>\$ 24,572,306</b>	
<b>LIABILITIES</b>					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 468,276	
Due to Other Funds	0	3,350	0	3,350	
Due to Other Governments	4,611,651	0	0	4,611,651	
Due to Litigants, Heirs, and Others	0	0	0	134,011	
<b>Total Liabilities</b>	<b>\$ 4,611,651</b>	<b>\$ 3,350</b>	<b>\$ 0</b>	<b>\$ 5,217,288</b>	
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 2,477,442	\$ 7,231,452	
Deferred Delinquent Property Taxes	0	0	40,642	122,328	
Other Deferred/Unavailable Revenue	0	0	247,727	263,894	
<b>Total Deferred Inflows of Resources</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,765,811</b>	<b>\$ 7,617,674</b>	

(Continued)

Exhibit G-1

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

	Special Revenue Funds (Cont.)				Total Nonmajor Governmental Funds
	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works		
<b>FUND BALANCES</b>					
Restricted:					
Restricted for General Government	\$ 278,945	\$ 0	\$ 0	\$ 547,041	
Restricted for Public Safety	0	0	0	477,409	
Restricted for Public Health and Welfare	0	0	0	426,350	
Restricted for Highways/Public Works	0	0	4,641,270	4,641,270	
Committed:					
Committed for Public Health and Welfare	0	0	0	2,077,185	
Committed for Social, Cultural, and Recreational Services	0	0	0	816,739	
Committed for Other Operations	0	0	0	2,751,350	
Total Fund Balances	\$ 278,945	\$ 0	\$ 4,641,270	\$ 11,737,344	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,890,596	\$ 3,350	\$ 7,407,081	\$ 24,572,306	

Exhibit G-2

Putnam 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					
	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<b>Revenues</b>						
Local Taxes	\$ 3,512,359	\$ 0	\$ 932,460	\$ 0	\$ 0	\$ 1,333,090
Fines, Forfeitures, and Penalties	0	0	0	0	103,673	0
Charges for Current Services	2,288,749	0	0	77,499	0	56,541
Other Local Revenues	233,560	0	712,793	3,347	117,068	109,972
State of Tennessee	5,057	350,535	0	0	0	0
Federal Government	0	0	0	0	5,375	0
Other Governments and Citizens Groups	0	75,815	0	0	0	0
Total Revenues	\$ 6,039,725	\$ 426,350	\$ 1,645,253	\$ 80,846	\$ 226,116	\$ 1,499,603
<b>Expenditures</b>						
Current:						
General Government	\$ 0	\$ 0	\$ 9,350	\$ 96,909	\$ 0	\$ 0
Finance	0	0	0	0	0	0
Administration of Justice	0	0	0	0	0	0
Public Safety	0	0	0	0	175,727	0
Public Health and Welfare	6,110,324	0	0	0	0	0
Social, Cultural, and Recreational Services	0	0	0	0	0	1,283,477
Other Operations	0	0	1,008,982	0	0	0
Highways	0	0	0	0	0	0
Total Expenditures	\$ 6,110,324	\$ 0	\$ 1,018,332	\$ 96,909	\$ 175,727	\$ 1,283,477
Excess (Deficiency) of Revenues Over Expenditures	\$ (70,599)	\$ 426,350	\$ 626,921	\$ (16,063)	\$ 50,389	\$ 216,126

(Continued)

Exhibit G-2

Putnam County, Tennessee

Combining Statement of Revenues, Expenditures,

and Changes in Fund Balances

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds					
	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control	Sports and Recreation
<b>Other Financing Sources (Uses)</b>						
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	0	0	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
Net Change in Fund Balances	\$ (70,599)	\$ 426,350	\$ 626,921	\$ (16,063)	\$ 50,389	\$ 216,126
Fund Balance, July 1, 2022	2,147,784	0	2,124,429	284,159	427,020	600,613
<b>Fund Balance, June 30, 2023</b>	<b>\$ 2,077,185</b>	<b>\$ 426,350</b>	<b>\$ 2,751,350</b>	<b>\$ 268,096</b>	<b>\$ 477,409</b>	<b>\$ 816,739</b>

(Continued)

Exhibit G-2

Putnam County, Tennessee

Combining Statement of Revenues, Expenditures,

and Changes in Fund Balances

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)				Total
	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works	Nonmajor Governmental Funds	
<b>Revenues</b>					
Local Taxes	\$ 0	\$ 0	\$ 2,612,317	\$ 8,390,226	
Fines, Forfeitures, and Penalties	0	0	0	103,673	
Charges for Current Services	0	408	0	2,423,197	
Other Local Revenues	231,464	0	5,403	1,413,607	
State of Tennessee	0	0	3,011,543	3,367,135	
Federal Government	975,000	0	0	980,375	
Other Governments and Citizens Groups	0	0	0	75,815	
Total Revenues	\$ 1,206,464	\$ 408	\$ 5,629,263	\$ 16,754,028	
<b>Expenditures</b>					
Current:					
General Government	\$ 0	\$ 0	\$ 0	\$ 106,259	
Finance	0	21	0	21	
Administration of Justice	0	387	0	387	
Public Safety	0	0	0	175,727	
Public Health and Welfare	0	0	0	6,110,324	
Social, Cultural, and Recreational Services	0	0	0	1,283,477	
Other Operations	0	0	0	1,008,982	
Highways	0	0	6,643,543	6,643,543	
Total Expenditures	\$ 0	\$ 408	\$ 6,643,543	\$ 15,328,720	
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,206,464	\$ 0	\$ (1,014,280)	\$ 1,425,308	

(Continued)

Exhibit G-2

Putnam County, Tennessee

Combining Statement of Revenues, Expenditures,

and Changes in Fund Balances

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)				Total
	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works	Nonmajor Governmental Funds	
<b>Other Financing Sources (Uses)</b>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 198,601	\$ 198,601	
Transfers Out	(975,000)	0	0	(975,000)	
<b>Total Other Financing Sources (Uses)</b>	<b>\$ (975,000)</b>	<b>\$ 0</b>	<b>\$ 198,601</b>	<b>\$ (776,399)</b>	
 Net Change in Fund Balances					
Fund Balance, July 1, 2022	\$ 231,464	\$ 0	\$ (815,679)	\$ 648,909	
	47,481	0	5,456,949	11,088,435	
 Fund Balance, June 30, 2023	<b>\$ 278,945</b>	<b>\$ 0</b>	<b>\$ 4,641,270</b>	<b>\$ 11,737,344</b>	

Exhibit G-3

Putnam County, Tennessee

Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Solid Waste/Sanitation Fund  
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 3,512,359	\$ 0	\$ 0	\$ 3,512,359	\$ 3,469,825	\$ 3,469,825	\$ 42,534
Charges for Current Services	2,288,749	0	0	2,288,749	1,790,000	1,880,000	408,749
Other Local Revenues	233,560	0	0	233,560	300,000	300,000	(66,440)
State of Tennessee	5,057	0	0	5,057	107,760	17,760	(12,703)
<b>Total Revenues</b>	<b>\$ 6,039,725</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 6,039,725</b>	<b>\$ 5,667,585</b>	<b>\$ 5,667,585</b>	<b>\$ 372,140</b>
<b>Expenditures</b>							
Public Health and Welfare							
Sanitation Management	\$ 5,228,458	\$ (59,168)	\$ 14,603	\$ 5,183,893	\$ 5,153,810	\$ 5,439,165	\$ 255,272
Landfill Operation and Maintenance	9,890	0	27,500	37,390	145,000	45,000	7,610
Other Waste Disposal	847,195	(100,000)	0	747,195	955,000	955,000	207,805
Postclosure Care Costs	24,781	0	0	24,781	217,600	32,245	7,464
<b>Total Expenditures</b>	<b>\$ 6,110,324</b>	<b>\$ (159,168)</b>	<b>\$ 42,103</b>	<b>\$ 5,993,259</b>	<b>\$ 6,471,410</b>	<b>\$ 6,471,410</b>	<b>\$ 478,151</b>
Excess (Deficiency) of Revenues Over Expenditures	\$ (70,599)	\$ 159,168	\$ (42,103)	\$ 46,466	\$ (803,825)	\$ (803,825)	\$ 850,291
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ (70,599)	\$ 159,168	\$ (42,103)	\$ 46,466	\$ (803,825)	\$ (803,825)	\$ 850,291
Fund Balance, June 30, 2023	<b>\$ 2,147,784</b>	<b>\$ (159,168)</b>	<b>0</b>	<b>1,988,616</b>	<b>2,052,306</b>	<b>2,052,306</b>	<b>(63,690)</b>
	<b>\$ 2,077,185</b>	<b>\$ 0</b>	<b>\$ (42,103)</b>	<b>\$ 2,035,082</b>	<b>\$ 1,248,481</b>	<b>\$ 1,248,481</b>	<b>\$ 786,601</b>

Exhibit G-4

Putnam County, Tennessee

Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget  
Industrial/Economic Development Fund  
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 932,460	\$ 820,868	\$ 820,868	\$ 111,592
Charges for Current Services	0	1,000	1,000	(1,000)
Other Local Revenues	712,793	0	0	712,793
Total Revenues	\$ 1,645,253	\$ 821,868	\$ 821,868	\$ 823,385
<b>Expenditures</b>				
General Government				
Development	\$ 9,350	\$ 13,800	\$ 13,800	\$ 4,450
Other Operations				
Industrial Development	905,057	1,114,650	1,114,650	209,593
Contributions to Other Agencies	103,925	0	103,925	0
Total Expenditures	\$ 1,018,332	\$ 1,128,450	\$ 1,232,375	\$ 214,043
Excess (Deficiency) of Revenues Over Expenditures	\$ 626,921	\$ (306,582)	\$ (410,507)	\$ 1,037,428
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ 0	\$ (103,925)	\$ 0	\$ 0
Total Other Financing Sources	\$ 0	\$ (103,925)	\$ 0	\$ 0
Net Change in Fund Balance	\$ 626,921	\$ (410,507)	\$ (410,507)	\$ 1,037,428
Fund Balance, July 1, 2022	2,124,429	2,170,818	2,170,818	(46,389)
Fund Balance, June 30, 2023	\$ 2,751,350	\$ 1,760,311	\$ 1,760,311	\$ 991,039

Exhibit G-5

Putnam 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	
<b><u>Revenues</u></b>				
Charges for Current Services	\$ 77,499	\$ 75,000	\$ 75,000	\$ 2,499
Other Local Revenues	3,347	1,000	1,000	2,347
Total Revenues	\$ 80,846	\$ 76,000	\$ 76,000	\$ 4,846
<b><u>Expenditures</u></b>				
<b>General Government</b>				
Preservation of Records	\$ 96,909	\$ 104,700	\$ 109,000	\$ 12,091
Total Expenditures	\$ 96,909	\$ 104,700	\$ 109,000	\$ 12,091
Excess (Deficiency) of Revenues Over Expenditures	\$ (16,063)	\$ (28,700)	\$ (33,000)	\$ 16,937
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ (16,063)	\$ (28,700)	\$ (33,000)	\$ 16,937
	284,159	277,115	277,115	7,044
Fund Balance, June 30, 2023	\$ 268,096	\$ 248,415	\$ 244,115	\$ 23,981

Exhibit G-6

Putnam County, Tennessee

Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget

Drug Control Fund

For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less:		Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Encumbrances 7/1/2022	Encumbrances			Original	Final	
<b>Revenues</b>								
Fines, Forfeitures, and Penalties	\$ 103,673	\$ 0	\$ 0	\$ 103,673	\$ 27,000	\$ 27,000	\$ 27,000	\$ 76,673
Other Local Revenues	117,068	0	0	117,068	101,000	101,000	101,000	16,068
Federal Government	5,375	0	0	5,375	10,000	10,000	10,000	(4,625)
Total Revenues	\$ 226,116	\$ 0	\$ 0	\$ 226,116	\$ 138,000	\$ 138,000	\$ 138,000	\$ 88,116
<b>Expenditures</b>								
<u>Public Safety</u>								
Drug Enforcement	\$ 175,727	\$ (5,207)	\$ 47,003	\$ 217,523	\$ 203,400	\$ 241,789	\$ 241,789	\$ 24,266
Total Expenditures	\$ 175,727	\$ (5,207)	\$ 47,003	\$ 217,523	\$ 203,400	\$ 241,789	\$ 241,789	\$ 24,266
Excess (Deficiency) of Revenues Over Expenditures	\$ 50,389	\$ 5,207	\$ (47,003)	\$ 8,593	\$ (65,400)	\$ (103,789)	\$ 112,382	
<b>Other Financing Sources (Uses)</b>								
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 38,389	\$ 38,389	\$ (38,389)
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 38,389	\$ 38,389	\$ (38,389)
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 50,389	\$ 5,207	\$ (47,003)	\$ 8,593	\$ (65,400)	\$ (65,400)	\$ 73,993	
Fund Balance, June 30, 2023	\$ 427,020	\$ (5,207)	\$ 0	\$ 421,813	\$ 372,991	\$ 372,991	\$ 48,822	
	\$ 477,409	\$ 0	\$ (47,003)	\$ 430,406	\$ 307,591	\$ 307,591	\$ 122,815	

Exhibit G-7

Putnam County, Tennessee

Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Sports and Recreation Fund  
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 1,333,090	\$ 0	\$ 0	\$ 1,333,090	\$ 1,237,664	\$ 1,237,664	\$ 95,426
Charges for Current Services	56,541	0	0	56,541	35,000	35,000	21,541
Other Local Revenues	109,972	0	0	109,972	55,000	99,857	10,115
Total Revenues	\$ 1,499,603	\$ 0	\$ 0	\$ 1,499,603	\$ 1,327,664	\$ 1,372,521	\$ 127,082
<b>Expenditures</b>							
<u>Social, Cultural, and Recreational Services</u>							
Parks and Fair Boards	\$ 1,147,150	\$ (12,222)	\$ 20,944	\$ 1,155,872	\$ 1,293,320	\$ 1,338,177	\$ 182,305
Other Social, Cultural, and Recreational	136,327	(2,879)	1,185	134,633	166,150	166,150	31,517
Total Expenditures	\$ 1,283,477	\$ (15,101)	\$ 22,129	\$ 1,290,505	\$ 1,459,470	\$ 1,504,327	\$ 213,822
Excess (Deficiency) of Revenues Over Expenditures	\$ 216,126	\$ 15,101	\$ (22,129)	\$ 209,098	\$ (131,806)	\$ (131,806)	\$ 340,904
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 216,126	\$ 15,101	\$ (22,129)	\$ 209,098	\$ (131,806)	\$ (131,806)	\$ 340,904
Fund Balance, June 30, 2023	\$ 600,613	(15,101)	0	585,512	522,212	522,212	63,300
	\$ 816,739	\$ 0	\$ (22,129)	\$ 794,610	\$ 390,406	\$ 390,406	\$ 404,204

Putnam County, TennesseeSchedule of Revenues, Expenditures, and Changesin Fund Balance - Actual and BudgetOther General Government Special Revenue FundFor the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Other Local Revenues	\$ 231,464	\$ 0	\$ 0	\$ 231,464
Federal Government	975,000	0	975,000	0
<b>Total Revenues</b>	<b>\$ 1,206,464</b>	<b>\$ 0</b>	<b>\$ 975,000</b>	<b>\$ 231,464</b>
<b>Total Expenditures</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>\$ 1,206,464</b>	<b>\$ 0</b>	<b>\$ 975,000</b>	<b>\$ 231,464</b>
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (975,000)	\$ 0	\$ (975,000)	\$ 0
<b>Total Other Financing Sources</b>	<b>\$ (975,000)</b>	<b>\$ 0</b>	<b>\$ (975,000)</b>	<b>\$ 0</b>
<b>Net Change in Fund Balance</b>	<b>\$ 231,464</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 231,464</b>
Fund Balance, July 1, 2022	47,481	0	0	47,481
<b>Fund Balance, June 30, 2023</b>	<b>\$ 278,945</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 278,945</b>

Exhibit G-9

Putnam County, Tennessee

Schedule 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	
<b>Revenues</b>				
Local Taxes	\$ 2,612,317	\$ 2,414,028	\$ 2,414,028	\$ 198,289
Other Local Revenues	5,403	2,000	2,000	3,403
State of Tennessee	3,011,543	3,345,285	3,345,285	(333,742)
Total Revenues	\$ 5,629,263	\$ 5,761,313	\$ 5,761,313	\$ (132,050)
<b>Expenditures</b>				
<b>Highways</b>				
Administration	\$ 396,687	\$ 409,637	\$ 426,067	\$ 29,380
Highway and Bridge Maintenance	4,398,293	3,892,550	4,681,620	283,327
Operation and Maintenance of Equipment	542,173	548,050	622,150	79,977
Other Charges	274,819	285,300	297,800	22,981
Capital Outlay	1,031,571	625,000	1,485,000	453,429
Total Expenditures	\$ 6,643,543	\$ 5,760,537	\$ 7,512,637	\$ 869,094
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,014,280)	\$ 776	\$ (1,751,324)	\$ 737,044
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	\$ 198,601	\$ 0	\$ 0	\$ 198,601
Total Other Financing Sources	\$ 198,601	\$ 0	\$ 0	\$ 198,601
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ (815,679)	\$ 776	\$ (1,751,324)	\$ 935,645
Fund Balance, June 30, 2023	\$ 5,456,949	\$ 2,838,108	\$ 2,838,108	\$ 2,618,841
	\$ 4,641,270	\$ 2,838,884	\$ 1,086,784	\$ 3,554,486

## **Major Governmental Funds**

### **General Debt Service Fund**

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

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### **General Capital Projects Fund**

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The General Capital Projects Fund is 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.

Exhibit H-1

Putnam 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	\$ 30,099,308	\$ 23,256,895	\$ 23,256,895	\$ 6,842,413
Other Local Revenues	2,090,939	0	0	2,090,939
Other Governments and Citizens Groups	403,284	0	403,284	0
Total Revenues	\$ 32,593,531	\$ 23,256,895	\$ 23,660,179	\$ 8,933,352
<u>Expenditures</u>				
<u>Capital Outlay</u>				
Regular Capital Outlay	\$ 0	\$ 903,990	\$ 0	\$ 0
<u>Principal on Debt</u>				
General Government	3,935,000	0	3,935,000	0
Education	9,261,456	10,228,803	9,261,456	0
<u>Interest on Debt</u>				
General Government	2,005,527	0	2,005,593	66
Education	3,508,484	0	3,508,484	0
<u>Other Debt Service</u>				
Education	426,527	362,000	442,000	15,473
<u>Capital Projects</u>				
Public Safety Projects	0	7,174,456	0	0
Total Expenditures	\$ 19,136,994	\$ 18,669,249	\$ 19,152,533	\$ 15,539
Excess (Deficiency) of Revenues Over Expenditures	\$ 13,456,537	\$ 4,587,646	\$ 4,507,646	\$ 8,948,891
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (12,000,000)	\$ (12,000,000)	\$ (12,000,000)	\$ 0
Total Other Financing Sources	\$ (12,000,000)	\$ (12,000,000)	\$ (12,000,000)	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 1,456,537	\$ (7,412,354)	\$ (7,492,354)	\$ 8,948,891
Fund Balance, June 30, 2023	\$ 23,637,359	\$ 21,853,809	\$ 21,853,809	\$ 1,783,550
	\$ 25,093,896	\$ 14,441,455	\$ 14,361,455	\$ 10,732,441

Exhibit H-2

Putnam County, Tennessee

Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
General Capital Projects Fund  
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 375,089	\$ 0	\$ 0	\$ 375,089	\$ 368,868	\$ 368,868	\$ 6,221
Other Local Revenues	87,537	0	0	87,537	0	2,835	84,702
State of Tennessee	2,732,481	0	0	2,732,481	2,500,000	2,500,000	232,481
Federal Government	543,750	0	0	543,750	0	0	543,750
Other Governments and Citizens Groups	0	0	0	0	1,100,000	1,100,000	(1,100,000)
Total Revenues	\$ 3,738,857	\$ 0	\$ 0	\$ 3,738,857	\$ 3,968,868	\$ 3,971,703	\$ (232,846)
<b>Expenditures</b>							
<b>General Government</b>							
Development	\$ 120,016	\$ 0	\$ 18,814	\$ 138,830	\$ 0	\$ 138,830	\$ 0
County Buildings	9,339,279	(1,923,229)	6,452,527	13,868,577	16,067,000	16,069,835	2,201,258
<b>Public Safety</b>							
Jail	28,122,155	(44,926,312)	16,841,141	36,984	0	36,985	1
<b>Instruction</b>							
Regular Instruction Program	18,410,100	(1,060,819)	24,432,658	41,781,939	0	42,842,758	1,060,819
Total Expenditures	\$ 55,991,550	\$ (47,910,360)	\$ 47,745,140	\$ 55,826,330	\$ 16,067,000	\$ 59,088,408	\$ 3,262,078
Excess (Deficiency) of Revenues Over Expenditures	\$ (52,252,693)	\$ 47,910,360	\$ (47,745,140)	\$ (52,087,473)	\$ (12,098,132)	\$ (55,116,705)	\$ 3,029,232
<b>Other Financing Sources (Uses)</b>							
Transfers In	\$ 11,587,312	\$ 0	\$ 0	\$ 11,587,312	\$ 10,000,000	\$ 11,587,312	\$ 0
Total Other Financing Sources	\$ 11,587,312	\$ 0	\$ 0	\$ 11,587,312	\$ 10,000,000	\$ 11,587,312	\$ 0
Net Change in Fund Balance	\$ (40,665,381)	\$ 47,910,360	\$ (47,745,140)	\$ (40,500,161)	\$ (2,098,132)	\$ (43,529,393)	\$ 3,029,232
Fund Balance, July 1, 2022	109,061,494	(47,910,360)	0	61,151,134	60,803,091	60,803,091	348,043
Fund Balance, June 30, 2023	\$ 68,396,113	\$ 0	\$ (47,745,140)	\$ 20,650,973	\$ 58,704,959	\$ 17,273,698	\$ 3,377,275

# Custodial Funds

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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.

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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.

Cookeville – Putnam County Tornado Relief Fund – The Cookeville – Putnam County Tornado Relief Fund was established to account for donations which are held in trust for the benefit of victims of the March 3, 2020, tornado.

Community Development - Custodial Fund – The Community Development - Custodial Fund is used to account for transactions related to the operations of the regional planning office, which are held in trust for the benefit of the joint venture created by an interlocal agreement between Putnam County and the cities of Sparta and Monterey.

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.

Judicial District Drug Fund – The Judicial District Drug Fund is used to account for grants and other restricted revenues for the benefit of the multi-jurisdictional drug task force, which was created by contract (mutual aid agreement) between the participating governments.

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

Exhibit I-1

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

Custodial Funds							
	Cookeville -		Putnam		Constitu -		
Cities -	Putnam	County	Community	tional	Officers -	Judicial	District
Sales	Tornado	Relief	Development	Custodial	Custodial	District	Attorney
Tax			Custodial		Drug	General	Total
<b>ASSETS</b>							
Cash	\$ 0	\$ 0	\$ 0	\$ 5,704,011	\$ 0	\$ 0	\$ 5,704,011
Equity in Pooled Cash and Investments	0	7,315	256,487	0	9,253	61,445	334,500
Accounts Receivable	0	0	0	104	0	0	104
Due from Other Governments	4,060,498	0	10,561	0	0	0	4,071,059
<b>Total Assets</b>	<b>\$ 4,060,498</b>	<b>\$ 7,315</b>	<b>\$ 267,048</b>	<b>\$ 5,704,115</b>	<b>\$ 9,253</b>	<b>\$ 61,445</b>	<b>\$ 10,109,674</b>
<b>LIABILITIES</b>							
Accounts Payable	\$ 0	\$ 0	\$ 38	\$ 0	\$ 0	\$ 0	\$ 38
Due to Other Taxing Units	4,060,498	0	0	0	0	0	4,060,498
<b>Total Liabilities</b>	<b>\$ 4,060,498</b>	<b>\$ 0</b>	<b>\$ 38</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 4,060,536</b>
<b>NET POSITION</b>							
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 7,315	\$ 267,010	\$ 5,704,115	\$ 9,253	\$ 61,445	\$ 6,049,138
<b>Total Net Position</b>	<b>\$ 0</b>	<b>\$ 7,315</b>	<b>\$ 267,010</b>	<b>\$ 5,704,115</b>	<b>\$ 9,253</b>	<b>\$ 61,445</b>	<b>\$ 6,049,138</b>

Exhibit I-2

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

	Custodial Funds							Total
	Cities - Sales Tax	Cookeville - Putnam County Tornado Relief	Community Development Custodial	Constitu - tional Officers - Custodial	Judicial District Drug	District Attorney General		
<b>Additions</b>								
Sales Tax Collections for Other Governments	\$ 23,223,907	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 23,223,907
Fines/Fees and Other Collections	0	0	0	38,576,050	0	0	0	38,576,050
Drug Task Force Collections	0	0	0	0	819	0	0	819
District Attorney General Collections	0	0	0	0	0	14,989	0	14,989
Contributions	0	0	144,850	0	0	0	0	144,850
Tornado Relief Donations	0	133	0	0	0	0	0	133
<b>Total Additions</b>	<b>\$ 23,223,907</b>	<b>\$ 133</b>	<b>\$ 144,850</b>	<b>\$ 38,576,050</b>	<b>\$ 819</b>	<b>\$ 14,989</b>	<b>\$ 61,960,748</b>	
<b>Deductions</b>								
Payment of Sales Tax Collections for Other Governments	\$ 23,223,907	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 23,223,907
Payments to State	0	0	0	10,876,297	0	0	0	10,876,297
Payments to Cities, Individuals, and Others	0	0	0	27,892,785	0	0	0	27,892,785
Payment of Regional Planning Office Expenses	0	0	105,267	0	0	0	0	105,267
Payment of Drug Task Force Expenses	0	0	0	0	318	0	0	318
Payment of District Attorney General Expenses	0	0	0	0	0	25,065	0	25,065
<b>Total Deductions</b>	<b>\$ 23,223,907</b>	<b>\$ 0</b>	<b>\$ 105,267</b>	<b>\$ 38,769,082</b>	<b>\$ 318</b>	<b>\$ 25,065</b>	<b>\$ 62,123,639</b>	
Change in Net Position	\$ 0	\$ 133	\$ 39,583	\$ (193,032)	\$ 501	\$ (10,076)	\$ (162,891)	
Net Position July 1, 2022	0	7,182	227,427	5,897,147	8,752	71,521	6,212,029	
<b>Net Position June 30, 2023</b>	<b>\$ 0</b>	<b>\$ 7,315</b>	<b>\$ 267,010</b>	<b>\$ 5,704,115</b>	<b>\$ 9,253</b>	<b>\$ 61,445</b>	<b>\$ 6,049,138</b>	

# Putnam County School Department

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

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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.

Extended School Program Fund – The Extended School Program Fund is used to account for the operations of the child-care programs operated within 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 J-1

Putnam County, Tennessee

Statement of Activities

Discretely Presented Putnam County School Department

For the Year Ended June 30, 2023

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Operating		Capital	
		Charges for Services	Grants and Contributions	Grants and Contributions	
Governmental Activities:					
Instruction	\$ 77,445,654	\$ 0	\$ 7,965,315	\$ 18,410,100	\$ (51,070,239)
Support Services	42,189,114	1,416,171	3,649,063	1,584,444	(35,539,436)
Operation of Non-instructional Services	17,693,252	1,759,401	13,405,722	0	(2,528,129)
Interest on Long-term Debt	6,828	0	0	0	(6,828)
Total Governmental Activities	<u>\$ 137,334,848</u>	<u>\$ 3,175,572</u>	<u>\$ 25,020,100</u>	<u>\$ 19,994,544</u>	<u>\$ (89,144,632)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 19,646,580
Local Option Sales Taxes					17,602,374
Mixed Drink Tax					280,413
Other Local Taxes					6,488
Grants and Contributions Not Restricted to Specific Programs					76,808,564
Unrestricted Investment Earnings					259,360
Miscellaneous					30,468
Total General Revenues					<u>\$ 114,634,247</u>
Change in Net Position					\$ 25,489,615
Net Position, July 1, 2022					<u>201,575,760</u>
Net Position, June 30, 2023					<u>\$ 227,065,375</u>

Exhibit J-2

Putnam County, Tennessee

Balance Sheet - Governmental Funds

Discretely Presented Putnam County School Department

June 30, 2023

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Other Govern- mental Funds			
<b>ASSETS</b>							
Cash	\$ 0	\$ 0	\$ 0	\$ 2,425,375	\$ 2,425,375		
Equity in Pooled Cash and Investments	\$ 14,257,816	\$ 294,566	\$ 4,932,245	\$ 1,651,052	\$ 21,135,679		
Inventories	53,408	0	260,940	14,874	329,222		
Accounts Receivable	61,603	789	998	1,368	64,758		
Due from Other Governments	5,974,549	3,163,556	219,356	0	9,357,461		
Property Taxes Receivable	19,300,458	0	0	0	19,300,458		
Allowance for Uncollectible Property Taxes	(304,603)	0	0	0	(304,603)		
Restricted Assets	1,252,101	0	0	0	1,252,101		
<b>Total Assets</b>	<b>\$ 40,595,332</b>	<b>\$ 3,458,911</b>	<b>\$ 5,413,539</b>	<b>\$ 4,092,669</b>	<b>\$ 53,560,451</b>		
<b>LIABILITIES</b>							
Accounts Payable	\$ 288,251	\$ 1,944	\$ 0	\$ 2,331	\$ 292,526		
Accrued Payroll	960,412	342,170	0	37,504	1,340,086		
Payroll Deductions Payable	308,089	54,370	2,304	154	364,917		
<b>Total Liabilities</b>	<b>\$ 1,556,752</b>	<b>\$ 398,484</b>	<b>\$ 2,304</b>	<b>\$ 39,989</b>	<b>\$ 1,997,529</b>		
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Deferred Current Property Taxes	\$ 18,658,931	\$ 0	\$ 0	\$ 0	\$ 18,658,931		
Deferred Delinquent Property Taxes	336,409	0	0	0	336,409		
Other Deferred/Unavailable Revenue	1,458,333	0	0	0	1,458,333		
<b>Total Deferred Inflows of Resources</b>	<b>\$ 20,453,673</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 20,453,673</b>		

(Continued)

Exhibit J-2

Putnam County, Tennessee

Balance Sheet - Governmental Funds

Discretely Presented Putnam County School Department (Cont.)

						Nonmajor Funds	Total Governmental Funds	
	Major Funds			Other Govern- mental Funds				
	General Purpose School	School Federal Projects	Central Cafeteria					
<b><u>FUND BALANCES</u></b>								
Nonspendable:								
Inventory	\$ 53,408	\$ 0	\$ 260,940	\$ 14,874	\$ 329,222			
Restricted:								
Restricted for Education	40,400	60,427	5,150,295	2,425,207	7,676,329			
Restricted for Hybrid Retirement Stabilization Funds	1,252,101	0	0	0	1,252,101			
Committed:								
Committed for Education	0	3,000,000	0	1,612,599	4,612,599			
Assigned:								
Assigned for Education	3,667,583	0	0	0	3,667,583			
Unassigned	13,571,415	0	0	0	13,571,415			
<b>Total Fund Balances</b>	<b>\$ 18,584,907</b>	<b>\$ 3,060,427</b>	<b>\$ 5,411,235</b>	<b>\$ 4,052,680</b>	<b>\$ 31,109,249</b>			
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 40,595,332</b>	<b>\$ 3,458,911</b>	<b>\$ 5,413,539</b>	<b>\$ 4,092,669</b>	<b>\$ 53,560,451</b>			

Exhibit J-3

Putnam County, Tennessee

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

Discretely Presented Putnam 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 J-2)	\$ 31,109,249
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 5,769,995
Add: construction in progress	24,022,297
Add: buildings and improvements net of accumulated depreciation	139,608,282
Add: other capital assets net of accumulated depreciation	<u>5,928,543</u>
	175,329,117
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: compensated absences payable	\$ (433,418)
Less: contributions due on the primary government debt for other loans	(467,556)
Less: net pension liability	(1,701,754)
Less: net OPEB liability	<u>(9,795,213)</u>
	(12,397,941)
(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	\$ 19,891,589
Less: deferred inflows of resources related to pensions	(2,804,661)
Add: deferred outflows of resources related to OPEB	3,419,725
Less: deferred inflows of resources related to OPEB	<u>(3,199,516)</u>
	17,307,137
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.	
Add: net pension asset - teacher retirement plan	\$ 274,294
Add: net pension asset - teacher legacy pension plan	<u>13,648,777</u>
	13,923,071
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.	
	<u>1,794,742</u>
Net position of governmental activities (Exhibit A)	<u>\$ 227,065,375</u>

Exhibit J-4

Putnam County, Tennessee

Statement of Revenues, Expenditures,

and Changes in Fund Balances -

Governmental Funds

Discretely Presented Putnam County School Department

For the Year Ended June 30, 2023

	Major Funds				Nonmajor Funds		Total Governmental Funds	
	General Purpose School	School		Central Cafeteria	Other	Govern- mental Funds		
		Federal Projects	Central Cafeteria		Govern- mental Funds			
<b>Revenues</b>								
Local Taxes	\$ 37,485,430	\$ 0	\$ 0	\$ 0	\$ 0	\$ 37,485,430		
Licenses and Permits	6,488	0	0	0	0	6,488		
Charges for Current Services	286,804	0	1,587,233	1,302,112	3,176,149			
Other Local Revenues	100,813	0	188,438	4,172,223	4,461,474			
State of Tennessee	67,091,243	0	61,134	0	67,152,377			
Federal Government	1,260,426	21,297,522	6,980,530	130,764	29,669,242			
Other Governments and Citizens Groups	193,195	0	0	0	193,195			
<b>Total Revenues</b>	<b>\$ 106,424,399</b>	<b>\$ 21,297,522</b>	<b>\$ 8,817,335</b>	<b>\$ 5,605,099</b>	<b>\$ 142,144,355</b>			
<b>Expenditures</b>								
Current:								
Instruction	\$ 63,469,224	\$ 8,754,845	\$ 0	\$ 0	\$ 0	\$ 72,224,069		
Support Services	37,836,914	4,620,043	0	0	0	42,456,957		
Operation of Non-Instructional Services	3,776,018	671,571	7,822,774	5,475,934	17,746,297			
Capital Outlay	945,090	6,339,158	0	0	0	7,284,248		
Debt Service:								
Principal on Debt	396,456	0	0	0	0	396,456		
Interest on Debt	6,828	0	0	0	0	6,828		
<b>Total Expenditures</b>	<b>\$ 106,430,530</b>	<b>\$ 20,385,617</b>	<b>\$ 7,822,774</b>	<b>\$ 5,475,934</b>	<b>\$ 140,114,855</b>			
Excess (Deficiency) of Revenues Over Expenditures	\$ (6,131)	\$ 911,905	\$ 994,561	\$ 129,165	\$ 2,029,500			

(Continued)

Exhibit J-4

Putnam County, Tennessee

Statement of Revenues, Expenditures,

and Changes in Fund Balances -

Governmental Funds

Discretely Presented Putnam County School Department (Cont.)

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Other Govern- mental Funds			
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 1,285,610	\$ 0	\$ 0	\$ 0	\$ 1,285,610		
Transfers Out	0	(523,821)	(761,789)	0	0	(1,285,610)	
Total Other Financing Sources (Uses)	<u>\$ 1,285,610</u>	<u>\$ (523,821)</u>	<u>\$ (761,789)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>	
Net Change in Fund Balances	\$ 1,279,479	\$ 388,084	\$ 232,772	\$ 129,165	\$ 2,029,500		
Fund Balance, July 1, 2022	17,305,428	2,672,343	5,178,463	3,923,515	29,079,749		
Fund Balance, June 30, 2023	<u>\$ 18,584,907</u>	<u>\$ 3,060,427</u>	<u>\$ 5,411,235</u>	<u>\$ 4,052,680</u>	<u>\$ 31,109,249</u>		

Exhibit J-5

Putnam County, Tennessee

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities  
Discretely Presented Putnam 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 J-4)	\$ 2,029,500
(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	\$ 4,056,935
Less: current-year depreciation expense	<u>(4,263,256)</u> (206,321)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.	
Add: assets donated and capitalized	19,994,544
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 1,794,742
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(1,514,949)</u> 279,793
(4) The contributions of long-term debt (e.g., bonds, notes, other loans, leases) by the primary government provide current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.	
Add: principal contribution on other loans to the primary government	396,456
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
Change in compensated absences payable	\$ (34,068)
Change in net pension liability/asset - agent plan	(6,003,549)
Change in net pension liability/asset - teacher retirement plan	(644,915)
Change in net pension liability/asset - teacher legacy pension plan	(34,305,751)
Change in deferred outflows related to pensions	(2,114,173)
Change in deferred inflows related to pensions	46,652,252
Change in OPEB liability	1,007,570
Change in deferred outflows related to OPEB	(589,614)
Change in deferred inflows related to OPEB	<u>(972,109)</u> 2,995,643
Change in net position of governmental activities (Exhibit B)	<u>\$ 25,489,615</u>

Exhibit J-6

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

	Special Revenue Funds		Total
	Extended School Program	Internal School	Nonmajor Governmental Funds
<b><u>ASSETS</u></b>			
Cash	\$ 0	\$ 2,425,375	\$ 2,425,375
Equity in Pooled Cash and Investments	1,651,052	0	1,651,052
Inventories	0	14,874	14,874
Accounts Receivable	1,368	0	1,368
<b>Total Assets</b>	<b>\$ 1,652,420</b>	<b>\$ 2,440,249</b>	<b>\$ 4,092,669</b>
<b><u>LIABILITIES</u></b>			
Accounts Payable	\$ 2,163	\$ 168	\$ 2,331
Accrued Payroll	37,504	0	37,504
Payroll Deductions Payable	154	0	154
<b>Total Liabilities</b>	<b>\$ 39,821</b>	<b>\$ 168</b>	<b>\$ 39,989</b>
<b><u>FUND BALANCES</u></b>			
Nonspendable:			
Inventory	\$ 0	\$ 14,874	\$ 14,874
Restricted:			
Restricted for Education	0	2,425,207	2,425,207
Committed:			
Committed for Education	1,612,599	0	1,612,599
<b>Total Fund Balances</b>	<b>\$ 1,612,599</b>	<b>\$ 2,440,081</b>	<b>\$ 4,052,680</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,652,420</b>	<b>\$ 2,440,249</b>	<b>\$ 4,092,669</b>

Exhibit J-7

Putnam County, Tennessee  
Combining Statement of Revenues, Expenditures,

and Changes in Fund Balances -  
Nonmajor Governmental Funds

Discretely Presented Putnam County School Department  
For the Year Ended June 30, 2023

	Special Revenue Funds		Total	
	Extended School Program	Internal School	Nonmajor Governmental Funds	
<b>Revenues</b>				
Charges for Current Services	\$ 1,302,112	\$ 0	\$ 1,302,112	
Other Local Revenues	0	4,172,223	4,172,223	
Federal Government	130,764	0	130,764	
<b>Total Revenues</b>	<b>\$ 1,432,876</b>	<b>\$ 4,172,223</b>	<b>\$ 5,605,099</b>	
<b>Expenditures</b>				
<b>Current:</b>				
Operation of Non-Instructional Services	\$ 1,476,155	\$ 3,999,779	\$ 5,475,934	
<b>Total Expenditures</b>	<b>\$ 1,476,155</b>	<b>\$ 3,999,779</b>	<b>\$ 5,475,934</b>	
Excess (Deficiency) of Revenues Over Expenditures	\$ (43,279)	\$ 172,444	\$ 129,165	
Net Change in Fund Balances	\$ (43,279)	\$ 172,444	\$ 129,165	
Fund Balance, July 1, 2022	1,655,878	2,267,637	3,923,515	
<b>Fund Balance, June 30, 2023</b>	<b>\$ 1,612,599</b>	<b>\$ 2,440,081</b>	<b>\$ 4,052,680</b>	

Exhibit J-8

Putnam County, Tennessee

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 37,485,430	\$ 0	\$ 0	\$ 37,485,430	\$ 37,079,678	\$ 37,079,678	\$ 405,752
Licenses and Permits	6,488	0	0	6,488	6,000	6,000	488
Charges for Current Services	286,804	0	0	286,804	230,000	261,500	25,304
Other Local Revenues	100,813	0	0	100,813	39,300	39,300	61,513
State of Tennessee	67,091,243	0	0	67,091,243	63,910,615	72,145,114	(5,083,871)
Federal Government	1,260,426	0	0	1,260,426	302,000	1,172,916	87,510
Other Governments and Citizens Groups	193,195	0	0	193,195	9,000	154,700	38,495
Total Revenues	\$ 106,424,399	\$ 0	\$ 0	\$ 106,424,399	\$ 101,576,593	\$ 110,859,208	\$ (4,434,809)
<b>Expenditures</b>							
<u>Instruction</u>							
Regular Instruction Program	\$ 49,002,631	\$ (52,297)	\$ 258,446	\$ 49,208,780	\$ 49,344,423	\$ 49,928,049	\$ 719,269
Alternative Instruction Program	805,612	0	0	805,612	688,785	834,035	28,423
Special Education Program	10,667,061	(125)	29	10,666,965	10,926,737	10,935,910	268,945
Career and Technical Education Program	2,282,314	(3,313)	0	2,279,001	2,090,092	6,412,730	4,133,729
Adult Education Program	711,606	0	0	711,606	0	799,936	88,330
<u>Support Services</u>							
Attendance	436,085	0	0	436,085	347,127	445,827	9,742
Health Services	1,308,920	(400)	3,133	1,311,653	1,261,265	1,328,262	16,609
Other Student Support	3,235,195	(25,843)	1,645	3,210,997	3,258,823	3,441,134	230,137
Regular Instruction Program	3,308,599	(25,776)	9,189	3,292,012	3,208,102	3,473,284	181,272
Alternative Instruction Program	155,082	0	0	155,082	156,766	156,766	1,684
Special Education Program	1,837,675	(294)	0	1,837,381	1,935,710	1,927,337	89,956
Career and Technical Education Program	124,735	0	0	124,735	128,061	136,961	12,226
Technology	1,391,576	(13,857)	380,880	1,758,599	1,732,149	1,798,489	39,890
Adult Programs	175,524	0	0	175,524	0	186,035	10,511
Other Programs	171,685	0	0	171,685	0	171,685	0
Board of Education	2,018,423	0	0	2,018,423	2,023,136	2,154,501	136,078
Director of Schools	176,567	0	0	176,567	178,538	184,238	7,671

(Continued)

Exhibit J-8

Putnam County, Tennessee

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
<u>Support Services (Cont.)</u>							
Office of the Principal	\$ 7,538,135	\$ 0	\$ 0	\$ 7,538,135	\$ 7,534,341	\$ 7,605,015	\$ 66,880
Fiscal Services	1,066,299	0	0	1,066,299	1,060,227	1,080,127	13,828
Human Services/Personnel	288,902	0	168	289,070	287,976	292,876	3,806
Operation of Plant	8,107,613	(11,108)	13,059	8,109,564	8,186,908	8,319,209	209,645
Maintenance of Plant	2,725,208	(260,624)	175,927	2,640,511	2,682,386	2,942,386	301,875
Transportation	3,770,691	(16,033)	6,650	3,761,308	3,965,347	4,111,121	349,813
<u>Operation of Non-Instructional Services</u>							
Food Service	620,579	0	21,000	641,579	470,513	669,348	27,769
Community Services	1,250,484	(1,101)	0	1,249,383	33,076	1,305,128	55,745
Early Childhood Education	1,904,955	0	0	1,904,955	1,973,503	1,973,503	68,548
<u>Capital Outlay</u>							
Regular Capital Outlay	945,090	0	2,797,457	3,742,547	0	5,485,361	1,742,814
<u>Principal on Debt</u>							
Education	396,456	0	0	396,456	0	396,456	0
<u>Interest on Debt</u>							
Education	6,828	0	0	6,828	0	6,828	0
Total Expenditures	\$ 106,430,530	\$ (410,771)	\$ 3,667,583	\$ 109,687,342	\$ 103,473,991	\$ 118,502,537	\$ 8,815,195
Excess (Deficiency) of Revenues Over Expenditures	\$ (6,131)	\$ 410,771	\$ (3,667,583)	\$ (3,262,943)	\$ (1,897,398)	\$ (7,643,329)	\$ 4,380,386
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 1,285,610	\$ 0	\$ 0	\$ 1,285,610	\$ 1,000,000	\$ 1,298,070	\$ (12,460)
Total Other Financing Sources	\$ 1,285,610	\$ 0	\$ 0	\$ 1,285,610	\$ 1,000,000	\$ 1,298,070	\$ (12,460)
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 1,279,479	\$ 410,771	\$ (3,667,583)	\$ (1,977,333)	\$ (897,398)	\$ (6,345,259)	\$ 4,367,926
	17,305,428	(410,771)	0	16,894,657	16,377,181	16,377,181	517,476
Fund Balance, June 30, 2023	\$ 18,584,907	\$ 0	\$ (3,667,583)	\$ 14,917,324	\$ 15,479,783	\$ 10,031,922	\$ 4,885,402

Exhibit J-9

Putnam County, Tennessee

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

	Actual (GAAP Basis)	Add: 6/30/2023	Expenditures (Budgetary Basis)	Actual Revenues/ Expenditures		Budgeted Amounts	Variance with Final Budget - Positive (Negative)
				Original	Final		
<b>Revenues</b>							
Other Local Revenues	\$ 0	\$ 0	\$ 439,622	\$ 0	\$ 0	\$ 0	\$ 0
Federal Government	21,297,522	0	6,864,748	31,840,590	(10,543,068)		
<b>Total Revenues</b>	<b>\$ 21,297,522</b>	<b>\$ 0</b>	<b>\$ 21,297,522</b>	<b>\$ 7,304,370</b>	<b>\$ 31,840,590</b>	<b>\$ (10,543,068)</b>	
<b>Expenditures</b>							
<u>Instruction</u>							
Regular Instruction Program	\$ 5,416,940	\$ 0	\$ 5,416,940	\$ 2,370,674	\$ 8,310,577	\$ 2,893,637	
Special Education Program	3,028,749	0	3,028,749	2,289,287	3,488,302	459,553	
Career and Technical Education Program	309,156	0	309,156	161,877	456,535	147,379	
<u>Support Services</u>							
Health Services	177,518	31,140	208,658	0	209,272	614	
Other Student Support	495,243	31,909	527,152	106,233	715,923	188,771	
Regular Instruction Program	3,520,770	0	3,520,770	1,939,900	4,480,028	959,258	
Special Education Program	345,048	0	345,048	279,075	383,722	38,674	
Technology	28,944	0	28,944	0	44,955	16,011	
Fiscal Services	46,200	0	46,200	0	46,200	0	
Transportation	6,320	0	6,320	6,500	6,500	180	
<u>Operation of Non-Instructional Services</u>							
Food Service	228,663	0	228,663	0	251,754	23,091	
Community Services	442,908	0	442,908	0	496,904	53,996	
<u>Capital Outlay</u>							
Regular Capital Outlay	6,339,158	3,505,670	9,844,828	0	12,404,915	2,560,087	
<b>Total Expenditures</b>	<b>\$ 20,385,617</b>	<b>\$ 3,568,719</b>	<b>\$ 23,954,336</b>	<b>\$ 7,153,546</b>	<b>\$ 31,295,587</b>	<b>\$ 7,341,251</b>	

(Continued)

Exhibit J-9

Putnam County, Tennessee

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

	Actual (GAAP Basis)	Add: 6/30/2023	Expenditures (Budgetary Basis)	Actual Revenues/ Expenditures		Budgeted Amounts	Variance with Final Budget - Positive (Negative)
				Original	Final		
Excess (Deficiency) of Revenues Over Expenditures	\$ 911,905	\$ (3,568,719)	\$ (2,656,814)	\$ 150,824	\$ 545,003	\$ (3,201,817)	
<u>Other Financing Sources (Uses)</u>							
Transfers In	\$ 0	\$ 0	\$ 0	\$ 355,611	\$ 357,254	\$ (357,254)	
Transfers Out	\$ (523,821)	\$ 0	\$ (523,821)	\$ (506,433)	\$ (902,845)	\$ 379,024	
Total Other Financing Sources	\$ (523,821)	\$ 0	\$ (523,821)	\$ (150,822)	\$ (545,591)	\$ 21,770	
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 388,084	\$ (3,568,719)	\$ (3,180,635)	2	\$ (588)	\$ (3,180,047)	
	2,672,343	0	2,672,343	0	588	2,671,755	
Fund Balance, June 30, 2023	\$ 3,060,427	\$ (3,568,719)	\$ (508,292)	2	\$ 0	\$ (508,292)	

Exhibit J-10

Putnam County, Tennessee

Schedule of Revenues, Expenditures, and Changes

in Fund Balance - Actual (Budgetary Basis) and Budget

Discretely Presented Putnam County School Department

Central Cafeteria Fund

For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Charges for Current Services	\$ 1,587,233	\$ 0	\$ 0	\$ 1,587,233	\$ 1,267,000	\$ 1,838,000	\$ (250,767)
Other Local Revenues	188,438	0	0	188,438	0	0	188,438
State of Tennessee	61,134	0	0	61,134	66,000	66,000	(4,866)
Federal Government	6,980,530	0	0	6,980,530	6,567,000	7,252,825	(272,295)
Total Revenues	\$ 8,817,335	\$ 0	\$ 0	\$ 8,817,335	\$ 7,900,000	\$ 9,156,825	\$ (339,490)
<b>Expenditures</b>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 7,822,774	\$ (85,005)	\$ 110,252	\$ 7,848,021	\$ 7,225,000	\$ 8,408,757	\$ 560,736
Total Expenditures	\$ 7,822,774	\$ (85,005)	\$ 110,252	\$ 7,848,021	\$ 7,225,000	\$ 8,408,757	\$ 560,736
Excess (Deficiency) of Revenues Over Expenditures	\$ 994,561	\$ 85,005	\$ (110,252)	\$ 969,314	\$ 675,000	\$ 748,068	\$ 221,246
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (761,789)	\$ 0	\$ 0	\$ (761,789)	\$ (675,000)	\$ (775,000)	\$ 13,211
Total Other Financing Sources	\$ (761,789)	\$ 0	\$ 0	\$ (761,789)	\$ (675,000)	\$ (775,000)	\$ 13,211
Net Change in Fund Balance Fund Balance, July 1, 2022	\$ 232,772	\$ 85,005	\$ (110,252)	\$ 207,525	\$ 0	\$ (26,932)	\$ 234,457
	5,178,463	(85,005)	0	5,093,458	2,275,941	2,275,941	2,817,517
Fund Balance, June 30, 2023	\$ 5,411,235	\$ 0	\$ (110,252)	\$ 5,300,983	\$ 2,275,941	\$ 2,249,009	\$ 3,051,974

Exhibit J-11

Putnam County, Tennessee

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2023	Expenditures (Budgetary Basis)	Actual Revenues/ Expenditures		Budgeted Amounts Original	Final	Variance with Final Budget - Positive (Negative)
				Budgeted Amounts Original	Budgeted Amounts Final			
<u>Revenues</u>								
Charges for Current Services	\$ 1,302,112	\$ 0	\$ 1,302,112	\$ 1,674,110	\$ 1,674,110	\$ (371,998)		
Federal Government	130,764	0	130,764	0	0	0	130,764	
Total Revenues	<u>\$ 1,432,876</u>	<u>\$ 0</u>	<u>\$ 1,432,876</u>	<u>\$ 1,674,110</u>	<u>\$ 1,674,110</u>	<u>\$ (241,234)</u>		
<u>Expenditures</u>								
<u>Operation of Non-Instructional Services</u>								
Community Services	\$ 1,476,155	\$ 256	\$ 1,476,411	\$ 1,674,110	\$ 1,674,110	\$ 197,699		
Total Expenditures	<u>\$ 1,476,155</u>	<u>\$ 256</u>	<u>\$ 1,476,411</u>	<u>\$ 1,674,110</u>	<u>\$ 1,674,110</u>	<u>\$ 197,699</u>		
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (43,279)</u>	<u>\$ (256)</u>	<u>\$ (43,535)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (43,535)</u>		
Net Change in Fund Balance Fund Balance, July 1, 2022	<u>\$ (43,279)</u>	<u>\$ (256)</u>	<u>\$ (43,535)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (43,535)</u>		
	<u>1,655,878</u>	<u>0</u>	<u>1,655,878</u>	<u>1,882,899</u>	<u>1,882,899</u>	<u>(227,021)</u>		
Fund Balance, June 30, 2023	<u>\$ 1,612,599</u>	<u>\$ (256)</u>	<u>\$ 1,612,343</u>	<u>\$ 1,882,899</u>	<u>\$ 1,882,899</u>	<u>\$ (270,556)</u>		

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## **MISCELLANEOUS SCHEDULES**

Exhibit K-1

Putnam County, Tennessee

Schedule of Changes in Long-term Bonds, Notes, and 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
<b>BONDS PAYABLE</b>							
<u>Payable through General Debt Service Fund</u>							
School Bonds, Series 2013	\$ 52,235,000	2 to 3.5 %	6-6-13	4-1-23	\$ 2,500,000	\$ 2,500,000	\$ 0
General Obligation Public Improvement Bonds, Series 2021	92,175,000	1.75 to 5	8-20-21	4-1-47	92,175,000	2,000,000	90,175,000
School Refunding, Series 2017	44,260,000	4 to 5	2-17-17	4-1-28	30,740,000	5,000,000	25,740,000
General Obligation Refunding Bond, Series 2018	13,455,000	2 to 4	2-9-18	4-1-28	8,090,000	1,525,000	6,565,000
General Obligation Refunding Bond, Series 2020	5,595,000	2 to 5	2-14-20	4-1-30	4,540,000	550,000	3,990,000
General Obligation School Refunding Bond, Series 2020	48,590,000	1 to 2	8-7-20	6-30-33	47,485,000	445,000	47,040,000
Total Bonds Payable					\$ 185,530,000	\$ 12,020,000	\$ 173,510,000
<b>NOTES PAYABLE</b>							
<u>Payable through General Debt Service Fund</u>							
General Obligation Capital Outlay Note, Series 2019	5,395,000	2.189	12-18-19	4-1-30	\$ 4,315,000	\$ 540,000	\$ 3,775,000
General Obligation Capital Outlay Note, Series 2020	2,155,000	1.54	12-17-20	2-1-24	1,915,000	240,000	1,675,000
Total Notes Payable					\$ 6,230,000	\$ 780,000	\$ 5,450,000
<b>OTHER LOANS PAYABLE</b>							
<u>Contributions Due by the School Department from the General Purpose School Fund to the General Debt Service Fund</u>							
Energy Efficient Schools Initiative Loan	2,347,584	1	1-4-18	8-1-24	\$ 864,012	\$ 396,456	\$ 467,556

Exhibit K-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 11,630,000	\$ 4,841,258	\$ 16,471,258
2025	13,600,000	4,363,509	17,963,509
2026	14,195,000	3,819,683	18,014,683
2027	14,260,000	3,293,084	17,553,084
2028	11,760,000	2,761,433	14,521,433
2029	9,985,000	2,375,244	12,360,244
2030	10,020,000	2,131,883	12,151,883
2031	9,495,000	1,876,159	11,371,159
2032	9,240,000	1,650,506	10,890,506
2033	8,505,000	1,452,476	9,957,476
2034	3,805,000	1,259,856	5,064,856
2035	3,875,000	1,193,269	5,068,269
2036	3,950,000	1,115,769	5,065,769
2037	4,030,000	1,036,769	5,066,769
2038	4,115,000	956,169	5,071,169
2039	4,195,000	873,869	5,068,869
2040	4,280,000	789,969	5,069,969
2041	4,360,000	704,369	5,064,369
2042	4,460,000	611,719	5,071,719
2043	4,550,000	516,944	5,066,944
2044	4,650,000	420,256	5,070,256
2045	4,745,000	321,444	5,066,444
2046	4,850,000	220,613	5,070,613
2047	4,955,000	111,488	5,066,488
<b>Total</b>	<b>\$ 173,510,000</b>	<b>\$ 38,697,738</b>	<b>\$ 212,207,738</b>

Year Ending June 30	Notes		
	Principal	Interest	Total
2024	\$ 2,215,000	\$ 108,468	\$ 2,323,468
2025	540,000	70,847	610,847
2026	540,000	59,020	599,020
2027	540,000	47,195	587,195
2028	540,000	35,368	575,368
2029	540,000	23,543	563,543
2030	535,000	11,748	546,748
<b>Total</b>	<b>\$ 5,450,000</b>	<b>\$ 356,189</b>	<b>\$ 5,806,189</b>

(Continued)

## Exhibit K-2

Putnam County, TennesseeSchedule of Long-term Debt Requirements by Year (Cont.)

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2024	\$ 400,440	\$ 2,844	\$ 403,284
2025	67,116	87	67,203
Total	<u>\$ 467,556</u>	<u>\$ 2,931</u>	<u>\$ 470,487</u>

Putnam County, Tennessee  
Schedule of Leases Receivable  
Primary Government  
For the Year Ended June 30, 2023

Description	Debtor	Original Amount of Lease	Date of Issue	Date of Maturity	Interest Rate	Balance 7-1-22	Deductions	Balance 6-30-23
<u>PRIMARY GOVERNMENT</u>								
<u>General Fund</u>								
Vocational Rehabilitation Center	State of Tennessee	\$ 1,774,969	7-1-18	6-30-28	0.00 %	\$ 1,064,981	\$ 177,497	\$ 887,484
Total Leases Receivable						\$ 1,064,981	\$ 177,497	\$ 887,484

Exhibit K-4

Putnam County, Tennessee

Schedule of Transfers

Primary Government and Discretely Presented Putnam County School Department

For the Year Ended June 30, 2023

From Fund	To Fund	Purpose	Amount
<b><u>PRIMARY GOVERNMENT</u></b>			
General	General Capital Projects	Capital projects	\$ 612,312
Other General Government	"	"	975,000
General Debt Service	General	Excess sales tax	2,000,000
"	General Capital Projects	Capital projects	<u>10,000,000</u>
Total Transfers Primary Government			<u>\$ 13,587,312</u>
<b><u>DISCRETELY PRESENTED PUTNAM COUNTY SCHOOL DEPARTMENT</u></b>			
School Federal Projects	General Purpose School	Indirect costs	\$ 194,000
"	"	Salary stipends	329,821
Central Cafeteria	"	Reimbursement of direct costs	<u>761,789</u>
Total Transfers Discretely Presented Putnam County School Department			<u>\$ 1,285,610</u>

Exhibit K-5

Putnam County, Tennessee

Schedule of Salaries and Official Bonds of Principal Officials

Primary Government and Discretely Presented Putnam County School Department  
For the Year Ended June 30, 2023

Official	Authorization	Bond	Surety
<b>County Mayor</b>	Section 8-24-102, TCA	\$ 100,000	Nationwide Mutual Insurance Company
Base salary	\$ 116,694		
Additional appropriation by commission	1,260		
Total compensation	<u><u>\$ 117,954</u></u>		
<b>Road Supervisor</b>	Section 8-24-102, TCA	100,000	Western Surety Company
Base salary/Total compensation	<u><u>\$ 111,137</u></u>		
<b>Director of Schools</b>	State Board of Education and County Board of Education	100,000	Nationwide Mutual Insurance Company
Base salary	\$ 135,000		
Chief executive officer training supplement	1,000		
Total compensation	<u><u>\$ 136,000</u></u>		
<b>Trustee</b>	Section 8-24-102, TCA	4,798,695	Auto-Owners Mutual Insurance Company
Base salary/Total compensation	<u><u>101,034</u></u>		
<b>Assessor of Property</b>	Section 8-24-102, TCA	50,000	Nationwide Mutual Insurance Company
Base salary/Total compensation	<u><u>\$ 101,034</u></u>		
<b>County Clerk</b>	Section 8-24-102, TCA and County Commission	100,000	Travelers Casualty & Surety Company of America
Base salary	\$ 101,034		
Beer board secretary	100		
Total compensation	<u><u>\$ 101,134</u></u>		
<b>Circuit, General Sessions and Juvenile Courts Clerk</b>	Section 8-24-102, TCA and Probate Judge	110,000	RLI Insurance Company
Base salary	\$ 101,034		
Special commissioner fees	12,566		
Total compensation	<u><u>\$ 113,600</u></u>		
<b>Clerk and Master</b>	Section 8-24-102, TCA and Chancery Court Judge	150,000	Western Surety Company
Base salary	\$ 101,034		
Special commissioner fees	50,497		
Total compensation	<u><u>\$ 151,531</u></u>		
<b>Register of Deeds - Vacant (7/1/22-11/16/22)</b>			
<b>Register of Deeds - John Sanders (11/17/22-6/30-23)</b>	Section 8-24-102, TCA	100,000	Nationwide Mutual Insurance Company
Base salary/Total compensation	<u><u>\$ 60,620</u></u>		
<b>Sheriff</b>	Section 8-24-102, TCA	100,000	Nationwide Mutual Insurance Company
Base salary	\$ 111,137		
Superintendent of workhouse	1,200		
Law enforcement training supplement	800		
Total compensation	<u><u>\$ 113,137</u></u>		
Employee Blanket Bonds:			
Public Employee Dishonesty - Primary Government and Discretely Presented Putnam County School Department		500,000	The Hartford Insurance Company

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<b>Local Taxes</b>						
<b>County Property Taxes</b>						
Current Property Tax	\$ 18,356,130	\$ 3,333,419	\$ 0	\$ 355,005	\$ 0	\$ 0
Trustee's Collections - Prior Year	226,987	38,364	0	4,718	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	235,161	43,123	0	4,429	0	0
Interest and Penalty	77,308	13,697	0	1,489	0	0
Payments in-Lieu-of Taxes - T.V.A.	358	65	0	7	0	0
Payments in-Lieu-of Taxes - Other	227,818	41,372	0	4,413	0	0
<b>County Local Option Taxes</b>						
Local Option Sales Tax	2,811,555	0	0	0	0	0
Hotel/Motel Tax	0	0	0	557,885	0	0
Local Amusement Tax	0	0	0	0	0	0
Litigation Tax - General	220,214	0	0	0	0	0
Litigation Tax - Special Purpose	80	0	0	0	0	0
Business Tax	2,087,415	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Other County Local Option Taxes	0	0	0	0	0	0
<b>Statutory Local Taxes</b>						
Bank Excise Tax	233,034	42,319	0	4,514	0	0
Wholesale Beer Tax	183,672	0	0	0	0	0
<b>Total Local Taxes</b>	<b>\$ 24,659,732</b>	<b>\$ 3,512,359</b>	<b>\$ 0</b>	<b>\$ 932,460</b>	<b>\$ 0</b>	<b>\$ 0</b>
<b>Licenses and Permits</b>						
<b>Licenses</b>						
Cable TV Franchise	\$ 313,106	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>Permits</b>						
Building Permits	275,612	0	0	0	0	0

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<u>Licenses and Permits (Cont.)</u>						
<u>Permits (Cont.)</u>						
Electrical Permits	\$ 13,894	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Plumbing Permits	14,662	0	0	0	0	0
Food Handling Permits	1,000	0	0	0	0	0
Other Permits	3,850	0	0	0	0	0
Total Licenses and Permits	\$ 622,124	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 19,224	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	11,926	0	0	0	0	0
Drug Control Fines	6,700	0	0	0	0	7,983
Drug Court Fees	5,468	0	0	0	0	0
Veterans Treatment Court Fees	3,485	0	0	0	0	0
Jail Fees	26,689	0	0	0	0	0
Judicial Commissioner Fees	32	0	0	0	0	0
DUI Treatment Fines	12,980	0	0	0	0	0
Data Entry Fee - Circuit Court	4,310	0	0	0	0	0
Courtroom Security Fee	1,610	0	0	0	0	0
Victims Assistance Assessments	13,400	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	16,156	0	0	0	0	0
Officers Costs	80,283	0	0	0	0	0
Game and Fish Fines	756	0	0	0	0	0
Drug Court Fees	6,054	0	0	0	0	0
Veterans Treatment Court Fees	3,540	0	0	0	0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
<u>General Sessions Court (Cont.)</u>						
Jail Fees	\$ 92,441	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Interpreter Fee	130	0	0	0	0	0
Judicial Commissioner Fees	82	0	0	0	0	0
DUI Treatment Fines	7,244	0	0	0	0	0
Data Entry Fee - General Sessions Court	29,748	0	0	0	0	0
Courtroom Security Fee	4,616	0	0	0	0	0
Victims Assistance Assessments	23,208	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	1,963	0	0	0	0	0
Officers Costs	10,956	0	0	0	0	0
Jail Fees	2,434	0	0	0	0	0
Data Entry Fee - Juvenile Court	3,897	0	0	0	0	0
Courtroom Security Fee	957	0	0	0	0	0
<u>Chancery Court</u>						
Officers Costs	3,101	0	0	0	0	0
Data Entry Fee - Chancery Court	6,950	0	0	0	0	0
Courtroom Security Fee	253	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	11,280
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	84,410
Other Fines, Forfeitures, and Penalties	37,100	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 437,693	\$ 0	\$ 0	\$ 0	\$ 0	\$ 103,673

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<b>Charges for Current Services</b>						
<u>General Service Charges</u>						
Tipping Fees	\$ 0	\$ 2,141,766	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fee	0	40,000	0	0	0	0
Surcharge - Waste Tire Disposal	0	106,983	0	0	0	0
Patient Charges	6,171,530	0	0	0	0	0
Other General Service Charges	25,590	0	0	0	0	0
Service Charges	11,100	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	12,350	0	0	0	0	0
Copy Fees	1,040	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	77,499	0
Greenbelt Late Application Fee	100	0	0	0	0	0
Telephone Commissions	211,356	0	0	0	0	0
Vending Machine Collections	0	0	0	0	0	0
Additional Fees - Titling and Registration	90,986	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0
Data Processing Fee - Register	23,866	0	0	0	0	0
Data Processing Fee - Sheriff	7,157	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	8,750	0	0	0	0	0
Data Processing Fee - County Clerk	29,216	0	0	0	0	0
Vehicle Registration Reinstatement Fees	6,590	0	0	0	0	0
Total Charges for Current Services	\$ 6,599,631	\$ 2,288,749	\$ 0	\$ 0	77,499	\$ 0
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 3,665,848	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit K-6

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<u>Other Local Revenues (Cont.)</u>						
<u>Recurring Items (Cont.)</u>						
Lease/Rentals	\$ 226,981	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Sale of Materials and Supplies	470	0	0	0	0	0
Commissary Sales	649,539	0	0	0	0	0
Sale of Gasoline	129,465	0	0	0	0	0
Sale of Recycled Materials	0	231,023	0	0	0	0
Miscellaneous Refunds	10,186	2,537	0	0	47	488
<u>Nonrecurring Items</u>						
Sale of Equipment	26,136	0	0	0	0	0
Sale of Property	53,695	0	0	709,560	0	116,580
Damages Recovered from Individuals	1,994	0	0	0	0	0
Contributions and Gifts	39,598	0	0	0	3,300	0
Performance Bond Forfeitures	52,084	0	0	0	0	0
<u>Other Local Revenues</u>						
Other Local Revenues	598,130	0	0	3,233	0	0
Total Other Local Revenues	\$ 5,454,126	\$ 233,560	\$ 0	\$ 712,793	\$ 3,347	\$ 117,068

Fees Received From County Officials

Fees In-Lieu-of Salary

County Clerk	\$ 1,031,648	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	271,558	0	0	0	0	0
General Sessions Court Clerk	720,510	0	0	0	0	0
Clerk and Master	172,137	0	0	0	0	0
Juvenile Court Clerk	86,726	0	0	0	0	0
Register	370,885	0	0	0	0	0
Sheriff	53,026	0	0	0	0	0

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<b>Fees Received From County Officials (Cont.)</b>						
<b>Fees In-Lieu-of Salary (Cont.)</b>						
Trustee	\$ 2,036,750	\$ 0	\$ 0	\$ 0	\$ 0	0
Total Fees Received From County Officials	\$ 4,743,240	\$ 0	\$ 0	\$ 0	\$ 0	0
<b>State of Tennessee</b>						
<b>General Government Grants</b>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Other General Government Grants	0	0	0	0	0	0
<b>Public Safety Grants</b>						
Law Enforcement Training Programs	58,400	0	0	0	0	0
Drug Control Grants	190,878	0	0	0	0	0
Other Public Safety Grants	17,800	0	0	0	0	0
<b>Health and Welfare Grants</b>						
Health Department Programs	1,855,904	0	0	0	0	0
<b>Public Works Grants</b>						
State Aid Program	0	0	0	0	0	0
Litter Program	115,374	5,057	0	0	0	0
<b>Other State Revenues</b>						
Beer Tax	19,200	0	0	0	0	0
Alcoholic Beverage Tax	164,323	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	0	0	350,535	0	0	0
State Revenue Sharing - T.V.A.	1,022,115	0	0	0	0	0
State Revenue Sharing - Telecommunications	313,946	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	59,897	0	0	0	0	0
Contracted Prisoner Boarding	1,981,267	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Opioid Abatement	Industrial / Economic Development	Special Purpose	Drug Control
<u><b>State of Tennessee (Cont.)</b></u>						
<u><b>Other State Revenues (Cont.)</b></u>						
Petroleum Special Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	565,910	0	0	0	0	0
Other State Revenues	19,635	0	0	0	0	0
Total State of Tennessee	\$ 6,408,813	\$ 5,057	\$ 350,535	\$ 0	\$ 0	\$ 0
<u><b>Federal Government</b></u>						
<u><b>Federal Through State</b></u>						
Community Development	\$ 8,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Disaster Relief	180,928	0	0	0	0	0
Homeland Security Grants	134,273	0	0	0	0	0
Other Federal through State	330,595	0	0	0	0	0
<u><b>Direct Federal Revenue</b></u>						
American Rescue Plan Act Grant #6	0	0	0	0	0	0
Other Direct Federal Revenue	142,579	0	0	0	0	5,375
Total Federal Government	\$ 796,875	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,375
<u><b>Other Governments and Citizens Groups</b></u>						
<u><b>Other Governments</b></u>						
Prisoner Board	\$ 277,146	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	0	0	0
Contracted Services	104	0	0	0	0	0
<u><b>Other</b></u>						
Other	487,171	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	0	0	75,815	0	0	0
Total Other Governments and Citizens Groups	\$ 764,421	\$ 0	\$ 75,815	\$ 0	\$ 0	\$ 0
Total	\$ 50,486,655	\$ 6,039,725	\$ 426,350	\$ 1,645,253	\$ 80,846	\$ 226,116

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund		
	Sports and Recreation	Other General	Constitu - tional Government Fund	Officers - Fees	Highway / Public Works	General Debt Service	
<b>Local Taxes</b>							
<b>County Property Taxes</b>							
Current Property Tax	\$ 822,238	\$ 0	\$ 0	\$ 2,244,534	\$ 10,889,205		
Trustee's Collections - Prior Year	9,069	0	0	26,979	128,695		
Circuit Clerk/Clerk and Master Collections - Prior Years	9,253	0	0	32,180	142,574		
Interest and Penalty	3,247	0	0	9,438	45,596		
Payments in-Lieu-of Taxes - T.V.A.	16	0	0	44	212		
Payments in-Lieu-of Taxes - Other	10,205	0	0	27,857	135,147		
<b>County Local Option Taxes</b>							
Local Option Sales Tax	0	0	0	0	17,395,159		
Hotel/Motel Tax	468,623	0	0	0	1,205,031		
Local Amusement Tax	0	0	0	0	0		
Litigation Tax - General	0	0	0	0	0		
Litigation Tax - Special Purpose	0	0	0	0	0		
Business Tax	0	0	0	0	0		
Mineral Severance Tax	0	0	0	242,790	0		
Other County Local Option Taxes	0	0	0	0	19,448		
<b>Statutory Local Taxes</b>							
Bank Excise Tax	10,439	0	0	28,495	138,241		
Wholesale Beer Tax	0	0	0	0	0		
Total Local Taxes	\$ 1,333,090	\$ 0	\$ 0	\$ 2,612,317	\$ 30,099,308		
<b>Licenses and Permits</b>							
<b>Licenses</b>							
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	
<b>Permits</b>							
Building Permits	0	0	0	0	0	0	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund	
	Sports and Recreation	Other General	Constitu - tional Government Fund	Officers - Fees	Highway / Public Works	General Debt Service
<b>Licenses and Permits (Cont.)</b>						
<b>Permits (Cont.)</b>						
Electrical Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Plumbing Permits	0	0	0	0	0	0
Food Handling Permits	0	0	0	0	0	0
Other Permits	0	0	0	0	0	0
<b>Total Licenses and Permits</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>
<b>Fines, Forfeitures, and Penalties</b>						
<b>Circuit Court</b>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Drug Court Fees	0	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
Judicial Commissioner Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
Victims Assistance Assessments	0	0	0	0	0	0
<b>General Sessions Court</b>						
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 Court Fees	0	0	0	0	0	0
Veterans Treatment Court Fees	0	0	0	0	0	0

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund	
	Sports and Recreation	Other General	Constitu - tional Government Fund	Officers - Fees	Highway / Public Works	General Debt Service
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
<u>General Sessions Court (Cont.)</u>						
Jail Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Interpreter Fee	0	0	0	0	0	0
Judicial Commissioner 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
Victims Assistance Assessments	0	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
Data Entry Fee - Juvenile Court	0	0	0	0	0	0
Courtroom Security Fee	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>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	0	0	0
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund		
	Sports and Recreation	Other General Fund	Constitu - tional Government	Officers - Fees	Highway / Public Works	General Debt Service	
<b>Charges for Current Services</b>							
<u>General Service Charges</u>							
Tipping Fees	\$ 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	
Other General Service Charges	0	0	0	0	0	0	
Service Charges	0	0	0	0	0	0	
<u>Fees</u>							
Recreation Fees	55,566	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	
Vending Machine Collections	975	0	0	0	0	0	
Additional Fees - Titling and Registration	0	0	0	0	0	0	
Constitutional Officers' Fees and Commissions	0	0	408	0	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	\$ 56,541	\$ 0	\$ 408	\$ 0	\$ 0	\$ 0	
<u>Other Local Revenues</u>							
<u>Recurring Items</u>							
Investment Income	\$ 0	\$ 231,464	\$ 0	\$ 0	\$ 0	\$ 2,090,939	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund		
	Sports and Recreation	Other General	Constitu - tional Government Fund	Officers - Fees	Highway / Public Works	General Debt Service	
<b><u>Other Local Revenues (Cont.)</u></b>							
<b><u>Recurring Items (Cont.)</u></b>							
Lease/Rentals	\$ 33,480	\$ 0	\$ 0	\$ 0	\$ 0	0	
Sale of Materials and Supplies	44,857	0	0	0	3,431	0	
Commissary Sales	0	0	0	0	0	0	
Sale of Gasoline	0	0	0	0	0	0	
Sale of Recycled Materials	0	0	0	0	0	0	
Miscellaneous Refunds	1,007	0	0	0	521	0	
<b><u>Nonrecurring Items</u></b>							
Sale of Equipment	0	0	0	0	1,451	0	
Sale of Property	0	0	0	0	0	0	
Damages Recovered from Individuals	0	0	0	0	0	0	
Contributions and Gifts	0	0	0	0	0	0	
Performance Bond Forfeitures	0	0	0	0	0	0	
<b><u>Other Local Revenues</u></b>							
Other Local Revenues	30,628	0	0	0	0	0	
Total Other Local Revenues	\$ 109,972	\$ 231,464	\$ 0	\$ 5,403	\$ 2,090,939		

Fees Received From County Officials

Fees In-Lieu-of Salary

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
Juvenile Court Clerk	0	0	0	0	0	0
Register	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund		
	Sports and Recreation	Other General Fund	Constitu - tional Government	Officers - Fees	Highway / Public Works	General Debt Service	
<b>Fees Received From County Officials (Cont.)</b>							
<b>Fees In-Lieu-of Salary (Cont.)</b>							
Trustee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	
<b>State of Tennessee</b>							
<b>General Government Grants</b>							
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0	
Other General Government Grants	0	0	0	0	0	0	
<b>Public Safety Grants</b>							
Law Enforcement Training Programs	0	0	0	0	0	0	
Drug Control Grants	0	0	0	0	0	0	
Other Public Safety Grants	0	0	0	0	0	0	
<b>Health and Welfare Grants</b>							
Health Department Programs	0	0	0	0	0	0	
<b>Public Works Grants</b>							
State Aid Program	0	0	0	13,023	0	0	
Litter Program	0	0	0	0	0	0	
<b>Other State Revenues</b>							
Beer Tax	0	0	0	0	0	0	
Alcoholic Beverage Tax	0	0	0	0	0	0	
Opioid Settlement Funds - TN Abatement Council	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	2,945,610	0	0	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds				Debt Service Fund		
	Sports and Recreation	Other General	Constitu - tional Government Fund	Officers - Fees	Highway / Public Works	General Debt Service	
<b><u>State of Tennessee (Cont.)</u></b>							
<b><u>Other State Revenues (Cont.)</u></b>							
Petroleum Special Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 52,910	\$ 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	\$ 0	\$ 0	\$ 3,011,543	\$ 0	
<b><u>Federal Government</u></b>							
<b><u>Federal Through State</u></b>							
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Disaster Relief	0	0	0	0	0	0	
Homeland Security Grants	0	0	0	0	0	0	
Other Federal through State	0	0	0	0	0	0	
<b><u>Direct Federal Revenue</u></b>							
American Rescue Plan Act Grant #6	0	975,000	0	0	0	0	
Other Direct Federal Revenue	0	0	0	0	0	0	
Total Federal Government	\$ 0	\$ 975,000	\$ 0	\$ 0	\$ 0	\$ 0	
<b><u>Other Governments and Citizens Groups</u></b>							
<b><u>Other Governments</u></b>							
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Contributions	0	0	0	0	0	403,284	
Contracted Services	0	0	0	0	0	0	
<b><u>Other</u></b>							
Other	0	0	0	0	0	0	
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	0	
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 403,284	
Total	\$ 1,499,603	\$ 1,206,464	\$ 408	\$ 5,629,263	\$ 32,593,531		

(Continued)

Exhibit K-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<b>Local Taxes</b>			
<b>County Property Taxes</b>			
Current Property Tax	\$ 355,536	\$ 36,356,067	
Trustee's Collections - Prior Year	4,185	438,997	
Circuit Clerk/Clerk and Master Collections - Prior Years	4,897	471,617	
Interest and Penalty	1,537	152,312	
Payments in-Lieu-of Taxes - T.V.A.	7	709	
Payments in-Lieu-of Taxes - Other	4,413	451,225	
<b>County Local Option Taxes</b>			
Local Option Sales Tax	0	20,206,714	
Hotel/Motel Tax	0	2,231,539	
Local Amusement Tax	83	83	
Litigation Tax - General	0	220,214	
Litigation Tax - Special Purpose	0	80	
Business Tax	0	2,087,415	
Mineral Severance Tax	0	242,790	
Other County Local Option Taxes	0	19,448	
<b>Statutory Local Taxes</b>			
Bank Excise Tax	4,431	461,473	
Wholesale Beer Tax	0	183,672	
Total Local Taxes	\$ 375,089	\$ 63,524,355	
<b>Licenses and Permits</b>			
<b>Licenses</b>			
Cable TV Franchise	\$ 0	\$ 313,106	
<b>Permits</b>			
Building Permits	0	275,612	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<b>Licenses and Permits (Cont.)</b>			
<b>Permits (Cont.)</b>			
Electrical Permits	\$ 0	\$ 13,894	
Plumbing Permits	0	14,662	
Food Handling Permits	0	1,000	
Other Permits	0	3,850	
<b>Total Licenses and Permits</b>	<b>\$ 0</b>	<b>\$ 622,124</b>	
<b>Fines, Forfeitures, and Penalties</b>			
<b>Circuit Court</b>			
Fines	\$ 0	\$ 19,224	
Officers Costs	0	11,926	
Drug Control Fines	0	14,683	
Drug Court Fees	0	5,468	
Veterans Treatment Court Fees	0	3,485	
Jail Fees	0	26,689	
Judicial Commissioner Fees	0	32	
DUI Treatment Fines	0	12,980	
Data Entry Fee - Circuit Court	0	4,310	
Courtroom Security Fee	0	1,610	
Victims Assistance Assessments	0	13,400	
<b>General Sessions Court</b>			
Fines	0	16,156	
Officers Costs	0	80,283	
Game and Fish Fines	0	756	
Drug Court Fees	0	6,054	
Veterans Treatment Court Fees	0	3,540	

(Continued)

## Exhibit K-6

Putnam County, TennesseeSchedule of Detailed Revenues -All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>			
<u>General Sessions Court (Cont.)</u>			
Jail Fees	\$ 0	\$ 92,441	
Interpreter Fee	0	130	
Judicial Commissioner Fees	0	82	
DUI Treatment Fines	0	7,244	
Data Entry Fee - General Sessions Court	0	29,748	
Courtroom Security Fee	0	4,616	
Victims Assistance Assessments	0	23,208	
<u>Juvenile Court</u>			
Fines	0	1,963	
Officers Costs	0	10,956	
Jail Fees	0	2,434	
Data Entry Fee - Juvenile Court	0	3,897	
Courtroom Security Fee	0	957	
<u>Chancery Court</u>			
Officers Costs	0	3,101	
Data Entry Fee - Chancery Court	0	6,950	
Courtroom Security Fee	0	253	
<u>Judicial District Drug Program</u>			
Drug Task Force Forfeitures and Seizures	0	11,280	
<u>Other Fines, Forfeitures, and Penalties</u>			
Proceeds from Confiscated Property	0	84,410	
Other Fines, Forfeitures, and Penalties	0	37,100	
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 541,366	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<b>Charges for Current Services</b>			
<u>General Service Charges</u>			
Tipping Fees	\$ 0	\$ 2,141,766	
Solid Waste Disposal Fee	0	40,000	
Surcharge - Waste Tire Disposal	0	106,983	
Patient Charges	0	6,171,530	
Other General Service Charges	0	25,590	
Service Charges	0	11,100	
<u>Fees</u>			
Recreation Fees	0	67,916	
Copy Fees	0	1,040	
Archives and Records Management Fee	0	77,499	
Greenbelt Late Application Fee	0	100	
Telephone Commissions	0	211,356	
Vending Machine Collections	0	975	
Additional Fees - Titling and Registration	0	90,986	
Constitutional Officers' Fees and Commissions	0	408	
Data Processing Fee - Register	0	23,866	
Data Processing Fee - Sheriff	0	7,157	
Sexual Offender Registration Fee - Sheriff	0	8,750	
Data Processing Fee - County Clerk	0	29,216	
Vehicle Registration Reinstatement Fees	0	6,590	
Total Charges for Current Services	\$ 0	\$ 9,022,828	
<u>Other Local Revenues</u>			
<u>Recurring Items</u>			
Investment Income	\$ 0	\$ 5,988,251	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<u>Other Local Revenues (Cont.)</u>			
<u>Recurring Items (Cont.)</u>			
Lease/Rentals	\$ 0	\$ 260,461	
Sale of Materials and Supplies	0	48,758	
Commissary Sales	0	649,539	
Sale of Gasoline	0	129,465	
Sale of Recycled Materials	0	231,023	
Miscellaneous Refunds	27	14,813	
<u>Nonrecurring Items</u>			
Sale of Equipment	2,835	30,422	
Sale of Property	84,675	964,510	
Damages Recovered from Individuals	0	1,994	
Contributions and Gifts	0	42,898	
Performance Bond Forfeitures	0	52,084	
<u>Other Local Revenues</u>			
Other Local Revenues	0	631,991	
Total Other Local Revenues	\$ 87,537	\$ 9,046,209	
<u>Fees Received From County Officials</u>			
<u>Fees In-Lieu-of Salary</u>			
County Clerk	\$ 0	\$ 1,031,648	
Circuit Court Clerk	0	271,558	
General Sessions Court Clerk	0	720,510	
Clerk and Master	0	172,137	
Juvenile Court Clerk	0	86,726	
Register	0	370,885	
Sheriff	0	53,026	

(Continued)

Exhibit K-6

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<b>Fees Received From County Officials (Cont.)</b>			
<b>Fees In-Lieu-of Salary (Cont.)</b>			
Trustee	\$ 0	\$ 2,036,750	
Total Fees Received From County Officials	\$ 0	\$ 4,743,240	
<b>State of Tennessee</b>			
<b>General Government Grants</b>			
Juvenile Services Program	\$ 0	\$ 9,000	
Other General Government Grants	2,599,560	2,599,560	
<b>Public Safety Grants</b>			
Law Enforcement Training Programs	0	58,400	
Drug Control Grants	0	190,878	
Other Public Safety Grants	0	17,800	
<b>Health and Welfare Grants</b>			
Health Department Programs	0	1,855,904	
<b>Public Works Grants</b>			
State Aid Program	0	13,023	
Litter Program	0	120,431	
<b>Other State Revenues</b>			
Beer Tax	0	19,200	
Alcoholic Beverage Tax	0	164,323	
Opioid Settlement Funds - TN Abatement Council	0	350,535	
State Revenue Sharing - T.V.A.	0	1,022,115	
State Revenue Sharing - Telecommunications	0	313,946	
State Shared Sports Gaming Privilege Tax	0	59,897	
Contracted Prisoner Boarding	0	1,981,267	
Gasoline and Motor Fuel Tax	0	2,945,610	

(Continued)

Exhibit K-6

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
<b><u>State of Tennessee (Cont.)</u></b>			
<b><u>Other State Revenues (Cont.)</u></b>			
Petroleum Special Tax	\$ 0	\$ 52,910	
Registrar's Salary Supplement	0	15,164	
Other State Grants	132,921	698,831	
Other State Revenues	0	19,635	
Total State of Tennessee	<u>\$ 2,732,481</u>	<u>\$ 12,508,429</u>	
<b><u>Federal Government</u></b>			
<b><u>Federal Through State</u></b>			
Community Development	\$ 0	\$ 8,500	
Disaster Relief	0	180,928	
Homeland Security Grants	0	134,273	
Other Federal through State	543,750	874,345	
<b><u>Direct Federal Revenue</u></b>			
American Rescue Plan Act Grant #6	0	975,000	
Other Direct Federal Revenue	0	147,954	
Total Federal Government	<u>\$ 543,750</u>	<u>\$ 2,321,000</u>	
<b><u>Other Governments and Citizens Groups</u></b>			
<b><u>Other Governments</u></b>			
Prisoner Board	\$ 0	\$ 277,146	
Contributions	0	403,284	
Contracted Services	0	104	
<b><u>Other</u></b>			
Other	0	487,171	
Opioid Settlement Funds - Past Remediation	0	75,815	
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 1,243,520</u>	
Total	<u>\$ 3,738,857</u>	<u>\$ 103,573,071</u>	

Exhibit K-7

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Putnam County School Department

For the Year Ended June 30, 2023

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 18,550,507	\$ 0	\$ 0	\$ 0	\$ 0	\$ 18,550,507
Trustee's Collections - Prior Year	253,695	0	0	0	0	253,695
Circuit Clerk/Clerk and Master Collections - Prior Years	253,520	0	0	0	0	253,520
Interest and Penalty	78,126	0	0	0	0	78,126
Payments in-Lieu-of Taxes - T.V.A.	362	0	0	0	0	362
Payments in-Lieu-of Taxes - Other	230,577	0	0	0	0	230,577
<u>County Local Option Taxes</u>						
Local Option Sales Tax	17,507,489	0	0	0	0	17,507,489
Mixed Drink Tax	280,413	0	0	0	0	280,413
Other County Local Option Taxes	94,885	0	0	0	0	94,885
<u>Statutory Local Taxes</u>						
Bank Excise Tax	235,856	0	0	0	0	235,856
Total Local Taxes	\$ 37,485,430	\$ 0	\$ 0	\$ 0	\$ 0	\$ 37,485,430
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Marriage Licenses	\$ 6,488	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,488
Total Licenses and Permits	\$ 6,488	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,488
<u>Charges for Current Services</u>						
<u>Fees</u>						
Vending Machine Collections	\$ 577	\$ 0	\$ 0	\$ 0	\$ 0	\$ 577
<u>Education Charges</u>						
Lunch Payments - Children	0	0	893,382	0	0	893,382

(Continued)

Exhibit K-7

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

	Special Revenue Funds						Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School		
<b>Charges for Current Services (Cont.)</b>							
<u>Education Charges (Cont.)</u>							
Lunch Payments - Adults	\$ 0	\$ 0	\$ 51,907	\$ 0	\$ 0	\$ 0	\$ 51,907
Income from Breakfast	0	0	1,194	0	0	0	1,194
A la Carte Sales	0	0	640,750	0	0	0	640,750
Transportation - Other State Systems	3,000	0	0	0	0	0	3,000
Transportation from Individuals	111,059	0	0	0	0	0	111,059
Receipts from Individual Schools	172,168	0	0	0	0	0	172,168
Community Service Fees - Children	0	0	0	1,302,112	0	0	1,302,112
Total Charges for Current Services	\$ 286,804	\$ 0	\$ 1,587,233	\$ 1,302,112	\$ 0	\$ 0	\$ 3,176,149
<b>Other Local Revenues</b>							
<u>Recurring Items</u>							
Investment Income	\$ 74,190	\$ 0	\$ 185,170	\$ 0	\$ 0	\$ 0	\$ 259,360
Sale of Materials and Supplies	1,085	0	0	0	0	0	1,085
Miscellaneous Refunds	24,068	0	554	0	0	0	24,622
Expenditure Credits	0	0	1,157	0	0	0	1,157
<u>Nonrecurring Items</u>							
Sale of Equipment	1,325	0	1,557	0	0	0	2,882
Damages Recovered from Individuals	145	0	0	0	0	0	145
<u>Other Local Revenues</u>							
Other Local Revenues	0	0	0	0	4,172,223	4,172,223	
Total Other Local Revenues	\$ 100,813	\$ 0	\$ 188,438	\$ 0	\$ 4,172,223	\$ 4,461,474	

(Continued)

Exhibit K-7

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

	Special Revenue Funds					Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	
<b>State of Tennessee</b>						
<u>General Government Grants</u>						
On-behalf Contributions for OPEB	\$ 171,685	\$ 0	\$ 0	\$ 0	\$ 0	\$ 171,685
<u>State Education Funds</u>						
Basic Education Program	62,066,492	0	0	0	0	62,066,492
Early Childhood Education	1,588,552	0	0	0	0	1,588,552
School Food Service	0	0	61,134	0	0	61,134
Driver Education	2,937	0	0	0	0	2,937
Other State Education Funds	3,150,887	0	0	0	0	3,150,887
Career Ladder Program	110,690	0	0	0	0	110,690
Total State of Tennessee	\$ 67,091,243	\$ 0	\$ 61,134	\$ 0	\$ 0	\$ 67,152,377
<u>Federal Government</u>						
<u>Federal Through State</u>						
USDA School Lunch Program	\$ 0	\$ 0	\$ 3,882,056	\$ 0	\$ 0	\$ 3,882,056
USDA - Commodities	0	0	482,881	0	0	482,881
Breakfast	0	0	1,574,189	0	0	1,574,189
USDA - Other	0	0	382,990	0	0	382,990
Adult Education State Grant Program	648,376	0	0	0	0	648,376
Vocational Education - Basic Grants to States	0	322,264	0	0	0	322,264
Other Vocational	103,739	0	0	0	0	103,739
Title I Grants to Local Education Agencies	0	3,631,313	0	0	0	3,631,313
Special Education - Grants to States	71,484	3,418,093	0	0	0	3,489,577
Special Education Preschool Grants	0	67,996	0	0	0	67,996
English Language Acquisition Grants	0	123,352	0	0	0	123,352
Rural Education	0	2,905	0	0	0	2,905

(Continued)

Exhibit K-7

Putnam County, Tennessee

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

	Special Revenue Funds						Total
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School		
<b>Federal Government (Cont.)</b>							
<u>Federal Through State (Cont.)</u>							
Eisenhower Professional Development State Grants	\$ 0	\$ 505,255	\$ 0	\$ 0	\$ 0	\$ 0	\$ 505,255
COVID-19 Grant #1	0	10,860,903	0	0	0	0	10,860,903
COVID-19 Grant B	0	508,428	0	0	0	0	508,428
COVID-19 Grant D	0	346,379	0	0	0	0	346,379
American Rescue Plan Act Grant #1	0	147,496	0	0	0	0	147,496
American Rescue Plan Act Grant #4	0	121,471	0	0	0	0	121,471
Other Federal through State	317,413	1,241,667	658,414	130,764	0	0	2,348,258
<u>Direct Federal Revenue</u>							
ROTC Reimbursement	119,414	0	0	0	0	0	119,414
<b>Total Federal Government</b>	<b>\$ 1,260,426</b>	<b>\$ 21,297,522</b>	<b>\$ 6,980,530</b>	<b>\$ 130,764</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 29,669,242</b>
<b>Other Governments and Citizens Groups</b>							
<u>Citizens Groups</u>							
Donations	\$ 64,590	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 64,590
<u>Other</u>							
Other	128,605	0	0	0	0	0	128,605
<b>Total Other Governments and Citizens Groups</b>	<b>\$ 193,195</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 193,195</b>
<b>Total</b>	<b>\$ 106,424,399</b>	<b>\$ 21,297,522</b>	<b>\$ 8,817,335</b>	<b>\$ 1,432,876</b>	<b>\$ 4,172,223</b>	<b>\$ 142,144,355</b>	

Exhibit K-8

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

General Fund

General Government

County Commission

Board and Committee Members Fees	\$ 112,800
Social Security	8,629
Unemployment Compensation	153
Audit Services	33,539
Dues and Memberships	1,850
Printing, Stationery, and Forms	462
Travel	245
Other Charges	300
<b>Total County Commission</b>	<b>\$ 157,978</b>

Beer Board

Board and Committee Members Fees	\$ 600
Social Security	46
<b>Total Beer Board</b>	<b>646</b>

County Mayor/Executive

County Official/Administrative Officer	\$ 117,954
Longevity Pay	5,000
Other Salaries and Wages	227,062
Social Security	25,538
Pensions	25,456
Life Insurance	126
Medical Insurance	69,870
Dental Insurance	444
Unemployment Compensation	210
Communication	5,539
Data Processing Services	18,502
Dues and Memberships	1,850
Maintenance and Repair Services - Equipment	643
Travel	978
Office Supplies	18,230
Premiums on Corporate Surety Bonds	1,190
Workers' Compensation Insurance	1,228
Other Charges	791
Office Equipment	3,868
<b>Total County Mayor/Executive</b>	<b>524,479</b>

County Attorney

County Official/Administrative Officer	\$ 212,196
Legal Services	10,736
<b>Total County Attorney</b>	<b>222,932</b>

Election Commission

County Official/Administrative Officer	\$ 90,931
Part-time Personnel	7,959
Longevity Pay	4,500
Overtime Pay	6,345

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Other Salaries and Wages	\$ 163,906
Election Commission	9,500
Election Workers	119,703
Social Security	26,092
Pensions	19,434
Life Insurance	168
Medical Insurance	51,378
Dental Insurance	215
Unemployment Compensation	703
Communication	810
Data Processing Services	19,720
Dues and Memberships	266
Legal Notices, Recording, and Court Costs	10,215
Maintenance and Repair Services - Equipment	7,986
Printing, Stationery, and Forms	16,954
Travel	855
Other Contracted Services	30,180
Office Supplies	23,242
Liability Insurance	6,812
Workers' Compensation Insurance	1,637
Office Equipment	429,643
<b>Total Election Commission</b>	<b>\$ 1,049,154</b>

Register of Deeds

County Official/Administrative Officer	\$ 60,620
Longevity Pay	3,500
Other Salaries and Wages	181,785
Social Security	17,501
Pensions	17,258
Life Insurance	209
Medical Insurance	55,050
Dental Insurance	228
Unemployment Compensation	190
Communication	4,963
Dues and Memberships	1,428
Maintenance Agreements	13,571
Travel	1,070
Data Processing Supplies	43,932
Office Supplies	6,386
Premiums on Corporate Surety Bonds	1,125
Workers' Compensation Insurance	2,046
<b>Total Register of Deeds</b>	<b>410,862</b>

Codes Compliance

Assistant(s)	\$ 43,650
Supervisor/Director	53,700
Longevity Pay	3,300

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Codes Compliance (Cont.)

Other Salaries and Wages	\$ 40,081
In-service Training	1,693
Social Security	9,910
Pensions	9,683
Life Insurance	84
Medical Insurance	27,747
Unemployment Compensation	170
Communication	3,195
Printing, Stationery, and Forms	928
Gasoline	1,163
Office Supplies	2,078
Uniforms	779
Workers' Compensation Insurance	818
Office Equipment	104
<b>Total Codes Compliance</b>	<b>\$ 199,083</b>

County Buildings

Supervisor/Director	\$ 65,500
Secretary(ies)	41,250
Custodial Personnel	170,888
Part-time Personnel	17,690
Longevity Pay	18,700
Overtime Pay	12,155
Other Salaries and Wages	683,896
In-service Training	1,763
Social Security	72,521
Pensions	69,407
Life Insurance	977
Medical Insurance	266,733
Dental Insurance	1,369
Unemployment Compensation	1,303
Communication	10,626
Maintenance Agreements	165,165
Maintenance and Repair Services - Buildings	442,487
Maintenance and Repair Services - Equipment	72,343
Maintenance and Repair Services - Vehicles	390,302
Rentals	2,679
Custodial Supplies	36,291
Gasoline	29,405
Office Supplies	1,977
Small Tools	4,586
Uniforms	11,526
Utilities	828,911
Workers' Compensation Insurance	9,549
Other Charges	3,818
Building Improvements	12,939
Other Equipment	11,047
<b>Total County Buildings</b>	<b>3,457,803</b>

(Continued)

Exhibit K-8

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

General Fund (Cont.)

General Government (Cont.)

Other Facilities

Computer Programmer(s)	\$ 181,335
Longevity Pay	2,900
Overtime Pay	27,643
In-service Training	19,371
Social Security	15,613
Pensions	14,735
Life Insurance	126
Medical Insurance	17,911
Unemployment Compensation	198
Communication	5,910
Maintenance Agreements	114,886
Maintenance and Repair Services - Office Equipment	47,421
Office Supplies	501
Small Tools	1,971
Workers' Compensation Insurance	1,228
Other Charges	922
Data Processing Equipment	478
Other Equipment	982
<b>Total Other Facilities</b>	<b>\$ 454,131</b>

Finance

Property Assessor's Office

County Official/Administrative Officer	\$ 101,034
Board and Committee Members Fees	620
In-service Training	693
Social Security	7,637
Pensions	7,217
Life Insurance	377
Medical Insurance	7,693
Dental Insurance	376
Unemployment Compensation	46
Data Processing Services	7,302
Dues and Memberships	2,125
Maintenance Agreements	3,333
Travel	1,070
Other Contracted Services	2,188
Gasoline	964
Office Supplies	7,812
Workers' Compensation Insurance	3,683
Office Equipment	3,805
Other Equipment	3,371
<b>Total Property Assessor's Office</b>	<b>161,346</b>

County Trustee's Office

County Official/Administrative Officer	\$ 101,034
Longevity Pay	10,800
Other Salaries and Wages	221,224

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Social Security	\$ 24,186
Pensions	20,110
Life Insurance	126
Medical Insurance	67,392
Dental Insurance	486
Unemployment Compensation	252
Communication	6,525
Data Processing Services	23,738
Dues and Memberships	993
Legal Notices, Recording, and Court Costs	187
Maintenance and Repair Services - Equipment	265
Travel	1,808
Office Supplies	20,938
Premiums on Corporate Surety Bonds	25,148
Workers' Compensation Insurance	1,228
Office Equipment	7,095
<b>Total County Trustee's Office</b>	<b>\$ 533,535</b>

County Clerk's Office

County Official/Administrative Officer	\$ 101,034
Clerical Personnel	33,176
Longevity Pay	7,500
Overtime Pay	35
Other Salaries and Wages	660,190
Social Security	57,572
Pensions	57,296
Life Insurance	628
Medical Insurance	182,898
Dental Insurance	872
Unemployment Compensation	1,023
Communication	7,383
Data Processing Services	4,652
Dues and Memberships	1,023
Maintenance Agreements	15,759
Travel	1,473
Office Supplies	77,389
Premiums on Corporate Surety Bonds	243
Workers' Compensation Insurance	6,138
Other Charges	806
Office Equipment	20,574
<b>Total County Clerk's Office</b>	<b>1,237,664</b>

Other Finance

Part-time Personnel	\$ 15,855
Longevity Pay	5,700
Other Salaries and Wages	458,823
In-service Training	100

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Finance (Cont.)

Other Finance (Cont.)

Social Security	\$ 35,082
Pensions	33,183
Life Insurance	84
Medical Insurance	95,706
Dental Insurance	648
Unemployment Compensation	621
Audit Services	39,850
Communication	6,721
Data Processing Services	13,266
Travel	2,567
Other Contracted Services	79,828
Office Supplies	9,433
Workers' Compensation Insurance	818
Office Equipment	7,511
Total Other Finance	\$ 805,796

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$ 101,034
Part-time Personnel	9,586
Longevity Pay	17,600
Other Salaries and Wages	932,563
Jury and Witness Expense	6,683
Other Per Diem and Fees	1,481
Social Security	77,213
Pensions	75,135
Life Insurance	628
Medical Insurance	176,549
Dental Insurance	1,099
Unemployment Compensation	1,310
Communication	974
Data Processing Services	68,285
Dues and Memberships	2,037
Maintenance Agreements	10,338
Travel	1,022
Other Contracted Services	22,050
Data Processing Supplies	1,869
Office Supplies	49,558
Premiums on Corporate Surety Bonds	600
Workers' Compensation Insurance	6,138
Data Processing Equipment	8,373
Office Equipment	7,152
Total Circuit Court	1,579,277

General Sessions Court

Judge(s)	\$ 368,966
Longevity Pay	2,900

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Court (Cont.)

Other Salaries and Wages	\$	65,500
In-service Training		2,293
Social Security		30,687
Pensions		30,190
Life Insurance		126
Medical Insurance		24,173
Dental Insurance		299
Unemployment Compensation		123
Data Processing Services		2,365
Dues and Memberships		950
Travel		1,594
Other Contracted Services		7,061
Gasoline		32
Office Supplies		2,289
Workers' Compensation Insurance		1,228
Office Equipment		2,339
Total General Sessions Court		\$ 543,115

Drug Court

Supervisor/Director	\$	62,200
Longevity Pay		1,000
Other Salaries and Wages		76,304
Social Security		10,908
Pensions		10,680
Life Insurance		56
Medical Insurance		23,245
Unemployment Compensation		147
Communication		8,010
Rentals		28,570
Travel		4,184
Other Contracted Services		18,018
Gasoline		363
Office Supplies		24,110
Other Supplies and Materials		1,960
Workers' Compensation Insurance		546
Other Charges		7,542
Total Drug Court		277,843

Chancery Court

County Official/Administrative Officer	\$	101,034
Longevity Pay		6,400
Other Salaries and Wages		199,693
Social Security		21,794
Pensions		21,940
Life Insurance		251
Medical Insurance		60,801
Dental Insurance		103

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Unemployment Compensation	\$	230
Communication		393
Data Processing Services		13,080
Dues and Memberships		1,133
Maintenance Agreements		380
Maintenance and Repair Services - Equipment		485
Travel		116
Office Supplies		7,606
Premiums on Corporate Surety Bonds		750
Workers' Compensation Insurance		2,455
Total Chancery Court	\$	438,644

Juvenile Court

Youth Service Officer(s)	\$	169,930
Longevity Pay		4,500
In-service Training		2,720
Social Security		12,770
Pensions		12,633
Life Insurance		209
Medical Insurance		47,812
Dental Insurance		87
Unemployment Compensation		253
Communication		5,555
Data Processing Services		2,392
Dues and Memberships		1,600
Maintenance Agreements		5,860
Travel		266
Other Contracted Services		17,596
Gasoline		56
Office Supplies		2,127
Workers' Compensation Insurance		2,046
Office Equipment		4,668
Total Juvenile Court		293,080

District Attorney General

Life Insurance	\$	42
Workers' Compensation Insurance		205
Total District Attorney General		247

Judicial Commissioners

Part-time Personnel	\$	42,976
Other Salaries and Wages		85,373
Social Security		9,745
Pensions		5,278
Life Insurance		84
Medical Insurance		5,770
Unemployment Compensation		320

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Administration of Justice (Cont.)

Judicial Commissioners (Cont.)

Office Supplies	\$ 591
Workers' Compensation Insurance	818
Communication Equipment	1,380
Total Judicial Commissioners	\$ 152,335

Other Administration of Justice

Life Insurance	\$ 42
Total Other Administration of Justice	42

Probation Services

Youth Service Officer(s)	\$ 49,700
Longevity Pay	2,200
Social Security	3,970
Pensions	3,708
Unemployment Compensation	42
Travel	100
Office Supplies	526
Workers' Compensation Insurance	409
Total Probation Services	60,655

Victim Assistance Programs

Assistant(s)	\$ 250,096
Longevity Pay	900
Social Security	18,232
Pensions	17,932
Life Insurance	56
Medical Insurance	57,639
Dental Insurance	165
Unemployment Compensation	294
Communication	4,780
Rentals	18,000
Travel	608
Office Supplies	6,194
Workers' Compensation Insurance	546
Total Victim Assistance Programs	375,442

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 111,137
Deputy(ies)	3,591,497
Investigator(s)	530,275
Salary Supplements	56,137
Dispatchers/Radio Operators	400,380
Secretary(ies)	370,838
Part-time Personnel	165,341
Longevity Pay	65,900
Overtime Pay	284,661

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Other Salaries and Wages	\$ 140,877
In-service Training	168,276
Other Per Diem and Fees	74,870
Social Security	423,492
Pensions	543,564
Medical Insurance	863,502
Dental Insurance	2,248
Unemployment Compensation	5,359
Communication	114,879
Contributions	3,992
Data Processing Services	3,938
Evaluation and Testing	15,318
Maintenance Agreements	157,695
Maintenance and Repair Services - Equipment	9,031
Transportation - Other than Students	2,394
Travel	9,779
Other Contracted Services	82,116
Animal Food and Supplies	9,600
Gasoline	243,803
Instructional Supplies and Materials	2,057
Uniforms	77,914
Other Supplies and Materials	15,619
Premiums on Corporate Surety Bonds	1,190
Workers' Compensation Insurance	25,436
Communication Equipment	19,935
Law Enforcement Equipment	88,725
Motor Vehicles	456,586
Traffic Control Equipment	6,980
Other Equipment	52,387
<b>Total Sheriff's Department</b>	<b>\$ 9,197,728</b>

Jail

Guards	\$ 2,410,169
Longevity Pay	33,500
Overtime Pay	75,392
Other Per Diem and Fees	44,675
Social Security	188,894
Pensions	186,921
Medical Insurance	451,393
Dental Insurance	876
Unemployment Compensation	3,303
Contracts with Government Agencies	8,690
Maintenance and Repair Services - Equipment	13,440
Medical and Dental Services	1,798,768
Custodial Supplies	37,316
Food Supplies	500,350
Office Supplies	23,960

(Continued)

## Exhibit K-8

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

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

Uniforms	\$ 25,145
Other Supplies and Materials	9,768
Workers' Compensation Insurance	16,505
Other Charges	29,417
Data Processing Equipment	2,669
Office Equipment	1,484
Other Equipment	24,822
<b>Total Jail</b>	<b>\$ 5,887,457</b>

Workhouse

Supervisor/Director	\$ 1,200
Guards	96,500
Social Security	6,869
Pensions	7,021
Medical Insurance	26,213
Dental Insurance	714
Unemployment Compensation	84
Uniforms	1,107
Workers' Compensation Insurance	409
Other Charges	8,086
Motor Vehicles	35,934
<b>Total Workhouse</b>	<b>184,137</b>

Juvenile Services

Supervisor/Director	\$ 64,135
Guards	478,893
Longevity Pay	7,300
Overtime Pay	19,586
Other Per Diem and Fees	13,628
Social Security	42,495
Pensions	44,313
Life Insurance	684
Medical Insurance	113,401
Dental Insurance	130
Unemployment Compensation	691
Communication	6,894
Laundry Service	1,312
Food Supplies	3,219
Office Supplies	1,177
Uniforms	3,531
Other Supplies and Materials	2,073
Workers' Compensation Insurance	6,275
Other Charges	8,511
Office Equipment	930
<b>Total Juvenile Services</b>	<b>819,178</b>

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Commissary

Food Supplies	\$ 180,884
Other Supplies and Materials	152,345
Total Commissary	\$ 333,229

Fire Prevention and Control

Supervisor/Director	\$ 73,500
Salary Supplements	17,800
Part-time Personnel	217,080
Longevity Pay	4,700
Overtime Pay	16,718
Other Salaries and Wages	374,739
In-service Training	15,616
Other Per Diem and Fees	73,811
Social Security	50,173
Pensions	59,774
Life Insurance	209
Medical Insurance	98,225
Unemployment Compensation	937
Communication	16,288
Evaluation and Testing	6,615
Maintenance and Repair Services - Equipment	419
Gasoline	64,254
Office Supplies	1,297
Uniforms	6,242
Excess Risk Insurance	9,279
Workers' Compensation Insurance	2,046
Other Charges	3,083
Communication Equipment	5,510
Other Equipment	91,124
Total Fire Prevention and Control	1,209,439

Civil Defense

Supervisor/Director	\$ 69,500
Longevity Pay	6,900
Other Salaries and Wages	129,000
In-service Training	2,300
Other Per Diem and Fees	79,239
Social Security	17,920
Pensions	16,407
Life Insurance	42
Medical Insurance	43,754
Dental Insurance	979
Unemployment Compensation	215
Communication	3,025
Dues and Memberships	165
Other Contracted Services	4,541
Gasoline	13,946

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Instructional Supplies and Materials	\$ 1,100	
Office Supplies	1,876	
Uniforms	1,266	
Workers' Compensation Insurance	409	
Other Charges	350	
Office Equipment	602	
Other Equipment	28,826	
Total Civil Defense		\$ 422,362

Other Emergency Management

Other Equipment	\$ 134,273	
Total Other Emergency Management		134,273

County Coroner/Medical Examiner

Other Per Diem and Fees	\$ 25,590	
Social Security	1,890	
Pensions	1,559	
Medical Insurance	3,286	
Unemployment Compensation	12	
Other Contracted Services	159,500	
Premiums on Corporate Surety Bonds	900	
Other Charges	2,165	
Total County Coroner/Medical Examiner		194,902

Other Public Safety

Supervisor/Director	\$ 73,500	
Deputy(ies)	54,500	
Dispatchers/Radio Operators	580,564	
Part-time Personnel	29,128	
Longevity Pay	14,700	
Overtime Pay	115,369	
Social Security	62,219	
Pensions	60,293	
Life Insurance	209	
Medical Insurance	171,977	
Unemployment Compensation	968	
Workers' Compensation Insurance	2,046	
Total Other Public Safety		1,165,473

Public Health and Welfare

Local Health Center

Other Salaries and Wages	\$ 109,399	
Social Security	8,032	
Pensions	7,816	
Life Insurance	42	
Medical Insurance	20,166	
Unemployment Compensation	246	

(Continued)

## Exhibit K-8

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

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

Communication	\$ 30,457
Travel	296
Other Contracted Services	16,382
Custodial Supplies	18,276
Drugs and Medical Supplies	12,284
Office Supplies	15,809
Other Supplies and Materials	1,601
Workers' Compensation Insurance	409
Other Charges	7,285
Other Equipment	10,800
Total Local Health Center	\$ 259,300

Ambulance/Emergency Medical Services

Supervisor/Director	\$ 76,500
Deputy(ies)	65,500
Accountants/Bookkeepers	46,750
Paraprofessionals	2,953,016
Secretary(ies)	35,850
Part-time Personnel	195,020
Longevity Pay	47,300
Overtime Pay	714,489
In-service Training	95,027
Social Security	304,834
Pensions	273,504
Life Insurance	307
Medical Insurance	656,826
Dental Insurance	2,874
Unemployment Compensation	4,069
Communication	14,302
Maintenance and Repair Services - Equipment	6,747
Medical and Dental Services	12,000
Travel	1,306
Permits	5,250
Other Contracted Services	334,167
Drugs and Medical Supplies	225,690
Gasoline	213,495
Office Supplies	11,126
Uniforms	45,159
Utilities	87
Other Supplies and Materials	9,806
Workers' Compensation Insurance	19,916
Other Charges	1,266
Communication Equipment	9,186
Furniture and Fixtures	656
Motor Vehicles	867,535
Office Equipment	2,344
Health Equipment	93,768
Other Equipment	117,605
Total Ambulance/Emergency Medical Services	7,463,277

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Local Health Services

Supervisor/Director	\$ 600	
Social Security	42	
Pensions	43	
Life Insurance	42	
Medical Insurance	137	
Drugs and Medical Supplies	42,871	
Other Supplies and Materials	9,542	
Workers' Compensation Insurance	409	
Total Other Local Health Services		\$ 53,686

General Welfare Assistance

Contributions	\$ 5,000	
Total General Welfare Assistance		5,000

Other Public Health and Welfare

Longevity Pay	\$ 16,200	
Other Salaries and Wages	1,356,668	
Social Security	99,292	
Pensions	91,322	
Life Insurance	838	
Medical Insurance	279,388	
Dental Insurance	1,293	
Unemployment Compensation	1,538	
Travel	17,342	
Other Contracted Services	16,424	
Office Supplies	1,292	
Workers' Compensation Insurance	8,185	
Total Other Public Health and Welfare		1,889,782

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$ 84,170	
Total Senior Citizens Assistance		84,170

Libraries

Contributions	\$ 674,852	
Total Libraries		674,852

Parks and Fair Boards

Supervisor/Director	\$ 5,076	
Total Parks and Fair Boards		5,076

Other Social, Cultural, and Recreational

Contributions	\$ 12,000	
Total Other Social, Cultural, and Recreational		12,000

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$ 140,021
Longevity Pay	1,800
Other Salaries and Wages	29,764
In-service Training	2,000
Social Security	2,103
Pensions	2,254
Life Insurance	42
Medical Insurance	13,066
Unemployment Compensation	42
Other Fringe Benefits	70,398
Communication	4,274
Travel	4,074
Workers' Compensation Insurance	409
Other Charges	1,000
Total Agricultural Extension Service	\$ 271,247

Forest Service

Contributions	\$ 1,500
Total Forest Service	1,500

Soil Conservation

Secretary(ies)	\$ 35,650
Longevity Pay	500
Other Salaries and Wages	34,746
Social Security	4,962
Pensions	5,067
Life Insurance	42
Medical Insurance	24,481
Unemployment Compensation	126
Workers' Compensation Insurance	409
Total Soil Conservation	105,983

Other Operations

Airport

Contributions	\$ 35,000
Total Airport	35,000

Veterans' Services

Supervisor/Director	\$ 43,650
Longevity Pay	1,200
Other Salaries and Wages	40,156
Social Security	6,358
Pensions	6,073
Life Insurance	42
Unemployment Compensation	126
Communication	3,638
Maintenance Agreements	698

(Continued)

Exhibit K-8

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Travel	\$ 1,253
Office Supplies	1,202
Workers' Compensation Insurance	409
Other Charges	2,380
Office Equipment	5,041
Total Veterans' Services	\$ 112,226

Contributions to Other Agencies

Contributions	\$ 299,058
Gasoline	129,268
Total Contributions to Other Agencies	428,326

Employee Benefits

Workers' Compensation Insurance	\$ 6,016
Total Employee Benefits	6,016

Miscellaneous

Handling Charges and Administrative Costs	\$ 5,250
Communication	91
Dues and Memberships	10,269
Engineering Services	575
Legal Notices, Recording, and Court Costs	3,207
Other Contracted Services	8,612
Library Books/Media	20,000
Building and Contents Insurance	51,295
Excess Risk Insurance	189,837
Liability Insurance	256,540
Trustee's Commission	549,670
Tax Relief Program	129,491
Other Charges	69,802
Land	51,112
Total Miscellaneous	1,345,751

Total General Fund \$ 45,237,459

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Supervisor/Director	\$ 64,300
Attendants	322,780
Part-time Personnel	22,190
Overtime Pay	33,801
Other Salaries and Wages	754,144
Other Fringe Benefits	342,730
Communication	31,737
Engineering Services	2,940
Legal Services	7,167

(Continued)

Exhibit K-8

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Maintenance and Repair Services - Buildings	\$ 47,573
Maintenance and Repair Services - Equipment	230,596
Maintenance and Repair Services - Vehicles	103,205
Travel	9,871
Disposal Fees	2,639,425
Other Contracted Services	148,028
Crushed Stone	16,628
Gasoline	158,060
Office Supplies	4,348
Uniforms	11,599
Utilities	49,157
Trustee's Commission	90,506
Other Charges	26,862
Building Improvements	73,892
Office Equipment	2,968
Solid Waste Equipment	33,601
Other Construction	350
<b>Total Sanitation Management</b>	<b>\$ 5,228,458</b>

Landfill Operation and Maintenance

Engineering Services	\$ 9,890
<b>Total Landfill Operation and Maintenance</b>	<b>9,890</b>

Other Waste Disposal

Engineering Services	\$ 63,060
Contracts for Landfill Facilities	15,006
Other Contracted Services	604,254
Wood Products	40,465
Other Construction	124,410
<b>Total Other Waste Disposal</b>	<b>847,195</b>

Postclosure Care Costs

Engineering Services	\$ 17,536
Other Contracted Services	7,120
Other Construction	125
<b>Total Postclosure Care Costs</b>	<b>24,781</b>

Total Solid Waste/Sanitation Fund \$ 6,110,324

Industrial/Economic Development Fund

General Government

Development

Other Contracted Services	\$ 9,350
<b>Total Development</b>	<b>\$ 9,350</b>

(Continued)

Exhibit K-8

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

Industrial/Economic Development Fund (Cont.)

Other Operations

Industrial Development

Salary Supplements	\$ 7,250
Contributions	429,645
Contracts for Development Costs	451,882
Trustee's Commission	13,147
Land	3,133
Total Industrial Development	<u>\$ 905,057</u>

Contributions to Other Agencies

Contributions	\$ 103,925
Total Contributions to Other Agencies	<u>103,925</u>

Total Industrial/Economic Development Fund

\$ 1,018,332

Special Purpose Fund

General Government

Preservation of Records

Supervisor/Director	\$ 39,450
Part-time Personnel	9,310
Other Fringe Benefits	15,481
Communication	2,019
Office Supplies	4,065
Other Supplies and Materials	25,803
Trustee's Commission	781
Total Preservation of Records	<u>\$ 96,909</u>

Total Special Purpose Fund

96,909

Drug Control Fund

Public Safety

Drug Enforcement

In-service Training	\$ 4,413
Confidential Drug Enforcement Payments	20,000
Maintenance and Repair Services - Vehicles	4,478
Rentals	12,600
Other Supplies and Materials	2,035
Trustee's Commission	404
Other Charges	28,890
Building Construction	26,649
Law Enforcement Equipment	60,843
Motor Vehicles	15,415
Total Drug Enforcement	<u>\$ 175,727</u>

Total Drug Control Fund

175,727

(Continued)

Exhibit K-8

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

**Sports and Recreation Fund**

Social, Cultural, and Recreational Services

Parks and Fair Boards

Supervisor/Director	\$ 57,900
Secretary(ies)	34,057
Temporary Personnel	50,816
Other Salaries and Wages	396,037
In-service Training	786
Other Fringe Benefits	198,633
Communication	13,851
Maintenance and Repair Services - Buildings	49,933
Maintenance and Repair Services - Equipment	4,066
Maintenance and Repair Services - Vehicles	7,035
Permits	680
Custodial Supplies	7,222
Food Supplies	4,365
Gasoline	21,450
Office Supplies	1,155
Sand	1,397
Small Tools	28
Uniforms	3,533
Utilities	127,909
Clay	2,346
Chemicals	7,377
Other Supplies and Materials	13,548
Refunds	5,091
Trustee's Commission	22,806
Workers' Compensation Insurance	3,636
Other Charges	16,193
Office Equipment	1,270
Other Equipment	65,342
Other Capital Outlay	28,688
<b>Total Parks and Fair Boards</b>	<b>\$ 1,147,150</b>

Other Social, Cultural, and Recreational

Foremen	\$ 41,250
Other Fringe Benefits	14,810
Maintenance and Repair Services - Buildings	2,904
Maintenance and Repair Services - Vehicles	445
Fertilizer, Lime, and Seed	20,577
Small Tools	289
Utilities	37,546
Other Supplies and Materials	6,367
Other Charges	12,139
<b>Total Other Social, Cultural, and Recreational</b>	<b>136,327</b>

Total Sports and Recreation Fund \$ 1,283,477

(Continued)

Exhibit K-8

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

Constitutional Officers - Fees Fund

Finance

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 21
Total County Clerk's Office	\$ 21

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses	\$ 207
Total Circuit Court	\$ 207

General Sessions Court

Constitutional Officers' Operating Expenses	\$ 180
Total General Sessions Court	<u>180</u>

Total Constitutional Officers - Fees Fund

\$ 408

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 111,137
Assistant(s)	56,500
Accountants/Bookkeepers	48,000
Longevity Pay	5,400
Other Salaries and Wages	43,200
Social Security	15,549
Employee and Dependent Insurance	50,763
Life Insurance	115
Dental Insurance	64
Unemployment Compensation	96
Local Retirement	18,844
Employer Medicare	3,636
Data Processing Services	12,000
Dues and Memberships	5,710
Legal Services	5,431
Legal Notices, Recording, and Court Costs	203
Postal Charges	482
Printing, Stationery, and Forms	914
Travel	1,730
Data Processing Supplies	1,870
Drugs and Medical Supplies	356
Office Supplies	701
Workers' Compensation Insurance	9,624
Other Charges	4,053
Communication Equipment	49
Data Processing Equipment	260
Total Administration	\$ 396,687

Highway and Bridge Maintenance

Foremen	\$ 50,949
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(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Equipment Operators	\$ 801,640
Truck Drivers	367,019
Longevity Pay	39,800
Overtime Pay	24,038
Other Salaries and Wages	43,850
Social Security	78,952
Employee and Dependent Insurance	282,276
Life Insurance	954
Dental Insurance	2,648
Unemployment Compensation	721
Local Retirement	94,653
Employer Medicare	18,465
Rentals	73
Other Contracted Services	175,982
Asphalt - Cold Mix	12,354
Asphalt - Hot Mix	2,039,682
Crushed Stone	138,016
Electricity	280
Pipe - Metal	74,484
Road Signs	44,981
Salt	21,220
Other Supplies and Materials	6,612
Workers' Compensation Insurance	72,081
Other Charges	6,563
<b>Total Highway and Bridge Maintenance</b>	<b>\$ 4,398,293</b>

Operation and Maintenance of Equipment

Mechanic(s)	\$ 84,000
Maintenance Personnel	30,176
Longevity Pay	1,100
Overtime Pay	2,599
Social Security	7,144
Employee and Dependent Insurance	23,044
Life Insurance	85
Unemployment Compensation	71
Local Retirement	8,412
Employer Medicare	1,671
Laundry Service	2,723
Licenses	23
Maintenance and Repair Services - Equipment	29,543
Diesel Fuel	139,126
Equipment and Machinery Parts	99,796
Garage Supplies	12,236
Gasoline	33,179
Lubricants	10,000
Small Tools	3,120
Tires and Tubes	23,892

(Continued)

Exhibit K-8

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Other Supplies and Materials	\$ 10,871
Workers' Compensation Insurance	5,965
Other Charges	13,397
Total Operation and Maintenance of Equipment	\$ 542,173

Other Charges

Communication	\$ 7,256
Evaluation and Testing	2,500
Electricity	7,531
Natural Gas	5,325
Water and Sewer	656
Building and Contents Insurance	1,769
Excess Risk Insurance	65,460
Liability Insurance	91,706
Trustee's Commission	79,326
Other Charges	13,290
Total Other Charges	274,819

Capital Outlay

Highway Equipment	\$ 1,031,571
Total Capital Outlay	<u>1,031,571</u>

Total Highway/Public Works Fund

\$ 6,643,543

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 3,155,000
Principal on Notes	780,000
Total General Government	\$ 3,935,000

Education

Principal on Bonds	\$ 8,865,000
Principal on Other Loans	396,456
Total Education	9,261,456

Interest on Debt

General Government

Interest on Bonds	\$ 1,881,603
Interest on Notes	123,924
Total General Government	2,005,527

Education

Interest on Bonds	\$ 3,501,656
Interest on Other Loans	6,828
Total Education	3,508,484

(Continued)

Exhibit K-8

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

General Debt Service Fund (Cont.)

Other Debt Service

Education

Trustee's Commission	\$ 424,077
Other Debt Service	2,450
Total Education	<u>\$ 426,527</u>

Total General Debt Service Fund

\$ 19,136,994

General Capital Projects Fund

General Government

Development

Other Charges	\$ 120,016
Total Development	<u>\$ 120,016</u>

County Buildings

Trustee's Commission	\$ 8,765
Building Improvements	933,052
Land	543,320
Motor Vehicles	1,222,738
Other Equipment	559,831
Other Capital Outlay	<u>6,071,573</u>
Total County Buildings	9,339,279

Public Safety

Jail

Building Construction	\$ 28,122,155
Total Jail	<u>28,122,155</u>

Instruction

Regular Instruction Program

Building Construction	\$ 18,410,100
Total Regular Instruction Program	<u>18,410,100</u>

Total General Capital Projects Fund

55,991,550

Total Governmental Funds - Primary Government

\$ 135,694,723

Putnam County, TennesseeSchedule of Detailed Expenditures -All Governmental Fund TypesDiscretely Presented Putnam County School DepartmentFor the Year Ended June 30, 2023General Purpose School FundInstructionRegular Instruction Program

Teachers	\$ 31,694,018
Career Ladder Program	55,332
Homebound Teachers	49,762
Salary Supplements	598,602
Educational Assistants	1,701,149
Other Salaries and Wages	214,723
Certified Substitute Teachers	241,684
Non-certified Substitute Teachers	482,600
Social Security	2,003,178
Pensions	2,826,382
Life Insurance	19,479
Medical Insurance	5,946,723
Dental Insurance	83,949
Unemployment Compensation	8,760
Employer Medicare	472,893
Maintenance and Repair Services - Equipment	12,566
Other Contracted Services	1,140,016
Instructional Supplies and Materials	470,578
Textbooks - Bound	189,403
Other Supplies and Materials	72
Fee Waivers	72,667
Other Charges	218,383
Regular Instruction Equipment	482,068
Other Equipment	17,644
<b>Total Regular Instruction Program</b>	<b>\$ 49,002,631</b>

Alternative Instruction Program

Teachers	\$ 590,552
Career Ladder Program	1,000
Social Security	33,581
Pensions	50,341
Life Insurance	368
Medical Insurance	119,313
Dental Insurance	1,345
Unemployment Compensation	123
Employer Medicare	7,854
Instructional Supplies and Materials	413
Other Supplies and Materials	722
<b>Total Alternative Instruction Program</b>	<b>805,612</b>

Special Education Program

Teachers	\$ 5,319,620
Career Ladder Program	8,001
Homebound Teachers	50,024
Educational Assistants	1,687,802
Speech Pathologist	568,683

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Other Salaries and Wages	\$ 189,002
Certified Substitute Teachers	3,378
Non-certified Substitute Teachers	10,455
Other Per Diem and Fees	30,391
Social Security	448,022
Pensions	629,754
Life Insurance	5,743
Medical Insurance	1,505,246
Dental Insurance	22,709
Unemployment Compensation	2,497
Employer Medicare	104,865
Contracts with Private Agencies	30,244
Instructional Supplies and Materials	27,280
Other Supplies and Materials	3,217
Special Education Equipment	20,128
<b>Total Special Education Program</b>	<b>\$ 10,667,061</b>

Career and Technical Education Program

Teachers	\$ 1,214,542
Clerical Personnel	30,914
Other Salaries and Wages	157,672
Certified Substitute Teachers	2,329
Non-certified Substitute Teachers	13,767
Social Security	78,525
Pensions	109,325
Life Insurance	735
Medical Insurance	238,572
Dental Insurance	2,968
Unemployment Compensation	273
Employer Medicare	19,363
Maintenance and Repair Services - Equipment	2,984
Travel	2,078
Other Contracted Services	148,762
Instructional Supplies and Materials	51,764
Other Supplies and Materials	3,880
In Service/Staff Development	5,348
Vocational Instruction Equipment	198,513
<b>Total Career and Technical Education Program</b>	<b>2,282,314</b>

Adult Education Program

Teachers	\$ 281,786
Other Salaries and Wages	157,040
Social Security	23,996
Pensions	24,362
Life Insurance	232
Medical Insurance	45,167

(Continued)

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Adult Education Program (Cont.)

Dental Insurance	\$ 403
Employer Medicare	6,091
Travel	32,364
Other Contracted Services	7,600
Instructional Supplies and Materials	119,325
Other Equipment	13,240
<b>Total Adult Education Program</b>	<b>\$ 711,606</b>

Support Services

Attendance

Supervisor/Director	\$ 94,491
Career Ladder Program	500
Clerical Personnel	32,449
Other Salaries and Wages	127,072
Social Security	14,536
Pensions	19,287
Life Insurance	98
Medical Insurance	30,230
Dental Insurance	348
Unemployment Compensation	34
Employer Medicare	3,506
Other Contracted Services	100,885
Other Supplies and Materials	228
In Service/Staff Development	8,925
Attendance Equipment	3,496
<b>Total Attendance</b>	<b>436,085</b>

Health Services

Supervisor/Director	\$ 98,907
Social Workers	70,342
Medical Personnel	622,399
Secretary(ies)	24,934
Other Salaries and Wages	99,005
Other Per Diem and Fees	1,920
Social Security	51,919
Pensions	67,319
Life Insurance	652
Medical Insurance	204,407
Dental Insurance	2,902
Unemployment Compensation	83
Employer Medicare	12,184
Travel	6,428
Other Contracted Services	18,482
Drugs and Medical Supplies	6,995
Office Supplies	165
Other Supplies and Materials	10,727

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

In Service/Staff Development	\$ 8,543
Other Charges	607
Total Health Services	\$ 1,308,920

Other Student Support

Career Ladder Program	\$ 3,167
Guidance Personnel	1,921,177
Psychological Personnel	76,329
Social Workers	71,552
Assessment Personnel	11,684
Other Salaries and Wages	93,070
Social Security	123,979
Pensions	180,832
Life Insurance	1,120
Medical Insurance	347,316
Dental Insurance	4,860
Unemployment Compensation	58
Employer Medicare	29,454
Contracts with Government Agencies	85,000
Evaluation and Testing	65,963
Travel	7,414
Other Contracted Services	208,741
Other Supplies and Materials	882
In Service/Staff Development	2,597
Total Other Student Support	\$ 3,235,195

Regular Instruction Program

Supervisor/Director	\$ 509,746
Career Ladder Program	9,001
Librarians	1,111,695
Clerical Personnel	159,011
Educational Assistants	32,070
Other Salaries and Wages	455,386
Social Security	130,439
Pensions	184,422
Life Insurance	1,169
Medical Insurance	315,716
Dental Insurance	4,735
Unemployment Compensation	438
Employer Medicare	31,007
Travel	11,274
Other Contracted Services	27,109
Instructional Supplies and Materials	14,978
Library Books/Media	71,797
Office Supplies	5,233
Other Supplies and Materials	30,145

(Continued)

Exhibit K-9

Putnam County, Tennessee

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

In Service/Staff Development	\$ 33,482
Other Charges	167,464
Other Equipment	2,282
Total Regular Instruction Program	\$ 3,308,599

Alternative Instruction Program

Supervisor/Director	\$ 89,088
Career Ladder Program	1,000
Secretary(ies)	38,368
Social Security	7,826
Pensions	10,574
Life Insurance	72
Medical Insurance	5,971
Dental Insurance	325
Unemployment Compensation	28
Employer Medicare	1,830
Total Alternative Instruction Program	155,082

Special Education Program

Supervisor/Director	\$ 85,243
Career Ladder Program	2,000
Psychological Personnel	306,733
Medical Personnel	386,024
Assessment Personnel	105,159
Secretary(ies)	54,225
Other Salaries and Wages	278,123
Other Per Diem and Fees	2,160
Social Security	68,387
Pensions	95,147
Life Insurance	604
Medical Insurance	192,893
Dental Insurance	2,850
Unemployment Compensation	290
Employer Medicare	16,522
Communication	1,905
Contracts with Private Agencies	26,882
Travel	33,242
Other Contracted Services	67,913
Other Supplies and Materials	37,329
In Service/Staff Development	66,335
Other Charges	5,274
Other Equipment	2,435
Total Special Education Program	1,837,675

Career and Technical Education Program

Supervisor/Director	\$ 86,019
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(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Social Security	\$ 5,079
Pensions	7,475
Life Insurance	32
Medical Insurance	15,514
Dental Insurance	163
Unemployment Compensation	14
Employer Medicare	1,188
Travel	839
Other Contracted Services	375
Other Supplies and Materials	3,862
In Service/Staff Development	4,175
Total Career and Technical Education Program	\$ 124,735

Technology

Supervisor/Director	\$ 97,237
Career Ladder Program	1,000
Computer Programmer(s)	592,129
Clerical Personnel	75,521
Other Per Diem and Fees	720
Social Security	44,165
Pensions	59,397
Life Insurance	392
Medical Insurance	117,892
Dental Insurance	1,665
Unemployment Compensation	144
Employer Medicare	10,329
Maintenance and Repair Services - Equipment	3,732
Internet Connectivity	294,753
Travel	8,161
Other Contracted Services	16,000
Office Supplies	399
Other Supplies and Materials	37,823
Other Equipment	30,117
Total Technology	1,391,576

Adult Programs

Supervisor/Director	\$ 73,800
Career Ladder Program	1,000
Clerical Personnel	35,449
Social Security	6,436
Pensions	8,762
Life Insurance	37
Medical Insurance	20,756
Dental Insurance	201
Employer Medicare	1,503
Other Contracted Services	27,580
Total Adult Programs	175,524

(Continued)

Exhibit K-9

Putnam County, Tennessee

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Programs

On-behalf Payments to OPEB	\$ 171,685	
Total Other Programs		\$ 171,685

Board of Education

Secretary to Board	\$ 67,943	
Other Salaries and Wages	19,317	
Board and Committee Members Fees	23,850	
Social Security	6,323	
Pensions	6,418	
Life Insurance	16	
Medical Insurance	29,994	
Dental Insurance	163	
Unemployment Compensation	28	
Employer Medicare	1,527	
Audit Services	14,000	
Communication	240,507	
Dues and Memberships	12,514	
Legal Services	68,151	
Travel	6,215	
Other Contracted Services	75,667	
Office Supplies	523	
Other Supplies and Materials	1,347	
Liability Insurance	149,868	
Trustee's Commission	613,031	
Workers' Compensation Insurance	81,162	
In Service/Staff Development	6,804	
Criminal Investigation of Applicants - TBI	20,476	
Other Charges	572,579	
Total Board of Education		2,018,423

Director of Schools

County Official/Administrative Officer	\$ 135,000	
Social Security	8,009	
Pensions	11,732	
Life Insurance	36	
Medical Insurance	15,514	
Dental Insurance	163	
Employer Medicare	1,873	
Travel	1,420	
Other Charges	2,820	
Total Director of Schools		176,567

Office of the Principal

Principals	\$ 1,697,408	
Career Ladder Program	12,000	
Accountants/Bookkeepers	726,076	

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Assistant Principals	\$ 2,005,520
Secretary(ies)	1,171,071
Clerical Personnel	11,541
Social Security	324,548
Pensions	456,336
Life Insurance	3,337
Medical Insurance	1,017,759
Dental Insurance	14,244
Unemployment Compensation	1,385
Employer Medicare	75,902
Postal Charges	9,500
Office Supplies	2,008
Other Charges	9,500
Total Office of the Principal	\$ 7,538,135

Fiscal Services

Supervisor/Director	\$ 180,721
Accountants/Bookkeepers	285,547
Purchasing Personnel	54,645
Clerical Personnel	42,545
Other Salaries and Wages	110,643
Social Security	38,127
Pensions	47,949
Life Insurance	334
Medical Insurance	128,830
Dental Insurance	1,706
Unemployment Compensation	150
Employer Medicare	8,914
Travel	1,244
Other Contracted Services	140,736
Office Supplies	7,821
In Service/Staff Development	3,511
Other Charges	12,692
Administration Equipment	184
Total Fiscal Services	1,066,299

Human Services/Personnel

Supervisor/Director	\$ 102,390
Other Salaries and Wages	101,890
Social Security	11,334
Pensions	14,606
Life Insurance	92
Medical Insurance	29,055
Dental Insurance	352
Unemployment Compensation	41
Employer Medicare	2,651

(Continued)

Exhibit K-9

Putnam County, Tennessee

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

Dues and Memberships	\$ 2,079
Travel	1,883
Other Contracted Services	18,175
Office Supplies	3,467
In Service/Staff Development	423
Administration Equipment	464
<b>Total Human Services/Personnel</b>	<b>\$ 288,902</b>

Operation of Plant

Communication	\$ 56,706
Janitorial Services	3,121,868
Other Contracted Services	277,034
Custodial Supplies	114,252
Electricity	3,195,934
Natural Gas	553,063
Water and Sewer	488,063
Building and Contents Insurance	300,693
<b>Total Operation of Plant</b>	<b>8,107,613</b>

Maintenance of Plant

Supervisor/Director	\$ 155,254
Secretary(ies)	41,606
Maintenance Personnel	898,356
Social Security	64,120
Pensions	75,436
Life Insurance	650
Medical Insurance	155,105
Dental Insurance	2,418
Unemployment Compensation	301
Employer Medicare	15,093
Other Contracted Services	555,550
Other Supplies and Materials	730,389
Maintenance Equipment	30,930
<b>Total Maintenance of Plant</b>	<b>2,725,208</b>

Transportation

Supervisor/Director	\$ 73,017
Mechanic(s)	169,425
Bus Drivers	1,685,045
Clerical Personnel	28,095
Part-time Personnel	23,876
Other Salaries and Wages	344,780
Social Security	131,551
Pensions	160,582
Life Insurance	1,574
Medical Insurance	387,363

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Dental Insurance	\$ 7,044
Unemployment Compensation	911
Employer Medicare	31,679
Contracts with Parents	2,428
Laundry Service	1,739
Travel	2,306
Other Contracted Services	82,976
Diesel Fuel	390,279
Gasoline	101,146
Lubricants	15,742
Tires and Tubes	22,721
Vehicle Parts	95,551
Other Supplies and Materials	3,038
Other Charges	7,823
<b>Total Transportation</b>	<b>\$ 3,770,691</b>

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 98,904
Accountants/Bookkeepers	48,170
Clerical Personnel	152,266
Cafeteria Personnel	27,685
Maintenance Personnel	144,051
Other Per Diem and Fees	940
Social Security	27,660
Pensions	33,142
Life Insurance	216
Medical Insurance	71,815
Dental Insurance	1,332
Unemployment Compensation	96
Employer Medicare	6,469
Food Supplies	7,833
<b>Total Food Service</b>	<b>620,579</b>

Community Services

Supervisor/Director	\$ 62,419
Teachers	545,146
Bus Drivers	58,684
Clerical Personnel	33,475
Educational Assistants	113,003
Other Salaries and Wages	206,672
Other Per Diem and Fees	192
Social Security	59,156
Pensions	66,507
Life Insurance	62
Medical Insurance	28,266

(Continued)

Exhibit K-9

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Dental Insurance	\$ 317
Employer Medicare	13,950
Travel	5,006
Other Contracted Services	808
Other Supplies and Materials	50,027
Other Charges	6,794
<b>Total Community Services</b>	<b>\$ 1,250,484</b>

Early Childhood Education

Supervisor/Director	\$ 46,268
Teachers	849,115
Clerical Personnel	26,444
Educational Assistants	432,414
Social Security	77,612
Pensions	105,067
Life Insurance	1,101
Medical Insurance	233,579
Dental Insurance	4,107
Employer Medicare	18,390
Travel	37
Other Contracted Services	91,828
Food Supplies	436
Instructional Supplies and Materials	12,969
Other Supplies and Materials	4,017
In Service/Staff Development	250
Other Charges	1,071
Other Equipment	250
<b>Total Early Childhood Education</b>	<b>1,904,955</b>

Capital Outlay

Regular Capital Outlay

Architects	\$ 310,404
Other Contracted Services	589,657
Building Construction	45,029
<b>Total Regular Capital Outlay</b>	<b>945,090</b>

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$ 396,456
<b>Total Education</b>	<b>396,456</b>

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$ 6,828
<b>Total Education</b>	<b>6,828</b>

Total General Purpose School Fund

\$ 106,430,530

(Continued)

Exhibit K-9

Putnam County, Tennessee

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 2,024,227
Educational Assistants	1,053,023
Part-time Personnel	13,742
Other Salaries and Wages	87,760
Certified Substitute Teachers	14,708
Non-certified Substitute Teachers	30,472
Social Security	176,726
Pensions	238,860
Life Insurance	2,492
Medical Insurance	589,741
Dental Insurance	8,359
Employer Medicare	42,913
Instructional Supplies and Materials	146,227
Software	733,963
Other Charges	414
Regular Instruction Equipment	253,313
Total Regular Instruction Program	\$ 5,416,940

Special Education Program

Teachers	\$ 75,705
Educational Assistants	1,955,400
Social Security	112,109
Pensions	144,747
Life Insurance	2,464
Medical Insurance	607,882
Dental Insurance	9,505
Employer Medicare	26,268
Contracts with Private Agencies	8,360
Instructional Supplies and Materials	80,641
Special Education Equipment	5,668
Total Special Education Program	3,028,749

Career and Technical Education Program

Teachers	\$ 54,152
Social Security	2,758
Pensions	4,262
Life Insurance	30
Medical Insurance	9,840
Dental Insurance	163
Employer Medicare	645
Maintenance and Repair Services - Equipment	2,397
Other Contracted Services	1,500
Instructional Supplies and Materials	55,899
Other Supplies and Materials	39,991
Vocational Instruction Equipment	137,519
Total Career and Technical Education Program	309,156

(Continued)

Exhibit K-9

Putnam County, Tennessee

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services

Health Services

Medical Personnel	\$ 41,574
Social Security	2,100
Pensions	3,185
Life Insurance	100
Medical Insurance	19,000
Dental Insurance	350
Employer Medicare	490
Other Charges	6,420
Health Equipment	18,334
Other Equipment	85,965
<b>Total Health Services</b>	<b>\$ 177,518</b>

Other Student Support

Guidance Personnel	\$ 54,924
Social Workers	187,902
Social Security	12,428
Pensions	13,536
Life Insurance	59
Medical Insurance	3,018
Dental Insurance	55
Employer Medicare	3,442
Travel	37,314
Other Contracted Services	13,819
Software	15,000
Other Supplies and Materials	328
In Service/Staff Development	47,270
Other Charges	104,070
Other Equipment	2,078
<b>Total Other Student Support</b>	<b>495,243</b>

Regular Instruction Program

Supervisor/Director	\$ 191,442
Secretary(ies)	81,600
Other Salaries and Wages	1,242,583
Social Security	85,440
Pensions	121,585
Life Insurance	617
Medical Insurance	237,756
Dental Insurance	2,786
Employer Medicare	20,628
Travel	17,273
Other Contracted Services	791,360
Software	2,420
Other Supplies and Materials	28,944
In Service/Staff Development	215,376
Other Charges	57,636
Other Equipment	423,324
<b>Total Regular Instruction Program</b>	<b>3,520,770</b>

(Continued)

Exhibit K-9

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program

Other Salaries and Wages	\$ 234,314
In-service Training	1,224
Social Security	13,424
Pensions	19,553
Life Insurance	124
Medical Insurance	46,243
Dental Insurance	584
Employer Medicare	3,139
Travel	337
In Service/Staff Development	26,106
Total Special Education Program	\$ 345,048

Technology

Instructional Computer Personnel	\$ 28,522
Employer Medicare	414
Travel	8
Total Technology	28,944

Fiscal Services

Other Contracted Services	\$ 46,200
Total Fiscal Services	46,200

Transportation

Lease Payments	\$ 6,320
Total Transportation	6,320

Operation of Non-Instructional Services

Food Service

Other Contracted Services	\$ 187,346
Food Service Equipment	41,317
Total Food Service	228,663

Community Services

Supervisor/Director	\$ 15,605
Teachers	237,418
Bus Drivers	36,486
Clerical Personnel	8,369
Educational Assistants	30,535
Other Salaries and Wages	24,323
Other Per Diem and Fees	48
Social Security	20,692
Pensions	25,746
Life Insurance	13
Medical Insurance	6,205
Dental Insurance	65
Employer Medicare	4,845

(Continued)

Exhibit K-9

Putnam County, Tennessee

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Putnam County School Department (Cont.)

School Federal Projects Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Travel	\$ 1,850
Other Supplies and Materials	29,403
Other Charges	306
Other Equipment	999
Total Community Services	\$ 442,908

Capital Outlay

Regular Capital Outlay

Building Improvements	\$ 6,339,158
Total Regular Capital Outlay	<u>6,339,158</u>

Total School Federal Projects Fund

\$ 20,385,617

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Cafeteria Personnel	\$ 2,515,078
Other Per Diem and Fees	3,350
Social Security	147,781
Pensions	132,954
Life Insurance	1,844
Medical Insurance	319,438
Dental Insurance	7,150
Unemployment Compensation	356
Employer Medicare	34,746
Communication	4,820
Maintenance and Repair Services - Equipment	104,207
Travel	14,537
Other Contracted Services	52,534
Food Preparation Supplies	410,066
Food Supplies	3,390,491
Office Supplies	28,084
USDA - Commodities	482,881
Other Supplies and Materials	22,618
In Service/Staff Development	9,984
Criminal Investigation of Applicants - TBI	1,783
Other Charges	17,534
Food Service Equipment	120,538
Total Food Service	<u>\$ 7,822,774</u>

Total Central Cafeteria Fund

\$ 7,822,774

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$ 1,215,335
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(Continued)

Exhibit K-9

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

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Other Per Diem and Fees	\$ 240
Social Security	74,086
Pensions	22,519
Life Insurance	216
Medical Insurance	59,938
Dental Insurance	809
Employer Medicare	17,327
Travel	1,602
Food Supplies	17,228
Refunds	2,880
Trustee's Commission	2,772
Other Charges	59,254
Other Equipment	1,949
<b>Total Community Services</b>	<b>\$ 1,476,155</b>

Total Extended School Program Fund

\$ 1,476,155

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 3,999,779
<b>Total Community Services</b>	<b>\$ 3,999,779</b>

Total Internal School Fund

3,999,779

Total Governmental Funds - Putnam County School Department

\$ 140,114,855

Exhibit K-10

Putnam County, Tennessee

Schedule of Detailed Revenues and Expenses

Proprietary Fund

For the Year Ended June 30, 2023

	Governmental Activities - Internal Service Fund	Self- Insurance Fund
<b>Revenues</b>		
<b>Operating Revenues</b>		
<b>Charges of Current Services</b>		
Self-Insurance Premiums/Contributions	\$ 1,723,200	
Total Operating Revenues	<u>\$ 1,723,200</u>	
<b>Nonoperating Revenues</b>		
<b>Recurring Items</b>		
Investment Income	\$ 6,133	
Total Nonoperating Revenues	<u>\$ 6,133</u>	
Total Revenues	<u><u>\$ 1,729,333</u></u>	
<b>Expenses</b>		
<b>Operating Expenses</b>		
<b>General Government</b>		
<b>County Buildings</b>		
Other Self-insured Claims	\$ 71,158	
<b>Other Facilities</b>		
Liability Claims	2,741	
Total General Government	<u>\$ 73,899</u>	
<b>Finance</b>		
<b>County Clerk's Office</b>		
Legal Services	\$ 3,091	
Total Finance	<u>\$ 3,091</u>	
<b>Public Safety</b>		
<b>Sheriff's Department</b>		
Legal Services	\$ 56,015	
Excess Risk Insurance	8,314	
Liability Claims	28,624	
<b>Fire Prevention and Control</b>		
Excess Risk Insurance	9,279	
Liability Claims	880	
<b>Civil Defense</b>		
Excess Risk Insurance	16,346	
Total Public Safety	<u>\$ 119,458</u>	

(Continued)

Exhibit K-10

Putnam County, Tennessee

Schedule of Detailed Revenues and Expenses  
Proprietary Fund (Cont.)

	Governmental Activities - Internal Service Fund	Self- Insurance Fund
<b>Expenses (Cont.)</b>		
<b>Operating Expenses (Cont.)</b>		
<b>Public Health and Welfare</b>		
<b>Ambulance/Emergency Medical Services</b>		
Legal Services	\$ 4,429	
Excess Risk Insurance	2,537	
Liability Claims	9,355	
<b>Sanitation Management</b>		
Legal Services	1,191	
Liability Claims	98,809	
Total Public Health and Welfare	<u>\$ 116,321</u>	
<b>Social, Cultural, and Recreational Services</b>		
Libraries	\$ 1,867	
Legal Services	\$ 1,867	
Parks and Fair Board		
Other Self-insured Claims	4,866	
Total Social, Cultural, and Recreational Services	<u>\$ 6,733</u>	
<b>Other Operations</b>		
Other Charges		
Handling Charges and Administrative Costs	\$ 24,938	
Audit Services	8,086	
Building and Contents Insurance	152,237	
Excess Risk Insurance	193,161	
Premiums on Corporate Surety Bonds	4,148	
Other Self-insured Claims	178,758	
Other Charges	833	
Total Other Operations	<u>\$ 562,161</u>	
<b>Highways</b>		
<b>Administration</b>		
Handling Charges and Administrative Costs	\$ 4,390	
Audit Services	374	
Building and Contents Insurance	89,551	
Excess Risk Insurance	113,624	
Premiums on Corporate Surety Bonds	2,440	
Liability Claims	4,198	
Other Self-insured Claims	136,523	
Other Charges	490	
Total Highways	<u>\$ 351,590</u>	

(Continued)

Exhibit K-10

Putnam County, Tennessee

Schedule of Detailed Revenues and Expenses  
Proprietary Fund (Cont.)

	Governmental Activities - Internal Service Fund	Self- Insurance Fund
<u>Expenses (Cont.)</u>		
<u>Operating Expenses (Cont.)</u>		
<u>Education</u>		
<u>Central and Other</u>		
Handling Charges and Administrative Costs	\$ 10,097	
Audit Services	861	
Legal Services	57,146	
Building and Contents Insurance	121,136	
Excess Risk Insurance	265,330	
Premiums on Corporate Surety Bonds	5,612	
Liability Claims	100,017	
Other Self-insured Claims	135,390	
Other Charges	1,128	
Total Education	<u>\$ 696,717</u>	
 Total Expenses	 <u>\$ 1,929,970</u>	

## **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**

Putnam County Mayor and  
Board of County Commissioners  
Putnam 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 Putnam County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Putnam County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 15, 2023. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Putnam County School Department (a discretely presented component unit) as described in our report on Putnam County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Putnam 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 Putnam County's internal control. Accordingly, we do not express an opinion on the effectiveness of Putnam 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 the attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as 2023-002 (A-D), and 2023-003, to be significant deficiencies.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Putnam 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 2023-002(E).

### **Putnam County's Responses to Findings**

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

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

December 15, 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**

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

To the County Mayor and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

***Qualified and Unmodified Opinions***

We have audited Putnam 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 Putnam County's major federal programs for the year ended June 30, 2023. Putnam County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

***Qualified Opinion on COVID 19 - Education Stabilization Fund – FAL No. 84.425W***

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, Putnam County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on FAL No. 84.425W COVID 19 - Education Stabilization Fund for the year ended June 30, 2023.

***Unmodified Opinion on Each of the Other Major Federal Programs***

In our opinion, Putnam 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 identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs for the year ended June 30, 2023.

## ***Basis for Qualified and Unmodified Opinions***

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 Putnam 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 Putnam County's compliance with the compliance requirements referred to above.

### ***Matter Giving Rise to Qualified Opinion on COVID 19 - Education Stabilization Fund – FAL No. 84.425W***

As described in the accompanying Schedule of Findings and Questioned Costs as Findings 2023-002 and 2023-004, Putnam County did not comply with requirements regarding FAL No. 84.425W COVID 19 - Education Stabilization Fund for Period of Performance. Compliance with such requirements is necessary, in our opinion, for Putnam County to comply with the requirements applicable to that program.

### ***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 Putnam 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 Putnam 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 Putnam 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 Putnam 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 Putnam 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 Putnam 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.

### ***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and is described in the accompanying Schedule of Findings and Questioned Costs as items 2023-002(E) and 2023-004(E). Our opinion on each major federal program is not modified with respect to these matters.

*Government Auditing Standards* requires the auditor to perform limited procedures on Putnam County's response to the noncompliance findings identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. Putnam County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Putnam County is responsible for preparing a corrective action plan to address each noncompliance audit finding included in our auditor's report in accordance with the Uniform Guidance. Putnam County's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the corrective action plan.

## Report on Internal Control Over Compliance

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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2023-002 (A-D) and 2023-004 (A-D) to be significant deficiencies.

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.

*Government Auditing Standards* requires the auditor to perform limited procedures on Putnam County's response to the internal control over compliance findings identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. Putnam County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Putnam County is responsible for preparing a corrective action plan to address each internal control audit finding included in our auditor's report in accordance with the Uniform Guidance. Putnam County's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the corrective action plan.

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 Putnam County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Putnam County's basic financial statements. We issued our report thereon dated December 15, 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

December 15, 2023

JEM/gc

Putnam County, Tennessee, and the Putnam County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9)  
For the Year-Ended June 30, 2023

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
<b>U.S. Department of Agriculture:</b>			
Passed Through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	\$ 1,574,189
National School Lunch Program	10.555	(4)	4,236,358 (6)
COVID 19 - Pandemic EBT Administrative Costs	10.649	(4)	5,950
Passed Through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	482,881 (6)
Rebate of Storage and Distribution Fees	10.555	N/A	28,688 (6)
Passed Through East Tennessee Human Resource Agency:			
Child and Adult Care Food Program	10.558	(4)	652,464
Total U.S. Department of Agriculture			<u>\$ 6,980,530</u>
<b>U.S. Department of Defense:</b>			
Passed Through State Department of General Services:			
Section 1033 Excess Property Program	12.U01	(4)	\$ 38,749
Total U.S. Department of Defense			<u>\$ 38,749</u>
<b>U.S. Department of Housing and Urban Development:</b>			
Passed Through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program	14.228	(4)	\$ 8,500
Total U.S. Department of Housing and Urban Development			<u>\$ 8,500</u>
<b>U.S. Department of the Interior:</b>			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	\$ 6,824
Total U.S. Department of the Interior			<u>\$ 6,824</u>
<b>U.S. Department of Justice:</b>			
Passed Through State Department of Finance and Administration:			
Crime Victim Assistance	16.575	(4)	\$ 281,024
Total U.S. Department of Justice			<u>\$ 281,024</u>
<b>U.S. Department of the Treasury:</b>			
Passed Through State Department of Education:			
COVID 19 - Coronavirus Relief Fund	21.019	N/A	\$ 133
Direct Program:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	N/A	975,000
Total U.S. Department of the Treasury			<u>\$ 975,133</u>
<b>U.S. Environmental Protection Agency:</b>			
Direct Program:			
EPA 2022 Clean School Bus Rebate Program (Noncash Assistance)	66.U01	N/A	\$ 790,000
Total U.S. Environmental Protection Agency			<u>\$ 790,000</u>
<b>U.S. Department of Education:</b>			
Passed Through State Department of Human Services:			
Adult Education - Basic Grants to States	84.002	(7)	\$ 648,376
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	(8)	103,739
Passed Through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	3,620,600
Migrant Education State Grant Program	84.011	N/A	10,713
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	N/A	3,154,760 (6)
COVID 19 - Special Education - Grants to States (ARP)	84.027	N/A	313,825 (6)
Special Education - Preschool Grants	84.173	N/A	67,996 (6)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173	N/A	21,044 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	322,852
Education for Homeless Children and Youth	84.196	N/A	96,522
Twenty-first Century Community Learning Centers	84.287	N/A	442,907
Rural Education	84.358	N/A	2,905

(Continued)

Putnam County, Tennessee, and the Putnam County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
<b>U.S. Department of Education (Cont.):</b>			
Passed Through State Department of Education (Cont.):			
English Language Acquisition State Grants	84.365	N/A	\$ 123,352
Supporting Effective Instruction State Grants	84.367	N/A	505,255
Comprehensive Literacy Development	84.371	N/A	112,379
Student Support and Academic Enrichment Program	84.424	N/A	317,694
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (Literacy Teacher Training Stipend)	84.425B	N/A	194,000 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	N/A	3,003,241 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (Fiscal Pre-Monitoring Support Grant)	84.425D	N/A	46,200 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (Homeless System Navigator) (ESSER ARP)	84.425D	N/A	27,896 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	8,180,559 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (Homeless 1.0 and 2.0) (ESSER ARP)	84.425W	N/A	<u>93,575 (6)</u>
Total U.S. Department of Education			<u>\$ 21,410,390</u>
<b>U.S. Election Assistance Commission:</b>			
Passed Through Tennessee Secretary of State:			
2018 HAVA Election Security Grants	90.404	(4)	\$ 16,150
Total U.S. Election Assistance Commission			<u>\$ 16,150</u>
<b>U.S. Department of Health and Human Services:</b>			
Passed Through State Department of Health:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	Z-23-269392-01	\$ 543,750 (6)
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	GG-23-76024-00	25,621 (6)
Passed Through State Department of Education:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	N/A	270,357 (6)
COVID 19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	N/A	52,160 (6)
Passed Through State Department of Human Services:			
Temporary Assistance for Needy Families	93.558	(4)	<u>317,413</u>
Total U.S. Department of Health and Human Services			<u>\$ 1,209,301</u>
<b>U.S. Department of Homeland Security:</b>			
Passed Through State Department of Military:			
Disaster Grants - Public Assistance	97.036	(4)	\$ 180,928
Homeland Security Grant Program	97.067	(4)	134,273
Direct Program:			
Assistance to Firefighters Grant	97.044	N/A	<u>45,455</u>
Total U.S. Department of Homeland Security			<u>\$ 360,656</u>
Total Expenditures of Federal Grants			<u>\$ 32,077,257</u>

(Continued)

Putnam County, Tennessee, and the Putnam County School Department  
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Contract Number	Expenditures
<b>State Grants</b>			
Juvenile Court State Supplemental Funds - State Department of Children's Services	N/A	(4)	\$ 9,000
Firefighter Educational Incentive Pay Program - State Department of Commerce and Insurance	N/A	(4)	17,800
Coordinated School Health - State Department of Education	N/A	N/A	155,000
CTE Stem - State Department of Education	N/A	N/A	14,500
Driver's Education - State Department of Education	N/A	N/A	2,937
Family Resource Centers - State Department of Education	N/A	N/A	29,612
Innovative School Models - State Department of Education	N/A	N/A	419,772
Learning Camp Transportation - State Department of Education	N/A	N/A	66,191
Lottery Education Afterschool Programs - State Department of Education	N/A	N/A	1,219,769
Safe Schools - State Department of Education	N/A	N/A	179,422
School Resource Officer Grant - State Department of Education	N/A	N/A	70,937
Summer Learning Camp - State Department of Education	N/A	N/A	678,549
Voluntary Pre-K - State Department of Education	N/A	N/A	1,588,552
Local Parks and Recreation Fund Program - State Department of Environment and Conservation	N/A	(4)	132,921
Evidence Based Jail Programming - State Department of Finance and Administration	N/A	(4)	4,500
Governor's Local Government Support Grant - State Department of Finance and Administration	N/A	(4)	110,050
Local Health Services - State Department of Health	N/A	GG-23-75564-01	99,560
Adult Education - State Department of Labor and Workforce Development	N/A	LWC71F221AESD23	121,356
Adult Education - State Department of Labor and Workforce Development	N/A	LWC71F221STAE23	31,759
Adult Education - State Department of Labor and Workforce Development	N/A	LWC71F222AESD23	8,351
Adult Education - State Department of Labor and Workforce Development	N/A	LWC71F222STAE23	60,511
Addictions Recovery Program for the Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	1,960
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	106,346
Tennessee Certified Veteran Treatment Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	82,572
Disaster Grants - State Department of Military	N/A	(4)	27,035
Litter Grant - State Department of Transportation	N/A	(4)	5,057
Litter Program - State Department of Transportation	N/A	Z23LIT071	46,058
Local Health Services - State of Tennessee Department of Health	N/A	GG-23-75564-01	1,855,904
Direct Appropriation - Welcome Center - Tennessee State Legislature	N/A	(4)	2,500,000
Training Equipment - Tennessee Corrections Institute	N/A	(4)	7,500
SPARC Grant - Tennessee Higher Education Commission	N/A	(4)	95,158
Voting Systems - Tennessee Secretary of State	N/A	(4)	416,825
Total State Grants			<u>\$ 10,165,464</u>

FAL = Federal Assistance Listing

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Putnam County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$6,322,116; Special Education Cluster total \$3,557,625.
- (6) Total for FAL No. 10.555 is \$4,747,927; Total for FAL No. 84.027 is \$3,468,585; Total for FAL No. 84.173 is \$89,040;  
Total for FAL No. 84.425 is \$11,545,471; Total for FAL No. 93.323 is \$814,107; Total for FAL No. 93.354 is \$77,781.
- (7) LWC71F221AESD23 total \$606,632; LWC71F222AESD23 total \$41,744.
- (8) Z2251722 total \$22,484; Z2370517 total \$81,255.
- (9) CONSOLIDATED ADMINISTRATION:

	FAL Number	Amount
Title I Grants to Local Educational Agencies	84.010	\$ 254,119
Migrant Education State Grant Program	84.011	1,321
English Language Acquisition State Grants	84.365	1,854
Supporting Effective Instruction State Grants	84.367	69,531
Student Support and Academic Enrichment Program	84.424	3,735
		<u>\$ 330,560</u>

Putnam 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 Putnam 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
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**OFFICE OF ROAD SUPERVISOR**

2022	232	2022-001	Cash with trustee was not accurately reconciled with the general ledger.	N/A	Corrected
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***Prior-year Federal Awards Findings***

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

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**PUTNAM COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2023**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Putnam 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?	YES
5. Type of report auditor issued on compliance for major programs. QUALIFIED
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? YES
7. Identification of Major Federal Programs:

* Assistance Listing Number: 21.027	COVID 19- Coronavirus State and Local Fiscal Recovery Funds (ARP)
* Assistance Listing Number: 84.010	Title I Grants to Local Educational Agencies
* Assistance Listing Numbers: 84.027 and 84.173	Special Education Cluster: Special Education Grants to States, and Special Education - Preschool Grants
* Assistance Listing Number: 84.425	COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. \$962,318
9. Auditee qualified as low-risk auditee? YES

## **PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS**

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

### **OFFICE OF COUNTY MAYOR**

#### **FINDING 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 General Fund were not materially correct, and audit adjustments totaling \$843,913 related to receivables and payables were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require Putnam 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, detect, or 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. This deficiency is a result of a lack of management oversight. We presented audit adjustments to management, which they approved and recorded on their accounting records to properly present the financial statements in this report.

#### **RECOMMENDATION**

Putnam County should design and implement a system of internal control to ensure that its general ledgers are materially correct in accordance with generally accepted accounting principles.

#### **MANAGEMENT'S RESPONSE – COUNTY MAYOR**

I concur with this finding. This finding is the result of the establishment of receivables and payables at fiscal year end for funds owed to the county and the timing of when these funds are actually received. Since these amounts were owed to the county, they were set up as receivables. However, these amounts were not received within the appropriate time frame, so adjustments were made to comply with accounting standards. These standards will be used to monitor revenue and expenditure recognition to avoid this issue in the future.

## **OFFICE OF DIRECTOR OF SCHOOLS**

### **FINDING 2023-002**

### **THE SCHOOL DEPARTMENT HAD DEFICIENCIES IN THE ADMINISTRATION OF FEDERAL GRANTS**

(A. B. C. and D. Internal Control – Significant Deficiency Under *Government Auditing Standards* and OMB Uniform Guidance; E. Noncompliance Under *Government Auditing Standards* and OMB Uniform Guidance

The Putnam County School Department provides services to homeless students through federal grants including Education for Homeless Children and Youth (FAL No. 84.196), a nonmajor federal program, and COVID 19 - Education Stabilization Fund (ESSER I and II - FAL No. 84.425W), a major federal program. During our review of expenditures from these grant funds, we noted purchases of prepaid gift cards. We expanded our review of these gift card purchases and it appears gift cards are an allowable method of using funds from these grants to purchase items such as gas, lodging, clothing, shoes, and food for students and families in need. While such uses appear to be allowable, we noted deficiencies related to the handling of gift cards which are detailed below. We reviewed the purchase and use of gift cards between July 1, 2022, and September 18, 2023.

Gift cards totaling \$27,500 were purchased from three separate grants during the year examined:

Total cards from FAL No. 84.196	\$	8,500
Total cards from FAL No. 84.425W (ESSER I)		12,750
Total cards from FAL No. 84.425W (ESSER II)		<u>6,250</u>
Total cards purchased FYE June 30, 2023	\$	<u>27,500</u>

- A. The gift card purchases were not separated by grant but were instead comingled into a single accordion file. When using a card, school personnel simply pulled cards from the accordion file and did not distinguish which grant program had purchased the card. Also, documentation of purchases made with the cards, regardless of the grant, were comingled in a file folder and were not identified by student/family served or by school personnel who made the purchase. Upon request from auditors, school personnel separated the documentation trying to match vendor receipts with the appropriate gift cards. This process took days to complete and resulted in a list of gift cards purchased and a separate list of documentation of items purchased with gift cards by year. However, this listing still did not document which grant was used for the purchase.
- B. The school department failed to adequately report the gift cards in the accounting records. The department reported grant expenditures and claimed reimbursement of grant funds when the gift cards were purchased instead of when the cards were used.

C. The school department failed to adequately document all purchases made with gift cards. Upon request by auditors, school personnel began gathering documentation to support the use of the cards. They were able to compile documentation for most of the purchases; however, some of the documentation consisted only of handwritten "sticky notes" presumably attached to the file by the school employee that used the card(s). The documentation produced by the school department and provided to auditors is itemized in the following schedule:

Total cards purchased from grant funds	\$	27,500
Less:		
Documented purchases 7/1/22 to 6/30/23		(16,524)
Documented purchases 7/1/23 to 9/18/23		(4,861)
Cards on hand 9/18/23		<u>(1,589)</u>
Remaining amount of gift cards undocumented	\$	4,526
Purchases documented with "sticky notes"		<u>(2,055)</u>
Unaccounted amount of gift cards at 9/18/23	\$	<u>2,471</u>

It should also be noted that much of the documentation provided to auditors did not contain complete information regarding the student/family served, the product purchased, or the school employee who made the purchase. Without adequate documentation, we could not determine if the cards were used in accordance with grant requirements.

D. Gift cards purchased by the department were not properly safeguarded prior to their use. Cards were maintained in a location that allowed all staff members of the school department's Student Support Center to have access to them. As employees needed funds for homeless assistance, they were able to remove cards from an accordion file in the office without documenting that cards were taken, who took them, or for what use they were being taken. Failure to safeguard these cards results in a loss of control over their use.

E. The school department purchased gift cards in bulk and requested grant reimbursement when the gift cards were purchased rather than when they were used to provide goods or services for students/families. Prior the end of the grant reporting period, the department purchased cards in the amount of the unused portion of the grant to maintain them on hand for future purchases. As noted above, gift cards totaling at least \$6,450 (purchases made between 7/1/23 to 9/18/23 of \$4,861 and cards on hand 9/18/23 of \$1,589) were unused and on hand at June 30, 2023. The practice of buying the cards at the end of the period and holding them for later use appears to violate the grant's period of performance.

As a combined result of these deficiencies, we are questioning the entire amount spent on gift cards of \$27,500.

## RECOMMENDATION

Grant funds should be accounted for separately and all transactions should be properly documented. Assets purchased with grant funds should be properly safeguarded and used within the grant's period of performance.

## MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

I concur with this finding. All gift cards purchased through the Education for Homeless Children and Youth grants have subsequently been secured at the Putnam County Board of Education central office in a secured area and in a locked safe. All gift cards are being signed out with documentation. Supporting documents are now being returned to the accounting department, stored within the accounting system, and categorized in the correct grant accordingly. Reimbursement requests will not be made until after the final purchase of goods or services have transpired. No purchases of gift cards will take place at the end of the year unless the final purchase of any goods or services will be able to take place before the end of the fiscal year.

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## OFFICE OF SHERIFF

### FINDING 2023-003

### **BANK STATEMENTS WERE NOT ACCURATELY RECONCILED WITH THE GENERAL LEDGER**

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

Commissary bank statements were not accurately reconciled with the general ledger. Management attempted to reconcile the commissary bank account monthly; however, differences were not properly identified and corrected in a timely manner. As a result, an overpayment, made in November 2022, was not identified and corrected as of June 30, 2023. This error was identified during the audit and corrected by management subsequent to year end. Sound business practices dictate that bank statements should be reconciled with the general ledger monthly, and any differences should be identified and corrected promptly. This deficiency exists due to a lack of management oversight.

## RECOMMENDATION

Bank statements should be reconciled with the general ledger monthly, and any differences discovered should be identified and corrected promptly.

## MANAGEMENT'S RESPONSE – SHERIFF

I concur with this finding. The former records clerk did not reconcile bank statements that were required on a monthly basis. In turn, this caused an overpayment in the amount of \$6,055 in November 2022. This was discovered during the July 2023 audit. Prior to the audit, the current records clerk was under the assumption the previous bank statements had been reconciled correctly. To correct the overpayment, \$6,055 was withheld from the end of the month check written to the trustee on July 31, 2023. Since said date, all monthly bank statements have been reconciled as required and no other issues have been discovered.

### **PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

A finding and recommendation, as a result of our audit of federal awards of Putnam County, Tennessee, for the year ended June 30, 2023, is presented below. Our audit followed 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).

We reviewed this finding and recommendation with federal program management to provide an opportunity for their response. Responses and/or corrective action plans for all findings, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan section of this report.

Findings relating specifically to the audit of the financial statements of Putnam County, Tennessee, are separately presented under Part II, Findings Relating to the Financial Statements.

#### **FINDING 2023-004**

#### **THE SCHOOL DEPARTMENT HAD DEFICIENCIES IN THE ADMINISTRATION OF FEDERAL GRANTS**

(A. B. C. and D. Internal Control – Significant Deficiency Under *Government Auditing Standards* and OMB Uniform Guidance; E. Noncompliance Under *Government Auditing Standards* and OMB Uniform Guidance

Entity	Putnam County, Tennessee – School Department
Repeat Finding Number (if applicable)	N/A
Assistance Listings # (s)	84.196 and 84.425W
Assistance Listings Title (s)	Education for Homeless Children and Youth COVID 19- Education Stabilization Fund
Federal Agency	Department of Education
State Pass-Through Agency	Department of Education
Grant/Contract No (s).	N/A
Federal Award Year (s)	2023
Finding Type	Significant Deficiency and Noncompliance – 84.196 and 84.425W
Compliance Requirement	Period of Performance
Known Questioned Costs	Undetermined amount – Potentially \$27,500

The Putnam County School Department provides services to homeless students through federal grants including Education for Homeless Children and Youth (FAL No. 84.196), a nonmajor federal program, and COVID 19 - Education Stabilization Fund (ESSER I and II - FAL No. 84.425W), a major federal program. During our review of expenditures from these grant funds, we noted purchases of prepaid gift cards. We expanded our review of these gift card purchases and it appears gift cards are an allowable method of using funds from these grants to purchase items such as gas, lodging, clothing, shoes, and food for students and families in need. While such uses appear to be allowable, we noted deficiencies related to the handling of gift cards which are detailed below. We reviewed the purchase and use of gift cards between July 1, 2022, and September 18, 2023.

Gift cards totaling \$27,500 were purchased from three separate grants during the year examined:

Total cards from FAL No. 84.196	\$ 8,500
Total cards from FAL No. 84.425W (ESSER I)	12,750
Total cards from FAL No. 84.425W (ESSER II)	<u>6,250</u>
 Total cards purchased FYE June 30, 2023	 <u>\$ 27,500</u>

- A. The gift card purchases were not separated by grant but were instead comingled into a single accordion file. When using a card, school personnel simply pulled cards from the accordion file and did not distinguish which grant program had purchased the card. Also, documentation of purchases made with the cards, regardless of the grant, were comingled in a file folder and were not identified by student/family served or by school personnel who made the purchase. Upon request from auditors, school personnel separated the documentation trying to match vendor receipts with the appropriate gift cards. This process took days to complete and resulted in a list of gift cards purchased and a separate list of documentation of items purchased with gift cards by year. However, this listing still did not document which grant was used for the purchase.
- B. The school department failed to adequately report the gift cards in the accounting records. The department reported grant expenditures and claimed reimbursement of grant funds when the gift cards were purchased instead of when the cards were used.
- C. The school department failed to adequately document all purchases made with gift cards. Upon request by auditors, school personnel began gathering documentation to support the use of the cards. They were able to compile documentation for most of the purchases; however, some of the documentation consisted only of handwritten "sticky notes" presumably attached to the file by the school employee that used the card(s). The documentation produced by the school department and provided to auditors is itemized in the following schedule:

Total cards purchased from grant funds	\$ 27,500
Less:	
Documented purchases 7/1/22 to 6/30/23	(16,524)
Documented purchases 7/1/23 to 9/18/23	(4,861)
Cards on hand 9/18/23	<u>(1,589)</u>
 Remaining amount of gift cards undocumented	 \$ 4,526
Purchases documented with "sticky notes"	<u>(2,055)</u>
 Unaccounted amount of gift cards at 9/18/23	 <u>\$ 2,471</u>

It should also be noted that much of the documentation provided to auditors did not contain complete information regarding the student/family served, the product purchased, or the school employee who made the purchase. Without adequate documentation, we could not determine if the cards were used in accordance with grant requirements.

- D. Gift cards purchased by the department were not properly safeguarded prior to their use. Cards were maintained in a location that allowed all staff members of the school department's Student Support Center to have access to them. As employees needed funds for homeless assistance, they were able to remove cards from an accordion file in the office without documenting that cards were taken, who took them, or for what use they were being taken. Failure to safeguard these cards results in a loss of control over their use.
- E. The school department purchased gift cards in bulk and requested grant reimbursement when the gift cards were purchased rather than when they were used to provide goods or services for students/families. Prior the end of the grant reporting period, the department purchased cards in the amount of the unused portion of the grant to maintain them on hand for future purchases. As noted above, gift cards totaling at least \$6,450 (purchases made between 7/1/23 to 9/18/23 of \$4,861 and cards on hand 9/18/23 of \$1,589) were unused and on hand at June 30, 2023. The practice of buying the cards at the end of the period and holding them for later use appears to violate the grant's period of availability of funds.

As a combined result of these deficiencies, we are questioning the entire amount spent on gift cards of \$27,500.

#### RECOMMENDATION

Grant funds should be accounted for separately and all transactions should be properly documented. Assets purchased with grant funds should be properly safeguarded and used within the grant's period of availability.

#### MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

I concur with this finding. All gift cards purchased through the Education for Homeless Children and Your grants have subsequently been secured at the Putnam County Board of Education central office in a secured area and in a locked safe. All gift cards are being signed out with documentation. Supporting documents are now being returned to the accounting department, stored within the accounting system and categorized in the correct grant accordingly. Reimbursement requests will not be made until after the final purchase of goods or services have transpired. No purchases of gift cards will take place at the end of the year unless the final purchase of any goods or services will be able to take place before the end of the fiscal year.

**Putnam 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.	244
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**OFFICE OF DIRECTOR OF SCHOOLS**

2023-002	The school department had deficiencies in the administration of federal funds.	245
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**OFFICE OF SHERIFF**

2023-003	Bank statements were not accurately reconciled with the general ledger.	246
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**FEDERAL AWARD FINDING - OFFICE OF DIRECTOR OF SCHOOLS**

2023-004	The school department had deficiencies in the administration of federal funds.	245
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*Corrective Action Plan*

**FINDING:** MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION

**Response and Corrective Action Plan Prepared by:**  
Randy Porter, County Mayor

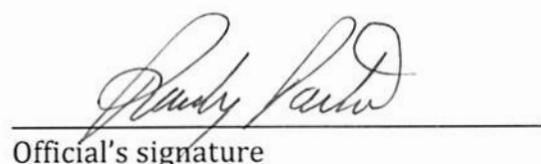
**Person Responsible for Implementing the Corrective Action:**  
Chelsea Qualls, Budget Coordinator

**Anticipated Completion Date of Corrective Action:**  
Immediately, December 14, 2023

**Repeat Finding:**  
No.

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

**Planned Corrective Action:**  
We will monitor the establishment of receivables and payables going forward to avoid adjustments in the future.



Official's signature

# *Department of Education*

## *Putnam County*

Mr. Corby King, Director of Schools

Board of Education  
Kim Cravens, Chair  
Dawn Fry, Vice-Chair

1400 East Spring Street  
Cookeville, Tennessee 38506-4313  
Phone (931) 526-9777  
FAX (931) 372-0391

Board Members  
Kerry Ledbetter  
David McCormick  
Lynn McHenry  
Jill Ramsey

### Corrective Action Plan

**FINDING:** THE SCHOOL DEPARTMENT HAD DEFICIENCIES IN THE ADMINISTRATION OF FEDERAL GRANTS

**Response and Corrective Action Plan Prepared by:**  
Corby King, Director of Schools

**Person Responsible for Implementing the Corrective Action:**  
Mark McReynolds, CFO

**Anticipated Completion Date of Corrective Action:**  
August 7, 2023

**Repeat Finding:**  
No.

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

#### **Planned Corrective Action:**

The following steps have been implemented regarding the Education for Homeless Children and Youth grants:

- All gift cards have been secured at the Putnam County Board of Education central office in a secured area and in a locked safe.
- All gift cards are being signed out with documentation.
- Supporting documents are now being returned to the accounting department.
- Supporting documents are being stored within the accounting system.
- Supporting documents are being categorized in the correct grant.
- Reimbursement requests will not be made until after the final purchase of any goods or services have transpired.
- No purchases of gift cards will take place at the end of the year unless the final purchase of any goods or services will be able to take place before the end of the fiscal year.

Signature:





Putnam County Justice Center  
421 East Spring Street • Cookeville, TN 38501  
Phone: 931.528.8484 • Fax: 931.528.7043

### Corrective Action Plan

**FINDING:** BANK STATEMENTS WERE NOT ACCURATELY RECONCILED WITH THE GENERAL LEDGER

**Response and Corrective Action Plan Prepared by:**  
Eddie Farris, Sheriff

**Person Responsible for Implementing the Corrective Action:**  
Austen Pevehouse, Records Clerk

**Anticipated Completion Date of Corrective Action:**  
July 31, 2023

**Repeat Finding:**  
No.

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

**Planned Corrective Action:**  
\$6,055.00 was withheld from the end of the month check to the Trustee to correct the overpayment on July 31, 2023. All monthly bank statements are reconciled upon their receipt and verified by a supervisor to be correct.

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Signature:

## **BEST PRACTICE**

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

The Division of Local Government Audit strongly believes that the item noted below us 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 Putnam County.

### **PUTNAM COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING**

Putnam 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 Putnam 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.