



ANNUAL FINANCIAL REPORT

Bledsoe County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
BLEDSON COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2024

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.

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Summary of Audit Findings

Annual Financial Report
Bledsoe County, Tennessee
For the Year Ended June 30, 2024

Scope

We have audited the basic financial statements of Bledsoe County as of and for the year ended June 30, 2024.

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF ROAD SUPERINTENDENT

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

INTRODUCTORY SECTION

BLEDSOE COUNTY OFFICIALS

June 30, 2024

Officials

Gregg Ridley, County Mayor
Tobe Smith, Road Superintendent
Selina Sparkman, Director of Schools
Tracey Cagle, Trustee
Zach Olendorf, Assessor of Property
Genese Sapp, County Clerk
Michael Walker, Circuit and General Sessions Courts Clerk
Debbie DeBord, Clerk and Master
Jeanine Boynton, Register of Deeds
James Morris, Sheriff

Board of County Commissioners

Johnny Swafford, Chairman	Robert Reece
Ruth Burton	Tanya Roberson
Tim Campbell	Ronnie Sapp
Roy Debord Jr.	Roger Simmons
Shawna Farmer	Andrew Swafford
Junior Hankins	Perry Swafford
Gregory Hudson	

Board of Education

Vincent Boring, Chairman	
Andy Billingsley	Carolyn Oakes
Ben Farmer	Bron Reece
Jacob Frady	Don Snow

Industrial Development Corporation Board

George Hamilton, Chairman	
Billy Akin	Matthew Colvard
Matthew Ashburn	Ethan Loyd
Tim Burks	Travis Smith

Audit Committee

Elizabeth Turner, Chairman
Kristen Angel
Penny Tucker

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bledsoe County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bledsoe County, Tennessee, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparisons for the General, Other General Government, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Bledsoe County School Department (a discretely presented component unit), which represent 1.07 percent, 1.23 percent, and 2.05 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit as of June 30, 2024, and the respective changes in financial position for the year then ended. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Bledsoe 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 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 Bledsoe 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.

Change in Accounting Principle

As described in Note V.B., Bledsoe County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*. GASB 100 clarifies financial and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

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 Bledsoe 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 generally accepted auditing standards 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 generally accepted auditing standards 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 Bledsoe 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 Bledsoe 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 schedule of 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 Bledsoe County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Bledsoe County School Department and the Bledsoe County Industrial Development Corporation Board (discretely presented component units), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial

statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Bledsoe County School Department and the Bledsoe County Industrial Development Corporation Board (discretely presented component units), 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 February 4, 2025, on our consideration of Bledsoe 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 Bledsoe County's 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 Bledsoe County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 4, 2025

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

BLEDSOE COUNTY, TENNESSEE
Statement of Net Position
June 30, 2024

	<u>Component Units</u>		
	<u>Primary Government</u> Governmental Activities	Bledsoe County School Department	Bledsoe County Industrial Development Corporation Board
ASSETS			
Cash	\$ 14,599	\$ 355,545	\$ 169,770
Equity in Pooled Cash and Investments	8,266,652	9,377,628	0
Inventories	0	1,257	0
Accounts Receivable	722,981	547	0
Allowance for Uncollectible	(351,490)	0	0
Due from Other Governments	827,242	4,983,333	0
Due from Component Units	3,880,000	0	0
Property Taxes Receivable	3,456,723	1,740,201	0
Allowance for Uncollectible Property Taxes	(313,640)	(157,893)	0
Leases Receivable	2,131,196	0	0
Net Pension Asset - Teacher Retirement Plan	0	55,115	0
Net Pension Asset - Teacher Legacy Pension Plan	0	2,061,549	0
Restricted Assets:			
Amounts Accumulated for Pension Benefits	0	202,827	0
Capital Assets:			
Assets Not Depreciated:			
Land	271,115	375,847	216,576
Construction in Progress	0	435,070	0
Assets Net of Accumulated Depreciation/Amortization:			
Buildings and Improvements	9,651,755	9,909,509	2,219,256
Infrastructure	3,618,320	40,781	0
Other Capital Assets	1,386,490	2,638,558	8,703,408
Total Assets	<u>\$ 33,561,943</u>	<u>\$ 32,019,874</u>	<u>\$ 11,309,010</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension Changes in Experience	\$ 319,628	\$ 752,275	\$ 0
Pension Changes in Investment Earnings	97,969	451,166	0
Pension Changes in Assumptions	369,917	1,013,216	0
Pension Changes in Proportion	0	302,568	0
Pension Contributions After Measurement Date	346,684	767,181	0
OPEB Changes in Experience	0	132,473	0
OPEB Changes in Assumptions	0	350,290	0
OPEB Changes in Proportion	0	27,942	0
OPEB Contributions After Measurement Date	0	40,146	0
Total Deferred Outflows of Resources	<u>\$ 1,134,198</u>	<u>\$ 3,837,257</u>	<u>\$ 0</u>

(Continued)

BLEDSOE COUNTY, TENNESSEE
Statement of Net Position (Cont.)

	<u>Component Units</u>		
	<u>Primary Government</u> Governmental Activities	Bledsoe County School Department	Bledsoe County Industrial Development Corporation Board
LIABILITIES			
Accounts Payable	\$ 0	\$ 50,269	\$ 0
Accrued Payroll	50	165,668	0
Accrued Interest Payable	68,139	0	0
Payroll Deductions Payable	42,763	0	0
Due to Primary Government	0	3,880,000	0
Due to Other Governments	4,616	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	1,255,000	0	0
Due Within One Year - Other	5,058	107,326	0
Due in More Than One Year - Debt	15,799,374	0	0
Due in More Than One Year - Other	479,816	1,861,162	0
Total Liabilities	<u>\$ 17,654,816</u>	<u>\$ 6,064,425</u>	<u>\$ 0</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 3,041,738	\$ 1,531,288	\$ 0
Deferred Lease Receivable	2,131,196	0	0
Pension Changes in Experience	45,423	164,682	0
Pension Changes in Proportion	0	20,967	0
OPEB Changes in Experience	0	295,444	0
OPEB Changes in Assumptions	0	190,874	0
OPEB Changes in Proportion	0	141,764	0
Total Deferred Inflows of Resources	<u>\$ 5,218,357</u>	<u>\$ 2,345,019</u>	<u>\$ 0</u>
NET POSITION			
Net Investment in Capital Assets	\$ 4,062,680	\$ 13,399,765	\$ 11,139,240
Restricted for:			
General Government	825,415	0	0
Finance	37,851	0	0
Administration of Justice	65,202	0	0
Public Safety	114,764	0	0
Public Health and Welfare	533,559	0	0
Social, Cultural, and Recreational Services	4,697	0	0
Highway/Public Works	1,695,478	0	0
Debt Service	1,532,205	0	0
Capital Projects	1,035,455	0	0
Education	0	6,093,245	0
Pensions	0	2,319,491	0
Unrestricted	1,915,662	5,635,186	169,770
Total Net Position	<u>\$ 11,822,968</u>	<u>\$ 27,447,687</u>	<u>\$ 11,309,010</u>

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

Exhibit B

BLEDSON COUNTY, TENNESSEE
Statement of Activities
For the Year Ended June 30, 2024

Functions/Programs	Program Revenues					Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total	Component Units		
						Bledsoe County School Department	Bledsoe County Industrial Development Corporation Board	
Primary Government:								
Governmental Activities:								
General Government	\$ 1,291,715	\$ 374,843	\$ 41,052	\$ 0	\$ (875,820)	\$ 0	\$ 0	
Finance	526,155	339,540	0	0	(186,615)	0	0	
Administration of Justice	695,042	195,918	72,834	0	(426,290)	0	0	
Public Safety	3,567,445	1,248,739	667,796	0	(1,650,910)	0	0	
Public Health and Welfare	3,617,284	828,831	195,897	2,926,005	333,449	0	0	
Social, Cultural, and Recreational Services	112,064	0	3,000	0	(109,064)	0	0	
Agriculture and Natural Resources	117,997	0	0	0	(117,997)	0	0	
Highways	4,128,220	0	2,415,646	1,763,415	50,841	0	0	
Education	0	0	0	273,562	273,562	0	0	
Interest on Long-term Debt	454,047	0	0	0	(454,047)	0	0	
Total Governmental Activities	\$ 14,509,969	\$ 2,987,871	\$ 3,396,225	\$ 4,962,982	\$ (3,162,891)	\$ 0	\$ 0	
Total Primary Government	\$ 14,509,969	\$ 2,987,871	\$ 3,396,225	\$ 4,962,982	\$ (3,162,891)	\$ 0	\$ 0	
Component Units:								
Bledsoe County School Department	\$ 25,122,748	\$ 180,260	\$ 10,381,092	\$ 154,719	\$ 0	\$ (14,406,677)	\$ 0	
Bledsoe County Industrial Development Corporation Board	1,462,447	18,700	0	0	0	0	(1,443,747)	
Total Component Units	\$ 26,585,195	\$ 198,960	\$ 10,381,092	\$ 154,719	\$ 0	\$ (14,406,677)	\$ (1,443,747)	

(Continued)

Exhibit B

BLEDSON 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 Governmental Activities	Component Units	
						Bledsoe County School Department	Bledsoe County Industrial Development Corporation Board
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes				\$ 3,503,980	\$ 1,963,401	\$ 0	
Property Taxes Levied for Debt Service				569,522	93,185	0	
Local Option Sales Taxes				275,838	1,690,115	0	
Hotel/Motel Tax				23,427	0	0	
Litigation Tax				16,266	0	0	
Business Tax				68,529	0	0	
Wholesale Beer Tax				39,800	0	0	
Mineral and Coal Severance Tax				23,706	0	0	
Other Local Taxes				0	1,500	0	
Grants and Contributions Not Restricted to Specific Programs				733,763	15,926,891	0	
Unrestricted Investment Income				760,541	43,886	5,473	
Sale of Land				106,935	0	0	
Miscellaneous				124,376	13,105	0	
Total General Revenues				\$ 6,246,683	\$ 19,732,083	\$ 5,473	
Change in Net Position				\$ 3,083,792	\$ 5,325,406	\$ (1,438,274)	
Net Position, July 1, 2023				8,739,176	22,122,281	12,747,284	
Net Position, June 30, 2024				\$ 11,822,968	\$ 27,447,687	\$ 11,309,010	

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

BLEDSON COUNTY, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2024

	Major Funds				Nonmajor	Total
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
ASSETS						
Cash	\$ 0	\$ 0	\$ 14,396	\$ 0	\$ 203	\$ 14,599
Equity in Pooled Cash and Investments	3,404,988	643,446	1,253,302	1,586,215	1,378,701	8,266,652
Accounts Receivable	667,964	0	15,167	0	39,850	722,981
Allowance for Uncollectibles	(351,490)	0	0	0	0	(351,490)
Due from Other Governments	381,419	0	417,279	0	28,544	827,242
Due from Other Funds	2,265	0	0	0	0	2,265
Property Taxes Receivable	2,724,166	0	0	481,906	250,651	3,456,723
Allowance for Uncollectible Property Taxes	(247,172)	0	0	(43,725)	(22,743)	(313,640)
Leases Receivable - Long-term	2,131,196	0	0	0	0	2,131,196
Total Assets	\$ 8,713,336	\$ 643,446	\$ 1,700,144	\$ 2,024,396	\$ 1,675,206	\$ 14,756,528
LIABILITIES						
Accrued Payroll	\$ 0	\$ 0	\$ 50	\$ 0	\$ 0	\$ 50
Payroll Deductions Payable	42,404	0	0	0	359	42,763
Due to Other Funds	0	0	0	0	2,265	2,265
Due to State of Tennessee	0	0	4,616	0	0	4,616
Total Liabilities	\$ 42,404	\$ 0	\$ 4,666	\$ 0	\$ 2,624	\$ 49,694
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 2,397,126	\$ 0	\$ 0	\$ 424,052	\$ 220,560	\$ 3,041,738
Deferred Delinquent Property Taxes	62,459	0	0	10,393	5,405	78,257
Deferred Leases Receivable	2,131,196	0	0	0	0	2,131,196
Other Deferred/Unavailable Revenue	316,476	0	205,067	0	0	521,543
Total Deferred Inflows of Resources	\$ 4,907,257	\$ 0	\$ 205,067	\$ 434,445	\$ 225,965	\$ 5,772,734

(Continued)

BLEDSON COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

	Major Funds				Nonmajor	Total
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
FUND BALANCES						
Restricted:						
Restricted for General Government	\$ 181,969	\$ 643,446	\$ 0	\$ 0	\$ 0	\$ 825,415
Restricted for Finance	37,851	0	0	0	0	37,851
Restricted for Administration of Justice	65,202	0	0	0	0	65,202
Restricted for Public Safety	38,960	0	0	0	75,804	114,764
Restricted for Public Health and Welfare	198,201	0	0	0	335,358	533,559
Restricted for Social, Cultural, and Recreational Services	4,697	0	0	0	0	4,697
Restricted for Highways/Public Works	0	0	1,490,411	0	0	1,490,411
Restricted for Capital Outlay	0	0	0	0	1,035,455	1,035,455
Restricted for Debt Service	0	0	0	1,589,951	0	1,589,951
Unassigned	3,236,795	0	0	0	0	3,236,795
Total Fund Balances	\$ 3,763,675	\$ 643,446	\$ 1,490,411	\$ 1,589,951	\$ 1,446,617	\$ 8,934,100
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 8,713,336	\$ 643,446	\$ 1,700,144	\$ 2,024,396	\$ 1,675,206	\$ 14,756,528

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

BLEDSON COUNTY, TENNESSEE
Reconciliation of the Balance Sheet of Governmental
Funds to the Statement of Net Position
June 30, 2024

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)		\$ 8,934,100
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 271,115	
Add: buildings and improvements net of accumulated depreciation	9,651,755	
Add: infrastructure net of accumulated depreciation	3,618,320	
Add: other capital assets net of accumulated depreciation	<u>1,386,490</u>	14,927,680
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (16,645,000)	
Less: accrued interest on bonds	(68,139)	
Less: unamortized premium on debt	(409,374)	
Less: compensated absences payable	(101,146)	
Less: net pension liability	(383,728)	
Add: debt to be contributed by the school department	<u>3,880,000</u>	(13,727,387)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,134,198	
Less: deferred inflows of resources related to pensions	<u>(45,423)</u>	1,088,775
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>599,800</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 11,822,968</u></u>

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

BLEDSON COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances
 Governmental Funds
For the Year Ended June 30, 2024

	Major Funds				Nonmajor	Total
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
Revenues						
Local Taxes	\$ 3,653,143	\$ 0	\$ 23,706	\$ 574,681	\$ 299,274	\$ 4,550,804
Licenses and Permits	12,870	0	0	2,277	1,184	16,331
Fines, Forfeitures, and Penalties	40,807	0	0	0	8,077	48,884
Charges for Current Services	864,369	0	0	0	3,255	867,624
Other Local Revenues	643,939	47,168	46,907	459,120	215,126	1,412,260
Fees Received From County Officials	538,062	0	0	0	0	538,062
State of Tennessee	2,324,976	0	4,080,998	60,175	75,499	6,541,648
Federal Government	319,583	2,926,005	72,750	0	3,000	3,321,338
Other Governments and Citizens Groups	57,310	0	0	953,562	0	1,010,872
Total Revenues	\$ 8,455,059	\$ 2,973,173	\$ 4,224,361	\$ 2,049,815	\$ 605,415	\$ 18,307,823
Expenditures						
Current:						
General Government	\$ 1,288,535	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,288,535
Finance	515,517	0	0	0	0	515,517
Administration of Justice	682,505	0	0	0	0	682,505
Public Safety	3,670,552	0	0	0	811	3,671,363
Public Health and Welfare	1,585,223	0	0	0	423,123	2,008,346
Social, Cultural, and Recreational Services	104,754	0	0	0	0	104,754
Agriculture and Natural Resources	114,236	0	0	0	0	114,236
Other Operations	135,605	0	0	0	0	135,605
Highways	0	0	3,770,431	0	74,210	3,844,641

(Continued)

BLEDSON COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances
 Governmental Funds (Cont.)

	Major Funds				Nonmajor	Total
	General	Other General Government Fund	Highway / Public Works	General Debt Service	Other Govern- mental Funds	
Expenditures (Cont.)						
Debt Service:						
Principal on Debt	\$ 0	\$ 0	\$ 0	\$ 1,295,000	\$ 0	\$ 1,295,000
Interest on Debt	0	0	0	462,872	0	462,872
Other Debt Service	0	0	0	13,312	0	13,312
Capital Projects	0	1,349,269	0	0	244,259	1,593,528
Total Expenditures	\$ 8,096,927	\$ 1,349,269	\$ 3,770,431	\$ 1,771,184	\$ 742,403	\$ 15,730,214
Excess (Deficiency) of Revenues Over Expenditures	\$ 358,132	\$ 1,623,904	\$ 453,930	\$ 278,631	\$ (136,988)	\$ 2,577,609
Net Change in Fund Balances	\$ 358,132	\$ 1,623,904	\$ 453,930	\$ 278,631	\$ (136,988)	\$ 2,577,609
Fund Balance, July 1, 2023	3,405,543	(980,458)	1,036,481	1,311,320	1,583,605	6,356,491
Fund Balance, June 30, 2024	\$ 3,763,675	\$ 643,446	\$ 1,490,411	\$ 1,589,951	\$ 1,446,617	\$ 8,934,100

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

BLEDSOE 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, 2024

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)		\$ 2,577,609
(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	\$ 751,651	
Less: current-year depreciation expense	<u>(865,704)</u>	(114,053)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(525)
(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, 2024	\$ 599,800	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(536,556)</u>	63,244
(4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.		
Less: contributions from the school department for bonds	\$ (680,000)	
Add: change in premium on debt issuances	10,726	
Add: principal payments on bonds	<u>1,295,000</u>	625,726
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 8,825	
Change in compensated absences payable	(24,819)	
Change in net pension liability	(218,091)	
Change in deferred outflows related to pensions	140,940	
Change in deferred inflows related to pensions	<u>24,936</u>	<u>(68,209)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 3,083,792</u>

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

BLEDSON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 General Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 3,653,143	\$ 3,498,991	\$ 3,656,350	\$ (3,207)
Licenses and Permits	12,870	13,000	13,050	(180)
Fines, Forfeitures, and Penalties	40,807	38,433	41,767	(960)
Charges for Current Services	864,369	1,051,743	1,063,570	(199,201)
Other Local Revenues	643,939	737,029	969,920	(325,981)
Fees Received From County Officials	538,062	524,000	545,717	(7,655)
State of Tennessee	2,324,976	1,971,773	2,599,945	(274,969)
Federal Government	319,583	23,148	214,121	105,462
Other Governments and Citizens Groups	57,310	0	57,310	0
Total Revenues	\$ 8,455,059	\$ 7,858,117	\$ 9,161,750	\$ (706,691)
Expenditures				
General Government				
County Commission	\$ 115,627	\$ 119,926	\$ 126,259	\$ 10,632
Board of Equalization	225	500	500	275
County Mayor/Executive	242,658	241,619	247,592	4,934
County Attorney	9,820	19,150	19,150	9,330
Election Commission	146,675	201,695	201,695	55,020
Register of Deeds	166,920	158,404	174,404	7,484
County Buildings	146,497	166,303	160,411	13,914
Other General Administration	460,113	424,575	521,582	61,469
Finance				
Property Assessor's Office	182,636	193,546	193,546	10,910
County Trustee's Office	158,027	164,454	165,209	7,182
County Clerk's Office	174,854	174,659	184,659	9,805
Administration of Justice				
Circuit Court	235,034	248,222	248,442	13,408
General Sessions Court	137,339	137,552	138,752	1,413
Chancery Court	267,546	205,994	270,371	2,825
Juvenile Court	42,586	43,537	43,537	951
Public Safety				
Sheriff's Department	1,473,360	1,599,058	1,599,058	125,698
Jail	2,066,717	1,988,389	2,276,771	210,054
Fire Prevention and Control	78,617	68,700	82,350	3,733
Rescue Squad	7,000	7,000	7,000	0
Other Emergency Management	16,607	45,017	33,834	17,227
County Coroner/Medical Examiner	28,251	24,500	34,800	6,549
Public Health and Welfare				
Local Health Center	36,452	40,996	44,996	8,544
Ambulance/Emergency Medical Services	1,414,119	1,364,610	1,515,610	101,491
Other Local Health Services	132,415	143,800	143,800	11,385
General Welfare Assistance	2,237	1,600	2,237	0

(Continued)

BLEDSON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 General Fund (Cont.)

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Expenditures (Cont.)				
Social, Cultural, and Recreational Services				
Senior Citizens Assistance	\$ 4,500	\$ 4,500	\$ 4,500	\$ 0
Libraries	100,254	104,765	104,764	4,510
Agriculture and Natural Resources				
Agricultural Extension Service	107,736	97,138	109,260	1,524
Soil Conservation	6,500	6,500	6,500	0
Other Operations				
Tourism	27,656	2,500	30,036	2,380
Other Economic and Community Development	3,132	5,204	5,204	2,072
Veterans' Services	14,262	40,580	40,580	26,318
Contributions to Other Agencies	67,000	15,000	70,000	3,000
COVID-19 Grant #1	23,555	15,000	23,556	1
Total Expenditures	\$ 8,096,927	\$ 8,074,993	\$ 8,830,965	\$ 734,038
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 358,132	\$ (216,876)	\$ 330,785	\$ 27,347
Other Financing Sources (Uses)				
Insurance Recovery	\$ 0	\$ 12,000	\$ 0	\$ 0
Transfers Out	0	(40,000)	0	0
Total Other Financing Sources	\$ 0	\$ (28,000)	\$ 0	\$ 0
Net Change in Fund Balance	\$ 358,132	\$ (244,876)	\$ 330,785	\$ 27,347
Fund Balance, July 1, 2023	3,405,543	3,273,365	3,273,365	132,178
Fund Balance, June 30, 2024	\$ 3,763,675	\$ 3,028,489	\$ 3,604,150	\$ 159,525

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

BLEDSON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Other General Government Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 47,168	\$ 35,000	\$ 62,312	\$ (15,144)
Federal Government	2,926,005	0	2,926,004	1
Total Revenues	\$ 2,973,173	\$ 35,000	\$ 2,988,316	\$ (15,143)
Expenditures				
Capital Projects				
Public Health and Welfare Projects	\$ 1,349,269	\$ 1,752,213	\$ 1,752,213	\$ 402,944
Total Expenditures	\$ 1,349,269	\$ 1,752,213	\$ 1,752,213	\$ 402,944
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,623,904	\$ (1,717,213)	\$ 1,236,103	\$ 387,801
Net Change in Fund Balance	\$ 1,623,904	\$ (1,717,213)	\$ 1,236,103	\$ 387,801
Fund Balance, July 1, 2023	(980,458)	1,945,545	1,945,545	(2,926,003)
Fund Balance, June 30, 2024	\$ 643,446	\$ 228,332	\$ 3,181,648	\$ (2,538,202)

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

BLEDSON COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2024

	Actual	<u>Budgeted Amounts</u>		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 23,706	\$ 19,484	\$ 19,484	\$ 4,222
Other Local Revenues	46,907	3,000	3,000	43,907
State of Tennessee	4,080,998	5,268,436	5,268,436	(1,187,438)
Federal Government	72,750	103,425	103,425	(30,675)
Total Revenues	\$ 4,224,361	\$ 5,394,345	\$ 5,394,345	\$ (1,169,984)
Expenditures				
Highways				
Administration	\$ 250,314	\$ 281,875	\$ 281,875	\$ 31,561
Highway and Bridge Maintenance	961,922	1,649,820	1,649,820	687,898
Operation and Maintenance of Equipment	274,217	372,000	372,000	97,783
Other Charges	119,215	180,000	180,000	60,785
Employee Benefits	253,103	464,000	464,000	210,897
Capital Outlay	1,911,660	375,000	375,000	(1,536,660)
Total Expenditures	\$ 3,770,431	\$ 3,322,695	\$ 3,322,695	\$ (447,736)
Excess (Deficiency) of Revenues Over Expenditures	\$ 453,930	\$ 2,071,650	\$ 2,071,650	\$ (1,617,720)
Net Change in Fund Balance	\$ 453,930	\$ 2,071,650	\$ 2,071,650	\$ (1,617,720)
Fund Balance, July 1, 2023	1,036,481	1,463,312	1,463,312	(426,831)
Fund Balance, June 30, 2024	\$ 1,490,411	\$ 3,534,962	\$ 3,534,962	\$ (2,044,551)

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

BLEDSON COUNTY, TENNESSEE
Statement of Net Position
 Fiduciary Funds
June 30, 2024

	<u>Custodial Funds</u>
ASSETS	
Cash	\$ 1,531,463
Equity in Pooled Cash and Investments	38,841
Due from Other Governments	<u>52,586</u>
Total Assets	<u>\$ 1,622,890</u>
LIABILITIES	
Payroll Deductions Payable	\$ 4,093
Due to Other Taxing Units	<u>52,586</u>
Total Liabilities	<u>\$ 56,679</u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 1,566,211</u>
Total Net Position	<u><u>\$ 1,566,211</u></u>

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

BLEDSON COUNTY, TENNESSEE

Statement of Changes in Net Position

Fiduciary Funds

For the Year Ended June 30, 2024

	<u>Custodial Funds</u>
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 327,670
Fines/Fees and Other Collections	4,813,751
Contributions for E-911	<u>357,600</u>
Total Additions	<u>\$ 5,499,021</u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 327,670
Payments to State	1,675,114
Payments to County/City	448,243
Payments to Individuals and Others	1,465,441
Payment of E-911 Expenses	<u>434,099</u>
Total Deductions	<u>\$ 4,350,567</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 1,148,454
Net Position, July 1, 2023	<u>417,757</u>
Net Position, June 30, 2024	<u><u>\$ 1,566,211</u></u>

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

BLEDSOE COUNTY, TENNESSEE
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BLEDSON COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Bledsoe 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 Bledsoe County:

A. *Reporting Entity*

Bledsoe County is a public municipal corporation governed by an elected 13-member board. As required by GAAP, these financial statements present Bledsoe County (the primary government) and its component units. The financial statements of the Bledsoe County Emergency Communications District and the Bledsoe County Nursing Home, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their 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 Bledsoe County School Department operates the public school system in the county, and the voters of Bledsoe County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Bledsoe County Industrial Development Corporation Board provides assistance in industrial recruitment in Bledsoe County, and the Bledsoe County Commission appoints its seven-member board. The board is funded primarily through lease payments collected from tenants in property owned by the Bledsoe County Industrial Development Corporation Board and through annual contributions from Bledsoe County.

The Bledsoe County Nursing Home provides nursing care to the citizens of Bledsoe County, and the Bledsoe County Commission appoints its governing body. Patient charges provide the majority of the revenues for the entity. Before the issuance of debt instruments, the nursing home must obtain the county commission's approval. The financial statements of the Bledsoe County Nursing Home were not material to the component units' opinion unit and therefore have been omitted from this report.

The Bledsoe County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Bledsoe County, and the Bledsoe 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 Bledsoe County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Bledsoe County School Department and the Bledsoe County Industrial Development Corporation Board do not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department and the Industrial Development Corporation Board are included in this report as listed in the table of contents. Complete financial statements of the Bledsoe County Nursing Home and the Bledsoe County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Bledsoe County Nursing Home
107 Wheelertown Avenue
Pikeville, TN 37367

Bledsoe County Emergency Communications District
305 Allen P. Deakins Road
Pikeville, TN 37367

B. Government-wide and Fund Financial Statements

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

Bledsoe County issues all debt for the discretely presented Bledsoe County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2024.

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

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

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

Fund financial statements of Bledsoe 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 outflows of resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures. Funds are organized into two major categories: governmental and fiduciary. An emphasis is placed on major funds within the governmental category. Bledsoe County has no proprietary funds to report.

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

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

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared

excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

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

Bledsoe County reports the following major governmental funds:

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

Other General Government Fund – This special revenue fund accounts for transactions involving the American Rescue Plan Act Grant. Grant revenue is the foundational revenue of this fund.

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

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

Additionally, Bledsoe County reports the following fund types:

Capital Project Funds – These funds 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.

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 Bledsoe County, and assets held in a custodial capacity for the emergency communications district.

The discretely presented Bledsoe 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.

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

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

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 24) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 23) 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>.

The discretely presented Bledsoe County Industrial Development Corporation Board reports the following major governmental fund:

General Fund – This is the primary operating fund of the Bledsoe County Industrial Development Corporation Board. It is used to account for all operations of the board.

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

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

1. Deposits and Investments

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Bledsoe 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, Solid Waste/Sanitation Fund, and General Debt Service Fund. Bledsoe 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. Bledsoe County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 4.35 percent of total taxes levied.

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

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

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

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

Payables are disaggregated on the face of the financial statements.

3. Inventories

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

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 Bledsoe 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 Bledsoe County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Bledsoe County School Department has not withdrawn any funds from the trust to pay pension costs. 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 \$5,000 or more and an estimated useful life of more than three years. Capital assets are defined by the discretely presented Bledsoe County School Department as assets with an initial, individual cost of \$20,000 or more and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	20 - 40
Other Capital Assets	5 - 30
Infrastructure	20 - 50

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 pension and OPEB changes in experience, assumptions, and proportionate share; pension changes in investment

earnings; and employer contributions made to the pension and OPEB plans after the measurement date.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. 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 leases 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 in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

It is the county's policy to permit employees to accumulate earned but unused vacation beyond fiscal year-end. All vacation pay is accrued when incurred in the government-wide financial statements. A liability for vacation pay is reported in the governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. Employees are allowed to accumulate sick leave days equal to the number of days earned in a year; however, the granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

The general policy of the discretely presented Bledsoe County School Department does not allow for the accumulation of vacation days beyond fiscal year-end for professional or support personnel. All professional (teachers) and support personnel of the school department are allowed to accumulate unlimited sick leave days. The granting of sick leave has no guaranteed payment attached, and therefore, is not required to be accrued or recorded.

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, pension liabilities, and other postemployment benefits, 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, 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, 2024, Bledsoe County had \$5,780,000 in outstanding debt for capital purposes for the discretely presented Bledsoe County School Department. This debt is a liability of Bledsoe County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Bledsoe 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 makes assignments for the general government. The Board of Education makes assignments for the school department.

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

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Bledsoe County’s participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Bledsoe 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 Bledsoe 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) Plan

Discretely Presented Bledsoe 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 Bledsoe 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 Bledsoe County School Department

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

Discretely Presented Bledsoe County Industrial Development Corporation Board

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 Bledsoe County School Department

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

Discretely Presented Bledsoe County Industrial Development Corporation Board

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 of governmental activities reported in the government-wide Statement of Activities.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, 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.

B. Expenditures Exceeded Appropriations

Expenditures exceeded total appropriations in the Highway/Public Works Fund by \$447,736. Expenditures also exceeded appropriations approved by the county Board of Education in the Transfers Out major appropriations category (the legal level of control) of the School Federal Projects Fund by \$23,120. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by available fund balance in the Highway/Public Works Fund and School Federal Projects Fund.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Bledsoe County and the Bledsoe 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 represent nonpooled amounts held separately by individual funds.

Deposits

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

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

In addition, counties may invest in FDIC insured certificates of deposit. The deposit is first made in a bank or savings and loan association, selected by the government entity, with a branch in the state of Tennessee that is authorized to accept county deposits (the depository bank). The depository bank then arranges for the transfer of the moneys into one or more federally insured banks or savings and loan associations, wherever located (secondary depositories), for the account of the county. In turn, the depository bank receives funds from customers of the secondary depositories equal to or greater than the amount initially invested by the county. The balance of county funds with each secondary depository must not exceed FDIC insurance limits so that all funds are fully insured. Under this program, the trustee must provide the depository bank with a listing of all banks and savings and loan associations holding county funds under the same federal employer identification number (FEIN). To prevent deposits from exceeding FDIC coverage, the depository bank is prohibited from using any of those listed banks or savings and loan associations as secondary depositories. The use of this program must be approved by the county investment committee or finance committee as appropriate for the specific county. Further, the investment committee or finance committee must establish policies and procedures for the investments, including the establishment of controls to ensure that full FDIC insurance coverage is obtained. Service providers used by depositories must be approved by the state treasurer upon concurrence by the commissioner of financial institutions and finance and administration. There are currently

only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

Investment Balances. As of June 30, 2024, Bledsoe County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee’s investment pool. Separate disclosures concerning pooled investments cannot be made for Bledsoe County and the discretely presented Bledsoe County School Department since both pool their deposits and investments through the county trustee.

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

Investment	Weighted Average Maturity	Maturity	Amortized Cost
State Treasurer's Investment Pool	1 to 48 days	N/A	\$ 8,416,639

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. Bledsoe County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Bledsoe County has no investment policy that would further limit its investment choices. As of June 30, 2024, Bledsoe County's investment in the State Treasurer's Investment Pool was unrated.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool 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 Bledsoe 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 Bledsoe 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, 2024, the Bledsoe 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	\$ 62,877
Developed Market International Equity	N/A	N/A	28,396
Emerging Market International Equity	N/A	N/A	8,113
U.S. Fixed Income	N/A	N/A	40,565
Real Estate	N/A	N/A	20,283
Short-term Securities	N/A	N/A	2,028
NAV - Private Equity and Strategic Lending	N/A	N/A	40,565
Total			\$ 202,827

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://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

B. Leases Receivable

On October 1, 2021, Bledsoe County began leasing its hospital to Erlanger Health Systems for a period of five years at 0% interest. The county will receive annual payments of \$160,000. An initial lease receivable was recorded in the amount of \$800,000 in a prior audit. Bledsoe County recognized \$160,000 in lease revenue during the current fiscal year related to this lease. As of June 30, 2024, the lease receivable balance was \$360,000.

On July 1, 2022, Bledsoe County began leasing a medical office to Erlanger Health Systems for a period of fifteen years at 0% interest. The county will receive annual payments of \$136,246. An initial lease receivable was recorded in the amount of \$2,043,689 in a prior audit. Bledsoe County recognized \$136,247 in lease revenue during the current fiscal year related to this lease. As of June 30, 2024, the lease receivable balance was \$1,771,196.

The future receipts of the leases receivable include:

Year Ending June 30	Principal	Interest	Total
2025	\$ 296,246	\$ 0	\$ 296,246
2026	296,246	0	296,246
2027	176,246	0	176,246
2028	136,246	0	136,246
2029	136,246	0	136,246
2030-2034	681,230	0	681,230
2035-2037	408,736	0	408,736
Total	\$ 2,131,196	\$ 0	\$ 2,131,196

C. Capital Assets

Capital assets activity for the year ended June 30, 2024, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 271,140	\$ 0	\$ (25)	\$ 271,115
Construction in Progress	1,540,889	228,958	(1,769,847)	0
Total Capital Assets Not Depreciated	<u>\$ 1,812,029</u>	<u>\$ 228,958</u>	<u>\$ (1,769,872)</u>	<u>\$ 271,115</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 11,277,207	\$ 1,769,847	\$ 0	\$ 13,047,054
Infrastructure	7,587,137	0	0	7,587,137
Other Capital Assets	4,508,759	522,693	(3,300)	5,028,152
Total Capital Assets Depreciated	<u>\$ 23,373,103</u>	<u>\$ 2,292,540</u>	<u>\$ (3,300)</u>	<u>\$ 25,662,343</u>
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 3,090,827	\$ 304,472	\$ 0	\$ 3,395,299
Infrastructure	3,808,353	160,464	0	3,968,817
Other Capital Assets	3,243,694	400,768	(2,800)	3,641,662
Total Accumulated Depreciation	<u>\$ 10,142,874</u>	<u>\$ 865,704</u>	<u>\$ (2,800)</u>	<u>\$ 11,005,778</u>
Total Capital Assets Depreciated, Net	<u>\$ 13,230,229</u>	<u>\$ 1,426,836</u>	<u>\$ (500)</u>	<u>\$ 14,656,565</u>
Governmental Activities Capital Assets, Net	<u>\$ 15,042,258</u>	<u>\$ 1,655,794</u>	<u>\$ (1,770,372)</u>	<u>\$ 14,927,680</u>

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

Governmental Activities:

General Government	\$	58,611
Finance		8,940
Administration of Justice		9,818
Public Safety		308,881
Public Health and Welfare		152,090
Social, Cultural, and Recreational Services		4,131
Agriculture and Natural Resources		3,761
Highways/Public Works		<u>319,472</u>
Total Depreciation Expense - Governmental Activities	\$	<u><u>865,704</u></u>

Net Investment in Capital Assets

Capital Assets	\$	14,927,680
Add:		
Outstanding debt for school purposes		5,780,000
Less:		
Outstanding principal of capital debt		<u>(16,645,000)</u>
Net Investment in Capital Assets	\$	<u><u>4,062,680</u></u>

Discretely Presented Bledsoe County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 375,847	\$ 0	\$ 0	\$ 375,847
Construction in Progress	88,956	346,114	0	435,070
Total Capital Assets Not Depreciated	\$ 464,803	\$ 346,114	\$ 0	\$ 810,917
Capital Assets Depreciated:				
Buildings and Improvements	\$ 20,371,156	\$ 86,838	\$ 0	\$ 20,457,994
Infrastructure	184,674	0	0	184,674
Other Capital Assets	4,366,943	396,040	(50,596)	4,712,387
Total Capital Assets Depreciated	\$ 24,922,773	\$ 482,878	\$ (50,596)	\$ 25,355,055
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 10,079,438	\$ 469,047	\$ 0	\$ 10,548,485
Infrastructure	135,182	8,711	0	143,893
Other Capital Assets	1,845,917	277,911	(49,999)	2,073,829
Total Accumulated Depreciation	\$ 12,060,537	\$ 755,669	\$ (49,999)	\$ 12,766,207
Total Capital Assets Depreciated, Net	\$ 12,862,236	\$ (272,791)	\$ (597)	\$ 12,588,848
Governmental Activities Capital Assets, Net	\$ 13,327,039	\$ 73,323	\$ (597)	\$ 13,399,765

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

Governmental Activities:

Instruction	\$ 26,724
Support Services	700,272
Operation of Non-instructional Services	<u>28,673</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 755,669</u></u>

Discretely Presented Bledsoe County Industrial Development Board Corporation

Governmental Activities:

	Balance 7-1-23	Increases	Balance 6-30-24
Capital Assets Not Depreciated:			
Land	\$ 216,576	\$ 0	\$ 216,576
Total Capital Assets Not Depreciated	<u>\$ 216,576</u>	<u>\$ 0</u>	<u>\$ 216,576</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 2,724,400	\$ 0	\$ 2,724,400
Other Capital Assets	10,561,439	0	10,561,439
Total Capital Assets Depreciated	<u>\$ 13,285,839</u>	<u>\$ 0</u>	<u>\$ 13,285,839</u>
Less Accumulated Depreciated For:			
Buildings and Improvements	\$ 216,211	\$ 288,933	\$ 505,144
Other Capital Assets	684,538	1,173,493	1,858,031
Total Accumulated Depreciation	<u>\$ 900,749</u>	<u>\$ 1,462,426</u>	<u>\$ 2,363,175</u>
Total Capital Assets Depreciated, Net	<u>\$ 12,385,090</u>	<u>\$ (1,462,426)</u>	<u>\$ 10,922,664</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 12,601,666</u></u>	<u><u>\$ (1,462,426)</u></u>	<u><u>\$ 11,139,240</u></u>

There were no decreases in capital assets to report during the year ended June 30, 2024.

Depreciation expense was charged to functions of the Industrial Development Corporation Board as follows:

Governmental Activities:

Other General Government	<u>\$ 1,462,426</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,462,426</u></u>

D. Construction Commitments

On June 30, 2024, the county had an uncompleted construction contract of approximately \$449,888 for waterline improvements. Funding has been received for these future expenditures.

On June 30, 2024, the school department had uncompleted construction contracts of approximately \$85,435 for softball field improvements and approximately \$158,260 for the construction of an agriculture building. Funding has been received for the future expenditures related to the softball field improvements. Funding for the future expenditures, related to the agriculture building, is expected to be received from a state grant.

E. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2024, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 2,265
Discretely Presented		
School Department:		
General Purpose School	School Federal Projects	3,650,910
School Federal Projects	General Purpose School	6,798

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made. The Due to the General Purpose School Fund totaling \$3,650,910 is for the reimbursement of payroll disbursements that are being funded by a federal grant.

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
	Component Unit:	
Primary Government:	School Department:	
Governmental Activities	Governmental Activities	\$ 3,880,000

The Due to Primary Government of \$3,880,000 is the balance of bonds payable issued by the county for the school department. The school department has agreed to contribute the funds annually to retire these bonds payable. 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, 2024, consisted of the following amounts:

Discretely Presented Bledsoe County School Department

Transfers Out	Transfers In		Purpose
	General Purpose School Fund	Education Debt Service Fund	
General Purpose School Fund	\$ 0	\$ 395,000	Debt retirement
School Federal Projects Fund	3,102,445	0	Payroll reimbursement
"	304,043	0	Indirect costs
Total	\$ 3,406,488	\$ 395,000	

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them in accordance with budgetary authorizations.

F. Long-term Debt

Primary Government

General Obligation Bonds

General Obligation Bonds - Bledsoe County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 25 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, 2024, will be retired from the General Debt Service Fund.

General obligation bonds outstanding as of June 30, 2024, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-24
General Obligation Bonds	1.25 to 3.25 %	6-1-42	\$ 7,570,000	\$ 6,460,000
General Obligation Bonds - Refunding	1.25 to 3	6-1-41	14,260,000	10,185,000

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2024, including interest payments, are presented in the following table:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 1,255,000	\$ 428,973	\$ 1,683,973
2026	1,265,000	396,272	1,661,272
2027	1,250,000	363,370	1,613,370
2028	1,110,000	330,070	1,440,070
2029	1,085,000	311,071	1,396,071
2030-2034	4,700,000	1,224,637	5,924,637
2035-2039	3,985,000	661,536	4,646,536
2040-2042	1,995,000	106,674	2,101,674
Total	<u>\$ 16,645,000</u>	<u>\$ 3,822,603</u>	<u>\$ 20,467,603</u>

There is \$1,589,951 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$1,116, based on the 2020 federal census. Total debt per capita, including bonds and unamortized premium, totaled \$1,144, 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.

Discretely Presented Bledsoe County School Department

Description of Debt	Outstanding 6-30-24
<u>Bonds Payable</u>	
<u>Contributions from the Education Debt Service Fund</u>	
School Refunding Series 2020	\$ 3,880,000
Total	<u>\$ 3,880,000</u>

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	<u>Bonds</u>
Balance, July 1, 2023	\$ 17,940,000
Reductions	<u>(1,295,000)</u>
Balance, June 30, 2024	<u>\$ 16,645,000</u>
Balance Due Within One Year	<u>\$ 1,255,000</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 16,645,000
Less: Balance Due Within One Year - Debt	(1,255,000)
Add: Unamortized Premium on Debt	<u>409,374</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 15,799,374</u>

G. Long-term Obligations

Primary Government

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2024, was as follows:

Governmental Activities:

	Compensated Absences	Net Pension Liability - Agent Plan
Balance, July 1, 2023	\$ 76,327	\$ 165,637
Additions	173,859	1,545,137
Reductions	(149,040)	(1,327,046)
Balance, June 30, 2024	\$ 101,146	\$ 383,728
Balance Due Within One Year	\$ 5,058	\$ 0

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 484,874
Less: Balance Due Within One Year - Other	<u>(5,058)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 479,816</u>

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

Discretely Presented Bledsoe County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Bledsoe County School Department for the year ended June 30, 2024, was as follows:

Governmental Activities:	Other Postemployment Benefits	Net Pension Liability - Agent Plan
Balance, July 1, 2023	\$ 1,623,176	\$ 149,361
Additions	238,707	1,243,947
Reductions	(204,640)	(1,082,063)
Balance, June 30, 2024	<u>\$ 1,657,243</u>	<u>\$ 311,245</u>
Balance Due Within One Year	<u>\$ 107,326</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 1,968,488
Less: Balance Due Within One Year - Other	<u>(107,326)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,861,162</u>

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

H. On-Behalf Payments

Discretely Presented Bledsoe County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Bledsoe County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, were \$36,385. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Primary Government

The county is exposed to various risks related to general liability, property, and casualty losses. Bledsoe County is a member of the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

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

Bledsoe County, with the exception of the highway department, participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to participate. The LGGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums. Beginning with FY 2022, pre-65 age retirees are not allowed to remain in the program.

The Bledsoe County Highway Department provides commercial health insurance coverage to its employees. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. Pre-65 age retirees are not allowed to remain in the program.

Discretely Presented Bledsoe County School Department

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

The discretely presented Bledsoe 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, *TCA*, all local education agencies are eligible to participate. The LEGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

B. Accounting Change

GASB Statement No. 100, *Accounting Changes and Error Corrections*, became effective for the fiscal year ending June 30, 2024. This statement clarifies the financial accounting and reporting requirements for changes in accounting principles, changes in accounting estimates, error corrections, and changes within the reporting entity.

C. Contingent Liabilities

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

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

D. Joint Ventures

The Sequatchie/Bledsoe Landfill Board is responsible for a closed regional sanitary landfill, which is owned by Bledsoe County, Sequatchie County, the city of Dunlap, and the city of Pikeville. The landfill is governed by an eight-member board, including the county mayor and two members appointed by the county commission. The remaining nine members are appointed by the other joint owners. Bledsoe County has control over budgeting and financing the joint venture only to the extent of representation by the three board members and is responsible for funding approximately 37 percent of any postclosure care costs. Bledsoe County contributed \$14,164 to the board during the year ended June 30, 2024.

The Twelfth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twelfth Judicial District and the municipalities within the district. The district is composed of Bledsoe, Franklin, Grundy, Marion, Rhea, and Sequatchie counties and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a Board of Directors including the district attorney general, sheriffs, and police chiefs of the participating law enforcement agencies within the judicial district. Bledsoe County did not contribute to the DTF for the year ended June 30, 2024.

Bledsoe County does not have an equity interest in the above-noted joint ventures. Complete financial statements for the Sequatchie/Bledsoe Landfill Board and the DTF can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Sequatchie/Bledsoe Landfill
P.O. Box 149
Pikeville, TN 37367

Office of District Attorney General
Twelfth Judicial District Drug Task Force
7794 Rhea County Highway, Suite 102
Dayton, TN 37321

E. Retirement Commitments

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

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Bledsoe County, non-certified employees of the discretely presented Bledsoe County School Department, and employees of the discretely presented Bledsoe County Nursing Home are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 44.84 percent, the non-certified employees of the discretely presented school department comprised 36.37 percent, and employees of the discretely presented Bledsoe County Nursing Home comprised 18.79 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, 2023, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	188
Inactive Employees Entitled to But Not Yet Receiving Benefits	409
Active Employees	297
Total	894

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Bledsoe 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, 2024, the employer contributions for Bledsoe County were \$745,897 which is 7.04 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Bledsoe 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)

Bledsoe County’s net pension liability (asset) was measured as of June 30, 2023, 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, 2023, 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, 2023, actuarial valuation, were based on the results of an actuarial experience study performed for the period July 1, 2016,

through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Bledsoe 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, 2022	\$ 26,984,222	\$ 26,589,191	\$ 395,031
Changes for the Year:			
Service Cost	\$ 909,187	\$ 0	\$ 909,187
Interest	1,841,397	0	1,841,397
Differences Between Expected and Actual Experience	640,281	0	640,281
Contributions-Employer	0	688,450	(688,450)
Contributions-Employees	0	486,507	(486,507)
Net Investment Income	0	1,784,557	(1,784,557)
Benefit Payments, Including Refunds of Employee Contributions	(1,226,909)	(1,226,909)	0
Administrative Expense	0	(29,391)	29,391
Net Changes	\$ 2,163,956	\$ 1,703,214	\$ 460,742
Balance, June 30, 2023	\$ 29,148,178	\$ 28,292,405	\$ 855,773

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	44.84%	\$ 13,070,043	\$ 12,686,315	\$ 383,728
Nursing Home	18.79%	5,476,943	5,316,142	160,801
School Department	36.37%	10,601,192	10,289,948	311,245
Total		\$ 29,148,178	\$ 28,292,405	\$ 855,773

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

	1% Decrease	Current Discount Rate	1% Increase
Bledsoe County	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 4,796,044	\$ 855,773	\$ (2,398,003)

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, 2024, Bledsoe County recognized pension expense (negative pension expense) of \$964,795.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Bledsoe 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	\$ 712,819	\$ 101,300
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	218,486	0
Changes in Assumptions	824,971	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	745,897	N/A
Total	\$ 2,502,173	\$ 101,300

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,134,198	\$ 45,423
Nursing Home	450,476	19,034
School Department	917,499	36,843
Total	\$ 2,502,173	\$ 101,300

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
2025	\$ 403,889
2026	338,278
2027	783,260
2028	129,550
2029	0
Thereafter	0

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

Discretely Presented Bledsoe County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Bledsoe County, non-certified employees of the discretely presented Bledsoe County School Department, and employees of the discretely presented Bledsoe County Nursing Home are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 44.84 percent, the non-certified employees of the discretely presented school department comprised 36.37 percent, and employees of the Bledsoe County Nursing Home comprised 18.79 percent of the plan based on contribution data.

Discretely Presented Bledsoe County School Department - Certified Employees - Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Bledsoe 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, 2024, to the Teacher Retirement Plan were \$97,861, which is 2.95 percent of covered payroll. In addition, employer contributions of \$32,074, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$55,115) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, 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, 2023, the school department's proportion was .129978 percent. The proportion as of June 30, 2022, was .113058 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the Bledsoe County School Department recognized pension expense (negative pension expense) of \$67,939.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department reported deferred outflows and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,857	\$ 32,169
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	14,013	0
Changes in Assumptions	41,465	0
Changes in Proportion of Net Pension Liability (Asset)	1,175	20,967
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	97,861	N/A
Total	<u>\$ 156,371</u>	<u>\$ 53,136</u>

The school department's employer contributions of \$97,861, 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, 2025. 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
2025	\$ (2,070)
2026	(4,110)
2027	17,507
2028	(820)
2029	(735)
Thereafter	(4,399)

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

Actuarial Assumptions. The total pension liability as of the June 30, 2023, 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, 2023, actuarial valuation, were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
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Net Pension Liability (Asset)	\$ 253,527	\$ (55,115)	\$ (277,312)
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Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

Discretely Presented Bledsoe County School Department - Certified Employees - Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Bledsoe 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 Bledsoe County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$390,579, which is 6.85 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). On June 30, 2024, the school department reported a liability (asset) of (\$2,061,549) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2023, 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, 2023, the school department's proportion was .174860 percent. The proportion as of June 30, 2022, was .191277 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$642,195.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, 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	\$ 491,166	\$ 95,670
Changes in Assumptions	671,709	0
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	357,689	0
Changes in Proportion of Net Pension Liability (Asset)	301,393	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	390,579	N/A
	<hr/>	<hr/>
Total	<u>\$ 2,212,536</u>	<u>\$ 95,670</u>

The school department's employer contributions of \$390,579 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as reduction (increase) to the net pension liability (asset) in the year ending June 30, 2025. 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
2025	\$ 598,240
2026	(177,248)
2027	1,302,494
2028	2,802
2029	0
Thereafter	0

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

Actuarial Assumptions. The total pension liability as of the June 30, 2023, 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, 2023, actuarial valuation, were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
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Net Pension Liability (Asset) \$ 4,490,198 \$ (2,061,549) \$ (7,510,755)

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

Discretely Presented Bledsoe County School Department

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 \$165,819 and teachers contributed \$85,299 to this deferred compensation plan.

F. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

Discretely Presented Bledsoe County School Department

The Bledsoe 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 Bledsoe 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, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2023, actuarial valuation 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	3.65%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 10.31% for pre-65 retirees in the 2023 calendar year, and decreasing annually over a 11-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.65%, 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, 2023, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, valuations were the same as those employed in the July 1, 2020, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 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-2021 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-2021.

Changes in Assumptions. The discount rate changed from 3.54 percent as of the beginning of the measurement period to 3.65 percent as of the measurement date of June 30, 2023. 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 2023 plan year was revised from 8.37 percent to 10.31 percent.

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

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

Employees Covered by Benefit Terms. At the measurement date of June 30, 2023, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefit Payments	7
Active Employees Eligible For Benefits	<u>139</u>
Total	<u><u>146</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 \$40,146 to the LEP for OPEB benefits as they came due.

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

	Share of Collective Liability		
	Bledsoe County School Department 59.99%	State of TN 40.01%	Total OPEB Liability
Balance July 1, 2022	\$ 1,623,176	\$ 1,008,248	\$ 2,631,424
Changes for the Year:			
Service Cost	\$ 68,523	\$ 45,707	\$ 114,230
Interest	57,414	38,296	95,710
Changes in Proportion	(44,661)	44,661	0
Difference between Expected and Actual Experience	(109,174)	(72,821)	(181,995)
Changes in Assumption	112,770	75,220	187,990
Benefit Payments	(50,805)	(33,889)	(84,694)
Net Changes	\$ 34,067	\$ 97,174	\$ 131,241
Balance June 30, 2023	\$ 1,657,243	\$ 1,105,422	\$ 2,762,665

The Bledsoe 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 Bledsoe 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 \$101,758 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Bledsoe County School Department's proportionate share of the collective OPEB liability was 59.99 percent and the State of Tennessee's share was 40.01 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized OPEB expense of \$209,084 including the state's share of the expense. On June 30, 2024, 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	\$ 132,473	\$ 295,444
Changes of Assumptions	350,290	190,874
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	27,942	141,764
Benefits Paid After the Measurement Date of June 30, 2023	40,146	0
Total	<u>\$ 550,851</u>	<u>\$ 628,082</u>

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

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

Year Ending June 30	School Department
2025	\$ (18,611)
2026	(18,611)
2027	(17,349)
2028	(12,291)
2029	(6,021)
Thereafter	(44,494)

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
	2.65%	3.65%	4.65%

Proportionate Share of the Collective Total OPEB Liability	\$ 1,786,943	\$ 1,657,243	\$ 1,534,492
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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 Rate	1% Increase
	9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 1,480,092	\$ 1,657,243	\$ 1,863,964
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G. Purchasing Laws

Office of County Mayor

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

Office of Road Superintendent

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

Office of Director of Schools

Purchasing procedures for the discretely presented Bledsoe County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also

requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$10,000.

Bledsoe County Industrial Development Corporation Board

Purchasing procedures utilized by the Industrial Development Corporation Board are governed by the County Purchasing Law of 1983, Section 5-14-201, *Tennessee Code Annotated (TCA)*. This act provides for all purchases exceeding \$10,000 (excluding emergency purchases) to be made based on competitive bids solicited through newspaper advertisement.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

Exhibit E-1

BLEDSON 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	2023
Total Pension Liability										
Service Cost	\$ 461,164	\$ 485,583	\$ 511,034	\$ 558,060	\$ 582,536	\$ 611,069	\$ 640,266	\$ 641,223	\$ 814,912	\$ 909,187
Interest	1,071,540	1,141,559	1,218,537	1,278,614	1,345,781	1,435,649	1,532,834	1,610,391	1,720,331	1,841,397
Differences Between Actual and Expected Experience	(8,480)	41,725	(266,568)	(92,239)	261,617	336,384	(158,527)	(173,984)	334,322	640,281
Changes in Assumptions	0	0	0	474,498	0	0	0	2,062,426	0	0
Benefit Payments, Including Refunds of Employee Contributions	(594,151)	(635,980)	(699,910)	(718,110)	(740,084)	(1,217,724)	(925,905)	(965,648)	(1,113,645)	(1,226,909)
Net Change in Total Pension Liability	\$ 930,073	\$ 1,032,887	\$ 763,093	\$ 1,500,823	\$ 1,449,850	\$ 1,165,378	\$ 1,088,668	\$ 3,174,408	\$ 1,755,920	\$ 2,163,956
Total Pension Liability, Beginning	14,123,122	15,053,195	16,086,082	16,849,175	18,349,998	19,799,848	20,965,226	22,053,894	25,228,302	26,984,222
Total Pension Liability, Ending (a)	\$ 15,053,195	\$ 16,086,082	\$ 16,849,175	\$ 18,349,998	\$ 19,799,848	\$ 20,965,226	\$ 22,053,894	\$ 25,228,302	\$ 26,984,222	\$ 29,148,178
Plan Fiduciary Net Position										
Contributions - Employer	\$ 481,040	\$ 496,981	\$ 529,435	\$ 576,669	\$ 608,015	\$ 655,156	\$ 433,234	\$ 461,482	\$ 504,592	\$ 688,450
Contributions - Employee	288,734	300,511	305,528	377,443	352,791	380,902	385,823	409,842	448,130	486,507
Net Investment Income	2,127,188	467,027	418,156	1,852,789	1,528,017	1,484,142	1,053,958	5,721,264	(1,061,427)	1,784,557
Benefit Payments, Including Refunds of Employee Contributions	(594,151)	(635,980)	(699,910)	(718,110)	(740,084)	(1,217,724)	(925,905)	(965,648)	(1,113,645)	(1,226,909)
Administrative Expense	(9,219)	(12,566)	(19,500)	(21,894)	(24,648)	(23,212)	(23,302)	(24,778)	(28,287)	(29,391)
Other	0	0	23,974	4,719	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 2,293,592	\$ 615,973	\$ 557,683	\$ 2,071,616	\$ 1,724,091	\$ 1,279,264	\$ 923,808	\$ 5,602,162	\$ (1,250,637)	\$ 1,703,214
Plan Fiduciary Net Position, Beginning	12,771,639	15,065,231	15,681,204	16,238,887	18,310,503	20,034,594	21,313,858	22,237,666	27,839,828	26,589,191
Plan Fiduciary Net Position, Ending (b)	\$ 15,065,231	\$ 15,681,204	\$ 16,238,887	\$ 18,310,503	\$ 20,034,594	\$ 21,313,858	\$ 22,237,666	\$ 27,839,828	\$ 26,589,191	\$ 28,292,405
Net Pension Liability (Asset), Ending (a - b)	\$ (12,036)	\$ 404,878	\$ 610,288	\$ 39,495	\$ (234,746)	\$ (348,632)	\$ (183,772)	\$ (2,611,526)	\$ 395,031	\$ 855,773
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	100.08%	97.48%	96.38%	99.78%	101.19%	101.66%	100.83%	110.35%	98.54%	97.06%
Covered Payroll	\$ 5,774,661	\$ 5,758,755	\$ 6,160,509	\$ 6,682,140	\$ 7,045,360	\$ 7,591,608	\$ 7,697,585	\$ 8,196,833	\$ 8,962,561	\$ 9,721,720
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(0.21%)	7.03%	9.91%	.59%	(3.33%)	(4.59%)	(2.39%)	(31.86%)	4.41%	8.80%

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, discretely presented Bledsoe County Nursing Home, and non-certified employees of the discretely presented school department.

Exhibit E-2

BLEDSON COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Public

Employee Pension Plan of TCRS

Primary Government

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 496,981	\$ 529,435	\$ 576,669	\$ 608,015	\$ 655,156	\$ 433,234	\$ 461,482	\$ 504,592	\$ 688,450	\$ 745,897
Less: Contributions in Relation to the Actuarially Determined Contribution	(496,981)	(529,435)	(576,669)	(608,015)	(655,156)	(433,234)	(461,482)	(504,592)	(688,450)	(745,897)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 5,758,755	\$ 6,160,509	\$ 6,682,140	\$ 7,045,360	\$ 7,591,608	\$ 7,697,585	\$ 8,196,833	\$ 8,962,561	\$ 9,721,720	\$ 10,591,510
Contributions as a Percentage of Covered Payroll	8.63%	8.59%	8.63%	8.63%	8.63%	5.63%	5.63%	5.63%	7.08%	7.04%

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, discretely presented Bledsoe County Nursing Home, and non-certified employees of the discretely presented school department.

Exhibit E-3

BLEDSON COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher

Retirement Plan of TCRS

Discretely Presented Bledsoe County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 4,664	\$ 14,672	\$ 22,277	\$ 33,426	\$ 18,773	\$ 25,216	\$ 29,398	\$ 38,807	\$ 74,199	\$ 97,861
Less: Contributions in Relation to the Contractually Required Contribution	(4,664)	(14,672)	(22,277)	(33,426)	(18,773)	(25,216)	(29,398)	(38,807)	(74,199)	(97,861)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 116,593	\$ 366,802	\$ 556,915	\$ 835,645	\$ 967,695	\$ 1,242,181	\$ 1,455,357	\$ 1,930,688	\$ 2,585,316	\$ 3,317,281
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

Note: 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 - 2.06%

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%

2024: Pension - 2.95%, SRT - 1.05%

Exhibit E-4

BLEDSON COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher

Legacy Pension Plan of TCRS

Discretely Presented Bledsoe County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 649,696	\$ 659,171	\$ 650,375	\$ 654,272	\$ 751,088	\$ 703,122	\$ 665,496	\$ 648,364	\$ 493,095	\$ 390,579
Less: Contributions in Relation to the Contractually Required Contribution	(649,696)	(659,171)	(650,375)	(654,272)	(751,088)	(703,122)	(665,496)	(648,364)	(493,095)	(390,579)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,186,910	\$ 7,291,703	\$ 7,194,408	\$ 7,205,650	\$ 7,180,572	\$ 6,614,498	\$ 6,479,996	\$ 6,294,789	\$ 5,674,280	\$ 5,699,234
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.85%

Exhibit E-5

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.056114%	0.083365%	0.084852%	0.095625%	0.091447%	0.098436%	0.100840%	0.113058%	0.129978%	0.129978%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (2,257)	\$ (8,679)	\$ (22,387)	\$ (43,369)	\$ (51,620)	\$ (55,975)	\$ (109,231)	\$ (34,248)	\$ (55,115)	\$ (55,115)
Covered Payroll	\$ 116,593	\$ 366,802	\$ 556,915	\$ 835,645	\$ 967,695	\$ 1,242,181	\$ 1,455,357	\$ 1,930,688	\$ 2,585,316	\$ 2,585,316
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94%)	(2.37%)	(4.02%)	(5.19%)	(5.33%)	(4.51%)	(7.51%)	(1.77%)	(2.13%)	(2.13%)
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%	104.97%	104.97%

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

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.182671%	0.191983%	0.201998%	0.203522%	0.205777%	0.214144%	0.198738%	0.197430%	0.191277%	0.174860%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (29,683)	\$ 78,643	\$ 1,262,374	\$ (66,593)	\$ (724,112)	\$ (2,201,791)	\$ (1,515,521)	\$ (8,515,647)	\$ (2,345,826)	\$ (2,061,549)
Covered Payroll	\$ 7,169,813	\$ 7,186,910	\$ 7,291,703	\$ 7,194,408	\$ 7,205,650	\$ 7,180,572	\$ 6,614,498	\$ 6,479,996	\$ 6,294,789	\$ 5,674,280
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41%)	1.09%	17.31%	(0.93%)	(10.05%)	(30.66%)	(22.91%)	(131.41%)	(37.27%)	(36.33%)
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%	104.11%

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

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 117,222	\$ 108,316	\$ 98,103	\$ 91,235	\$ 119,802	\$ 158,950	\$ 114,230
Interest	63,809	77,490	64,011	67,907	53,827	65,302	95,710
Differences Between Actual and Expected Experience	0	(568,549)	232,961	123,508	75,722	(123,678)	(181,995)
Changes in Assumptions or Other Inputs	(103,254)	61,802	(150,907)	270,706	384,840	(292,937)	187,990
Benefit Payments	(70,298)	(84,561)	(70,574)	(71,213)	(90,672)	(80,611)	(84,694)
Net Change in Total OPEB Liability	\$ 7,479	\$ (405,502)	\$ 173,594	\$ 482,143	\$ 543,519	\$ (272,974)	\$ 131,241
Total OPEB Liability, Beginning	2,103,165	2,110,644	1,705,142	1,878,736	2,360,879	2,904,398	2,631,424
Total OPEB Liability, Ending	\$ 2,110,644	\$ 1,705,142	\$ 1,878,736	\$ 2,360,879	\$ 2,904,398	\$ 2,631,424	\$ 2,762,665
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 742,556	\$ 583,077	\$ 661,644	\$ 789,088	\$ 1,030,219	\$ 1,008,248	\$ 1,105,422
Employer Proportionate Share of the Total OPEB Liability	\$ 1,368,088	\$ 1,122,065	\$ 1,217,092	\$ 1,571,791	\$ 1,874,179	\$ 1,623,176	\$ 1,657,243
Covered Employee Payroll	\$ 7,658,505	\$ 7,751,323	\$ 8,041,295	\$ 7,856,679	\$ 7,935,353	\$ 11,773,590	\$ 12,943,433
Total OPEB Liability as a Percentage of Covered Employee Payroll	27.56%	22.00%	23.36%	30.05%	36.60%	22.35%	21.34%

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%
2023	3.65%

(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%
- For the 2024 plan year - from 8.37% to 10.31%

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

BLEDSON COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2024

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2024 were calculated based on the June 30, 2022, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, averaging 4%
Investment Rate of Return	6.75%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.125%

Changes of assumptions. In 2021, the following assumptions were changed: decreased inflation rate from 2.5 percent to 2.25 percent; decreased the investment rate of return from 7.25 percent to 6.75 percent; decreased the cost-of-living adjustment from 2.25 percent to 2.125 percent; and modified mortality assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified mortality assumptions.

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

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

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

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

CAPITAL PROJECT FUNDS

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

Community Development/Industrial Park Fund – The Community Development/Industrial Park Fund is used to account for expenditures associated with building construction and renovations.

HUD Grant Projects Fund – The HUD Grant Projects Fund is used to account for capital grant expenditures of the county.

Exhibit F-1

BLEDSON COUNTY, TENNESSEE
Combining Balance Sheet
 Nonmajor Governmental Funds
June 30, 2024

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	Community Development/ Industrial Park	
ASSETS						
Cash	\$ 0	\$ 0	\$ 203	\$ 203	\$ 0	203
Equity in Pooled Cash and Investments	267,442	75,804	0	343,246	1,035,455	1,378,701
Accounts Receivable	37,788	0	2,062	39,850	0	39,850
Due from Other Governments	28,544	0	0	28,544	0	28,544
Property Taxes Receivable	250,651	0	0	250,651	0	250,651
Allowance for Uncollectible Property Taxes	(22,743)	0	0	(22,743)	0	(22,743)
Total Assets	\$ 561,682	\$ 75,804	\$ 2,265	\$ 639,751	\$ 1,035,455	\$ 1,675,206
LIABILITIES						
Payroll Deductions Payable	\$ 359	\$ 0	\$ 0	\$ 359	\$ 0	359
Due to Other Funds	0	0	2,265	2,265	0	2,265
Total Liabilities	\$ 359	\$ 0	\$ 2,265	\$ 2,624	\$ 0	2,624
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 220,560	\$ 0	\$ 0	\$ 220,560	\$ 0	220,560
Deferred Delinquent Property Taxes	5,405	0	0	5,405	0	5,405
Total Deferred Inflows of Resources	\$ 225,965	\$ 0	\$ 0	\$ 225,965	\$ 0	225,965

(Continued)

BLEDSON COUNTY, TENNESSEE
Combining Balance Sheet
 Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital</u>	Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	Community Development/ Industrial Park	
FUND BALANCES						
Restricted:						
Restricted for Public Safety	\$ 0	\$ 75,804	\$ 0	\$ 75,804	\$ 0	\$ 75,804
Restricted for Public Health and Welfare	335,358	0	0	335,358	0	335,358
Restricted for Capital Outlay	0	0	0	0	1,035,455	1,035,455
Total Fund Balances	<u>\$ 335,358</u>	<u>\$ 75,804</u>	<u>\$ 0</u>	<u>\$ 411,162</u>	<u>\$ 1,035,455</u>	<u>\$ 1,446,617</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 561,682</u>	<u>\$ 75,804</u>	<u>\$ 2,265</u>	<u>\$ 639,751</u>	<u>\$ 1,035,455</u>	<u>\$ 1,675,206</u>

BLEDSON COUNTY, TENNESSEE
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
 Nonmajor Governmental Funds
For the Year Ended June 30, 2024

	Special Revenue Funds			Capital Projects Funds			Total Nonmajor Governmental Funds
	Solid Waste / Sanitation	Drug Control	Total	Community Development/ Industrial Park	HUD Grant Projects	Total	
Revenues							
Local Taxes	\$ 299,274	\$ 0	\$ 299,274	\$ 0	\$ 0	\$ 0	\$ 299,274
Licenses and Permits	1,184	0	1,184	0	0	0	1,184
Fines, Forfeitures, and Penalties	0	8,077	8,077	0	0	0	8,077
Charges for Current Services	3,255	0	3,255	0	0	0	3,255
Other Local Revenues	215,126	0	215,126	0	0	0	215,126
State of Tennessee	75,499	0	75,499	0	0	0	75,499
Federal Government	0	0	0	0	3,000	3,000	3,000
Total Revenues	\$ 594,338	\$ 8,077	\$ 602,415	\$ 0	\$ 3,000	\$ 3,000	\$ 605,415
Expenditures							
Current:							
Public Safety	\$ 0	\$ 811	\$ 811	\$ 0	\$ 0	\$ 0	\$ 811
Public Health and Welfare	423,123	0	423,123	0	0	0	423,123
Highways	74,210	0	74,210	0	0	0	74,210
Capital Projects	0	0	0	241,259	3,000	244,259	244,259
Total Expenditures	\$ 497,333	\$ 811	\$ 498,144	\$ 241,259	\$ 3,000	\$ 244,259	\$ 742,403
Excess (Deficiency) of Revenues Over Expenditures	\$ 97,005	\$ 7,266	\$ 104,271	\$ (241,259)	\$ 0	\$ (241,259)	\$ (136,988)
Net Change in Fund Balances	\$ 97,005	\$ 7,266	\$ 104,271	\$ (241,259)	\$ 0	\$ (241,259)	\$ (136,988)
Fund Balance, July 1, 2023	238,353	68,538	306,891	1,276,714	0	1,276,714	1,583,605
Fund Balance, June 30, 2024	\$ 335,358	\$ 75,804	\$ 411,162	\$ 1,035,455	\$ 0	\$ 1,035,455	\$ 1,446,617

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 299,274	\$ 298,569	\$ 298,569	\$ 705
Licenses and Permits	1,184	2,200	2,200	(1,016)
Charges for Current Services	3,255	3,400	3,400	(145)
Other Local Revenues	215,126	11,000	159,091	56,035
State of Tennessee	75,499	74,800	74,800	699
Total Revenues	<u>\$ 594,338</u>	<u>\$ 389,969</u>	<u>\$ 538,060</u>	<u>\$ 56,278</u>
Expenditures				
Public Health and Welfare				
Convenience Centers	\$ 408,959	\$ 372,580	\$ 425,276	\$ 16,317
Landfill Operation and Maintenance	14,164	14,164	14,164	0
Highways				
Litter and Trash Collection	74,210	90,786	97,686	23,476
Total Expenditures	<u>\$ 497,333</u>	<u>\$ 477,530</u>	<u>\$ 537,126</u>	<u>\$ 39,793</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 97,005</u>	<u>\$ (87,561)</u>	<u>\$ 934</u>	<u>\$ 96,071</u>
Net Change in Fund Balance	\$ 97,005	\$ (87,561)	\$ 934	\$ 96,071
Fund Balance, July 1, 2023	<u>238,353</u>	<u>246,062</u>	<u>246,062</u>	<u>(7,709)</u>
Fund Balance, June 30, 2024	<u><u>\$ 335,358</u></u>	<u><u>\$ 158,501</u></u>	<u><u>\$ 246,996</u></u>	<u><u>\$ 88,362</u></u>

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Drug Control Fund
For the Year Ended June 30, 2024

	Actual	<u>Budgeted Amounts</u>		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 8,077	\$ 2,050	\$ 6,441	\$ 1,636
Total Revenues	<u>\$ 8,077</u>	<u>\$ 2,050</u>	<u>\$ 6,441</u>	<u>\$ 1,636</u>
Expenditures				
Public Safety				
Sheriff's Department	\$ 750	\$ 1,000	\$ 1,000	\$ 250
Drug Enforcement	61	3,630	3,630	3,569
Total Expenditures	<u>\$ 811</u>	<u>\$ 4,630</u>	<u>\$ 4,630</u>	<u>\$ 3,819</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 7,266</u>	<u>\$ (2,580)</u>	<u>\$ 1,811</u>	<u>\$ 5,455</u>
Net Change in Fund Balance	\$ 7,266	\$ (2,580)	\$ 1,811	\$ 5,455
Fund Balance, July 1, 2023	<u>68,538</u>	<u>65,230</u>	<u>65,230</u>	<u>3,308</u>
Fund Balance, June 30, 2024	<u><u>\$ 75,804</u></u>	<u><u>\$ 62,650</u></u>	<u><u>\$ 67,041</u></u>	<u><u>\$ 8,763</u></u>

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

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

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 General Debt Service Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 574,681	\$ 560,621	\$ 585,425	\$ (10,744)
Licenses and Permits	2,277	4,000	4,000	(1,723)
Other Local Revenues	459,120	150,000	482,248	(23,128)
State of Tennessee	60,175	157,700	157,700	(97,525)
Other Governments and Citizens Groups	953,562	0	953,562	0
Total Revenues	\$ 2,049,815	\$ 872,321	\$ 2,182,935	\$ (133,120)
Expenditures				
Principal on Debt				
General Government	\$ 495,000	\$ 495,000	\$ 495,000	0
Education	800,000	0	800,000	0
Interest on Debt				
General Government	309,310	309,310	309,310	0
Education	153,562	0	153,562	0
Other Debt Service				
General Government	13,312	13,600	13,600	288
Total Expenditures	\$ 1,771,184	\$ 817,910	\$ 1,771,472	\$ 288
Excess (Deficiency) of Revenues Over Expenditures	\$ 278,631	\$ 54,411	\$ 411,463	\$ (132,832)
Net Change in Fund Balance	\$ 278,631	\$ 54,411	\$ 411,463	\$ (132,832)
Fund Balance, July 1, 2023	1,311,320	1,032,417	1,032,417	278,903
Fund Balance, June 30, 2024	\$ 1,589,951	\$ 1,086,828	\$ 1,443,880	\$ 146,071

CUSTODIAL FUNDS

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

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

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

Other Custodial Fund – The Other Custodial Fund is used to account for some transactions of the Bledsoe County Emergency Communications District, a discretely presented component unit, based upon a contract with the district. The district contributes funds to the county annually, and the county uses these funds to manage a portion of the operating expenses for the district.

BLEDSON COUNTY, TENNESSEE
Combining Statement of Net Position
 Custodial Funds
June 30, 2024

	<u>Custodial Funds</u>			
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Other Custodial	Total
ASSETS				
Cash	\$ 0	\$ 1,531,463	\$ 0	\$ 1,531,463
Equity in Pooled Cash and Investments	0	0	38,841	38,841
Due from Other Governments	52,586	0	0	52,586
Total Assets	\$ 52,586	\$ 1,531,463	\$ 38,841	\$ 1,622,890
LIABILITIES				
Payroll Deductions Payable	\$ 0	\$ 0	\$ 4,093	\$ 4,093
Due to Other Taxing Units	52,586	0	0	52,586
Total Liabilities	\$ 52,586	\$ 0	\$ 4,093	\$ 56,679
NET POSITION				
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 1,531,463	\$ 34,748	\$ 1,566,211
Total Net Position	\$ 0	\$ 1,531,463	\$ 34,748	\$ 1,566,211

BLEDSON COUNTY, TENNESSEE
Combining Statement of Changes in Net Position
 Custodial Funds
For the Year Ended June 30, 2024

	Custodial Funds			
	Cities - Sales Tax	Constitu- tional Officers - Custodial	Other Custodial	Total
Additions				
Sales Tax Collections for Other Governments	\$ 327,670	\$ 0	\$ 0	\$ 327,670
Fines/Fees and Other Collections	0	4,813,751	0	4,813,751
Contributions for E-911	0	0	357,600	357,600
Total Additions	\$ 327,670	\$ 4,813,751	\$ 357,600	\$ 5,499,021
Deductions				
Payment of Sales Tax Collections for Other Governments	\$ 327,670	\$ 0	\$ 0	\$ 327,670
Payments to State	0	1,675,114	0	1,675,114
Payments to County/City	0	448,243	0	448,243
Payments to Individuals and Others	0	1,465,441	0	1,465,441
Payment of E-911 Expenses	0	0	434,099	434,099
Total Deductions	\$ 327,670	\$ 3,588,798	\$ 434,099	\$ 4,350,567
Change in Net Position	\$ 0	\$ 1,224,953	\$ (76,499)	\$ 1,148,454
Net Position July 1, 2023	0	306,510	111,247	417,757
Net Position June 30, 2024	\$ 0	\$ 1,531,463	\$ 34,748	\$ 1,566,211

BLEDSOE COUNTY SCHOOL DEPARTMENT

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

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

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

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

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.

Education Debt Service Fund – The Education Debt Service Fund is used to account for the accumulation of resources for, and the contribution to the primary government of, education related long-term debt principal, interest, and related costs.

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

Exhibit I-1

BLEDSON COUNTY, TENNESSEE

Statement of Activities

Discretely Presented Bledsoe County School Department

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total Governmental Activities
Governmental Activities:					
Instruction	\$ 11,230,975	\$ 2,350	\$ 2,058,619	\$ 0	\$ (9,170,006)
Support Services	9,519,390	54,775	5,248,562	0	(4,216,053)
Operation of Non-instructional Services	4,218,821	123,135	3,073,911	154,719	(867,056)
Interest on Long-term Debt	153,562	0	0	0	(153,562)
Total Governmental Activities	\$ 25,122,748	\$ 180,260	\$ 10,381,092	\$ 154,719	\$ (14,406,677)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 1,963,401
Property Taxes Levied for Debt Service					93,185
Local Option Sales Taxes					1,690,115
Other Local Taxes					1,500
Grants and Contributions Not Restricted for Specific Programs					15,926,891
Unrestricted Investment Earnings					43,886
Miscellaneous					13,105
Total General Revenues					\$ 19,732,083
Change in Net Position					\$ 5,325,406
Net Position, July 1, 2023					22,122,281
Net Position, June 30, 2024					\$ 27,447,687

BLEDSON COUNTY, TENNESSEE

Balance Sheet - Governmental Funds

Discretely Presented Bledsoe County School Department

June 30, 2024

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Debt Service	Other Governmental Funds	
ASSETS					
Cash	\$ 0	\$ 0	\$ 0	\$ 355,545	\$ 355,545
Equity in Pooled Cash and Investments	3,863,153	186,416	3,008,550	2,319,509	9,377,628
Inventories	0	0	0	1,257	1,257
Accounts Receivable	527	0	0	20	547
Due from Other Governments	1,000,109	3,570,265	196,197	216,762	4,983,333
Due from Other Funds	3,650,910	6,798	0	0	3,657,708
Property Taxes Receivable	1,661,353	0	78,848	0	1,740,201
Allowance for Uncollectible Property Taxes	(150,739)	0	(7,154)	0	(157,893)
Restricted Assets	202,827	0	0	0	202,827
Total Assets	\$ 10,228,140	\$ 3,763,479	\$ 3,276,441	\$ 2,893,093	\$ 20,161,153
LIABILITIES					
Accounts Payable	\$ 30,793	\$ 12,500	\$ 0	\$ 6,976	\$ 50,269
Accrued Payroll	165,668	0	0	0	165,668
Due to Other Funds	6,798	3,650,910	0	0	3,657,708
Total Liabilities	\$ 203,259	\$ 3,663,410	\$ 0	\$ 6,976	\$ 3,873,645
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 1,461,906	\$ 0	\$ 69,382	\$ 0	\$ 1,531,288
Deferred Delinquent Property Taxes	38,575	0	1,830	0	40,405
Other Deferred/Unavailable Revenue	48,359	0	102,542	0	150,901
Total Deferred Inflows of Resources	\$ 1,548,840	\$ 0	\$ 173,754	\$ 0	\$ 1,722,594

(Continued)

BLEDSON COUNTY, TENNESSEE

Balance Sheet - Governmental Funds

Discretely Presented Bledsoe County School Department (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Debt Service	Other Governmental Funds	
	FUND BALANCES				
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 0	\$ 1,257	\$ 1,257
Restricted:					
Restricted for Education	0	69	3,102,687	2,884,860	5,987,616
Restricted for Hybrid Retirement Stabilization Funds	202,827	0	0	0	202,827
Committed:					
Committed for Education	0	100,000	0	0	100,000
Unassigned	8,273,214	0	0	0	8,273,214
Total Fund Balances	\$ 8,476,041	\$ 100,069	\$ 3,102,687	\$ 2,886,117	\$ 14,564,914
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 10,228,140	\$ 3,763,479	\$ 3,276,441	\$ 2,893,093	\$ 20,161,153

BLEDSOE COUNTY, TENNESSEE

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

Discretely Presented Bledsoe County School Department

June 30, 2024

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 14,564,914
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 375,847	
Add: construction in progress	435,070	
Add: buildings and improvements net of accumulated depreciation	9,909,509	
Add: infrastructure net of accumulated depreciation	40,781	
Add: other capital assets net of accumulated depreciation	<u>2,638,558</u>	13,399,765
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: contributions due on primary government debt for bonds	\$ (3,880,000)	
Less: net pension liability - agent plan	(311,245)	
Less: other postemployment benefits (OPEB) liability	<u>(1,657,243)</u>	(5,848,488)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,286,406	
Less: deferred inflows of resources related to pensions	(185,649)	
Add: deferred outflows of resources related to OPEB	550,851	
Less: deferred inflows of resources related to OPEB	<u>(628,082)</u>	3,023,526
(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	\$ 55,115	
Add: net pension asset - teacher legacy pension plan	<u>2,061,549</u>	2,116,664
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>191,306</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 27,447,687</u></u>

BLEDSON COUNTY, TENNESSEE

**Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds**

Discretely Presented Bledsoe County School Department

For the Year Ended June 30, 2024

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Debt Service	Other Govern- mental Funds	
Revenues					
Local Taxes	\$ 2,504,840	\$ 0	\$ 1,231,894	\$ 0	\$ 3,736,734
Licenses and Permits	8,284	0	367	0	8,651
Charges for Current Services	1,000	0	0	177,910	178,910
Other Local Revenues	37,446	0	0	652,389	689,835
State of Tennessee	15,691,932	0	9,566	13,713	15,715,211
Federal Government	555,085	6,965,719	0	1,990,117	9,510,921
Other Governments and Citizens Groups	498,361	0	0	0	498,361
Total Revenues	\$ 19,296,948	\$ 6,965,719	\$ 1,241,827	\$ 2,834,129	\$ 30,338,623
Expenditures					
Current:					
Instruction	\$ 9,245,606	\$ 1,625,099	\$ 0	\$ 66,820	\$ 10,937,525
Support Services	7,218,838	1,936,931	0	0	9,155,769
Operation of Non-Instructional Services	706,284	0	0	2,982,760	3,689,044
Capital Outlay	299,750	0	0	0	299,750
Debt Service:					
Principal on Debt	0	0	800,000	0	800,000
Interest on Debt	0	0	153,562	0	153,562
Other Debt Service	0	0	13,685	0	13,685
Capital Projects	0	0	0	386,066	386,066
Total Expenditures	\$ 17,470,478	\$ 3,562,030	\$ 967,247	\$ 3,435,646	\$ 25,435,401
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,826,470	\$ 3,403,689	\$ 274,580	\$ (601,517)	\$ 4,903,222

(Continued)

BLEDSON COUNTY, TENNESSEE

**Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds**

Discretely Presented Bledsoe County School Department (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Debt Service	Other Govern- mental Funds	
Other Financing Sources (Uses)					
Transfers In	\$ 3,406,488	\$ 0	\$ 395,000	\$ 0	\$ 3,801,488
Transfers Out	(395,000)	(3,406,488)	0	0	(3,801,488)
Total Other Financing Sources (Uses)	\$ 3,011,488	\$ (3,406,488)	\$ 395,000	\$ 0	\$ 0
Net Change in Fund Balances	\$ 4,837,958	\$ (2,799)	\$ 669,580	\$ (601,517)	\$ 4,903,222
Fund Balance, July 1, 2023	3,638,083	102,868	2,433,107	3,487,634	9,661,692
Fund Balance, June 30, 2024	\$ 8,476,041	\$ 100,069	\$ 3,102,687	\$ 2,886,117	\$ 14,564,914

BLEDSON COUNTY, TENNESSEE

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities**

Discretely Presented Bledsoe County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 4,903,222
(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	\$ 828,992	
Less: current-year depreciation expense	<u>(755,669)</u>	73,323
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.		
Less: book value of capital assets disposed		(597)
(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, 2024	\$ 191,306	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(147,148)</u>	44,158
(4) The contributions of long-term debt (e.g., notes, bonds, leases) by the primary government provide current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on notes to primary government		680,000
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net pension liability - agent plan	\$ (161,884)	
Change in net pension asset - teacher retirement plan	20,867	
Change in net pension asset - teacher legacy pension plan	(284,277)	
Change in deferred outflows related to pensions	(191,856)	
Change in deferred inflows related to pensions	309,630	
Change in other postemployment benefits (OPEB) liability	(34,067)	
Change in deferred outflows related to OPEB	(7,256)	
Change in deferred inflows related to OPEB	<u>(25,857)</u>	<u>(374,700)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 5,325,406</u>

Exhibit I-6

BLEDSOE COUNTY, TENNESSEE
Combining Balance Sheet - Nonmajor Governmental Funds
 Discretely Presented Bledsoe County School Department
June 30, 2024

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	Total	Education Capital Projects	
ASSETS						
Cash	\$ 13,287	\$ 0	\$ 342,258	\$ 355,545	\$ 0	\$ 355,545
Equity in Pooled Cash and Investments	1,145,773	15,041	0	1,160,814	1,158,695	2,319,509
Inventories	0	0	1,257	1,257	0	1,257
Accounts Receivable	20	0	0	20	0	20
Due from Other Governments	216,762	0	0	216,762	0	216,762
Total Assets	\$ 1,375,842	\$ 15,041	\$ 343,515	\$ 1,734,398	\$ 1,158,695	\$ 2,893,093
LIABILITIES						
Accounts Payable	\$ 1,976	\$ 0	\$ 5,000	\$ 6,976	\$ 0	\$ 6,976
Total Liabilities	\$ 1,976	\$ 0	\$ 5,000	\$ 6,976	\$ 0	\$ 6,976
FUND BALANCES						
Nonspendable:						
Inventory	\$ 0	\$ 0	\$ 1,257	\$ 1,257	\$ 0	\$ 1,257
Restricted:						
Restricted for Education	1,373,866	15,041	337,258	1,726,165	1,158,695	2,884,860
Total Fund Balances	\$ 1,373,866	\$ 15,041	\$ 338,515	\$ 1,727,422	\$ 1,158,695	\$ 2,886,117
Total Liabilities and Fund Balances	\$ 1,375,842	\$ 15,041	\$ 343,515	\$ 1,734,398	\$ 1,158,695	\$ 2,893,093

BLEDSON COUNTY, TENNESSEE

**Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds**

Discretely Presented Bledsoe County School Department
For the Year Ended June 30, 2024

	Special Revenue Funds				Capital Projects Fund	Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	Total	Education Capital Projects	
Revenues						
Charges for Current Services	\$ 123,135	\$ 54,775	\$ 0	\$ 177,910	\$ 0	\$ 177,910
Other Local Revenues	27,145	0	625,244	652,389	0	652,389
State of Tennessee	13,713	0	0	13,713	0	13,713
Federal Government	1,990,117	0	0	1,990,117	0	1,990,117
Total Revenues	\$ 2,154,110	\$ 54,775	\$ 625,244	\$ 2,834,129	\$ 0	\$ 2,834,129
Expenditures						
Current:						
Instruction	\$ 0	\$ 66,820	\$ 0	\$ 66,820	\$ 0	\$ 66,820
Operation of Non-Instructional Services	2,392,558	0	590,202	2,982,760	0	2,982,760
Capital Projects	0	0	0	0	386,066	386,066
Total Expenditures	\$ 2,392,558	\$ 66,820	\$ 590,202	\$ 3,049,580	\$ 386,066	\$ 3,435,646
Excess (Deficiency) of Revenues Over Expenditures	\$ (238,448)	\$ (12,045)	\$ 35,042	\$ (215,451)	\$ (386,066)	\$ (601,517)
Net Change in Fund Balances	\$ (238,448)	\$ (12,045)	\$ 35,042	\$ (215,451)	\$ (386,066)	\$ (601,517)
Fund Balance, July 1, 2023	1,612,314	27,086	303,473	1,942,873	1,544,761	3,487,634
Fund Balance, June 30, 2024	\$ 1,373,866	\$ 15,041	\$ 338,515	\$ 1,727,422	\$ 1,158,695	\$ 2,886,117

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bledsoe County School Department
General Purpose School Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 2,504,840	\$ 2,313,267	\$ 2,313,267	\$ 191,573
Licenses and Permits	8,284	9,650	9,650	(1,366)
Charges for Current Services	1,000	0	0	1,000
Other Local Revenues	37,446	34,315	73,675	(36,229)
State of Tennessee	15,691,932	14,453,788	15,866,015	(174,083)
Federal Government	555,085	139,880	251,997	303,088
Other Governments and Citizens Groups	498,361	0	401,136	97,225
Total Revenues	<u>\$ 19,296,948</u>	<u>\$ 16,950,900</u>	<u>\$ 18,915,740</u>	<u>\$ 381,208</u>
Expenditures				
Instruction				
Regular Instruction Program	\$ 6,498,987	\$ 6,975,611	\$ 7,016,158	\$ 517,171
Alternative Instruction Program	107,476	107,771	109,586	2,110
Special Education Program	1,680,981	1,839,717	1,848,823	167,842
Career and Technical Education Program	958,162	745,642	1,589,592	631,430
Support Services				
Attendance	109,353	114,934	114,434	5,081
Health Services	442,598	340,317	463,002	20,404
Other Student Support	369,639	488,147	441,297	71,658
Regular Instruction Program	209,191	351,714	350,814	141,623
Special Education Program	495,413	448,608	558,108	62,695
Career and Technical Education Program	1,858	1,800	2,800	942
Technology	310,672	358,342	358,542	47,870
Other Programs	437,521	0	437,521	0
Board of Education	441,594	422,557	458,957	17,363
Director of Schools	234,530	232,168	242,168	7,638
Office of the Principal	1,155,262	1,258,506	1,232,406	77,144
Fiscal Services	259,606	255,928	264,928	5,322
Operation of Plant	1,267,728	1,351,889	1,357,904	90,176
Maintenance of Plant	456,897	425,734	494,654	37,757
Transportation	1,026,976	1,084,333	1,114,245	87,269
Operation of Non-Instructional Services				
Community Services	279,730	259,921	298,319	18,589
Early Childhood Education	426,554	429,113	428,064	1,510
Capital Outlay				
Regular Capital Outlay	299,750	100,000	418,685	118,935
Total Expenditures	<u>\$ 17,470,478</u>	<u>\$ 17,592,752</u>	<u>\$ 19,601,007</u>	<u>\$ 2,130,529</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,826,470</u>	<u>\$ (641,852)</u>	<u>\$ (685,267)</u>	<u>\$ 2,511,737</u>

(Continued)

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Other Financing Sources (Uses)				
Insurance Recovery	\$ 0	\$ 5,000	\$ 5,000	\$ (5,000)
Transfers In	3,406,488	25,584	25,584	3,380,904
Transfers Out	(395,000)	(395,000)	(396,270)	1,270
Total Other Financing Sources	<u>\$ 3,011,488</u>	<u>\$ (364,416)</u>	<u>\$ (365,686)</u>	<u>\$ 3,377,174</u>
Net Change in Fund Balance	\$ 4,837,958	\$ (1,006,268)	\$ (1,050,953)	\$ 5,888,911
Fund Balance, July 1, 2023	<u>3,638,083</u>	<u>2,018,939</u>	<u>2,018,939</u>	<u>1,619,144</u>
Fund Balance, June 30, 2024	<u><u>\$ 8,476,041</u></u>	<u><u>\$ 1,012,671</u></u>	<u><u>\$ 967,986</u></u>	<u><u>\$ 7,508,055</u></u>

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Discretely Presented Bledsoe County School Department
 School Federal Projects Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Federal Government	\$ 6,965,719	\$ 9,391,711	\$ 10,091,101	\$ (3,125,382)
Total Revenues	\$ 6,965,719	\$ 9,391,711	\$ 10,091,101	\$ (3,125,382)
Expenditures				
Instruction				
Regular Instruction Program	\$ 1,120,324	\$ 1,055,882	\$ 1,403,704	\$ 283,380
Special Education Program	481,957	486,364	677,988	196,031
Career and Technical Education Program	22,818	1,185,560	1,184,818	1,162,000
Support Services				
Attendance	46,453	62,765	46,453	0
Health Services	0	816,015	0	0
Other Student Support	623,352	2,282,698	1,490,806	867,454
Regular Instruction Program	911,984	1,070,154	1,157,319	245,335
Special Education Program	86,181	41,705	163,691	77,510
Career and Technical Education Program	1,259	1,125	1,366	107
Technology	10,570	23,000	23,000	12,430
Office of the Principal	111,590	87,898	111,704	114
Operation of Plant	0	1,562,976	0	0
Transportation	145,542	101,646	156,384	10,842
Capital Outlay				
Regular Capital Outlay	0	290,500	290,500	290,500
Total Expenditures	\$ 3,562,030	\$ 9,068,288	\$ 6,707,733	\$ 3,145,703
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,403,689	\$ 323,423	\$ 3,383,368	\$ 20,321
Other Financing Sources (Uses)				
Transfers Out	\$ (3,406,488)	\$ (323,423)	\$ (3,383,368)	\$ (23,120)
Total Other Financing Sources	\$ (3,406,488)	\$ (323,423)	\$ (3,383,368)	\$ (23,120)
Net Change in Fund Balance	\$ (2,799)	\$ 0	\$ 0	\$ (2,799)
Fund Balance, July 1, 2023	102,868	0	0	102,868
Fund Balance, June 30, 2024	\$ 100,069	\$ 0	\$ 0	\$ 100,069

BLEDSOE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Bledsoe County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Charges for Current Services	\$ 123,135	\$ 106,500	\$ 106,500	\$ 16,635
Other Local Revenues	27,145	1,700	1,700	25,445
State of Tennessee	13,713	18,500	18,500	(4,787)
Federal Government	1,990,117	2,075,500	2,075,500	(85,383)
Total Revenues	<u>\$ 2,154,110</u>	<u>\$ 2,202,200</u>	<u>\$ 2,202,200</u>	<u>\$ (48,090)</u>
Expenditures				
Operation of Non-Instructional Services				
Food Service	\$ 2,392,558	\$ 2,190,213	\$ 2,470,213	\$ 77,655
Total Expenditures	<u>\$ 2,392,558</u>	<u>\$ 2,190,213</u>	<u>\$ 2,470,213</u>	<u>\$ 77,655</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (238,448)</u>	<u>\$ 11,987</u>	<u>\$ (268,013)</u>	<u>\$ 29,565</u>
Net Change in Fund Balance	\$ (238,448)	\$ 11,987	\$ (268,013)	\$ 29,565
Fund Balance, July 1, 2023	<u>1,612,314</u>	<u>1,007,358</u>	<u>1,007,358</u>	<u>604,956</u>
Fund Balance, June 30, 2024	<u>\$ 1,373,866</u>	<u>\$ 1,019,345</u>	<u>\$ 739,345</u>	<u>\$ 634,521</u>

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Discretely Presented Bledsoe County School Department
 Extended School Program Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Charges for Current Services	\$ 54,775	\$ 102,180	\$ 102,180	\$ (47,405)
Total Revenues	<u>\$ 54,775</u>	<u>\$ 102,180</u>	<u>\$ 102,180</u>	<u>\$ (47,405)</u>
Expenditures				
Instruction				
Regular Instruction Program	\$ 66,820	\$ 105,823	\$ 105,823	\$ 39,003
Total Expenditures	<u>\$ 66,820</u>	<u>\$ 105,823</u>	<u>\$ 105,823</u>	<u>\$ 39,003</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (12,045)</u>	<u>\$ (3,643)</u>	<u>\$ (3,643)</u>	<u>\$ (8,402)</u>
Net Change in Fund Balance	\$ (12,045)	\$ (3,643)	\$ (3,643)	\$ (8,402)
Fund Balance, July 1, 2023	<u>27,086</u>	<u>26,600</u>	<u>26,600</u>	<u>486</u>
Fund Balance, June 30, 2024	<u><u>\$ 15,041</u></u>	<u><u>\$ 22,957</u></u>	<u><u>\$ 22,957</u></u>	<u><u>\$ (7,916)</u></u>

BLEDSON COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Discretely Presented Bledsoe County School Department
 Education Debt Service Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 1,231,894	\$ 570,050	\$ 570,050	\$ 661,844
Licenses and Permits	367	375	375	(8)
State of Tennessee	9,566	10,000	10,000	(434)
Total Revenues	\$ 1,241,827	\$ 580,425	\$ 580,425	\$ 661,402
Expenditures				
Principal on Debt				
Education	\$ 800,000	\$ 800,000	\$ 800,000	0
Interest on Debt				
Education	153,562	153,563	153,563	1
Other Debt Service				
Education	13,685	20,500	20,500	6,815
Total Expenditures	\$ 967,247	\$ 974,063	\$ 974,063	\$ 6,816
Excess (Deficiency) of Revenues Over Expenditures	\$ 274,580	\$ (393,638)	\$ (393,638)	\$ 668,218
Other Financing Sources (Uses)				
Transfers In	\$ 395,000	\$ 395,000	\$ 395,000	0
Total Other Financing Sources	\$ 395,000	\$ 395,000	\$ 395,000	0
Net Change in Fund Balance	\$ 669,580	\$ 1,362	\$ 1,362	\$ 668,218
Fund Balance, July 1, 2023	2,433,107	1,865,220	1,865,220	567,887
Fund Balance, June 30, 2024	\$ 3,102,687	\$ 1,866,582	\$ 1,866,582	\$ 1,236,105

BLEDSON COUNTY INDUSTRIAL DEVELOPMENT CORPORATION BOARD

This section presents combining and individual fund financial statements for the Bledsoe County Industrial Development Corporation Board, a discretely presented component unit. The Industrial Development Corporation Board only uses one fund, a General Fund.

General Fund – The General Fund is used to account for general operations of the Industrial Development Corporation Board.

BLEDSOE COUNTY, TENNESSEE

Statement of Activities

Discretely Presented Bledsoe County Industrial Development Corporation Board

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Total Governmental Activities
Governmental Activities:			
Other Operations	\$ 1,462,447	\$ 18,700	\$ (1,443,747)
Total Governmental Activities	\$ 1,462,447	\$ 18,700	\$ (1,443,747)
General Revenues:			
Unrestricted Investment Earnings			\$ 5,473
Total General Revenues			\$ 5,473
Change in Net Position			\$ (1,438,274)
Net Position, July 1, 2023			12,747,284
Net Position, June 30, 2024			\$ 11,309,010

BLEDSON COUNTY, TENNESSEE

Balance Sheet - Governmental Funds

Discretely Presented Bledsoe County Industrial Development Corporation Board

June 30, 2024

	<u>Major Fund</u>	
	General	Total Governmental Funds
ASSETS		
Cash	\$ 169,770	\$ 169,770
Total Assets	<u>\$ 169,770</u>	<u>\$ 169,770</u>
FUND BALANCES		
Unassigned	<u>\$ 169,770</u>	<u>\$ 169,770</u>
Total Fund Balances	<u>\$ 169,770</u>	<u>\$ 169,770</u>

Exhibit J-3

BLEDSON COUNTY, TENNESSEE

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

Discretely Presented Bledsoe County Industrial Development Corporation Board

June 30, 2024

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)		\$ 169,770
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 216,576	
Add: buildings and improvements net of accumulated depreciation	2,219,256	
Add: other capital assets net of accumulated depreciation	<u>8,703,408</u>	<u>11,139,240</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 11,309,010</u></u>

Exhibit J-4

BLEDSOE COUNTY, TENNESSEE

**Statement of Revenues, Expenditures,
and Changes in Fund Balances - Governmental Funds**

Discretely Presented Bledsoe County Industrial Development Corporation Board

For the Year Ended June 30, 2024

	<u>Major Fund</u>		Total
	General		Governmental Funds
Revenues			
Other Local Revenues	\$ 24,173	\$	24,173
Total Revenues	<u>\$ 24,173</u>	<u>\$</u>	<u>24,173</u>
Expenditures			
Current:			
Other Operations	\$ 21	\$	21
Total Expenditures	<u>\$ 21</u>	<u>\$</u>	<u>21</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 24,152</u>	<u>\$</u>	<u>24,152</u>
Net Change in Fund Balances	\$ 24,152	\$	24,152
Fund Balance, July 1, 2023	<u>145,618</u>		<u>145,618</u>
Fund Balance, June 30, 2024	<u>\$ 169,770</u>	<u>\$</u>	<u>169,770</u>

Exhibit J-5

BLEDSON COUNTY, TENNESSEE

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund
Balances of Governmental Funds to the Statement of Activities**

Discretely Presented Bledsoe County Industrial Development Corporation Board

For the Year Ended June 30, 2024

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)	\$ 24,152
(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:	
Less: current-year depreciation expense	<u>(1,462,426)</u>
Change in net position of governmental activities (Exhibit B)	<u>\$ (1,438,274)</u>

BLEDSON COUNTY, TENNESSEE

Schedule of Revenues, Expenditures, and Changes

in Fund Balance - Actual and Budget

Discretely Presented Bledsoe County Industrial Development Corporation Board

General Fund

For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 24,173	\$ 21,396	\$ 21,396	\$ 2,777
Total Revenues	\$ 24,173	\$ 21,396	\$ 21,396	\$ 2,777
Expenditures				
Other Operations				
Industrial Development	\$ 21	\$ 5,205	\$ 5,205	\$ 5,184
Total Expenditures	\$ 21	\$ 5,205	\$ 5,205	\$ 5,184
Excess (Deficiency) of Revenues Over Expenditures	\$ 24,152	\$ 16,191	\$ 16,191	\$ 7,961
Net Change in Fund Balance	\$ 24,152	\$ 16,191	\$ 16,191	\$ 7,961
Fund Balance, July 1, 2023	145,618	41,779	41,779	103,839
Fund Balance, June 30, 2024	\$ 169,770	\$ 57,970	\$ 57,970	\$ 111,800

MISCELLANEOUS SCHEDULES

BLEDSON COUNTY, TENNESSEE
Schedule of Changes in Long-term Bonds
For the Year Ended June 30, 2024

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-23	Paid and/or Matured During Period	Outstanding 6-30-24
BONDS PAYABLE							
Payable through General Debt Service Fund							
General Obligation Series 2017	\$ 5,500,000	2.0 to 3.25 %	12-7-17	6-1-42	\$ 4,755,000	\$ 195,000	\$ 4,560,000
General Obligation Series 2020	2,070,000	1.25 to 3.0	11-24-20	3-1-40	2,020,000	120,000	1,900,000
General Refunding Series 2016	8,025,000	2.0 to 3.0	4-15-16	6-1-41	6,605,000	300,000	6,305,000
Total Payable through General Debt Service Fund					<u>\$ 13,380,000</u>	<u>\$ 615,000</u>	<u>\$ 12,765,000</u>
Contributions Due by the School Department from the Education Debt Service Fund to the General Debt Service Fund							
General Refunding Series 2020	6,235,000	1.25 to 3.0	11-24-20	3-1-34	\$ 4,560,000	\$ 680,000	\$ 3,880,000
Total Contributions Due by the School Department from the Education Debt Service Fund to the General Debt Service Fund					<u>\$ 4,560,000</u>	<u>\$ 680,000</u>	<u>\$ 3,880,000</u>
Total Bonds Payable					<u>\$ 17,940,000</u>	<u>\$ 1,295,000</u>	<u>\$ 16,645,000</u>

Exhibit K-2

BLEDSOE COUNTY, TENNESSEE
Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 1,255,000	\$ 428,973	\$ 1,683,973
2026	1,265,000	396,272	1,661,272
2027	1,250,000	363,370	1,613,370
2028	1,110,000	330,070	1,440,070
2029	1,085,000	311,071	1,396,071
2030	1,050,000	291,458	1,341,458
2031	990,000	267,093	1,257,093
2032	905,000	244,362	1,149,362
2033	870,000	222,137	1,092,137
2034	885,000	199,587	1,084,587
2035	760,000	176,612	936,612
2036	775,000	155,962	930,962
2037	795,000	133,250	928,250
2038	815,000	109,862	924,862
2039	840,000	85,850	925,850
2040	880,000	61,062	941,062
2041	790,000	35,050	825,050
2042	325,000	10,562	335,562
Total	\$ 16,645,000	\$ 3,822,603	\$ 20,467,603

BLEDSON COUNTY, TENNESSEE
Schedule of Leases Receivable
June 30, 2024

Description	Debtor	Original Amount of Lease	Date of Issue	Date of Maturity	Interest Rate	Balance 7-1-23	Deductions	Balance 6-30-24
PRIMARY GOVERNMENT								
General Fund								
Medical Office	Erlanger Health System	\$ 2,043,689	7-1-22	6-30-37	0 %	\$ 1,907,443	\$ 136,247	\$ 1,771,196
Hospital	Erlanger Health System	800,000	10-1-21	9-30-26	0	520,000	160,000	360,000
Total Leases Receivable						<u>\$ 2,427,443</u>	<u>\$ 296,247</u>	<u>\$ 2,131,196</u>

BLEDSON COUNTY, TENNESSEE

Schedule of Transfers

Discretely Presented Bledsoe County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
General Purpose School	Education Debt Service	Debt retirement	\$ 395,000
School Federal Projects	General Purpose School	Payroll reimbursement	3,102,445
"	"	Indirect costs	<u>304,043</u>
Total Transfers Discretely Presented			
Bledsoe County School Department			<u>\$ 3,801,488</u>

BLEDSON COUNTY, TENNESSEE

Schedule of Salaries and Official Bonds of Principal Officials

Primary Government and Discretely Presented Bledsoe County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 100,157</u>			
Road Superintendent		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 95,388</u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 131,751			
Travel allowance	5,000			
Health, vision and dental insurance premiums	7,681			
Certified equity	843			
Administrative supplement	6,300			
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 152,575</u>			
Trustee		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 86,716</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 86,716</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 86,716</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 86,716</u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 86,716</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 86,716</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary	\$ 95,388			
Law enforcement training supplement	800			
Total compensation	<u>\$ 96,188</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Insurance Pool
Employee Fidelity - Highway Department			400,000	Local Government Insurance Pool
Employee Fidelity - School Department			400,000	Tennessee Risk Management Trust

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

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2024

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 2,965,859	\$ 272,930	\$ 0	\$ 0	\$ 0	\$ 524,736
Trustee's Collections - Prior Year	95,494	10,658	0	0	0	19,790
Circuit Clerk/Clerk and Master Collections - Prior Years	104,669	9,631	0	0	0	18,516
Interest and Penalty	16,396	1,743	0	0	0	3,350
Payments in-Lieu-of Taxes - T.V.A.	8,379	771	0	0	0	1,482
Payments in-Lieu-of Taxes - Local Utilities	3,598	331	0	0	0	636
Payments in-Lieu-of Taxes - Other	4,943	455	0	0	0	874
County Local Option Taxes						
Local Option Sales Tax	275,838	0	0	0	0	0
Hotel/Motel Tax	23,427	0	0	0	0	0
Litigation Tax - General	13,241	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	3,025	0	0	0	0	0
Business Tax	68,529	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	23,706	0
Statutory Local Taxes						
Bank Excise Tax	29,945	2,755	0	0	0	5,297
Wholesale Beer Tax	39,800	0	0	0	0	0
Total Local Taxes	\$ 3,653,143	\$ 299,274	\$ 0	\$ 0	\$ 23,706	\$ 574,681
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 12,870	\$ 1,184	\$ 0	\$ 0	\$ 0	\$ 2,277
Total Licenses and Permits	\$ 12,870	\$ 1,184	\$ 0	\$ 0	\$ 0	\$ 2,277

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 7,017	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	1,492	0	0	0	0	0
Drug Control Fines	0	0	541	0	0	0
Drug Court Fees	383	0	0	0	0	0
Jail Fees	564	0	0	0	0	0
Courtroom Security Fee	140	0	0	0	0	0
General Sessions Court						
Fines	3,613	0	0	0	0	0
Officers Costs	13,678	0	0	0	0	0
Drug Control Fines	0	0	5,330	0	0	0
Drug Court Fees	1,672	0	0	0	0	0
Jail Fees	1,645	0	0	0	0	0
DUI Treatment Fines	1,547	0	0	0	0	0
Data Entry Fee - General Sessions Court	2,502	0	0	0	0	0
Courtroom Security Fee	1,679	0	0	0	0	0
Juvenile Court						
Fines	819	0	0	0	0	0
Officers Costs	851	0	0	0	0	0
Data Entry Fee - Juvenile Court	52	0	0	0	0	0
Chancery Court						
Data Entry Fee - Chancery Court	2,556	0	0	0	0	0
Courtroom Security Fee	597	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	1,206	0	0	0
Other Fines, Forfeitures, and Penalties	0	0	1,000	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 40,807	\$ 0	\$ 8,077	\$ 0	\$ 0	\$ 0

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Charges for Current Services						
General Service Charges						
Surcharge - Waste Tire Disposal	\$ 0	\$ 3,255	\$ 0	\$ 0	\$ 0	\$ 0
Patient Charges	796,611	0	0	0	0	0
Fees						
Copy Fees	928	0	0	0	0	0
Library Fees	407	0	0	0	0	0
Telephone Commissions	43,366	0	0	0	0	0
Additional Fees - Titling and Registration	11,190	0	0	0	0	0
Data Processing Fee - Register	4,362	0	0	0	0	0
Data Processing Fee - Sheriff	66	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	4,800	0	0	0	0	0
Data Processing Fee - County Clerk	1,374	0	0	0	0	0
Vehicle Registration Reinstatement Fees	1,265	0	0	0	0	0
Total Charges for Current Services	\$ 864,369	\$ 3,255	\$ 0	\$ 0	\$ 0	\$ 0
Other Local Revenues						
Recurring Items						
Investment Income	\$ 73,685	\$ 195,015	\$ 0	\$ 32,721	\$ 0	\$ 459,120
Lease/Rentals/PPP	296,247	0	0	0	0	0
Sale of Materials and Supplies	40	0	0	0	0	0
Commissary Sales	4,805	0	0	0	0	0
Sale of Recycled Materials	0	20,111	0	0	0	0
E-Rate Funding	893	0	0	0	0	0
Miscellaneous Refunds	160,159	0	0	14,447	46,907	0
Nonrecurring Items						
Sale of Property	106,935	0	0	0	0	0
Contributions and Gifts	1,046	0	0	0	0	0

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Other Local Revenues (Cont.)						
Other Local Revenues						
Other Local Revenues	\$ 129	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	\$ 643,939	\$ 215,126	\$ 0	\$ 47,168	\$ 46,907	\$ 459,120
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 130,008	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	18,181	0	0	0	0	0
General Sessions Court Clerk	60,709	0	0	0	0	0
Clerk and Master	66,858	0	0	0	0	0
Juvenile Court Clerk	2,489	0	0	0	0	0
Register	56,568	0	0	0	0	0
Sheriff	6,890	0	0	0	0	0
Trustee	196,359	0	0	0	0	0
Total Fees Received From County Officials	\$ 538,062	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Public Safety Grants						
Law Enforcement Training Programs	4,800	0	0	0	0	0
School Resource Officer Grants	375,000	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	132,405	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	1,763,415	0
Litter Program	0	44,200	0	0	0	0

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
State of Tennessee (Cont.)						
Other State Revenues						
Income Tax	\$ 236	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Certificate of Title Fees	6,044	0	0	0	0	0
Alcoholic Beverage Tax	78,933	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	73,858	0	0	0	0	0
State Revenue Sharing - T.V.A.	312,024	28,710	0	0	0	55,197
State Revenue Sharing - Telecommunications	28,141	2,589	0	0	0	4,978
State Shared Sports Gaming Privilege Tax	24,338	0	0	0	0	0
Contracted Prisoner Boarding	1,187,606	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	2,298,400	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	9,302	0
Petroleum Special Tax	0	0	0	0	9,881	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	74,110	0	0	0	0	0
Other State Revenues	3,317	0	0	0	0	0
Total State of Tennessee	\$ 2,324,976	\$ 75,499	\$ 0	\$ 0	\$ 4,080,998	\$ 60,175
Federal Government						
Federal Through State						
USDA - Other	\$ 0	\$ 0	\$ 0	\$ 0	\$ 72,750	\$ 0
Homeland Security Grants	8,223	0	0	0	0	0
Law Enforcement Grants	277,720	0	0	0	0	0
Other Federal through State	33,640	0	0	0	0	0
Direct Federal Revenue						
American Rescue Plan Act Grant #6	0	0	0	2,926,005	0	0
Total Federal Government	\$ 319,583	\$ 0	\$ 0	\$ 2,926,005	\$ 72,750	\$ 0

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	953,562
Other						
Opioid Settlement Funds - Past Remediation	57,310	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 57,310</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>953,562</u>
 Total	 <u>\$ 8,455,059</u>	 <u>\$ 594,338</u>	 <u>\$ 8,077</u>	 <u>\$ 2,973,173</u>	 <u>\$ 4,224,361</u>	 <u>\$ 2,049,815</u>

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	HUD Grant Projects	Total
Local Taxes		
County Property Taxes		
Current Property Tax	\$ 0	\$ 3,763,525
Trustee's Collections - Prior Year	0	125,942
Circuit Clerk/Clerk and Master Collections - Prior Years	0	132,816
Interest and Penalty	0	21,489
Payments in-Lieu-of Taxes - T.V.A.	0	10,632
Payments in-Lieu-of Taxes - Local Utilities	0	4,565
Payments in-Lieu-of Taxes - Other	0	6,272
County Local Option Taxes		
Local Option Sales Tax	0	275,838
Hotel/Motel Tax	0	23,427
Litigation Tax - General	0	13,241
Litigation Tax - Jail, Workhouse, or Courthouse	0	3,025
Business Tax	0	68,529
Mineral Severance Tax	0	23,706
Statutory Local Taxes		
Bank Excise Tax	0	37,997
Wholesale Beer Tax	0	39,800
Total Local Taxes	<u>\$ 0</u>	<u>\$ 4,550,804</u>
Licenses and Permits		
Licenses		
Cable TV Franchise	\$ 0	\$ 16,331
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 16,331</u>

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Capital Projects Fund	
	HUD Grant Projects	Total
Fines, Forfeitures, and Penalties		
Circuit Court		
Fines	\$ 0	\$ 7,017
Officers Costs	0	1,492
Drug Control Fines	0	541
Drug Court Fees	0	383
Jail Fees	0	564
Courtroom Security Fee	0	140
General Sessions Court		
Fines	0	3,613
Officers Costs	0	13,678
Drug Control Fines	0	5,330
Drug Court Fees	0	1,672
Jail Fees	0	1,645
DUI Treatment Fines	0	1,547
Data Entry Fee - General Sessions Court	0	2,502
Courtroom Security Fee	0	1,679
Juvenile Court		
Fines	0	819
Officers Costs	0	851
Data Entry Fee - Juvenile Court	0	52
Chancery Court		
Data Entry Fee - Chancery Court	0	2,556
Courtroom Security Fee	0	597
Other Fines, Forfeitures, and Penalties		
Proceeds from Confiscated Property	0	1,206
Other Fines, Forfeitures, and Penalties	0	1,000
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 48,884

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	HUD Grant Projects	Total
Charges for Current Services		
General Service Charges		
Surcharge - Waste Tire Disposal	\$ 0	\$ 3,255
Patient Charges	0	796,611
Fees		
Copy Fees	0	928
Library Fees	0	407
Telephone Commissions	0	43,366
Additional Fees - Titling and Registration	0	11,190
Data Processing Fee - Register	0	4,362
Data Processing Fee - Sheriff	0	66
Sexual Offender Registration Fee - Sheriff	0	4,800
Data Processing Fee - County Clerk	0	1,374
Vehicle Registration Reinstatement Fees	0	1,265
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 867,624</u>
Other Local Revenues		
Recurring Items		
Investment Income	\$ 0	\$ 760,541
Lease/Rentals/PPP	0	296,247
Sale of Materials and Supplies	0	40
Commissary Sales	0	4,805
Sale of Recycled Materials	0	20,111
E-Rate Funding	0	893
Miscellaneous Refunds	0	221,513
Nonrecurring Items		
Sale of Property	0	106,935
Contributions and Gifts	0	1,046

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Capital Projects Fund	
	HUD Grant Projects	Total
Other Local Revenues (Cont.)		
Other Local Revenues		
Other Local Revenues	\$ 0	\$ 129
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 1,412,260</u>
Fees Received From County Officials		
Fees In-Lieu-of Salary		
County Clerk	\$ 0	\$ 130,008
Circuit Court Clerk	0	18,181
General Sessions Court Clerk	0	60,709
Clerk and Master	0	66,858
Juvenile Court Clerk	0	2,489
Register	0	56,568
Sheriff	0	6,890
Trustee	0	196,359
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 538,062</u>
State of Tennessee		
General Government Grants		
Juvenile Services Program	\$ 0	\$ 9,000
Public Safety Grants		
Law Enforcement Training Programs	0	4,800
School Resource Officer Grants	0	375,000
Health and Welfare Grants		
Health Department Programs	0	132,405
Public Works Grants		
State Aid Program	0	1,763,415
Litter Program	0	44,200

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Capital Projects Fund	
	HUD Grant Projects	Total
State of Tennessee (Cont.)		
Other State Revenues		
Income Tax	\$ 0	\$ 236
Vehicle Certificate of Title Fees	0	6,044
Alcoholic Beverage Tax	0	78,933
Opioid Settlement Funds - TN Abatement Council	0	73,858
State Revenue Sharing - T.V.A.	0	395,931
State Revenue Sharing - Telecommunications	0	35,708
State Shared Sports Gaming Privilege Tax	0	24,338
Contracted Prisoner Boarding	0	1,187,606
Gasoline and Motor Fuel Tax	0	2,298,400
Hybrid/Electric Vehicle Registration Fee	0	9,302
Petroleum Special Tax	0	9,881
Registrar's Salary Supplement	0	15,164
Other State Grants	0	74,110
Other State Revenues	0	3,317
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 6,541,648</u>
Federal Government		
Federal Through State		
USDA - Other	\$ 0	\$ 72,750
Homeland Security Grants	0	8,223
Law Enforcement Grants	0	277,720
Other Federal through State	3,000	36,640
Direct Federal Revenue		
American Rescue Plan Act Grant #6	0	2,926,005
Total Federal Government	<u>\$ 3,000</u>	<u>\$ 3,321,338</u>

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	HUD Grant Projects	Total
<hr/>		
Other Governments and Citizens Groups		
Other Governments		
Contributions	\$ 0	\$ 953,562
Other		
Opioid Settlement Funds - Past Remediation	0	57,310
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 1,010,872</u>
 Total	 <u>\$ 3,000</u>	 <u>\$ 18,307,823</u>

BLEDSOE COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department
For the Year Ended June 30, 2024

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 1,809,005	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	67,898	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	63,832	0	0	0	0
Interest and Penalty	11,550	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	8,943	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	2,310	0	0	0	0
Payments in-Lieu-of Taxes - Other	3,014	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	518,526	0	0	0	0
Mixed Drink Tax	1,500	0	0	0	0
Statutory Local Taxes					
Bank Excise Tax	18,262	0	0	0	0
Total Local Taxes	<u>\$ 2,504,840</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Licenses and Permits					
Licenses					
Marriage Licenses	\$ 551	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	7,733	0	0	0	0
Total Licenses and Permits	<u>\$ 8,284</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Charges for Current Services					
Education Charges					
Tuition - Regular Day Students	\$ 1,000	\$ 0	\$ 0	\$ 0	\$ 0
Lunch Payments - Adults	0	0	41,445	0	0

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
Charges for Current Services (Cont.)					
Education Charges (Cont.)					
A la Carte Sales	\$ 0	\$ 0	\$ 81,690	\$ 0	\$ 0
Community Service Fees - Children	0	0	0	54,775	0
Total Charges for Current Services	\$ 1,000	\$ 0	\$ 123,135	\$ 54,775	\$ 0
Other Local Revenues					
Recurring Items					
Investment Income	\$ 16,741	\$ 0	\$ 27,145	\$ 0	\$ 0
Lease/Rentals/PPP	1,350	0	0	0	0
Miscellaneous Refunds	11,095	0	0	0	0
Nonrecurring Items					
Damages Recovered from Individuals	2,010	0	0	0	0
Contributions and Gifts	6,250	0	0	0	0
Other Local Revenues					
Other Local Revenues	0	0	0	0	625,244
Total Other Local Revenues	\$ 37,446	\$ 0	\$ 27,145	\$ 0	\$ 625,244
State of Tennessee					
General Government Grants					
On-behalf Contributions for OPEB	\$ 36,385	\$ 0	\$ 0	\$ 0	\$ 0
State Education Funds					
Tennessee Investment in Student Achievement	14,152,159	0	0	0	0
TISA - On-behalf Payments	54,965	0	0	0	0
Early Childhood Education	444,837	0	0	0	0
School Food Service	0	0	13,713	0	0

(Continued)

BLEDSON COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Bledsoe County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
State of Tennessee (Cont.)					
State Education Funds (Cont.)					
Other State Education Funds	\$ 135,325	\$ 0	\$ 0	\$ 0	\$ 0
Career Ladder Program	15,994	0	0	0	0
Other Vocational	548,830	0	0	0	0
Other State Revenues					
State Revenue Sharing - T.V.A.	186,458	0	0	0	0
State Revenue Sharing - Telecommunications	15,752	0	0	0	0
Other State Grants	12,200	0	0	0	0
Safe Schools	34,074	0	0	0	0
Other State Revenues	54,953	0	0	0	0
Total State of Tennessee	<u>\$ 15,691,932</u>	<u>\$ 0</u>	<u>\$ 13,713</u>	<u>\$ 0</u>	<u>\$ 0</u>
Federal Government					
Federal Through State					
USDA School Lunch Program	\$ 0	\$ 0	1,042,590	\$ 0	\$ 0
USDA - Commodities	0	0	147,240	0	0
Breakfast	0	0	609,670	0	0
USDA - Other	0	0	190,617	0	0
Vocational Education - Basic Grants to States	86,266	35,984	0	0	0
Title I Grants to Local Education Agencies	0	962,038	0	0	0
Special Education - Grants to States	0	537,379	0	0	0
Special Education Preschool Grants	0	32,355	0	0	0
Rural Education	0	48,479	0	0	0
21st Century Community Learning Centers	160,000	0	0	0	0
Eisenhower Professional Development State Grants	0	112,155	0	0	0

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School
Federal Government (Cont.)					
Federal Through State (Cont.)					
COVID-19 Grant B	\$ 0	\$ 214,406	\$ 0	\$ 0	\$ 0
COVID-19 Grant D	0	111,038	0	0	0
American Rescue Plan Act Grant #1	0	4,158,402	0	0	0
American Rescue Plan Act Grant #2	0	12,379	0	0	0
American Rescue Plan Act Grant #3	0	924	0	0	0
American Rescue Plan Act Grant #4	0	102,498	0	0	0
Other Federal through State	308,819	637,682	0	0	0
Total Federal Government	\$ 555,085	\$ 6,965,719	\$ 1,990,117	\$ 0	\$ 0
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 498,361	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	\$ 498,361	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 19,296,948	\$ 6,965,719	\$ 2,154,110	\$ 54,775	\$ 625,244

(Continued)

BLEDSOE COUNTY, TENNESSEE
Schedule of Detailed Revenues -
 All Governmental Fund Types
Discretely Presented Bledsoe County School Department (Cont.)

	Debt Service Fund	
	Education Debt Service	Total
Local Taxes		
County Property Taxes		
Current Property Tax	\$ 85,857	\$ 1,894,862
Trustee's Collections - Prior Year	3,444	71,342
Circuit Clerk/Clerk and Master Collections - Prior Years	2,808	66,640
Interest and Penalty	548	12,098
Payments in-Lieu-of Taxes - T.V.A.	424	9,367
Payments in-Lieu-of Taxes - Local Utilities	110	2,420
Payments in-Lieu-of Taxes - Other	143	3,157
County Local Option Taxes		
Local Option Sales Tax	1,137,693	1,656,219
Mixed Drink Tax	0	1,500
Statutory Local Taxes		
Bank Excise Tax	867	19,129
Total Local Taxes	<u>\$ 1,231,894</u>	<u>\$ 3,736,734</u>
Licenses and Permits		
Licenses		
Marriage Licenses	\$ 0	\$ 551
Cable TV Franchise	367	8,100
Total Licenses and Permits	<u>\$ 367</u>	<u>\$ 8,651</u>
Charges for Current Services		
Education Charges		
Tuition - Regular Day Students	\$ 0	\$ 1,000
Lunch Payments - Adults	0	41,445

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

	<u>Debt Service Fund</u>	
	Education Debt Service	Total
Charges for Current Services (Cont.)		
Education Charges (Cont.)		
A la Carte Sales	\$ 0	\$ 81,690
Community Service Fees - Children	0	54,775
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 178,910</u>
Other Local Revenues		
Recurring Items		
Investment Income	\$ 0	\$ 43,886
Lease/Rentals/PPP	0	1,350
Miscellaneous Refunds	0	11,095
Nonrecurring Items		
Damages Recovered from Individuals	0	2,010
Contributions and Gifts	0	6,250
Other Local Revenues		
Other Local Revenues	0	625,244
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 689,835</u>
State of Tennessee		
General Government Grants		
On-behalf Contributions for OPEB	\$ 0	\$ 36,385
State Education Funds		
Tennessee Investment in Student Achievement	0	14,152,159
TISA - On-behalf Payments	0	54,965
Early Childhood Education	0	444,837
School Food Service	0	13,713

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

	Debt Service Fund	
	Education Debt Service	Total
State of Tennessee (Cont.)		
State Education Funds (Cont.)		
Other State Education Funds	\$ 0	\$ 135,325
Career Ladder Program	0	15,994
Other Vocational	0	548,830
Other State Revenues		
State Revenue Sharing - T.V.A.	8,849	195,307
State Revenue Sharing - Telecommunications	717	16,469
Other State Grants	0	12,200
Safe Schools	0	34,074
Other State Revenues	0	54,953
Total State of Tennessee	<u>\$ 9,566</u>	<u>\$ 15,715,211</u>
Federal Government		
Federal Through State		
USDA School Lunch Program	\$ 0	\$ 1,042,590
USDA - Commodities	0	147,240
Breakfast	0	609,670
USDA - Other	0	190,617
Vocational Education - Basic Grants to States	0	122,250
Title I Grants to Local Education Agencies	0	962,038
Special Education - Grants to States	0	537,379
Special Education Preschool Grants	0	32,355
Rural Education	0	48,479
21st Century Community Learning Centers	0	160,000
Eisenhower Professional Development State Grants	0	112,155

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

	Debt Service Fund	
	Education Debt Service	Total
Federal Government (Cont.)		
Federal Through State (Cont.)		
COVID-19 Grant B	\$ 0	\$ 214,406
COVID-19 Grant D	0	111,038
American Rescue Plan Act Grant #1	0	4,158,402
American Rescue Plan Act Grant #2	0	12,379
American Rescue Plan Act Grant #3	0	924
American Rescue Plan Act Grant #4	0	102,498
Other Federal through State	0	946,501
Total Federal Government	<u>\$ 0</u>	<u>\$ 9,510,921</u>
Other Governments and Citizens Groups		
Other Governments		
Contributions	\$ 0	\$ 498,361
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 498,361</u>
Total	<u>\$ 1,241,827</u>	<u>\$ 30,338,623</u>

BLEDSON COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Bledsoe County Industrial Development Corporation Board

For the Year Ended June 30, 2024

	General	Total
Other Local Revenues		
Recurring Items		
Investment Income	\$ 5,473	\$ 5,473
Lease/Rentals/PPP	18,700	18,700
Total Other Local Revenues	<u>\$ 24,173</u>	<u>\$ 24,173</u>
Total	<u>\$ 24,173</u>	<u>\$ 24,173</u>

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2024

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	78,823	
Social Security		4,184	
Pensions		2,588	
Medical Insurance		19,278	
Employer Medicare		979	
Audit Services		6,413	
Dues and Memberships		1,350	
Legal Notices, Recording, and Court Costs		1,050	
Postal Charges		962	
Total County Commission			\$ 115,627

Board of Equalization

Board and Committee Members Fees	\$	225	
Total Board of Equalization			225

County Mayor/Executive

County Official/Administrative Officer	\$	100,157	
Accountants/Bookkeepers		70,145	
Social Security		10,209	
Pensions		12,040	
Life Insurance		91	
Medical Insurance		11,898	
Employer Medicare		2,388	
Communication		2,289	
Data Processing Services		24,884	
Dues and Memberships		1,585	
Maintenance Agreements		1,146	
Postal Charges		1,500	
Rentals		118	
Travel		2,486	
Office Supplies		1,722	
Total County Mayor/Executive			242,658

County Attorney

Legal Services	\$	9,820	
Total County Attorney			9,820

Election Commission

County Official/Administrative Officer	\$	73,709	
Secretary(ies)		7,838	
Election Commission		3,600	
Election Workers		15,492	
Social Security		4,131	
Pensions		5,211	
Life Insurance		32	
Medical Insurance		6,000	
Employer Medicare		966	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Communication	\$	766	
Legal Notices, Recording, and Court Costs		2,712	
Maintenance Agreements		861	
Postal Charges		1,007	
Rentals		82	
Data Processing Supplies		22,813	
Office Supplies		1,455	
Total Election Commission			\$ 146,675

Register of Deeds

County Official/ Administrative Officer	\$	86,716	
Clerical Personnel		31,039	
Social Security		7,219	
Pensions		8,325	
Life Insurance		64	
Medical Insurance		5,949	
Employer Medicare		1,688	
Communication		697	
Data Processing Services		4,497	
Dues and Memberships		788	
Maintenance Agreements		860	
Postal Charges		132	
Rentals		82	
Office Supplies		18,864	
Total Register of Deeds			166,920

County Buildings

Custodial Personnel	\$	28,390	
Social Security		1,633	
Pensions		2,007	
Life Insurance		32	
Medical Insurance		5,949	
Employer Medicare		382	
Communication		2,355	
Maintenance and Repair Services - Buildings		69,882	
Other Contracted Services		1,713	
Custodial Supplies		4,055	
Electricity		24,932	
Water and Sewer		5,068	
Other Supplies and Materials		99	
Total County Buildings			146,497

Other General Administration

Other Salaries and Wages	\$	17,470	
Social Security		999	
Unemployment Compensation		2,135	
Employer Medicare		234	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Other General Administration (Cont.)

Contributions	\$	97,225	
Dues and Memberships		1,228	
Other Contracted Services		11,361	
Office Supplies		487	
Other Supplies and Materials		5,673	
Building and Contents Insurance		174,687	
Trustee's Commission		73,100	
Workers' Compensation Insurance		72,514	
Liability Claims		3,000	
Total Other General Administration			\$ 460,113

Finance

Property Assessor's Office

County Official/Administrative Officer	\$	86,716	
Deputy(ies)		37,035	
Clerical Personnel		16,511	
Social Security		7,771	
Pensions		7,945	
Life Insurance		61	
Medical Insurance		6,000	
Employer Medicare		1,818	
Communication		1,361	
Contracts with Government Agencies		5,299	
Data Processing Services		5,254	
Maintenance Agreements		908	
Maintenance and Repair Services - Vehicles		97	
Postal Charges		246	
Rentals		84	
Other Contracted Services		2,376	
Gasoline		341	
Office Supplies		2,813	
Total Property Assessor's Office			182,636

County Trustee's Office

County Official/Administrative Officer	\$	86,716	
Deputy(ies)		26,800	
Social Security		7,025	
Pensions		8,026	
Life Insurance		59	
Employer Medicare		1,643	
Communication		1,479	
Data Processing Services		20,936	
Dues and Memberships		798	
Legal Notices, Recording, and Court Costs		160	
Maintenance Agreements		436	
Postal Charges		858	
Rentals		84	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Data Processing Supplies	\$	331	
Office Supplies		2,676	
Total County Trustee's Office			\$ 158,027

County Clerk's Office

County Official/Administrative Officer	\$	86,716	
Deputy(ies)		33,825	
Part-time Personnel		2,490	
Bonus Payments		7,500	
Social Security		7,909	
Pensions		8,522	
Life Insurance		64	
Medical Insurance		5,949	
Employer Medicare		1,850	
Communication		1,404	
Dues and Memberships		788	
Maintenance Agreements		436	
Postal Charges		5,000	
Rentals		82	
Data Processing Supplies		8,967	
Office Supplies		3,352	
Total County Clerk's Office			174,854

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	86,716	
Deputy(ies)		83,753	
Jury and Witness Expense		4,335	
Social Security		10,384	
Pensions		11,267	
Life Insurance		128	
Medical Insurance		11,898	
Employer Medicare		2,428	
Communication		3,698	
Data Processing Services		15,720	
Dues and Memberships		688	
Maintenance Agreements		860	
Postal Charges		795	
Other Contracted Services		975	
Office Supplies		1,389	
Total Circuit Court			235,034

General Sessions Court

Judge(s)	\$	119,717	
Social Security		7,422	
Pensions		8,464	
Employer Medicare		1,736	
Total General Sessions Court			137,339

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court

County Official/Administrative Officer	\$	86,716	
Deputy(ies)		60,976	
Social Security		9,106	
Pensions		10,442	
Life Insurance		96	
Medical Insurance		11,898	
Employer Medicare		2,130	
Communication		1,404	
Data Processing Services		9,562	
Dues and Memberships		1,063	
Legal Notices, Recording, and Court Costs		360	
Maintenance Agreements		860	
Postal Charges		3,999	
Rentals		118	
Travel		384	
Data Processing Supplies		499	
Office Supplies		4,085	
Other Charges		63,848	
Total Chancery Court			\$ 267,546

Juvenile Court

Social Workers	\$	34,737	
In-service Training		425	
Social Security		2,117	
Pensions		2,456	
Life Insurance		32	
Employer Medicare		495	
Communication		731	
Maintenance Agreements		436	
Travel		566	
Office Supplies		591	
Total Juvenile Court			42,586

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	95,388	
Deputy(ies)		441,767	
Youth Service Officer(s)		287,684	
Salary Supplements		4,800	
Overtime Pay		132,984	
In-service Training		4,630	
Social Security		58,790	
Pensions		64,538	
Life Insurance		510	
Medical Insurance		53,622	
Employer Medicare		13,749	
Dues and Memberships		1,500	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Maintenance Agreements	\$	932	
Maintenance and Repair Services - Vehicles		32,580	
Towing Services		3,900	
Travel		490	
Gasoline		63,564	
Office Supplies		1,131	
Uniforms		6,004	
Other Supplies and Materials		6,087	
Law Enforcement Equipment		8,465	
Motor Vehicles		190,245	
Total Sheriff's Department			\$ 1,473,360

Jail

Supervisor/Director	\$	59,296	
Guards		861,929	
Cafeteria Personnel		48,984	
Maintenance Personnel		14,826	
Part-time Personnel		19,013	
Overtime Pay		77,816	
Social Security		65,739	
Pensions		66,527	
Life Insurance		644	
Medical Insurance		65,522	
Employer Medicare		15,374	
Communication		11,425	
Medical and Dental Services		79,616	
Postal Charges		82	
Travel		474	
Other Contracted Services		47,597	
Custodial Supplies		15,586	
Drugs and Medical Supplies		8,952	
Electricity		57,922	
Food Supplies		171,417	
Natural Gas		16,262	
Office Supplies		4,500	
Prisoners Clothing		2,951	
Uniforms		459	
Water and Sewer		29,461	
Other Supplies and Materials		36,618	
Other Charges		287,725	
Total Jail			2,066,717

Fire Prevention and Control

Contributions	\$	66,000	
Other Supplies and Materials		11,117	
Other Charges		1,500	
Total Fire Prevention and Control			78,617

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Rescue Squad

Contributions	\$ 7,000	
Total Rescue Squad		\$ 7,000

Other Emergency Management

Supervisor/Director	\$ 11,278	
Social Security	699	
Employer Medicare	164	
Communication	2,019	
Dues and Memberships	405	
Diesel Fuel	728	
Other Supplies and Materials	1,314	
Total Other Emergency Management		16,607

County Coroner/Medical Examiner

Medical and Dental Services	\$ 24,487	
Travel	3,764	
Total County Coroner/Medical Examiner		28,251

Public Health and Welfare

Local Health Center

Secretary(ies)	\$ 5,600	
Social Security	347	
Employer Medicare	81	
Communication	3,628	
Contracts with Government Agencies	8,720	
Dues and Memberships	375	
Other Contracted Services	8,645	
Electricity	7,550	
Utilities	1,506	
Total Local Health Center		36,452

Ambulance/Emergency Medical Services

Supervisor/Director	\$ 72,117	
Medical Personnel	382,524	
Part-time Personnel	34,797	
Overtime Pay	310,744	
In-service Training	574	
Social Security	59,547	
Pensions	51,690	
Life Insurance	384	
Medical Insurance	107,787	
Communication	4,191	
Consultants	49,367	
Dues and Memberships	605	
Licenses	1,500	
Maintenance and Repair Services - Vehicles	65,715	
Travel	535	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Other Contracted Services	\$	20,920	
Drugs and Medical Supplies		32,043	
Electricity		8,931	
Gasoline		52,525	
Office Supplies		2,499	
Uniforms		395	
Water and Sewer		2,343	
Other Supplies and Materials		1,383	
Refunds		4,647	
Vehicle and Equipment Insurance		4,000	
Workers' Compensation Insurance		13,000	
Other Charges		965	
Communication Equipment		2,027	
Motor Vehicles		116,945	
Health Equipment		9,419	
Total Ambulance/Emergency Medical Services			\$ 1,414,119

Other Local Health Services

Medical Personnel	\$	46,151	
Clerical Personnel		51,217	
Social Security		5,859	
Pensions		6,884	
Medical Insurance		11,971	
Employer Medicare		1,370	
Travel		8,963	
Total Other Local Health Services			132,415

General Welfare Assistance

Contributions	\$	2,237	
Total General Welfare Assistance			2,237

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	4,500	
Total Senior Citizens Assistance			4,500

Libraries

Assistant(s)	\$	26,250	
Librarians		40,482	
Social Security		3,780	
Pensions		4,718	
Life Insurance		37	
Medical Insurance		10,438	
Employer Medicare		884	
Communication		2,500	
Dues and Memberships		30	
Postal Charges		182	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Travel	\$	76	
Other Contracted Services		1,645	
Data Processing Supplies		3,202	
Electricity		2,014	
Library Books/Media		708	
Water and Sewer		2,515	
Other Supplies and Materials		793	
Total Libraries			\$ 100,254

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$	69,490	
Social Security		4,130	
Pensions		14,944	
Medical Insurance		5,346	
Unemployment Compensation		3	
Employer Medicare		752	
Communication		2,144	
Dues and Memberships		400	
Rentals		780	
Transportation - Other than Students		4,800	
Other Supplies and Materials		4,900	
Workers' Compensation Insurance		47	
Total Agricultural Extension Service			107,736

Soil Conservation

Contributions	\$	6,500	
Total Soil Conservation			6,500

Other Operations

Tourism

Other Charges	\$	27,656	
Total Tourism			27,656

Other Economic and Community Development

Contracts with Other Public Agencies	\$	3,132	
Total Other Economic and Community Development			3,132

Veterans' Services

Supervisor/Director	\$	8,258	
Social Security		512	
Pensions		428	
Life Insurance		9	
Employer Medicare		120	
Communication		1,183	
Maintenance Agreements		449	
Travel		381	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Electricity	\$	1,322	
Office Supplies		203	
Water and Sewer		1,397	
Total Veterans' Services			\$ 14,262

Contributions to Other Agencies

Contributions	\$	67,000	
Total Contributions to Other Agencies			67,000

COVID-19 Grant #1

Other Supplies and Materials	\$	3,555	
Land		20,000	
Total COVID-19 Grant #1			23,555

Total General Fund \$ 8,096,927

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Truck Drivers	\$	40,605	
Other Salaries and Wages		116,993	
Social Security		7,251	
Pensions		42	
Employer Medicare		1,696	
Communication		2,919	
Maintenance and Repair Services - Buildings		900	
Other Contracted Services		140,841	
Diesel Fuel		22,823	
Electricity		5,035	
Equipment and Machinery Parts		23,455	
Water and Sewer		598	
Other Supplies and Materials		1,617	
Building and Contents Insurance		6,000	
Refunds		213	
Trustee's Commission		6,189	
Vehicle and Equipment Insurance		6,000	
Workers' Compensation Insurance		5,700	
Solid Waste Equipment		16,682	
Other Construction		3,400	
Total Convenience Centers			\$ 408,959

Landfill Operation and Maintenance

Contracts for Landfill Facilities	\$	14,164	
Total Landfill Operation and Maintenance			14,164

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)

Highways

Litter and Trash Collection

Education Media Personnel	\$	8,840	
Clerical Personnel		4,700	
Other Salaries and Wages		37,680	
Social Security		2,560	
Pensions		2,639	
Life Insurance		64	
Medical Insurance		5,738	
Employer Medicare		599	
Other Supplies and Materials		11,390	
Total Litter and Trash Collection			\$ 74,210

Total Solid Waste/Sanitation Fund \$ 497,333

Drug Control Fund

Public Safety

Sheriff's Department

Other Supplies and Materials	\$	750	
Total Sheriff's Department			\$ 750

Drug Enforcement

Trustee's Commission	\$	61	
Total Drug Enforcement			61

Total Drug Control Fund 811

Other General Government Special Revenue Fund

Capital Projects

Public Health and Welfare Projects

Other Capital Outlay	\$	1,349,269	
Total Public Health and Welfare Projects			\$ 1,349,269

Total Other General Government Special Revenue Fund 1,349,269

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	95,388	
Assistant(s)		44,606	
Data Processing Personnel		41,220	
Secretary(ies)		22,617	
Communication		6,846	
Data Processing Services		13,116	
Dues and Memberships		4,720	
Legal Notices, Recording, and Court Costs		20	
Maintenance and Repair Services - Office Equipment		451	
Postal Charges		601	
Travel		1,399	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Other Contracted Services	\$	1,383	
Electricity		5,590	
Office Supplies		1,400	
Propane Gas		738	
Uniforms		3,217	
Water and Sewer		2,695	
Other Supplies and Materials		1,368	
Other Charges		2,939	
Total Administration			\$ 250,314

Highway and Bridge Maintenance

Equipment Operators	\$	153,085	
Truck Drivers		90,550	
Laborers		213,936	
Overtime Pay		27,098	
Freight Expenses		75	
Other Contracted Services		6,470	
Asphalt		191,935	
Asphalt - Cold Mix		20,000	
Concrete		229	
Crushed Stone		222,472	
Other Road Materials		1,509	
Pipe - Metal		30,406	
Propane Gas		74	
Road Signs		881	
Wood Products		142	
Other Supplies and Materials		2,710	
Other Charges		350	
Total Highway and Bridge Maintenance			961,922

Operation and Maintenance of Equipment

Mechanic(s)	\$	100	
Nightwatchmen		46,639	
Freight Expenses		958	
Maintenance and Repair Services - Equipment		14,028	
Maintenance and Repair Services - Vehicles		15,064	
Other Contracted Services		1,544	
Diesel Fuel		86,300	
Equipment and Machinery Parts		47,540	
Garage Supplies		6,698	
Gasoline		32,000	
Lubricants		12,000	
Small Tools		946	
Tires and Tubes		8,073	
Other Supplies and Materials		1,985	
Other Charges		342	
Total Operation and Maintenance of Equipment			274,217

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Licenses	\$	90	
Rentals		4,500	
Other Contracted Services		1,645	
Building and Contents Insurance		5,631	
Liability Insurance		5,435	
Trustee's Commission		23,369	
Vehicle and Equipment Insurance		19,388	
Workers' Compensation Insurance		59,157	
Total Other Charges			\$ 119,215

Employee Benefits

Social Security	\$	56,401	
Pensions		40,552	
Employee and Dependent Insurance		151,677	
Unemployment Compensation		4,016	
Other Fringe Benefits		457	
Total Employee Benefits			253,103

Capital Outlay

Building Improvements	\$	111	
Highway Construction		96,915	
Highway Equipment		48,211	
State Aid Projects		1,766,423	
Total Capital Outlay			1,911,660

Total Highway/Public Works Fund \$ 3,770,431

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	495,000	
Total General Government			\$ 495,000

Education

Principal on Bonds	\$	800,000	
Total Education			800,000

Interest on Debt

General Government

Interest on Bonds	\$	309,310	
Total General Government			309,310

Education

Interest on Bonds	\$	153,562	
Total Education			153,562

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Other Debt Service

General Government

Fiscal Agent Charges \$ 1,000

Refunds 409

Trustee's Commission 11,903

Total General Government \$ 13,312

Total General Debt Service Fund \$ 1,771,184

Community Development/Industrial Park Fund

Capital Projects

Public Health and Welfare Projects

Other Capital Outlay \$ 241,259

Total Public Health and Welfare Projects \$ 241,259

Total Community Development/Industrial Park Fund 241,259

HUD Grant Projects Fund

Capital Projects

Public Health and Welfare Projects

Other Contracted Services \$ 3,000

Total Public Health and Welfare Projects \$ 3,000

Total HUD Grant Projects Fund 3,000

Total Governmental Funds - Primary Government \$ 15,730,214

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bledsoe County School Department
For the Year Ended June 30, 2024

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	4,561,044	
Career Ladder Program		6,620	
Homebound Teachers		1,825	
Educational Assistants		171,269	
Certified Substitute Teachers		11,462	
Non-certified Substitute Teachers		79,175	
Social Security		280,200	
Pensions		345,550	
Life Insurance		4,185	
Medical Insurance		708,823	
Employer Medicare		66,122	
Instructional Supplies and Materials		76,437	
Textbooks - Bound		143,708	
Other Supplies and Materials		7,108	
TISA - On-behalf Payments		25,859	
Other Charges		38	
Regular Instruction Equipment		9,562	
Total Regular Instruction Program			\$ 6,498,987

Alternative Instruction Program

Teachers	\$	79,146	
Social Security		4,492	
Pensions		6,292	
Medical Insurance		16,495	
Employer Medicare		1,051	
Total Alternative Instruction Program			107,476

Special Education Program

Teachers	\$	842,612	
Career Ladder Program		2,000	
Homebound Teachers		1,550	
Educational Assistants		301,727	
Speech Pathologist		58,210	
Social Security		68,213	
Pensions		86,179	
Medical Insurance		245,021	
Employer Medicare		16,215	
Maintenance and Repair Services - Equipment		1,533	
Other Contracted Services		11,997	
Instructional Supplies and Materials		10,159	
Other Supplies and Materials		4,789	
TISA - On-behalf Payments		29,106	
Special Education Equipment		1,670	
Total Special Education Program			1,680,981

(Continued)

BLED SOE COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program

Teachers	\$	493,861	
Career Ladder Program		2,000	
Non-certified Substitute Teachers		10,650	
Social Security		30,406	
Pensions		36,491	
Medical Insurance		47,618	
Employer Medicare		7,111	
Instructional Supplies and Materials		76,845	
Other Supplies and Materials		12,024	
Vocational Instruction Equipment		241,156	
Total Career and Technical Education Program			\$ 958,162

Support Services

Attendance

Supervisor/Director	\$	45,658	
Career Ladder Program		500	
Other Salaries and Wages		18,205	
Social Security		2,688	
Pensions		3,143	
Medical Insurance		7,002	
Employer Medicare		893	
Data Processing Services		11,958	
Postal Charges		408	
Travel		159	
Other Supplies and Materials		8,467	
In Service/Staff Development		7,277	
Attendance Equipment		2,995	
Total Attendance			109,353

Health Services

Supervisor/Director	\$	64,420	
Medical Personnel		237,776	
Other Salaries and Wages		41,282	
Social Security		20,880	
Pensions		24,164	
Medical Insurance		15,874	
Employer Medicare		4,883	
Communication		2,167	
Travel		1,237	
Other Contracted Services		7,569	
Other Supplies and Materials		14,666	
In Service/Staff Development		5,678	
Health Equipment		2,002	
Total Health Services			442,598

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support

Guidance Personnel	\$	203,470	
Other Salaries and Wages		29,248	
Social Security		13,853	
Pensions		15,920	
Medical Insurance		24,057	
Employer Medicare		3,240	
Evaluation and Testing		5,236	
Travel		974	
Other Contracted Services		5,250	
Other Supplies and Materials		7,347	
In Service/Staff Development		9,766	
Other Charges		2,356	
Other Equipment		45,322	
Other Capital Outlay		3,600	
Total Other Student Support			\$ 369,639

Regular Instruction Program

Supervisor/Director	\$	18,682	
Librarians		61,396	
Other Salaries and Wages		65,701	
Social Security		8,607	
Pensions		10,134	
Medical Insurance		14,020	
Employer Medicare		2,013	
Maintenance and Repair Services - Equipment		2,965	
Travel		3,591	
Library Books/Media		2,331	
In Service/Staff Development		10,376	
Other Charges		9,375	
Total Regular Instruction Program			209,191

Special Education Program

Supervisor/Director	\$	80,436	
Psychological Personnel		68,279	
Assessment Personnel		75,733	
Secretary(ies)		4,083	
Social Security		13,542	
Pensions		16,491	
Medical Insurance		27,412	
Employer Medicare		3,167	
Communication		5,500	
Travel		1,770	
Other Contracted Services		182,529	
Other Supplies and Materials		6,559	
In Service/Staff Development		9,912	
Total Special Education Program			495,413

(Continued)

BLEDSON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program

Maintenance and Repair Services - Equipment	\$	775	
In Service/Staff Development		1,083	
Total Career and Technical Education Program			\$ 1,858

Technology

Supervisor/Director	\$	47,027	
Other Salaries and Wages		57,204	
Social Security		6,166	
Pensions		7,247	
Medical Insurance		13,653	
Employer Medicare		1,442	
Communication		14,380	
Internet Connectivity		70,430	
Travel		163	
Other Supplies and Materials		6,410	
In Service/Staff Development		1,261	
Other Charges		15,020	
Other Equipment		70,269	
Total Technology			310,672

Other Programs

On-behalf Payments to OPEB	\$	36,385	
Internet Connectivity		279,636	
Other Equipment		121,500	
Total Other Programs			437,521

Board of Education

Board and Committee Members Fees	\$	41,375	
Social Security		2,368	
Pensions		1,315	
Medical Insurance		9,547	
Unemployment Compensation		9,656	
Employer Medicare		554	
Audit Services		6,000	
Dues and Memberships		10,365	
Legal Services		41,743	
Office Supplies		299	
Other Supplies and Materials		539	
Liability Insurance		155,641	
Trustee's Commission		65,294	
Workers' Compensation Insurance		77,882	
In Service/Staff Development		7,468	
Refund to Applicant for Criminal Investigation		5,577	
Other Charges		5,971	
Total Board of Education			441,594

(Continued)

BLEDSON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools

County Official/Administrative Officer	\$	151,575	
Career Ladder Program		1,000	
Social Security		8,997	
Pensions		10,390	
Medical Insurance		16,379	
Employer Medicare		2,104	
Communication		15,610	
Dues and Memberships		2,178	
Maintenance and Repair Services - Equipment		550	
Postal Charges		1,651	
Travel		175	
Office Supplies		327	
Other Supplies and Materials		300	
In Service/Staff Development		19,882	
Other Charges		1,071	
Administration Equipment		2,341	
Total Director of Schools			\$ 234,530

Office of the Principal

Principals	\$	518,683	
Career Ladder Program		1,000	
Accountants/Bookkeepers		800	
Assistant Principals		73,383	
Secretary(ies)		281,873	
Social Security		51,077	
Pensions		61,272	
Medical Insurance		140,762	
Employer Medicare		11,941	
Communication		2,398	
Other Charges		10,948	
Administration Equipment		1,125	
Total Office of the Principal			1,155,262

Fiscal Services

Supervisor/Director	\$	65,869	
Accountants/Bookkeepers		105,663	
Other Salaries and Wages		1,200	
Social Security		9,864	
Pensions		12,212	
Medical Insurance		32,587	
Employer Medicare		2,307	
Data Processing Services		26,818	
Travel		242	
Office Supplies		1,490	
In Service/Staff Development		247	
Administration Equipment		1,107	
Total Fiscal Services			259,606

(Continued)

BLEDSON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Operation of Plant

Custodial Personnel	\$	416,292	
Social Security		23,568	
Pensions		28,585	
Medical Insurance		105,614	
Employer Medicare		5,512	
Other Contracted Services		127,556	
Custodial Supplies		105,694	
Electricity		339,184	
Natural Gas		30,458	
Water and Sewer		59,420	
Other Supplies and Materials		15,843	
Plant Operation Equipment		10,002	
Total Operation of Plant			\$ 1,267,728

Maintenance of Plant

Supervisor/Director	\$	42,873	
Maintenance Personnel		120,860	
Social Security		9,292	
Pensions		11,464	
Medical Insurance		40,587	
Employer Medicare		2,173	
Dues and Memberships		475	
Maintenance and Repair Services - Buildings		103,403	
Maintenance and Repair Services - Equipment		16,478	
Travel		174	
Other Contracted Services		14,948	
Other Supplies and Materials		11,190	
In Service/Staff Development		2,440	
Administration Equipment		42,334	
Maintenance Equipment		38,206	
Total Maintenance of Plant			456,897

Transportation

Supervisor/Director	\$	44,114	
Mechanic(s)		82,778	
Bus Drivers		353,276	
Other Salaries and Wages		73,022	
Social Security		33,198	
Pensions		38,133	
Medical Insurance		28,525	
Employer Medicare		7,909	
Maintenance and Repair Services - Vehicles		17,252	
Medical and Dental Services		3,005	
Other Contracted Services		9,738	
Diesel Fuel		93,682	
Gasoline		3,432	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Lubricants	\$	4,366	
Tires and Tubes		15,180	
Vehicle Parts		34,144	
Other Supplies and Materials		6,181	
In Service/Staff Development		4,588	
Other Charges		123	
Transportation Equipment		174,330	
Total Transportation			\$ 1,026,976

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	18,250	
Teachers		48,929	
Clerical Personnel		9,024	
Educational Assistants		26,216	
Other Salaries and Wages		95,450	
Social Security		10,640	
Pensions		12,800	
Medical Insurance		11,482	
Employer Medicare		2,739	
Communication		3,891	
Travel		602	
Food Supplies		1,114	
Instructional Supplies and Materials		24,796	
Other Supplies and Materials		5,790	
In Service/Staff Development		2,060	
Other Charges		5,947	
Total Community Services			279,730

Early Childhood Education

Supervisor/Director	\$	14,607	
Teachers		210,514	
Educational Assistants		77,836	
Other Salaries and Wages		5,107	
Social Security		17,975	
Pensions		22,616	
Medical Insurance		57,009	
Employer Medicare		4,132	
Retirement - Hybrid Stabilization		45	
Communication		2,585	
Instructional Supplies and Materials		8,940	
Other Supplies and Materials		1,840	
In Service/Staff Development		2,320	
Other Charges		1,028	
Total Early Childhood Education			426,554

(Continued)

BLEDSON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Bledsoe County School Department (Cont.)

General Purpose School Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Building Construction	\$	154,719	
Building Improvements		45,037	
Other Capital Outlay		99,994	
Total Regular Capital Outlay			\$ 299,750

Total General Purpose School Fund

\$ 17,470,478

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	530,137	
Educational Assistants		140,751	
Part-time Personnel		1,470	
Non-certified Substitute Teachers		6,750	
Social Security		40,544	
Pensions		43,631	
Medical Insurance		105,686	
Employer Medicare		9,300	
Instructional Supplies and Materials		93,716	
Textbooks - Bound		23,236	
Software		29,514	
Other Supplies and Materials		41,414	
Regular Instruction Equipment		54,175	
Total Regular Instruction Program			\$ 1,120,324

Special Education Program

Educational Assistants	\$	307,070	
Non-certified Substitute Teachers		1,650	
Social Security		17,384	
Pensions		21,710	
Medical Insurance		90,044	
Employer Medicare		4,066	
Instructional Supplies and Materials		37,945	
Special Education Equipment		2,088	
Total Special Education Program			481,957

Career and Technical Education Program

Maintenance and Repair Services - Equipment	\$	977	
Instructional Supplies and Materials		8,043	
Other Supplies and Materials		306	
Vocational Instruction Equipment		13,492	
Total Career and Technical Education Program			22,818

Support Services

Attendance

Other Salaries and Wages	\$	38,424	
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(Continued)

BLEDSON COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types**

Discretely Presented Bledsoe County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Social Security	\$	2,339	
Pensions		2,717	
Medical Insurance		2,426	
Employer Medicare		547	
Total Attendance			\$ 46,453

Other Student Support

Supervisor/Director	\$	76,848	
Social Workers		169,539	
Other Salaries and Wages		140,805	
Social Security		22,315	
Pensions		27,741	
Medical Insurance		76,356	
Employer Medicare		5,220	
Communication		3,575	
Travel		7,939	
Other Contracted Services		188	
Other Supplies and Materials		66,814	
In Service/Staff Development		15,258	
Other Charges		4,276	
Other Equipment		6,478	
Total Other Student Support			623,352

Regular Instruction Program

Supervisor/Director	\$	190,573	
Clerical Personnel		16,729	
Other Salaries and Wages		187,218	
Social Security		19,762	
Pensions		25,509	
Medical Insurance		79,953	
Employer Medicare		5,171	
Consultants		35,433	
Travel		2,836	
Other Contracted Services		144,050	
Other Supplies and Materials		4,493	
In Service/Staff Development		143,126	
Other Equipment		57,131	
Total Regular Instruction Program			911,984

Special Education Program

Psychological Personnel	\$	47,219	
Social Security		2,129	
Pensions		2,462	
Medical Insurance		6,408	
Employer Medicare		659	
Evaluation and Testing		990	

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Other Supplies and Materials	\$ 7,739	
In Service/Staff Development	18,575	
Total Special Education Program		\$ 86,181

Career and Technical Education Program

Travel	\$ 31	
In Service/Staff Development	1,228	
Total Career and Technical Education Program		1,259

Technology

Other Contracted Services	\$ 10,570	
Total Technology		10,570

Office of the Principal

Assistant Principals	\$ 90,998	
Social Security	5,517	
Pensions	7,012	
Medical Insurance	6,773	
Employer Medicare	1,290	
Total Office of the Principal		111,590

Transportation

Other Salaries and Wages	\$ 127,651	
Social Security	7,861	
Pensions	6,303	
Medical Insurance	1,815	
Employer Medicare	1,838	
Contracts with Parents	74	
Total Transportation		145,542

Total School Federal Projects Fund \$ 3,562,030

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 58,479
Cafeteria Personnel	593,998
Other Salaries and Wages	7,339
Social Security	37,582
Pensions	41,421
Medical Insurance	135,003
Employer Medicare	8,938
Communication	2,767
Maintenance and Repair Services - Equipment	101,567
Travel	1,327
Other Contracted Services	24,153

(Continued)

BLEDSON COUNTY, TENNESSEE

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Bledsoe County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Food Preparation Supplies	\$	109,003	
Food Supplies		1,020,359	
Office Supplies		12,332	
USDA - Commodities		147,240	
In Service/Staff Development		15,935	
Other Charges		2,624	
Food Service Equipment		72,491	
Total Food Service			\$ 2,392,558

Total Central Cafeteria Fund \$ 2,392,558

Extended School Program Fund

Instruction

Regular Instruction Program

Educational Assistants	\$	52,299	
Non-certified Substitute Teachers		1,818	
Social Security		3,338	
Pensions		3,698	
Medical Insurance		3,707	
Employer Medicare		781	
Other Supplies and Materials		1,179	
Total Regular Instruction Program			\$ 66,820

Total Extended School Program Fund 66,820

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$	590,202	
Total Community Services			\$ 590,202

Total Internal School Fund 590,202

Education Debt Service Fund

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$	800,000	
Total Education			\$ 800,000

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$	153,562	
Total Education			153,562

(Continued)

BLEDSON COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
 Discretely Presented Bledsoe County School Department (Cont.)

Education Debt Service Fund (Cont.)

Other Debt Service

Education

Fiscal Agent Charges

\$ 500

Trustee's Commission

13,185

Total Education

\$ 13,685

Total Education Debt Service Fund

\$ 967,247

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Architects

\$ 14,640

Other Capital Outlay

371,426

Total Education Capital Projects

\$ 386,066

Total Education Capital Projects Fund

386,066

Total Governmental Funds - Bledsoe County School Department

\$ 25,435,401

BLEDSON COUNTY, TENNESSEE

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Bledsoe County Industrial Development Corporation Board

For the Year Ended June 30, 2024

General Fund

Other Operations

Industrial Development

Other Charges

\$ 21

Total Industrial Development

\$ 21

Total General Fund

\$ 21

Total Governmental Funds - Bledsoe County Industrial Development Corporation Board

\$ 21

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's 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*

Bledsoe County Mayor and
Board of County Commissioners
Bledsoe 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 Bledsoe County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Bledsoe County's basic financial statements as listed in the table of contents, and have issued our report thereon dated February 4, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of Bledsoe County School Department (a discretely presented component unit) as described in our report on Bledsoe 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 Bledsoe 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 Bledsoe County's internal control. Accordingly, we do not express an opinion on the effectiveness of Bledsoe 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: 2024-001.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiencies, described in the accompanying Schedule of Findings and Questioned Costs, to be significant deficiencies: 2024-002(A), 2024-003.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bledsoe County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2024-002(B) and 2024-004.

Bledsoe County's Responses to Findings

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

February 4, 2025

JEM/gc



JASON E. MUMPOWER
Comptroller

Independent Auditor’s 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

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Bledsoe 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 Bledsoe County’s major federal programs for the year ended June 30, 2024. Bledsoe County’s major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion Bledsoe County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *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 Bledsoe 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 Bledsoe County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Bledsoe 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 Bledsoe 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 generally accepted auditing standards, *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 noncompliance 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 Bledsoe County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Bledsoe County compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Bledsoe 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 Bledsoe County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.


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

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Bledsoe County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Bledsoe County's basic financial statements. We issued our report thereon dated February 4, 2025, which contained unmodified opinions on those financial statements. Our audit was performed 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

February 4, 2025

JEM/gc

BLEDSON COUNTY, TENNESSEE, AND THE BLEDSON COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)
For the Year-Ended June 30, 2024

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Local Food for Schools Cooperative Agreement Program	10.185	N/A	\$ 24,379
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	609,670
National School Lunch Program	10.555	N/A	1,156,292 (6)
Fresh Fruit and Vegetable Program	10.582	N/A	46,760
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A	3,256
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	147,240 (6)
Rebate of Storage and Distribution Fees	10.555	(4)	2,520 (6)
Direct Program:			
Emergency Watershed Protection Program	10.923	N/A	72,750
Total U.S. Department of Agriculture			<u>\$ 2,062,867</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Housing Development Agency:			
HOME Investment Partnerships Program	14.239	(4)	\$ 3,000
Total U.S. Department of Housing and Urban Development			<u>\$ 3,000</u>
U.S. Department of Treasury:			
Direct Grant:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	\$ 2,926,005 (6)
Passed-through State Department of Health:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	273,586 (6)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	35,233 (6)
Total U.S. Department of Treasury			<u>\$ 3,234,824</u>
Federal Communications Commission:			
Direct Grant:			
COVID 19 - Emergency Connectivity Fund Program	32.009	N/A	\$ 121,500
Total Federal Communications Commission			<u>\$ 121,500</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 876,297
Migrant Education - State Grant Program	84.011	N/A	88,297
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	N/A	537,552 (6)
COVID 19 - Special Education - Grants to States	84.027	N/A	12,379 (6)
Special Education - Preschool Grants	84.173	N/A	32,355 (6)
COVID 19 - Special Education - Preschool Grants	84.173	N/A	925 (6)
Career and Technical Education - Basic Grants to States	84.048	N/A	35,984
Twenty-first Century Community Learning Centers	84.287	N/A	160,000
Rural Education	84.358	N/A	48,479
Supporting Effective Instruction State Grants	84.367	N/A	112,155
Comprehensive Literacy Development	84.371	N/A	111,038
Student Support and Academic Enrichment Program	84.424	N/A	54,667
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund	84.425C	N/A	385,968 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund	84.425D	N/A	233,451 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund	84.425U	N/A	4,139,288 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund - Homeless Children and Youth	84.425W	N/A	102,498 (6)
Passed-through State Department of Human Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	(4)	86,266
Total U.S. Department of Education			<u>\$ 7,017,599</u>

(Continued)

BLEDSON COUNTY, TENNESSEE, AND THE BLEDSON COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases	93.323	(4)	\$ 277,720
Passed-through State Department of Education:			
COVID 19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	(4)	197,160
Total U.S. Department of Health and Human Services			<u>\$ 474,880</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(4)	\$ 11,069
Homeland Security Grant Program	97.067	(4)	8,223
Total U.S. Department of Homeland Security			<u>\$ 19,292</u>
Total Expenditures of Federal Grants			<u>\$ 12,933,962</u>

State Grants		Contract Number	Expenditures
Early Literacy - Governor's Early Literacy Foundation	N/A	(4)	\$ 3,200
Courtroom Security - State Administrative Office of the Courts	N/A	(4)	63,834
Student Ticket Subsidy - State Arts Commission	N/A	(4)	9,000
Training Equipment - State Corrections Institute	N/A	(4)	10,276
Juvenile Services - State Department of Children's Service	N/A	(4)	9,000
Innovative School Models - State Department of Education	N/A	(4)	548,830
Safe Schools - State Department of Education	N/A	(4)	34,074
State Special Education Preschool - State Department of Education	N/A	(4)	16,772
Summer Learning Camps - State Department of Education	N/A	(4)	106,663
Summer Learning Camps Transportation - State Department of Education	N/A	(4)	28,062
Voluntary Pre-K for Tennessee - State Department of Education	N/A	(4)	428,065
Local Health Services - State Department of Health	N/A	(4)	132,405
School Resource Officer - State Department of Safety and Homeland Security	N/A	(4)	375,000
Litter Program - State Department of Transportation	N/A	Z24LIT004	44,200
Total State Grants			<u>\$ 1,809,381</u>

ALN = Assistance Listing Number
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Bledsoe County elected to not 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 is \$1,962,482; Special Education Cluster total is \$583,211
- (6) Total for ALN 10.555 is \$1,306,052; Total for ALN 21.027 is \$3,234,824; Total for ALN 84.027 is \$549,931; Total for ALN 84.173 is \$33,280; Total for ALN 84.425 is \$4,861,205.
- (7) Consolidated Administration
The following amounts were consolidated for administration purposes.

Program Title	ALN	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 136,683
Rural Education	84.358	952
Supporting Effective Instruction State Grants	84.367	13,325
		<u>\$ 150,960</u>

BLEDSON COUNTY, TENNESSEE
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2024

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 Bledsoe County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
OFFICE OF ROAD SUPERINTENDENT					
2023	204	2023-001	The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	205	2023-002	The office had accounting deficiencies.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	206	2023-003	The office had deficiencies in purchasing procedures.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	207	2023-004	The office had deficiencies in budget operations.	N/A	Not Corrected - See Explanation on Corrective Action Plan
OFFICE OF CIRCUIT AND GENERAL SESSIONS COURTS CLERK					
2023	208	2023-005	Bank statements were not reconciled with the general ledger.	N/A	Corrected
2023	209	2023-006	The office did not implement adequate controls to protect its information resources.	N/A	Corrected

Prior-year Federal Awards Findings

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

BLEDSON COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2024

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

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

Federal Awards:

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

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICE OF ROAD SUPERINTENDENT

FINDING 2024-001

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

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

On June 30, 2024, certain general ledger account balances in the Highway/Public Works Fund were not materially correct, and audit adjustments for accounts receivable and accounts payable totaling \$212,262 were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the highway department to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the department's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the 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 due to the failure of management to correct the finding noted in the prior year audit report and exists due to a lack of management oversight. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

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

MANAGEMENT'S RESPONSE – ROAD SUPERINTENDENT

I concur with this finding. We will adhere to our general ledger requirements and internal control policies to ensure our general ledgers are materially correct.

FINDING 2024-002

THE OFFICE HAD ACCOUNTING DEFICIENCIES

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

The following deficiencies were noted during our examination of the office's accounting records. These deficiencies are due to the failure of management to correct the finding noted in the prior year audit report and exist due to a lack of management oversight and a lack of understanding of internal controls.

- A. General ledger payroll liability accounts were not reconciled with subsidiary payroll records and payments each month in the Highway/Public Works Fund. As a result, unidentified balances accumulated in the liability accounts for several payroll deductions. Sound business practices dictate that payroll liability accounts should be reconciled with payroll reports and payments monthly. The failure to regularly reconcile payroll liability accounts is a significant

deficiency that increases the risks that errors will not be discovered and corrected in a timely manner.

- B. The office did not properly reconcile the general ledger cash account in the Highway/Public Works Fund with county trustee's reports. The office attempted to reconcile the cash account with the trustee's reports monthly; however, the account did not reconcile by \$4,575 on June 30, 2024. Section 9-2-138, *Tennessee Code Annotated*, requires officials to reconcile their respective fund accounts with the trustee's reports monthly. Failure to reconcile the general ledger cash account with the county trustee's reports increases the risks that errors may occur and not be detected. The cash balance was determined by substantive tests and alternative audit procedures.

RECOMMENDATION

General ledger payroll liability accounts should be reconciled monthly with payroll reports and payments, and any errors discovered should be corrected promptly. The office should reconcile its general ledger cash accounts with the county trustee's reports monthly as required by state statute, and any errors discovered should be corrected promptly.

MANAGEMENT'S RESPONSE – ROAD SUPERINTENDENT

I concur with this finding. We are aware of the issue and are working with the trustee to resolve the problem. We will strengthen our supervision to identify any errors and/or discrepancies in a prompt time.

FINDING 2024-003

THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES

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

As part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 45 disbursements totaling \$1,974,564 from a population of approximately 288 vendor checks totaling \$2,758,975. Our examination revealed the following deficiencies in purchasing procedures. These deficiencies are due to the failure of management to correct the finding noted in the prior year audit report and exist due to a lack of management oversight.

- A. In seven applicable instances, purchase orders were not issued, issued after the invoice date, or issued for less than the invoice amount. Purchase orders are necessary to control who has purchasing authority and to document purchasing commitments. The failure to issue purchase orders properly increases the risks of unauthorized purchases and loss of budgetary control.
- B. We noted late fees and interest charges were assessed and paid on four credit card billing statements. The payment of late fees and interest charges increases the costs of goods and services and results in the unnecessary expenditure of county funds.

RECOMMENDATION

To strengthen internal controls over purchasing procedures and to document purchasing commitments, purchase orders should be properly issued for all applicable purchases before purchases are made. Invoices should be processed in a timely manner to avoid late fees and interest charges.

MANAGEMENT’S RESPONSE – ROAD SUPERINTENDENT

I concur with this finding. Our office will increase our review of internal controls policies on purchasing orders, invoices, and provide more training.

FINDING 2024-004

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS (Noncompliance Under *Government Auditing Standards*)

Our examination revealed the following deficiencies in budget operations of the office. These deficiencies are due to the failure of management to correct the finding noted in the prior year audit report and exist because management failed to hold spending to the limits authorized by the county commission, which resulted in unauthorized expenditures, and management’s failure to provide sufficient oversight.

- A. Expenditures exceeded appropriations approved by the county commission in the Highway/Public Works Fund by \$447,736.
- B. Salaries exceeded appropriations in two of ten salary line-items in the Highway/Public Works Fund by amounts ranging from \$639 to \$2,606. The budget resolution approved by the county commission states that “the salary, wages, or remuneration of each official, employee, or agent of the county will not exceed appropriations that accompany this resolution”. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the county commission.

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

RECOMMENDATION

Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT’S RESPONSE – ROAD SUPERINTENDENT

I concur with this finding. Our office will expand our supervision on our expenditures and present necessary amendments to the county commission for approval.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2024.

BLEDSON COUNTY, TENNESSEE
MANAGEMENT'S CORRECTIVE ACTION PLAN
For the Year Ended June 30, 2024

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 ROAD SUPERINTENDENT

2024-001	The Highway/Public Works Fund required material audit adjustments for proper financial presentation.	197
2024-002	The office had accounting deficiencies.	197
2024-003	The office had deficiencies in purchasing procedures.	198
2024-004	The office had deficiencies in budget operations.	198



Bledsoe County Highway Department

BENNIE (TOBE) SMITH, Superintendent
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Corrective Action Plan

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

Response and Corrective Action Plan Prepared by:
Bennie Tobe Smith, Road Superintendent

Person Responsible for Implementing the Corrective Action:
Robin Terry, Office Manager

Anticipated Completion Date of Corrective Action:
02/03/2025

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
Due to oversight, management failed to make the necessary general ledger adjustments.

Planned Corrective Action:
Before year end, management will ensure all adjustments have been made to the general ledger to reflect accounts receivable and accounts payable.

FINDING: THE OFFICE HAD ACCOUNTING DEFICIENCIES

Response and Corrective Action Plan Prepared by:
Bennie Tobe Smith, Road Superintendent

Person Responsible for Implementing the Corrective Action:
Robin Terry, Office Manager

Anticipated Completion Date of Corrective Action:

03/31/2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

Due to scheduling conflicts and oversight, management failed to complete the reconciliation.

Planned Corrective Action:

Our office has a planned computer upgrade, converting all financial information. It is our intention to reconcile all accounts as part of the conversion process.

FINDING: THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES

Response and Corrective Action Plan Prepared by:

Bennie Tobe Smith, Road Superintendent

Person Responsible for Implementing the Corrective Action:

Robin Terry, Office Manager

Anticipated Completion Date of Corrective Action:

02/03/2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

During the fiscal year, new staff was added to handle the purchase of supplies and equipment. Training was not adequate to provide appropriate guidance and requirements.

Planned Corrective Action:

More emphasis procedure and training will be given to ensure purchasing guidelines including the issuance of purchase order are met.

FINDING: THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:

Bennie Tobe Smith, Road Superintendent

Person Responsible for Implementing the Corrective Action:

Robin Terry, Office Manager

Anticipated Completion Date of Corrective Action:

02/03/2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

Management failed to properly review the appropriations and request amendments as necessary.

Planned Corrective Action:

Management will regularly review the monthly financial statements to identify potential deficiencies.

Benny Toke Smith
Road Superintendent

2-4-25
Date

BEST PRACTICE

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

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

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

Bledsoe 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 Bledsoe 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.