



## ANNUAL FINANCIAL REPORT

### Decatur County, Tennessee

*For the Year Ended June 30, 2024*

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



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

**ANNUAL FINANCIAL REPORT  
DECATUR 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*

*LEE ANN WEST, CPA, CGFM*  
*Audit Manager*

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

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## DECATUR COUNTY, TENNESSEE

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# Summary of Audit Findings

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

## *Scope*

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

## *Results*

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

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

## *Findings*

The following are summaries of the audit findings:

### **OFFICE OF COUNTY MAYOR**

- ◆ The office did not accurately reconcile its check clearing bank account or accurately prepare lists of outstanding checks.

### **OFFICE OF SHERIFF**

- ◆ Some funds were not deposited within three days of collection.

### **DECATUR COUNTY**

- ◆ Certain financial activity of the Decatur County Public Library was not audited and was not subject to the budgetary control of the county commission.



## INTRODUCTORY SECTION

## DECATUR COUNTY OFFICIALS

June 30, 2024

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### Officials

Mike Creasy, County Mayor  
Robert Montgomery, Road Supervisor  
Chris Villaflor, Director of Schools  
Beth Hays, Trustee  
Steve Glass, Assessor of Property  
Melinda Broadway, County Clerk  
Kelly Harden, Circuit and General Sessions Courts Clerk  
Elizabeth Carpenter, Clerk and Master  
Regina Tillman, Register of Deeds  
Dale King, Sheriff

### Board of County Commissioners

Mike Creasy, County Mayor, Chairman	Jerry Jones
Clayton Armstrong	Cassi Keeton
David Boroughs	Randy Kennedy
Mike Box	Penny Lindsey
Clint Brasher	Wesley Long
Gaylon Clift	Marty McFall
Grant Crowell	Bryan Smith
Danny Eason	Tad Ward
Billy Wayne Goodman	Ronald Wyatt
Donald Gregory	

### Board of Education

Joseph Fisher, Chairman	Kristen Smart
J. Alan Brasher	J. Wayne Stanfill
Tom Haggard	Athalia Taylor
Rhonda Mitchell	Kent Whitwell
Ginger Rainey	

### Audit Committee

Randy Kennedy, Chairman  
David Boroughs  
Clint Brasher

## FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## Independent Auditor's Report

Decatur County Mayor and  
Board of County Commissioners  
Decatur 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 Decatur 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 Decatur County, Tennessee, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparisons for the General, Solid Waste/Sanitation, Special Purpose, 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 Decatur County School Department (a discretely presented component unit), which represent .8 percent, .9 percent, and 2.5 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Decatur 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 Decatur 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., Decatur 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 Decatur 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 Decatur 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 Decatur County's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

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

### ***Supplementary Information***

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

### ***Other Information***

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

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

### ***Other Reporting Requirements by *Government Auditing Standards****

In accordance with *Government Auditing Standards*, we have also issued our report dated October 21, 2024, on our consideration of Decatur County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Decatur County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Decatur County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 21, 2024

JEM/gc

## **BASIC FINANCIAL STATEMENTS SECTION**

Exhibit A

**DECATUR COUNTY, TENNESSEE**  
**Statement of Net Position**  
**June 30, 2024**

	Component Unit
Primary Government	Decatur
Governmental Activities	County School Department

**ASSETS**

Cash	\$ 697	\$ 223,161
Equity in Pooled Cash and Investments	21,317,006	9,604,151
Accounts Receivable	56,848	3,943
Due from Other Governments	808,346	955,405
Property Taxes Receivable	5,700,233	2,064,604
Allowance for Uncollectible Property Taxes	(174,968)	(63,374)
Net Pension Asset - Agent Plan	248,381	102,736
Net Pension Asset - Teacher Retirement Plan	0	37,637
Net Pension Asset - Teacher Legacy Pension Plan	0	2,312,543
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	135,559
Capital Assets:		
Assets Not Depreciated:		
Land	1,009,106	305,948
Construction in Progress	15,390	5,984,303
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	5,570,478	5,019,006
Infrastructure	6,511,767	594,375
Other Capital Assets	2,897,794	1,846,224
Total Assets	<u>\$ 43,961,078</u>	<u>\$ 29,126,221</u>

**DEFERRED OUTFLOWS OF RESOURCES**

Deferred Charge on Refunding	\$ 93,596	\$ 0
Pension Changes in Experience	176,418	625,204
Pension Changes in Investment Earnings	82,741	445,031
Pension Changes in Assumptions	370,569	935,084
Pension Changes in Proportion	0	123,992
Pension Contributions After Measurement Date	195,036	553,858
OPEB Changes in Experience	1,014	125,629
OPEB Changes in Assumptions	24,940	343,366
OPEB Changes in Proportion	0	28,767
OPEB Contributions After Measurement Date	382	46,041
Total Deferred Outflows of Resources	<u>\$ 944,696</u>	<u>\$ 3,226,972</u>

**LIABILITIES**

Accounts Payable	\$ 86,467	\$ 1,790,487
Payroll Deductions Payable	46,954	743,427

(Continued)

Exhibit A

**DECATUR COUNTY, TENNESSEE**

Statement of Net Position (Cont.)

	Primary	Component	Unit
	Government	Decatur	
	Governmental	County	
	Activities	School	
		Department	
<b>LIABILITIES (CONT.)</b>			
Other Current Liabilities	\$ 0	\$ 53	
Accrued Payroll	1,039	0	
Claims and Judgments Payable	1,195,315	0	
Due to State of Tennessee	505	0	
Accrued Interest Payable	28,264	0	
Noncurrent Liabilities:			
Due Within One Year - Debt	842,990	0	
Due Within One Year - Other	98,661	117,826	
Due in More Than One Year - Debt	7,286,146	0	
Due in More Than One Year - Other	125,877	1,481,307	
Total Liabilities	<u>\$ 9,712,218</u>	<u>\$ 4,133,100</u>	
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Current Property Taxes	\$ 5,359,072	\$ 1,941,036	
Pension Changes in Experience	14,897	135,447	
Pension Changes in Proportion	0	65,224	
OPEB Changes in Experience	37,438	304,432	
OPEB Changes in Assumptions	29,628	172,219	
OPEB Changes in Proportions	0	120,307	
Total Deferred Inflows of Resources	<u>\$ 5,441,035</u>	<u>\$ 2,738,665</u>	
<b>NET POSITION</b>			
Net Investment in Capital Assets	\$ 11,936,582	\$ 13,749,856	
Restricted for:			
General Government	1,523,630	0	
Finance	66,974	0	
Administration of Justice	84,894	0	
Public Safety	325,643	0	
Public Health and Welfare	556,833	0	
Highway/Public Works	2,395,678	0	
Debt Service	2,194,870	0	
Capital Outlay	0	2,103,700	
Education	0	224,530	
Operation of Non-instructional Services	0	338,399	
Pensions	248,381	2,452,916	
Hybrid Retirement Stabilization Funds	0	135,559	
Unrestricted	<u>10,419,036</u>	<u>6,476,468</u>	
Total Net Position	<u>\$ 29,752,521</u>	<u>\$ 25,481,428</u>	

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

Exhibit B

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government				
					Total	Governmental Activities			
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Total Governmental Activities	Component Unit	Decatur County School Department	
<b>Primary Government:</b>									
<b>Governmental Activities:</b>									
General Government	\$ 1,552,461	\$ 123,805	\$ 119,867	\$ 0	\$ (1,308,789)	\$ 0			
Finance	696,085	479,448	0	0	(216,637)	0			
Administration of Justice	630,261	292,755	0	0	(337,506)	0			
Public Safety	5,764,878	847,227	2,017,468	80,753	(2,819,430)	0			
Public Health and Welfare	1,592,041	38,034	16,764	0	(1,537,243)	0			
Social, Cultural, and Recreational Services	513,851	102,552	142,993	0	(268,306)	0			
Agriculture and Natural Resources	144,944	0	0	0	(144,944)	0			
Highways/Public Works	1,937,579	18,777	2,159,783	2,396,067	2,637,048	0			
Education	3,166,183	0		0	(3,166,183)	0			
Interest on Long-term Debt	138,942	0	320,047	0	181,105	0			
<b>Total Primary Government</b>	<b>\$ 16,137,225</b>	<b>\$ 1,902,598</b>	<b>\$ 4,776,922</b>	<b>\$ 2,476,820</b>	<b>\$ (6,980,885)</b>	<b>\$ 0</b>			
<b>Component Unit:</b>									
Decatur County School Department	\$ 19,150,195	\$ 438,624	\$ 6,999,544	\$ 3,247,820	\$ 0	\$ (8,464,207)			
<b>Total Component Unit</b>	<b>\$ 19,150,195</b>	<b>\$ 438,624</b>	<b>\$ 6,999,544</b>	<b>\$ 3,247,820</b>	<b>\$ 0</b>	<b>\$ (8,464,207)</b>			

(Continued)

Exhibit B

**DECATUR COUNTY, TENNESSEE**

**Statement of Activities (Cont.)**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
		Total	Governmental	Activities	Primary Government		
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 4,828,333	\$ 1,969,095	
Property Taxes Levied for Debt Service					571,036	0	
Local Option Sales Taxes					646,013	2,134,529	
Wheel Tax					542,553	0	
Litigation Tax					72,915	0	
Business Tax					142,804	0	
Mineral Severance Tax					218,214	0	
Wholesale Beer Tax					105,936	0	
Other Local Taxes					105,412	5,203	
Grants and Contributions Not Restricted to Specific Programs					1,392,654	11,004,952	
Unrestricted Investment Income					1,164,158	23,785	
Miscellaneous					32,274	6,091	
Total General Revenues					\$ 9,822,302	\$ 15,143,655	
Change in Net Position					\$ 2,841,417	\$ 6,679,448	
Net Position, July 1, 2023					26,911,104	18,801,980	
Net Position, June 30, 2024					\$ 29,752,521	\$ 25,481,428	

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

Exhibit C-1

**DECATUR COUNTY, TENNESSEE**

**Balance Sheet**

Governmental Funds

**June 30, 2024**

	<b>Major Funds</b>					<b>Nonmajor Funds</b>	
	<b>General</b>	<b>Solid Waste / Sanitation</b>	<b>Special Purpose</b>	<b>Highway / Public Works</b>	<b>General Debt Service</b>	<b>Other</b>	<b>Total Governmental Funds</b>
						<b>Governmental Funds</b>	
<b>ASSETS</b>							
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 697	\$ 697
Equity in Pooled Cash and Investments	9,646,291	2,469,628	1,415,740	3,535,369	2,453,026	1,796,952	21,317,006
Accounts Receivable	22,413	3,349	68	14,245	136	16,637	56,848
Due from Other Governments	351,251	0	0	394,659	46,483	15,953	808,346
Due from Other Funds	1,349	0	0	0	0	59,674	61,023
Property Taxes Receivable	4,634,826	520,996	0	0	544,411	0	5,700,233
Allowance for Uncollectible Property Taxes	(142,266)	(15,150)	0	0	(17,552)	0	(174,968)
<b>Total Assets</b>	<b>\$ 14,513,864</b>	<b>\$ 2,978,823</b>	<b>\$ 1,415,808</b>	<b>\$ 3,944,273</b>	<b>\$ 3,026,504</b>	<b>\$ 1,889,913</b>	<b>\$ 27,769,185</b>
<b>LIABILITIES</b>							
Accounts Payable	\$ 69,554	\$ 12,640	\$ 2,686	\$ 0	\$ 0	\$ 1,587	\$ 86,467
Accrued Payroll	1,039	0	0	0	0	0	1,039
Payroll Deductions Payable	45,154	1,800	0	0	0	0	46,954
Claims and Judgments Payable	0	0	1,195,315	0	0	0	1,195,315
Due to Other Funds	0	0	59,674	0	0	1,349	61,023
Due to State of Tennessee	437	68	0	0	0	0	505
<b>Total Liabilities</b>	<b>\$ 116,184</b>	<b>\$ 14,508</b>	<b>\$ 1,257,675</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,936</b>	<b>\$ 1,391,303</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Deferred Current Property Taxes	\$ 4,357,429	\$ 492,333	\$ 0	\$ 0	\$ 509,310	\$ 0	\$ 5,359,072
Deferred Delinquent Property Taxes	129,003	12,900	0	0	16,753	0	158,656
Other Deferred/Unavailable Revenue	86,747	0	0	190,824	22,911	0	300,482
<b>Total Deferred Inflows of Resources</b>	<b>\$ 4,573,179</b>	<b>\$ 505,233</b>	<b>\$ 0</b>	<b>\$ 190,824</b>	<b>\$ 548,974</b>	<b>\$ 0</b>	<b>\$ 5,818,210</b>

(Continued)

Exhibit C-1

**DECATUR COUNTY, TENNESSEE**

**Balance Sheet**

Governmental Funds (Cont.)

	Major Funds					Nonmajor Funds		Total Governmental Funds
	General	Solid Waste / Sanitation	Special Purpose	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
<b>FUND BALANCES</b>								
Restricted:								
Restricted for General Government	\$ 46,745	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 46,745	
Restricted for General Government - American Rescue Plan Act	0	0	0	0	0	1,330,189	1,330,189	
Restricted for Finance	66,974	0	0	0	0	0	66,974	
Restricted for Administration of Justice	84,894	0	0	0	0	0	84,894	
Restricted for Public Safety	203,067	0	0	0	0	122,576	325,643	
Restricted for Public Health and Welfare	269,333	116,467	158,133	0	0	0	543,933	
Restricted for Other Operations	0	0	0	0	0	146,696	146,696	
Restricted for Highways/Public Works	0	0	0	2,204,854	0	0	2,204,854	
Restricted for Debt Service	0	0	0	0	2,089,874	0	2,089,874	
Committed:								
Committed for Public Health and Welfare	0	2,342,615	0	0	0	0	2,342,615	
Committed for Highways/Public Works	0	0	0	1,548,595	0	0	1,548,595	
Committed for Capital Outlay	0	0	0	0	0	287,516	287,516	
Committed for Debt Service	0	0	0	0	387,656	0	387,656	
Assigned:								
Assigned for Other Purposes	28,315	0	0	0	0	0	28,315	
Unassigned	9,125,173	0	0	0	0	0	9,125,173	
Total Fund Balances	\$ 9,824,501	\$ 2,459,082	\$ 158,133	\$ 3,753,449	\$ 2,477,530	\$ 1,886,977	\$ 20,559,672	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 14,513,864	\$ 2,978,823	\$ 1,415,808	\$ 3,944,273	\$ 3,026,504	\$ 1,889,913	\$ 27,769,185	

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

**DECATUR 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)	\$ 20,559,672
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 1,009,106
Add: construction in progress	15,390
Add: buildings and improvements net of accumulated depreciation	5,570,478
Add: infrastructure net of accumulated depreciation	6,511,767
Add: other capital assets net of accumulated depreciation	<u>2,897,794</u>
	16,004,535
(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	\$ (6,915,000)
Less: note payable	(895,000)
Less: other loan payable	(42,990)
Add: deferred amount on refunding	93,596
Less: unamortized premium on debt	(276,146)
Less: compensated absences payable	(143,079)
Less: accrued interest payable	(28,264)
Less: net OPEB liability	<u>(81,459)</u>
	(8,288,342)
(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	\$ 824,764
Less: deferred inflows of resources related to pensions	(14,897)
Add: deferred outflows of resources related to OPEB	26,336
Less: deferred inflows of resources related to OPEB	<u>(67,066)</u>
	769,137
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.	248,381
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.	<u>459,138</u>
Net position of governmental activities (Exhibit A)	<u>\$ 29,752,521</u>

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

Exhibit C-3

**DECATUR COUNTY, TENNESSEE**

**Statement of Revenues, Expenditures,  
and Changes in Fund Balances**

**Governmental Funds**

**For the Year Ended June 30, 2024**

	<b>Major Funds</b>					
	General	Solid Waste / Sanitation	Special Purpose	Highway / Public Works	General Debt Service	Education Capital Projects
<b>Revenues</b>						
Local Taxes	\$ 5,617,476	\$ 438,882	\$ 0	\$ 218,214	\$ 1,081,586	\$ 0
Licenses and Permits	30,049	0	0	0	0	0
Fines, Forfeitures, and Penalties	86,063	0	0	0	0	0
Charges for Current Services	213,543	0	726	0	0	0
Other Local Revenues	206,661	1,175,976	4,757	25,535	0	0
Fees Received From County Officials	695,688	0	0	0	0	0
State of Tennessee	3,294,978	25,312	0	4,552,594	0	0
Federal Government	166,731	0	0	0	0	0
Other Governments and Citizens Groups	298,082	0	0	0	311,456	0
Total Revenues	\$ 10,609,271	\$ 1,640,170	\$ 5,483	\$ 4,796,343	\$ 1,393,042	\$ 0
<b>Expenditures</b>						
Current:						
General Government	\$ 915,110	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Finance	630,910	0	0	0	0	0
Administration of Justice	522,257	0	0	0	0	0
Public Safety	5,395,863	0	0	0	0	0
Public Health and Welfare	85,356	473,466	839,300	0	0	0
Social, Cultural, and Recreational Services	358,159	0	0	0	0	0
Agriculture and Natural Resources	91,045	0	0	0	0	0
Other Operations	712,973	50,647	7	0	0	0
Highways	0	0	0	4,396,286	0	0
Debt Service:						
Principal on Debt	40,846	0	0	0	685,000	0
Interest on Debt	4,401	0	0	0	127,968	0
Other Debt Service	0	0	0	0	18,681	0

(Continued)

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

	<b>Major Funds</b>					
	General	Solid Waste / Sanitation	Special Purpose	Highway / Public Works	General Debt Service	Education Capital Projects
<b>Expenditures (Cont.)</b>						
Capital Projects	\$ 124,431	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,166,183
Total Expenditures	\$ 8,881,351	\$ 524,113	\$ 839,307	\$ 4,396,286	\$ 831,649	\$ 3,166,183
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 1,727,920	\$ 1,116,057	\$ (833,824)	\$ 400,057	\$ 561,393	\$ (3,166,183)
<b>Other Financing Sources (Uses)</b>						
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,000,000
Premiums on Debt Sold	0	0	0	0	0	166,183
Insurance Recovery	13,907	0	59,674	0	0	0
Total Other Financing Sources (Uses)	\$ 13,907	\$ 0	\$ 59,674	\$ 0	\$ 0	\$ 3,166,183
Net Change in Fund Balances						
Fund Balance, July 1, 2023	\$ 1,741,827	\$ 1,116,057	\$ (774,150)	\$ 400,057	\$ 561,393	0
	8,082,674	1,343,025	932,283	3,353,392	1,916,137	0
Fund Balance, June 30, 2024	\$ 9,824,501	\$ 2,459,082	\$ 158,133	\$ 3,753,449	\$ 2,477,530	0

(Continued)

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

	<b>Nonmajor Funds</b>		
	Other	Govern- ment- al Funds	Total Governmental Funds
<b>Revenues</b>			
Local Taxes	\$ 40,000	\$ 7,396,158	
Licenses and Permits	0	30,049	
Fines, Forfeitures, and Penalties	10,979	97,042	
Charges for Current Services	24,328	238,597	
Other Local Revenues	105,360	1,518,289	
Fees Received From County Officials	0	695,688	
State of Tennessee	313,643	8,186,527	
Federal Government	50,000	216,731	
Other Governments and Citizens Groups	0	609,538	
Total Revenues	<b>\$ 544,310</b>	<b>\$ 18,988,619</b>	
<b>Expenditures</b>			
Current:			
General Government	\$ 51,483	\$ 966,593	
Finance	0	630,910	
Administration of Justice	8,888	531,145	
Public Safety	38,477	5,434,340	
Public Health and Welfare	87	1,398,209	
Social, Cultural, and Recreational Services	6,882	365,041	
Agriculture and Natural Resources	0	91,045	
Other Operations	316,439	1,080,066	
Highways	0	4,396,286	
Debt Service:			
Principal on Debt	0	725,846	
Interest on Debt	0	132,369	
Other Debt Service	0	18,681	

(Continued)

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

	<b>Nonmajor Funds</b>		
	Other	Govern- ment Funds	Total Governmental Funds
<b>Expenditures (Cont.)</b>			
Capital Projects	\$ 47,760	\$ 3,338,374	
Total Expenditures	<u>\$ 470,016</u>	<u>\$ 19,108,905</u>	
 Excess (Deficiency) of Revenues			
Over Expenditures	\$ 74,294	\$ (120,286)	
 <b>Other Financing Sources (Uses)</b>			
Bonds Issued	\$ 0	\$ 3,000,000	
Premiums on Debt Sold	0	166,183	
Insurance Recovery	0	73,581	
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 3,239,764</u>	
 Net Change in Fund Balances			
Fund Balance, July 1, 2023	\$ 74,294	\$ 3,119,478	
	<u>1,812,683</u>	<u>17,440,194</u>	
 Fund Balance, June 30, 2024			
	<u>\$ 1,886,977</u>	<u>\$ 20,559,672</u>	

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

**DECATUR 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)		\$ 3,119,478
(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	\$ 3,718,908	
Less: current-year depreciation expense	<u>(1,332,649)</u>	2,386,259
(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		(31,238)
(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	\$ 459,138	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(477,706)</u>	(18,568)
(4) The issuance of long-term debt (e.g., bonds, notes, and 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 net effect of these differences in the treatment of long-term debt and related items.		
Less: bond proceeds	\$ (3,000,000)	
Less: change in premium on debt proceeds	(157,592)	
Add: principal payments on note	285,000	
Add: principal payments on bonds	400,000	
Add: principal payments on other loan	40,846	
Less: change in deferred amount on refunding debt	<u>(18,022)</u>	(2,449,768)
(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	\$ (6,573)	
Change in compensated absences payable	(30,809)	
Change in OPEB liability	(28,506)	
Change in net pension asset	(100,095)	
Change in deferred outflows related to pensions	(54,160)	
Change in deferred inflows related to pensions	25,066	
Change in deferred outflows related to OPEB	15,845	
Change in deferred inflows related to OPEB	<u>14,486</u>	<u>(164,746)</u>
Change in net position of governmental activities (Exhibit B)		\$ 2,841,417

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

**DECATUR COUNTY, TENNESSEE****Statement of Revenues, Expenditures, and Changes****in Fund Balance - Actual (Budgetary Basis) and Budget**

General Fund

**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Revenues</b>						
Local Taxes	\$ 5,617,476	\$ 0	\$ 5,617,476	\$ 5,347,738	\$ 5,350,414	\$ 267,062
Licenses and Permits	30,049	0	30,049	20,000	20,000	10,049
Fines, Forfeitures, and Penalties	86,063	0	86,063	92,980	94,046	(7,983)
Charges for Current Services	213,543	0	213,543	185,100	217,375	(3,832)
Other Local Revenues	206,661	0	206,661	12,000	250,817	(44,156)
Fees Received From County Officials	695,688	0	695,688	634,125	634,125	61,563
State of Tennessee	3,294,978	0	3,294,978	2,432,919	3,095,034	199,944
Federal Government	166,731	0	166,731	29,700	129,131	37,600
Other Governments and Citizens Groups	298,082	0	298,082	150,000	162,892	135,190
Total Revenues	\$ 10,609,271	\$ 0	\$ 10,609,271	\$ 8,904,562	\$ 9,953,834	\$ 655,437
<b>Expenditures</b>						
General Government						
County Commission	\$ 26,866	\$ 0	\$ 26,866	\$ 35,177	\$ 35,177	\$ 8,311
Board of Equalization	1,302	0	1,302	1,444	1,444	142
Beer Board	1,248	0	1,248	1,815	1,815	567
Budget and Finance Committee	2,584	0	2,584	2,153	2,688	104
Other Boards and Committees	189	0	189	1,615	1,080	891
County Mayor/Executive	263,295	0	263,295	276,184	276,369	13,074
County Attorney	84,043	0	84,043	90,000	90,000	5,957
Election Commission	179,294	0	179,294	197,904	197,904	18,610
Register of Deeds	170,416	0	170,416	142,851	172,966	2,550
County Buildings	185,873	0	185,873	174,838	242,222	56,349
Finance						
Property Assessor's Office	209,739	0	209,739	199,303	223,803	14,064
Reappraisal Program	45,324	0	45,324	46,659	46,659	1,335

(Continued)

**DECATUR COUNTY, TENNESSEE**

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
Finance (Cont.)						
County Trustee's Office	\$ 196,353	\$ 0	\$ 196,353	\$ 199,272	\$ 199,272	\$ 2,919
County Clerk's Office	179,494	0	179,494	181,672	181,672	2,178
Administration of Justice						
Circuit Court Clerk	177,767	0	177,767	208,174	208,174	30,407
General Sessions Judge	141,290	0	141,290	143,694	146,370	5,080
Chancery Court	139,978	0	139,978	142,070	142,070	2,092
Juvenile Court	47,013	0	47,013	48,903	49,203	2,190
Other Administration of Justice	1,474	0	1,474	10,000	10,000	8,526
Victim Assistance Programs	14,735	0	14,735	18,000	18,000	3,265
Public Safety						
Sheriff's Department	1,798,570	0	1,798,570	1,522,652	1,897,508	98,938
Administration of the Sexual Offender Registry	133	0	133	0	400	267
Jail	1,359,855	0	1,359,855	1,174,668	1,437,126	77,271
Juvenile Services	75,001	0	75,001	82,966	82,966	7,965
Work Release Program	1,076,147	0	1,076,147	1,280,058	1,281,154	205,007
Fire Prevention and Control	139,356	0	139,356	159,550	172,442	33,086
Civil Defense	148,711	0	148,711	152,722	165,226	16,515
Rescue Squad	10,000	0	10,000	10,000	10,000	0
Other Emergency Management	492,297	0	492,297	503,756	503,756	11,459
County Coroner/Medical Examiner	89,606	0	89,606	85,295	102,881	13,275
Public Safety Grants Program	197,995	(79,845)	118,150	0	178,252	60,102
Other Public Safety	8,192	0	8,192	12,000	12,000	3,808
Public Health and Welfare						
Local Health Center	33,092	0	33,092	44,961	42,961	9,869
Crippled Children Services	796	0	796	796	796	0

(Continued)

**DECATUR COUNTY, TENNESSEE**

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
Public Health and Welfare (Cont.)						
General Welfare Assistance	\$ 13,965	\$ 0	\$ 13,965	\$ 13,965	\$ 13,965	0
Sanitation Education/Information	37,503	0	37,503	53,202	53,202	15,699
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	113,937	0	113,937	104,919	122,340	8,403
Libraries	93,066	0	93,066	83,835	94,536	1,470
Parks and Fair Boards	151,156	0	151,156	170,703	170,506	19,350
Agriculture and Natural Resources						
Agricultural Extension Service	85,745	0	85,745	87,512	90,812	5,067
Forest Service	2,000	0	2,000	2,000	2,000	0
Soil Conservation	3,300	0	3,300	3,800	3,800	500
Other Operations						
Airport	10,000	0	10,000	0	10,000	0
Veterans' Services	12,660	0	12,660	15,241	15,241	2,581
Other Charges	474,145	0	474,145	462,700	484,046	9,901
Employee Benefits	164,899	0	164,899	260,500	248,351	83,452
Miscellaneous	51,269	0	51,269	22,100	55,642	4,373
Principal on Debt						
General Government	40,846	0	40,846	0	40,846	0
Interest on Debt						
General Government	4,401	0	4,401	0	4,401	0
Capital Projects						
General Administration Projects	25,000	0	25,000	0	25,000	0
Public Utility Projects	99,431	0	99,431	0	99,431	0
Total Expenditures	\$ 8,881,351	\$ (79,845)	\$ 8,801,506	\$ 8,431,629	\$ 9,668,475	\$ 866,969

(Continued)

**DECATUR COUNTY, TENNESSEE**

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,727,920	\$ 79,845	\$ 1,807,765	\$ 472,933	\$ 285,359	\$ 1,522,406
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 13,907	\$ 0	\$ 13,907	\$ 0	\$ 12,154	\$ 1,753
Total Other Financing Sources	\$ 13,907	\$ 0	\$ 13,907	\$ 0	\$ 12,154	\$ 1,753
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 1,741,827	\$ 79,845	\$ 1,821,672	\$ 472,933	\$ 297,513	\$ 1,524,159
	8,082,674	(79,845)	8,002,829	6,420,391	6,420,391	1,582,438
Fund Balance, June 30, 2024	\$ 9,824,501	\$ 0	\$ 9,824,501	\$ 6,893,324	\$ 6,717,904	\$ 3,106,597

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

**DECATUR COUNTY, TENNESSEE****Statement 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	
<b>Revenues</b>				
Local Taxes	\$ 438,882	\$ 429,387	\$ 429,387	\$ 9,495
Other Local Revenues	1,175,976	220,000	289,072	886,904
State of Tennessee	25,312	17,000	17,000	8,312
Total Revenues	\$ 1,640,170	\$ 666,387	\$ 735,459	\$ 904,711
<b>Expenditures</b>				
Public Health and Welfare				
Sanitation Management	\$ 336,319	\$ 291,313	\$ 343,325	\$ 7,006
Convenience Centers	137,147	132,633	146,533	9,386
Other Operations				
Other Charges	37,876	31,586	49,586	11,710
Employee Benefits	12,771	12,600	12,760	(11)
Total Expenditures	\$ 524,113	\$ 468,132	\$ 552,204	\$ 28,091
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,116,057	\$ 198,255	\$ 183,255	\$ 932,802
Net Change in Fund Balance	\$ 1,116,057	\$ 198,255	\$ 183,255	\$ 932,802
Fund Balance, July 1, 2023	1,343,025	637,350	637,350	705,675
Fund Balance, June 30, 2024	\$ 2,459,082	\$ 835,605	\$ 820,605	\$ 1,638,477

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

**DECATUR COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
**Special Purpose Fund**  
**For the Year Ended June 30, 2024**

					Variance with Final Budget - Positive (Negative)
				Budgeted Amounts	
		Actual	Original	Final	
<b>Revenues</b>					
Charges for Current Services		\$ 726	\$ 0	\$ 0	\$ 726
Other Local Revenues		4,757	0	0	4,757
Total Revenues		\$ 5,483	\$ 0	\$ 0	\$ 5,483
<b>Expenditures</b>					
Public Health and Welfare					
Other Local Health Services		\$ 839,300	\$ 640,898	\$ 1,386,193	\$ 546,893
Other Operations					
Other Charges		7	0	20	13
Total Expenditures		\$ 839,307	\$ 640,898	\$ 1,386,213	\$ 546,906
Excess (Deficiency) of Revenues Over Expenditures		\$ (833,824)	\$ (640,898)	\$ (1,386,213)	\$ 552,389
<b>Other Financing Sources (Uses)</b>					
Insurance Recovery		\$ 59,674	\$ 0	\$ 0	\$ 59,674
Total Other Financing Sources		\$ 59,674	\$ 0	\$ 0	\$ 59,674
Net Change in Fund Balance		\$ (774,150)	\$ (640,898)	\$ (1,386,213)	\$ 612,063
Fund Balance, July 1, 2023		932,283	1,443,094	1,443,094	(510,811)
Fund Balance, June 30, 2024		\$ 158,133	\$ 802,196	\$ 56,881	\$ 101,252

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

**DECATUR 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	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 218,214	\$ 125,000	\$ 125,000	\$ 93,214
Other Local Revenues	25,535	10,000	10,000	15,535
State of Tennessee	4,552,594	5,365,917	5,365,917	(813,323)
Total Revenues	\$ 4,796,343	\$ 5,500,917	\$ 5,500,917	\$ (704,574)
<b>Expenditures</b>				
Highways				
Administration	\$ 183,202	\$ 195,040	\$ 195,040	\$ 11,838
Highway and Bridge Maintenance	773,498	1,080,100	1,080,100	306,602
Operation and Maintenance of Equipment	302,833	428,000	428,000	125,167
Other Charges	127,238	131,000	131,000	3,762
Employee Benefits	150,304	179,200	179,200	28,896
Capital Outlay	2,859,211	3,787,317	3,787,317	928,106
Total Expenditures	\$ 4,396,286	\$ 5,800,657	\$ 5,800,657	\$ 1,404,371
Excess (Deficiency) of Revenues Over Expenditures	\$ 400,057	\$ (299,740)	\$ (299,740)	\$ 699,797
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 400,057	\$ (299,740)	\$ (299,740)	\$ 699,797
	3,353,392	1,846,758	1,846,758	1,506,634
Fund Balance, June 30, 2024	\$ 3,753,449	\$ 1,547,018	\$ 1,547,018	\$ 2,206,431

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

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

	<b>Custodial Funds</b>
<b>ASSETS</b>	
Cash	\$ 1,031,350
Accounts Receivable	10,753
Due from Other Governments	<u>262,354</u>
Total Assets	<u>\$ 1,304,457</u>
<b>LIABILITIES</b>	
Due to Other Taxing Units	<u>\$ 262,354</u>
Total Liabilities	<u>\$ 262,354</u>
<b>NET POSITION</b>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 1,042,103</u>
Total Net Position	<u>\$ 1,042,103</u>

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

**DECATUR COUNTY, TENNESSEE****Statement of Changes in Net Position**

Fiduciary Funds

**For the Year Ended June 30, 2024**

	<b>Custodial Funds</b>
<b>ADDITIONS</b>	
Sales Tax Collections for Other Governments	\$ 1,489,311
Fines/Fees and Other Collections	4,524,584
<b>Total Additions</b>	<b><u>\$ 6,013,895</u></b>
<b>DEDUCTIONS</b>	
Payment of Sales Tax Collections to Other Governments	\$ 1,489,311
Payments to State	1,784,282
Payments to Cities, Individuals, and Others	2,731,498
<b>Total Deductions</b>	<b><u>\$ 6,005,091</u></b>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 8,804
<b>Net Position, July 1, 2023</b>	<b><u>1,033,299</u></b>
<b>Net Position, June 30, 2024</b>	<b><u>\$ 1,042,103</u></b>

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

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# DECATUR COUNTY, TENNESSEE

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**DECATUR COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2024**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Decatur 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 Decatur County:

**A. *Reporting Entity***

Decatur County is a public municipal corporation governed by an elected 18-member board. As required by GAAP, these financial statements present Decatur County (the primary government) and its component units. The financial statements of the Decatur County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of this omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Decatur County School Department operates the public school system in the county, and the voters of Decatur 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 Decatur County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Decatur County, and the Decatur 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 Decatur County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Decatur County Emergency Communications District  
P.O. Box 628  
Decaturville, TN 38329

***B. Government-wide and Fund Financial Statements***

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

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

Decatur County issues all debt for the discretely presented Decatur County School Department. Net debt issues totaling \$3,071,062 were 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 Decatur 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 inflows of resources, fund balance/fund net position, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary,

and fiduciary. An emphasis is placed on major funds within the governmental category. Decatur 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. Decatur 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.

Decatur County reports the following major governmental funds:

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

**Solid Waste/Sanitation Fund** – This special revenue fund accounts for the county's garbage collection and convenience center operations.

**Special Purpose Fund** – This special revenue fund accounts for expenses related to the closing of the Decatur County General Hospital.

**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 for this fund.

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

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

Additionally, Decatur County reports the following fund type:

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

The discretely presented Decatur 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 Capital Projects Fund** – This fund is used to account for the receipt of debt issued by Decatur County and contributed to the school department for building construction and renovations.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

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

**1. Deposits and Investments**

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

service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

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

All other investments are reported at fair value.

## **2. Receivables and Payables**

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

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to 1.61 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 Circuit Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Claims and judgments payable totaling \$1,195,315 are discussed in Note V.C. Contingent Liabilities.

### **3. Restricted Assets**

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

### **4. Capital Assets**

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

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

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

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

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

Assets	Years
Buildings and Improvements	25 - 40
Other Capital Assets	5 - 30
Infrastructure:	
Roads	10 - 20
Bridges	15 - 30

## 5. Deferred Outflows/Inflows of Resources

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

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

## **6. Compensated Absences**

It is the policy of Decatur County's general government (excluding the highway department) to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Decatur County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

The Decatur County Highway Department's personnel policy does not provide for employees to accumulate vacation or sick leave days beyond the end of the fiscal year. Therefore, accrual or recording is not required.

The general policy of the school department permits the unlimited accumulation of unused sick leave days for professional personnel (teachers). The granting of sick leave has no guaranteed payment attached, and therefore, requires no accrual or recording. There is no provision for accumulating vacation days.

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

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

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

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

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

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

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

The government-wide Statement of Net Position reports \$7,396,903 of restricted net position, of which \$334,859 is restricted by enabling legislation.

As of June 30, 2024, Decatur County had \$3,895,000 in outstanding debt for capital purposes for the discretely presented Decatur County School Department. This debt is a liability of Decatur County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Decatur County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

## **9. Minimum Fund Balance Policy**

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds, the county commission has adopted a minimum fund balance policy of ten percent of expenditures for the General Fund. This minimum fund balance consists of the sum of committed, assigned, and unassigned fund balances.

### ***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 Decatur County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Decatur 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 Decatur County School Department**

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

**F. Other Postemployment Benefit (OPEB) Plans**

**Primary Government**

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

**Discretely Presented Decatur 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 Decatur 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 Decatur County School Department**

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

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

**Primary Government**

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net changes 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 Decatur County School Department**

Exhibit I-5 includes explanations of the nature of individual elements of items required to reconcile the net changes 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

#### *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 school department's Internal School Fund (special revenue funds), which are not budgeted, and the capital projects funds, which adopt project length budgets. All annual appropriations lapse at fiscal year-end.

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

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

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

On June 30, 2024, the discretely presented Decatur County School Department had outstanding encumbrances of \$70,524 in the General Purpose School Fund.

### IV. DETAILED NOTES ON ALL FUNDS

#### *A. Deposits and Investments*

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

#### **Deposits**

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

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

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

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

## **Investments**

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

a floating net asset value. Repurchase agreements must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

### **Investment Balances**

As of June 30, 2024, Decatur 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 Decatur County and the discretely presented Decatur County School Department since both pool their deposits and investments through the county trustee.

Investment	Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	1 to 48	\$ 26,156,911

**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. Decatur 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. Decatur County has no investment policy that would further limit its investment choices. As of June 30, 2024, Decatur County's investment in the State Treasurer's Investment Pool was unrated.

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

### **TCRS Stabilization Trust**

**Legal Provisions.** The Decatur 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 Decatur 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 Decatur 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	\$ 42,024
Developed Market International Equity	N/A	N/A	18,978
Emerging Market International Equity	N/A	N/A	5,422
U.S. Fixed Income	N/A	N/A	27,112
Real Estate	N/A	N/A	13,556
Short-term Securities	N/A	N/A	1,355
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>27,112</u>
Total			<u>\$ 135,559</u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

**B. *Capital Assets***

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

**Primary Government**

Total Capital Assets						
Not Depreciated	\$ 1,009,106	\$ 15,390	\$ 0	\$ 1,024,496		
Capital Assets Depreciated:						
Buildings and						
Improvements	\$ 9,733,769	\$ 57,587	\$ 0	\$ 9,791,356		
Infrastructure	9,108,038	2,867,060	0	11,975,098		
Other Capital Assets	7,983,713	778,871	510,938	8,251,646		
Total Capital Assets						
Depreciated	\$ 26,825,520	\$ 3,703,518	\$ 510,938	\$ 30,018,100		
Less Accumulated						
Depreciation For:						
Buildings and						
Improvements	\$ 3,991,132	\$ 229,746	\$ 0	\$ 4,220,878		
Infrastructure	4,976,920	486,411	0	5,463,331		
Other Capital Assets	5,217,060	616,492	479,700	5,353,852		
Total Accumulated						
Depreciation	\$ 14,185,112	\$ 1,332,649	\$ 479,700	\$ 15,038,061		
Total Capital Assets						
Depreciated, Net	\$ 12,640,408	\$ 2,370,869	\$ 31,238	\$ 14,980,039		
Governmental Activities						
Capital Assets, Net	\$ 13,649,514	\$ 2,386,259	\$ 31,238	\$ 16,004,535		

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

**Governmental Activities:**

General Administration	\$ 77,519
Finance	2,442
Administration of Justice	994
Public Safety	524,338
Public Health and Welfare	43,089
Social, Cultural, and Recreational Services	38,937
Highways/Public Works	<u>645,330</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 1,332,649</u>

**Net Investment in Capital Assets**

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Capital Assets	\$ 16,004,535
Less:	
Outstanding principal of capital debt and other capital borrowings	(3,957,990)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(109,963)</u>
Net Investment in Capital Assets	<u>\$ 11,936,582</u>

## Discretely Presented Decatur County School Department

### Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
<b>Capital Assets Not Depreciated:</b>				
Land	\$ 305,948	\$ 0	\$ 0	\$ 305,948
Construction in Progress	425,950	5,558,353	0	5,984,303
<b>Total Capital Assets Not Depreciated</b>	<b>\$ 731,898</b>	<b>\$ 5,558,353</b>	<b>\$ 0</b>	<b>\$ 6,290,251</b>
<b>Capital Assets Depreciated:</b>				
Buildings and Improvements	\$ 18,486,549	\$ 255,661	\$ 0	\$ 18,742,210
Infrastructure	0	607,500	0	607,500
Other Capital Assets	4,083,675	461,168	159,381	4,385,462
<b>Total Capital Assets Depreciated</b>	<b>\$ 22,570,224</b>	<b>\$ 1,324,329</b>	<b>\$ 159,381</b>	<b>\$ 23,735,172</b>
<b>Less Accumulated Depreciation For:</b>				
Buildings and Improvements	\$ 13,082,257	\$ 640,947	\$ 0	\$ 13,723,204
Infrastructure	0	13,125	0	13,125
Other Capital Assets	2,434,349	255,800	150,911	2,539,238
<b>Total Accumulated Depreciation</b>	<b>\$ 15,516,606</b>	<b>\$ 909,872</b>	<b>\$ 150,911</b>	<b>\$ 16,275,567</b>
<b>Total Capital Assets Depreciated, Net</b>	<b>\$ 7,053,618</b>	<b>\$ 414,457</b>	<b>\$ 8,470</b>	<b>\$ 7,459,605</b>
<b>Governmental Activities</b>				
<b>Capital Assets, Net</b>	<b>\$ 7,785,516</b>	<b>\$ 5,972,810</b>	<b>\$ 8,470</b>	<b>\$ 13,749,856</b>

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

### Governmental Activities:

Instruction	\$ 612,152
Support Services	218,120
Operation of Non-instructional Services	79,600
<b>Total Depreciation Expense - Governmental Activities</b>	<b>\$ 909,872</b>

**C. *Construction Commitments***

On June 30, 2024, the discretely presented Decatur County School Department had uncompleted construction contracts of \$5,931,583 for an auditorium. Funding for these future expenditures is expected to be received from private donations.

**D. *Interfund Receivables and Payables***

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	\$ 1,349
Nonmajor governmental	Special Purpose	59,674

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.

**E. *Long-term Debt***

**Primary Government**

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

**General Obligation Bonds** - Decatur 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 up to 21 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

**Direct Borrowing and Direct Placements** - Decatur County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are issued to fund capital facilities. Capital outlay notes and other loans are direct obligations and pledge the full faith and credit of the government. The capital outlay note and other loan outstanding was issued for original terms of nine years for the note and four years for the other loan. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The note and other loan included in long-term debt as of June 30, 2024, will be retired from the General and General Debt Service funds.

General obligation bonds, the capital outlay note, and the other loan 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
G.O. Bonds	4 to 5 %	5-1-44	\$ 3,000,000	\$ 3,000,000
G.O. Bonds - Refunding	2 to 3	5-1-37	6,475,000	3,915,000
Direct Borrowing and Direct Placement:				
Capital Outlay Note	2.55	11-1-26	2,500,000	895,000
Other Loan - Fixed rate	5.25	11-9-24	204,763	42,990

On November 9, 2020, Decatur County entered into a four-year loan agreement for sheriff's department vehicles. The terms of the agreement require total loan payments of \$204,763 plus 5.25 percent interest. Title to the vehicles transfers to Decatur County at the end of the loan period. Payments are made from the General Fund.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 510,000	\$ 218,038	\$ 728,038
2026	520,000	212,163	732,163
2027	530,000	198,762	728,762
2028	350,000	185,012	535,012
2029	360,000	174,712	534,712
2030-2034	1,960,000	693,500	2,653,500
2035-2039	1,690,000	352,600	2,042,600
2040-2044	995,000	122,400	1,117,400
<b>Total</b>	<b>\$ 6,915,000</b>	<b>\$ 2,157,187</b>	<b>\$ 9,072,187</b>

Year Ending June 30	Note - Direct Placement		
	Principal	Interest	Total
2025	\$ 290,000	\$ 19,125	\$ 309,125
2026	300,000	11,603	311,603
2027	305,000	3,889	308,889
<b>Total</b>	<b>\$ 895,000</b>	<b>\$ 34,617</b>	<b>\$ 929,617</b>

Year Ending June 30	Other Loan - Direct Placement		
	Principal	Interest	Total
2025	\$ 42,990	\$ 2,257	\$ 45,247
Total	\$ 42,990	\$ 2,257	\$ 45,247

There is \$2,477,530 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$605, based on the 2020 federal census. Total debt per capita, including bonds, the note, the other loan, and unamortized debt premiums, totaled \$711, based on the 2020 federal census.

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

Description of Debt	Outstanding 6-30-24
<u>Note Payable - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
School Capital Projects	\$ 895,000
<u>Bond Payable</u>	
<u>Contributions from the General Purpose School Fund</u>	
General Obligation School Bonds, Series 2024	<u>3,000,000</u>
Total	<u>\$ 3,895,000</u>

### Changes in Long-term Debt

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

Governmental Activities:	Other		
	Note - Direct	Loan - Direct	Other Placement
	Bonds	Placement	Placement
Balance, July 1, 2023	\$ 4,315,000	\$ 1,180,000	\$ 83,836
Additions	3,000,000	0	0
Reductions	(400,000)	(285,000)	(40,846)
Balance, June 30, 2024	<u>\$ 6,915,000</u>	<u>\$ 895,000</u>	<u>\$ 42,990</u>
Balance Due Within One Year	<u>\$ 510,000</u>	<u>\$ 290,000</u>	<u>\$ 42,990</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 7,852,990
Less: Balance Due Within One Year - Debt	(842,990)
Add: Unamortized Premium on Debt	<u>276,146</u>

Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	\$ <u>7,286,146</u>
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**F. Long-term Obligations**

**Primary Government**

**Changes in Long-term Obligations**

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

<b>Governmental Activities:</b>	<b>Compensated Absences</b>	<b>Net OPEB Liability</b>
Balance, July 1, 2023	\$ 112,270	\$ 52,953
Additions	132,458	29,764
Reductions	(101,649)	(1,258)
Balance, June 30, 2024	<u>\$ 143,079</u>	<u>\$ 81,459</u>
Balance Due Within One Year	<u>\$ 98,661</u>	<u>0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 224,538
Less: Balance Due Within One Year - Other	<u>(98,661)</u>

Other Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	\$ <u>125,877</u>
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Compensated absences will be paid from the employing funds, which are the General and Solid Waste/Sanitation funds. Other postemployment benefits will be paid from the employing funds, primarily the General Fund.

## Discretely Presented Decatur County School Department

### Changes in Long-term Obligations

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

Governmental Activities:	Net OPEB Liability
Balance, July 1, 2023	\$ 1,620,455
Additions	246,914
Reductions	(268,236)
Balance, June 30, 2024	<u><u>\$ 1,599,133</u></u>
Balance Due Within One Year	<u><u>\$ 117,826</u></u>
Analysis of Other Noncurrent Liabilities Presented on Exhibit A:	
Total Other Noncurrent Liabilities, June 30, 2024	\$ 1,599,133
Less: Balance Due Within One Year - Other	<u><u>(117,826)</u></u>
Other Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 1,481,307</u></u>

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

### *G. On-Behalf Payments – Discretely Presented Decatur County School Department*

The State of Tennessee pays health insurance premiums for retired employees on-behalf of the Decatur County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, were \$33,911. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

## V. OTHER INFORMATION

### *A. Risk Management*

#### **Primary Government**

#### **Liability, Property, and Casualty**

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

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

### **Employee Health Insurance**

Decatur County provides health insurance coverage to its general government employees through 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 the fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

### **Workers' Compensation Insurance**

Decatur 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.

### **Discretely Presented Decatur County School Department**

#### **Liability, Property, Casualty, and Workers' Compensation Insurance**

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 general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

### **Employee Health Insurance**

The 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.

Decatur County is contingently liable for a state revolving fund loan of the Benton-Decatur Special Sewer District. During the 2017-18 year, Decatur County became liable for this loan and the interest thereon due to default by the sewer district; however, during the year, the sewer district resumed payments on the loan. In the event of another default, Decatur County would again become liable for this loan and the interest thereon. As of June 30, 2024, future principal and interest requirements were \$308,815 and \$11,992, respectively.

Payroll taxes for hospital employees remained unpaid when the hospital closed in April 2020. The amount claimed to be owed to the IRS is approximately \$1,330,364. The IRS has already collected \$135,035 leaving \$1,195,315 still owed. A liability has been recognized in the financial statements in the amount of \$1,195,315 associated with this claim.

The attorneys for the county advised of several pending lawsuits involving Decatur County. Except as noted above, any potential claims not covered by insurance resulting from such litigation should not materially affect the county's financial statements.

**D. *Joint Ventures***

The Benton-Decatur Special Sewer District was created through a joint agreement between Benton and Decatur counties. The agreement established the Benton-Decatur Special Sewer District Management Board, which plans, constructs, and manages a public sewer system for residents of Benton and Decatur counties. The management board includes six members, three of whom are appointed by the mayor of Benton County and three are appointed by the mayor of Decatur County. Decatur County has control over budgeting and financing only to the extent of representation by the three board members appointed.

The Beech River Regional Airport was established through a joint operations agreement between Decatur County, Henderson County, the city of Parsons, and the city of Lexington. The agreement created the Beech River Regional Airport Board to plan, develop, and maintain a regional airport that will economically benefit all residents of the two-county area. The board comprises nine members, two from each governmental unit and one appointed by the governmental entities on a yearly rotation basis. Each participant retains a 25 percent ownership in the airport. Decatur County made no contributions to the airport during the year ended June 30, 2024.

The Twenty-fourth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-fourth Judicial

District, Benton, Carroll, Decatur, Hardin, and Henry counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Decatur County made no contributions to the DTF during the year ended June 30, 2024.

Decatur County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Benton-Decatur Special Sewer District, the Beech River Regional Airport, and the Twenty-fourth Judicial District Drug Task Force can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Benton-Decatur Special Sewer District  
P.O. Box 594  
Parsons, TN 38363

Beech River Regional Airport  
790 Hidden Hill Circle  
Lexington, TN 38351

Office of District Attorney General  
Twenty-fourth Judicial District Drug Task Force  
P.O. Box 686  
Huntingdon, TN 38344

***E. Retirement Commitments***

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

**Primary Government**

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

*Plan Description.* Employees of Decatur County and non-certified employees of the discretely presented Decatur County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 70.74 percent and the non-certified employees of the discretely presented school department comprised 29.26 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.

*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	63
Inactive Employees Entitled to But Not Yet Receiving Benefits	314
Active Employees	189
<hr/>	
Total	566

*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. Decatur 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 contribution for Decatur County was \$276,318 based on a rate of 3.91 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Decatur 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)***

Decatur 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

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

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

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

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Decatur 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)			Net
	Total	Plan	Pension	
	Pension	Fiduciary	Liability	
	Liability	Net Position	(Asset)	
	(a)	(b)	(a)-(b)	
Balance, July 1, 2022	\$ 12,765,783	\$ 13,241,714	\$ (475,931)	
Changes for the Year:				
Service Cost	\$ 570,360	\$ 0	\$ 570,360	
Interest	884,898	0	884,898	
Differences Between Expected and Actual Experience	105,262	0	105,262	
Contributions-Employer	0	244,769	(244,769)	
Contributions-Employees	0	313,004	(313,004)	
Net Investment Income	0	893,099	(893,099)	
Benefit Payments, Including Refunds of Employee Contributions	(453,097)	(453,097)	0	
Administrative Expense	0	(15,166)	15,166	
Net Changes	\$ 1,107,423	\$ 982,609	\$ 124,814	
Balance, June 30, 2023	\$ 13,873,206	\$ 14,224,323	\$ (351,117)	

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

			Plan	Net
	Total	Pension	Fiduciary	Pension
	Pension	Liability	Net	Liability
			Position	(Asset)
Primary Government	70.74%	\$ 9,813,906	\$ 10,062,287	\$ (248,381)
School Department	29.26%	4,059,300	4,162,036	(102,736)
Total		<u>\$ 13,873,206</u>	<u>\$ 14,224,323</u>	<u>\$ (351,117)</u>

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

Decatur County	1%	Current	1%
	Decrease	Discount Rate	Increase
Net Pension Liability (Asset)	5.75%	6.75%	7.75%

Net Pension Liability (Asset)      \$ 1,538,935    \$ (351,117)    \$ (1,912,425)

### *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, Decatur County recognized pension expense (negative pension expense) of \$409,964.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2024, Decatur 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	\$ 249,389	\$ 21,059
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	116,965	0
Changes in Assumptions	523,847	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	276,318	N/A
 Total	 \$ 1,166,519	 \$ 21,059

(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 subsequent fiscal period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 824,764	\$ 14,897
School Department	341,755	6,162
 Total	 \$ 1,166,519	 \$ 21,059

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 <u>June 30</u>	Amount
2025	\$ 175,591
2026	130,264
2027	541,484
2028	21,803
2029	0
Thereafter	0

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

### **Discretely Presented Decatur County School Department - Non-certified Employees**

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

*Plan Description.* As noted above under the primary government, employees of Decatur County and non-certified employees of the discretely presented Decatur County School Department are provided a defined benefit pension plan through the Public Pension Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 70.74 percent and the non-certified employees of the discretely presented school department comprised 29.26 percent of the plan based on contribution data.

### **Discretely Presented Decatur County School Department - Certified Employees - Teacher Retirement Plan**

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

*Plan Description.* Teachers of the Decatur 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 \$60,702, which is 2.95 percent of covered payroll. In addition, employer contributions of \$20,537, 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 and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2024, the school department reported a liability (asset) of (\$37,637) 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 .088760 percent. The proportion as of June 30, 2022, was .071960 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$47,038.

*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	\$ 1,268	\$ 21,968
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	9,569	0
Changes in Assumptions	28,316	0
Changes in Proportion of Net Pension Liability (Asset)	9,676	19,315
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>60,702</u>	N/A
 Total	 <u>\$ 109,531</u>	 <u>\$ 41,283</u>

The school department's employer contributions of \$60,702, 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	\$ (770)
2026	(2,162)
2027	12,599
2028	84
2029	142
Thereafter	(2,347)

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

*Actuarial Assumptions.* The total pension liability in the June 30, 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 are 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 historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 173,129	\$ (37,637)	\$ (189,372)

*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 Decatur County School Department - Certified Employees - Teacher Legacy Pension Plan**

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

*Plan Description.* Teachers of the Decatur 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 TCPS 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 TCPS 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 Decatur County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$411,874, which is 6.81 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 (\$2,312,543) 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 .196149 percent. The proportion measured on June 30, 2022, was .203731 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2024, the school department recognized (negative pension expense) of \$588,244.

*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	\$ 550,965	\$ 107,317
Changes in Assumptions	753,490	0
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	401,238	0
Changes in Proportion of Net Pension Liability (Asset)	114,316	45,909
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>411,874</u>	N/A
 Total	 <u>\$ 2,231,883</u>	 <u>\$ 153,226</u>

The school department's employer contributions of \$411,874 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	\$ 555,549
2026	(298,540)
2027	1,406,631
2028	3,143
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 in 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 are based 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 historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 5,036,879	\$ (2,312,543)	\$ (8,425,189)

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

## 2. **Deferred Compensation**

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$100,371 and teachers contributed \$47,259 to this deferred compensation pension plan.

### F. ***Other Postemployment Benefits (OPEB)***

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

#### **OPEB Provided through State Administered Public Entity Risk Pools**

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

The county and school department's total OPEB liability for each 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 each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.65%
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 percent, based on an average rating of AA/Aa as shown on the Bond Buyers 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 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, 2022, 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 6 percent load for males and a 14 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 increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2023 plan year was revised from 8.37 percent to 10.31 percent.

### **Local Government OPEB Plan (Primary Government)**

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

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

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

	Decatur County
Inactive Employees or Beneficiaries Currently Receiving Benefits	0
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	94
 Total	 94

An insurance committee, created in accordance with *TCA 8-27-701*, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2024, the county paid \$382 to the LGP for OPEB benefits as they came due.

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

	Decatur County
Balance July 1, 2022	<u>\$ 52,953</u>
Changes for the Year:	
Service Cost	\$ 6,405
Interest	2,090
Difference between	
Expected and Actuarial	(608)
Experience	(650)
Changes in Assumption	21,269
and Other Inputs	(650)
Benefit Payments	\$ 28,506
Net Changes	<u>\$ 28,506</u>
Balance June 30, 2023	<u>\$ 81,459</u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2024, the county recognized OPEB expense (negative OPEB expense) of (\$1,443). On June 30, 2024, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and		
Actual Experience	\$ 1,014	\$ 37,438
Changes of Assumptions	24,940	29,628
Net Difference Between Projected and		
Benefits paid after the measurement date		
of June 30, 2023	<u>382</u>	0
Total	<u>\$ 26,336</u>	<u>\$ 67,066</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	Decatur County
2025	\$ (9,938)
2026	(9,938)
2027	(7,881)
2028	(6,681)
2029	(4,637)
Thereafter	(2,037)

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

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

<u>Discount Rate</u>	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	2.65%	3.65%	4.65%
Total OPEB Liability	\$ 87,682	\$ 81,459	\$ 75,651

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1%	Trend	1%
	Decrease	Rates	Increase
	9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%
Total OPEB Liability	\$ 72,627	\$ 81,459	\$ 91,870

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

*Plan Description.* Employees of the Decatur 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 Decatur County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local

education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA 8-27-301* establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. The Decatur County School Department does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	9
Inactive Employees Entitled to But Not Yet Receiving Benefits	2
Active Employees Eligible for Benefits	135
Total	<u>146</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 \$46,041 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			Total OPEB Liability
	Decatur County School Department	State of TN		
	59.2898%	40.7102%		
Balance July 1, 2022	\$ 1,620,455	\$ 1,033,942	\$ 2,654,397	
<b>Changes for the Year:</b>				
Service Cost	\$ 73,016	\$ 50,135	\$ 123,151	
Interest	57,276	39,328	96,604	
Difference between				
Expected and				
Actuarial Experience	(163,402)	(112,196)	(275,598)	
Change in Proportion	(46,673)	46,673	0	
Changes in Assumption				
and Other Inputs	116,622	80,076	196,698	
Benefit Payments	(58,162)	(39,936)	(98,098)	
Net Changes	\$ (21,322)	\$ 64,079	\$ 42,757	
Balance June 30, 2023	\$ 1,599,133	\$ 1,098,021	\$ 2,697,154	

The Decatur 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 Decatur County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employers' 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 \$106,431 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Decatur County School Department's proportionate share of the collective OPEB liability was 59.2898 percent and the State of Tennessee's share was 40.7102 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 \$224,257, 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	\$ 125,629	\$ 304,432
Changes of Assumptions	343,366	172,219
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	28,767	120,307
Benefits Paid After the Measurement Date of June 30, 2023	<u>46,041</u>	0
Total	<u>\$ 543,803</u>	<u>\$ 596,958</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 <u>June 30</u>	School Department
2025	\$ (12,466)
2026	(12,466)
2027	(11,350)
2028	(7,305)
2029	(14,693)
Thereafter	(40,916)

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>	Current		
	1%	Discount	1%
	Decrease	Rate	Increase
	2.65%	3.65%	4.65%

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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%	Current	1%
Decrease	Rates	Increase
9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$	1,432,447	\$	1,599,133	\$	1,792,855
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## *G. Purchasing Laws*

## Office of County Mayor

Purchasing procedures for the County Mayor's Office are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated (TCA)*. This act provides for all purchases exceeding \$25,000 to be made based on competitive bids solicited through public advertisement.

## Office of Road Supervisor

Section 54-7-113, *TCA*, (Uniform Road Law), governs purchasing procedures for the highway department. This statute requires 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 Decatur 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 \$25,000.

*H. Subsequent Event*

On August 31, 2024, Steve Glass left the Office of Assessor of Property and was succeeded by Walter Higdon effective September 1, 2024.

## **REQUIRED SUPPLEMENTARY INFORMATION SECTION**

**DECATUR 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
<b>Total Pension Liability</b>										
Service Cost	\$ 323,334	\$ 324,443	\$ 355,084	\$ 398,290	\$ 385,245	\$ 413,695	\$ 440,467	\$ 441,838	\$ 575,356	\$ 570,360
Interest	408,181	441,000	463,534	515,297	551,971	595,539	652,020	708,006	818,235	884,898
Differences Between Actual and Expected Experience	(122,395)	(283,655)	42,048	(193,590)	(135,106)	(9,183)	(53,360)	330,359	(2,905)	105,262
Changes in Assumptions	0	0	0	248,506	0	0	0	1,047,692	0	0
Benefit Payments, Including Refunds of Employee Contributions	(156,643)	(188,624)	(235,341)	(192,063)	(233,318)	(225,930)	(269,614)	(266,930)	(343,097)	(453,097)
Net Change in Total Pension Liability	\$ 452,477	\$ 293,164	\$ 625,325	\$ 776,440	\$ 568,792	\$ 774,121	\$ 769,513	\$ 2,260,965	\$ 1,047,589	\$ 1,107,423
Total Pension Liability, Beginning	5,197,397	5,649,874	5,943,038	6,568,363	7,344,803	7,913,595	8,687,716	9,457,229	11,718,194	12,765,783
Total Pension Liability, Ending (a)	<u>\$ 5,649,874</u>	<u>\$ 5,943,038</u>	<u>\$ 6,568,363</u>	<u>\$ 7,344,803</u>	<u>\$ 7,913,595</u>	<u>\$ 8,687,716</u>	<u>\$ 9,457,229</u>	<u>\$ 11,718,194</u>	<u>\$ 12,765,783</u>	<u>\$ 13,873,206</u>
<b>Plan Fiduciary Net Position</b>										
Contributions - Employer	\$ 243,078	\$ 262,576	\$ 282,485	\$ 272,886	\$ 164,955	\$ 91,908	\$ 84,862	\$ 95,632	\$ 96,397	\$ 244,769
Contributions - Employee	219,385	227,545	244,792	239,631	250,694	273,535	284,772	320,915	323,479	313,004
Net Investment Income	881,095	200,938	185,990	848,752	711,543	701,935	507,490	2,797,986	(525,589)	893,099
Benefit Payments, Including Refunds of Employee Contributions	(156,643)	(188,624)	(235,341)	(192,063)	(233,318)	(225,930)	(269,614)	(266,930)	(343,097)	(453,097)
Administrative Expense	(6,116)	(9,256)	(14,071)	(14,292)	(17,860)	(17,382)	(17,210)	(17,886)	(19,547)	(15,166)
Other	0	0	34,175	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 1,180,799	\$ 493,179	\$ 498,030	\$ 1,154,914	\$ 876,014	\$ 824,066	\$ 590,300	\$ 2,929,717	\$ (468,357)	\$ 982,609
Plan Fiduciary Net Position, Beginning	5,163,052	6,343,851	6,837,030	7,335,060	8,489,974	9,365,988	10,190,054	10,780,354	13,710,071	13,241,714
Plan Fiduciary Net Position, Ending (b)	<u>\$ 6,343,851</u>	<u>\$ 6,837,030</u>	<u>\$ 7,335,060</u>	<u>\$ 8,489,974</u>	<u>\$ 9,365,988</u>	<u>\$ 10,190,054</u>	<u>\$ 10,780,354</u>	<u>\$ 13,710,071</u>	<u>\$ 13,241,714</u>	<u>\$ 14,224,323</u>
Net Pension Liability (Asset), Ending (a - b)	<u>\$ (693,977)</u>	<u>\$ (893,992)</u>	<u>\$ (766,697)</u>	<u>\$ (1,145,171)</u>	<u>\$ (1,452,393)</u>	<u>\$ (1,502,338)</u>	<u>\$ (1,323,125)</u>	<u>\$ (1,991,877)</u>	<u>\$ (475,931)</u>	<u>\$ (351,117)</u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	112.28%	115.04%	111.67%	115.59%	118.35%	117.29%	113.99%	117.00%	103.73%	102.53%
Covered Payroll	\$ 4,387,669	\$ 4,553,036	\$ 4,895,771	\$ 4,729,407	\$ 5,013,834	\$ 5,470,648	\$ 5,695,431	\$ 6,418,257	\$ 6,469,608	\$ 6,260,081
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(15.82)%	(19.64)%	(15.66)%	(24.21)%	(28.97)%	(27.46)%	(23.23)%	(31.03)%	(7.36)%	(5.61)%

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

**DECATUR 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**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Actuarially Determined Contribution	\$ 262,576	\$ 282,485	\$ 156,070	\$ 164,955	\$ 91,908	\$ 84,862	\$ 73,810	\$ 46,581	\$ 244,769	\$ 276,318
Less: Contributions in Relation to the Actuarially Determined Contribution	(262,576)	(282,485)	(272,886)	(164,955)	(91,908)	(84,862)	(95,632)	(96,397)	(244,769)	(276,318)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ (116,816)	\$ 0	\$ 0	\$ 0	\$ (21,822)	\$ (49,816)	\$ 0	\$ 0
Covered Payroll	\$ 4,553,036	\$ 4,895,771	\$ 4,729,407	\$ 5,013,834	\$ 5,470,648	\$ 5,695,431	\$ 6,418,257	\$ 6,469,608	\$ 6,260,081	\$ 7,066,962
Contributions as a Percentage of Covered Payroll	5.77%	5.77%	5.77%	3.29%	1.68%	1.49%	1.49%	1.49%	3.91%	3.91%

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

**DECATUR COUNTY, TENNESSEE****Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS**

Discretely Presented Decatur County School Department

**For the Fiscal Year Ended June 30**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Contractually Required Contribution	\$ 8,699	\$ 19,980	\$ 20,940	\$ 7,858	\$ 15,939	\$ 17,012	\$ 18,939	\$ 24,700	\$ 50,669	\$ 60,702
Less: Contributions in Relation to the Contractually Required Contribution	<u>(8,699)</u>	<u>(19,980)</u>	<u>(20,940)</u>	<u>(19,274)</u>	<u>(15,939)</u>	<u>(17,012)</u>	<u>(18,939)</u>	<u>(24,700)</u>	<u>(50,669)</u>	<u>(60,702)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (11,416)</u>	<u>\$ 0</u>					
Covered Payroll	\$ 217,472	\$ 499,486	\$ 554,974	\$ 481,844	\$ 821,592	\$ 838,022	\$ 937,569	\$ 1,228,862	\$ 1,765,457	\$ 2,057,700
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 - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

2024: Pension - 2.95%, SRT - 1.05%

**DECATUR COUNTY, TENNESSEE****Schedule of Contributions Based on Participation in the Teacher****Legacy Pension Plan of TCRS**

Discretely Presented Decatur County School Department

**For the Fiscal Year Ended June 30**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Contractually Required Contribution	\$ 539,183	\$ 571,797	\$ 580,849	\$ 587,137	\$ 647,136	\$ 678,601	\$ 673,687	\$ 690,581	\$ 553,129	\$ 411,874
Less: Contributions in Relation to the Contractually Required Contribution	(539,183)	(571,797)	(580,849)	(587,137)	(647,136)	(678,601)	(673,687)	(690,581)	(553,129)	(411,874)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 5,964,435	\$ 6,325,203	\$ 6,393,901	\$ 6,466,240	\$ 6,186,750	\$ 6,383,826	\$ 6,559,754	\$ 6,704,675	\$ 6,365,133	\$ 6,048,064
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%

**DECATUR COUNTY, TENNESSEE****Schedule of Proportionate Share of the Net Pension Asset****in the Teacher Retirement Plan of TCRS**

Discretely Presented Decatur County School Department

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.102507%	0.113519%	0.797600%	0.055139%	0.077641%	0.066409%	0.064964%	0.071960%	0.088760%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (4,211)	\$ (11,818)	\$ (21,043)	\$ (25,007)	\$ (43,827)	\$ (37,763)	\$ (70,369)	\$ (21,799)	\$ (37,637)
Covered Payroll	\$ 217,472	\$ 499,486	\$ 554,974	\$ 481,844	\$ 821,592	\$ 838,022	\$ 937,569	\$ 1,228,862	\$ 1,765,457
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.79)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(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%

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

**DECATUR COUNTY, TENNESSEE****Schedule of Proportionate Share of the Net Pension Asset  
in the Teacher Legacy Pension Plan of TCRS**

Discretely Presented Decatur County School Department  
For the Fiscal Year Ended June 30

	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
School Department's Proportion of the Net Pension Liability (Asset)	0.171362%	0.159327%	0.175223%	0.181765%	0.184662%	0.184506%	0.191807%	0.199860%	0.203731%	0.196149%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (27,846)	\$ 65,266	\$ 1,095,045	\$ (59,469)	\$ (649,810)	\$ (1,897,058)	\$ (1,462,670)	\$ (8,620,453)	\$ (2,498,571)	\$ (2,312,543)
Covered Payroll	\$ 6,725,964	\$ 5,964,435	\$ 6,325,203	\$ 6,393,901	\$ 6,466,240	\$ 6,186,750	\$ 6,383,826	\$ 6,559,754	\$ 6,704,675	\$ 6,365,133
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094254%	17.31%	(.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(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%

**DECATUR COUNTY, TENNESSEE****Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan**

Primary Government

**For the Fiscal Year Ended June 30**

	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
<b>Total OPEB Liability</b>							
Service Cost	\$ 11,893	\$ 10,351	\$ 11,510	\$ 11,036	\$ 14,789	\$ 12,656	\$ 6,405
Interest	2,440	3,257	3,215	2,743	2,317	2,116	2,090
Differences Between Actual and Expected Experience	0	(21,071)	(27,898)	2,194	(4,905)	(22,377)	(608)
Changes in Assumptions or Other Inputs	(4,283)	4,843	3,819	7,394	(16,444)	(24,486)	21,269
Benefit Payments	0	(1,190)	(1,246)	(389)	(477)	(527)	(650)
Net Change in Total OPEB Liability	\$ 10,050	\$ (3,810)	\$ (10,600)	\$ 22,978	\$ (4,720)	\$ (32,618)	\$ 28,506
Total OPEB Liability, Beginning	71,673	81,723	77,913	67,313	90,291	85,571	52,953
Total OPEB Liability, Ending	\$ 81,723	\$ 77,913	\$ 67,313	\$ 90,291	\$ 85,571	\$ 52,953	\$ 81,459
Covered Employee Payroll	\$ 3,284,640	\$ 3,441,892	\$ 3,630,228	\$ 4,338,136	\$ 4,308,657	\$ 3,996,343	\$ 4,540,519
Net OPEB Liability as a Percentage of Covered Employee Payroll	2.49%	2.26%	1.85%	2.08%	1.99%	1.33%	1.79%

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.

**DECATUR COUNTY, TENNESSEE****Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan**

Discretely Presented Decatur County School Department

**For the Fiscal Year Ended June 30**

	2017	2018	2019	2020	2021	2022	2023
<b>Total OPEB Liability</b>							
Service Cost	\$ 112,034	\$ 103,157	\$ 83,682	\$ 82,855	\$ 117,114	\$ 157,560	\$ 123,151
Interest	62,841	75,542	62,208	69,578	53,731	64,267	96,604
Differences Between Actual and Expected Experience	0	(512,691)	349,631	93,462	12,764	(75,738)	(275,598)
Changes in Assumptions or Other Inputs	(92,355)	43,364	(153,748)	244,164	407,425	(262,973)	196,698
Benefit Payments	(105,760)	(101,751)	(85,811)	(68,253)	(82,309)	(92,512)	(98,098)
Net Change in Total OPEB Liability	\$ (23,240)	\$ (392,379)	\$ 255,962	\$ 421,806	\$ 508,725	\$ (209,396)	\$ 42,757
Total OPEB Liability, Beginning	2,092,919	2,069,679	1,677,300	1,933,262	2,355,068	2,863,793	2,654,397
Total OPEB Liability, Ending	<b>\$ 2,069,679</b>	<b>\$ 1,677,300</b>	<b>\$ 1,933,262</b>	<b>\$ 2,355,068</b>	<b>\$ 2,863,793</b>	<b>\$ 2,654,397</b>	<b>\$ 2,697,154</b>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 762,242	\$ 603,529	\$ 729,996	\$ 834,659	\$ 1,058,495	\$ 1,033,942	\$ 1,098,021
Employer Proportionate Share of the Total OPEB Liability	1,307,437	1,073,771	1,203,266	1,520,409	1,805,298	1,620,455	1,599,133
Covered Employee Payroll	\$ 7,973,321	\$ 7,870,470	\$ 8,060,727	\$ 8,199,694	\$ 8,458,792	\$ 8,252,256	\$ 8,126,886
Net OPEB Liability as a Percentage of Covered Employee Payroll	16.40%	13.64%	14.93%	18.54%	21.34%	19.64%	19.68%

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

Note 2: Changes in assumptions.

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

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

**DECATUR 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 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.

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

# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

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

**Industrial/Economic Development Fund** – The Industrial/Economic Development Fund is used to account for expenses related to tourism.

**Other Special Revenue Fund** – The Special Revenue Fund is used to account for the proceeds received from the American Rescue Plan Act.

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

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

## CAPITAL PROJECTS FUND

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

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

Exhibit F-1

**DECATUR COUNTY, TENNESSEE**

**Combining Balance Sheet**

Nonmajor Governmental Funds

**June 30, 2024**

	Special Revenue Funds				
	Industrial / Economic Development	Drug Control	Other Special Revenue	Constitu - tional Officers - Fees	Total
<b>ASSETS</b>					
Cash	\$ 0	\$ 0	\$ 0	\$ 697	\$ 697
Equity in Pooled Cash and Investments	116,890	122,031	1,330,189	0	1,569,110
Accounts Receivable	15,440	545	0	652	16,637
Due from Other Governments	15,953	0	0	0	15,953
Due from Other Funds	0	0	0	0	0
<b>Total Assets</b>	<b>\$ 148,283</b>	<b>\$ 122,576</b>	<b>\$ 1,330,189</b>	<b>\$ 1,349</b>	<b>\$ 1,602,397</b>
<b>LIABILITIES</b>					
Accounts Payable	\$ 1,587	\$ 0	\$ 0	\$ 0	\$ 1,587
Due to Other Funds	0	0	0	1,349	1,349
<b>Total Liabilities</b>	<b>\$ 1,587</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 1,349</b>	<b>\$ 2,936</b>
<b>FUND BALANCES</b>					
Restricted:					
Restricted for General Government - American Rescue Plan Act	\$ 0	\$ 0	\$ 1,330,189	\$ 0	\$ 1,330,189
Restricted for Public Safety	0	122,576	0	0	122,576
Restricted for Other Operations	146,696	0	0	0	146,696
Committed:					
Committed for Capital Outlay	0	0	0	0	0
<b>Total Fund Balances</b>	<b>\$ 146,696</b>	<b>\$ 122,576</b>	<b>\$ 1,330,189</b>	<b>\$ 0</b>	<b>\$ 1,599,461</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 148,283</b>	<b>\$ 122,576</b>	<b>\$ 1,330,189</b>	<b>\$ 1,349</b>	<b>\$ 1,602,397</b>

(Continued)

**DECATUR COUNTY, TENNESSEE****Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Fund</u>		Total
	General Capital Projects	Nonmajor Governmental Funds	
<b>ASSETS</b>			
Cash	\$ 0	\$ 697	
Equity in Pooled Cash and Investments	227,842	1,796,952	
Accounts Receivable	0	16,637	
Due from Other Governments	0	15,953	
Due from Other Funds	59,674	59,674	
<b>Total Assets</b>	<b>\$ 287,516</b>	<b>\$ 1,889,913</b>	
<b>LIABILITIES</b>			
Accounts Payable	\$ 0	\$ 1,587	
Due to Other Funds	0	1,349	
<b>Total Liabilities</b>	<b>\$ 0</b>	<b>\$ 2,936</b>	
<b>FUND BALANCES</b>			
Restricted:			
Restricted for General Government - American Rescue Plan Act	\$ 0	\$ 1,330,189	
Restricted for Public Safety	0	122,576	
Restricted for Other Operations	0	146,696	
Committed:			
Committed for Capital Outlay	287,516	287,516	
<b>Total Fund Balances</b>	<b>\$ 287,516</b>	<b>\$ 1,886,977</b>	
<b>Total Liabilities and Fund Balances</b>	<b>\$ 287,516</b>	<b>\$ 1,889,913</b>	

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

	<b>Special Revenue Funds</b>					<b>Constitu -</b>
	<b>Industrial /</b> <b>Economic</b> <b>Development</b>	<b>Drug</b> <b>Control</b>	<b>Other</b> <b>Special</b> <b>Revenue</b>	<b>tional</b> <b>Officers -</b> <b>Fees</b>	<b>Total</b>	
<b>Revenues</b>						
Local Taxes	\$ 40,000	0	\$ 0	\$ 0	\$ 0	40,000
Fines, Forfeitures, and Penalties	0	10,979	0	0	0	10,979
Charges for Current Services	15,440	0	0	8,888	24,328	
Other Local Revenues	0	76,232	29,128	0	0	105,360
State of Tennessee	183,276	0	0	0	0	183,276
Federal Government	0	0	50,000	0	0	50,000
Total Revenues	\$ 238,716	\$ 87,211	\$ 79,128	\$ 8,888	\$ 413,943	
<b>Expenditures</b>						
Current:						
General Government	\$ 0	0	\$ 51,483	\$ 0	\$ 0	51,483
Administration of Justice	0	0	0	8,888	8,888	
Public Safety	0	38,477	0	0	0	38,477
Public Health and Welfare	0	0	87	0	0	87
Social, Cultural, and Recreational Services	0	0	0	0	0	0
Other Operations	92,020	614	85,000	0	0	177,634
Capital Projects	0	0	0	0	0	0
Total Expenditures	\$ 92,020	\$ 39,091	\$ 136,570	\$ 8,888	\$ 276,569	
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 146,696	\$ 48,120	\$ (57,442)	\$ 0	\$ 137,374	
Net Change in Fund Balances	\$ 146,696	\$ 48,120	\$ (57,442)	\$ 0	\$ 137,374	
Fund Balance, July 1, 2023	0	74,456	1,387,631	0	0	1,462,087
Fund Balance, June 30, 2024	\$ 146,696	\$ 122,576	\$ 1,330,189	\$ 0	\$ 1,599,461	

(Continued)

**DECATUR COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances**  
 Nonmajor Governmental Funds (Cont.)

	<b>Capital Projects Fund</b>	Total	
	General Capital Projects	Nonmajor Governmental Funds	
<b>Revenues</b>			
Local Taxes	\$ 0	\$ 40,000	
Fines, Forfeitures, and Penalties	0	10,979	
Charges for Current Services	0	24,328	
Other Local Revenues	0	105,360	
State of Tennessee	130,367	313,643	
Federal Government	0	50,000	
Total Revenues	<u>\$ 130,367</u>	<u>\$ 544,310</u>	
<b>Expenditures</b>			
Current:			
General Government	\$ 0	\$ 51,483	
Administration of Justice	0	8,888	
Public Safety	0	38,477	
Public Health and Welfare	0	87	
Social, Cultural, and Recreational Services	6,882	6,882	
Other Operations	138,805	316,439	
Capital Projects	47,760	47,760	
Total Expenditures	<u>\$ 193,447</u>	<u>\$ 470,016</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (63,080)</u>	<u>\$ 74,294</u>	
Net Change in Fund Balances	<u>\$ (63,080)</u>	<u>\$ 74,294</u>	
Fund Balance, July 1, 2023	<u>350,596</u>	<u>1,812,683</u>	
Fund Balance, June 30, 2024	<u><u>\$ 287,516</u></u>	<u><u>\$ 1,886,977</u></u>	

**DECATUR COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 Industrial/Economic Development Fund  
**For the Year Ended June 30, 2024**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 40,000	\$ 40,000	\$ 40,000	\$ 0
Charges for Current Services	15,440	20,000	20,000	(4,560)
State of Tennessee	183,276	136,716	137,416	45,860
Total Revenues	\$ 238,716	\$ 196,716	\$ 197,416	\$ 41,300
<b>Expenditures</b>				
Other Operations				
Tourism	\$ 91,464	\$ 169,437	\$ 169,437	\$ 77,973
Other Charges	556	0	700	144
Total Expenditures	\$ 92,020	\$ 169,437	\$ 170,137	\$ 78,117
Excess (Deficiency) of Revenues Over Expenditures	\$ 146,696	\$ 27,279	\$ 27,279	\$ 119,417
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 0	\$ 0	\$ 150,000	\$ (150,000)
Transfers Out	0	0	(150,000)	150,000
Total Other Financing Sources	\$ 0	\$ 0	\$ 0	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 146,696	\$ 27,279	\$ 27,279	\$ 119,417
Fund Balance, June 30, 2024	\$ 146,696	\$ 27,279	\$ 27,279	\$ 119,417

**DECATUR 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	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Fines, Forfeitures, and Penalties	\$ 10,979	\$ 2,275	\$ 2,275	\$ 8,704
Other Local Revenues	76,232	0	36,732	39,500
Total Revenues	\$ 87,211	\$ 2,275	\$ 39,007	\$ 48,204
<b>Expenditures</b>				
Public Safety				
Drug Enforcement	\$ 38,477	\$ 7,200	\$ 43,233	\$ 4,756
Other Operations				
Other Charges	614	0	700	86
Total Expenditures	\$ 39,091	\$ 7,200	\$ 43,933	\$ 4,842
Excess (Deficiency) of Revenues Over Expenditures	\$ 48,120	\$ (4,925)	\$ (4,926)	\$ 53,046
Net Change in Fund Balance	\$ 48,120	\$ (4,925)	\$ (4,926)	\$ 53,046
Fund Balance, July 1, 2023	74,456	78,356	78,356	(3,900)
Fund Balance, June 30, 2024	\$ 122,576	\$ 73,431	\$ 73,430	\$ 49,146

**DECATUR COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 Other Special Revenue Fund  
**For the Year Ended June 30, 2024**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Other Local Revenues	\$ 29,128	\$ 4,000	\$ 4,087	\$ 25,041
Federal Government	50,000	0	0	50,000
Total Revenues	\$ 79,128	\$ 4,000	\$ 4,087	\$ 75,041
<b>Expenditures</b>				
General Government				
County Buildings	\$ 51,483	\$ 0	\$ 75,000	\$ 23,517
Public Health and Welfare				
Local Health Center	87	0	87	0
Other Operations				
American Rescue Plan Act Grant #1	85,000	0	85,000	0
Total Expenditures	\$ 136,570	\$ 0	\$ 160,087	\$ 23,517
Excess (Deficiency) of Revenues Over Expenditures	\$ (57,442)	\$ 4,000	\$ (156,000)	\$ 98,558
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ (57,442)	\$ 4,000	\$ (156,000)	\$ 98,558
	1,387,631	2,015,764	2,015,764	(628,133)
Fund Balance, June 30, 2024	\$ 1,330,189	\$ 2,019,764	\$ 1,859,764	\$ (529,575)

## MAJOR GOVERNMENTAL FUND

### GENERAL DEBT SERVICE FUND

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

Exhibit G

**DECATUR 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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 1,081,586	\$ 939,768	\$ 941,768	\$ 139,818
Other Governments and Citizens Groups	311,456	0	0	311,456
Total Revenues	<u>\$ 1,393,042</u>	<u>\$ 939,768</u>	<u>\$ 941,768</u>	<u>\$ 451,274</u>
<b>Expenditures</b>				
Other Operations				
Other Charges	\$ 0	\$ 15,000	\$ 0	\$ 0
Principal on Debt				
General Government	400,000	400,000	400,000	0
Education	285,000	285,000	285,000	0
Interest on Debt				
General Government	101,512	101,513	101,513	1
Education	26,456	26,456	26,456	0
Other Debt Service				
General Government	18,681	2,250	19,250	569
Total Expenditures	<u>\$ 831,649</u>	<u>\$ 830,219</u>	<u>\$ 832,219</u>	<u>\$ 570</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 561,393</u>	<u>\$ 109,549</u>	<u>\$ 109,549</u>	<u>\$ 451,844</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 0	\$ 311,456	\$ 311,456	\$ (311,456)
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 311,456</u>	<u>\$ 311,456</u>	<u>\$ (311,456)</u>
Net Change in Fund Balance	<u>\$ 561,393</u>	<u>\$ 421,005</u>	<u>\$ 421,005</u>	<u>\$ 140,388</u>
Fund Balance, July 1, 2023	<u>1,916,137</u>	<u>1,749,707</u>	<u>1,749,707</u>	<u>166,430</u>
Fund Balance, June 30, 2024	<u><u>\$ 2,477,530</u></u>	<u><u>\$ 2,170,712</u></u>	<u><u>\$ 2,170,712</u></u>	<u><u>\$ 306,818</u></u>

## CUSTODIAL FUNDS

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

**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. Also, the cities have pledged their share of a one-cent local option sales tax increase to retire school bonds.

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

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

	<b>Custodial Funds</b>			
	Constitu -			
	Cities -		tional	
	Sales		Officers -	
	Tax		Custodial	Total
<b>ASSETS</b>				
Cash	\$ 0	\$ 1,031,350	\$ 1,031,350	
Accounts Receivable	0	10,753	10,753	
Due from Other Governments	262,354	0	262,354	
<b>Total Assets</b>	<b>\$ 262,354</b>	<b>\$ 1,042,103</b>	<b>\$ 1,304,457</b>	
<b>LIABILITIES</b>				
Due to Other Taxing Units	\$ 262,354	\$ 0	\$ 262,354	
<b>Total Liabilities</b>	<b>\$ 262,354</b>	<b>\$ 0</b>	<b>\$ 262,354</b>	
<b>NET POSITION</b>				
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 1,042,103	\$ 1,042,103	
<b>Total Net Position</b>	<b>\$ 0</b>	<b>\$ 1,042,103</b>	<b>\$ 1,042,103</b>	

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

		<b>Custodial Funds</b>		
		Constitu -		
		Cities -	tional	
		Sales	Officers -	
		Tax	Custodial	Total
<b>Additions</b>				
Sales Tax Collections for Other Governments		\$ 1,489,311	\$ 0	\$ 1,489,311
Fines/Fees and Other Collections		0	4,524,584	4,524,584
Total Additions		\$ 1,489,311	\$ 4,524,584	\$ 6,013,895
<b>Deductions</b>				
Payment of Sales Tax Collections for Other Governments		\$ 1,489,311	\$ 0	\$ 1,489,311
Payments to State		0	1,784,282	1,784,282
Payments to Cities, Individuals, and Others		0	2,731,498	2,731,498
Total Deductions		\$ 1,489,311	\$ 4,515,780	\$ 6,005,091
Change in Net Position		\$ 0	\$ 8,804	\$ 8,804
Net Position July 1, 2023		0	1,033,299	1,033,299
Net Position June 30, 2024		\$ 0	\$ 1,042,103	\$ 1,042,103

# DECATUR COUNTY SCHOOL DEPARTMENT

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

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

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

**DECATUR COUNTY, TENNESSEE****Statement of Activities**

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

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Operating	Capital	Total Governmental Activities		
		Charges for Services	Grants and Contributions	Grants and Contributions		
Governmental Activities:						
Instruction	\$ 10,864,342	\$ 68,310	\$ 4,501,125	\$ 3,071,062	\$ (3,223,845)	
Support Services	5,860,046	169,523	708,517	176,758	(4,805,248)	
Operation of Non-instructional Services	<u>2,425,807</u>	<u>200,791</u>	<u>1,789,902</u>	<u>0</u>	<u>(435,114)</u>	
Total Governmental Activities	<u><u>\$ 19,150,195</u></u>	<u><u>\$ 438,624</u></u>	<u><u>\$ 6,999,544</u></u>	<u><u>\$ 3,247,820</u></u>	<u><u>\$ (8,464,207)</u></u>	
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 1,969,095	
Local Option Sales Taxes					2,134,529	
Other Local Taxes					5,203	
Grants and Contributions Not Restricted to Specific Programs					11,004,952	
Unrestricted Investment Income					23,785	
Miscellaneous					6,091	
Total General Revenues					<u><u>\$ 15,143,655</u></u>	
Change in Net Position					\$ 6,679,448	
Net Position, July 1, 2023					<u><u>\$ 18,801,980</u></u>	
Net Position, June 30, 2024					<u><u>\$ 25,481,428</u></u>	

**DECATUR COUNTY, TENNESSEE****Balance Sheet - Governmental Funds**

Discretely Presented Decatur County School Department

**June 30, 2024**

	<b>Major Funds</b>			<b>Nonmajor Funds</b>	
	General	School	Education	Other	Total
	Purpose	Federal	Capital	Govern-mental	Governmental
<b>ASSETS</b>					
Cash	\$ 0	\$ 0	\$ 0	\$ 223,161	\$ 223,161
Equity in Pooled Cash and Investments	5,987,471	179,508	3,067,402	369,770	9,604,151
Accounts Receivable	3,943	0	0	0	3,943
Due from Other Governments	871,335	84,070	0	0	955,405
Property Taxes Receivable	2,064,604	0	0	0	2,064,604
Allowance for Uncollectible Property Taxes	(63,374)	0	0	0	(63,374)
Restricted Assets	135,559	0	0	0	135,559
<b>Total Assets</b>	<b>\$ 8,999,538</b>	<b>\$ 263,578</b>	<b>\$ 3,067,402</b>	<b>\$ 592,931</b>	<b>\$ 12,923,449</b>
<b>LIABILITIES</b>					
Accounts Payable	\$ 824,695	\$ 0	\$ 963,702	\$ 2,090	\$ 1,790,487
Payroll Deductions Payable	648,531	63,578	0	31,318	743,427
Other Current Liabilities	0	0	0	53	53
<b>Total Liabilities</b>	<b>\$ 1,473,226</b>	<b>\$ 63,578</b>	<b>\$ 963,702</b>	<b>\$ 33,461</b>	<b>\$ 2,533,967</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 1,941,036	\$ 0	\$ 0	\$ 0	\$ 1,941,036
Deferred Delinquent Property Taxes	57,464	0	0	0	57,464
Other Deferred/Unavailable Revenue	190,456	0	0	0	190,456
<b>Total Deferred Inflows of Resources</b>	<b>\$ 2,188,956</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,188,956</b>

(Continued)

**DECATUR COUNTY, TENNESSEE****Balance Sheet - Governmental Funds**

Discretely Presented Decatur County School Department (Cont.)

	<b>Major Funds</b>			<b>Nonmajor Funds</b>		<b>Total Governmental Funds</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Education Capital Projects</b>	<b>Other Govern- mental Funds</b>		
<b>FUND BALANCES</b>						
Restricted:						
Restricted for Education	\$ 3,459	\$ 0	\$ 0	\$ 221,071	\$ 224,530	
Restricted for Operation of Non-instructional Services	0	0	0	338,399	338,399	
Restricted for Capital Outlay	0	0	2,103,700	0	2,103,700	
Restricted for Hybrid Retirement Stabilization Funds	135,559	0	0	0	135,559	
Committed:						
Committed for Education	1,347,176	0	0	0	1,347,176	
Committed for Instruction	54,238	0	0	0	54,238	
Assigned:						
Assigned for Education	70,524	200,000	0	0	270,524	
Unassigned	3,726,400	0	0	0	3,726,400	
Total Fund Balances	<u>\$ 5,337,356</u>	<u>\$ 200,000</u>	<u>\$ 2,103,700</u>	<u>\$ 559,470</u>	<u>\$ 8,200,526</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 8,999,538</u>	<u>\$ 263,578</u>	<u>\$ 3,067,402</u>	<u>\$ 592,931</u>	<u>\$ 12,923,449</u>	

**DECATUR COUNTY, TENNESSEE****Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**

Discretely Presented Decatur 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)	\$ 8,200,526
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 305,948
Add: construction in progress	5,984,303
Add: buildings and improvements net of accumulated depreciation	5,019,006
Add: infrastructure net of accumulated depreciation	594,375
Add: other capital assets net of accumulated depreciation	<u>1,846,224</u>
	13,749,856
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: net OPEB liability	(1,599,133)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as a component of pension and OPEB expense in future years.	
Add: deferred outflows of resources related to pensions	\$ 2,683,169
Less: deferred inflows of resources related to pensions	(200,671)
Add: deferred outflows of resources related to OPEB	543,803
Less: deferred inflows of resources related to OPEB	<u>(596,958)</u>
	2,429,343
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.	
Add: net pension asset - agent plan	\$ 102,736
Add: net pension asset - teacher retirement plan	37,637
Add: net pension asset - teacher legacy pension plan	<u>2,312,543</u>
	2,452,916
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.	
	<u>247,920</u>
Net position of governmental activities (Exhibit A)	\$ <u>25,481,428</u>

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

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

	<b>Major Funds</b>			<b>Nonmajor Funds</b>		<b>Total Governmental Funds</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Education Capital Projects</b>	<b>Other Govern- mental Funds</b>		
<b>Revenues</b>						
Local Taxes	\$ 4,114,445	\$ 0	\$ 0	\$ 0	\$ 4,114,445	
Charges for Current Services	261,745	0	0	176,879	438,624	
Other Local Revenues	44,887	0	0	638,574	683,461	
State of Tennessee	12,215,045	0	0	6,391	12,221,436	
Federal Government	37,588	4,249,928	0	769,439	5,056,955	
Other Governments and Citizens Groups	176,758	0	3,071,062	0	3,247,820	
Total Revenues	\$ 16,850,468	\$ 4,249,928	\$ 3,071,062	\$ 1,591,283	\$ 25,762,741	
<b>Expenditures</b>						
Current:						
Instruction	\$ 8,175,570	\$ 1,071,380	\$ 0	\$ 0	\$ 9,246,950	
Support Services	5,574,740	509,308	0	0	6,084,048	
Operation of Non-Instructional Services	669,057	74,589	0	1,678,770	2,422,416	
Capital Outlay	3,186,423	2,594,651	0	0	5,781,074	
Debt Service:						
Other Debt Service	311,456	0	0	0	311,456	
Capital Projects	0	0	967,362	0	967,362	
Total Expenditures	\$ 17,917,246	\$ 4,249,928	\$ 967,362	\$ 1,678,770	\$ 24,813,306	
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,066,778)	\$ 0	\$ 2,103,700	\$ (87,487)	\$ 949,435	
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 14,765	\$ 0	\$ 0	\$ 0	\$ 14,765	
Total Other Financing Sources (Uses)	\$ 14,765	\$ 0	\$ 0	\$ 0	\$ 14,765	
Net Change in Fund Balances	\$ (1,052,013)	\$ 0	\$ 2,103,700	\$ (87,487)	\$ 964,200	
Fund Balance, July 1, 2023	6,389,369	200,000	0	646,957	7,236,326	
Fund Balance, June 30, 2024	\$ 5,337,356	\$ 200,000	\$ 2,103,700	\$ 559,470	\$ 8,200,526	

**DECATUR COUNTY, TENNESSEE****Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities**Discretely Presented Decatur 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)		\$ 964,200
(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	\$ 6,882,682	
Less: current-year depreciation expense	<u>(909,872)</u>	5,972,810
(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		(8,470)
(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	\$ 247,920	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(253,538)</u>	(5,618)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net OPEB liability	\$ 21,322	
Change in deferred outflows related to OPEB	(10,464)	
Change in deferred inflows related to OPEB	(82,643)	
Change in deferred outflows related to pensions	(318,666)	
Change in deferred inflows related to pensions	341,886	
Change in net pension asset - agent plan	(24,719)	
Change in net pension asset - teacher retirement plan	15,838	
Change in net pension asset - teacher legacy pension plan	<u>(186,028)</u>	<u>(243,474)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 6,679,448</u>

**DECATUR COUNTY, TENNESSEE****Combining Balance Sheet - Nonmajor Governmental Funds**

Discretely Presented Decatur County School Department

**June 30, 2024**

	<b>Special Revenue Funds</b>			
	Central Cafeteria	Internal School	Nonmajor Governmental Funds	Total
<b>ASSETS</b>				
Cash	\$ 0	\$ 223,161	\$ 223,161	
Equity in Pooled Cash and Investments		369,770	0	369,770
<b>Total Assets</b>	<b>\$ 369,770</b>	<b>\$ 223,161</b>	<b>\$ 592,931</b>	
<b>LIABILITIES</b>				
Accounts Payable	\$ 0	\$ 2,090	\$ 2,090	
Payroll Deductions Payable		31,318	0	31,318
Other Current Liabilities		53	0	53
<b>Total Liabilities</b>	<b>\$ 31,371</b>	<b>\$ 2,090</b>	<b>\$ 33,461</b>	
<b>FUND BALANCES</b>				
Restricted:				
Restricted for Education	\$ 0	\$ 221,071	\$ 221,071	
Restricted for Operation of Non-instructional Services		338,399	0	338,399
<b>Total Fund Balances</b>	<b>\$ 338,399</b>	<b>\$ 221,071</b>	<b>\$ 559,470</b>	
<b>Total Liabilities and Fund Balances</b>	<b>\$ 369,770</b>	<b>\$ 223,161</b>	<b>\$ 592,931</b>	

**DECATUR COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures,**  
**and Changes in Fund Balances -**  
**Nonmajor Governmental Funds**  
 Discretely Presented Decatur County School Department  
**For the Year Ended June 30, 2024**

	<u>Special Revenue Funds</u>			Total
	Central Cafeteria	Internal School	Nonmajor Governmental Funds	
<b>Revenues</b>				
Charges for Current Services	\$ 176,879	\$ 0	\$ 176,879	
Other Local Revenues	2,290	636,284	638,574	
State of Tennessee	6,391	0	6,391	
Federal Government	769,439	0	769,439	
Total Revenues	<u>\$ 954,999</u>	<u>\$ 636,284</u>	<u>\$ 1,591,283</u>	
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services	\$ 1,060,418	\$ 618,352	\$ 1,678,770	
Total Expenditures	<u>\$ 1,060,418</u>	<u>\$ 618,352</u>	<u>\$ 1,678,770</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (105,419)</u>	<u>\$ 17,932</u>	<u>\$ (87,487)</u>	
Net Change in Fund Balances	\$ (105,419)	\$ 17,932	\$ (87,487)	
Fund Balance, July 1, 2023	<u>443,818</u>	<u>203,139</u>	<u>646,957</u>	
Fund Balance, June 30, 2024	<u>\$ 338,399</u>	<u>\$ 221,071</u>	<u>\$ 559,470</u>	

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

Discretely Presented Decatur County School Department

General Purpose School Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 4,114,445	\$ 0	\$ 0	\$ 4,114,445	\$ 3,341,753	\$ 3,341,781	\$ 772,664
Charges for Current Services	261,745	0	0	261,745	94,600	176,200	85,545
Other Local Revenues	44,887	0	0	44,887	18,550	25,011	19,876
State of Tennessee	12,215,045	0	0	12,215,045	11,994,233	12,566,099	(351,054)
Federal Government	37,588	0	0	37,588	10,300	169,394	(131,806)
Other Governments and Citizens Groups	176,758	0	0	176,758	0	176,758	0
Total Revenues	\$ 16,850,468	\$ 0	\$ 0	\$ 16,850,468	\$ 15,459,436	\$ 16,455,243	\$ 395,225
<b>Expenditures</b>							
Instruction							
Regular Instruction Program	\$ 6,487,780	\$ (43,459)	\$ 3,968	\$ 6,448,289	\$ 6,647,671	\$ 6,809,511	\$ 361,222
Alternative Instruction Program	67,361	0	0	67,361	70,063	70,063	2,702
Special Education Program	922,422	0	0	922,422	959,950	969,950	47,528
Career and Technical Education Program	698,007	0	0	698,007	733,393	927,388	229,381
Support Services							
Attendance	133,431	0	0	133,431	150,205	157,369	23,938
Health Services	317,106	0	0	317,106	348,180	355,180	38,074
Other Student Support	474,449	0	0	474,449	350,910	567,668	93,219
Regular Instruction Program	843,971	0	0	843,971	895,575	940,153	96,182
Special Education Program	101,350	0	0	101,350	105,531	121,987	20,637
Career and Technical Education Program	91,606	0	0	91,606	99,331	101,011	9,405
Technology	292,413	0	0	292,413	368,040	368,040	75,627
Other Programs	33,911	0	0	33,911	0	33,911	0
Board of Education	189,502	0	0	189,502	219,868	219,868	30,366
Director of Schools	169,064	0	0	169,064	201,700	201,700	32,636
Office of the Principal	744,876	0	0	744,876	768,220	770,964	26,088
Fiscal Services	132,673	0	0	132,673	156,687	156,687	24,014
Operation of Plant	892,860	0	0	892,860	952,300	974,861	82,001
Maintenance of Plant	313,053	(4,063)	4,879	313,869	281,050	335,576	21,707

(Continued)

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

Discretely Presented Decatur County School Department

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Support Services (Cont.)							
Transportation	\$ 844,475	\$ 0	\$ 3,410	\$ 847,885	\$ 941,300	\$ 966,130	\$ 118,245
Operation of Non-Instructional Services							
Food Service	2,091	0	0	2,091	0	2,744	653
Community Services	234,289	0	0	234,289	141,020	323,234	88,945
Early Childhood Education	432,677	(9,114)	0	423,563	445,301	508,902	85,339
Capital Outlay							
Regular Capital Outlay	3,186,423	(67,641)	58,267	3,177,049	2,491,717	3,431,924	254,875
Principal on Debt							
Education	0	0	0	0	560,000	500	500
Interest on Debt							
Education	0	0	0	0	76,500	1,500	1,500
Other Debt Service							
Education	311,456	0	0	311,456	0	503,000	191,544
Total Expenditures	\$ 17,917,246	\$ (124,277)	\$ 70,524	\$ 17,863,493	\$ 17,964,512	\$ 19,819,821	\$ 1,956,328
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,066,778)	\$ 124,277	\$ (70,524)	\$ (1,013,025)	\$ (2,505,076)	\$ (3,364,578)	\$ 2,351,553
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 14,765	\$ 0	\$ 0	\$ 14,765	\$ 0	\$ 0	\$ 14,765
Total Other Financing Sources	\$ 14,765	\$ 0	\$ 0	\$ 14,765	\$ 0	\$ 0	\$ 14,765
Net Change in Fund Balance	\$ (1,052,013)	\$ 124,277	\$ (70,524)	\$ (998,260)	\$ (2,505,076)	\$ (3,364,578)	\$ 2,366,318
Fund Balance, July 1, 2023	6,389,369	(124,277)	0	6,265,092	5,655,878	5,655,878	609,214
Fund Balance, June 30, 2024	\$ 5,337,356	\$ 0	\$ (70,524)	\$ 5,266,832	\$ 3,150,802	\$ 2,291,300	\$ 2,975,532

**DECATUR COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes****in Fund Balance - Actual and Budget**

Discretely Presented Decatur 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	
<b>Revenues</b>				
Federal Government	\$ 4,249,928	\$ 4,375,329	\$ 4,622,254	\$ (372,326)
Total Revenues	\$ 4,249,928	\$ 4,375,329	\$ 4,622,254	\$ (372,326)
<b>Expenditures</b>				
Instruction				
Regular Instruction Program	\$ 601,648	\$ 638,505	\$ 741,681	\$ 140,033
Special Education Program	400,337	391,887	479,662	79,325
Career and Technical Education Program	69,395	69,463	74,263	4,868
Support Services				
Other Student Support	98,081	128,489	140,043	41,962
Regular Instruction Program	235,501	281,738	322,277	86,776
Special Education Program	123,910	146,096	135,396	11,486
Career and Technical Education Program	1,249	2,348	2,348	1,099
Maintenance of Plant	99	0	99	0
Transportation	50,468	47,562	57,246	6,778
Operation of Non-Instructional Services				
Community Services	74,589	74,588	74,589	0
Capital Outlay				
Regular Capital Outlay	2,594,651	2,594,651	2,594,651	0
Total Expenditures	\$ 4,249,928	\$ 4,375,327	\$ 4,622,255	\$ 372,327
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 2	\$ (1)	\$ 1
Net Change in Fund Balance	\$ 0	\$ 2	\$ (1)	\$ 1
Fund Balance, July 1, 2023	200,000	200,000	200,000	0
Fund Balance, June 30, 2024	\$ 200,000	\$ 200,002	\$ 199,999	\$ 1

**DECATUR COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes****in Fund Balance - Actual and Budget**

Discretely Presented Decatur County School Department  
Central Cafeteria Fund

**For the Year Ended June 30, 2024**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Charges for Current Services	\$ 176,879	\$ 215,000	\$ 215,000	\$ (38,121)
Other Local Revenues	2,290	0	0	2,290
State of Tennessee	6,391	8,000	8,000	(1,609)
Federal Government	769,439	722,500	722,500	46,939
<b>Total Revenues</b>	<b>\$ 954,999</b>	<b>\$ 945,500</b>	<b>\$ 945,500</b>	<b>\$ 9,499</b>
<b>Expenditures</b>				
Operation of Non-Instructional Services				
Food Service	\$ 1,060,418	\$ 945,000	\$ 1,084,500	\$ 24,082
<b>Total Expenditures</b>	<b>\$ 1,060,418</b>	<b>\$ 945,000</b>	<b>\$ 1,084,500</b>	<b>\$ 24,082</b>
Excess (Deficiency) of Revenues				
Over Expenditures	\$ (105,419)	\$ 500	\$ (139,000)	\$ 33,581
Net Change in Fund Balance	\$ (105,419)	\$ 500	\$ (139,000)	\$ 33,581
Fund Balance, July 1, 2023	443,818	480,426	480,426	(36,608)
Fund Balance, June 30, 2024	<b>\$ 338,399</b>	<b>\$ 480,926</b>	<b>\$ 341,426</b>	<b>\$ (3,027)</b>

## **MISCELLANEOUS SCHEDULES**

Exhibit J-1

**DECATUR COUNTY, TENNESSEE**

**Schedule of Changes in Long-term Note, Other Loan, and Bonds  
For the Year Ended June 30, 2024**

Description of Indebtedness	Original		Date	Last	Outstanding 7-1-23	Issued During Period	Paid and/or	Matured	Outstanding 6-30-24			
	Amount of Issue	Interest Rate	of Issue	Maturity Date			During Period	During Period				
<b>NOTE PAYABLE</b>												
Payable through General Debt Service Fund												
School Capital Projects	\$ 2,500,000	2.55 %	11-2-17	11-1-26	\$ 1,180,000	\$ 0	\$ 285,000	\$ 895,000				
Total Note Payable					\$ 1,180,000	\$ 0	\$ 285,000	\$ 895,000				
<b>OTHER LOAN PAYABLE</b>												
Payable through General Fund												
Sheriff's Department Vehicles	204,763	5.25	11-9-20	11-9-24	\$ 83,836	\$ 0	\$ 40,846	\$ 42,990				
Total Other Loan Payable					\$ 83,836	\$ 0	\$ 40,846	\$ 42,990				
<b>BONDS PAYABLE</b>												
Payable through General Debt Service Fund												
General Obligation Refunding Bonds, Series 2016	6,475,000	2 to 3	9-27-16	5-1-37	\$ 4,315,000	\$ 0	\$ 400,000	\$ 3,915,000				
General Obligation School Bonds, Series 2024	3,000,000	4 to 5	5-21-24	5-1-44	0	\$ 3,000,000	0	\$ 3,000,000				
Total Bonds Payable					\$ 4,315,000	\$ 3,000,000	\$ 400,000	\$ 6,915,000				

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

<b>Year Ending June 30</b>	<b>Note</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 290,000	\$ 19,125	\$ 309,125
2026	300,000	11,603	311,603
2027	305,000	3,889	308,889
<b>Total</b>	<b>\$ 895,000</b>	<b>\$ 34,617</b>	<b>\$ 929,617</b>
<b>Year Ending June 30</b>	<b>Other Loan</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 42,990	\$ 2,257	\$ 45,247
<b>Total</b>	<b>\$ 42,990</b>	<b>\$ 2,257</b>	<b>\$ 45,247</b>
<b>Year Ending June 30</b>	<b>Bonds</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2025	\$ 510,000	\$ 218,038	\$ 728,038
2026	520,000	212,163	732,163
2027	530,000	198,762	728,762
2028	350,000	185,012	535,012
2029	360,000	174,712	534,712
2030	370,000	163,450	533,450
2031	380,000	151,825	531,825
2032	390,000	139,200	529,200
2033	400,000	126,200	526,200
2034	420,000	112,825	532,825
2035	430,000	98,700	528,700
2036	450,000	84,300	534,300
2037	465,000	69,200	534,200
2038	170,000	53,600	223,600
2039	175,000	46,800	221,800
2040	185,000	39,800	224,800
2041	190,000	32,400	222,400
2042	200,000	24,800	224,800
2043	205,000	16,800	221,800
2044	215,000	8,600	223,600
<b>Total</b>	<b>\$ 6,915,000</b>	<b>\$ 2,157,187</b>	<b>\$ 9,072,187</b>

**DECATUR COUNTY, TENNESSEE****Schedule of Salaries and Official Bonds of Principal Officials**

Primary Government and Discretely Presented Decatur County School Department

**For the Year Ended June 30, 2024**

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>County Mayor</b>		Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Property and Casualty Fund
Base salary	\$ 93,805			
Solid waste director	12,000			
Total compensation	<u>\$ 105,805</u>			
<b>Road Supervisor</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 89,338</u>			
<b>Director of Schools</b>		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 98,800			
Career ladder program	1,000			
Board of Education approved ESSER stipend	3,000			
Total compensation	<u>\$ 102,800</u>			
<b>Trustee</b>		Section 8-24-102, <i>TCA</i>	797,832	Auto Owners Insurance Company
Base salary/Total compensation	<u>\$ 81,216</u>			
<b>Assessor of Property</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 81,216</u>			
<b>County Clerk</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 81,216</u>			
<b>Circuit and General Sessions Courts Clerk</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 81,216</u>			
<b>Clerk and Master</b>		Section 8-24-102, <i>TCA</i> and Chancery Court Judge	60,000	Ohio Casualty Insurance Company
Base salary	\$ 81,216			
Special commissioner fees	8,888			
Total compensation	<u>\$ 90,104</u>			
<b>Register of Deeds</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 81,216</u>			
<b>Sheriff</b>		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 89,338			
Law enforcement training supplement	800			
Total compensation	<u>\$ 90,138</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			400,000	Tennessee Risk Management Trust

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

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

<b>Special Revenue Funds</b>						
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Other Special Revenue
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 4,222,332	\$ 422,235	0	0	0	0
Trustee's Collections - Prior Year	118,520	11,802	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	34,041	2,508	0	0	0	0
Interest and Penalty	23,358	2,337	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	9,355	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	95,030	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	2,141	0	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	387,065	0	0	0	0	0
Hotel/Motel Tax	49,700	0	40,000	0	0	0
Wheel Tax	322,553	0	0	0	0	0
Litigation Tax - General	41,771	0	0	0	0	0
Litigation Tax - Special Purpose	473	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Business Tax	140,501	0	0	0	0	0
Mixed Drink Tax	6,696	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	57,711	0	0	0	0	0
Wholesale Beer Tax	106,229	0	0	0	0	0
Total Local Taxes	\$ 5,617,476	\$ 438,882	\$ 40,000	\$ 0	\$ 0	\$ 0

**Licenses and Permits****Licenses**

Marriage Licenses	\$ 703	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	27,890	0	0	0	0	0

(Continued)

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

<b>Special Revenue Funds</b>						
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Other Special Revenue
<b>Licenses and Permits (Cont.)</b>						
Permits						
Beer Permits	\$ 1,456	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 30,049	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>Fines, Forfeitures, and Penalties</b>						
Circuit Court						
Fines	\$ 4,807	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	2,516	0	0	0	0	0
Drug Control Fines	0	0	0	0	5,312	0
Drug Court Fees	2,019	0	0	0	0	0
DUI Treatment Fines	475	0	0	0	0	0
Data Entry Fee - Circuit Court	1,405	0	0	0	0	0
Victims Assistance Assessments	2,069	0	0	0	0	0
General Sessions Court						
Fines	18,873	0	0	0	0	0
Officers Costs	21,321	0	0	0	0	0
Game and Fish Fines	1,046	0	0	0	0	0
Drug Control Fines	0	0	0	0	5,667	0
Drug Court Fees	4,507	0	0	0	0	0
Jail Fees	2,035	0	0	0	0	0
DUI Treatment Fines	5,173	0	0	0	0	0
Data Entry Fee - General Sessions Court	4,830	0	0	0	0	0
Courtroom Security Fee	48	0	0	0	0	0
Victims Assistance Assessments	11,177	0	0	0	0	0
Juvenile Court						
Fines	759	0	0	0	0	0

(Continued)

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

<b>Special Revenue Funds</b>						
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Other Special Revenue
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
Chancery Court						
Officers Costs	\$ 1,013	\$ 0	\$ 0	\$ 0	\$ 0	0
Data Entry Fee - Chancery Court	792	0	0	0	0	0
Courtroom Security Fee	10	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Other Fines, Forfeitures, and Penalties	1,188	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 86,063	\$ 0	\$ 0	\$ 0	\$ 10,979	\$ 0
<b>Charges for Current Services</b>						
General Service Charges						
Patient Charges	\$ 38	\$ 0	\$ 0	\$ 726	\$ 0	0
Fees						
Recreation Fees	87,112	0	15,440	0	0	0
Copy Fees	706	0	0	0	0	0
Greenbelt Late Application Fee	50	0	0	0	0	0
Vending Machine Collections	64,674	0	0	0	0	0
Additional Fees - Titling and Registration	10,581	0	0	0	0	0
Constitutional Officers' Fees and Commissions	1,300	0	0	0	0	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	0	0
Data Processing Fee - Register	4,696	0	0	0	0	0
Probation Fees	11,711	0	0	0	0	0
Data Processing Fee - Sheriff	1,353	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	4,050	0	0	0	0	0
Data Processing Fee - County Clerk	294	0	0	0	0	0
Vehicle Registration Reinstatement Fees	1,640	0	0	0	0	0

(Continued)

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

<b>Special Revenue Funds</b>						
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Other Special Revenue
<b>Charges for Current Services (Cont.)</b>						
Education Charges						
Community Service Fees - Adults	\$ 10,938	0 \$	0 \$	0 \$	0 \$	0
Other Charges for Services	14,400	0	0	0	0	0
Total Charges for Current Services	\$ 213,543	0 \$	15,440 \$	726 \$	0 \$	0
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 0	1,135,030 \$	0 \$	0 \$	0 \$	29,128
Lease/Rentals/PPP	17,748	0	0	0	0	0
Sale of Recycled Materials	0	32,234	0	0	0	0
Miscellaneous Refunds	16,433	4,326	0	4,757	0	0
Nonrecurring Items						
Sale of Equipment	4,496	4,386	0	0	22,559	0
Contributions and Gifts	10,392	0	0	0	53,673	0
Other Local Revenues						
Other Local Revenues	157,592	0	0	0	0	0
Total Other Local Revenues	\$ 206,661	\$ 1,175,976	\$ 0	\$ 4,757	\$ 76,232	\$ 29,128
<b>Fees Received From County Officials</b>						
Fees In-Lieu-of Salary						
County Clerk	\$ 157,464	0 \$	0 \$	0 \$	0 \$	0
Circuit Court Clerk	40,327	0	0	0	0	0
General Sessions Court Clerk	86,908	0	0	0	0	0
Clerk and Master	33,477	0	0	0	0	0
Register	66,711	0	0	0	0	0
Sheriff	7,369	0	0	0	0	0

(Continued)

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

<b>Special Revenue Funds</b>						
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Other Special Revenue
<b>Fees Received From County Officials (Cont.)</b>						
Fees In-Lieu-of Salary (Cont.)						
Trustee	\$ 303,432	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Fees Received From County Officials	\$ 695,688	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>State of Tennessee</b>						
General Government Grants						
Juvenile Services Program	\$ 63,817	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Aging Programs	43,891	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	14,940	0	0	0	0	0
Other Public Safety Grants	232,618	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	0
Litter Program	16,764	0	0	0	0	0
Other Public Works Grants	0	0	0	0	0	0
Other State Revenues						
Resort District Sales Tax	154,449	0	183,276	0	0	0
Beer Tax	0	18,498	0	0	0	0
Vehicle Certificate of Title Fees	6,028	0	0	0	0	0
Alcoholic Beverage Tax	48,099	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	55,437	0	0	0	0	0
State Revenue Sharing - T.V.A.	733,068	0	0	0	0	0
State Revenue Sharing - Telecommunications	19,225	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	15,255	0	0	0	0	0
Contracted Prisoner Boarding	296,102	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0

(Continued)

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

<b>Special Revenue Funds</b>						
	General	Solid Waste / Sanitation	Industrial / Economic Development	Special Purpose	Drug Control	Other Special Revenue
<b>State of Tennessee (Cont.)</b>						
Other State Revenues (Cont.)						
Hybrid/Electric Vehicle Registration Fee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	1,573,005	0	0	0	0	0
Other State Revenues	7,116	6,814	0	0	0	0
Total State of Tennessee	\$ 3,294,978	\$ 25,312	\$ 183,276	\$ 0	\$ 0	0
<b>Federal Government</b>						
Federal Through State						
American Rescue Plan Act Grant #1	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	50,000
Other Federal through State	67,300	0	0	0	0	0
Direct Federal Revenue						
American Rescue Plan Act Grant #6	99,431	0	0	0	0	0
Total Federal Government	\$ 166,731	\$ 0	\$ 0	\$ 0	\$ 0	50,000
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Contributions	\$ 190,129	\$ 0	\$ 0	\$ 0	\$ 0	0
Other						
Other	27,200	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	80,753	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 298,082	\$ 0	\$ 0	\$ 0	\$ 0	0
Total	\$ 10,609,271	\$ 1,640,170	\$ 238,716	\$ 5,483	\$ 87,211	\$ 79,128

(Continued)

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

	<b>Special Revenue Funds</b>		<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	Constitu -			General	General
	tional Officers - Fees	Highway / Public Works	Debt Service	Capital Projects	Total
<b>Local Taxes</b>					
County Property Taxes					
Current Property Tax	\$ 0	\$ 0	\$ 548,354	\$ 0	\$ 5,192,921
Trustee's Collections - Prior Year	0	0	14,593	0	144,915
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	6,092	0	42,641
Interest and Penalty	0	0	3,036	0	28,731
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	9,355
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	95,030
Payments in-Lieu-of Taxes - Other	0	0	0	0	2,141
County Local Option Taxes					
Local Option Sales Tax	0	0	258,840	0	645,905
Hotel/Motel Tax	0	0	0	0	89,700
Wheel Tax	0	0	220,000	0	542,553
Litigation Tax - General	0	0	0	0	41,771
Litigation Tax - Special Purpose	0	0	0	0	473
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	30,671	0	30,671
Business Tax	0	0	0	0	140,501
Mixed Drink Tax	0	0	0	0	6,696
Mineral Severance Tax	0	218,214	0	0	218,214
Statutory Local Taxes					
Bank Excise Tax	0	0	0	0	57,711
Wholesale Beer Tax	0	0	0	0	106,229
Total Local Taxes	\$ 0	\$ 218,214	\$ 1,081,586	\$ 0	\$ 7,396,158
<b>Licenses and Permits</b>					
Licenses					
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 0	\$ 703
Cable TV Franchise	0	0	0	0	27,890

(Continued)

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

	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>		<b>Capital Projects Fund</b>	
		Constitu -	Highway /	General	General
		tional Officers - Fees	Public Works	Debt Service	Capital Projects
<b>Licenses and Permits (Cont.)</b>					
Permits					
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,456
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 30,049
<b>Fines, Forfeitures, and Penalties</b>					
Circuit Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,807
Officers Costs	0	0	0	0	2,516
Drug Control Fines	0	0	0	0	5,312
Drug Court Fees	0	0	0	0	2,019
DUI Treatment Fines	0	0	0	0	475
Data Entry Fee - Circuit Court	0	0	0	0	1,405
Victims Assistance Assessments	0	0	0	0	2,069
General Sessions Court					
Fines	0	0	0	0	18,873
Officers Costs	0	0	0	0	21,321
Game and Fish Fines	0	0	0	0	1,046
Drug Control Fines	0	0	0	0	5,667
Drug Court Fees	0	0	0	0	4,507
Jail Fees	0	0	0	0	2,035
DUI Treatment Fines	0	0	0	0	5,173
Data Entry Fee - General Sessions Court	0	0	0	0	4,830
Courtroom Security Fee	0	0	0	0	48
Victims Assistance Assessments	0	0	0	0	11,177
Juvenile Court					
Fines	0	0	0	0	759

(Continued)

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

	<b>Special Revenue Funds</b>		<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	Constitu -			General	General
	tional Officers - Fees	Highway / Public Works	Debt Service	Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>					
Chancery Court					
Officers Costs	\$ 0	\$ 0	\$ 0	\$ 0	1,013
Data Entry Fee - Chancery Court	0	0	0	0	792
Courtroom Security Fee	0	0	0	0	10
Other Fines, Forfeitures, and Penalties	0	0	0	0	1,188
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	97,042
<b>Charges for Current Services</b>					
General Service Charges					
Patient Charges	\$ 0	\$ 0	\$ 0	\$ 0	764
Fees					
Recreation Fees	0	0	0	0	102,552
Copy Fees	0	0	0	0	706
Greenbelt Late Application Fee	0	0	0	0	50
Vending Machine Collections	0	0	0	0	64,674
Additional Fees - Titling and Registration	0	0	0	0	10,581
Constitutional Officers' Fees and Commissions	0	0	0	0	1,300
Special Commissioner Fees/Special Master Fees	8,888	0	0	0	8,888
Data Processing Fee - Register	0	0	0	0	4,696
Probation Fees	0	0	0	0	11,711
Data Processing Fee - Sheriff	0	0	0	0	1,353
Sexual Offender Registration Fee - Sheriff	0	0	0	0	4,050
Data Processing Fee - County Clerk	0	0	0	0	294
Vehicle Registration Reinstatement Fees	0	0	0	0	1,640

(Continued)

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

	<b>Special Revenue Funds</b>		<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	Total
<b>Charges for Current Services (Cont.)</b>					
Education Charges					
Community Service Fees - Adults	\$ 0	\$ 0	\$ 0	\$ 0	10,938
Other Charges for Services	0	0	0	0	14,400
Total Charges for Current Services	\$ 8,888	\$ 0	\$ 0	\$ 0	238,597
<b>Other Local Revenues</b>					
Recurring Items					
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	1,164,158
Lease/Rentals/PPP	0	0	0	0	17,748
Sale of Recycled Materials	0	692	0	0	32,926
Miscellaneous Refunds	0	6,758	0	0	32,274
Nonrecurring Items					
Sale of Equipment	0	18,085	0	0	49,526
Contributions and Gifts	0	0	0	0	64,065
Other Local Revenues					
Other Local Revenues	0	0	0	0	157,592
Total Other Local Revenues	\$ 0	\$ 25,535	\$ 0	\$ 0	1,518,289
<b>Fees Received From County Officials</b>					
Fees In-Lieu-of Salary					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	157,464
Circuit Court Clerk	0	0	0	0	40,327
General Sessions Court Clerk	0	0	0	0	86,908
Clerk and Master	0	0	0	0	33,477
Register	0	0	0	0	66,711
Sheriff	0	0	0	0	7,369

(Continued)

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

	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>		<b>Total</b>
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<b>Fees Received From County Officials (Cont.)</b>					
Fees In-Lieu-of Salary (Cont.)					
Trustee	\$ 0	\$ 0	\$ 0	\$ 0	303,432
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	695,688
<b>State of Tennessee</b>					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	63,817
Aging Programs	0	0	0	0	43,891
Public Safety Grants					
Law Enforcement Training Programs	0	0	0	0	14,940
Other Public Safety Grants	0	0	0	0	232,618
Public Works Grants					
State Aid Program	0	2,396,067	0	0	2,396,067
Litter Program	0	0	0	0	16,764
Other Public Works Grants	0	0	0	87,360	87,360
Other State Revenues					
Resort District Sales Tax	0	0	0	0	337,725
Beer Tax	0	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	0	6,028
Alcoholic Beverage Tax	0	0	0	0	48,099
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	55,437
State Revenue Sharing - T.V.A.	0	0	0	0	733,068
State Revenue Sharing - Telecommunications	0	0	0	0	19,225
State Shared Sports Gaming Privilege Tax	0	0	0	0	15,255
Contracted Prisoner Boarding	0	0	0	0	296,102
Gasoline and Motor Fuel Tax	0	2,140,288	0	0	2,140,288

(Continued)

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

	<b>Special Revenue Funds</b>	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>		<b>Total</b>
	Constitu - tional Officers - Fees	Highway / Public Works	General Debt Service	General Capital Projects	
<b>State of Tennessee (Cont.)</b>					
Other State Revenues (Cont.)					
Hybrid/Electric Vehicle Registration Fee	\$ 0	\$ 8,662	\$ 0	\$ 0	\$ 8,662
Petroleum Special Tax	0	7,577	0	0	7,577
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	43,007	1,616,012
Other State Revenues	0	0	0	0	13,930
Total State of Tennessee	\$ 0	\$ 4,552,594	\$ 0	\$ 130,367	\$ 8,186,527
<b>Federal Government</b>					
Federal Through State					
American Rescue Plan Act Grant #1	\$ 0	\$ 0	\$ 0	\$ 0	\$ 50,000
Other Federal through State	0	0	0	0	67,300
Direct Federal Revenue					
American Rescue Plan Act Grant #6	0	0	0	0	99,431
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 216,731
<b>Other Governments and Citizens Groups</b>					
Other Governments					
Contributions	\$ 0	\$ 0	\$ 311,456	\$ 0	\$ 501,585
Other					
Other	0	0	0	0	27,200
Opioid Settlement Funds - Past Remediation	0	0	0	0	80,753
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 311,456	\$ 0	\$ 609,538
Total	\$ 8,888	\$ 4,796,343	\$ 1,393,042	\$ 130,367	\$ 18,988,619

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Decatur County School Department

**For the Year Ended June 30, 2024**

	<b>Special Revenue Funds</b>					<b>Capital Projects Fund</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Central Cafeteria</b>	<b>Internal School</b>	<b>Education Capital Projects</b>	
						<b>Total</b>
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 1,880,852	\$ 0	\$ 0	\$ 0	\$ 0	1,880,852
Trustee's Collections - Prior Year	52,806	0	0	0	0	52,806
Circuit Clerk/Clerk and Master Collections - Prior Years	28,666	0	0	0	0	28,666
Interest and Penalty	10,335	0	0	0	0	10,335
County Local Option Taxes						
Local Option Sales Tax	2,136,091	0	0	0	0	2,136,091
Mixed Drink Tax	5,695	0	0	0	0	5,695
<b>Total Local Taxes</b>	<b>\$ 4,114,445</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>4,114,445</b>
<b>Charges for Current Services</b>						
Education Charges						
Tuition - Regular Day Students	\$ 68,310	\$ 0	\$ 0	\$ 0	\$ 0	68,310
Lunch Payments - Children	0	0	107,322	0	0	107,322
Lunch Payments - Adults	0	0	19,842	0	0	19,842
Income from Breakfast	0	0	1,054	0	0	1,054
A la Carte Sales	0	0	48,661	0	0	48,661
Contract for Instructional Services with Other LEA's	37,183	0	0	0	0	37,183
Receipts from Individual Schools	14,428	0	0	0	0	14,428
Community Service Fees - Children	23,912	0	0	0	0	23,912
Other Charges for Services	117,912	0	0	0	0	117,912
<b>Total Charges for Current Services</b>	<b>\$ 261,745</b>	<b>\$ 0</b>	<b>\$ 176,879</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>438,624</b>

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Decatur County School Department (Cont.)

	<b>Special Revenue Funds</b>					<b>Capital Projects Fund</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Central Cafeteria</b>	<b>Internal School</b>	<b>Education Capital Projects</b>	
						<b>Total</b>
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 23,785	\$ 0	\$ 0	\$ 0	\$ 0	23,785
Miscellaneous Refunds	2,611	0	2,290	0	0	4,901
Nonrecurring Items						
Sale of Equipment	1,140	0	0	0	0	1,140
Damages Recovered from Individuals	50	0	0	0	0	50
Contributions and Gifts	6,201	0	0	0	0	6,201
Other Local Revenues						
Other Local Revenues	11,100	0	0	636,284	0	647,384
Total Other Local Revenues	\$ 44,887	\$ 0	\$ 2,290	\$ 636,284	\$ 0	\$ 683,461
<b>State of Tennessee</b>						
General Government Grants						
On-behalf Contributions for OPEB	\$ 33,911	\$ 0	\$ 0	\$ 0	\$ 0	33,911
State Education Funds						
Tennessee Investment in Student Achievement	10,979,695	0	0	0	0	10,979,695
TISA - On-behalf Payments	19,056	0	0	0	0	19,056
Early Childhood Education	316,688	0	0	0	0	316,688
School Food Service	0	0	6,391	0	0	6,391
Other State Education Funds	125,896	0	0	0	0	125,896
Career Ladder Program	27,652	0	0	0	0	27,652
Other Vocational	381,062	0	0	0	0	381,062
Other State Revenues						
Other State Grants	323,798	0	0	0	0	323,798
Other State Revenues	7,287	0	0	0	0	7,287
Total State of Tennessee	\$ 12,215,045	\$ 0	\$ 6,391	\$ 0	\$ 0	\$ 12,221,436

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Revenues -****All Governmental Fund Types**

Discretely Presented Decatur County School Department (Cont.)

	<b>Special Revenue Funds</b>					<b>Capital Projects Fund</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Central Cafeteria</b>	<b>Internal School</b>	<b>Education Capital Projects</b>	
						<b>Total</b>
<b>Federal Government</b>						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 418,032	\$ 0	\$ 0	\$ 418,032
USDA - Commodities	0	0	61,521	0	0	61,521
Breakfast	0	0	221,945	0	0	221,945
USDA - Other	0	0	67,941	0	0	67,941
Vocational Education - Basic Grants to States	0	76,128	0	0	0	76,128
Title I Grants to Local Education Agencies	0	515,726	0	0	0	515,726
Special Education - Grants to States	0	529,027	0	0	0	529,027
Special Education Preschool Grants	0	40,618	0	0	0	40,618
Rural Education	0	23,801	0	0	0	23,801
21st Century Community Learning Centers	0	74,588	0	0	0	74,588
Eisenhower Professional Development State Grants	0	52,480	0	0	0	52,480
American Rescue Plan Act Grant #1	0	2,867,193	0	0	0	2,867,193
American Rescue Plan Act Grant #2	0	295	0	0	0	295
Other Federal through State	37,588	70,072	0	0	0	107,660
Total Federal Government	\$ 37,588	\$ 4,249,928	\$ 769,439	\$ 0	\$ 0	\$ 5,056,955
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Contributions	\$ 176,758	\$ 0	\$ 0	\$ 0	\$ 3,071,062	\$ 3,247,820
Total Other Governments and Citizens Groups	\$ 176,758	\$ 0	\$ 0	\$ 0	\$ 3,071,062	\$ 3,247,820
Total	\$ 16,850,468	\$ 4,249,928	\$ 954,999	\$ 636,284	\$ 3,071,062	\$ 25,762,741

**DECATUR 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	\$ 17,950
Social Security	1,106
Employer Medicare	259
Audit Services	4,917
Dues and Memberships	1,200
Legal Notices, Recording, and Court Costs	722
Postal Charges	612
Other Charges	100
<b>Total County Commission</b>	<b>\$ 26,866</b>

**Board of Equalization**

Board and Committee Members Fees	\$ 1,302
<b>Total Board of Equalization</b>	<b>1,302</b>

**Beer Board**

Board and Committee Members Fees	\$ 1,000
Social Security	60
Employer Medicare	14
Other Contracted Services	174
<b>Total Beer Board</b>	<b>1,248</b>

**Budget and Finance Committee**

Board and Committee Members Fees	\$ 2,400
Social Security	149
Employer Medicare	35
<b>Total Budget and Finance Committee</b>	<b>2,584</b>

**Other Boards and Committees**

Board and Committee Members Fees	\$ 175
Social Security	11
Employer Medicare	3
<b>Total Other Boards and Committees</b>	<b>189</b>

**County Mayor/Executive**

County Official/Administrative Officer	\$ 93,805
Accountants/Bookkeepers	84,691
Secretary(ies)	32,878
Social Security	11,832
Pensions	8,265
Unemployment Compensation	120
Employer Medicare	2,767
Dues and Memberships	2,720
Maintenance Agreements	18,890
Postal Charges	1,542
Travel	1,717
Data Processing Supplies	508
Office Supplies	3,343
Other Charges	217
<b>Total County Mayor/Executive</b>	<b>263,295</b>

(Continued)

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

## General Government (Cont.)

**County Attorney**

Legal Services	\$ 84,043	
Total County Attorney		\$ 84,043

**Election Commission**

County Official/Administrative Officer	\$ 73,094	
Custodial Personnel	4,800	
Part-time Personnel	2,320	
Other Salaries and Wages	33,245	
Election Commission	1,800	
Election Workers	5,980	
Social Security	6,816	
Pensions	1,300	
Unemployment Compensation	84	
Employer Medicare	1,594	
Communication	1,628	
Legal Notices, Recording, and Court Costs	1,356	
Maintenance Agreements	600	
Maintenance and Repair Services - Buildings	3,627	
Maintenance and Repair Services - Equipment	15,725	
Postal Charges	1,576	
Printing, Stationery, and Forms	10,072	
Rentals	450	
Travel	265	
Custodial Supplies	969	
Electricity	1,496	
Food Supplies	110	
Natural Gas	518	
Office Supplies	2,615	
Water and Sewer	583	
Other Supplies and Materials	1,768	
Office Equipment	2,403	
Voting Machines	2,500	
Total Election Commission		179,294

**Register of Deeds**

County Official/Administrative Officer	\$ 81,216	
Deputy(ies)	33,245	
Social Security	6,810	
Pensions	4,475	
Unemployment Compensation	37	
Employer Medicare	1,593	
Dues and Memberships	1,283	
Maintenance Agreements	1,991	
Travel	866	
Other Contracted Services	23,272	
Data Processing Supplies	12,409	
Office Supplies	3,219	
Total Register of Deeds		170,416

(Continued)

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

## General Government (Cont.)

**County Buildings**

Custodial Personnel	\$	29,049
Overtime Pay		1,084
Social Security		1,833
Pensions		398
Unemployment Compensation		36
Employer Medicare		429
Communication		13,944
Maintenance and Repair Services - Buildings		10,762
Maintenance and Repair Services - Equipment		8,136
Other Contracted Services		13,176
Custodial Supplies		2,656
Electricity		32,405
Natural Gas		4,461
Water and Sewer		3,177
Other Charges		154
Building Improvements		<u>64,173</u>
Total County Buildings	\$	185,873

## Finance

**Property Assessor's Office**

County Official/Administrative Officer	\$	81,216
Deputy(ies)		33,245
Other Salaries and Wages		33,245
In-service Training		175
Social Security		9,105
Pensions		5,775
Unemployment Compensation		81
Employer Medicare		2,129
Data Processing Services		4,492
Dues and Memberships		1,550
Maintenance Agreements		2,299
Maintenance and Repair Services - Vehicles		428
Postal Charges		924
Travel		556
Other Contracted Services		9,710
Data Processing Supplies		16
Gasoline		1,891
Office Supplies		882
Motor Vehicles		<u>22,020</u>
Total Property Assessor's Office		209,739

**Reappraisal Program**

Deputy(ies)	\$	33,245
Part-time Personnel		4,365
Social Security		2,116
Pensions		1,300
Unemployment Compensation		66

(Continued)

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

## Finance (Cont.)

**Reappraisal Program (Cont.)**

Employer Medicare	\$ 495
Data Processing Services	3,110
Other Supplies and Materials	627
Total Reappraisal Program	\$ 45,324

**County Trustee's Office**

County Official/Administrative Officer	\$ 81,216
Deputy(ies)	66,490
Social Security	7,853
Pensions	5,775
Unemployment Compensation	84
Employer Medicare	1,837
Data Processing Services	6,892
Dues and Memberships	1,458
Legal Notices, Recording, and Court Costs	10
Maintenance Agreements	13,439
Postal Charges	5,950
Travel	2,310
Data Processing Supplies	650
Office Supplies	2,389
Total County Trustee's Office	196,353

**County Clerk's Office**

County Official/Administrative Officer	\$ 81,216
Deputy(ies)	66,490
Social Security	8,724
Pensions	5,775
Unemployment Compensation	84
Employer Medicare	2,040
Dues and Memberships	1,258
Maintenance Agreements	4,188
Postal Charges	5,400
Travel	1,850
Office Supplies	2,469
Total County Clerk's Office	179,494

## Administration of Justice

**Circuit Court Clerk**

County Official/Administrative Officer	\$ 81,216
Deputy(ies)	66,490
Other Salaries and Wages	1,320
Jury and Witness Expense	4,651
Social Security	8,017
Pensions	5,775
Unemployment Compensation	126
Employer Medicare	1,875
Dues and Memberships	783

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Administration of Justice (Cont.)****Circuit Court Clerk (Cont.)**

Legal Notices, Recording, and Court Costs	\$ 701
Maintenance Agreements	1,273
Postal Charges	1,250
Office Supplies	<u>4,290</u>
Total Circuit Court Clerk	\$ 177,767

**General Sessions Judge**

Judge(s)	\$ 109,120
Probation Officer(s)	16,774
Social Security	7,458
Pensions	4,725
Unemployment Compensation	23
Employer Medicare	1,744
Dues and Memberships	75
Postal Charges	68
Travel	1,208
Office Supplies	<u>95</u>
Total General Sessions Judge	141,290

**Chancery Court**

County Official/Administrative Officer	\$ 81,216
Part-time Personnel	360
Other Salaries and Wages	33,245
Social Security	7,019
Pensions	4,475
Unemployment Compensation	42
Employer Medicare	1,641
Dues and Memberships	783
Maintenance Agreements	8,295
Postal Charges	364
Office Supplies	<u>2,538</u>
Total Chancery Court	139,978

**Juvenile Court**

County Official/Administrative Officer	\$ 41,871
Social Security	2,540
Unemployment Compensation	37
Employer Medicare	594
Dues and Memberships	939
Postal Charges	136
Other Contracted Services	283
Office Supplies	<u>613</u>
Total Juvenile Court	47,013

**Other Administration of Justice**

Other Per Diem and Fees	\$ 1,474
Total Other Administration of Justice	1,474

(Continued)

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

## Administration of Justice (Cont.)

**Victim Assistance Programs**

Remittance of Revenue Collected	\$ 14,735
Total Victim Assistance Programs	\$ 14,735

## Public Safety

**Sheriff's Department**

County Official/Administrative Officer	\$ 89,338
Supervisor/Director	54,454
Deputy(ies)	469,341
Investigator(s)	92,264
Captain(s)	53,416
Salary Supplements	14,139
Secretary(ies)	72,838
Part-time Personnel	64,664
School Resource Officer	166,277
Overtime Pay	84,901
Social Security	69,633
Pensions	42,001
Unemployment Compensation	1,362
Employer Medicare	16,285
Communication	28,723
Data Processing Services	15,475
Dues and Memberships	2,096
Maintenance Agreements	2,672
Maintenance and Repair Services - Buildings	44,922
Maintenance and Repair Services - Equipment	2,346
Maintenance and Repair Services - Vehicles	48,631
Postal Charges	1,742
Towing Services	450
Travel	4,338
Tuition	3,923
Other Contracted Services	10,201
Gasoline	75,128
Law Enforcement Supplies	3,489
Office Supplies	9,590
Tires and Tubes	9,114
Uniforms	8,638
Other Supplies and Materials	3,474
Other Charges	2,393
Data Processing Equipment	5,656
Law Enforcement Equipment	112,581
Motor Vehicles	<u>112,075</u>
Total Sheriff's Department	1,798,570

**Administration of the Sexual Offender Registry**

Law Enforcement Equipment	\$ 133
Total Administration of the Sexual Offender Registry	133

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Jail**

Supervisor/Director	\$ 51,586
Deputy(ies)	599,891
Part-time Personnel	7,534
Overtime Pay	32,812
In-service Training	387
Social Security	41,005
Pensions	25,271
Unemployment Compensation	1,060
Employer Medicare	9,590
Communication	7,940
Data Processing Services	1,450
Maintenance and Repair Services - Buildings	67,858
Maintenance and Repair Services - Equipment	5,565
Medical and Dental Services	307,371
Travel	1,795
Other Contracted Services	6,377
Custodial Supplies	17,747
Electricity	39,714
Food Supplies	87,010
Law Enforcement Supplies	17,316
Natural Gas	8,381
Office Supplies	1,090
Uniforms	2,387
Water and Sewer	12,129
Other Supplies and Materials	6,372
Law Enforcement Equipment	217
Total Jail	\$ 1,359,855

**Juvenile Services**

Assistant(s)	\$ 13,014
Supervisor/Director	34,684
Medical Personnel	18,117
Social Security	3,873
Pensions	2,064
Unemployment Compensation	91
Employer Medicare	906
Contributions	1,000
Dues and Memberships	80
Maintenance Agreements	944
Postal Charges	134
Office Supplies	94
Total Juvenile Services	75,001

**Work Release Program**

Supervisor/Director	\$ 240,875
Probation Officer(s)	443,330
Social Security	40,376

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Work Release Program (Cont.)**

Pensions	\$ 26,443
Unemployment Compensation	736
Employer Medicare	9,443
Other Fringe Benefits	67,776
Communication	15,639
Dues and Memberships	8,085
Maintenance and Repair Services - Equipment	7,046
Maintenance and Repair Services - Vehicles	1,167
Postal Charges	760
Printing, Stationery, and Forms	1,811
Rentals	49,700
Travel	632
Other Contracted Services	27,361
Electricity	9,597
Gasoline	5,677
Natural Gas	3,506
Office Supplies	40,085
Water and Sewer	3,092
Building and Contents Insurance	10,917
Other Charges	17,093
Motor Vehicles	45,000
Total Work Release Program	\$ 1,076,147

**Fire Prevention and Control**

Contributions	\$ 11,250
Dues and Memberships	100
Evaluation and Testing	3,008
Maintenance Agreements	4,162
Maintenance and Repair Services - Equipment	7,577
Maintenance and Repair Services - Vehicles	13,039
Diesel Fuel	4,685
Food Supplies	95
Other Supplies and Materials	7,703
Liability Insurance	70,114
Workers' Compensation Insurance	4,711
Other Charges	12,892
Other Equipment	20
Total Fire Prevention and Control	139,356

**Civil Defense**

Supervisor/Director	\$ 48,876
Deputy(ies)	40,505
Social Security	4,869
Pensions	3,495
Unemployment Compensation	84
Employer Medicare	1,139
Communication	4,143

(Continued)

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

## Public Safety (Cont.)

**Civil Defense (Cont.)**

Dues and Memberships	\$ 960
Maintenance Agreements	7,059
Maintenance and Repair Services - Buildings	946
Maintenance and Repair Services - Vehicles	706
Travel	114
Diesel Fuel	491
Electricity	708
Food Supplies	432
Gasoline	5,793
Natural Gas	906
Office Supplies	430
Tires and Tubes	859
Uniforms	183
Water and Sewer	600
Other Supplies and Materials	840
Other Equipment	24,573
Total Civil Defense	\$ 148,711

**Rescue Squad**

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

**Other Emergency Management**

Supervisor/Director	\$ 45,760
Dispatchers/Radio Operators	349,037
Part-time Personnel	12,522
Overtime Pay	36,150
Social Security	25,313
Pensions	17,147
Unemployment Compensation	448
Employer Medicare	5,920
Total Other Emergency Management	492,297

**County Coroner/Medical Examiner**

Medical Personnel	\$ 12,871
Social Security	798
Pensions	15
Unemployment Compensation	74
Employer Medicare	187
Communication	1,749
Contracts with Government Agencies	22,525
Medical and Dental Services	50,354
Other Supplies and Materials	1,033
Total County Coroner/Medical Examiner	89,606

**Public Safety Grants Program**

Other Supplies and Materials	\$ 12,350
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(Continued)

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

## Public Safety (Cont.)

**Public Safety Grants Program (Cont.)**

Heating and Air Conditioning Equipment	\$ 77,294
Law Enforcement Equipment	34,601
Motor Vehicles	<u>73,750</u>
Total Public Safety Grants Program	\$ 197,995

**Other Public Safety**

Communication	\$ 2,667
Maintenance and Repair Services - Equipment	3,348
Electricity	1,376
Natural Gas	258
Propane Gas	<u>543</u>
Total Other Public Safety	8,192

## Public Health and Welfare

**Local Health Center**

Custodial Personnel	\$ 6,000
Social Security	366
Pensions	235
Unemployment Compensation	6
Employer Medicare	86
Communication	2,685
Maintenance and Repair Services - Buildings	2,965
Postal Charges	82
Other Contracted Services	1,079
Custodial Supplies	265
Electricity	3,836
Natural Gas	951
Office Supplies	1,266
Water and Sewer	1,193
Office Equipment	<u>12,077</u>
Total Local Health Center	33,092

**Crippled Children Services**

Contributions	\$ 796
Total Crippled Children Services	796

**General Welfare Assistance**

Contributions	\$ 13,965
Total General Welfare Assistance	13,965

**Sanitation Education/Information**

Laborers	\$ 27,691
Overtime Pay	1,664
Social Security	1,820
Pensions	1,148
Unemployment Compensation	42
Employer Medicare	426

(Continued)

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

## Public Health and Welfare (Cont.)

**Sanitation Education/Information (Cont.)**

Travel	\$	73
Gasoline		2,839
Other Supplies and Materials		<u>1,800</u>
Total Sanitation Education/Information	\$	37,503

## Social, Cultural, and Recreational Services

**Senior Citizens Assistance**

Supervisor/Director	\$	33,245
Part-time Personnel		10,385
Other Salaries and Wages		28,520
Social Security		4,473
Pensions		1,966
Unemployment Compensation		193
Employer Medicare		1,046
Communication		3,101
Contributions		2,500
Maintenance Agreements		95
Maintenance and Repair Services - Buildings		231
Maintenance and Repair Services - Office Equipment		250
Postal Charges		66
Transportation - Other than Students		3,382
Travel		329
Electricity		3,601
Natural Gas		1,770
Office Supplies		105
Water and Sewer		298
Other Supplies and Materials		289
Other Charges		<u>18,092</u>

Total Senior Citizens Assistance 113,937**Libraries**

Supervisor/Director	\$	33,123
Other Salaries and Wages		30,323
Social Security		3,671
Pensions		2,052
Unemployment Compensation		142
Employer Medicare		859
Communication		3,507
Dues and Memberships		90
Maintenance Agreements		1,556
Maintenance and Repair Services - Buildings		64
Postal Charges		271
Data Processing Supplies		13,501
Library Books/Media		1,714
Office Supplies		65
Other Supplies and Materials		285
Other Charges		<u>1,843</u>

Total Libraries 93,066

(Continued)

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

## Social, Cultural, and Recreational Services (Cont.)

**Parks and Fair Boards**

Supervisor/Director	\$	36,999
Part-time Personnel		19,573
Social Security		3,474
Pensions		1,976
Unemployment Compensation		126
Employer Medicare		812
Communication		4,643
Contributions		4,000
Maintenance and Repair Services - Buildings		7,310
Maintenance and Repair Services - Equipment		1,319
Postal Charges		102
Other Contracted Services		6,010
Custodial Supplies		5,452
Electricity		43,614
Fertilizer, Lime, and Seed		17
Gasoline		409
Natural Gas		6,102
Water and Sewer		6,800
Gravel and Chert		803
Other Supplies and Materials		1,594
Other Charges		21
Total Parks and Fair Boards		\$ 151,156

## Agriculture and Natural Resources

**Agricultural Extension Service**

Salary Supplements	\$	41,812
Custodial Personnel		1,710
Social Security		2,531
Pensions		5,911
Employee and Dependent Insurance		13,934
Unemployment Compensation		2
Employer Medicare		592
Other Fringe Benefits		66
Communication		3,055
Data Processing Services		1,000
Dues and Memberships		800
Maintenance Agreements		1,219
Maintenance and Repair Services - Buildings		393
Rentals		2,400
Travel		2,500
Custodial Supplies		2,000
Electricity		1,966
Natural Gas		474
Water and Sewer		287
Other Supplies and Materials		3,000
Workers' Compensation Insurance		93
Total Agricultural Extension Service		\$ 85,745

(Continued)

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

**General Fund (Cont.)**

## Agriculture and Natural Resources (Cont.)

**Forest Service**

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

**Soil Conservation**

Contributions	\$ 3,300	
Total Soil Conservation		3,300

## Other Operations

**Airport**

Contributions	\$ 10,000	
Total Airport		10,000

**Veterans' Services**

Supervisor/Director	\$ 9,895	
Social Security	613	
Unemployment Compensation	38	
Employer Medicare	143	
Maintenance Agreements	782	
Travel	271	
Office Supplies	330	
Office Equipment	588	
Total Veterans' Services		12,660

**Other Charges**

Other Contracted Services	\$ 12,091	
Liability Insurance	232,359	
Trustee's Commission	126,107	
Vehicle and Equipment Insurance	17,000	
Workers' Compensation Insurance	78,590	
Other Charges	7,998	
Total Other Charges		474,145

**Employee Benefits**

Medical Insurance	\$ 160,091	
Contributions	4,808	
Total Employee Benefits		164,899

**Miscellaneous**

Contributions	\$ 16,542	
Dues and Memberships	6,548	
Judgments	28,000	
Other Charges	179	
Total Miscellaneous		51,269

## Principal on Debt

**General Government**

Principal on Other Loans	\$ 40,846	
Total General Government		40,846

(Continued)

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

**General Fund (Cont.)**

## Interest on Debt

**General Government**

Interest on Other Loans	\$ 4,401	
Total General Government		\$ 4,401

## Capital Projects

**General Administration Projects**

Site Development	\$ 25,000	
Total General Administration Projects		25,000

**Public Utility Projects**

Other Charges	\$ 99,431	
Total Public Utility Projects		<u>99,431</u>

## Total General Fund

\$ 8,881,351

**Solid Waste/Sanitation Fund**

## Public Health and Welfare

**Sanitation Management**

Supervisor/Director	\$ 12,000	
Truck Drivers	30,750	
Laborers	32,500	
Secretary(ies)	6,500	
Overtime Pay	16,407	
Social Security	5,487	
Pensions	3,838	
Unemployment Compensation	88	
Employer Medicare	1,283	
Communication	2,007	
Contracts with Private Agencies	53,098	
Maintenance and Repair Services - Buildings	602	
Maintenance and Repair Services - Equipment	54,604	
Maintenance and Repair Services - Vehicles	11,597	
Towing Services	951	
Travel	261	
Other Contracted Services	15,454	
Diesel Fuel	22,172	
Gasoline	16,790	
Tires and Tubes	6,694	
Water and Sewer	440	
Other Supplies and Materials	9,896	
Motor Vehicles	15,000	
Other Equipment	<u>17,900</u>	
Total Sanitation Management		\$ 336,319

**Convenience Centers**

Laborers	\$ 43,648	
Part-time Personnel	66,991	
Overtime Pay	7,109	

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Solid Waste/Sanitation Fund (Cont.)**

## Public Health and Welfare (Cont.)

**Convenience Centers (Cont.)**

Social Security	\$	7,048
Pensions		1,745
Unemployment Compensation		97
Employer Medicare		1,648
Communication		576
Maintenance and Repair Services - Buildings		43
Maintenance and Repair Services - Equipment		81
Electricity		4,161
Water and Sewer		1,438
Gravel and Chert		2,413
Other Supplies and Materials		99
Other Charges		50
Total Convenience Centers		<u>\$ 137,147</u>

## Other Operations

**Other Charges**

Liability Insurance	\$	11,737
Trustee's Commission		20,099
Workers' Compensation Insurance		6,040
Total Other Charges		<u>37,876</u>

**Employee Benefits**

Medical Insurance	\$	12,771
Total Employee Benefits		<u>12,771</u>

## Total Solid Waste/Sanitation Fund

\$ 524,113

**Industrial/Economic Development Fund**

## Other Operations

**Tourism**

Supervisor/Director	\$	17,496
Advertising		900
Contributions		48,350
Dues and Memberships		450
Maintenance and Repair Services - Buildings		136
Maintenance and Repair Services - Equipment		3,053
Travel		1,768
Other Contracted Services		716
Custodial Supplies		792
Electricity		13,653
Fertilizer, Lime, and Seed		245
Food Supplies		174
Water and Sewer		3,288
Other Supplies and Materials		443
Total Tourism		<u>\$ 91,464</u>

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Industrial/Economic Development Fund (Cont.)**

## Other Operations (Cont.)

**Other Charges**

Trustee's Commission	\$ 556	
Total Other Charges		\$ 556

Total Industrial/Economic Development Fund

\$ 92,020

**Special Purpose Fund**

## Public Health and Welfare

**Other Local Health Services**

Legal Services	\$ 36,814	
Maintenance Agreements	7,135	
Refunds	50,036	
Other Charges	<u>745,315</u>	
Total Other Local Health Services		\$ 839,300

## Other Operations

**Other Charges**

Trustee's Commission	\$ 7	
Total Other Charges		<u>7</u>

Total Special Purpose Fund

839,307

**Drug Control Fund**

## Public Safety

**Drug Enforcement**

Other Contracted Services	\$ 290	
Law Enforcement Equipment	8,192	
Motor Vehicles	<u>29,995</u>	
Total Drug Enforcement		\$ 38,477

## Other Operations

**Other Charges**

Trustee's Commission	\$ 614	
Total Other Charges		<u>614</u>

Total Drug Control Fund

39,091

**Other Special Revenue Fund**

## General Government

**County Buildings**

Building Improvements	\$ 51,483	
Total County Buildings		\$ 51,483

## Public Health and Welfare

**Local Health Center**

Legal Notices, Recording, and Court Costs	\$ 87	
Total Local Health Center		87

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Other Special Revenue Fund (Cont.)**

## Other Operations

**American Rescue Plan Act Grant #1**

Contributions	\$ 85,000
Total American Rescue Plan Act Grant #1	\$ 85,000

Total Other Special Revenue Fund

\$ 136,570

**Constitutional Officers - Fees Fund**

## Administration of Justice

**Chancery Court**

Constitutional Officers' Operating Expenses	\$ 8,888
Total Chancery Court	\$ 8,888

Total Constitutional Officers - Fees Fund

8,888

**Highway/Public Works Fund**

## Highways

**Administration**

County Official/Administrative Officer	\$ 89,338
Assistant(s)	33,000
Accountants/Bookkeepers	17,000
Other Salaries and Wages	1,150
Advertising	356
Communication	6,804
Data Processing Services	17,903
Dues and Memberships	2,807
Evaluation and Testing	565
Printing, Stationery, and Forms	1,712
Other Contracted Services	3,069
Electricity	5,431
Natural Gas	454
Office Supplies	972
Water and Sewer	807
Other Supplies and Materials	1,834
Total Administration	\$ 183,202

**Highway and Bridge Maintenance**

Laborers	\$ 314,238
Overtime Pay	17,443
Asphalt - Cold Mix	31,161
Asphalt - Liquid	187,952
Crushed Stone	156,840
Custodial Supplies	1,801
Pipe	51,994
Road Signs	3,727
Salt	8,342
Total Highway and Bridge Maintenance	773,498

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Highway/Public Works Fund (Cont.)**

## Highways (Cont.)

**Operation and Maintenance of Equipment**

Mechanic(s)	\$	60,938
Overtime Pay		2,343
Licenses		370
Diesel Fuel		79,480
Equipment and Machinery Parts		122,543
Gasoline		24,115
Lubricants		4,804
Tires and Tubes		7,310
Chemicals		930
Total Operation and Maintenance of Equipment		\$ 302,833

**Other Charges**

Liability Insurance	\$	75,537
Trustee's Commission		23,708
Workers' Compensation Insurance		27,993
Total Other Charges		127,238

**Employee Benefits**

Social Security	\$	26,253
Pensions		17,502
Medical Insurance		98,878
Employer Medicare		7,671
Total Employee Benefits		150,304

**Capital Outlay**

Lease/SBITA Payments	\$	13,676
Other Contracted Services		160,588
Highway Equipment		237,102
Office Equipment		292
State Aid Projects		2,447,553
Total Capital Outlay		2,859,211

## Total Highway/Public Works Fund

\$ 4,396,286

**General Debt Service Fund**

## Principal on Debt

**General Government**

Principal on Bonds	\$	400,000
Total General Government		\$ 400,000

**Education**

Principal on Notes	\$	285,000
Total Education		285,000

## Interest on Debt

**General Government**

Interest on Bonds	\$	101,512
Total General Government		101,512

(Continued)

**DECATUR COUNTY, TENNESSEE****Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Debt Service Fund (Cont.)**

## Interest on Debt (Cont.)

**Education**

Interest on Notes	\$ 26,456	
Total Education	\$ 26,456	

## Other Debt Service

**General Government**

Fiscal Agent Charges	\$ 750	
Trustee's Commission	17,451	
Other Debt Service	480	
Total General Government	<u>18,681</u>	

Total General Debt Service Fund \$ 831,649**General Capital Projects Fund**

## Social, Cultural, and Recreational Services

**Parks and Fair Boards**

Other Equipment	\$ 6,882	
Total Parks and Fair Boards	\$ 6,882	

## Other Operations

**Other Economic and Community Development**

Contracts with Government Agencies	\$ 138,805	
Total Other Economic and Community Development	138,805	

## Capital Projects

**Agriculture and Natural Resources Projects**

Rentals	\$ 1,200	
Site Development	46,560	
Total Agriculture and Natural Resources Projects	<u>47,760</u>	

Total General Capital Projects Fund 193,447**Education Capital Projects Fund**

## Capital Projects

**Education Capital Projects**

Contributions	\$ 3,071,062	
Underwriter's Discount	32,095	
Other Debt Issuance Charges	63,026	
Total Education Capital Projects	<u>\$ 3,166,183</u>	

Total Education Capital Projects Fund 3,166,183Total Governmental Funds - Primary Government \$ 19,108,905

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

Discretely Presented Decatur County School Department

**For the Year Ended June 30, 2024****General Purpose School Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$ 4,422,837
Career Ladder Program	13,209
Homebound Teachers	1,930
Educational Assistants	140,432
Other Salaries and Wages	10,445
Certified Substitute Teachers	20,900
Non-certified Substitute Teachers	102,366
Social Security	261,092
Pensions	319,695
Medical Insurance	460,677
Unemployment Compensation	2,000
Employer Medicare	61,630
Maintenance and Repair Services - Equipment	41,607
Other Contracted Services	11,103
Instructional Supplies and Materials	196,234
Textbooks - Bound	27,370
Other Supplies and Materials	21,638
TISA - On-behalf Payments	19,056
Other Charges	65,020
Regular Instruction Equipment	<u>288,539</u>
Total Regular Instruction Program	\$ 6,487,780

**Alternative Instruction Program**

Teachers	\$ 54,963
Social Security	3,203
Pensions	3,722
Medical Insurance	4,699
Unemployment Compensation	25
Employer Medicare	<u>749</u>
Total Alternative Instruction Program	67,361

**Special Education Program**

Teachers	\$ 569,526
Career Ladder Program	4,000
Homebound Teachers	2,500
Educational Assistants	32,431
Speech Pathologist	114,509
Certified Substitute Teachers	4,600
Social Security	39,650
Pensions	47,797
Medical Insurance	82,585
Unemployment Compensation	200
Employer Medicare	9,273
Maintenance and Repair Services - Equipment	735
Other Contracted Services	700
Instructional Supplies and Materials	13,552
Other Charges	<u>364</u>
Total Special Education Program	922,422

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Instruction (Cont.)

**Career and Technical Education Program**

Teachers	\$ 324,478
Educational Assistants	74,335
Other Salaries and Wages	104,044
Social Security	28,315
Pensions	30,850
Medical Insurance	39,650
Unemployment Compensation	300
Employer Medicare	6,610
Other Contracted Services	62,616
Instructional Supplies and Materials	19,624
Textbooks - Bound	1,360
Vocational Instruction Equipment	5,825
<b>Total Career and Technical Education Program</b>	<b>\$ 698,007</b>

## Support Services

**Attendance**

Supervisor/Director	\$ 82,997
Clerical Personnel	17,874
Social Security	4,783
Pensions	5,771
Medical Insurance	5,692
Unemployment Compensation	25
Employer Medicare	1,336
Maintenance and Repair Services - Equipment	2,453
Other Contracted Services	10,000
Other Supplies and Materials	2,500
<b>Total Attendance</b>	<b>133,431</b>

**Health Services**

Supervisor/Director	\$ 45,261
Other Salaries and Wages	198,105
Social Security	14,460
Pensions	9,321
Medical Insurance	9,439
Unemployment Compensation	100
Employer Medicare	3,382
Drugs and Medical Supplies	3,439
Other Supplies and Materials	26,191
In Service/Staff Development	3,282
Other Charges	1,763
Other Equipment	2,363
<b>Total Health Services</b>	<b>317,106</b>

**Other Student Support**

Guidance Personnel	\$ 153,008
Educational Assistants	9,450

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

Support Services (Cont.)

**Other Student Support (Cont.)**

Other Salaries and Wages	\$ 32,000
Social Security	11,033
Pensions	11,615
Medical Insurance	15,350
Unemployment Compensation	100
Employer Medicare	2,580
Internet Connectivity	176,758
Other Contracted Services	24,856
Other Supplies and Materials	8,547
Other Charges	<u>29,152</u>
Total Other Student Support	\$ 474,449

**Regular Instruction Program**

Supervisor/Director	\$ 278,350
Career Ladder Program	791
Librarians	176,592
Secretary(ies)	134,765
Other Salaries and Wages	90,651
Social Security	33,521
Pensions	37,407
Medical Insurance	66,583
Unemployment Compensation	184
Employer Medicare	8,967
Travel	137
Library Books/Media	7,597
Other Supplies and Materials	1,046
In Service/Staff Development	<u>7,380</u>
Total Regular Instruction Program	843,971

**Special Education Program**

Supervisor/Director	\$ 40,083
Clerical Personnel	12,470
Social Security	774
Pensions	605
Unemployment Compensation	50
Employer Medicare	757
Communication	650
Travel	2,956
Other Contracted Services	30,000
In Service/Staff Development	1,337
Other Equipment	<u>11,668</u>
Total Special Education Program	101,350

**Career and Technical Education Program**

Supervisor/Director	\$ 72,093
Social Security	3,970

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Career and Technical Education Program (Cont.)**

Pensions	\$	4,909
Medical Insurance		5,079
Unemployment Compensation		25
Employer Medicare		928
Travel		3,415
Other Supplies and Materials		987
In Service/Staff Development		200
Total Career and Technical Education Program		\$ 91,606

**Technology**

Supervisor/Director	\$	53,350
Other Salaries and Wages		76,426
Social Security		7,590
Pensions		8,624
Medical Insurance		11,719
Unemployment Compensation		50
Employer Medicare		1,775
Maintenance and Repair Services - Equipment		9,330
Internet Connectivity		77,916
Travel		1,152
Other Contracted Services		11,886
Other Equipment		32,595
Total Technology		292,413

**Other Programs**

On-behalf Payments to OPEB	\$	33,911
Total Other Programs		33,911

**Board of Education**

Board and Committee Members Fees	\$	12,000
Social Security		744
Employer Medicare		174
Audit Services		12,250
Dues and Memberships		8,366
Legal Services		1,362
Trustee's Commission		86,838
Workers' Compensation Insurance		55,830
Refund to Applicant for Criminal Investigation		5,721
Other Charges		6,217
Total Board of Education		189,502

**Director of Schools**

County Official/Administrative Officer	\$	98,800
Career Ladder Program		1,000
Secretary(ies)		21,000
Social Security		6,930

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Director of Schools (Cont.)**

Pensions	\$	6,796
Medical Insurance		7,548
Employer Medicare		1,621
Communication		16,454
Postal Charges		2,977
Travel		2,232
Other Contracted Services		3,000
Office Supplies		396
Other Charges		310
Total Director of Schools	\$	169,064

**Office of the Principal**

Principals	\$	335,487
Career Ladder Program		3,000
Assistant Principals		270,713
Clerical Personnel		2,500
Social Security		34,555
Pensions		41,864
Medical Insurance		43,579
Employer Medicare		8,081
Communication		4,800
Other Charges		297
Total Office of the Principal		744,876

**Fiscal Services**

Accountants/Bookkeepers	\$	83,857
Social Security		5,025
Pensions		3,279
Medical Insurance		5,087
Employer Medicare		1,175
Travel		2,108
Other Contracted Services		25,281
Office Supplies		2,160
Software		1,664
Other Charges		1,769
Administration Equipment		1,268
Total Fiscal Services		132,673

**Operation of Plant**

Custodial Personnel	\$	211,451
Social Security		11,964
Pensions		6,923
Medical Insurance		9,180
Employer Medicare		3,045
Other Contracted Services		10,738
Custodial Supplies		45,437

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Operation of Plant (Cont.)**

Electricity	\$ 298,705
Natural Gas	75,843
Water and Sewer	60,630
Building and Contents Insurance	149,223
Other Charges	221
Plant Operation Equipment	<u>9,500</u>
Total Operation of Plant	\$ 892,860

**Maintenance of Plant**

Maintenance Personnel	\$ 114,784
Social Security	6,724
Pensions	4,146
Medical Insurance	16,827
Employer Medicare	1,559
Maintenance and Repair Services - Buildings	72,443
Maintenance and Repair Services - Equipment	2,051
Other Contracted Services	19,100
Gasoline	10,356
Other Charges	1,459
Administration Equipment	991
Maintenance Equipment	4,652
Other Equipment	<u>57,961</u>
Total Maintenance of Plant	313,053

**Transportation**

Supervisor/Director	\$ 46,089
Mechanic(s)	29,732
Bus Drivers	276,369
Clerical Personnel	18,567
Other Salaries and Wages	2,300
Social Security	22,964
Pensions	8,441
Medical Insurance	14,386
Employer Medicare	5,371
Communication	1,651
Contracts with Parents	14,357
Maintenance and Repair Services - Vehicles	42,459
Medical and Dental Services	3,735
Travel	1,903
Diesel Fuel	65,392
Garage Supplies	3,876
Gasoline	3,708
Tires and Tubes	14,950
Vehicle and Equipment Insurance	3,000
Other Charges	825
Transportation Equipment	<u>264,400</u>
Total Transportation	844,475

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Operation of Non-Instructional Services

**Food Service**

Cafeteria Personnel	\$	1,875
Social Security		116
Pensions		73
Employer Medicare		27
Total Food Service	\$	2,091

**Community Services**

Other Salaries and Wages	\$	187,722
Social Security		11,434
Pensions		9,322
Medical Insurance		2,987
Employer Medicare		2,677
Food Supplies		3,865
Instructional Supplies and Materials		6,373
Other Supplies and Materials		6,969
In Service/Staff Development		2,940
Total Community Services		234,289

**Early Childhood Education**

Supervisor/Director	\$	31,589
Teachers		205,243
Clerical Personnel		1,996
Educational Assistants		53,948
Non-certified Substitute Teachers		7,490
Social Security		16,453
Pensions		19,151
Medical Insurance		26,782
Unemployment Compensation		100
Employer Medicare		3,848
Communication		758
Maintenance and Repair Services - Equipment		4,183
Travel		978
Food Supplies		10,449
Instructional Supplies and Materials		26,694
Other Supplies and Materials		4,019
In Service/Staff Development		656
Other Charges		136
Regular Instruction Equipment		4,614
Other Equipment		13,590
Total Early Childhood Education		432,677

## Capital Outlay

**Regular Capital Outlay**

Architects	\$	56,947
Other Contracted Services		72,850
Building Construction		2,119,580

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Capital Outlay (Cont.)

**Regular Capital Outlay (Cont.)**

Building Improvements	\$ 236,250
Other Equipment	<u>700,796</u>
Total Regular Capital Outlay	\$ 3,186,423

## Other Debt Service

**Education**

Debt Service Contribution to Primary Government	\$ 311,456
Total Education	<u>311,456</u>

Total General Purpose School Fund

\$ 17,917,246

**School Federal Projects Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$ 404,652
Educational Assistants	92,196
Other Salaries and Wages	1,555
Social Security	24,884
Pensions	27,401
Medical Insurance	24,156
Employer Medicare	6,872
Instructional Supplies and Materials	19,532
Regular Instruction Equipment	<u>400</u>
Total Regular Instruction Program	\$ 601,648

**Special Education Program**

Teachers	\$ 56,078
Educational Assistants	230,572
Social Security	17,003
Pensions	11,935
Medical Insurance	29,390
Employer Medicare	3,977
Maintenance and Repair Services - Equipment	457
Instructional Supplies and Materials	42,667
Special Education Equipment	<u>8,258</u>
Total Special Education Program	400,337

**Career and Technical Education Program**

Other Salaries and Wages	\$ 12,500
Social Security	765
Pensions	1,086
Employer Medicare	191
Instructional Supplies and Materials	6,328
Other Supplies and Materials	5,959
Vocational Instruction Equipment	<u>42,566</u>
Total Career and Technical Education Program	69,395

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services

**Other Student Support**

Social Workers	\$ 42,000
Other Salaries and Wages	15,980
Social Security	3,585
Pensions	1,723
Employer Medicare	838
Travel	3,998
Other Contracted Services	18,200
Other Supplies and Materials	6,156
In Service/Staff Development	1,486
Other Charges	4,115
Total Other Student Support	\$ 98,081

**Regular Instruction Program**

Supervisor/Director	\$ 52,131
Other Salaries and Wages	135,270
Social Security	9,445
Pensions	11,154
Medical Insurance	12,918
Employer Medicare	2,494
Other Supplies and Materials	445
In Service/Staff Development	9,745
Other Equipment	1,899
Total Regular Instruction Program	235,501

**Special Education Program**

Supervisor/Director	\$ 3,000
Psychological Personnel	62,895
Clerical Personnel	12,594
Other Salaries and Wages	9,250
Social Security	4,517
Pensions	5,233
Medical Insurance	9,260
Employer Medicare	1,100
Communication	700
Travel	1,459
Other Contracted Services	6,550
Other Charges	4,952
Other Equipment	2,400
Total Special Education Program	123,910

**Career and Technical Education Program**

In Service/Staff Development	\$ 1,249
Total Career and Technical Education Program	1,249

**Maintenance of Plant**

Other Supplies and Materials	\$ 99
Total Maintenance of Plant	99

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Transportation**

Bus Drivers	\$ 46,391
Social Security	2,821
Pensions	596
Employer Medicare	660
Total Transportation	\$ 50,468

## Operation of Non-Instructional Services

**Community Services**

Supervisor/Director	\$ 16,501
Teachers	26,501
Clerical Personnel	5,000
Educational Assistants	6,895
Social Security	3,404
Pensions	3,330
Employer Medicare	796
Instructional Supplies and Materials	11,412
In Service/Staff Development	750
Total Community Services	74,589

## Capital Outlay

**Regular Capital Outlay**

Building Construction	\$ 2,594,651
Total Regular Capital Outlay	2,594,651

## Total School Federal Projects Fund

\$ 4,249,928

**Central Cafeteria Fund**

## Operation of Non-Instructional Services

**Food Service**

Supervisor/Director	\$ 43,344
Cafeteria Personnel	340,615
Social Security	21,672
Pensions	13,529
Medical Insurance	61,396
Employer Medicare	5,068
Maintenance and Repair Services - Equipment	30,847
Travel	271
Other Contracted Services	19,311
Food Preparation Supplies	33,156
Food Supplies	399,984
Office Supplies	1,835
USDA - Commodities	61,521
Other Supplies and Materials	5,842
Refunds	409
In Service/Staff Development	749
Other Charges	7,684
Food Service Equipment	13,185
Total Food Service	\$ 1,060,418

## Total Central Cafeteria Fund

1,060,418

(Continued)

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

Discretely Presented Decatur County School Department (Cont.)

**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

Other Charges

\$ 618,352

Total Community Services

\$ 618,352

Total Internal School Fund

\$ 618,352**Education Capital Projects Fund**

Capital Projects

**Education Capital Projects**

Building Construction

\$ 967,362

Total Education Capital Projects

\$ 967,362

Total Education Capital Projects Fund

967,362

Total Governmental Funds - Decatur County School Department

\$ 24,813,306

## **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***

Decatur County Mayor and  
Board of County Commissioners  
Decatur 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 Decatur County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Decatur County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated October 21, 2024. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Decatur County School Department (a discretely presented component unit) as described in our report on Decatur 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.

### **Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the

accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2024-001.

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

As part of obtaining reasonable assurance about whether Decatur 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 and 2024-003.

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

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

Very truly yours,  
  
Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 21, 2024

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**

Decatur County Mayor and  
Board of County Commissioners  
Decatur 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 Decatur 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 Decatur County's major federal programs for the year ended June 30, 2024. Decatur 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, Decatur 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 Decatur 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 Decatur 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 Decatur 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 Decatur 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 Decatur 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 Decatur County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Decatur 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 Decatur 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 Decatur County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Decatur County's basic financial statements. We issued our report thereon dated October 21, 2024, 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

October 21, 2024

JEM/gc

**DECATUR COUNTY, TENNESSEE, AND THE DECATUR COUNTY SCHOOL DEPARTMENT**

**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9)**

**For the Year-Ended June 30, 2024**

<b>Federal/Pass-Through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Expenditures</b>
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 221,945
National School Lunch Program	10.555	N/A	485,320 (8)
COVID 19 - State Pandemic Electronic Benefit Transfer (P-EBT)	10.649	N/A	653
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Non-Cash Assistance)	10.555	N/A	61,521 (8)
Total U.S. Department of Agriculture			<u>\$ 769,439</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Alcohol Open Container Requirements	20.607	(5)	\$ 2,589
Total U.S. Department of Transportation			<u>\$ 2,589</u>
U.S. Department of the Treasury:			
Passed-through State Department of Environment and Conservation:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	32701-04988	\$ 99,431 (8)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	N/A	37,588 (8)
Direct Program:			
COVID 19 - Local Assistance and Tribal Consistency Fund (ARP)	21.032	N/A	50,000
Total U.S. Department of the Treasury			<u>\$ 187,019</u>
U.S. National Foundation on the Arts and the Humanities:			
Passed-through Tennessee Secretary of State:			
Grants to States	45.310	(6)	\$ 5,128
Total U.S. National Foundation on the Arts and the Humanities			<u>\$ 5,128</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Agencies	84.010	N/A	\$ 515,726
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	529,027 (8)
COVID 19 - Special Education - Grants to States (ARP)	84.027X	N/A	295 (8)
Special Education - Preschool Grants	84.173	N/A	40,618
Career and Technical Education - Basic Grants to States	84.048	N/A	76,128
Twenty-First Century Community Learning Centers	84.287	N/A	74,588
Rural Education	84.358	N/A	23,801
Supporting Effective Instruction State Grants	84.367	N/A	52,480
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary			
School Emergency Relief Fund - (ESSER ARP)	84.425U	N/A	2,871,193
Passed-through State Department of Human Services:			
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	37,012
Total U.S. Department of Education			<u>\$ 4,220,868</u>

(Continued)

**DECATUR COUNTY, TENNESSEE, AND THE DECATUR COUNTY SCHOOL DEPARTMENT**

**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)**

<b>Federal/Pass-Through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Expenditures</b>
U.S. Department of Health and Human Services:			
Passed-through Southwest Tennessee Development District:			
Aging Cluster: (4)			
Special Programs for the Aging - Title II, Part B - Grants for Supportive Services and Senior Centers	93.044	(6)	\$ 12,550
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	(6)	16,001
Passed-through State Department of Health:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ARP)	93.323	Z-23-270379-00	230,030
Passed-through State Department of Education:			
Public Health Emergency Response: Cooperative Agreement for Emergency Response:			
Public Health Crisis Response	93.354	N/A	70,072
Total U.S. Department of Health and Human Services			<u>\$ 328,653</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(7)	\$ 57,054 (8)
COVID 19 - Emergency Management Performance Grants (ARP)	97.042	34101-21223	<u>10,246 (8)</u>
Total U.S. Department of Homeland Security			<u>\$ 67,300</u>
Total Expenditures of Federal Grants			<u>\$ 5,580,996</u>
<b>State Grants</b>			
Aging Program - Southwest Tennessee Development District			
Senior Center Grant - State Commission on Aging and Disability	N/A	(6)	\$ 7,340
Training Equipment Grant - State Corrections Institute	N/A	(6)	8,000
FFA Livestock Barn Grant - State Department of Agriculture	N/A	(6)	14,940
Tennessee Agriculture Enhancement Program Grant - State Department of Agriculture	N/A	(6)	43,007
Truancy Prevention Program - State Department of Children's Services	N/A	(6)	967
Community-Based Treatment Services for Offenders - State Department of Corrections	N/A	(6)	63,817
Site Development Grant - State Department of Economic and Community Development	N/A	(6)	1,152,207
COVID-19 - Summer Learning Camp - State Department of Education	N/A	N/A	87,360
COVID-19 - Summer Learning Camp Transportation - State Department of Education	N/A	N/A	98,010
Early Childhood Education - State Department of Education	N/A	N/A	23,886
Innovative School Models - State Department of Education	N/A	N/A	293,354
Jobs for Tennessee Graduates - State Department of Education	N/A	N/A	381,062
Lottery Education Afterschool Programs - State Department of Education	N/A	N/A	50,000
Safe Schools - State Department of Education	N/A	N/A	159,325
School Bus Seat Restraint Grant - State Department of Education	N/A	N/A	57,961
State Special Education Preschool Grant - State Department of Education	N/A	N/A	19,500
State Direct Appropriations Grant - State Department of Finance and Administration	N/A	(6)	23,334
School Resource Officer Grant - State Department of Safety and Homeland Security	N/A	(6)	27,548
Litter Program - State Department of Transportation	N/A	(6)	300,000
Violent Crimes Intervention Funds Grant - State Office of Criminal Justice Programs	N/A	(6)	16,764
2024 PPP Election Grant - Tennessee Secretary of State	N/A	(6)	<u>63,994</u>
Total State Grants			<u>\$ 23,161</u>
			<u>\$ 2,915,537</u>

(Continued)

**DECATUR COUNTY, TENNESSEE, AND THE DECATUR COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (9) (Cont.)**

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) Decatur County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Child Nutrition Cluster total is \$768,786; Special Education Cluster total is \$569,940; Aging Cluster total is \$28,551.
- (5) Z-23-THS-078: \$1,865; Z-24-THS-080: \$724.
- (6) Information not available.
- (7) 34101-37723: \$29,885; 34101-22324: \$27,169.
- (8) Total for ALN 10.555 is \$546,841; Total for ALN 21.027 is \$137,019; Total for ALN 84.027 is \$529,322;  
 Total for ALN 97.042 is \$67,300.
- (9) The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I	84.010	\$ 47,455
Rural Education	84.358	5,601
Supporting Effective Instruction State Grant	84.367	10,176
Total amounts consolidated for School-wide Program		<u>\$ 63,232</u>

**DECATUR 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 uncorrected. Presented below are financial statement findings along with their current status from the Annual Financial Report for Decatur 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
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**OFFICE OF COUNTY MAYOR**

2023	196	2023-001	The office had deficiencies in budget operations.	N/A	Corrected
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**OFFICE OF SHERIFF**

2023	197	2023-002	Duties were not segregated adequately.	N/A	Corrected
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**DECATUR COUNTY**

2023	197	2023-003	Certain financial activity of the Decatur County Public Library was not audited and was not subject to the budgetary control of the county commission.	N/A	Not Corrected - See Explanation on Corrective Action Plan
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**Prior-year Federal Awards Findings**

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

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

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

**Financial Statements:**

1. Our report on the financial statements of Decatur County is unmodified.

2. Internal Control Over Financial Reporting:

\* Material weakness identified? **NO**

\* Significant deficiency identified? **YES**

3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:

\* Material weakness identified? **NO**

\* Significant deficiency identified? **NONE REPORTED**

5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**

7. Identification of major federal programs:

\* Assistance Listing Number: 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? **YES**

## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

### OFFICE OF COUNTY MAYOR

FINDING 2024-001

#### THE OFFICE DID NOT ACCURATELY RECONCILE ITS CHECK CLEARING BANK ACCOUNT OR ACCURATELY PREPARE LISTS OF OUTSTANDING CHECKS

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

The office did not accurately reconcile its check clearing bank account or accurately prepare lists of outstanding checks. A list of outstanding checks at June 30, 2024, was prepared; however, the account did not reconcile with the general ledger by \$12,556 since all errors had not been corrected or identified. The monthly reconciliation of bank statements and the accurate preparation of lists of outstanding checks are necessary procedures to ensure all transactions are recorded properly in the accounting records. The trustee's office maintains this clearing bank account for checks written by the county mayor's office, and the mayor's office is responsible for reconciling this account with the trustee's general ledger balance. These deficiencies exist due to a lack of management oversight and a lack of understanding of internal controls.

### RECOMMENDATION

Bank statements should be reconciled accurately with the general ledger monthly, and any errors should be corrected promptly. Accurate lists of outstanding checks should be prepared monthly.

### MANAGEMENT'S RESPONSE - COUNTY MAYOR

We concur with this finding.

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### OFFICE OF SHERIFF

FINDING 2024-002

#### SOME FUNDS WERE NOT DEPOSITED WITHIN THREE DAYS OF COLLECTION

(Noncompliance Under *Government Auditing Standards*)

As part of our audit procedures for obtaining reasonable assurance that funds were deposited within three days of collection as required by Section 5-8-207, *Tennessee Code Annotated*, we judgmentally selected receipts issued for the months of July 2023 through August 2023 to trace to deposits. During this period, collections in nine of 12 deposits were held more than three business days before being deposited. The delay in depositing funds weakens internal controls over collections and increases the risks of fraud and misappropriation. This deficiency was the result of a lack of management oversight.

## **RECOMMENDATION**

All funds should be deposited within three days of collection as required by state statute.

## **MANAGEMENT'S RESPONSE - SHERIFF**

I concur with the finding and will ensure that funds are deposited within three days as required by state statute.

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## **DECATUR COUNTY**

**FINDING 2024-003**

### **CERTAIN FINANCIAL ACTIVITY OF THE DECATUR COUNTY PUBLIC LIBRARY WAS NOT AUDITED AND WAS NOT SUBJECT TO THE BUDGETARY CONTROL OF THE COUNTY COMMISSION**

(Noncompliance Under *Government Auditing Standards*)

The Decatur County Public Library operates as a department within the county's General Fund. A significant portion of the library's expenditures for the year was paid through the county's General Fund (\$93,066), which is included in the financial statements of this report. However, the Library Board maintained two checking accounts and one certificate of deposit outside of the county's control to deposit various revenues and to pay certain operating expenses. The balances of the two checking accounts and the certificate of deposit totaled \$105,160 at June 30, 2024. Section 5-9-401, *Tennessee Code Annotated (TCA)*, 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 of the various departments, commissions, institutions, boards, offices and agencies of county governments shall be appropriated to such use by the county legislative bodies." Also, Section 10-3-106, *TCA*, states that "All library accounts of every character shall be audited annually by or under the county legislative body and/or city governing body." Therefore, the funds channeled through the Library Board's bank accounts, including the certificate of deposit, did not flow through the county's budgetary process, have not been audited, and are not included in the financial statements of this report. We do not consider the exclusion of these amounts to be material to the financial statements of this report. These deficiencies exist because management failed to correct the finding noted in the prior-year audit report and failed to implement their corrective action plan.

## **RECOMMENDATION**

The Decatur County Public Library should remit all collections to the county's General Fund. All revenues and expenditures related to the library's operation should be audited and subject to the budgetary control of the county commission as required by state statutes.

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

We concur with this finding.

### **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.

**DECATUR 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 COUNTY MAYOR**

2024-001	The office did not accurately reconcile its check clearing bank account or accurately prepare lists of outstanding checks.	188
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**OFFICE OF SHERIFF**

2024-002	Some funds were not deposited within three days of collection.	190
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**DECATUR COUNTY**

2024-003	Certain financial activity of the Decatur County Public Library was not audited and was not subject to the budgetary control of the county commission.	189
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## **DECATUR COUNTY MAYOR**

*Mike Creasy*

### **Corrective Action Plan**

#### **FINDING**

THE OFFICE DID NOT ACCURATELY RECONCILE ITS  
CHECK CLEARING BANK ACCOUNT OR ACCURATELY  
PREPARE LISTS OF OUTSTANDING CHECKS

**Corrective Action Plan Prepared by:**

Mike Creasy, County Mayor

**Person Responsible for Implementing the Corrective Action:**

Mike Creasy, County Mayor

**Anticipated Completion Date of Corrective Action:**

June 30, 2025

**Repeat Finding:**

No

**Reason Corrective Action Was Not Taken in the Prior Year:**

N/A

**Planned Corrective Action**

We will continue to perform reconciliations and prepare lists of outstanding checks. We will further research the unidentified balance until it is reconciled.

*Mike Creasy*



## **DECATUR COUNTY MAYOR**

*Mike Creasy*

### **Corrective Action Plan**

#### **FINDING**

CERTAIN FINANCIAL ACTIVITY OF THE DECATUR COUNTY PUBLIC LIBRARY WAS NOT AUDITED AND WAS NOT SUBJECT TO THE BUDGETARY CONTROL OF THE COUNTY COMMISSION

**Corrective Action Plan Prepared by:**  
Mike Creasy, County Mayor

**Person Responsible for Implementing the Corrective Action:**  
Mike Creasy, County Mayor

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
Yes

**Reason Corrective Action Was Not Taken in the Prior Year:**  
We have been unable to get the funds controlled by the Library Board turned over to our control.

**Planned Corrective Action**  
The county will work with the Library Board to attempt to remedy the finding.

*Mike Creasy*  
Signature



Sheriff - Dale King

## Decatur County Sheriff's Office

138 East Main Street - P.O. Box 427  
Decaturville, TN 38329  
Phone (731) 852-3703 Fax (731) 852-2871



Captain- Cody Moody

### *Corrective Action Plan*

#### **FINDING**

SOME FUNDS WERE NOT DEPOSITED WITHIN THREE DAYS OF COLLECTION

**Corrective Action Plan Prepared by:**  
Dale King, Sheriff

**Person Responsible for Implementing the Corrective Action:**  
Dale King, Sheriff

**Anticipated Completion Date of Corrective Action:**  
October 2024

**Repeat Finding:**  
No

**Planned Corrective Action**  
We will ensure that funds are deposited within three days of collection.

A handwritten signature in blue ink, appearing to read "Dale King". It is written over a horizontal line.

Signature

## **BEST PRACTICE**

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

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

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

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