



ANNUAL FINANCIAL REPORT

Grainger County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
GRAINGER 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

ROBERT J. ANDERSON, CPA, CGFM
Audit Manager

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

GRAINGER COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in no findings.



INTRODUCTORY SECTION

GRAINGER COUNTY OFFICIALS

June 30, 2024

Officials

David M. Byrd, County Mayor
Charlie McAnally, Road Superintendent
Mark Briscoe, Director of Schools
Rena Greer, Trustee
Donna Shelton, Assessor of Property
Angie Lamb, County Clerk
Sherry Clifton, Circuit and General Sessions Courts Clerk
Vickie Greenlee, Clerk and Master
Rick Diamond, Register of Deeds
James Harville, Sheriff

Board of County Commissioners

| | |
|------------------------|------------------|
| Andy Cameron, Chairman | Edward McBee |
| James Acuff | Wendy Noe |
| Anna Blanken | Rodney Overbay |
| Jessie Cline | Darrell Stratton |
| Tina Davis | Luke Stratton |
| Justin Epperson | Darrell Williams |
| Jennifer Holt | Scott Wynn |
| Mike Holt | |

Board of Education

| | |
|--------------------------|--------------|
| Harold Frazier, Chairman | Marcus Long |
| Sheila Bailey | Karen McNish |
| Johnny Brooks | Gary Staley |
| Steve Hodge | Norma Tate |
| Donnie Kitts | Larry Turley |

Audit Committee

Scott Wynn, Chairman
James Acuff
Tina Davis
Luke Stratton

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Grainger County Mayor and
Board of County Commissioners
Grainger 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 Grainger 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 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 Grainger County, Tennessee, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparison for the General, Solid Waste/Sanitation, Other General Government, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund, a special revenue fund of the discretely presented Grainger County School Department, which represent 2.2 percent, 2.6 percent, and 3.54 percent, respectively, of the assets, net position, and revenues of the discretely presented Grainger County School Department. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the Grainger County School Department, 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 Grainger 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., Grainger 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 Grainger 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 Grainger 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 Grainger County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedule of school changes in 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 Grainger 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 Grainger 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 Grainger County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

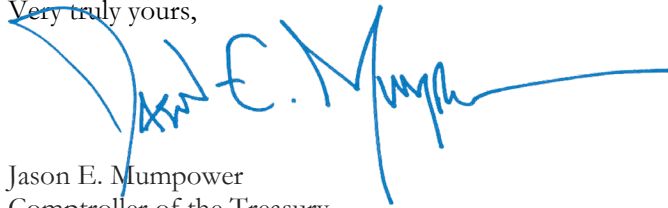
Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information,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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 18, 2024, on our consideration of Grainger 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 Grainger 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 Grainger County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 18, 2024

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

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

| | Primary Government Governmental Activities | Component Unit Grainger County School Department |
|---|---|---|
| ASSETS | | |
| Cash | \$ 54,442 | \$ 1,436,811 |
| Equity in Pooled Cash and Investments | 13,877,293 | 15,687,151 |
| Accounts Receivable | 660,955 | 43,253 |
| Allowance for Uncollectible Accounts Receivable | (372,488) | 0 |
| Due from Other Governments | 1,183,554 | 2,413,978 |
| Property Taxes Receivable | 9,604,223 | 2,671,795 |
| Allowance for Uncollectible Property Taxes | (203,639) | (59,860) |
| Net Pension Asset - Agent Plan | 1,356,709 | 988,509 |
| Net Pension Asset - Teacher Retirement Plan | 0 | 70,685 |
| Net Pension Asset - Teacher Legacy Pension Plan | 0 | 4,340,903 |
| Restricted Assets: | | |
| Amounts Accumulated for Pension Benefits | 0 | 295,865 |
| Capital Assets: | | |
| Assets Not Depreciated: | | |
| Land | 1,779,446 | 1,442,547 |
| Construction in Progress | 36,625 | 2,210,697 |
| Assets Net of Accumulated Depreciation: | | |
| Buildings and Improvements | 8,244,778 | 28,618,813 |
| Infrastructure | 1,945,572 | 0 |
| Other Capital Assets | 2,270,866 | 2,838,620 |
| Total Assets | <u>\$ 40,438,336</u> | <u>\$ 62,999,767</u> |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Deferred Charge on Refunding | \$ 70,592 | \$ 0 |
| Pension Changes in Experience | 771,270 | 1,598,559 |
| Pension Changes in Investment Earnings | 192,568 | 911,446 |
| Pension Changes in Assumptions | 801,841 | 2,051,793 |
| Pension Changes in Proportion | 0 | 196,205 |
| Pension Contributions After Measurement Date | 629,750 | 1,364,228 |
| OPEB Changes in Experience | 0 | 407,189 |
| OPEB Changes in Assumptions | 0 | 849,277 |
| OPEB Changes in Proportion | 0 | 57,521 |
| OPEB Contributions After Measurement Date | 0 | 242,196 |
| Total Deferred Outflows of Resources | <u>\$ 2,466,021</u> | <u>\$ 7,678,414</u> |

(Continued)

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

| | Primary Government Governmental Activities | Component Unit Grainger County School Department |
|---|---|---|
| LIABILITIES | | |
| Accounts Payable | \$ 562,527 | \$ 734,209 |
| Accrued Payroll | 172,275 | 517,165 |
| Payroll Deductions Payable | 102,983 | 1,517,447 |
| Contracts Payable | 140,856 | 0 |
| Due to Other Governments | 122,861 | 0 |
| Due to State of Tennessee | 525 | 0 |
| Accrued Interest Payable | 60,131 | 0 |
| Other Current Liabilities | 317 | 48,543 |
| Noncurrent Liabilities: | | |
| Due Within One Year - Debt | 1,636,024 | 0 |
| Due Within One Year - Other | 203,389 | 370,299 |
| Due in More Than One Year - Debt | 10,518,507 | 0 |
| Due in More Than One Year - Other | 454,379 | 9,199,042 |
| Total Liabilities | <u>\$ 13,974,774</u> | <u>\$ 12,386,705</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Deferred Current Property Taxes | \$ 9,216,502 | \$ 2,554,574 |
| Pension Changes in Experience | 161,609 | 360,453 |
| Pension Changes in Proportion | 0 | 97,622 |
| OPEB Changes in Experience | 0 | 530,808 |
| OPEB Changes in Assumptions | 0 | 909,116 |
| OPEB Changes in Proportion | 0 | 543,863 |
| Total Deferred Inflows of Resources | <u>\$ 9,378,111</u> | <u>\$ 4,996,436</u> |
| NET POSITION | | |
| Net Investment in Capital Assets | \$ 11,650,797 | \$ 35,110,677 |
| Restricted for: | | |
| General Government | 255,920 | 0 |
| Finance | 127,486 | 0 |
| Administration of Justice | 174,532 | 0 |
| Public Safety | 383,391 | 0 |
| Public Health and Welfare | 250,423 | 0 |
| Social, Cultural, and Recreational Services | 179,544 | 0 |
| Highways/Public Works | 2,606,965 | 0 |
| Education | 0 | 2,972,911 |
| Pensions | 1,356,709 | 5,695,962 |
| Capital Projects | 117,835 | 21,966 |
| Unrestricted | <u>2,447,870</u> | <u>9,493,524</u> |
| Total Net Position | <u>\$ 19,551,472</u> | <u>\$ 53,295,040</u> |

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

Exhibit B

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

| Functions/Programs | | | | | Net (Expense) Revenue and Changes in Net Position | |
|---|---------------|-------------------------|--|--|--|--|
| | Expenses | Program Revenues | | Capital Grants and Contributions | Primary Government Governmental Activities | Component Unit |
| | | Charges for Services | Operating Grants and Contributions | | | Grainger County School Department |
| Primary Government: | | | | | | |
| Governmental Activities: | | | | | | |
| General Government | \$ 2,412,311 | \$ 226,980 | \$ 310,574 | \$ 692,334 | \$ (1,182,423) | \$ 0 |
| Finance | 964,788 | 695,171 | 0 | 0 | (269,617) | 0 |
| Administration of Justice | 923,215 | 300,040 | 45,480 | 0 | (577,695) | 0 |
| Public Safety | 4,678,248 | 252,717 | 440,426 | 0 | (3,985,105) | 0 |
| Public Health and Welfare | 4,479,575 | 1,365,118 | 212,111 | 511,949 | (2,390,397) | 0 |
| Social, Cultural, and Recreational Services | 481,735 | 30,626 | 9,549 | 0 | (441,560) | 0 |
| Agriculture and Natural Resources | 185,180 | 0 | 0 | 0 | (185,180) | 0 |
| Highways | 4,622,891 | 8,052 | 2,275,798 | 2,001,175 | (337,866) | 0 |
| Debt Service: | | | | | | |
| Interest | 167,427 | 0 | 0 | 0 | (167,427) | 0 |
| Total Primary Government | \$ 18,915,370 | \$ 2,878,704 | \$ 3,293,938 | \$ 3,205,458 | \$ (9,537,270) | \$ 0 |
| Component Unit: | | | | | | |
| Grainger County School Department | \$ 41,402,829 | \$ 368,309 | \$ 12,889,276 | \$ 0 | \$ 0 | \$ (28,145,244) |
| Total Component Unit | \$ 41,402,829 | \$ 368,309 | \$ 12,889,276 | \$ 0 | \$ 0 | \$ (28,145,244) |

(Continued)

GRAINGER COUNTY, TENNESSEE
Statement of Activities (Cont.)

| Functions/Programs | Expenses | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | |
|--|----------|----------------------|------------------------------------|----------------------------------|---|-----------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Primary Governmental Activities | Component Unit |
| | | | | | | Grainger County School Department |
| General Revenues: | | | | | | |
| Taxes: | | | | | | |
| Property Taxes Levied for General Purposes | | | | | \$ 6,360,860 | \$ 2,806,054 |
| Property Taxes Levied for Solid Waste/Sanitation | | | | | 872,601 | 0 |
| Property Taxes Levied for Sports and Recreation | | | | | 160,849 | 0 |
| Property Taxes Levied for Highway | | | | | 623,986 | 0 |
| Property Taxes Levied for Debt Service | | | | | 492,237 | 0 |
| Local Option Sales Taxes | | | | | 1,067,973 | 2,779,695 |
| Hotel/Motel Tax | | | | | 37,900 | 0 |
| Litigation Tax | | | | | 55,469 | 0 |
| Litigation Tax Courtroom Security | | | | | 1,793 | 0 |
| Business Tax | | | | | 129,238 | 40,263 |
| Mixed Drink Tax | | | | | 902 | 0 |
| Mineral Severance | | | | | 47,791 | 0 |
| Wholesale Beer Tax | | | | | 10,068 | 0 |
| Grants and Contributions Not Restricted to Specific Programs | | | | | 2,317,349 | 26,798,324 |
| Unrestricted Investment Income | | | | | 528,334 | 9,943 |
| Miscellaneous | | | | | 310,108 | 499,874 |
| Total General Revenues | | | | | <u>\$ 13,017,458</u> | <u>\$ 32,934,153</u> |
| Change in Net Position | | | | | \$ 3,480,188 | \$ 4,788,909 |
| Net Position, July 1, 2023 | | | | | <u>16,071,284</u> | <u>48,506,131</u> |
| Net Position, June 30, 2024 | | | | | <u><u>\$ 19,551,472</u></u> | <u><u>\$ 53,295,040</u></u> |

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

GRAINGER COUNTY, TENNESSEE
Balance Sheet
Governmental Funds
June 30, 2024

| | Major Funds | | | | |
|--|---------------|--------------------------------|--|------------------------------|----------------------------|
| | General | Solid Waste / Sanitation | Other General Government Fund | Highway / Public Works | General Debt Service |
| ASSETS | | | | | |
| Cash | \$ 400 | \$ 0 | \$ 0 | \$ 312 | \$ 0 |
| Equity in Pooled Cash and Investments | 5,320,822 | 77,980 | 940,082 | 3,442,186 | 3,605,655 |
| Accounts Receivable | 629,432 | 754 | 0 | 0 | 0 |
| Allowance for Uncollectibles | (372,488) | 0 | 0 | 0 | 0 |
| Due from Other Governments | 698,683 | 78,860 | 0 | 399,256 | 6,755 |
| Due from Other Funds | 39,836 | 0 | 0 | 0 | 0 |
| Property Taxes Receivable | 7,138,077 | 1,061,456 | 0 | 685,367 | 539,100 |
| Allowance for Uncollectible Property Taxes | (151,745) | (21,744) | 0 | (14,711) | (11,571) |
| Total Assets | \$ 13,303,017 | \$ 1,197,306 | \$ 940,082 | \$ 4,512,410 | \$ 4,139,939 |
| LIABILITIES | | | | | |
| Accounts Payable | \$ 501,537 | \$ 57,734 | \$ 1,068 | \$ 593 | \$ 0 |
| Accrued Payroll | 163,663 | 5,108 | 0 | 0 | 0 |
| Payroll Deductions Payable | 68,324 | 1,686 | 1,583 | 30,196 | 0 |
| Contracts Payable | 0 | 0 | 0 | 0 | 0 |
| Due to Other Funds | 0 | 0 | 0 | 0 | 0 |
| Due to State of Tennessee | 348 | 164 | 0 | 0 | 0 |
| Due to Other Governments | 122,861 | 0 | 0 | 0 | 0 |
| Other Current Liabilities | 5 | 0 | 0 | 312 | 0 |
| Total Liabilities | \$ 856,738 | \$ 64,692 | \$ 2,651 | \$ 31,101 | \$ 0 |
| DEFERRED INFLOWS OF RESOURCES | | | | | |
| Deferred Current Property Taxes | \$ 6,848,762 | \$ 1,020,828 | \$ 0 | \$ 657,176 | \$ 516,926 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

| | Major Funds | | | | |
|--|--------------|--------------------------------|--|------------------------------|----------------------------|
| | General | Solid Waste / Sanitation | Other General Government Fund | Highway / Public Works | General Debt Service |
| DEFERRED INFLOWS OF RESOURCES (Cont.) | | | | | |
| Deferred Delinquent Property Taxes | \$ 109,246 | \$ 14,996 | \$ 0 | \$ 10,705 | \$ 8,420 |
| Other Deferred/Unavailable Revenue | 213,475 | 0 | 0 | 192,323 | 0 |
| Total Deferred Inflows of Resources | \$ 7,171,483 | \$ 1,035,824 | \$ 0 | \$ 860,204 | \$ 525,346 |
| FUND BALANCES | | | | | |
| Restricted: | | | | | |
| Restricted for General Government | \$ 146,674 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Restricted for Finance | 83,023 | 0 | 0 | 0 | 0 |
| Restricted for Administration of Justice | 36,656 | 0 | 0 | 0 | 0 |
| Restricted for Public Safety | 319,928 | 0 | 0 | 0 | 0 |
| Restricted for Public Health and Welfare | 26,235 | 0 | 0 | 0 | 0 |
| Restricted for Social, Cultural, and Recreational Services | 1,572 | 0 | 0 | 0 | 0 |
| Restricted for Other Operations | 118,307 | 0 | 0 | 0 | 0 |
| Restricted for Highways/Public Works | 0 | 0 | 0 | 2,596,260 | 0 |
| Restricted for Capital Outlay | 41,471 | 0 | 0 | 0 | 0 |
| Restricted for Capital Projects | 76,364 | 0 | 0 | 0 | 0 |
| Committed: | | | | | |
| Committed for General Government | 428,120 | 0 | 0 | 0 | 0 |
| Committed for Public Health and Welfare | 46,253 | 96,790 | 0 | 0 | 0 |
| Committed for Highways/Public Works | 0 | 0 | 0 | 1,024,845 | 0 |
| Committed for Debt Service | 0 | 0 | 0 | 0 | 3,614,593 |
| Committed for Other Purposes | 0 | 0 | 937,431 | 0 | 0 |
| Assigned: | | | | | |
| Assigned for General Government | 1,226,485 | 0 | 0 | 0 | 0 |
| Assigned for Finance | 9,594 | 0 | 0 | 0 | 0 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

| | Major Funds | | | | |
|---|---------------|--------------------------------|--|------------------------------|----------------------------|
| | General | Solid Waste / Sanitation | Other General Government Fund | Highway / Public Works | General Debt Service |
| FUND BALANCES (Cont.) | | | | | |
| Assigned (Cont.): | | | | | |
| Assigned for Administration of Justice | \$ 1,428 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Assigned for Public Safety | 202,305 | 0 | 0 | 0 | 0 |
| Assigned for Public Health and Welfare | 59,762 | 0 | 0 | 0 | 0 |
| Assigned for Social, Cultural, and Recreational Services | 260 | 0 | 0 | 0 | 0 |
| Assigned for Other Operations | 94,889 | 0 | 0 | 0 | 0 |
| Assigned for Highways/Public Works | 119 | 0 | 0 | 0 | 0 |
| Unassigned | 2,355,351 | 0 | 0 | 0 | 0 |
| Total Fund Balances | \$ 5,274,796 | \$ 96,790 | \$ 937,431 | \$ 3,621,105 | \$ 3,614,593 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 13,303,017 | \$ 1,197,306 | \$ 940,082 | \$ 4,512,410 | \$ 4,139,939 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

| | Nonmajor Funds | |
|--|-------------------------------------|--------------------------------|
| | Other Govern- mental Funds | Total Governmental Funds |
| ASSETS | | |
| Cash | \$ 53,730 | \$ 54,442 |
| Equity in Pooled Cash and Investments | 490,568 | 13,877,293 |
| Accounts Receivable | 30,769 | 660,955 |
| Allowance for Uncollectibles | 0 | (372,488) |
| Due from Other Governments | 0 | 1,183,554 |
| Due from Other Funds | 0 | 39,836 |
| Property Taxes Receivable | 180,223 | 9,604,223 |
| Allowance for Uncollectible Property Taxes | (3,868) | (203,639) |
| Total Assets | <u>\$ 751,422</u> | <u>\$ 24,844,176</u> |
| LIABILITIES | | |
| Accounts Payable | \$ 1,595 | \$ 562,527 |
| Accrued Payroll | 3,504 | 172,275 |
| Payroll Deductions Payable | 1,194 | 102,983 |
| Contracts Payable | 140,856 | 140,856 |
| Due to Other Funds | 39,836 | 39,836 |
| Due to State of Tennessee | 13 | 525 |
| Due to Other Governments | 0 | 122,861 |
| Other Current Liabilities | 0 | 317 |
| Total Liabilities | <u>\$ 186,998</u> | <u>\$ 1,142,180</u> |
| DEFERRED INFLOWS OF RESOURCES | | |
| Deferred Current Property Taxes | \$ 172,810 | \$ 9,216,502 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

| | Nonmajor Funds | |
|--|-------------------------------------|--------------------------------|
| | Other Govern- mental Funds | Total Governmental Funds |
| DEFERRED INFLOWS OF RESOURCES (Cont.) | | |
| Deferred Delinquent Property Taxes | \$ 2,815 | \$ 146,182 |
| Other Deferred/Unavailable Revenue | 0 | 405,798 |
| Total Deferred Inflows of Resources | <u>\$ 175,625</u> | <u>\$ 9,768,482</u> |
| FUND BALANCES | | |
| Restricted: | | |
| Restricted for General Government | \$ 0 | \$ 146,674 |
| Restricted for Finance | 44,463 | 127,486 |
| Restricted for Administration of Justice | 29,658 | 66,314 |
| Restricted for Public Safety | 53,374 | 373,302 |
| Restricted for Public Health and Welfare | 224,188 | 250,423 |
| Restricted for Social, Cultural, and Recreational Services | 37,116 | 38,688 |
| Restricted for Other Operations | 0 | 118,307 |
| Restricted for Highways/Public Works | 0 | 2,596,260 |
| Restricted for Capital Outlay | 0 | 41,471 |
| Restricted for Capital Projects | 0 | 76,364 |
| Committed: | | |
| Committed for General Government | 0 | 428,120 |
| Committed for Public Health and Welfare | 0 | 143,043 |
| Committed for Highways/Public Works | 0 | 1,024,845 |
| Committed for Debt Service | 0 | 3,614,593 |
| Committed for Other Purposes | 0 | 937,431 |
| Assigned: | | |
| Assigned for General Government | 0 | 1,226,485 |
| Assigned for Finance | 0 | 9,594 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

| | Nonmajor Funds | |
|---|---------------------------|--------------------------|
| | Other Govern-mental Funds | Total Governmental Funds |
| FUND BALANCES (Cont.) | | |
| Assigned (Cont.): | | |
| Assigned for Administration of Justice | \$ 0 | \$ 1,428 |
| Assigned for Public Safety | 0 | 202,305 |
| Assigned for Public Health and Welfare | 0 | 59,762 |
| Assigned for Social, Cultural, and Recreational Services | 0 | 260 |
| Assigned for Other Operations | 0 | 94,889 |
| Assigned for Highways/Public Works | 0 | 119 |
| Unassigned | 0 | 2,355,351 |
| Total Fund Balances | \$ 388,799 | \$ 13,933,514 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 751,422 | \$ 24,844,176 |

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

GRAINGER 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) | | \$ 13,933,514 |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | |
| Add: land | \$ 1,779,446 | |
| Add: construction in progress | 36,625 | |
| Add: buildings and improvements net of accumulated depreciation | 8,244,778 | |
| Add: infrastructure net of accumulated depreciation | 1,945,572 | |
| Add: other capital assets net of accumulated depreciation | <u>2,270,866</u> | 14,277,287 |
| (2) Long-term liabilities are not due in the current period and therefore are not reported in the governmental funds. | | |
| Less: bonds payable | \$ (10,450,000) | |
| Less: other loans payable | (845,600) | |
| Add: deferred amount on refunding | 70,592 | |
| Less: compensated absences payable | (155,767) | |
| Less: landfill closure/postclosure care costs | (502,001) | |
| Less: accrued interest on bonds and other loans | (60,131) | |
| Less: unamortized premium on debt | <u>(858,931)</u> | (12,801,838) |
| (3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years. | | |
| Add: deferred outflows of resources related to pensions | \$ 2,395,429 | |
| Less: deferred inflows of resources related to pensions | <u>(161,609)</u> | 2,233,820 |
| (4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds. | | 1,356,709 |
| (5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds. | | <u>551,980</u> |
| Net position of governmental activities (Exhibit A) | | <u><u>\$ 19,551,472</u></u> |

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

GRAINGER COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Governmental Funds

For the Year Ended June 30, 2024

| | Major Funds | | | | |
|---|----------------------|--------------------------------|--|------------------------------|----------------------------|
| | General | Solid Waste / Sanitation | Other General Government Fund | Highway / Public Works | General Debt Service |
| Revenues | | | | | |
| Local Taxes | \$ 7,421,103 | \$ 936,367 | \$ 0 | \$ 720,688 | \$ 1,227,384 |
| Licenses and Permits | 81,200 | 0 | 0 | 0 | 0 |
| Fines, Forfeitures, and Penalties | 100,857 | 2,274 | 0 | 1,635 | 1,309 |
| Charges for Current Services | 1,294,529 | 3,180 | 0 | 971 | 0 |
| Other Local Revenues | 217,076 | 39,896 | 0 | 34,873 | 526,894 |
| Fees Received From County Officials | 687,633 | 0 | 0 | 0 | 0 |
| State of Tennessee | 1,677,208 | 167,230 | 0 | 4,266,465 | 50,128 |
| Federal Government | 1,196,384 | 0 | 0 | 17,637 | 0 |
| Other Governments and Citizens Groups | 194,420 | 0 | 0 | 0 | 823,072 |
| Total Revenues | <u>\$ 12,870,410</u> | <u>\$ 1,148,947</u> | <u>\$ 0</u> | <u>\$ 5,042,269</u> | <u>\$ 2,628,787</u> |
| Expenditures | | | | | |
| Current: | | | | | |
| General Government | \$ 1,393,931 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Finance | 765,103 | 0 | 0 | 0 | 0 |
| Administration of Justice | 871,961 | 0 | 0 | 0 | 0 |
| Public Safety | 4,723,405 | 0 | 0 | 0 | 0 |
| Public Health and Welfare | 2,343,991 | 1,169,503 | 0 | 0 | 0 |
| Social, Cultural, and Recreational Services | 265,443 | 0 | 0 | 0 | 0 |
| Agriculture and Natural Resources | 194,940 | 0 | 0 | 0 | 0 |
| Other Operations | 1,858,727 | 0 | 623,250 | 0 | 0 |
| Highways | 72,095 | 0 | 0 | 4,638,313 | 0 |
| Debt Service: | | | | | |
| Principal on Debt | 0 | 0 | 0 | 0 | 1,574,080 |
| Interest on Debt | 0 | 0 | 0 | 0 | 424,216 |
| Other Debt Service | 0 | 0 | 0 | 0 | 29,443 |
| Total Expenditures | <u>\$ 12,489,596</u> | <u>\$ 1,169,503</u> | <u>\$ 623,250</u> | <u>\$ 4,638,313</u> | <u>\$ 2,027,739</u> |

(Continued)

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

| | Major Funds | | | | |
|--|--------------|--------------------------------|--|------------------------------|----------------------------|
| | General | Solid Waste / Sanitation | Other General Government Fund | Highway / Public Works | General Debt Service |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 380,814 | \$ (20,556) | \$ (623,250) | \$ 403,956 | \$ 601,048 |
| Other Financing Sources (Uses) | | | | | |
| Insurance Recovery | \$ 185,672 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Transfers In | 402,602 | 600 | 62,160 | 0 | 0 |
| Transfers Out | (65,292) | 0 | (402,602) | 0 | 0 |
| Total Other Financing Sources (Uses) | \$ 522,982 | \$ 600 | \$ (340,442) | \$ 0 | \$ 0 |
| Net Change in Fund Balances | \$ 903,796 | \$ (19,956) | \$ (963,692) | \$ 403,956 | \$ 601,048 |
| Fund Balance, July 1, 2023 | 4,371,000 | 116,746 | 1,901,123 | 3,217,149 | 3,013,545 |
| Fund Balance, June 30, 2024 | \$ 5,274,796 | \$ 96,790 | \$ 937,431 | \$ 3,621,105 | \$ 3,614,593 |

(Continued)

GRAINGER COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances**

Governmental Funds (Cont.)

| | Nonmajor Funds | | |
|---|----------------------------|-----------|-----------------------|
| | Other | | Total |
| | Govern- mental Funds | | Governmental Funds |
| <hr/> | | | |
| Revenues | | | |
| Local Taxes | \$ 179,129 | \$ | 10,484,671 |
| Licenses and Permits | 0 | | 81,200 |
| Fines, Forfeitures, and Penalties | 5,110 | | 111,185 |
| Charges for Current Services | 256,492 | | 1,555,172 |
| Other Local Revenues | 10,884 | | 829,623 |
| Fees Received From County Officials | 0 | | 687,633 |
| State of Tennessee | 127,496 | | 6,288,527 |
| Federal Government | 0 | | 1,214,021 |
| Other Governments and Citizens Groups | 0 | | 1,017,492 |
| Total Revenues | <u>\$ 579,111</u> | <u>\$</u> | <u>22,269,524</u> |
| | | | |
| Expenditures | | | |
| Current: | | | |
| General Government | \$ 12 | \$ | 1,393,943 |
| Finance | 215,244 | | 980,347 |
| Administration of Justice | 9,225 | | 881,186 |
| Public Safety | 43 | | 4,723,448 |
| Public Health and Welfare | 0 | | 3,513,494 |
| Social, Cultural, and Recreational Services | 222,505 | | 487,948 |
| Agriculture and Natural Resources | 0 | | 194,940 |
| Other Operations | 0 | | 2,481,977 |
| Highways | 0 | | 4,710,408 |
| Debt Service: | | | |
| Principal on Debt | 0 | | 1,574,080 |
| Interest on Debt | 0 | | 424,216 |
| Other Debt Service | 0 | | 29,443 |
| Total Expenditures | <u>\$ 447,029</u> | <u>\$</u> | <u>21,395,430</u> |

(Continued)

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

| | Nonmajor Funds | | |
|--|----------------------------|----|-----------------------|
| | Other | | Total |
| | Govern- mental Funds | | Governmental Funds |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 132,082 | \$ | 874,094 |
| Other Financing Sources (Uses) | | | |
| Insurance Recovery | \$ 0 | \$ | 185,672 |
| Transfers In | 2,532 | | 467,894 |
| Transfers Out | 0 | | (467,894) |
| Total Other Financing Sources (Uses) | \$ 2,532 | \$ | 185,672 |
| Net Change in Fund Balances | \$ 134,614 | \$ | 1,059,766 |
| Fund Balance, July 1, 2023 | 254,185 | | 12,873,748 |
| Fund Balance, June 30, 2024 | \$ 388,799 | \$ | 13,933,514 |

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

GRAINGER 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) | | \$ 1,059,766 |
| (1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows: | | |
| Add: capital assets purchased in the current period | \$ 1,334,298 | |
| Less: current-year depreciation expense | <u>(873,473)</u> | 460,825 |
| (2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | | |
| Add: deferred delinquent property taxes and other deferred June 30, 2024 | \$ 551,980 | |
| Less: deferred delinquent property taxes and other deferred June 30, 2023 | <u>(611,618)</u> | (59,638) |
| (3) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items. | | |
| Add: change in premium on debt issuances | \$ 319,095 | |
| Add: principal payments on bonds | 1,445,000 | |
| Add: principal payments on notes | 19,712 | |
| Add: principal payments on other loans | 109,368 | |
| Less: change in deferred amount on refunding debt | <u>(41,036)</u> | 1,852,139 |
| (4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. | | |
| Change in accrued interest payable | \$ 8,173 | |
| Change in compensated absences payable | (12,272) | |
| Change in landfill closure/postclosure care costs | 50,711 | |
| Change in net pension asset - agent plan | 30,312 | |
| Change in deferred outflows related to pensions | (7,856) | |
| Change in deferred inflows related to pensions | <u>98,028</u> | <u>167,096</u> |
| Change in net position of governmental activities (Exhibit B) | | <u><u>\$ 3,480,188</u></u> |

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

GRAINGER 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 | Add: Encumbrances 6/30/2024 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|---------------------------------------|---------------------------|-----------------------------------|-----------------------------------|---|------------------|---------------|--|
| | | | | | Original | Final | |
| Revenues | | | | | | | |
| Local Taxes | \$ 7,421,103 | \$ 0 | \$ 0 | \$ 7,421,103 | \$ 6,885,882 | \$ 6,885,882 | \$ 535,221 |
| Licenses and Permits | 81,200 | 0 | 0 | 81,200 | 91,050 | 91,050 | (9,850) |
| Fines, Forfeitures, and Penalties | 100,857 | 0 | 0 | 100,857 | 87,820 | 87,820 | 13,037 |
| Charges for Current Services | 1,294,529 | 0 | 0 | 1,294,529 | 1,112,550 | 1,112,550 | 181,979 |
| Other Local Revenues | 217,076 | 0 | 0 | 217,076 | 115,371 | 169,196 | 47,880 |
| Fees Received From County Officials | 687,633 | 0 | 0 | 687,633 | 708,200 | 708,200 | (20,567) |
| State of Tennessee | 1,677,208 | 0 | 0 | 1,677,208 | 1,215,820 | 2,142,406 | (465,198) |
| Federal Government | 1,196,384 | 0 | 0 | 1,196,384 | 694,519 | 1,316,775 | (120,391) |
| Other Governments and Citizens Groups | 194,420 | 0 | 0 | 194,420 | 315,640 | 315,640 | (121,220) |
| Total Revenues | \$ 12,870,410 | \$ 0 | \$ 0 | \$ 12,870,410 | \$ 11,226,852 | \$ 12,829,519 | \$ 40,891 |
| Expenditures | | | | | | | |
| General Government | | | | | | | |
| County Commission | \$ 57,808 | \$ 0 | \$ 0 | \$ 57,808 | \$ 57,675 | \$ 61,425 | \$ 3,617 |
| Board of Equalization | 0 | 0 | 0 | 0 | 3,125 | 3,125 | 3,125 |
| Beer Board | 375 | 0 | 0 | 375 | 1,250 | 1,250 | 875 |
| Budget and Finance Committee | 3,125 | 0 | 0 | 3,125 | 5,000 | 5,000 | 1,875 |
| County Mayor/Executive | 242,239 | 0 | 0 | 242,239 | 249,470 | 253,612 | 11,373 |
| Election Commission | 225,986 | (1,187) | 2,095 | 226,894 | 279,092 | 279,092 | 52,198 |
| Register of Deeds | 227,927 | 0 | 0 | 227,927 | 218,858 | 234,648 | 6,721 |
| Planning | 22,487 | 0 | 0 | 22,487 | 24,112 | 24,112 | 1,625 |
| County Buildings | 136,424 | (1,432) | 4,790 | 139,782 | 153,808 | 156,148 | 16,366 |
| Other Facilities | 457,676 | (2,053) | 2,529 | 458,152 | 436,641 | 479,791 | 21,639 |
| Preservation of Records | 19,884 | 0 | 0 | 19,884 | 22,005 | 22,005 | 2,121 |
| Finance | | | | | | | |
| Property Assessor's Office | 230,133 | (1,048) | 0 | 229,085 | 236,163 | 239,816 | 10,731 |
| County Trustee's Office | 102,141 | (13) | 2,688 | 104,816 | 116,688 | 117,288 | 12,472 |
| County Clerk's Office | 432,829 | (381) | 6,910 | 439,358 | 383,998 | 463,298 | 23,940 |
| Administration of Justice | | | | | | | |
| Circuit Court | 270,210 | (600) | 792 | 270,402 | 252,358 | 279,165 | 8,763 |

(Continued)

GRAINGER 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 | Add: Encumbrances 6/30/2024 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|---|---------------------------|-----------------------------------|-----------------------------------|---|------------------|------------|--|
| | | | | | Original | Final | |
| Expenditures (Cont.) | | | | | | | |
| Administration of Justice (Cont.) | | | | | | | |
| General Sessions Court | \$ 262,949 | \$ 0 | \$ 327 | \$ 263,276 | \$ 272,123 | \$ 288,798 | \$ 25,522 |
| Chancery Court | 170,547 | 0 | 0 | 170,547 | 167,768 | 173,859 | 3,312 |
| Juvenile Court | 110,377 | 0 | 309 | 110,686 | 135,234 | 140,534 | 29,848 |
| District Attorney General | 57,878 | 0 | 0 | 57,878 | 57,293 | 59,306 | 1,428 |
| Public Safety | | | | | | | |
| Sheriff's Department | 2,782,478 | (214,497) | 25,816 | 2,593,797 | 2,391,684 | 2,821,050 | 227,253 |
| Jail | 1,637,851 | (53,474) | 166,285 | 1,750,662 | 1,841,584 | 1,993,119 | 242,457 |
| Fire Prevention and Control | 1,500 | 0 | 0 | 1,500 | 1,500 | 1,500 | 0 |
| Civil Defense | 38,658 | (10,758) | 10,201 | 38,101 | 62,911 | 62,911 | 24,810 |
| Other Emergency Management | 259,018 | 0 | 0 | 259,018 | 259,600 | 260,018 | 1,000 |
| Inspection and Regulation | 3,900 | 0 | 0 | 3,900 | 3,929 | 3,929 | 29 |
| Public Health and Welfare | | | | | | | |
| Local Health Center | 148,831 | (1,005) | 22,114 | 169,940 | 155,817 | 839,488 | 669,548 |
| Ambulance/Emergency Medical Services | 2,106,957 | (19,631) | 37,647 | 2,124,973 | 2,106,367 | 2,324,641 | 199,668 |
| Appropriation to State | 21,484 | 0 | 0 | 21,484 | 21,484 | 21,484 | 0 |
| General Welfare Assistance | 7,000 | 0 | 0 | 7,000 | 7,000 | 7,000 | 0 |
| Sanitation Management | 59,719 | 0 | 0 | 59,719 | 0 | 59,719 | 0 |
| Social, Cultural, and Recreational Services | | | | | | | |
| Senior Citizens Assistance | 73,440 | (227) | 0 | 73,213 | 70,037 | 80,037 | 6,824 |
| Libraries | 192,003 | (1,581) | 260 | 190,682 | 185,660 | 196,066 | 5,384 |
| Agriculture and Natural Resources | | | | | | | |
| Agricultural Extension Service | 72,427 | 0 | 0 | 72,427 | 77,193 | 77,193 | 4,766 |
| Soil Conservation | 122,513 | 0 | 0 | 122,513 | 125,148 | 125,148 | 2,635 |
| Other Operations | | | | | | | |
| Tourism | 3,000 | 0 | 0 | 3,000 | 3,000 | 3,000 | 0 |
| Industrial Development | 97,829 | 0 | 0 | 97,829 | 84,083 | 100,471 | 2,642 |
| Other Economic and Community Development | 1,042,104 | (357,500) | 94,889 | 779,493 | 610,092 | 786,036 | 6,543 |
| Veterans' Services | 14,106 | 0 | 0 | 14,106 | 14,853 | 14,853 | 747 |
| Other Charges | 502,471 | 0 | 0 | 502,471 | 687,252 | 525,700 | 23,229 |

(Continued)

GRAINGER 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 | Add: Encumbrances 6/30/2024 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|---------------------------------------|---------------------------|-----------------------------------|-----------------------------------|---|------------------|----------------|--|
| | | | | | Original | Final | |
| Expenditures (Cont.) | | | | | | | |
| Other Operations (Cont.) | | | | | | | |
| Contributions to Other Agencies | \$ 3,775 | \$ 0 | \$ 0 | \$ 3,775 | \$ 6,177 | \$ 6,177 | \$ 2,402 |
| Miscellaneous | 195,442 | (21) | 0 | 195,421 | 214,881 | 214,881 | 19,460 |
| Highways | | | | | | | |
| Litter and Trash Collection | 72,095 | (119) | 0 | 71,976 | 66,330 | 75,264 | 3,288 |
| Total Expenditures | \$ 12,489,596 | \$ (665,527) | \$ 377,652 | \$ 12,201,721 | \$ 12,069,243 | \$ 13,881,957 | \$ 1,680,236 |
| | | | | | | | |
| Excess (Deficiency) of Revenues | | | | | | | |
| Over Expenditures | \$ 380,814 | \$ 665,527 | \$ (377,652) | \$ 668,689 | \$ (842,391) | \$ (1,052,438) | \$ 1,721,127 |
| | | | | | | | |
| Other Financing Sources (Uses) | | | | | | | |
| Insurance Recovery | \$ 185,672 | \$ 0 | \$ 0 | \$ 185,672 | \$ 0 | \$ 184,569 | \$ 1,103 |
| Transfers In | 402,602 | 0 | 0 | 402,602 | 332,078 | 475,859 | (73,257) |
| Transfers Out | (65,292) | 0 | 0 | (65,292) | 0 | (65,292) | 0 |
| Total Other Financing Sources | \$ 522,982 | \$ 0 | \$ 0 | \$ 522,982 | \$ 332,078 | \$ 595,136 | \$ (72,154) |
| | | | | | | | |
| Net Change in Fund Balance | \$ 903,796 | \$ 665,527 | \$ (377,652) | \$ 1,191,671 | \$ (510,313) | \$ (457,302) | \$ 1,648,973 |
| Fund Balance, July 1, 2023 | 4,371,000 | (665,527) | 0 | 3,705,473 | 1,855,518 | 1,855,518 | 1,849,955 |
| | | | | | | | |
| Fund Balance, June 30, 2024 | \$ 5,274,796 | \$ 0 | \$ (377,652) | \$ 4,897,144 | \$ 1,345,205 | \$ 1,398,216 | \$ 3,498,928 |

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

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

Solid Waste/Sanitation 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 | |
| Revenues | | | | | | | |
| Local Taxes | \$ 936,367 | \$ 0 | \$ 0 | \$ 936,367 | \$ 922,166 | \$ 922,166 | \$ 14,201 |
| Fines, Forfeitures, and Penalties | 2,274 | 0 | 0 | 2,274 | 2,435 | 2,435 | (161) |
| Charges for Current Services | 3,180 | 0 | 0 | 3,180 | 2,800 | 2,800 | 380 |
| Other Local Revenues | 39,896 | 0 | 0 | 39,896 | 39,050 | 39,050 | 846 |
| State of Tennessee | 167,230 | 0 | 0 | 167,230 | 88,000 | 159,282 | 7,948 |
| Total Revenues | \$ 1,148,947 | \$ 0 | \$ 0 | \$ 1,148,947 | \$ 1,054,451 | \$ 1,125,733 | \$ 23,214 |
| Expenditures | | | | | | | |
| Public Health and Welfare | | | | | | | |
| Sanitation Management | \$ 1,154,128 | \$ (617) | \$ 950 | \$ 1,154,461 | \$ 1,093,368 | \$ 1,165,649 | \$ 11,188 |
| Postclosure Care Costs | 15,375 | 0 | 0 | 15,375 | 15,500 | 15,500 | 125 |
| Total Expenditures | \$ 1,169,503 | \$ (617) | \$ 950 | \$ 1,169,836 | \$ 1,108,868 | \$ 1,181,149 | \$ 11,313 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (20,556) | \$ 617 | \$ (950) | \$ (20,889) | \$ (54,417) | \$ (55,416) | \$ 34,527 |
| Other Financing Sources (Uses) | | | | | | | |
| Transfers In | \$ 600 | \$ 0 | \$ 0 | \$ 600 | \$ 0 | \$ 600 | \$ 0 |
| Total Other Financing Sources | \$ 600 | \$ 0 | \$ 0 | \$ 600 | \$ 0 | \$ 600 | \$ 0 |
| Net Change in Fund Balance | \$ (19,956) | \$ 617 | \$ (950) | \$ (20,289) | \$ (54,417) | \$ (54,816) | \$ 34,527 |
| Fund Balance, July 1, 2023 | 116,746 | (617) | 0 | 116,129 | 138,837 | 138,837 | (22,708) |
| Fund Balance, June 30, 2024 | \$ 96,790 | \$ 0 | \$ (950) | \$ 95,840 | \$ 84,420 | \$ 84,021 | \$ 11,819 |

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

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

| | Actual (GAAP Basis) | Add: Encumbrances 6/30/2024 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|---------------------------|-----------------------------------|---|------------------|--------------|--|
| | | | | Original | Final | |
| Revenues | | | | | | |
| Federal Government | \$ 0 | \$ 0 | \$ 0 | \$ 956,005 | \$ 1,014,179 | \$ (1,014,179) |
| Total Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 956,005 | \$ 1,014,179 | \$ (1,014,179) |
| Expenditures | | | | | | |
| Other Operations | | | | | | |
| American Rescue Plan Act Grant #1 | \$ 104,512 | \$ 0 | \$ 104,512 | \$ 352,730 | \$ 355,922 | \$ 251,410 |
| American Rescue Plan Act Grant #3 | 58,204 | 0 | 58,204 | 43,185 | 86,380 | 28,176 |
| American Rescue Plan Act Grant #4 | 13,638 | 0 | 13,638 | 0 | 13,638 | 0 |
| American Rescue Plan Act Grant #5 | 17,987 | 0 | 17,987 | 0 | 19,407 | 1,420 |
| American Rescue Plan Act Grant #6 | 15,692 | 2,944 | 18,636 | 142,421 | 21,247 | 2,611 |
| American Rescue Plan Act Grant #8 | 413,217 | 0 | 413,217 | 417,669 | 440,319 | 27,102 |
| Total Expenditures | \$ 623,250 | \$ 2,944 | \$ 626,194 | \$ 956,005 | \$ 936,913 | \$ 310,719 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (623,250) | \$ (2,944) | \$ (626,194) | \$ 0 | \$ 77,266 | \$ (703,460) |
| Other Financing Sources (Uses) | | | | | | |
| Transfers In | \$ 62,160 | \$ 0 | \$ 62,160 | \$ 0 | \$ 62,160 | \$ 0 |
| Transfers Out | (402,602) | 0 | (402,602) | 0 | (402,602) | 0 |
| Total Other Financing Sources | \$ (340,442) | \$ 0 | \$ (340,442) | \$ 0 | \$ (340,442) | \$ 0 |
| Net Change in Fund Balance | \$ (963,692) | \$ (2,944) | \$ (966,636) | \$ 0 | \$ (263,176) | \$ (703,460) |
| Fund Balance, July 1, 2023 | 1,901,123 | 0 | 1,901,123 | 1,901,123 | 1,901,123 | 0 |
| Fund Balance, June 30, 2024 | \$ 937,431 | \$ (2,944) | \$ 934,487 | \$ 1,901,123 | \$ 1,637,947 | \$ (703,460) |

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

GRAINGER 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 | |
| Revenues | | | | |
| Local Taxes | \$ 720,688 | \$ 711,922 | \$ 711,922 | \$ 8,766 |
| Fines, Forfeitures, and Penalties | 1,635 | 1,826 | 1,826 | (191) |
| Charges for Current Services | 971 | 260 | 260 | 711 |
| Other Local Revenues | 34,873 | 1,000 | 53,699 | (18,826) |
| State of Tennessee | 4,266,465 | 3,931,590 | 4,119,631 | 146,834 |
| Federal Government | 17,637 | 0 | 17,637 | 0 |
| Total Revenues | <u>\$ 5,042,269</u> | <u>\$ 4,646,598</u> | <u>\$ 4,904,975</u> | <u>\$ 137,294</u> |
| Expenditures | | | | |
| Highways | | | | |
| Administration | \$ 212,271 | \$ 243,910 | \$ 229,412 | \$ 17,141 |
| Highway and Bridge Maintenance | 1,574,514 | 1,543,050 | 1,806,949 | 232,435 |
| Operation and Maintenance of Equipment | 334,549 | 596,050 | 483,348 | 148,799 |
| Other Charges | 292,952 | 324,100 | 307,600 | 14,648 |
| Capital Outlay | 2,224,027 | 1,930,500 | 2,242,174 | 18,147 |
| Total Expenditures | <u>\$ 4,638,313</u> | <u>\$ 4,637,610</u> | <u>\$ 5,069,483</u> | <u>\$ 431,170</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 403,956</u> | <u>\$ 8,988</u> | <u>\$ (164,508)</u> | <u>\$ 568,464</u> |
| Net Change in Fund Balance | \$ 403,956 | \$ 8,988 | \$ (164,508) | \$ 568,464 |
| Fund Balance, July 1, 2023 | <u>3,217,149</u> | <u>2,888,799</u> | <u>2,888,799</u> | <u>328,350</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 3,621,105</u></u> | <u><u>\$ 2,897,787</u></u> | <u><u>\$ 2,724,291</u></u> | <u><u>\$ 896,814</u></u> |

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

GRAINGER COUNTY, TENNESSEE**Statement of Net Position**

Fiduciary Funds

June 30, 2024

| | Custodial Funds |
|---|----------------------------|
| | <hr/> |
| ASSETS | |
| Cash | \$ 1,110,432 |
| Due from Other Governments | <hr/> 285,946 |
| Total Assets | <hr/> \$ 1,396,378 |
| LIABILITIES | |
| Due to Other Taxing Units | <hr/> \$ 285,946 |
| Total Liabilities | <hr/> \$ 285,946 |
| NET POSITION | |
| Restricted for Individuals, Organizations and Other Governments | <hr/> \$ 1,110,432 |
| Total Net Position | <hr/> <hr/> \$ 1,110,432 |

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

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

Fiduciary Funds

For the Year Ended June 30, 2024

| | Custodial Funds |
|--|--------------------------------|
| | <hr/> |
| ADDITIONS | |
| Sales Tax Collections for Other Governments | \$ 1,588,135 |
| Fines/Fees and Other Collections | 5,506,112 |
| Total Additions | <hr/> \$ 7,094,247 <hr/> |
| DEDUCTIONS | |
| Payment of Sales Tax Collections for Other Governments | \$ 1,588,135 |
| Payments to State | 3,499,100 |
| Payments to Individuals and Others | 1,778,566 |
| Total Deductions | <hr/> \$ 6,865,801 <hr/> |
| Net Increase (Decrease) in Fiduciary Net Position | \$ 228,446 |
| Net Position, July 1, 2023 | <hr/> 881,986 <hr/> |
| Net Position, June 30, 2024 | <hr/> \$ 1,110,432 <hr/> <hr/> |

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

GRAINGER COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Grainger 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 Grainger County:

A. *Reporting Entity*

Grainger County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Grainger County (the primary government) and its component units. The financial statements of the Grainger County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of its omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

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

The Grainger 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 Grainger County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Grainger County Emergency
Communications District
P.O. Box 560
Rutledge, TN 37861

Related Organization – The Grainger County Industrial Development Board is a related organization of Grainger County. The Grainger County Commission elects the board members, but the county's accountability does not extend beyond making the appointments.

B. Government-wide and Fund Financial Statements

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

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

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

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

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

Fund financial statements of Grainger County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund 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. Grainger 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. Grainger 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, including lease obligations, 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.

Grainger County reports the following major governmental funds:

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

Solid Waste/Sanitation Fund – This special revenue fund accounts for transactions relating to the disposal of Grainger County’s solid waste. Local taxes and general service charges are the foundational revenues of this fund.

Other General Government Fund – This fund is used to account for financial resources and expenditures relating to the American Rescue Plan Act.

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

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

Additionally, Grainger 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 Grainger County.

The discretely presented Grainger 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.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 24) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 23) are presented in this report. We do not believe using the prior year balances will affect the independent auditor’s opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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 loans 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 Grainger County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service Fund. Grainger 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. Grainger County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value. Other than the pension stabilization trust discussed in Note IV.A., no investments required to be reported at fair value were held at the balance sheet date.

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. The allowance for uncollectible ambulance receivables is management's estimate based on prior collections and aging reports. The allowance for uncollectible property taxes is equal to 1.12 percent of total taxes levied.

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

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

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

Most payables are disaggregated on the face of the financial statements. Other current liabilities for the discretely presented school department consist primarily of the balance of the teacher insurance clearing account.

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 Grainger 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 Grainger County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Grainger County School Department has not withdrawn any funds from the trust to pay pension costs. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

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 five or more years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

| Assets | Years |
|----------------------------|--------|
| Buildings and Improvements | 50 |
| Other Capital Assets | 5 - 25 |
| Infrastructure: | |
| Roads | 20 |
| Bridges | 40 |

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are pension changes in experience, assumptions, investment earnings, and proportion; employer contributions made to the pension and other postemployment benefit plans after the measurement date; other postemployment benefit changes in experience, assumptions, and proportion; and a deferred charge on refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its acquisition 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 changes in experience and proportion; other post-employment benefit changes in experience, assumptions, and proportion; and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Compensated Absences

Primary Government

It is the primary government's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. All vacation and compensatory pay is accrued when incurred in the government-wide financial statements for the primary government. A liability for vacation pay and compensatory pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements. There is no liability for unpaid accumulated sick leave for the primary government since there is no policy to pay any amounts when employees separate from service with the government.

Discretely Presented Grainger County School Department

The discretely presented school department's policy allows employees to accumulate sick pay benefits but not vacation benefits nor compensatory time. The Grainger County Board of Education has adopted policies allowing certified and noncertified employees to receive payment for unused sick leave at retirement. Certified employees who meet all service guidelines will receive \$130 per unused sick day accumulated at the time of retirement. Noncertified employees who meet all guidelines receive \$60 per unused sick day accumulated at the time of retirement. Eight retirees qualified to receive this benefit in 2023-2024 and were paid a total of \$78,955. The estimated cost of these future cash payments reported in the government-wide Statement of Net Position is \$2,156,802.

7. Long-term Debt and Long-term Obligations

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

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt

issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, landfill closure/postclosure care costs, retirement incentives and honorariums, 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 their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2024, Grainger County had \$9,006,100 in outstanding debt for capital purposes for the discretely presented school department. This debt is a liability of Grainger County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Grainger 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. Committed for other purposes represents amounts received under the American Rescue Plan Act and committed for revenue loss.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission makes assignments for the general government. The Director of Schools, by resolution, was authorized to make assignments for the school department for the 2023-2024 year. Assigned fund balance in the General Fund primarily consists of amounts appropriated for use for encumbrances (\$377,652), and for future capital outlays (\$1,217,071). Assigned fund balance in the school department's General Purpose School Fund consists of amounts appropriated for use in the 2024-2025 budget (\$1,775,096) and for future capital outlays (\$3,842,897).

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

E. Pension Plans

Primary Government

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

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

F. Other Postemployment Benefit (OPEB) Plan

Discretely Presented Grainger 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 Grainger 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 Grainger County School Department

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

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

Primary Government

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

Discretely Presented Grainger County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

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

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

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

On June 30, 2024, Grainger County reported the following encumbrances:

| <u>Fund</u> | <u>Amount</u> |
|--------------------------|---------------|
| Primary Government: | |
| Major Funds: | |
| General | \$ 377,652 |
| Solid Waste/Sanitation | 950 |
| Other General Government | 2,944 |

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Grainger County and the Grainger 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.

Other than the school department's investment in the TCRS Stabilization Trust as discussed below, the county had no pooled or nonpooled investments as of June 30, 2024.

TCRS Stabilization Trust

Legal Provisions. The Grainger 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 Grainger 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 Grainger 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 | \$ 91,718 |
| Developed Market International Equity | N/A | N/A | 41,421 |
| Emerging Market International Equity | N/A | N/A | 11,835 |
| U.S. Fixed Income | N/A | N/A | 59,173 |
| Real Estate | N/A | N/A | 59,173 |
| Short-term Securities | N/A | N/A | 29,586 |
| NAV - Private Equity and Strategic Lending | N/A | N/A | <u>2,959</u> |
| Total | | | <u>\$ 295,865</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

Governmental Activities:

| | Balance 7-1-23 | Increases | Decreases | Balance 6-30-24 |
|----------------------------|-------------------|--------------|-------------|--------------------|
| Capital Assets | | | | |
| Not Depreciated: | | | | |
| Land | \$ 1,779,446 | \$ 0 | \$ 0 | \$ 1,779,446 |
| Construction in Progress | 0 | 36,625 | 0 | 36,625 |
| Total Capital Assets | | | | |
| Not Depreciated | \$ 1,779,446 | \$ 36,625 | \$ 0 | \$ 1,816,071 |
| Capital Assets | | | | |
| Depreciated: | | | | |
| Buildings and Improvements | \$ 13,613,228 | \$ 159,249 | \$ 0 | \$ 13,772,477 |
| Infrastructure | 13,042,431 | 0 | 0 | 13,042,431 |
| Other Capital Assets | 6,942,362 | 1,138,424 | (18,300) | 8,062,486 |
| Total Capital Assets | | | | |
| Depreciated | \$ 33,598,021 | \$ 1,297,673 | \$ (18,300) | \$ 34,877,394 |
| Less Accumulated | | | | |
| Depreciation For: | | | | |
| Buildings and Improvements | \$ 5,204,335 | \$ 323,364 | \$ 0 | \$ 5,527,699 |
| Infrastructure | 11,014,927 | 81,932 | 0 | 11,096,859 |
| Other Capital Assets | 5,341,743 | 468,177 | (18,300) | 5,791,620 |
| Total Accumulated | | | | |
| Depreciation | \$ 21,561,005 | \$ 873,473 | \$ (18,300) | \$ 22,416,178 |
| Total Capital Assets | | | | |
| Depreciated, Net | \$ 12,037,016 | \$ 424,200 | \$ 0 | \$ 12,461,216 |
| Governmental Activities | | | | |
| Capital Assets, Net | \$ 13,816,462 | \$ 460,825 | \$ 0 | \$ 14,277,287 |

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

Governmental Activities:

| | |
|--|--------------------------|
| General Government | \$ 97,342 |
| Finance | 226 |
| Administration of Justice | 73,255 |
| Public Safety | 182,133 |
| Public Health and Welfare | 224,662 |
| Social, Cultural, and Recreational Services | 62,459 |
| Highway/Public Works | <u>233,396</u> |
| Total Depreciation Expense - Governmental Activities | <u><u>\$ 873,473</u></u> |

Net Investment in Capital Assets

| | |
|--|-----------------------------|
| Capital Assets | \$ 14,277,287 |
| Add: | |
| Unamortized balance of capital-related deferred outflows of resources | 10,825 |
| Less: | |
| Outstanding principal of capital debt and other capital borrowings | (2,289,500) |
| Capital related contracts payable | (140,856) |
| Unamortized balance of original issue premiums on outstanding capital-related debt | <u>(206,959)</u> |
| Net Investment in Capital Assets | <u><u>\$ 11,650,797</u></u> |

Discretely Presented Grainger County School Department

Governmental Activities:

| | Balance 7-1-23 | Increases | Decreases | Balance 6-30-24 |
|----------------------------|-------------------|--------------|------------|--------------------|
| Capital Assets | | | | |
| Not Depreciated: | | | | |
| Land | \$ 1,442,547 | \$ 0 | \$ 0 | \$ 1,442,547 |
| Construction in Progress | 0 | 2,210,697 | 0 | 2,210,697 |
| Total Capital Assets | | | | |
| Not Depreciated | \$ 1,442,547 | \$ 2,210,697 | \$ 0 | \$ 3,653,244 |
| Capital Assets | | | | |
| Depreciated: | | | | |
| Buildings and Improvements | \$ 49,585,137 | \$ 143,029 | \$ (5,000) | \$ 49,723,166 |
| Other Capital Assets | 5,682,377 | 1,233,126 | 0 | 6,915,503 |
| Total Capital Assets | | | | |
| Depreciated | \$ 55,267,514 | \$ 1,376,155 | \$ (5,000) | \$ 56,638,669 |
| Less Accumulated | | | | |
| Depreciation For: | | | | |
| Buildings and Improvements | \$ 20,058,120 | \$ 1,051,233 | \$ (5,000) | \$ 21,104,353 |
| Other Capital Assets | 3,702,102 | 374,781 | 0 | 4,076,883 |
| Total Accumulated | | | | |
| Depreciation | \$ 23,760,222 | \$ 1,426,014 | \$ (5,000) | \$ 25,181,236 |
| Total Capital Assets | | | | |
| Depreciated, Net | \$ 31,507,292 | \$ (49,859) | \$ 0 | \$ 31,457,433 |
| Governmental Activities | | | | |
| Capital Assets, Net | \$ 32,949,839 | \$ 2,160,838 | \$ 0 | \$ 35,110,677 |

Depreciation expense was charged to functions of the school department as follows:

Governmental Activities:

| | |
|--|--------------|
| Instruction | \$ 1,052,905 |
| Support Services | 328,516 |
| Operation of Non-instructional Services | 44,593 |
| Total Depreciation Expense - Governmental Activities | \$ 1,426,014 |

C. *Interfund Receivables, Payables, and Transfers*

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

Due to/from Other Funds:

| Receivable Fund | Payable Fund | Amount |
|-----------------------------|-------------------------|-----------|
| Primary Government: | | |
| General | Nonmajor governmental | \$ 39,836 |
| Discretely Presented School | | |
| Department: | | |
| General Purpose School | School Federal Projects | 34,759 |
| School Federal Projects | General Purpose School | 4,749 |
| Nonmajor governmental | " | 24,806 |

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.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2024, consisted of the following amounts:

Primary Government

| Transfers Out | Transfers In | | | |
|---------------------------------|--------------|-------------------------------|---------------------------------|-----------------------------|
| | General Fund | Solid Waste / Sanitation Fund | Other General Governmental Fund | Nonmajor governmental funds |
| General Fund | \$ 0 | \$ 600 | \$ 62,160 | \$ 2,532 |
| Other General Governmental Fund | 402,602 | 0 | 0 | 0 |
| Total | \$ 402,602 | \$ 600 | \$ 62,160 | \$ 2,532 |

Transfers from the General Fund were to finance various programs accounted for in other funds. Transfers from the Other General Government Fund represent American Rescue Plan Act funds remitted to the General Fund for revenue replacement.

Discretely Presented Grainger County School Department

| Transfer Out | Transfer In | Purpose |
|------------------------|---------------------------------------|-----------|
| | School Federal Projects Fund | |
| General Purpose School | \$ 400,000 | Cash flow |
| Total | \$ 400,000 | |

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

D. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Grainger 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 outstanding were issued for original terms of up to 12 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All 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 - Grainger County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes, and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 12 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

General obligation bonds and other loans outstanding as of June 30, 2024, for governmental activities were as follows:

| Type | Interest Rate | Final Maturity | Original Amount of Issue | Balance 6-30-24 |
|--|---------------|----------------|--------------------------|-----------------|
| General Obligation Bonds - | | | | |
| Refunding | 1 to 5 | % 4-1-32 | \$ 16,285,000 | \$ 10,450,000 |
| Direct Borrowing and Direct Placement: | | | | |
| Other Loans- Energy Efficient Schools Initiative | 1.5 | 10-1-31 | 1,350,845 | 845,600 |

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

| Year Ending June 30 | Bonds | | |
|------------------------|---------------|--------------|---------------|
| | Principal | Interest | Total |
| 2025 | \$ 1,525,000 | \$ 342,200 | \$ 1,867,200 |
| 2026 | 1,555,000 | 270,450 | 1,825,450 |
| 2027 | 1,600,000 | 202,100 | 1,802,100 |
| 2028 | 1,640,000 | 154,100 | 1,794,100 |
| 2029 | 1,615,000 | 104,900 | 1,719,900 |
| 2030-2032 | 2,515,000 | 87,550 | 2,602,550 |
| Total | \$ 10,450,000 | \$ 1,161,300 | \$ 11,611,300 |

| Year Ending June 30 | Other Loans - Direct Placement | | |
|------------------------|--------------------------------|-----------|------------|
| | Principal | Interest | Total |
| 2025 | \$ 111,024 | \$ 12,048 | \$ 123,072 |
| 2026 | 112,692 | 10,380 | 123,072 |
| 2027 | 114,396 | 8,676 | 123,072 |
| 2028 | 116,124 | 6,948 | 123,072 |
| 2029 | 117,876 | 5,196 | 123,072 |
| 2030-2032 | 273,488 | 5,119 | 278,607 |
| Total | \$ 845,600 | \$ 48,367 | \$ 893,967 |

There is \$3,614,593 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$444, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums, totaled \$517 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. During the year, the discretely presented school department contributed \$823,072 to the primary government to apply toward the retirement of school-related debt.

Changes in Long-term Debt

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

Governmental Activities:

| | Bonds | Notes - Direct Placement | Other Loans - Direct Placement |
|-----------------------------|---------------|--------------------------------|---|
| Balance, July 1, 2023 | \$ 11,895,000 | \$ 19,712 | \$ 954,968 |
| Reductions | (1,445,000) | (19,712) | (109,368) |
| Balance, June 30, 2024 | \$ 10,450,000 | \$ 0 | \$ 845,600 |
| Balance Due Within One Year | \$ 1,525,000 | \$ 0 | \$ 111,024 |

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

| | |
|--|---------------|
| Total Noncurrent Liabilities- Debt, June 30, 2024 | \$ 11,295,600 |
| Less: Balance Due Within One Year - Debt | (1,636,024) |
| Add: Unamortized Premium on Debt | 858,931 |
| Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A | \$ 10,518,507 |

E. Long-term Obligations

Primary Government

Changes in Long-term Obligations

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

Governmental Activities:

| | Compensated Absences | Landfill Closure/ Postclosure Care Costs |
|-----------------------------|-------------------------|---|
| Balance, July 1, 2023 | \$ 143,495 | \$ 552,712 |
| Additions | 116,695 | 0 |
| Reductions | (104,423) | (50,711) |
| Balance, June 30, 2024 | \$ 155,767 | \$ 502,001 |
| Balance Due Within One Year | \$ 131,675 | \$ 71,714 |

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

| | |
|---|------------------|
| Total Other Noncurrent Liabilities, June 30, 2024 | \$ 657,768 |
| Less: Balance Due Within One Year - Other | <u>(203,389)</u> |

| | |
|--|-------------------|
| Noncurrent Liabilities - Due in | |
| More Than One Year - Other - Exhibit A | <u>\$ 454,379</u> |

Compensated absences benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill post closure care costs will be paid from the Solid Waste/Sanitation Fund.

Discretely Presented Grainger County School Department

Changes in Long-term Obligations

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

| Governmental Activities: | Retirement | | Retirement | |
|---------------------------------|-------------|------------------|----------------|------------------|
| | Honorarium | | Incentive | |
| Balance, July 1, 2023 | \$ | 363,400 | \$ | 75,000 |
| Additions | | 6,000 | | 40,000 |
| Reductions | | <u>(27,000)</u> | | <u>(55,000)</u> |
| Balance, June 30, 2024 | \$ | <u>342,400</u> | \$ | <u>60,000</u> |
| Balance Due Within One Year | \$ | <u>24,000</u> | \$ | <u>60,000</u> |
| | | | | |
| | Compensated | | Other | |
| | Absences | | Postemployment | |
| Balance, July 1, 2023 | \$ | 2,046,300 | \$ | 6,309,863 |
| Additions | | 494,955 | | 1,085,233 |
| Reductions | | <u>(384,453)</u> | | <u>(384,957)</u> |
| Balance, June 30, 2024 | \$ | <u>2,156,802</u> | \$ | <u>7,010,139</u> |
| Balance Due Within One Year | \$ | <u>0</u> | \$ | <u>286,299</u> |

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

| | |
|---|---------------------|
| Total Other Noncurrent Liabilities, June 30, 2024 | \$ 9,569,341 |
| Less: Balance Due Within One Year - Other | <u>(370,299)</u> |
| Noncurrent Liabilities - Due in | |
| More Than One Year - Other- Exhibit A | <u>\$ 9,199,042</u> |

Retirement incentives and honorariums will be paid from the General Purpose School Fund. Compensated absences and other postemployment benefits will be paid from the employing funds (General Purpose School, School Federal Projects, and Central Cafeteria funds).

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Grainger County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan ended June 30, 2024, were \$144,621. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

G. Short-term Debt

Grainger County issued tax anticipation notes in advance of property tax collections and deposited the proceeds in the Solid Waste/Sanitation Fund. These notes were necessary because funds were not available to meet debt service payments coming due before current tax collections. Short-term debt activity for the year ended June 30, 2024, was as follows:

| Fund | Balance 7-1-23 | Issued | Paid | Balance 6-30-24 |
|------------------------|-------------------|------------|--------------|--------------------|
| Solid Waste/Sanitation | \$ 0 | \$ 250,000 | \$ (250,000) | \$ 0 |

V. OTHER INFORMATION

A. Risk Management

Primary Government

The county is exposed to various risks related to general liability, property, and casualty losses. The county decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty coverage. The county joined 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.

Grainger 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.

The county provides commercial health insurance coverage for its active employees. Retirees are not eligible to participate in the county's health plan. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Discretely Presented Grainger County School Department

The discretely presented Grainger County School Department is exposed to various risks related to general liability, property, casualty, and workers' compensation. 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 TN-RMT provides for it to be self-sustaining through member premiums.

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

B. Accounting 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.

Grainger County is involved in a lawsuit regarding construction of baseball fields. The county terminated the contractor over claims of faulty construction, delays, and breach of contract. The contractor filed suit against the county and the project architect for damages related to construction services performed. Damages claimed against the county amount to \$384,537 plus attorney fees. The county has filed a countersuit against the contractor for damages as a

result of the breach of contract. The county's claims for damages are for amounts not to exceed \$500,000 plus attorney fees. The county insurance carrier has denied coverage regarding these claims.

The county is involved in several other pending lawsuits. Based on information from attorneys, management estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statement.

D. Landfill Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Grainger County closed its sanitary landfill in 2002. The \$502,001 reported as postclosure care liability on June 30, 2024, represents amounts based on what it would cost to perform all postclosure care in 2024. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

E. Joint Venture

The Fourth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Fourth Judicial District; Grainger, and Jefferson 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. Grainger County made no contributions to the DTF for the year ended June 30, 2024, and does not have any equity interest in this joint venture.

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

Administrative Office:

District Attorney General
Fourth Judicial District
125 Court Avenue, Suite 301
Sevierville, TN 37862

F. Jointly Governed Organization

The East Tennessee Regional Agribusiness Marketing Authority was established through Title 64 of *Tennessee Code Annotated*, and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Unicoi, and Washington. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center and to further the economy and growth of the region served by developing, marketing, and promoting facilities for warehousing, distribution, light manufacturing, and agribusiness purposes. The authority is governed by a board of directors consisting of the county mayors/executives of each county or the county mayor's/executive's designee and one nonvoting member representing the Tennessee Department of Agriculture and the University of Tennessee's Agricultural Extension Service. An executive committee, consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center manager as an ex-officio member, is in charge of daily operations of the center.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Grainger County and non-certified employees of the discretely presented Grainger County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 57.85 percent, the non-certified employees of the discretely presented school department comprise 42.15 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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

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

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

| | |
|--|------------|
| Inactive Employees or Beneficiaries Currently | |
| Receiving Benefits | 193 |
| Inactive Employees Entitled to But Not Yet Receiving | |
| Benefits | 430 |
| Active Employees | 330 |
| Total | <u>953</u> |

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Grainger County elected to make employer contributions at a rate higher than 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 Grainger County was \$1,088,875 based on a rate of 9.76 percent of covered payroll. The minimum rate established by the Board of Trustees was 4.53 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Grainger 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)

Grainger County's net pension liability (asset) was measured as of June 30, 2023, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2023, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

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

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

Changes in the Net Pension Liability (Asset)

| | Increase (Decrease) | | |
|---|--------------------------------------|--|--|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (Asset) (a)-(b) |
| Balance, July 1, 2022 | \$ 35,861,364 | \$ 38,216,472 | \$ (2,355,108) |
| Changes for the Year: | | | |
| Service Cost | \$ 1,134,145 | \$ 0 | \$ 1,134,145 |
| Interest | 2,449,501 | 0 | 2,449,501 |
| Differences Between Expected and Actual Experience | 571,780 | 0 | 571,780 |
| Contributions-Employer | 0 | 1,059,998 | (1,059,998) |
| Contributions-Employees | 0 | 543,034 | (543,034) |
| Net Investment Income | 0 | 2,574,175 | (2,574,175) |
| Benefit Payments, Including Refunds of Employee Contributions | (1,413,210) | (1,413,210) | 0 |
| Administrative Expense | 0 | (31,671) | 31,671 |
| Net Changes | \$ 2,742,216 | \$ 2,732,326 | \$ 9,890 |
| Balance, June 30, 2023 | \$ 38,603,580 | \$ 40,948,798 | \$ (2,345,218) |

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

| | | Total Pension Liability | Plan Fiduciary Net Position | Net Pension Liability (Asset) |
|--------------------|--------|-------------------------------|--------------------------------------|--|
| Primary Government | 57.85% | \$ 22,332,171 | \$ 23,688,880 | \$ (1,356,709) |
| School Department | 42.15% | 16,271,409 | 17,259,918 | (988,509) |
| Total | | <u>\$ 38,603,580</u> | <u>\$ 40,948,798</u> | <u>\$ (2,345,218)</u> |

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

| | 1% Decrease | Current Discount Rate | 1% Increase |
|-------------------------------|----------------|-----------------------------|----------------|
| Grainger County | 5.75% | 6.75% | 7.75% |
| Net Pension Liability (Asset) | \$ 3,182,960 | \$ (2,345,218) | \$ (6,877,407) |

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, Grainger County recognized pension expense (negative pension expense) of \$1,016,285.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Grainger 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 | \$ 1,333,224 | \$ 279,358 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 332,874 | 0 |
| Changes in Assumptions | 1,386,069 | 0 |
| Contributions Subsequent to the Measurement Date of June 30, 2023 (1) | 1,088,875 | N/A |
| Total | <u>\$ 4,141,042</u> | <u>\$ 279,358</u> |

- (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 | \$ 2,395,429 | \$ 161,609 |
| School Department | 1,745,613 | 117,749 |
| Total | <u>\$ 4,141,042</u> | <u>\$ 279,358</u> |

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

| Year Ending June 30 | Amount |
|------------------------|------------|
| 2025 | \$ 434,805 |
| 2026 | 382,680 |
| 2027 | 1,642,624 |
| 2028 | 312,700 |
| 2029 | 0 |
| Thereafter | 0 |

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

Payable to the Pension Plan

On June 30, 2024, Grainger County reported a payable of \$271,759 for the outstanding amount of contributions due to the pension plan required at year ended June 30, 2024.

Discretely Presented Grainger County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Grainger County and non-certified employees of the discretely presented Grainger County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 57.85 percent and the non-certified employees of the discretely presented school department comprise 42.15 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Grainger 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 \$118,227 which is 2.95 percent of covered payroll. In addition, employer contributions of \$39,079, 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 (\$70,685) 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 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 .166697 percent. The measured proportion as of June 30, 2022, was .164825 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense of \$89,155.

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 | \$ 2,381 | \$ 41,257 |
| Net Difference Between Projected and Actual Earnings on Pension Plan | | |
| Investments | 17,971 | 0 |
| Changes in Assumptions | 53,180 | 0 |
| Changes in Proportion of Net Pension Liability (Asset) | 3,202 | 9,438 |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2023 | 118,227 | N/A |
| Total | \$ 194,961 | \$ 50,695 |

The school department's employer contributions of \$118,227, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 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 | \$ (633) |
| 2026 | (3,249) |
| 2027 | 24,475 |
| 2028 | 970 |
| 2029 | 1,080 |
| Thereafter | 3,396 |

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. As a result of the 2020 actuarial experience study, investment and demographic assumptions were adjusted to reflect more closely actual and expected future experience.

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

| Asset Class | Percentage Long-term Expected Real Rate of Return | Percentage Target Allocations |
|-----------------------|---|-------------------------------------|
| U.S. Equity | 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 | | 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 | | Current | |
|-------------------------------|------------|-------------|--------------|
| Proportionate Share of | 1% | Discount | 1% |
| the Net Pension | Decrease | Rate | Increase |
| Liability (Asset) | 5.75% | 6.75% | 7.75% |
| Net Pension Liability (Asset) | \$ 325,149 | \$ (70,685) | \$ (355,654) |

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

Payable to the Pension Plan

On June 30, 2024, Grainger County reported a payable of \$51,315 for the outstanding amount of contributions due to the pension plan required at year ended June 30, 2024.

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

General Information About the Pension Plan

Plan Description. Teachers of the Grainger County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement

Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Grainger County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$786,876 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, 2023, the school department reported a liability (asset) of (\$4,340,903) 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 .368193 percent. The proportion measured on June 30, 2022, was .380995 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$1,093,729.

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 | \$ 1,034,224 | \$ 201,447 |
| Changes in Assumptions | 1,414,385 | 0 |
| Net Difference Between Projected and Actual Earnings on Pension Plan Investments | 753,169 | 0 |
| Changes in Proportion of Net Pension Liability (Asset) | 193,003 | 88,184 |
| LEA's Contributions Subsequent to the Measurement Date of June 30, 2023 | 786,876 | N/A |
| Total | <u>\$ 4,181,657</u> | <u>\$ 289,631</u> |

The school department's employer contributions of \$786,876 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 | \$ 1,024,680 |
| 2026 | (558,640) |
| 2027 | 2,633,211 |
| 2028 | 5,899 |
| 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 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 reflect more closely actual and expected future experience.

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

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

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the 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) | \$ | 9,454,789 | \$ | (4,340,903) | \$ | (15,815,029) |
|-------------------------------|----|-----------|----|-------------|----|--------------|

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

Payable to the Pension Plan

On June 30, 2024, Grainger County reported a payable of \$341,537 for the outstanding amount of contributions due to the pension plan required at year ended June 30, 2024.

2. Deferred Compensation

Primary Government

Grainger County offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plans.

Discretely Presented Grainger County School Department

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. Some employees have elected to contribute amounts in addition to the two percent minimum requirement. During the year, the school department contributed \$165,431 and teachers contributed \$86,814 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

Grainger County primary government does not offer postemployment benefits to its retirees. The discretely presented Grainger County School Department provides OPEB benefits to its retirees through a state administered public entity risk pool. For reporting purposes, the plan is considered a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is 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.

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

The school department's total OPEB liability was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

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

| | |
|---|--|
| Actuarial Cost Method | Entry Age Normal |
| Inflation | 2.25% |
| 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 of 4.5% |
| Retirees Share of Benefit Related Cost | Discussed under Benefits Provided |

The discount rate was 3.65%, based on the daily rate of Bond Buyer's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2023, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, valuations were the same as those employed in the July 1, 2020, Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 19 percent load for males and an 18 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

Changes in Assumptions. The discount rate changed from 3.54 percent as of the beginning of the measurement period to 3.65 percent as of the measurement date of June 30, 2023. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2023 plan year was revised from 8.37 percent to 10.31 percent.

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

Plan Description. Employees of the Grainger 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 Grainger 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. Grainger County School Department provides a direct subsidy toward pre-65 retirees insurance premiums. The maximum subsidy is \$357 per month for certified retirees and \$457 for non-certified retirees. Benefit amounts vary based on certification status, years of service under TCRS, years of service for Grainger County School Department, age, and coverage selected. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. 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, 20 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 | 30 |
| Inactive Employees Entitled to But Not Yet Receiving | |
| Benefits | 0 |
| Active Employees Eligible for Benefits | 286 |
| Total | <u>316</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 \$242,196 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 | | |
|------------------------|-------------------------------|--------------|---------------|
| | Grainger County | | |
| | School | State of | Total OPEB |
| | Department | TN | Liability |
| | 66.4941% | 33.5059% | |
| Balance July 1, 2022 | \$ 6,309,863 | \$ 2,950,067 | \$ 9,259,930 |
| Changes for the Year: | | | |
| Service Cost | \$ 247,293 | \$ 124,609 | \$ 371,902 |
| Interest | 222,644 | 112,189 | 334,833 |
| Difference between | | | |
| Expected and Actuarial | | | |
| Experience | 93,959 | 47,346 | 141,305 |
| Changes in Proportion | (152,557) | 152,557 | 0 |
| Changes in Assumption | | | |
| and Other Inputs | 521,404 | 262,731 | 784,135 |
| Benefit Payments | (232,467) | (117,139) | (349,606) |
| Net Changes | \$ 700,276 | \$ 582,293 | \$ 1,282,569 |
| Balance June 30, 2023 | \$ 7,010,139 | \$ 3,532,360 | \$ 10,542,499 |

The Grainger 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 Grainger County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$273,435 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Grainger County School Department's proportionate share of the collective OPEB liability was 66.4941% and the State of Tennessee's share was 33.5059%.

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 \$559,734, which includes expenses funded by subsidies provided by the state. 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 | \$ 407,189 | \$ 530,808 |
| Changes of Assumptions | 849,277 | 909,116 |
| Changes in Proportion | 57,521 | 543,863 |
| Benefits Paid After the Measurement Date of June 30, 2023 | 242,196 | 0 |
| Total | <u>\$ 1,556,183</u> | <u>\$ 1,983,787</u> |

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

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

| Year Ending June 30 | School Department |
|------------------------|----------------------|
| 2025 | \$ (183,638) |
| 2026 | (183,638) |
| 2027 | (177,522) |
| 2028 | (138,230) |
| 2029 | (2,552) |
| Thereafter | 15,780 |

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% |

| | | | |
|--|--------------|--------------|--------------|
| Proportionate Share of the Collective Total OPEB Liability | \$ 7,528,193 | \$ 7,010,139 | \$ 6,517,105 |
|--|--------------|--------------|--------------|

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> | | Curent | |
|-----------------------------------|--------------|---------------|----------------|
| | 1% | Rate | 1% |
| | Decrease | | Increase |
| | 9.31 to 3.5% | 10.31 to 4.5% | 11.31% to 5.5% |

| | | | |
|--|--------------|--------------|--------------|
| Proportionate Share of the Collective Total OPEB Liability | \$ 6,317,402 | \$ 7,010,139 | \$ 7,806,822 |
|--|--------------|--------------|--------------|

I. Termination Benefits

The discretely presented school department has entered into a retirement incentive bonus payment plan in accordance with contract provisions. This plan is available to all certified teachers who retire from the school department with at least ten years of service in Grainger County and are between the ages of 55 and 60 or have a minimum of 30 years of credited service in the Tennessee Consolidated Retirement System. The plan provides teachers who have met the noted requirements, a bonus of \$5,000 paid in one lump sum. During the year, expenditures of \$55,000 were recognized for retirement incentive bonus payments. On June 30, 2024, there were eighteen individuals participating in the program. The estimated cost of these cash payments reported in the government-wide Statement of Net Position is \$60,000. The entire amount is due within one year.

In addition to the previously mentioned retirement incentive, the discretely presented school department offers an additional retirement honorarium payment. To be eligible, certified employees must retire with at least ten years of service with the school department. Under the terms of the plan, employees with 30 or more years of experience at the end of the 2005-06 school year shall receive \$100 for each school year of service with the school department up to a maximum of \$4,000. Employees with less than 30 years of experience at the end of the 2005-06 school year shall receive \$100 for each school year of service in the school department up to a maximum of \$3,000. As of June 30, 2024, 114 employees met the requirements of this benefit. The estimated cost of these cash payments reported in the government-wide Statement of Net Position is \$342,400. Of that amount, \$24,000 is due within one year. The

governmental funds' financial statements reflect retirement honorarium expenditures of \$27,000 in the General Purpose School Fund.

J. Purchasing Laws

Office of County Mayor

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

Office of Road Superintendent

Chapter 232, Private Acts of 1980, and provisions of the Uniform Road Law, Section 54-7-113, *TCA*, govern purchasing procedures for this office. These statutes provide for purchases exceeding \$25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

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

K. Subsequent Event

On July 5, 2024, Grainger County issued a \$250,000 interfund loan in the form of a tax anticipation note for the Solid Waste/Sanitation Fund.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

GRAINGER COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS**

Primary Government

For the Fiscal Year Ended June 30

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
|--|----------------|----------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Total Pension Liability | | | | | | | | | | |
| Service Cost | \$ 627,456 | \$ 598,290 | \$ 652,242 | \$ 709,108 | \$ 734,296 | \$ 796,334 | \$ 826,826 | \$ 852,686 | \$ 1,019,377 | \$ 1,134,145 |
| Interest | 1,398,557 | 1,441,288 | 1,543,903 | 1,642,729 | 1,747,044 | 1,901,258 | 1,980,373 | 2,054,197 | 2,233,021 | 2,449,501 |
| Differences Between Actual and Expected Experience | (582,968) | 165,117 | 30,282 | 288,643 | 629,493 | (503,590) | (586,284) | 182,125 | 0 | 571,780 |
| Changes in Assumptions | 0 | 0 | 0 | 537,767 | 0 | 0 | 0 | 2,772,141 | 1,177,105 | 0 |
| Benefit Payments, Including Refunds of Employee Contributions | (803,478) | (884,769) | (896,132) | (1,035,094) | (983,569) | (1,107,989) | (1,158,530) | (1,298,488) | (1,261,110) | (1,413,210) |
| Net Change in Total Pension Liability | \$ 639,567 | \$ 1,319,926 | \$ 1,330,295 | \$ 2,143,153 | \$ 2,127,264 | \$ 1,086,013 | \$ 1,062,385 | \$ 4,562,661 | \$ 3,168,393 | \$ 2,742,216 |
| Total Pension Liability, Beginning | 18,421,707 | 19,061,274 | 20,381,200 | 21,711,495 | 23,854,648 | 25,981,912 | 27,067,925 | 28,130,310 | 32,692,971 | 35,861,364 |
| Total Pension Liability, Ending (a) | \$ 19,061,274 | \$ 20,381,200 | \$ 21,711,495 | \$ 23,854,648 | \$ 25,981,912 | \$ 27,067,925 | \$ 28,130,310 | \$ 32,692,971 | \$ 35,861,364 | \$ 38,603,580 |
| Plan Fiduciary Net Position | | | | | | | | | | |
| Contributions - Employer | \$ 741,468 | \$ 720,013 | \$ 777,617 | \$ 787,980 | \$ 837,405 | \$ 869,040 | \$ 916,961 | \$ 943,903 | \$ 1,029,884 | \$ 1,059,998 |
| Contributions - Employee | 371,474 | 364,428 | 391,895 | 403,681 | 430,319 | 447,538 | 470,356 | 483,557 | 529,394 | 543,034 |
| Net Investment Income | 2,921,738 | 640,417 | 574,352 | 2,541,156 | 2,088,734 | 2,045,490 | 1,473,542 | 8,082,732 | (1,514,877) | 2,574,175 |
| Benefit Payments, Including Refunds of Employee Contributions | (803,478) | (884,769) | (896,132) | (1,035,094) | (983,569) | (1,107,989) | (1,158,530) | (1,298,488) | (1,261,110) | (1,413,210) |
| Administrative Expense | (11,205) | (14,819) | (22,488) | (25,138) | (28,469) | (26,889) | (27,747) | (28,646) | (31,907) | (31,671) |
| Other | 0 | 0 | 8,584 | 11,749 | 0 | 0 | 0 | 0 | 0 | 0 |
| Net Change in Plan Fiduciary Net Position | \$ 3,219,997 | \$ 825,270 | \$ 833,828 | \$ 2,684,334 | \$ 2,344,420 | \$ 2,227,190 | \$ 1,674,582 | \$ 8,183,058 | \$ (1,248,616) | \$ 2,732,326 |
| Plan Fiduciary Net Position, Beginning | 17,472,409 | 20,692,406 | 21,517,676 | 22,351,504 | 25,035,838 | 27,380,258 | 29,607,448 | 31,282,030 | 39,465,088 | 38,216,472 |
| Plan Fiduciary Net Position, Ending (b) | \$ 20,692,406 | \$ 21,517,676 | \$ 22,351,504 | \$ 25,035,838 | \$ 27,380,258 | \$ 29,607,448 | \$ 31,282,030 | \$ 39,465,088 | \$ 38,216,472 | \$ 40,948,798 |
| Net Pension Liability (Asset), Ending (a - b) | \$ (1,631,132) | \$ (1,136,476) | \$ (640,009) | \$ (1,181,190) | \$ (1,398,346) | \$ (2,539,523) | \$ (3,151,720) | \$ (6,772,117) | \$ (2,355,108) | \$ (2,345,218) |
| Plan Fiduciary Net Position as a Percentage of Total Pension Liability | 108.56% | 105.58% | 102.95% | 104.95% | 105.38% | 109.38% | 111.20% | 120.71% | 106.57% | 106.08% |
| Covered Payroll | \$ 7,422,102 | \$ 7,377,182 | \$ 8,005,131 | \$ 8,073,545 | \$ 8,579,973 | \$ 8,904,102 | \$ 9,395,090 | \$ 9,671,132 | \$ 10,556,633 | \$ 10,860,632 |
| Net Pension Liability (Asset) as a Percentage of Covered Payroll | (21.98)% | (15.41)% | (7.99)% | (14.63)% | (16.30)% | (28.52)% | (33.55)% | (70.02)% | (22.31)% | (21.59)% |

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

Exhibit E-2

GRAINGER COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Public

Employee Pension Plan of TCRS

Primary Government

For the Fiscal Year Ended June 30

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|--------------|--------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Actuarially Determined Contribution | \$ 720,013 | \$ 777,617 | \$ 338,282 | \$ 374,945 | \$ 389,109 | \$ 424,658 | \$ 437,136 | \$ 476,955 | \$ 491,987 | \$ 505,390 |
| Less: Contributions in Relation to the Actuarially Determined Contribution | (720,013) | (777,617) | (787,980) | (837,405) | (869,040) | (916,961) | (943,903) | (1,029,884) | (1,059,998) | (1,088,875) |
| Contribution Deficiency (Excess) | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ (449,698)</u> | <u>\$ (462,460)</u> | <u>\$ (479,931)</u> | <u>\$ (492,303)</u> | <u>\$ (506,767)</u> | <u>\$ (552,929)</u> | <u>\$ (568,011)</u> | <u>\$ (583,485)</u> |
| Covered Payroll | \$ 7,377,182 | \$ 8,005,131 | \$ 8,073,545 | \$ 8,579,973 | \$ 8,904,102 | \$ 9,395,090 | \$ 9,671,132 | \$ 10,556,633 | \$ 10,860,632 | \$ 11,156,506 |
| Contributions as a Percentage of Covered Payroll | 9.76% | 9.71% | 9.76% | 9.76% | 9.76% | 9.76% | 9.76% | 9.76% | 9.76% | 9.76% |

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.

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

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|--|------------|------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Contractually Required Contribution | \$ 9,858 | \$ 22,060 | \$ 43,287 | \$ 55,157 | \$ 33,315 | \$ 41,329 | \$ 45,593 | \$ 56,576 | \$ 95,160 | \$ 118,227 |
| Less: Contributions in Relation to the Contractually Required Contribution | (9,858) | (22,060) | (43,287) | (55,157) | (33,315) | (41,329) | (45,593) | (56,576) | (95,160) | (118,227) |
| Contribution Deficiency (Excess) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Covered Payroll | \$ 246,445 | \$ 551,494 | \$ 1,086,370 | \$ 1,378,913 | \$ 1,717,231 | \$ 2,035,915 | \$ 2,257,083 | \$ 2,814,696 | \$ 3,315,691 | \$ 4,007,709 |
| Contributions as a Percentage of Covered Payroll | 4.00% | 4.00% | 3.98% | 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.

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%

GRAINGER COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher

Legacy Pension Plan of TCRS

Discretely Presented Grainger County School Department

For the Fiscal Year Ended June 30

| | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 | 2024 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Contractually Required Contribution | \$ 1,078,825 | \$ 1,065,451 | \$ 1,098,942 | \$ 1,075,901 | \$ 1,218,806 | \$ 1,233,899 | \$ 1,266,938 | \$ 1,291,446 | \$ 1,038,285 | \$ 786,876 |
| Less: Contributions in Relation to the Contractually Required Contribution | (1,078,825) | (1,065,451) | (1,098,942) | (1,075,901) | (1,218,806) | (1,233,899) | (1,266,938) | (1,291,446) | (1,038,285) | (786,876) |
| Contribution Deficiency (Excess) | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Covered Payroll | \$ 11,933,926 | \$ 11,785,973 | \$ 12,152,255 | \$ 11,849,126 | \$ 11,652,060 | \$ 11,607,716 | \$ 12,387,155 | \$ 12,538,294 | \$ 11,948,033 | \$ 11,554,717 |
| Contributions as a Percentage of Covered Payroll | 9.04% | 9.04% | 9.04% | 9.08% | 10.46% | 10.63% | 10.23% | 10.30% | 8.69% | 6.81% |

GRAINGER COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Plan of TCRS
Discretely Presented Grainger 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) | 0.118612% | 0.125338% | 0.164882% | 0.157793% | 0.162280% | 0.161334% | 0.156393% | 0.164825% | 0.166697% |
| School Department's Proportionate Share of the Net Pension Liability (Asset) | \$ (4,772) | \$ (13,048) | \$ (43,501) | \$ (71,563) | \$ (91,605) | \$ (91,741) | \$ (169,407) | \$ (49,930) | \$ (70,685) |
| Covered Payroll | \$ 246,445 | \$ 551,494 | \$ 1,086,370 | \$ 1,378,913 | \$ 1,717,231 | \$ 2,035,915 | \$ 2,257,083 | \$ 2,814,696 | \$ 3,315,691 |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | (1.94)% | (2.37)% | (4.00)% | (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.

GRAINGER COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Grainger County School Department
For the Fiscal Year Ended June 30

| | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
|---|---------------|---------------|---------------|---------------|----------------|----------------|----------------|-----------------|----------------|----------------|
| School Department's Proportion of the Net Pension Liability (Asset) | 0.303367% | 0.318790% | 0.326499% | 0.343893% | 0.338385% | 0.347497% | 0.380995% | 0.375858% | 0.380995% | 0.368193% |
| School Department's Proportionate Share of the Net Pension Liability (Asset) | \$ (49,296) | \$ 130,587 | \$ 2,040,438 | \$ (112,515) | \$ (1,190,747) | \$ (3,572,892) | \$ (4,672,543) | \$ (16,211,656) | \$ (4,672,543) | \$ (4,340,903) |
| Covered Payroll | \$ 11,907,142 | \$ 11,933,926 | \$ 11,785,973 | \$ 12,152,255 | \$ 11,849,127 | \$ 11,652,060 | \$ 12,538,294 | \$ 12,387,155 | \$ 12,538,294 | \$ 11,948,033 |
| School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll | (.41)% | 1.09% | 17.31% | (.93)% | (10.05)% | (30.66)% | (37.27)% | (130.87)% | (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% | 104.42% | 116.13% | 104.42% | 104.11% |

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

| | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
|---|---------------|---------------|----------------|---------------|---------------|---------------|---------------|
| Total OPEB Liability | | | | | | | |
| Service Cost | \$ 494,077 | \$ 454,344 | \$ 460,474 | \$ 312,063 | \$ 440,823 | \$ 476,893 | \$ 371,902 |
| Interest | 288,399 | 348,900 | 364,296 | 288,054 | 211,095 | 207,669 | 334,833 |
| Changes of Benefit Terms | 0 | 0 | 0 | 61,829 | 23,875 | 0 | 0 |
| Differences Between Actual and Expected Experience | 0 | (366,480) | (1,491,004) | 8,407 | 160,269 | 509,395 | 141,305 |
| Changes in Assumptions or Other Inputs | (450,554) | 239,879 | (607,686) | 942,420 | (456,054) | (903,810) | 784,135 |
| Benefit Payments | (343,401) | (393,213) | (450,625) | (417,782) | (373,462) | (333,458) | (349,606) |
| Net Change in Total OPEB Liability | \$ (11,479) | \$ 283,430 | \$ (1,724,545) | \$ 1,194,991 | \$ 6,546 | \$ (43,311) | \$ 1,282,569 |
| Total OPEB Liability, Beginning | 9,554,298 | 9,542,819 | 9,826,249 | 8,101,704 | 9,296,695 | 9,303,241 | 9,259,930 |
| Total OPEB Liability, Ending | \$ 9,542,819 | \$ 9,826,249 | \$ 8,101,704 | \$ 9,296,695 | \$ 9,303,241 | \$ 9,259,930 | \$ 10,542,499 |
| Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability | \$ 2,576,819 | \$ 2,683,558 | \$ 2,351,787 | \$ 2,592,514 | \$ 2,753,128 | \$ 2,950,067 | \$ 3,532,360 |
| Employer Proportionate Share of the Total OPEB Liability | 6,966,000 | 7,142,691 | 5,749,917 | 6,704,181 | 6,550,113 | 6,309,863 | 7,010,139 |
| Covered Employee Payroll | \$ 15,936,207 | \$ 16,202,533 | \$ 16,412,779 | \$ 17,035,730 | \$ 19,151,763 | \$ 18,711,815 | \$ 18,207,598 |
| Net OPEB Liability as a Percentage of Covered Employee Payroll | 43.71% | 44.08% | 35.03% | 39.35% | 34.20% | 33.72% | 38.50% |

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:

- Plan year 2019 - from 5.4% to 6.75%
- Plan year 2020 - from 6.75% to 6.03%
- Plan year 2021 - from 6.03% to 9.02%
- Plan year 2022 - from 9.02% to 7.36%
- Plan year 2023 - from 7.36% to 8.37%
- Plan year 2023 - 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.

GRAINGER 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 the investment rate of return from 7.50 to 7.25 percent; decreased the cost-of-living adjustment from 2.50 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified mortality assumptions.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

Law Library Fund – The Law Library Fund is used to account for a special tax levied by private act on litigation. Proceeds of the tax must be expended for the benefit of the county's law library.

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

Sports and Recreation Fund – The Sports and Recreation Fund is used to account for transactions of the parks and recreation department.

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for opioid settlement funds.

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.

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

| | Special Revenue Funds | | | |
|--|---------------------------------------|------------------|------------------|--------------------------|
| | Courthouse and Jail Maintenance | Law Library | Drug Control | Sports and Recreation |
| ASSETS | | | | |
| Cash | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Equity in Pooled Cash and Investments | 19,569 | 10,089 | 53,374 | 183,348 |
| Accounts Receivable | 0 | 0 | 0 | 200 |
| Property Taxes Receivable | 0 | 0 | 0 | 180,223 |
| Allowance for Uncollectible Property Taxes | 0 | 0 | 0 | (3,868) |
| Total Assets | <u>\$ 19,569</u> | <u>\$ 10,089</u> | <u>\$ 53,374</u> | <u>\$ 359,903</u> |
| LIABILITIES | | | | |
| Accounts Payable | \$ 0 | \$ 0 | \$ 0 | \$ 1,595 |
| Accrued Payroll | 0 | 0 | 0 | 3,504 |
| Payroll Deductions Payable | 0 | 0 | 0 | 1,194 |
| Contracts Payable | 0 | 0 | 0 | 140,856 |
| Due to Other Funds | 0 | 0 | 0 | 0 |
| Due to State of Tennessee | 0 | 0 | 0 | 13 |
| Total Liabilities | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 147,162</u> |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Deferred Current Property Taxes | \$ 0 | \$ 0 | \$ 0 | \$ 172,810 |
| Deferred Delinquent Property Taxes | 0 | 0 | 0 | 2,815 |
| Total Deferred Inflows of Resources | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 175,625</u> |

(Continued)

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

| FUND BALANCES | Special Revenue Funds | | | |
|---|---------------------------------------|----------------|-----------------|--------------------------|
| | Courthouse and Jail Maintenance | Law Library | Drug Control | Sports and Recreation |
| Restricted: | | | | |
| Restricted for Finance | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Restricted for Administration of Justice | 19,569 | 10,089 | 0 | 0 |
| Restricted for Public Safety | 0 | 0 | 53,374 | 0 |
| Restricted for Public Health and Welfare | 0 | 0 | 0 | 0 |
| Restricted for Social, Cultural, and Recreational Services | 0 | 0 | 0 | 37,116 |
| Total Fund Balances | \$ 19,569 | \$ 10,089 | \$ 53,374 | \$ 37,116 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | \$ 19,569 | \$ 10,089 | \$ 53,374 | \$ 359,903 |

(Continued)

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

| | Special Revenue Funds (Cont.) | | |
|--|--------------------------------------|--|--|
| | Other Special Revenue | Constitu - tional Officers - Fees | Total Nonmajor Governmental Funds |
| ASSETS | | | |
| Cash | \$ 0 | \$ 53,730 | \$ 53,730 |
| Equity in Pooled Cash and Investments | 224,188 | 0 | 490,568 |
| Accounts Receivable | 0 | 30,569 | 30,769 |
| Property Taxes Receivable | 0 | 0 | 180,223 |
| Allowance for Uncollectible Property Taxes | 0 | 0 | (3,868) |
| Total Assets | <u>\$ 224,188</u> | <u>\$ 84,299</u> | <u>\$ 751,422</u> |
| LIABILITIES | | | |
| Accounts Payable | \$ 0 | \$ 0 | \$ 1,595 |
| Accrued Payroll | 0 | 0 | 3,504 |
| Payroll Deductions Payable | 0 | 0 | 1,194 |
| Contracts Payable | 0 | 0 | 140,856 |
| Due to Other Funds | 0 | 39,836 | 39,836 |
| Due to State of Tennessee | 0 | 0 | 13 |
| Total Liabilities | <u>\$ 0</u> | <u>\$ 39,836</u> | <u>\$ 186,998</u> |
| DEFERRED INFLOWS OF RESOURCES | | | |
| Deferred Current Property Taxes | \$ 0 | 0 | \$ 172,810 |
| Deferred Delinquent Property Taxes | 0 | 0 | 2,815 |
| Total Deferred Inflows of Resources | <u>\$ 0</u> | <u>0</u> | <u>\$ 175,625</u> |

(Continued)

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

FUND BALANCES

Restricted:
 Restricted for Finance
 Restricted for Administration of Justice
 Restricted for Public Safety
 Restricted for Public Health and Welfare
 Restricted for Social, Cultural, and Recreational Services
Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

| <u>Special Revenue Funds (Cont.)</u> | | |
|--------------------------------------|--|--|
| Other Special Revenue | Constitu - tional Officers - Fees | Total Nonmajor Governmental Funds |
| \$ 0 | \$ 44,463 | \$ 44,463 |
| 0 | 0 | 29,658 |
| 0 | 0 | 53,374 |
| 224,188 | 0 | 224,188 |
| 0 | 0 | 37,116 |
| <u>\$ 224,188</u> | <u>\$ 44,463</u> | <u>\$ 388,799</u> |
| <u>\$ 224,188</u> | <u>\$ 84,299</u> | <u>\$ 751,422</u> |

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

| | Special Revenue Funds | | | |
|--|---------------------------------------|-------------------------|-------------------------|--------------------------|
| | Courthouse and Jail Maintenance | Law Library | Drug Control | Sports and Recreation |
| Revenues | | | | |
| Local Taxes | \$ 1,120 | \$ 1,116 | \$ 0 | \$ 176,893 |
| Fines, Forfeitures, and Penalties | 0 | 0 | 4,680 | 430 |
| Charges for Current Services | 0 | 0 | 0 | 27,841 |
| Other Local Revenues | 0 | 0 | 0 | 9,444 |
| State of Tennessee | 0 | 0 | 0 | 16,758 |
| Total Revenues | <u>\$ 1,120</u> | <u>\$ 1,116</u> | <u>\$ 4,680</u> | <u>\$ 231,366</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government | \$ 12 | \$ 0 | \$ 0 | \$ 0 |
| Finance | 0 | 0 | 0 | 0 |
| Administration of Justice | 0 | 0 | 0 | 0 |
| Public Safety | 0 | 0 | 43 | 0 |
| Social, Cultural, and Recreational Services | 0 | 11 | 0 | 222,494 |
| Total Expenditures | <u>\$ 12</u> | <u>\$ 11</u> | <u>\$ 43</u> | <u>\$ 222,494</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 1,108</u> | <u>\$ 1,105</u> | <u>\$ 4,637</u> | <u>\$ 8,872</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | \$ 0 | \$ 0 | \$ 0 | \$ 2,532 |
| Total Other Financing Sources (Uses) | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 2,532</u> |
| Net Change in Fund Balances | \$ 1,108 | \$ 1,105 | \$ 4,637 | \$ 11,404 |
| Fund Balance, July 1, 2023 | <u>18,461</u> | <u>8,984</u> | <u>48,737</u> | <u>25,712</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 19,569</u></u> | <u><u>\$ 10,089</u></u> | <u><u>\$ 53,374</u></u> | <u><u>\$ 37,116</u></u> |

(Continued)

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

| | <u>Special Revenue Funds (Cont.)</u> | | |
|--|--------------------------------------|--|--|
| | Other Special Revenue | Constitu - tional Officers - Fees | Total Nonmajor Governmental Funds |
| Revenues | | | |
| Local Taxes | \$ 0 | \$ 0 | \$ 179,129 |
| Fines, Forfeitures, and Penalties | 0 | 0 | 5,110 |
| Charges for Current Services | 0 | 228,651 | 256,492 |
| Other Local Revenues | 1,440 | 0 | 10,884 |
| State of Tennessee | 110,738 | 0 | 127,496 |
| Total Revenues | <u>\$ 112,178</u> | <u>\$ 228,651</u> | <u>\$ 579,111</u> |
| Expenditures | | | |
| Current: | | | |
| General Government | \$ 0 | \$ 0 | \$ 12 |
| Finance | 0 | 215,245 | 215,245 |
| Administration of Justice | 0 | 9,224 | 9,224 |
| Public Safety | 0 | 0 | 43 |
| Social, Cultural, and Recreational Services | 0 | 0 | 222,505 |
| Total Expenditures | <u>\$ 0</u> | <u>\$ 224,469</u> | <u>\$ 447,029</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 112,178</u> | <u>\$ 4,182</u> | <u>\$ 132,082</u> |
| Other Financing Sources (Uses) | | | |
| Transfers In | \$ 0 | 0 | \$ 2,532 |
| Total Other Financing Sources (Uses) | <u>\$ 0</u> | <u>0</u> | <u>\$ 2,532</u> |
| Net Change in Fund Balances | \$ 112,178 | \$ 4,182 | \$ 134,614 |
| Fund Balance, July 1, 2023 | <u>112,010</u> | <u>40,281</u> | <u>254,185</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 224,188</u></u> | <u><u>\$ 44,463</u></u> | <u><u>\$ 388,799</u></u> |

GRAINGER COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2024

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-----------|------------------|-----------|--|
| | | Original | Final | |
| Revenues | | | | |
| Local Taxes | \$ 1,120 | \$ 1,139 | \$ 1,139 | \$ (19) |
| Total Revenues | \$ 1,120 | \$ 1,139 | \$ 1,139 | \$ (19) |
| Expenditures | | | | |
| General Government | | | | |
| County Buildings | \$ 12 | \$ 13 | \$ 13 | \$ 1 |
| Total Expenditures | \$ 12 | \$ 13 | \$ 13 | \$ 1 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 1,108 | \$ 1,126 | \$ 1,126 | \$ (18) |
| Net Change in Fund Balance | \$ 1,108 | \$ 1,126 | \$ 1,126 | \$ (18) |
| Fund Balance, July 1, 2023 | 18,461 | 19,495 | 19,495 | (1,034) |
| Fund Balance, June 30, 2024 | \$ 19,569 | \$ 20,621 | \$ 20,621 | \$ (1,052) |

GRAINGER COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Law Library Fund
For the Year Ended June 30, 2024

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|-----------|------------------|-----------|--|
| | | Original | Final | |
| Revenues | | | | |
| Local Taxes | \$ 1,116 | \$ 1,167 | \$ 1,167 | \$ (51) |
| Total Revenues | \$ 1,116 | \$ 1,167 | \$ 1,167 | \$ (51) |
| Expenditures | | | | |
| Social, Cultural, and Recreational Services | | | | |
| Libraries | \$ 11 | \$ 39 | \$ 39 | \$ 28 |
| Total Expenditures | \$ 11 | \$ 39 | \$ 39 | \$ 28 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 1,105 | \$ 1,128 | \$ 1,128 | \$ (23) |
| Net Change in Fund Balance | \$ 1,105 | \$ 1,128 | \$ 1,128 | \$ (23) |
| Fund Balance, July 1, 2023 | 8,984 | 10,014 | 10,014 | (1,030) |
| Fund Balance, June 30, 2024 | \$ 10,089 | \$ 11,142 | \$ 11,142 | \$ (1,053) |

GRAINGER 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 | |
| Revenues | | | | |
| Fines, Forfeitures, and Penalties | \$ 4,680 | \$ 7,000 | \$ 7,000 | \$ (2,320) |
| Total Revenues | \$ 4,680 | \$ 7,000 | \$ 7,000 | \$ (2,320) |
| Expenditures | | | | |
| Public Safety | | | | |
| Drug Enforcement | \$ 43 | \$ 18,250 | \$ 18,250 | \$ 18,207 |
| Total Expenditures | \$ 43 | \$ 18,250 | \$ 18,250 | \$ 18,207 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 4,637 | \$ (11,250) | \$ (11,250) | \$ 15,887 |
| Net Change in Fund Balance | \$ 4,637 | \$ (11,250) | \$ (11,250) | \$ 15,887 |
| Fund Balance, July 1, 2023 | 48,737 | 35,841 | 35,841 | 12,896 |
| Fund Balance, June 30, 2024 | \$ 53,374 | \$ 24,591 | \$ 24,591 | \$ 28,783 |

GRAINGER COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Sports and Recreation Fund
For the Year Ended June 30, 2024

| | Actual | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|--------|---------|------------------|------------|--|
| | | | Original | Final | |
| Revenues | | | | | |
| Local Taxes | \$ | 176,893 | \$ 175,094 | \$ 175,094 | \$ 1,799 |
| Fines, Forfeitures, and Penalties | | 430 | 564 | 564 | (134) |
| Charges for Current Services | | 27,841 | 20,000 | 26,190 | 1,651 |
| Other Local Revenues | | 9,444 | 14,220 | 22,981 | (13,537) |
| State of Tennessee | | 16,758 | 16,846 | 66,846 | (50,088) |
| Total Revenues | \$ | 231,366 | \$ 226,724 | \$ 291,675 | \$ (60,309) |
| Expenditures | | | | | |
| Social, Cultural, and Recreational Services | | | | | |
| Parks and Fair Boards | \$ | 222,494 | \$ 196,571 | \$ 273,458 | \$ 50,964 |
| Total Expenditures | \$ | 222,494 | \$ 196,571 | \$ 273,458 | \$ 50,964 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ | 8,872 | \$ 30,153 | \$ 18,217 | \$ (9,345) |
| Other Financing Sources (Uses) | | | | | |
| Transfers In | \$ | 2,532 | \$ 0 | \$ 2,532 | \$ 0 |
| Total Other Financing Sources | \$ | 2,532 | \$ 0 | \$ 2,532 | \$ 0 |
| Net Change in Fund Balance | \$ | 11,404 | \$ 30,153 | \$ 20,749 | \$ (9,345) |
| Fund Balance, July 1, 2023 | | 25,712 | 48,690 | 48,690 | (22,978) |
| Fund Balance, June 30, 2024 | \$ | 37,116 | \$ 78,843 | \$ 69,439 | \$ (32,323) |

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

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

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

| | Actual | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|---------------------------------------|--------|-----------|------------------|--------------|--|
| | | | Original | Final | |
| Revenues | | | | | |
| Local Taxes | \$ | 1,227,384 | \$ 1,231,845 | \$ 1,231,845 | \$ (4,461) |
| Fines, Forfeitures, and Penalties | | 1,309 | 1,897 | 1,897 | (588) |
| Other Local Revenues | | 526,894 | 95,000 | 95,000 | 431,894 |
| State of Tennessee | | 50,128 | 60,500 | 60,500 | (10,372) |
| Other Governments and Citizens Groups | | 823,072 | 823,072 | 823,072 | 0 |
| Total Revenues | \$ | 2,628,787 | \$ 2,212,314 | \$ 2,212,314 | \$ 416,473 |
| Expenditures | | | | | |
| Principal on Debt | | | | | |
| General Government | \$ | 184,812 | \$ 184,812 | \$ 184,812 | \$ 0 |
| Education | | 1,389,268 | 1,389,268 | 1,389,268 | 0 |
| Interest on Debt | | | | | |
| General Government | | 78,425 | 78,454 | 78,454 | 29 |
| Education | | 345,791 | 345,791 | 345,791 | 0 |
| Other Debt Service | | | | | |
| General Government | | 25,943 | 32,000 | 32,000 | 6,057 |
| Education | | 3,500 | 4,636 | 4,636 | 1,136 |
| Total Expenditures | \$ | 2,027,739 | \$ 2,034,961 | \$ 2,034,961 | \$ 7,222 |
| Excess (Deficiency) of Revenues | | | | | |
| Over Expenditures | \$ | 601,048 | \$ 177,353 | \$ 177,353 | \$ 423,695 |
| Net Change in Fund Balance | | | | | |
| Fund Balance, July 1, 2023 | \$ | 3,013,545 | \$ 3,208,028 | \$ 3,208,028 | \$ (194,483) |
| Fund Balance, June 30, 2024 | | | | | |
| | \$ | 3,614,593 | \$ 3,385,381 | \$ 3,385,381 | \$ 229,212 |

CUSTODIAL FUNDS

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

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

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

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

| | Custodial Funds | | |
|--|------------------------|--------------|--------------|
| | Cities - | Constitu - | |
| | Sales | tional | |
| | Tax | Officers - | |
| | | Custodial | Total |
| ASSETS | | | |
| Cash | \$ 0 | \$ 1,110,432 | \$ 1,110,432 |
| Due from Other Governments | 285,946 | 0 | 285,946 |
| Total Assets | \$ 285,946 | \$ 1,110,432 | \$ 1,396,378 |
| LIABILITIES | | | |
| Due to Other Taxing Units | \$ 285,946 | \$ 0 | \$ 285,946 |
| Total Liabilities | \$ 285,946 | \$ 0 | \$ 285,946 |
| NET POSITION | | | |
| Restricted for Individuals, Organizations, and Other Governments | \$ 0 | \$ 1,110,432 | \$ 1,110,432 |
| Total Net Position | \$ 0 | \$ 1,110,432 | \$ 1,110,432 |

GRAINGER COUNTY, TENNESSEE**Combining Statement of Changes in Net Position**

Custodial Funds

For the Year Ended June 30, 2024

| | Custodial Funds | | |
|--|--------------------------|---|--------------|
| | Cities - Sales Tax | Constitu - tional Officers - Custodial | Total |
| Additions | | | |
| Sales Tax Collections for Other Governments | \$ 1,588,135 | \$ 0 | \$ 1,588,135 |
| Fines/Fees and Other Collections | 0 | 5,506,112 | 5,506,112 |
| Total Additions | \$ 1,588,135 | \$ 5,506,112 | \$ 7,094,247 |
| Deductions | | | |
| Payment of Sales Tax Collections for Other Governments | \$ 1,588,135 | \$ 0 | \$ 1,588,135 |
| Payments to State | 0 | 3,499,100 | 3,499,100 |
| Payments to Individuals and Others | 0 | 1,778,566 | 1,778,566 |
| Total Deductions | \$ 1,588,135 | \$ 5,277,666 | \$ 6,865,801 |
| Change in Net Position | \$ 0 | \$ 228,446 | \$ 228,446 |
| Net Position July 1, 2023 | 0 | 881,986 | 881,986 |
| Net Position June 30, 2024 | \$ 0 | \$ 1,110,432 | \$ 1,110,432 |

GRAINGER COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

GRAINGER COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Grainger County School Department

For the Year Ended June 30, 2024

| Functions/Programs | Expenses | Program Revenues | | Net (Expense) |
|---|---------------|----------------------------|---|---|
| | | Charges for Services | Operating Grants and Contributions | Revenue and Changes in Net Position |
| | | | | Total Governmental Activities |
| Governmental Activities: | | | | |
| Instruction | \$ 24,097,230 | \$ 0 | \$ 7,435,617 | \$ (16,661,613) |
| Support Services | 12,663,792 | 0 | 958,666 | (11,705,126) |
| Operation of Non-instructional Services | 4,641,807 | 368,309 | 4,494,993 | 221,495 |
| Total Governmental Activities | \$ 41,402,829 | \$ 368,309 | \$ 12,889,276 | \$ (28,145,244) |
| General Revenues: | | | | |
| Taxes: | | | | |
| Property Taxes Levied for General Purposes | | | | \$ 2,806,054 |
| Local Option Sales Taxes | | | | 2,779,695 |
| Business Tax | | | | 40,263 |
| Grants and Contributions Not Restricted for Specific Programs | | | | 26,798,324 |
| Unrestricted Investment Earnings | | | | 9,943 |
| Miscellaneous | | | | 499,874 |
| Total General Revenues | | | | \$ 32,934,153 |
| Change in Net Position | | | | \$ 4,788,909 |
| Net Position, July 1, 2023 | | | | 48,506,131 |
| Net Position, June 30, 2024 | | | | \$ 53,295,040 |

GRAINGER COUNTY, TENNESSEE
Balance Sheet - Governmental Funds
Discretely Presented Grainger County School Department
June 30, 2024

| | Major Funds | | Nonmajor Funds | Total Governmental Funds |
|--|------------------------|-------------------------|---------------------------|--------------------------|
| | General Purpose School | School Federal Projects | Other Govern-mental Funds | |
| | | | | |
| ASSETS | | | | |
| Cash | \$ 48,543 | \$ 0 | \$ 1,388,268 | \$ 1,436,811 |
| Equity in Pooled Cash and Investments | 14,028,017 | 858,351 | 800,783 | 15,687,151 |
| Accounts Receivable | 11,171 | 0 | 32,082 | 43,253 |
| Due from Other Governments | 1,757,364 | 638,739 | 17,875 | 2,413,978 |
| Due from Other Funds | 34,759 | 4,749 | 24,806 | 64,314 |
| Property Taxes Receivable | 2,671,795 | 0 | 0 | 2,671,795 |
| Allowance for Uncollectible Property Taxes | (59,860) | 0 | 0 | (59,860) |
| Restricted Assets | 295,865 | 0 | 0 | 295,865 |
| Total Assets | \$ 18,787,654 | \$ 1,501,839 | \$ 2,263,814 | \$ 22,553,307 |
| LIABILITIES | | | | |
| Accounts Payable | \$ 611,745 | \$ 122,464 | \$ 0 | \$ 734,209 |
| Accrued Payroll | 467,433 | 27,907 | 21,825 | 517,165 |
| Payroll Deductions Payable | 1,397,757 | 116,709 | 2,981 | 1,517,447 |
| Due to Other Funds | 29,555 | 34,759 | 0 | 64,314 |
| Other Current Liabilities | 48,543 | 0 | 0 | 48,543 |
| Total Liabilities | \$ 2,555,033 | \$ 301,839 | \$ 24,806 | \$ 2,881,678 |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Deferred Current Property Taxes | \$ 2,554,574 | \$ 0 | \$ 0 | \$ 2,554,574 |
| Deferred Delinquent Property Taxes | 45,551 | 0 | 0 | 45,551 |
| Other Deferred/Unavailable Revenue | 253,146 | 0 | 0 | 253,146 |
| Total Deferred Inflows of Resources | \$ 2,853,271 | \$ 0 | \$ 0 | \$ 2,853,271 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Balance Sheet - Governmental Funds

Discretely Presented Grainger County School Department (Cont.)

| | Major Funds | | Nonmajor Funds | Total Governmental Funds |
|---|-------------------------------|--------------------------------|----------------------------------|---------------------------------|
| | General Purpose School | School Federal Projects | Other Govern-mental Funds | |
| | | | | |
| | | | | |
| FUND BALANCES | | | | |
| Restricted: | | | | |
| Restricted for Education | \$ 733,903 | \$ 0 | \$ 2,239,008 | \$ 2,972,911 |
| Restricted for Capital Projects | 21,966 | 0 | 0 | 21,966 |
| Restricted for Hybrid Retirement Stabilization Funds | 295,865 | 0 | 0 | 295,865 |
| Committed: | | | | |
| Committed for Education | 0 | 1,200,000 | 0 | 1,200,000 |
| Assigned: | | | | |
| Assigned for Education | 1,775,096 | 0 | 0 | 1,775,096 |
| Assigned for Capital Projects | 3,842,897 | 0 | 0 | 3,842,897 |
| Unassigned | 6,709,623 | 0 | 0 | 6,709,623 |
| Total Fund Balances | <u>\$ 13,379,350</u> | <u>\$ 1,200,000</u> | <u>\$ 2,239,008</u> | <u>\$ 16,818,358</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 18,787,654</u> | <u>\$ 1,501,839</u> | <u>\$ 2,263,814</u> | <u>\$ 22,553,307</u> |

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

Discretely Presented Grainger 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) | | \$ 16,818,358 |
| (1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds. | | |
| Add: land | \$ 1,442,547 | |
| Add: construction in progress | 2,210,697 | |
| Add: buildings and improvements net of accumulated depreciation | 28,618,813 | |
| Add: other capital assets net of accumulated depreciation | <u>2,838,620</u> | 35,110,677 |
| (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 | \$ (7,010,139) | |
| Less: retirement honorarium payable | (342,400) | |
| Less: retirement incentive payable | (60,000) | |
| Less: compensated absences payable | <u>(2,156,802)</u> | (9,569,341) |
| (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 | \$ 6,122,231 | |
| Less: deferred inflows of resources related to pensions | (458,075) | |
| Add: deferred outflows of resources related to OPEB | 1,556,183 | |
| Less: deferred inflows of resources related to OPEB | <u>(1,983,787)</u> | 5,236,552 |
| (4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds. | | |
| Add: net pension asset - agent plan | \$ 988,509 | |
| Add: net pension asset - teacher retirement plan | 70,685 | |
| Add: net pension asset - teacher legacy pension plan | <u>4,340,903</u> | 5,400,097 |
| (5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds. | | <u>298,697</u> |
| Net position of governmental activities (Exhibit A) | | <u><u>\$ 53,295,040</u></u> |

GRAINGER COUNTY, TENNESSEE
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Grainger County School Department
For the Year Ended June 30, 2024

| | Major Funds | | Nonmajor Funds | |
|---|------------------------|-------------------------|---------------------------|--------------------------|
| | General Purpose School | School Federal Projects | Other Govern-mental Funds | Total Governmental Funds |
| Revenues | | | | |
| Local Taxes | \$ 5,625,104 | \$ 0 | \$ 0 | \$ 5,625,104 |
| Licenses and Permits | 546 | 0 | 0 | 546 |
| Fines, Forfeitures, and Penalties | 6,961 | 0 | 0 | 6,961 |
| Charges for Current Services | 0 | 0 | 368,309 | 368,309 |
| Other Local Revenues | 390,835 | 0 | 1,676,938 | 2,067,773 |
| State of Tennessee | 27,837,315 | 0 | 16,370 | 27,853,685 |
| Federal Government | 362,348 | 7,367,012 | 1,972,364 | 9,701,724 |
| Other Governments and Citizens Groups | 680,127 | 0 | 0 | 680,127 |
| Total Revenues | \$ 34,903,236 | \$ 7,367,012 | \$ 4,033,981 | \$ 46,304,229 |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | \$ 18,950,184 | \$ 3,387,986 | \$ 0 | \$ 22,338,170 |
| Support Services | 11,037,914 | 1,670,686 | 0 | 12,708,600 |
| Operation of Non-Instructional Services | 466,383 | 0 | 4,311,181 | 4,777,564 |
| Capital Outlay | 130,069 | 2,214,772 | 0 | 2,344,841 |
| Debt Service: | | | | |
| Other Debt Service | 823,072 | 0 | 0 | 823,072 |
| Total Expenditures | \$ 31,407,622 | \$ 7,273,444 | \$ 4,311,181 | \$ 42,992,247 |
| Excess (Deficiency) of Revenues | | | | |
| Over Expenditures | \$ 3,495,614 | \$ 93,568 | \$ (277,200) | \$ 3,311,982 |

(Continued)

GRAINGER COUNTY, TENNESSEE

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

Discretely Presented Grainger County School Department (Cont.)

| | Major Funds | | Nonmajor Funds | |
|---------------------------------------|------------------------------|-------------------------------|-------------------------------------|--------------------------------|
| | General Purpose School | School Federal Projects | Other Govern- mental Funds | Total Governmental Funds |
| <hr/> | | | | |
| Other Financing Sources (Uses) | | | | |
| Insurance Recovery | \$ 108,717 | \$ 0 | \$ 0 | \$ 108,717 |
| Transfers In | 0 | 400,000 | 0 | 400,000 |
| Transfers Out | (400,000) | 0 | 0 | (400,000) |
| Total Other Financing Sources (Uses) | <u>\$ (291,283)</u> | <u>\$ 400,000</u> | <u>\$ 0</u> | <u>\$ 108,717</u> |
| Net Change in Fund Balances | \$ 3,204,331 | \$ 493,568 | \$ (277,200) | \$ 3,420,699 |
| Fund Balance, July 1, 2023 | <u>10,175,019</u> | <u>706,432</u> | <u>2,516,208</u> | <u>13,397,659</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 13,379,350</u></u> | <u><u>\$ 1,200,000</u></u> | <u><u>\$ 2,239,008</u></u> | <u><u>\$ 16,818,358</u></u> |

GRAINGER COUNTY, TENNESSEE

**Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the Statement of Activities**
Discretely Presented Grainger 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 changes in fund balances - total governmental funds (Exhibit I-4) | | \$ 3,420,699 |
| (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 | \$ 3,586,852 | |
| Less: current-year depreciation expense | <u>(1,426,014)</u> | 2,160,838 |
| (2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | | |
| Add: deferred delinquent property taxes and other deferred June 30, 2024 | \$ 298,697 | |
| Less: deferred delinquent property taxes and other deferred June 30, 2023 | <u>(648,717)</u> | (350,020) |
| (3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. | | |
| Change in net OPEB liability | \$ (700,276) | |
| Change in retirement incentive payable | 36,000 | |
| Change in compensated absences payable | (110,502) | |
| Change in net pension asset/liability | (351,087) | |
| Change in deferred outflows related to pensions | (702,656) | |
| Change in deferred inflows related to pensions | 729,740 | |
| Change in deferred outflows related to OPEB | 366,168 | |
| Change in deferred inflows related to OPEB | <u>290,005</u> | <u>(442,608)</u> |
| Change in net position of governmental activities (Exhibit B) | | <u>\$ 4,788,909</u> |

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

Discretely Presented Grainger County School Department

June 30, 2024

| | <u>Special Revenue Funds</u> | | Total Nonmajor Governmental Funds |
|---------------------------------------|------------------------------|--------------------|--|
| | Central Cafeteria | Internal School | |
| ASSETS | | | |
| Cash | \$ 278 | \$ 1,387,990 | \$ 1,388,268 |
| Equity in Pooled Cash and Investments | 800,783 | 0 | 800,783 |
| Accounts Receivable | 32,082 | 0 | 32,082 |
| Due from Other Governments | 17,875 | 0 | 17,875 |
| Due from Other Funds | 24,806 | 0 | 24,806 |
| | | | |
| Total Assets | \$ 875,824 | \$ 1,387,990 | \$ 2,263,814 |
| LIABILITIES | | | |
| Accrued Payroll | \$ 21,825 | \$ 0 | \$ 21,825 |
| Payroll Deductions Payable | 2,981 | 0 | 2,981 |
| Total Liabilities | \$ 24,806 | \$ 0 | \$ 24,806 |
| FUND BALANCES | | | |
| Restricted: | | | |
| Restricted for Education | \$ 851,018 | \$ 1,387,990 | \$ 2,239,008 |
| Total Fund Balances | \$ 851,018 | \$ 1,387,990 | \$ 2,239,008 |
| | | | |
| Total Liabilities and Fund Balances | \$ 875,824 | \$ 1,387,990 | \$ 2,263,814 |

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

Discretely Presented Grainger County School Department

For the Year Ended June 30, 2024

| | <u>Special Revenue Funds</u> | | Total Nonmajor Governmental Funds |
|--|------------------------------|----------------------------|--|
| | Central Cafeteria | Internal School | |
| Revenues | | | |
| Charges for Current Services | \$ 368,309 | \$ 0 | \$ 368,309 |
| Other Local Revenues | 43,074 | 1,633,864 | 1,676,938 |
| State of Tennessee | 16,370 | 0 | 16,370 |
| Federal Government | 1,972,364 | 0 | 1,972,364 |
| Total Revenues | <u>\$ 2,400,117</u> | <u>\$ 1,633,864</u> | <u>\$ 4,033,981</u> |
| Expenditures | | | |
| Current: | | | |
| Operation of Non-Instructional Services | \$ 2,729,451 | \$ 1,581,730 | \$ 4,311,181 |
| Total Expenditures | <u>\$ 2,729,451</u> | <u>\$ 1,581,730</u> | <u>\$ 4,311,181</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ (329,334)</u> | <u>\$ 52,134</u> | <u>\$ (277,200)</u> |
| Net Change in Fund Balances | \$ (329,334) | \$ 52,134 | \$ (277,200) |
| Fund Balance, July 1, 2023 | <u>1,180,352</u> | <u>1,335,856</u> | <u>2,516,208</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 851,018</u></u> | <u><u>\$ 1,387,990</u></u> | <u><u>\$ 2,239,008</u></u> |

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

Discretely Presented Grainger County School Department

General Purpose School Fund

For the Year Ended June 30, 2024

| | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|----------------------|-------------------------|----------------------|---|
| | Actual | Original | Final | |
| Revenues | | | | |
| Local Taxes | \$ 5,625,104 | \$ 4,461,500 | \$ 4,461,500 | \$ 1,163,604 |
| Licenses and Permits | 546 | 0 | 0 | 546 |
| Fines, Forfeitures, and Penalties | 6,961 | 10,000 | 10,000 | (3,039) |
| Other Local Revenues | 390,835 | 36,800 | 222,212 | 168,623 |
| State of Tennessee | 27,837,315 | 25,472,928 | 29,420,624 | (1,583,309) |
| Federal Government | 362,348 | 78,500 | 134,025 | 228,323 |
| Other Governments and Citizens Groups | 680,127 | 0 | 0 | 680,127 |
| Total Revenues | <u>\$ 34,903,236</u> | <u>\$ 30,059,728</u> | <u>\$ 34,248,361</u> | <u>\$ 654,875</u> |
| Expenditures | | | | |
| Instruction | | | | |
| Regular Instruction Program | \$ 14,361,324 | \$ 15,962,413 | \$ 16,976,428 | \$ 2,615,104 |
| Alternative Instruction Program | 72,666 | 76,832 | 76,832 | 4,166 |
| Special Education Program | 2,569,837 | 2,501,780 | 2,829,773 | 259,936 |
| Career and Technical Education Program | 1,846,121 | 1,313,455 | 3,466,540 | 1,620,419 |
| Student Body Education Program | 28,815 | 32,000 | 32,000 | 3,185 |
| Adult Education Program | 71,421 | 78,373 | 78,373 | 6,952 |
| Support Services | | | | |
| Attendance | 7,700 | 7,700 | 7,700 | 0 |
| Health Services | 554,089 | 578,116 | 603,561 | 49,472 |
| Other Student Support | 487,351 | 840,062 | 972,584 | 485,233 |
| Regular Instruction Program | 770,034 | 820,863 | 881,192 | 111,158 |
| Special Education Program | 501,152 | 369,856 | 636,562 | 135,410 |
| Career and Technical Education Program | 215,952 | 112,269 | 261,473 | 45,521 |
| Technology | 848,864 | 310,806 | 1,064,107 | 215,243 |
| Other Programs | 144,621 | 0 | 144,621 | 0 |
| Board of Education | 531,137 | 604,412 | 607,053 | 75,916 |
| Director of Schools | 451,749 | 501,875 | 531,299 | 79,550 |
| Office of the Principal | 1,781,390 | 1,725,613 | 2,039,431 | 258,041 |
| Operation of Plant | 1,796,224 | 1,897,319 | 1,935,082 | 138,858 |
| Maintenance of Plant | 947,027 | 733,314 | 1,411,467 | 464,440 |
| Transportation | 2,000,624 | 1,772,600 | 2,677,525 | 676,901 |
| Operation of Non-Instructional Services | | | | |
| Food Service | 18,383 | 0 | 18,560 | 177 |
| Community Services | 28,336 | 29,612 | 32,965 | 4,629 |
| Early Childhood Education | 419,664 | 0 | 419,664 | 0 |
| Capital Outlay | | | | |
| Regular Capital Outlay | 130,069 | 127,500 | 1,175,276 | 1,045,207 |
| Principal on Debt | | | | |
| Education | 0 | 700,000 | 0 | 0 |
| Other Debt Service | | | | |
| Education | 823,072 | 0 | 823,072 | 0 |
| Total Expenditures | <u>\$ 31,407,622</u> | <u>\$ 31,096,770</u> | <u>\$ 39,703,140</u> | <u>\$ 8,295,518</u> |

(Continued)

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

| | Budgeted Amounts | | Variance |
|---------------------------------------|------------------|----------------|-----------------------------|
| | Actual | Original | with Final |
| | | | Budget - |
| | | | Positive |
| | | | (Negative) |
| Excess (Deficiency) of Revenues | | | |
| Over Expenditures | \$ 3,495,614 | \$ (1,037,042) | \$ (5,454,779) \$ 8,950,393 |
| Other Financing Sources (Uses) | | | |
| Insurance Recovery | \$ 108,717 | \$ 0 | \$ 108,717 \$ 0 |
| Transfers Out | (400,000) | 0 | (400,000) 0 |
| Total Other Financing Sources | \$ (291,283) | \$ 0 | \$ (291,283) \$ 0 |
| Net Change in Fund Balance | \$ 3,204,331 | \$ (1,037,042) | \$ (5,746,062) \$ 8,950,393 |
| Fund Balance, July 1, 2023 | 10,175,019 | 14,335,881 | 14,335,881 (4,160,862) |
| Fund Balance, June 30, 2024 | \$ 13,379,350 | \$ 13,298,839 | \$ 8,589,819 \$ 4,789,531 |

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

| | | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|--|---------------|-----------------|-------------------------|----|---|
| | Actual | Original | Final | | |
| Revenues | | | | | |
| Federal Government | \$ 7,367,012 | \$ 2,174,164 | \$ 9,220,666 | \$ | (1,853,654) |
| Total Revenues | \$ 7,367,012 | \$ 2,174,164 | \$ 9,220,666 | \$ | (1,853,654) |
| Expenditures | | | | | |
| Instruction | | | | | |
| Regular Instruction Program | \$ 2,605,394 | \$ 1,021,611 | \$ 3,252,161 | \$ | 646,767 |
| Special Education Program | 732,271 | 623,344 | 1,079,583 | | 347,312 |
| Career and Technical Education Program | 50,321 | 51,524 | 50,322 | | 1 |
| Support Services | | | | | |
| Other Student Support | 206,131 | 34,268 | 233,644 | | 27,513 |
| Regular Instruction Program | 333,620 | 212,743 | 440,626 | | 107,006 |
| Special Education Program | 411,378 | 146,487 | 446,130 | | 34,752 |
| Career and Technical Education Program | 1,000 | 1,000 | 1,000 | | 0 |
| Technology | 0 | 0 | 210,000 | | 210,000 |
| Operation of Plant | 228,631 | 0 | 270,688 | | 42,057 |
| Transportation | 489,926 | 103,844 | 685,735 | | 195,809 |
| Capital Outlay | | | | | |
| Regular Capital Outlay | 2,214,772 | 0 | 2,550,779 | | 336,007 |
| Total Expenditures | \$ 7,273,444 | \$ 2,194,821 | \$ 9,220,668 | \$ | 1,947,224 |
| Excess (Deficiency) of Revenues Over Expenditures | | | | | |
| | \$ 93,568 | \$ (20,657) | \$ (2) | \$ | 93,570 |
| Other Financing Sources (Uses) | | | | | |
| Transfers In | \$ 400,000 | \$ 0 | \$ 400,000 | \$ | 0 |
| Total Other Financing Sources | \$ 400,000 | \$ 0 | \$ 400,000 | \$ | 0 |
| Net Change in Fund Balance | | | | | |
| Fund Balance, July 1, 2023 | 706,432 | 1,112,931 | 1,112,931 | | (406,499) |
| Fund Balance, June 30, 2024 | \$ 1,200,000 | \$ 1,092,274 | \$ 1,512,929 | \$ | (312,929) |

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

| | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) | |
|---|-------------------------|---------------------|---|---------------------|
| | Actual | Original | Final | |
| Revenues | | | | |
| Charges for Current Services | \$ 368,309 | \$ 652,500 | \$ 715,995 | \$ (347,686) |
| Other Local Revenues | 43,074 | 6,000 | 12,718 | 30,356 |
| State of Tennessee | 16,370 | 15,405 | 31,775 | (15,405) |
| Federal Government | 1,972,364 | 1,696,832 | 1,812,868 | 159,496 |
| Total Revenues | <u>\$ 2,400,117</u> | <u>\$ 2,370,737</u> | <u>\$ 2,573,356</u> | <u>\$ (173,239)</u> |
| Expenditures | | | | |
| Operation of Non-Instructional Services | | | | |
| Food Service | \$ 2,729,451 | \$ 2,545,737 | \$ 2,748,356 | \$ 18,905 |
| Total Expenditures | <u>\$ 2,729,451</u> | <u>\$ 2,545,737</u> | <u>\$ 2,748,356</u> | <u>\$ 18,905</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ (329,334)</u> | <u>\$ (175,000)</u> | <u>\$ (175,000)</u> | <u>\$ (154,334)</u> |
| Net Change in Fund Balance | \$ (329,334) | \$ (175,000) | \$ (175,000) | \$ (154,334) |
| Fund Balance, July 1, 2023 | <u>1,180,352</u> | <u>1,362,874</u> | <u>1,362,874</u> | <u>(182,522)</u> |
| Fund Balance, June 30, 2024 | <u>\$ 851,018</u> | <u>\$ 1,187,874</u> | <u>\$ 1,187,874</u> | <u>\$ (336,856)</u> |

MISCELLANEOUS SCHEDULES

Exhibit J-1

GRAINGER COUNTY, TENNESSEE
Schedule of Changes in Long-term Notes, Bonds, and Other Loans
For the Year Ended June 30, 2024

| Description of Indebtedness | Original Amount of Issue | Interest Rate | | Date of Issue | Last Maturity Date | Outstanding 7-1-23 | Paid and/or Matured During Period | Outstanding 6-30-24 |
|--|--------------------------------|------------------|---|---------------------|--------------------------|-----------------------|--|------------------------|
| BONDS PAYABLE | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| General Obligation Refunding Bonds, Series 2020A | \$ 8,375,000 | 2 to 3 | % | 8-21-20 | 4-1-32 | \$ 7,115,000 | \$ 225,000 | \$ 6,890,000 |
| General Obligation Refunding Bonds, Series 2020B | 7,910,000 | 1 to 5 | | 9-25-20 | 6-1-30 | 4,780,000 | 1,220,000 | 3,560,000 |
| Total Bonds Payable | | | | | | <u>\$ 11,895,000</u> | <u>\$ 1,445,000</u> | <u>\$ 10,450,000</u> |
| NOTES PAYABLE | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| Parks and Recreation Ball Field Project | 93,000 | 2.95 | | 6-25-19 | 6-25-24 | \$ 19,712 | \$ 19,712 | \$ 0 |
| Total Notes Payable | | | | | | <u>\$ 19,712</u> | <u>\$ 19,712</u> | <u>\$ 0</u> |
| OTHER LOANS PAYABLE | | | | | | | | |
| Payable through General Debt Service Fund | | | | | | | | |
| Energy Efficient Schools Initiative | 1,350,845 | 1.5 | | 6-19-19 | 10-1-31 | \$ 954,968 | \$ 109,368 | \$ 845,600 |
| Total Other Loans Payable | | | | | | <u>\$ 954,968</u> | <u>\$ 109,368</u> | <u>\$ 845,600</u> |

Exhibit J-2

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

| Year Ending June 30 | Bonds | | |
|------------------------------------|------------------|-----------------|---------------|
| | Principal | Interest | Total |
| 2025 | \$ 1,525,000 | \$ 342,200 | \$ 1,867,200 |
| 2026 | 1,555,000 | 270,450 | 1,825,450 |
| 2027 | 1,600,000 | 202,100 | 1,802,100 |
| 2028 | 1,640,000 | 154,100 | 1,794,100 |
| 2029 | 1,615,000 | 104,900 | 1,719,900 |
| 2030 | 1,655,000 | 61,650 | 1,716,650 |
| 2031 | 425,000 | 17,200 | 442,200 |
| 2032 | 435,000 | 8,700 | 443,700 |
| Total | \$ 10,450,000 | \$ 1,161,300 | \$ 11,611,300 |

| Year Ending June 30 | Other Loans | | |
|------------------------------------|--------------------|-----------------|--------------|
| | Principal | Interest | Total |
| 2025 | \$ 111,024 | \$ 12,048 | \$ 123,072 |
| 2026 | 112,692 | 10,380 | 123,072 |
| 2027 | 114,396 | 8,676 | 123,072 |
| 2028 | 116,124 | 6,948 | 123,072 |
| 2029 | 117,876 | 5,196 | 123,072 |
| 2030 | 119,664 | 3,408 | 123,072 |
| 2031 | 121,464 | 1,608 | 123,072 |
| 2032 | 32,360 | 103 | 32,463 |
| Total | \$ 845,600 | \$ 48,367 | \$ 893,967 |

Exhibit J-3

GRAINGER COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Grainger County School Department

For the Year Ended June 30, 2024

| From Fund | To Fund | Purpose | Amount |
|---|--------------------------|--|--------------------------|
| PRIMARY GOVERNMENT | | | |
| General | Solid Waste / Sanitation | Operations | \$ 600 |
| " | Sports and Recreation | " | 2,532 |
| " | Other General Government | " | 62,160 |
| Other General Government | General | Revenue replacement from ARPA funding | <u>402,602</u> |
| Total Transfers Primary Government | | | <u><u>\$ 467,894</u></u> |
| DISCRETELY PRESENTED GRAINGER COUNTY SCHOOL DEPARTMENT | | | |
| General Purpose School | School Federal Projects | Cash flow | <u>\$ 400,000</u> |
| Total Transfers Discretely Presented Grainger County School Department | | | <u><u>\$ 400,000</u></u> |

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

Primary Government and Discretely Presented Grainger County School Department

For the Year Ended June 30, 2024

| Official | Salary | Authorization | Bond | Surety |
|--|-------------------|---|-------------|---------------------------------|
| County Mayor | | Section 8-24-102, <i>TCA</i> | \$ (1) | Local Government Insurance Pool |
| Base salary/Total compensation | <u>\$ 110,015</u> | | | |
| Road Superintendent | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary/Total compensation | <u>\$ 99,787</u> | | | |
| Director of Schools | | State Board of Education and County Board of Education | (1) | Tennessee Risk Management Trust |
| Base salary | \$ 108,000 | | | |
| Automobile allowance | 5,000 | | | |
| CEO training supplement | 1,000 | | | |
| Attendance bonus | 300 | | | |
| Across the board bonus | 1,700 | | | |
| Total compensation | <u>\$ 116,000</u> | | | |
| Trustee | | Section 8-24-102, <i>TCA</i> | 1,264,214 | RLI Insurance Company |
| Base salary | \$ 90,715 | | | |
| Certified Public Administrator incentive | 1,200 | | | |
| Total compensation | <u>\$ 91,915</u> | | | |
| Assessor of Property | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| County Clerk | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary | \$ 90,715 | | | |
| Certified Public Administrator incentive | 1,200 | | | |
| Total compensation | <u>\$ 91,915</u> | | | |
| Circuit and General Sessions Courts Clerk | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| Clerk and Master | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary | \$ 90,715 | | | |
| Special commissioner fees | 9,225 | | | |
| Total compensation | <u>\$ 99,940</u> | | | |
| Register of Deeds | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary | \$ 90,715 | | | |
| Certified Public Administrator incentive | 1,200 | | | |
| Total compensation | <u>\$ 91,915</u> | | | |
| Sheriff | | Section 8-24-102, <i>TCA</i> | (1) | Local Government Insurance Pool |
| Base salary | \$ 99,787 | | | |
| Workhouse superintendent | 4,989 | | | |
| Law enforcement training supplement | 800 | | | |
| Total compensation | <u>\$ 105,576</u> | | | |
| Employee Blanket Bonds: | | | | |
| Employee Fidelity - County Departments | | | 400,000 | Local Government Insurance Pool |
| Employee Fidelity - School Department | | | 400,000 | Tennessee Risk Management Trust |

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

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

| | Special Revenue Funds | | | | | |
|--|-----------------------|---------------------------------------|----------------|--------------------------------|-----------------|--------------------------|
| | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation |
| Local Taxes | | | | | | |
| County Property Taxes | | | | | | |
| Current Property Tax | \$ 6,146,824 | \$ 0 | \$ 0 | \$ 843,768 | \$ 0 | \$ 158,256 |
| Trustee's Collections - Prior Year | 158,005 | 0 | 0 | 19,824 | 0 | 4,175 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 63,161 | 0 | 0 | 8,491 | 0 | 1,637 |
| Interest and Penalty | 29,685 | 0 | 0 | 3,842 | 0 | 783 |
| Pickup Taxes | 383 | 0 | 0 | 53 | 0 | 10 |
| Payments in-Lieu-of Taxes - T.V.A. | 3,207 | 0 | 0 | 440 | 0 | 83 |
| Payments in-Lieu-of Taxes - Local Utilities | 251,413 | 0 | 0 | 34,511 | 0 | 6,478 |
| Payments in-Lieu-of Taxes - Other | 89,083 | 0 | 0 | 12,228 | 0 | 2,983 |
| County Local Option Taxes | | | | | | |
| Local Option Sales Tax | 367,973 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - General | 6,238 | 180 | 180 | 0 | 0 | 0 |
| Litigation Tax - Special Purpose | 32,034 | 940 | 936 | 5 | 0 | 0 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 14,956 | 0 | 0 | 0 | 0 | 0 |
| Litigation Tax - Courthouse Security | 1,793 | 0 | 0 | 0 | 0 | 0 |
| Business Tax | 96,481 | 0 | 0 | 13,205 | 0 | 2,488 |
| Mixed Drink Tax | 902 | 0 | 0 | 0 | 0 | 0 |
| Mineral Severance Tax | 0 | 0 | 0 | 0 | 0 | 0 |
| Statutory Local Taxes | | | | | | |
| Bank Excise Tax | 110,997 | 0 | 0 | 0 | 0 | 0 |
| Wholesale Beer Tax | 10,068 | 0 | 0 | 0 | 0 | 0 |
| City Local Option Taxes | | | | | | |
| Hotel/Motel Tax | 37,900 | 0 | 0 | 0 | 0 | 0 |
| Total Local Taxes | \$ 7,421,103 | \$ 1,120 | \$ 1,116 | \$ 936,367 | \$ 0 | \$ 176,893 |

(Continued)

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

| | Special Revenue Funds | | | | | |
|--|-----------------------|---------------------------------------|----------------|--------------------------------|-----------------|--------------------------|
| | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation |
| Licenses and Permits | | | | | | |
| Licenses | | | | | | |
| Marriage Licenses | \$ 584 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Cable TV Franchise | 79,866 | 0 | 0 | 0 | 0 | 0 |
| Permits | | | | | | |
| Beer Permits | 525 | 0 | 0 | 0 | 0 | 0 |
| Other Permits | 225 | 0 | 0 | 0 | 0 | 0 |
| Total Licenses and Permits | \$ 81,200 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Fines, Forfeitures, and Penalties | | | | | | |
| Circuit Court | | | | | | |
| Fines | \$ 1,570 | \$ 0 | \$ 0 | \$ 215 | \$ 0 | 40 |
| Officers Costs | 1,358 | 0 | 0 | 184 | 0 | 35 |
| Drug Control Fines | 2,683 | 0 | 0 | 0 | 3,494 | 0 |
| Jail Fees | 1,054 | 0 | 0 | 0 | 0 | 0 |
| DUI Treatment Fines | 190 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - Circuit Court | 554 | 0 | 0 | 0 | 0 | 0 |
| Criminal Court | | | | | | |
| DUI Treatment Fines | 84 | 0 | 0 | 12 | 0 | 2 |
| Victims Assistance Assessments | 1,883 | 0 | 0 | 0 | 0 | 0 |
| General Sessions Court | | | | | | |
| Fines | 4,218 | 0 | 0 | 544 | 0 | 105 |
| Officers Costs | 9,485 | 0 | 0 | 1,288 | 0 | 242 |
| Game and Fish Fines | 116 | 0 | 0 | 15 | 0 | 3 |
| Drug Control Fines | 1,135 | 0 | 0 | 0 | 1,186 | 0 |
| Jail Fees | 3,343 | 0 | 0 | 0 | 0 | 0 |
| DUI Treatment Fines | 3,752 | 0 | 0 | 0 | 0 | 0 |

(Continued)

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

| | Special Revenue Funds | | | | | |
|--|-----------------------|---------------------------------------|----------------|--------------------------------|-----------------|--------------------------|
| | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation |
| Fines, Forfeitures, and Penalties (Cont.) | | | | | | |
| General Sessions Court (Cont.) | | | | | | |
| Data Entry Fee - General Sessions Court | \$ 6,157 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Courtroom Security Fee | 35,511 | 0 | 0 | 0 | 0 | 0 |
| Victims Assistance Assessments | 5,574 | 0 | 0 | 0 | 0 | 0 |
| Juvenile Court | | | | | | |
| Fines | 116 | 0 | 0 | 16 | 0 | 3 |
| Officers Costs | 190 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - Juvenile Court | 132 | 0 | 0 | 0 | 0 | 0 |
| Chancery Court | | | | | | |
| Officers Costs | 15,305 | 0 | 0 | 0 | 0 | 0 |
| Data Entry Fee - Chancery Court | 1,924 | 0 | 0 | 0 | 0 | 0 |
| Courtroom Security Fee | 4,523 | 0 | 0 | 0 | 0 | 0 |
| Total Fines, Forfeitures, and Penalties | \$ 100,857 | \$ 0 | \$ 0 | \$ 2,274 | \$ 4,680 | \$ 430 |
| Charges for Current Services | | | | | | |
| General Service Charges | | | | | | |
| Other Employee Benefit Charges/Contributions | \$ 40 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Surcharge - Waste Tire Disposal | 0 | 0 | 0 | 3,180 | 0 | 0 |
| Patient Charges | 1,174,887 | 0 | 0 | 0 | 0 | 0 |
| Past Due Collections - Ambulance | 1,019 | 0 | 0 | 0 | 0 | 0 |
| Service Charges | 21,651 | 0 | 0 | 0 | 0 | 0 |
| Fees | | | | | | |
| Recreation Fees | 0 | 0 | 0 | 0 | 0 | 27,841 |
| Copy Fees | 308 | 0 | 0 | 0 | 0 | 0 |
| Library Fees | 2,785 | 0 | 0 | 0 | 0 | 0 |
| Archives and Records Management Fee | 39,088 | 0 | 0 | 0 | 0 | 0 |

(Continued)

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

| | | Special Revenue Funds | | | | | |
|---|----|-----------------------|---------------------------------------|----------------|--------------------------------|-----------------|--------------------------|
| | | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation |
| Charges for Current Services (Cont.) | | | | | | | |
| Fees (Cont.) | | | | | | | |
| Telephone Commissions | \$ | 33,192 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Fingerprint Fees | | 3,736 | 0 | 0 | 0 | 0 | 0 |
| Constitutional Officers' Fees and Commissions | | 0 | 0 | 0 | 0 | 0 | 0 |
| Special Commissioner Fees/Special Master Fees | | 0 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - Register | | 7,045 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - Sheriff | | 1,715 | 0 | 0 | 0 | 0 | 0 |
| Sexual Offender Registration Fee - Sheriff | | 1,900 | 0 | 0 | 0 | 0 | 0 |
| Data Processing Fee - County Clerk | | 3,303 | 0 | 0 | 0 | 0 | 0 |
| Vehicle Registration Reinstatement Fees | | 3,860 | 0 | 0 | 0 | 0 | 0 |
| Education Charges | | | | | | | |
| Other Charges for Services | | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Charges for Current Services | \$ | 1,294,529 | \$ 0 | \$ 0 | \$ 3,180 | \$ 0 | 27,841 |
| Other Local Revenues | | | | | | | |
| Recurring Items | | | | | | | |
| Investment Income | \$ | 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Lease/Rentals/PPP | | 19,191 | 0 | 0 | 0 | 0 | 0 |
| Sale of Materials and Supplies | | 135 | 0 | 0 | 0 | 0 | 0 |
| Commissary Sales | | 11,280 | 0 | 0 | 0 | 0 | 0 |
| Sale of Recycled Materials | | 1,476 | 0 | 0 | 30,580 | 0 | 0 |
| Miscellaneous Refunds | | 8,060 | 0 | 0 | 0 | 0 | 688 |
| Nonrecurring Items | | | | | | | |
| Sale of Equipment | | 5,651 | 0 | 0 | 8,716 | 0 | 0 |
| Sale of Property | | 57,482 | 0 | 0 | 600 | 0 | 0 |
| Damages Recovered from Individuals | | 1,151 | 0 | 0 | 0 | 0 | 0 |
| Contributions and Gifts | | 77,091 | 0 | 0 | 0 | 0 | 8,756 |

(Continued)

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

| | | Special Revenue Funds | | | | | |
|--|--|-----------------------|---------------------------------------|----------------|--------------------------------|-----------------|--------------------------|
| | | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation |
| Other Local Revenues (Cont.) | | | | | | | |
| Other Local Revenues | | | | | | | |
| Other Local Revenues | | \$ 35,559 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Total Other Local Revenues | | \$ 217,076 | \$ 0 | \$ 0 | \$ 39,896 | \$ 0 | 9,444 |
| Fees Received From County Officials | | | | | | | |
| Excess Fees | | | | | | | |
| Trustee | | \$ 155,000 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Fees In-Lieu-of Salary | | | | | | | |
| County Clerk | | 246,670 | 0 | 0 | 0 | 0 | 0 |
| Circuit Court Clerk | | 18,164 | 0 | 0 | 0 | 0 | 0 |
| General Sessions Court Clerk | | 89,936 | 0 | 0 | 0 | 0 | 0 |
| Clerk and Master | | 63,612 | 0 | 0 | 0 | 0 | 0 |
| Juvenile Court Clerk | | 9,217 | 0 | 0 | 0 | 0 | 0 |
| Register | | 96,199 | 0 | 0 | 0 | 0 | 0 |
| Sheriff | | 8,835 | 0 | 0 | 0 | 0 | 0 |
| Total Fees Received From County Officials | | \$ 687,633 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| State of Tennessee | | | | | | | |
| General Government Grants | | | | | | | |
| Juvenile Services Program | | \$ 4,500 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 0 |
| Aging Programs | | 9,549 | 0 | 0 | 0 | 0 | 0 |
| Public Safety Grants | | | | | | | |
| Law Enforcement Training Programs | | 18,400 | 0 | 0 | 0 | 0 | 0 |
| School Resource Officer Grants | | 402,139 | 0 | 0 | 0 | 0 | 0 |
| Health and Welfare Grants | | | | | | | |
| Public Health Nurses | | 52,881 | 0 | 0 | 0 | 0 | 0 |

(Continued)

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

| | | Special Revenue Funds | | | | | | | | |
|--|----|-----------------------|---------------------------------------|----------------|--------------------------------|-----------------|--------------------------|--------|----|--------|
| | | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation | | | |
| State of Tennessee (Cont.) | | | | | | | | | | |
| Public Works Grants | | | | | | | | | | |
| State Aid Program | \$ | 0 | \$ | 0 | \$ | 0 | \$ | 0 | | |
| Litter Program | | 24,096 | | 0 | | 0 | | 0 | | |
| Other State Revenues | | | | | | | | | | |
| Income Tax | | 232 | | 0 | | 0 | | 0 | | |
| Beer Tax | | 81,213 | | 0 | | 0 | | 0 | | |
| Vehicle Certificate of Title Fees | | 21,818 | | 0 | | 0 | | 0 | | |
| Opioid Settlement Funds - TN Abatement Council | | 0 | | 0 | | 0 | | 0 | | |
| State Revenue Sharing - T.V.A. | | 650,403 | | 0 | 89,279 | 0 | | 16,758 | | |
| State Revenue Sharing - Telecommunications | | 36,755 | | 0 | 0 | 0 | | 0 | | |
| State Shared Sports Gaming Privilege Tax | | 31,868 | | 0 | 0 | 0 | | 0 | | |
| Contracted Prisoner Boarding | | 173,307 | | 0 | 0 | 0 | | 0 | | |
| Gasoline and Motor Fuel Tax | | 0 | | 0 | 0 | 0 | | 0 | | |
| Hybrid/Electric Vehicle Registration Fee | | 0 | | 0 | 0 | 0 | | 0 | | |
| Petroleum Special Tax | | 0 | | 0 | 0 | 0 | | 0 | | |
| Registrar's Salary Supplement | | 15,164 | | 0 | 0 | 0 | | 0 | | |
| Other State Grants | | 127,790 | | 0 | 0 | 0 | | 0 | | |
| Other State Revenues | | 27,093 | | 0 | 77,951 | 0 | | 0 | | |
| Total State of Tennessee | \$ | 1,677,208 | \$ | 0 | \$ | 167,230 | \$ | 0 | \$ | 16,758 |
| Federal Government | | | | | | | | | | |
| Federal Through State | | | | | | | | | | |
| USDA - Other | \$ | 0 | \$ | 0 | \$ | 0 | \$ | 0 | \$ | 0 |
| Community Development | | 412,603 | | 0 | | 0 | | 0 | | 0 |
| Homeland Security Grants | | 9,050 | | 0 | | 0 | | 0 | | 0 |
| Medicaid | | 52,326 | | 0 | | 0 | | 0 | | 0 |

(Continued)

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

| | Special Revenue Funds | | | | | |
|--|-----------------------|---------------------------------------|-----------------|--------------------------------|-----------------|--------------------------|
| | General | Courthouse and Jail Maintenance | Law Library | Solid Waste / Sanitation | Drug Control | Sports and Recreation |
| Federal Government (Cont.) | | | | | | |
| Federal Through State (Cont.) | | | | | | |
| American Rescue Plan Act Grant A | \$ 13,640 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Other Federal through State | 118,252 | 0 | 0 | 0 | 0 | 0 |
| Direct Federal Revenue | | | | | | |
| FHA Grant | 96,784 | 0 | 0 | 0 | 0 | 0 |
| American Rescue Plan Act Grant #6 | 493,729 | 0 | 0 | 0 | 0 | 0 |
| Total Federal Government | <u>\$ 1,196,384</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Other Governments and Citizens Groups | | | | | | |
| Other Governments | | | | | | |
| Contributions | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 |
| Citizens Groups | | | | | | |
| Donations | 39,613 | 0 | 0 | 0 | 0 | 0 |
| Other | | | | | | |
| Opioid Settlement Funds - Past Remediation | 154,807 | 0 | 0 | 0 | 0 | 0 |
| Total Other Governments and Citizens Groups | <u>\$ 194,420</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Total | <u>\$ 12,870,410</u> | <u>\$ 1,120</u> | <u>\$ 1,116</u> | <u>\$ 1,148,947</u> | <u>\$ 4,680</u> | <u>\$ 231,366</u> |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|--|-----------------------|--------------------------------|------------------------|----------------------|---------------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| Local Taxes | | | | | |
| County Property Taxes | | | | | |
| Current Property Tax | \$ 0 | \$ 0 | \$ 602,020 | \$ 473,550 | \$ 8,224,418 |
| Trustee's Collections - Prior Year | 0 | 0 | 15,878 | 12,489 | 210,371 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 0 | 0 | 6,227 | 4,898 | 84,414 |
| Interest and Penalty | 0 | 0 | 2,978 | 2,325 | 39,613 |
| Pickup Taxes | 0 | 0 | 38 | 30 | 514 |
| Payments in-Lieu-of Taxes - T.V.A. | 0 | 0 | 314 | 247 | 4,291 |
| Payments in-Lieu-of Taxes - Local Utilities | 0 | 0 | 24,634 | 19,377 | 336,413 |
| Payments in-Lieu-of Taxes - Other | 0 | 0 | 11,346 | 6,866 | 122,506 |
| County Local Option Taxes | | | | | |
| Local Option Sales Tax | 0 | 0 | 0 | 700,000 | 1,067,973 |
| Litigation Tax - General | 0 | 0 | 0 | 0 | 6,598 |
| Litigation Tax - Special Purpose | 0 | 0 | 0 | 0 | 33,915 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 0 | 0 | 0 | 0 | 14,956 |
| Litigation Tax - Courthouse Security | 0 | 0 | 0 | 0 | 1,793 |
| Business Tax | 0 | 0 | 9,462 | 7,602 | 129,238 |
| Mixed Drink Tax | 0 | 0 | 0 | 0 | 902 |
| Mineral Severance Tax | 0 | 0 | 47,791 | 0 | 47,791 |
| Statutory Local Taxes | | | | | |
| Bank Excise Tax | 0 | 0 | 0 | 0 | 110,997 |
| Wholesale Beer Tax | 0 | 0 | 0 | 0 | 10,068 |
| City Local Option Taxes | | | | | |
| Hotel/Motel Tax | 0 | 0 | 0 | 0 | 37,900 |
| Total Local Taxes | \$ 0 | \$ 0 | \$ 720,688 | \$ 1,227,384 | \$ 10,484,671 |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|--|-----------------------|--------------------------------|------------------------|----------------------|-----------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| Licenses and Permits | | | | | |
| Licenses | | | | | |
| Marriage Licenses | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 584 |
| Cable TV Franchise | 0 | 0 | 0 | 0 | 79,866 |
| Permits | | | | | |
| Beer Permits | 0 | 0 | 0 | 0 | 525 |
| Other Permits | 0 | 0 | 0 | 0 | 225 |
| Total Licenses and Permits | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 81,200 |
| Fines, Forfeitures, and Penalties | | | | | |
| Circuit Court | | | | | |
| Fines | \$ 0 | \$ 0 | \$ 154 | \$ 121 | \$ 2,100 |
| Officers Costs | 0 | 0 | 133 | 105 | 1,815 |
| Drug Control Fines | 0 | 0 | 0 | 0 | 6,177 |
| Jail Fees | 0 | 0 | 0 | 0 | 1,054 |
| DUI Treatment Fines | 0 | 0 | 0 | 0 | 190 |
| Data Entry Fee - Circuit Court | 0 | 0 | 0 | 0 | 554 |
| Criminal Court | | | | | |
| DUI Treatment Fines | 0 | 0 | 8 | 6 | 112 |
| Victims Assistance Assessments | 0 | 0 | 0 | 0 | 1,883 |
| General Sessions Court | | | | | |
| Fines | 0 | 0 | 397 | 326 | 5,590 |
| Officers Costs | 0 | 0 | 920 | 733 | 12,668 |
| Game and Fish Fines | 0 | 0 | 12 | 9 | 155 |
| Drug Control Fines | 0 | 0 | 0 | 0 | 2,321 |
| Jail Fees | 0 | 0 | 0 | 0 | 3,343 |
| DUI Treatment Fines | 0 | 0 | 0 | 0 | 3,752 |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|--|-----------------------|--------------------------------|------------------------|----------------------|------------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| Fines, Forfeitures, and Penalties (Cont.) | | | | | |
| General Sessions Court (Cont.) | | | | | |
| Data Entry Fee - General Sessions Court | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 6,157 |
| Courtroom Security Fee | 0 | 0 | 0 | 0 | 35,511 |
| Victims Assistance Assessments | 0 | 0 | 0 | 0 | 5,574 |
| Juvenile Court | | | | | |
| Fines | 0 | 0 | 11 | 9 | 155 |
| Officers Costs | 0 | 0 | 0 | 0 | 190 |
| Data Entry Fee - Juvenile Court | 0 | 0 | 0 | 0 | 132 |
| Chancery Court | | | | | |
| Officers Costs | 0 | 0 | 0 | 0 | 15,305 |
| Data Entry Fee - Chancery Court | 0 | 0 | 0 | 0 | 1,924 |
| Courtroom Security Fee | 0 | 0 | 0 | 0 | 4,523 |
| Total Fines, Forfeitures, and Penalties | \$ 0 | \$ 0 | \$ 1,635 | \$ 1,309 | \$ 111,185 |
| Charges for Current Services | | | | | |
| General Service Charges | | | | | |
| Other Employee Benefit Charges/Contributions | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 40 |
| Surcharge - Waste Tire Disposal | 0 | 0 | 0 | 0 | 3,180 |
| Patient Charges | 0 | 0 | 0 | 0 | 1,174,887 |
| Past Due Collections - Ambulance | 0 | 0 | 0 | 0 | 1,019 |
| Service Charges | 0 | 0 | 0 | 0 | 21,651 |
| Fees | | | | | |
| Recreation Fees | 0 | 0 | 0 | 0 | 27,841 |
| Copy Fees | 0 | 0 | 0 | 0 | 308 |
| Library Fees | 0 | 0 | 0 | 0 | 2,785 |
| Archives and Records Management Fee | 0 | 0 | 0 | 0 | 39,088 |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|---|-----------------------|--------------------------------|------------------------|----------------------|--------------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| Charges for Current Services (Cont.) | | | | | |
| Fees (Cont.) | | | | | |
| Telephone Commissions | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 33,192 |
| Fingerprint Fees | 0 | 0 | 0 | 0 | 3,736 |
| Constitutional Officers' Fees and Commissions | 0 | 219,426 | 0 | 0 | 219,426 |
| Special Commissioner Fees/Special Master Fees | 0 | 9,225 | 0 | 0 | 9,225 |
| Data Processing Fee - Register | 0 | 0 | 0 | 0 | 7,045 |
| Data Processing Fee - Sheriff | 0 | 0 | 0 | 0 | 1,715 |
| Sexual Offender Registration Fee - Sheriff | 0 | 0 | 0 | 0 | 1,900 |
| Data Processing Fee - County Clerk | 0 | 0 | 0 | 0 | 3,303 |
| Vehicle Registration Reinstatement Fees | 0 | 0 | 0 | 0 | 3,860 |
| Education Charges | | | | | |
| Other Charges for Services | 0 | 0 | 971 | 0 | 971 |
| Total Charges for Current Services | \$ 0 | \$ 228,651 | \$ 971 | \$ 0 | \$ 1,555,172 |
| Other Local Revenues | | | | | |
| Recurring Items | | | | | |
| Investment Income | \$ 1,440 | \$ 0 | \$ 0 | \$ 526,894 | \$ 528,334 |
| Lease/Rentals/PPP | 0 | 0 | 0 | 0 | 19,191 |
| Sale of Materials and Supplies | 0 | 0 | 0 | 0 | 135 |
| Commissary Sales | 0 | 0 | 0 | 0 | 11,280 |
| Sale of Recycled Materials | 0 | 0 | 1,232 | 0 | 33,288 |
| Miscellaneous Refunds | 0 | 0 | 29,841 | 0 | 38,589 |
| Nonrecurring Items | | | | | |
| Sale of Equipment | 0 | 0 | 3,800 | 0 | 18,167 |
| Sale of Property | 0 | 0 | 0 | 0 | 58,082 |
| Damages Recovered from Individuals | 0 | 0 | 0 | 0 | 1,151 |
| Contributions and Gifts | 0 | 0 | 0 | 0 | 85,847 |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|--|-----------------------|--------------------------------|------------------------|----------------------|------------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| Other Local Revenues (Cont.) | | | | | |
| Other Local Revenues | | | | | |
| Other Local Revenues | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 35,559 |
| Total Other Local Revenues | \$ 1,440 | \$ 0 | \$ 34,873 | \$ 526,894 | \$ 829,623 |
| Fees Received From County Officials | | | | | |
| Excess Fees | | | | | |
| Trustee | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 155,000 |
| Fees In-Lieu-of Salary | | | | | |
| County Clerk | 0 | 0 | 0 | 0 | 246,670 |
| Circuit Court Clerk | 0 | 0 | 0 | 0 | 18,164 |
| General Sessions Court Clerk | 0 | 0 | 0 | 0 | 89,936 |
| Clerk and Master | 0 | 0 | 0 | 0 | 63,612 |
| Juvenile Court Clerk | 0 | 0 | 0 | 0 | 9,217 |
| Register | 0 | 0 | 0 | 0 | 96,199 |
| Sheriff | 0 | 0 | 0 | 0 | 8,835 |
| Total Fees Received From County Officials | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 687,633 |
| State of Tennessee | | | | | |
| General Government Grants | | | | | |
| Juvenile Services Program | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 4,500 |
| Aging Programs | 0 | 0 | 0 | 0 | 9,549 |
| Public Safety Grants | | | | | |
| Law Enforcement Training Programs | 0 | 0 | 0 | 0 | 18,400 |
| School Resource Officer Grants | 0 | 0 | 0 | 0 | 402,139 |
| Health and Welfare Grants | | | | | |
| Public Health Nurses | 0 | 0 | 0 | 0 | 52,881 |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|--|-----------------------|--------------------------------|------------------------|----------------------|--------------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| State of Tennessee (Cont.) | | | | | |
| Public Works Grants | | | | | |
| State Aid Program | \$ 0 | \$ 0 | \$ 1,983,538 | \$ 0 | \$ 1,983,538 |
| Litter Program | 0 | 0 | 0 | 0 | 24,096 |
| Other State Revenues | | | | | |
| Income Tax | 0 | 0 | 0 | 0 | 232 |
| Beer Tax | 0 | 0 | 0 | 0 | 81,213 |
| Vehicle Certificate of Title Fees | 0 | 0 | 0 | 0 | 21,818 |
| Opioid Settlement Funds - TN Abatement Council | 110,738 | 0 | 0 | 0 | 110,738 |
| State Revenue Sharing - T.V.A. | 0 | 0 | 63,729 | 50,128 | 870,297 |
| State Revenue Sharing - Telecommunications | 0 | 0 | 0 | 0 | 36,755 |
| State Shared Sports Gaming Privilege Tax | 0 | 0 | 0 | 0 | 31,868 |
| Contracted Prisoner Boarding | 0 | 0 | 0 | 0 | 173,307 |
| Gasoline and Motor Fuel Tax | 0 | 0 | 2,172,539 | 0 | 2,172,539 |
| Hybrid/Electric Vehicle Registration Fee | 0 | 0 | 6,901 | 0 | 6,901 |
| Petroleum Special Tax | 0 | 0 | 15,589 | 0 | 15,589 |
| Registrar's Salary Supplement | 0 | 0 | 0 | 0 | 15,164 |
| Other State Grants | 0 | 0 | 0 | 0 | 127,790 |
| Other State Revenues | 0 | 0 | 24,169 | 0 | 129,213 |
| Total State of Tennessee | \$ 110,738 | \$ 0 | \$ 4,266,465 | \$ 50,128 | \$ 6,288,527 |
| Federal Government | | | | | |
| Federal Through State | | | | | |
| USDA - Other | \$ 0 | \$ 0 | \$ 17,637 | \$ 0 | \$ 17,637 |
| Community Development | 0 | 0 | 0 | 0 | 412,603 |
| Homeland Security Grants | 0 | 0 | 0 | 0 | 9,050 |
| Medicaid | 0 | 0 | 0 | 0 | 52,326 |

(Continued)

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

| | Special Revenue Funds | | | Debt Service Fund | |
|--|-----------------------|--------------------------------|------------------------|----------------------|----------------------|
| | Other Special Revenue | Constitutional Officers - Fees | Highway / Public Works | General Debt Service | Total |
| Federal Government (Cont.) | | | | | |
| Federal Through State (Cont.) | | | | | |
| American Rescue Plan Act Grant A | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 13,640 |
| Other Federal through State | 0 | 0 | 0 | 0 | 118,252 |
| Direct Federal Revenue | | | | | |
| FHA Grant | 0 | 0 | 0 | 0 | 96,784 |
| American Rescue Plan Act Grant #6 | 0 | 0 | 0 | 0 | 493,729 |
| Total Federal Government | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 17,637</u> | <u>\$ 0</u> | <u>\$ 1,214,021</u> |
| Other Governments and Citizens Groups | | | | | |
| Other Governments | | | | | |
| Contributions | \$ 0 | \$ 0 | \$ 0 | \$ 823,072 | \$ 823,072 |
| Citizens Groups | | | | | |
| Donations | 0 | 0 | 0 | 0 | 39,613 |
| Other | | | | | |
| Opioid Settlement Funds - Past Remediation | 0 | 0 | 0 | 0 | 154,807 |
| Total Other Governments and Citizens Groups | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 823,072</u> | <u>\$ 1,017,492</u> |
| Total | <u>\$ 112,178</u> | <u>\$ 228,651</u> | <u>\$ 5,042,269</u> | <u>\$ 2,628,787</u> | <u>\$ 22,269,524</u> |

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

| | Special Revenue Funds | | | | | |
|--|------------------------|-------------------------|-------------------|-----------------|--------------|--|
| | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Total | |
| Local Taxes | | | | | | |
| County Property Taxes | | | | | | |
| Current Property Tax | \$ 2,561,784 | \$ 0 | \$ 0 | \$ 0 | \$ 2,561,784 | |
| Trustee's Collections - Prior Year | 67,565 | 0 | 0 | 0 | 67,565 | |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 26,497 | 0 | 0 | 0 | 26,497 | |
| Interest and Penalty | 12,674 | 0 | 0 | 0 | 12,674 | |
| Pickup Taxes | 160 | 0 | 0 | 0 | 160 | |
| Payments in-Lieu-of Taxes - T.V.A. | 1,337 | 0 | 0 | 0 | 1,337 | |
| Payments in-Lieu-of Taxes - Local Utilities | 104,827 | 0 | 0 | 0 | 104,827 | |
| Payments in-Lieu-of Taxes - Other | 48,281 | 0 | 0 | 0 | 48,281 | |
| County Local Option Taxes | | | | | | |
| Local Option Sales Tax | 2,761,716 | 0 | 0 | 0 | 2,761,716 | |
| Business Tax | 40,263 | 0 | 0 | 0 | 40,263 | |
| Total Local Taxes | \$ 5,625,104 | \$ 0 | \$ 0 | \$ 0 | \$ 5,625,104 | |
| Licenses and Permits | | | | | | |
| Licenses | | | | | | |
| Marriage Licenses | \$ 546 | \$ 0 | \$ 0 | \$ 0 | \$ 546 | |
| Total Licenses and Permits | \$ 546 | \$ 0 | \$ 0 | \$ 0 | \$ 546 | |
| Fines, Forfeitures, and Penalties | | | | | | |
| Circuit Court | | | | | | |
| Fines | \$ 655 | \$ 0 | \$ 0 | \$ 0 | \$ 655 | |
| Officers Costs | 567 | 0 | 0 | 0 | 567 | |
| Criminal Court | | | | | | |
| DUI Treatment Fines | 35 | 0 | 0 | 0 | 35 | |

(Continued)

GRAINGER COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Grainger County School Department (Cont.)

| | Special Revenue Funds | | | | | |
|--|------------------------------|-------------------------------|----------------------|--------------------|------------|--|
| | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Total | |
| Fines, Forfeitures, and Penalties (Cont.) | | | | | | |
| General Sessions Court | | | | | | |
| Fines | \$ 1,691 | \$ 0 | \$ 0 | \$ 0 | \$ 1,691 | |
| Officers Costs | 3,915 | 0 | 0 | 0 | 3,915 | |
| Game and Fish Fines | 49 | 0 | 0 | 0 | 49 | |
| Juvenile Court | | | | | | |
| Fines | 49 | 0 | 0 | 0 | 49 | |
| Total Fines, Forfeitures, and Penalties | \$ 6,961 | \$ 0 | \$ 0 | \$ 0 | \$ 6,961 | |
| Charges for Current Services | | | | | | |
| Education Charges | | | | | | |
| Lunch Payments - Children | \$ 0 | \$ 0 | \$ 145,225 | \$ 0 | \$ 145,225 | |
| Lunch Payments - Adults | 0 | 0 | 46,468 | 0 | 46,468 | |
| Income from Breakfast | 0 | 0 | 2,064 | 0 | 2,064 | |
| A la Carte Sales | 0 | 0 | 83,204 | 0 | 83,204 | |
| Receipts from Individual Schools | 0 | 0 | 1,765 | 0 | 1,765 | |
| Other Charges for Services | 0 | 0 | 89,583 | 0 | 89,583 | |
| Total Charges for Current Services | \$ 0 | \$ 0 | \$ 368,309 | \$ 0 | \$ 368,309 | |
| Other Local Revenues | | | | | | |
| Recurring Items | | | | | | |
| Investment Income | \$ 24,758 | \$ 0 | \$ 9,943 | \$ 0 | \$ 34,701 | |
| Lease/Rentals/PPP | 1,650 | 0 | 0 | 0 | 1,650 | |
| Miscellaneous Refunds | 358,026 | 0 | 33,131 | 0 | 391,157 | |
| Nonrecurring Items | | | | | | |
| Contributions and Gifts | 3,000 | 0 | 0 | 0 | 3,000 | |

(Continued)

GRAINGER COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Grainger County School Department (Cont.)

| | | Special Revenue Funds | | | | |
|---|----|------------------------------|-------------------------------|----------------------|--------------------|---------------|
| | | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Total |
| Other Local Revenues (Cont.) | | | | | | |
| Other Local Revenues | | | | | | |
| Other Local Revenues | \$ | 3,401 | \$ 0 | \$ 0 | \$ 1,633,864 | \$ 1,637,265 |
| Total Other Local Revenues | \$ | 390,835 | \$ 0 | \$ 43,074 | \$ 1,633,864 | \$ 2,067,773 |
| State of Tennessee | | | | | | |
| General Government Grants | | | | | | |
| On-behalf Contributions for OPEB | \$ | 144,621 | \$ 0 | \$ 0 | \$ 0 | \$ 144,621 |
| State Education Funds | | | | | | |
| Tennessee Investment in Student Achievement | | 25,323,659 | 0 | 0 | 0 | 25,323,659 |
| TISA - On-behalf Payments | | 50,716 | 0 | 0 | 0 | 50,716 |
| Early Childhood Education | | 483,179 | 0 | 0 | 0 | 483,179 |
| School Food Service | | 0 | 0 | 16,370 | 0 | 16,370 |
| Driver Education | | 7,412 | 0 | 0 | 0 | 7,412 |
| Other State Education Funds | | 1,325,877 | 0 | 0 | 0 | 1,325,877 |
| Paid Parental Leave | | 55,348 | 0 | 0 | 0 | 55,348 |
| Career Ladder Program | | 46,122 | 0 | 0 | 0 | 46,122 |
| Other State Revenues | | | | | | |
| State Revenue Sharing - T.V.A. | | 271,187 | 0 | 0 | 0 | 271,187 |
| Other State Grants | | 129,194 | 0 | 0 | 0 | 129,194 |
| Total State of Tennessee | \$ | 27,837,315 | \$ 0 | \$ 16,370 | \$ 0 | \$ 27,853,685 |
| Federal Government | | | | | | |
| Federal Through State | | | | | | |
| USDA School Lunch Program | \$ | 0 | \$ 0 | \$ 1,198,172 | \$ 0 | \$ 1,198,172 |
| USDA - Commodities | | 0 | 0 | 145,405 | 0 | 145,405 |

(Continued)

GRAINGER COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Grainger County School Department (Cont.)

| Special Revenue Funds | | | | | |
|--|------------------------------|-------------------------------|----------------------|--------------------|---------------|
| | General Purpose School | School Federal Projects | Central Cafeteria | Internal School | Total |
| Federal Government (Cont.) | | | | | |
| Federal Through State (Cont.) | | | | | |
| Breakfast | \$ 0 | \$ 0 | \$ 453,432 | \$ 0 | \$ 453,432 |
| USDA - Other | 0 | 0 | 175,355 | 0 | 175,355 |
| Vocational Education - Basic Grants to States | 0 | 65,250 | 0 | 0 | 65,250 |
| Title I Grants to Local Education Agencies | 0 | 1,128,985 | 0 | 0 | 1,128,985 |
| Special Education - Grants to States | 0 | 1,282,893 | 0 | 0 | 1,282,893 |
| Special Education Preschool Grants | 0 | 32,611 | 0 | 0 | 32,611 |
| Rural Education | 0 | 93,560 | 0 | 0 | 93,560 |
| Eisenhower Professional Development State Grants | 0 | 130,196 | 0 | 0 | 130,196 |
| COVID-19 Grant B | 0 | 167,689 | 0 | 0 | 167,689 |
| American Rescue Plan Act Grant #1 | 0 | 4,439,913 | 0 | 0 | 4,439,913 |
| American Rescue Plan Act Grant #4 | 0 | 25,915 | 0 | 0 | 25,915 |
| Other Federal through State | 287,414 | 0 | 0 | 0 | 287,414 |
| Direct Federal Revenue | | | | | |
| ROTC Reimbursement | 74,934 | 0 | 0 | 0 | 74,934 |
| Total Federal Government | \$ 362,348 | \$ 7,367,012 | \$ 1,972,364 | \$ 0 | \$ 9,701,724 |
| Other Governments and Citizens Groups | | | | | |
| Other Governments | | | | | |
| Contributions | \$ 680,127 | \$ 0 | \$ 0 | \$ 0 | \$ 680,127 |
| Total Other Governments and Citizens Groups | \$ 680,127 | \$ 0 | \$ 0 | \$ 0 | \$ 680,127 |
| Total | \$ 34,903,236 | \$ 7,367,012 | \$ 2,400,117 | \$ 1,633,864 | \$ 46,304,229 |

GRAINGER 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 | \$ | 48,500 | |
| Social Security | | 3,710 | |
| Pensions | | 4,148 | |
| Dues and Memberships | | 1,450 | |
| Total County Commission | | | \$ 57,808 |

Beer Board

| | | | |
|----------------------------------|----|-----|-----|
| Board and Committee Members Fees | \$ | 375 | |
| Total Beer Board | | | 375 |

Budget and Finance Committee

| | | | |
|------------------------------------|----|-------|-------|
| Board and Committee Members Fees | \$ | 3,125 | |
| Total Budget and Finance Committee | | | 3,125 |

County Mayor/Executive

| | | | |
|---|----|---------|---------|
| County Official/ Administrative Officer | \$ | 110,015 | |
| Salary Supplements | | 2,400 | |
| Longevity Pay | | 500 | |
| Other Salaries and Wages | | 64,858 | |
| Social Security | | 12,618 | |
| Pensions | | 17,320 | |
| Medical Insurance | | 10,968 | |
| Unemployment Compensation | | 87 | |
| Data Processing Services | | 15,105 | |
| Maintenance Agreements | | 909 | |
| Postal Charges | | 1,938 | |
| Printing, Stationery, and Forms | | 300 | |
| Travel | | 2,394 | |
| Office Supplies | | 2,234 | |
| Office Equipment | | 593 | |
| Total County Mayor/Executive | | | 242,239 |

Election Commission

| | | | |
|---|----|--------|--|
| County Official/ Administrative Officer | \$ | 81,644 | |
| Assistant(s) | | 29,267 | |
| Salary Supplements | | 1,200 | |
| Part-time Personnel | | 1,825 | |
| Longevity Pay | | 750 | |
| Election Commission | | 19,000 | |
| Election Workers | | 15,234 | |
| In-service Training | | 700 | |
| Social Security | | 8,503 | |
| Pensions | | 11,010 | |
| Unemployment Compensation | | 63 | |
| Legal Notices, Recording, and Court Costs | | 4,905 | |
| Maintenance Agreements | | 16,947 | |
| Maintenance and Repair Services - Equipment | | 1,845 | |

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

| | | | |
|--|----|--------|------------|
| Maintenance and Repair Services - Office Equipment | \$ | 94 | |
| Postal Charges | | 2,338 | |
| Printing, Stationery, and Forms | | 3,187 | |
| Travel | | 3,770 | |
| Electricity | | 3,170 | |
| Office Supplies | | 2,654 | |
| Water and Sewer | | 602 | |
| Other Charges | | 390 | |
| Other Equipment | | 16,888 | |
| Total Election Commission | | | \$ 225,986 |

Register of Deeds

| | | | |
|--|----|--------|---------|
| County Official/Administrative Officer | \$ | 90,715 | |
| Salary Supplements | | 1,200 | |
| Clerical Personnel | | 59,364 | |
| Part-time Personnel | | 8,036 | |
| Longevity Pay | | 1,200 | |
| Social Security | | 11,986 | |
| Pensions | | 15,217 | |
| Medical Insurance | | 16,452 | |
| Unemployment Compensation | | 114 | |
| Data Processing Services | | 4,853 | |
| Dues and Memberships | | 1,424 | |
| Maintenance Agreements | | 3,170 | |
| Maintenance and Repair Services - Office Equipment | | 999 | |
| Postal Charges | | 306 | |
| Travel | | 4,097 | |
| Office Supplies | | 1,418 | |
| Office Equipment | | 7,376 | |
| Total Register of Deeds | | | 227,927 |

Planning

| | | | |
|----------------------------------|----|--------|--------|
| Board and Committee Members Fees | \$ | 8,875 | |
| Other Contracted Services | | 13,612 | |
| Total Planning | | | 22,487 |

County Buildings

| | | | |
|---|----|--------|--|
| Custodial Personnel | \$ | 33,542 | |
| Maintenance Personnel | | 14,065 | |
| Longevity Pay | | 150 | |
| Social Security | | 3,668 | |
| Pensions | | 4,164 | |
| Medical Insurance | | 5,474 | |
| Unemployment Compensation | | 43 | |
| Communication | | 11,830 | |
| Maintenance and Repair Services - Buildings | | 15,703 | |
| Other Contracted Services | | 202 | |

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

| | | | |
|------------------------|----|--------|------------|
| Custodial Supplies | \$ | 1,107 | |
| Electricity | | 24,836 | |
| Propane Gas | | 155 | |
| Water and Sewer | | 3,824 | |
| Building Improvements | | 17,661 | |
| Total County Buildings | | | \$ 136,424 |

Other Facilities

| | | | |
|---|----|---------|---------|
| Maintenance Personnel | \$ | 32,334 | |
| Longevity Pay | | 500 | |
| Social Security | | 2,299 | |
| Pensions | | 3,199 | |
| Medical Insurance | | 5,400 | |
| Unemployment Compensation | | 28 | |
| Communication | | 22,048 | |
| Maintenance and Repair Services - Buildings | | 136,481 | |
| Custodial Supplies | | 2,241 | |
| Electricity | | 112,623 | |
| Propane Gas | | 87,520 | |
| Water and Sewer | | 53,003 | |
| Total Other Facilities | | | 457,676 |

Preservation of Records

| | | | |
|-------------------------------|----|--------|--------|
| Part-time Personnel | \$ | 14,471 | |
| Social Security | | 1,107 | |
| Unemployment Compensation | | 28 | |
| Communication | | 3,433 | |
| Postal Charges | | 84 | |
| Office Supplies | | 281 | |
| Other Supplies and Materials | | 35 | |
| Other Charges | | 445 | |
| Total Preservation of Records | | | 19,884 |

Finance

Property Assessor's Office

| | | | |
|---|----|--------|--|
| County Official/ Administrative Officer | \$ | 90,715 | |
| Assistant(s) | | 25,276 | |
| Deputy(ies) | | 37,430 | |
| Salary Supplements | | 1,200 | |
| Part-time Personnel | | 18,055 | |
| Longevity Pay | | 600 | |
| Social Security | | 13,021 | |
| Pensions | | 12,676 | |
| Medical Insurance | | 5,917 | |
| Unemployment Compensation | | 130 | |
| Contracts with Private Agencies | | 1,680 | |
| Data Processing Services | | 14,624 | |

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

| | | | |
|--|----|-------|------------|
| Dues and Memberships | \$ | 1,450 | |
| Maintenance Agreements | | 789 | |
| Maintenance and Repair Services - Vehicles | | 74 | |
| Postal Charges | | 702 | |
| Printing, Stationery, and Forms | | 370 | |
| Travel | | 1,849 | |
| Gasoline | | 1,622 | |
| Office Supplies | | 1,953 | |
| Total Property Assessor's Office | | | \$ 230,133 |

County Trustee's Office

| | | | |
|------------------------------------|----|--------|---------|
| Social Security | \$ | 16,227 | |
| Pensions | | 18,818 | |
| Medical Insurance | | 10,804 | |
| Unemployment Compensation | | 105 | |
| Data Processing Services | | 31,608 | |
| Dues and Memberships | | 1,449 | |
| Maintenance Agreements | | 1,243 | |
| Postal Charges | | 9,010 | |
| Travel | | 4,316 | |
| Office Supplies | | 3,120 | |
| Premiums on Corporate Surety Bonds | | 3,696 | |
| Data Processing Equipment | | 1,386 | |
| Office Equipment | | 359 | |
| Total County Trustee's Office | | | 102,141 |

County Clerk's Office

| | | | |
|--|----|---------|---------|
| County Official/Administrative Officer | \$ | 90,715 | |
| Salary Supplements | | 3,600 | |
| Clerical Personnel | | 205,514 | |
| Longevity Pay | | 3,450 | |
| Social Security | | 22,868 | |
| Pensions | | 28,809 | |
| Medical Insurance | | 22,093 | |
| Unemployment Compensation | | 227 | |
| Data Processing Services | | 20,040 | |
| Dues and Memberships | | 2,033 | |
| Maintenance Agreements | | 898 | |
| Postal Charges | | 11,000 | |
| Printing, Stationery, and Forms | | 2,504 | |
| Travel | | 6,402 | |
| Office Supplies | | 6,124 | |
| Other Charges | | 5,114 | |
| Data Processing Equipment | | 1,438 | |
| Total County Clerk's Office | | | 432,829 |

(Continued)

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

General Fund (Cont.)

Administration of Justice

Circuit Court

| | | | |
|---|----|--------|------------|
| County Official/ Administrative Officer | \$ | 90,715 | |
| Deputy(ies) | | 34,385 | |
| Secretary(ies) | | 30,006 | |
| Longevity Pay | | 1,100 | |
| Jury and Witness Expense | | 10,008 | |
| Social Security | | 11,631 | |
| Pensions | | 15,350 | |
| Medical Insurance | | 16,256 | |
| Unemployment Compensation | | 56 | |
| Dues and Memberships | | 944 | |
| Maintenance Agreements | | 13,632 | |
| Postal Charges | | 3,622 | |
| Printing, Stationery, and Forms | | 1,712 | |
| Office Supplies | | 4,510 | |
| Data Processing Equipment | | 7,283 | |
| Office Equipment | | 29,000 | |
| Total Circuit Court | | | \$ 270,210 |

General Sessions Court

| | | | |
|------------------------------|----|---------|---------|
| Judge(s) | \$ | 118,649 | |
| Secretary(ies) | | 73,343 | |
| Longevity Pay | | 650 | |
| Social Security | | 13,359 | |
| Pensions | | 16,724 | |
| Medical Insurance | | 14,540 | |
| Unemployment Compensation | | 127 | |
| Maintenance Agreements | | 11,659 | |
| Travel | | 1,065 | |
| Other Contracted Services | | 1,411 | |
| Library Books/Media | | 2,752 | |
| Office Supplies | | 1,387 | |
| Data Processing Equipment | | 7,283 | |
| Total General Sessions Court | | | 262,949 |

Chancery Court

| | | | |
|---|----|--------|---------|
| County Official/ Administrative Officer | \$ | 90,715 | |
| Deputy(ies) | | 34,461 | |
| Social Security | | 9,276 | |
| Pensions | | 12,211 | |
| Medical Insurance | | 10,967 | |
| Unemployment Compensation | | 28 | |
| Dues and Memberships | | 759 | |
| Maintenance Agreements | | 6,812 | |
| Postal Charges | | 1,546 | |
| Printing, Stationery, and Forms | | 712 | |
| Library Books/Media | | 800 | |
| Office Supplies | | 1,491 | |
| Office Equipment | | 769 | |
| Total Chancery Court | | | 170,547 |

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

| | | | |
|--------------------------------------|----|--------|------------|
| Assistant(s) | \$ | 31,984 | |
| Supervisor/Director | | 43,230 | |
| Probation Officer(s) | | 4,766 | |
| Longevity Pay | | 950 | |
| Social Security | | 5,876 | |
| Pensions | | 7,430 | |
| Medical Insurance | | 11,130 | |
| Unemployment Compensation | | 56 | |
| Contracts with Other Public Agencies | | 1,195 | |
| Data Processing Services | | 341 | |
| Postal Charges | | 137 | |
| Travel | | 784 | |
| Food Preparation Supplies | | 352 | |
| Office Supplies | | 1,190 | |
| Other Supplies and Materials | | 329 | |
| Office Equipment | | 627 | |
| Total Juvenile Court | | | \$ 110,377 |

District Attorney General

| | | | |
|---------------------------------|----|--------|--------|
| Longevity Pay | \$ | 377 | |
| Other Salaries and Wages | | 41,880 | |
| Social Security | | 3,153 | |
| Pensions | | 4,117 | |
| Medical Insurance | | 5,400 | |
| Unemployment Compensation | | 28 | |
| Postal Charges | | 98 | |
| Travel | | 967 | |
| Office Supplies | | 608 | |
| Other Supplies and Materials | | 200 | |
| Maintenance Equipment | | 1,050 | |
| Total District Attorney General | | | 57,878 |

Public Safety

Sheriff's Department

| | | | |
|--|----|---------|--|
| County Official/Administrative Officer | \$ | 104,776 | |
| Deputy(ies) | | 692,827 | |
| Investigator(s) | | 55,790 | |
| Sergeant(s) | | 186,353 | |
| Medical Personnel | | 50,375 | |
| Salary Supplements | | 18,400 | |
| Secretary(ies) | | 62,529 | |
| School Resource Officer | | 287,892 | |
| Longevity Pay | | 8,450 | |
| In-service Training | | 16,259 | |
| Social Security | | 105,210 | |
| Pensions | | 130,810 | |
| Medical Insurance | | 116,322 | |

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

| | | | |
|--|----|---------|--------------|
| Unemployment Compensation | \$ | 718 | |
| Communication | | 53,513 | |
| Data Processing Services | | 9,304 | |
| Dues and Memberships | | 2,942 | |
| Lease/SBITA Payments | | 1,069 | |
| Maintenance Agreements | | 54,147 | |
| Maintenance and Repair Services - Vehicles | | 80,544 | |
| Postal Charges | | 977 | |
| Printing, Stationery, and Forms | | 578 | |
| Travel | | 10,075 | |
| Gasoline | | 123,803 | |
| Law Enforcement Supplies | | 176,985 | |
| Office Supplies | | 5,959 | |
| Tires and Tubes | | 8,181 | |
| Uniforms | | 13,726 | |
| Other Supplies and Materials | | 13,421 | |
| Other Charges | | 28,893 | |
| Communication Equipment | | 6,943 | |
| Motor Vehicles | | 354,707 | |
| Total Sheriff's Department | | | \$ 2,782,478 |

Jail

| | | | |
|------------------------------|----|---------|-----------|
| Guards | \$ | 664,057 | |
| Cafeteria Personnel | | 89,708 | |
| Longevity Pay | | 2,750 | |
| Social Security | | 56,482 | |
| Pensions | | 70,623 | |
| Medical Insurance | | 41,397 | |
| Unemployment Compensation | | 882 | |
| Medical and Dental Services | | 314,613 | |
| Other Contracted Services | | 22,442 | |
| Drugs and Medical Supplies | | 865 | |
| Food Preparation Supplies | | 253,475 | |
| Uniforms | | 8,375 | |
| Other Supplies and Materials | | 99,628 | |
| Other Charges | | 12,554 | |
| Total Jail | | | 1,637,851 |

Fire Prevention and Control

| | | | |
|------------------------------------|----|-------|-------|
| Contracts with Government Agencies | \$ | 1,500 | |
| Total Fire Prevention and Control | | | 1,500 |

Civil Defense

| | | | |
|---------------------------|----|--------|--|
| Supervisor/Director | \$ | 11,203 | |
| Social Security | | 857 | |
| Unemployment Compensation | | 29 | |
| Communication | | 3,293 | |

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

| | | | |
|--|----|-------|-----------|
| Maintenance and Repair Services - Equipment | \$ | 330 | |
| Maintenance and Repair Services - Office Equipment | | 1,432 | |
| Maintenance and Repair Services - Vehicles | | 888 | |
| Rentals | | 387 | |
| Gasoline | | 1,279 | |
| Office Supplies | | 148 | |
| Uniforms | | 105 | |
| Communication Equipment | | 9,213 | |
| Data Processing Equipment | | 444 | |
| Other Equipment | | 9,050 | |
| Total Civil Defense | | | \$ 38,658 |

Other Emergency Management

| | | | |
|----------------------------------|----|---------|---------|
| Contributions | \$ | 252,000 | |
| Data Processing Services | | 2,000 | |
| Lease/SBITA Payments | | 3,600 | |
| Communication Equipment | | 1,418 | |
| Total Other Emergency Management | | | 259,018 |

Inspection and Regulation

| | | | |
|---------------------------------|----|-------|-------|
| Supervisor/Director | \$ | 3,622 | |
| Social Security | | 277 | |
| Unemployment Compensation | | 1 | |
| Total Inspection and Regulation | | | 3,900 |

Public Health and Welfare

Local Health Center

| | | | |
|---|----|--------|---------|
| Longevity Pay | \$ | 300 | |
| Other Salaries and Wages | | 57,858 | |
| Social Security | | 4,325 | |
| Pensions | | 4,154 | |
| Medical Insurance | | 6,230 | |
| Unemployment Compensation | | 98 | |
| Communication | | 3,504 | |
| Dues and Memberships | | 375 | |
| Maintenance Agreements | | 13,308 | |
| Maintenance and Repair Services - Buildings | | 1,855 | |
| Travel | | 2,104 | |
| Drugs and Medical Supplies | | 233 | |
| Office Supplies | | 155 | |
| Utilities | | 13,448 | |
| Other Charges | | 22,697 | |
| Building Construction | | 18,187 | |
| Total Local Health Center | | | 148,831 |

Ambulance/Emergency Medical Services

| | | | |
|---------------------|----|--------|--|
| Supervisor/Director | \$ | 61,059 | |
|---------------------|----|--------|--|

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

| | | | |
|--|----|-----------|--------------|
| Medical Personnel | \$ | 1,219,913 | |
| Paraprofessionals | | 6,000 | |
| Longevity Pay | | 1,800 | |
| Other Salaries and Wages | | 35,862 | |
| In-service Training | | 4,396 | |
| Social Security | | 98,923 | |
| Pensions | | 120,997 | |
| Medical Insurance | | 89,815 | |
| Unemployment Compensation | | 885 | |
| Debt Collection Services | | 56,344 | |
| Licenses | | 3,451 | |
| Maintenance Agreements | | 21,952 | |
| Maintenance and Repair Services - Vehicles | | 41,163 | |
| Pest Control | | 3,168 | |
| Postal Charges | | 334 | |
| Rentals | | 7,200 | |
| Travel | | 1,118 | |
| Diesel Fuel | | 64,453 | |
| Drugs and Medical Supplies | | 72,145 | |
| Electricity | | 15,024 | |
| Office Supplies | | 2,784 | |
| Tires and Tubes | | 6,654 | |
| Uniforms | | 9,164 | |
| Water and Sewer | | 3,585 | |
| Other Supplies and Materials | | 4,454 | |
| Other Charges | | 28,419 | |
| Building Improvements | | 1,511 | |
| Communication Equipment | | 4,224 | |
| Health Equipment | | 120,160 | |
| Total Ambulance/Emergency Medical Services | | | \$ 2,106,957 |

Appropriation to State

| | | | |
|------------------------------------|----|--------|--------|
| Contracts with Government Agencies | \$ | 21,484 | |
| Total Appropriation to State | | | 21,484 |

General Welfare Assistance

| | | | |
|----------------------------------|----|-------|-------|
| Contributions | \$ | 7,000 | |
| Total General Welfare Assistance | | | 7,000 |

Sanitation Management

| | | | |
|-----------------------------|----|--------|--------|
| Solid Waste Equipment | \$ | 59,719 | |
| Total Sanitation Management | | | 59,719 |

Social, Cultural, and Recreational Services

Senior Citizens Assistance

| | | | |
|---------------------|----|--------|--|
| Supervisor/Director | \$ | 33,472 | |
| Longevity Pay | | 300 | |

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Senior Citizens Assistance (Cont.)

| | | | |
|----------------------------------|----|--------|-----------|
| Social Security | \$ | 2,553 | |
| Pensions | | 3,290 | |
| Unemployment Compensation | | 28 | |
| Communication | | 1,539 | |
| Contributions | | 24,983 | |
| Travel | | 6,852 | |
| Office Supplies | | 423 | |
| Total Senior Citizens Assistance | | | \$ 73,440 |

Libraries

| | | | |
|--|----|--------|---------|
| Assistant(s) | \$ | 16,617 | |
| Librarians | | 92,820 | |
| Longevity Pay | | 2,250 | |
| Social Security | | 8,031 | |
| Pensions | | 8,860 | |
| Medical Insurance | | 17,461 | |
| Unemployment Compensation | | 163 | |
| Communication | | 7,197 | |
| Data Processing Services | | 4,657 | |
| Maintenance and Repair Services - Buildings | | 1,229 | |
| Maintenance and Repair Services - Office Equipment | | 2,200 | |
| Postal Charges | | 653 | |
| Electricity | | 7,995 | |
| Library Books/Media | | 16,201 | |
| Office Supplies | | 987 | |
| Periodicals | | 664 | |
| Water and Sewer | | 712 | |
| Other Supplies and Materials | | 482 | |
| Other Charges | | 2,824 | |
| Total Libraries | | | 192,003 |

Agriculture and Natural Resources

Agricultural Extension Service

| | | | |
|--------------------------------------|----|--------|--------|
| Salary Supplements | \$ | 62,916 | |
| Communication | | 2,174 | |
| Dues and Memberships | | 260 | |
| Maintenance Agreements | | 1,338 | |
| Pest Control | | 264 | |
| Travel | | 100 | |
| Utilities | | 4,793 | |
| Water and Sewer | | 582 | |
| Total Agricultural Extension Service | | | 72,427 |

Soil Conservation

| | | | |
|---------------------|----|--------|--|
| Supervisor/Director | \$ | 31,948 | |
| Secretary(ies) | | 26,650 | |
| Longevity Pay | | 1,100 | |

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation (Cont.)

| | | | |
|------------------------------|----|--------|------------|
| Other Salaries and Wages | \$ | 33,403 | |
| Social Security | | 7,053 | |
| Pensions | | 9,070 | |
| Unemployment Compensation | | 84 | |
| Contributions | | 5,500 | |
| Maintenance Agreements | | 346 | |
| Rentals | | 4,200 | |
| Gasoline | | 582 | |
| Other Supplies and Materials | | 1,080 | |
| Other Charges | | 902 | |
| Office Equipment | | 595 | |
| Total Soil Conservation | | | \$ 122,513 |

Other Operations

Tourism

| | | | |
|---------------|----|-------|-------|
| Contributions | \$ | 3,000 | |
| Total Tourism | | | 3,000 |

Industrial Development

| | | | |
|---|----|--------|--------|
| Other Salaries and Wages | \$ | 45,947 | |
| Social Security | | 3,515 | |
| Pensions | | 2,496 | |
| Unemployment Compensation | | 56 | |
| Maintenance and Repair Services - Equipment | | 5,765 | |
| Postal Charges | | 56 | |
| Other Contracted Services | | 4,438 | |
| Electricity | | 17,180 | |
| Water and Sewer | | 1,197 | |
| Other Supplies and Materials | | 15,705 | |
| Other Charges | | 1,474 | |
| Total Industrial Development | | | 97,829 |

Other Economic and Community Development

| | | | |
|--|----|-----------|-----------|
| Other Construction | \$ | 1,042,104 | |
| Total Other Economic and Community Development | | | 1,042,104 |

Veterans' Services

| | | | |
|---------------------------|----|--------|--------|
| Supervisor/Director | \$ | 11,177 | |
| Social Security | | 855 | |
| Unemployment Compensation | | 29 | |
| Postal Charges | | 134 | |
| Travel | | 469 | |
| Office Supplies | | 349 | |
| Office Equipment | | 1,093 | |
| Total Veterans' Services | | | 14,106 |

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Other Charges

| | | | |
|---------------------------------|----|---------|------------|
| Other Contracted Services | \$ | 4,329 | |
| Building and Contents Insurance | | 57,203 | |
| Liability Insurance | | 108,852 | |
| Trustee's Commission | | 174,352 | |
| Vehicle and Equipment Insurance | | 59,402 | |
| Workers' Compensation Insurance | | 98,333 | |
| Total Other Charges | | | \$ 502,471 |

Contributions to Other Agencies

| | | | |
|---------------------------------------|----|-------|-------|
| Contributions | \$ | 3,775 | |
| Total Contributions to Other Agencies | | | 3,775 |

Miscellaneous

| | | | |
|------------------------------------|----|---------|---------|
| Audit Services | \$ | 10,117 | |
| Contributions | | 148,000 | |
| Legal Services | | 5,814 | |
| Pauper Burials | | 650 | |
| Premiums on Corporate Surety Bonds | | 1,000 | |
| Other Charges | | 29,861 | |
| Total Miscellaneous | | | 195,442 |

Highways

Litter and Trash Collection

| | | | |
|--------------------------------------|----|--------|--------|
| Guards | \$ | 43,860 | |
| Social Security | | 3,223 | |
| Pensions | | 4,258 | |
| Medical Insurance | | 5,433 | |
| Unemployment Compensation | | 28 | |
| Gasoline | | 2,811 | |
| Instructional Supplies and Materials | | 11,050 | |
| Other Supplies and Materials | | 1,432 | |
| Total Litter and Trash Collection | | | 72,095 |

Total General Fund \$ 12,489,596

Courthouse and Jail Maintenance Fund

General Government

County Buildings

| | | | |
|------------------------|----|----|-------|
| Trustee's Commission | \$ | 12 | |
| Total County Buildings | | | \$ 12 |

Total Courthouse and Jail Maintenance Fund 12

Law Library Fund

Social, Cultural, and Recreational Services

Libraries

| | | | |
|----------------------|----|----|-------|
| Trustee's Commission | \$ | 11 | |
| Total Libraries | | | \$ 11 |

Total Law Library Fund 11

(Continued)

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

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

| | | | |
|--|----|---------|--------------|
| Attendants | \$ | 288,973 | |
| Longevity Pay | | 800 | |
| Social Security | | 22,005 | |
| Pensions | | 11,138 | |
| Medical Insurance | | 17,002 | |
| Unemployment Compensation | | 566 | |
| Communication | | 1,979 | |
| Maintenance and Repair Services - Vehicles | | 6,727 | |
| Disposal Fees | | 638,313 | |
| Other Contracted Services | | 1,400 | |
| Asphalt - Hot Mix | | 23,683 | |
| Diesel Fuel | | 10,158 | |
| Lubricants | | 434 | |
| Tires and Tubes | | 388 | |
| Utilities | | 12,354 | |
| Other Supplies and Materials | | 55,571 | |
| Liability Insurance | | 12,040 | |
| Trustee's Commission | | 19,581 | |
| Vehicle and Equipment Insurance | | 16,521 | |
| Workers' Compensation Insurance | | 14,495 | |
| Total Sanitation Management | | | \$ 1,154,128 |

Postclosure Care Costs

| | | | |
|------------------------------|----|--------|--------|
| Other Contracted Services | \$ | 2,000 | |
| Testing | | 13,000 | |
| Other Supplies and Materials | | 375 | |
| Total Postclosure Care Costs | | | 15,375 |

Total Solid Waste/Sanitation Fund \$ 1,169,503

Drug Control Fund

Public Safety

Drug Enforcement

| | | | |
|------------------------|----|----|-------|
| Trustee's Commission | \$ | 43 | |
| Total Drug Enforcement | | | \$ 43 |

Total Drug Control Fund 43

Sports and Recreation Fund

Social, Cultural, and Recreational Services

Parks and Fair Boards

| | | | |
|---------------------|----|--------|--|
| Supervisor/Director | \$ | 39,467 | |
| Salary Supplements | | 1,200 | |
| Clerical Personnel | | 14,988 | |
| Custodial Personnel | | 39,303 | |
| Longevity Pay | | 1,150 | |
| Social Security | | 7,180 | |

(Continued)

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

Sports and Recreation Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards (Cont.)

| | | | |
|---|----|--------|------------|
| Pensions | \$ | 7,904 | |
| Medical Insurance | | 9,716 | |
| Unemployment Compensation | | 82 | |
| Communication | | 2,539 | |
| Contributions | | 8,569 | |
| Maintenance and Repair Services - Equipment | | 1,524 | |
| Postal Charges | | 384 | |
| Printing, Stationery, and Forms | | 98 | |
| Travel | | 1,013 | |
| Other Contracted Services | | 874 | |
| Electricity | | 24,612 | |
| Gasoline | | 4,300 | |
| Office Supplies | | 1,001 | |
| Other Supplies and Materials | | 2,196 | |
| Trustee's Commission | | 4,024 | |
| Vehicle and Equipment Insurance | | 8,000 | |
| Other Charges | | 34,012 | |
| Maintenance Equipment | | 5,673 | |
| Other Construction | | 2,685 | |
| Total Parks and Fair Boards | | | \$ 222,494 |

Total Sports and Recreation Fund \$ 222,494

Other General Government Special Revenue Fund

Other Operations

American Rescue Plan Act Grant #1

| | | | |
|---|----|---------|------------|
| Building Improvements | \$ | 104,512 | |
| Total American Rescue Plan Act Grant #1 | | | \$ 104,512 |

American Rescue Plan Act Grant #3

| | | | |
|---|----|--------|--------|
| Other Construction | \$ | 58,204 | |
| Total American Rescue Plan Act Grant #3 | | | 58,204 |

American Rescue Plan Act Grant #4

| | | | |
|---|----|--------|--------|
| Communication Equipment | \$ | 13,638 | |
| Total American Rescue Plan Act Grant #4 | | | 13,638 |

American Rescue Plan Act Grant #5

| | | | |
|---|----|--------|--------|
| Data Processing Equipment | \$ | 17,987 | |
| Total American Rescue Plan Act Grant #5 | | | 17,987 |

American Rescue Plan Act Grant #6

| | | | |
|---|----|--------|--------|
| Office Equipment | \$ | 15,692 | |
| Total American Rescue Plan Act Grant #6 | | | 15,692 |

American Rescue Plan Act Grant #8

| | | | |
|---|----|---------|---------|
| Motor Vehicles | \$ | 413,217 | |
| Total American Rescue Plan Act Grant #8 | | | 413,217 |

Total Other General Government Special Revenue Fund 623,250

(Continued)

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

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

| | | |
|---|------------|------------|
| Constitutional Officers' Operating Expenses | \$ 215,244 | |
| Total County Trustee's Office | | \$ 215,244 |

Administration of Justice

Chancery Court

| | | |
|---|----------|-------|
| Special Commissioner Fees/Special Master Fees | \$ 9,225 | |
| Total Chancery Court | | 9,225 |

Total Constitutional Officers - Fees Fund \$ 224,469

Highway/Public Works Fund

Highways

Administration

| | | |
|---|-----------|------------|
| County Official/Administrative Officer | \$ 99,787 | |
| Accountants/Bookkeepers | 42,075 | |
| Salary Supplements | 1,950 | |
| Secretary(ies) | 16,761 | |
| Social Security | 12,136 | |
| Pensions | 14,036 | |
| Life Insurance | 43 | |
| Medical Insurance | 5,601 | |
| Unemployment Compensation | 420 | |
| Data Processing Services | 11,091 | |
| Legal Notices, Recording, and Court Costs | 210 | |
| Postal Charges | 986 | |
| Travel | 833 | |
| Office Supplies | 1,565 | |
| Other Charges | 4,777 | |
| Total Administration | | \$ 212,271 |

Highway and Bridge Maintenance

| | | |
|---------------------------|-----------|--|
| Salary Supplements | \$ 10,200 | |
| Foremen | 132,903 | |
| Equipment Operators | 233,899 | |
| Truck Drivers | 264,236 | |
| Laborers | 253,796 | |
| Social Security | 67,437 | |
| Pensions | 80,920 | |
| Life Insurance | 473 | |
| Medical Insurance | 95,951 | |
| Unemployment Compensation | 6,300 | |
| Rentals | 3,755 | |
| Asphalt - Cold Mix | 4,538 | |
| Asphalt - Hot Mix | 369,098 | |
| Crushed Stone | 33,197 | |
| Road Signs | 10,061 | |
| Small Tools | 62 | |

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

| | | | |
|--------------------------------------|----|-------|--------------|
| Other Supplies and Materials | \$ | 2,560 | |
| Other Charges | | 5,128 | |
| Total Highway and Bridge Maintenance | | | \$ 1,574,514 |

Operation and Maintenance of Equipment

| | | | |
|--|----|--------|---------|
| Salary Supplements | \$ | 200 | |
| Mechanic(s) | | 52,298 | |
| Nightwatchmen | | 16,548 | |
| Social Security | | 5,180 | |
| Pensions | | 5,124 | |
| Life Insurance | | 27 | |
| Medical Insurance | | 8,984 | |
| Unemployment Compensation | | 420 | |
| Maintenance and Repair Services - Equipment | | 21,230 | |
| Diesel Fuel | | 61,409 | |
| Electricity | | 4,998 | |
| Equipment and Machinery Parts | | 72,491 | |
| Gasoline | | 55,229 | |
| Lubricants | | 6,504 | |
| Small Tools | | 1,603 | |
| Tires and Tubes | | 18,950 | |
| Other Supplies and Materials | | 3,354 | |
| Total Operation and Maintenance of Equipment | | | 334,549 |

Other Charges

| | | | |
|---------------------------------|----|---------|---------|
| Communication | \$ | 7,095 | |
| Custodial Supplies | | 74 | |
| Electricity | | 2,966 | |
| Water and Sewer | | 635 | |
| Trustee's Commission | | 36,471 | |
| Vehicle and Equipment Insurance | | 144,006 | |
| Workers' Compensation Insurance | | 101,462 | |
| Other Self-insured Claims | | 243 | |
| Total Other Charges | | | 292,952 |

Capital Outlay

| | | | |
|-----------------------|----|-----------|-----------|
| Building Improvements | \$ | 4,807 | |
| Highway Equipment | | 303,221 | |
| State Aid Projects | | 1,915,999 | |
| Total Capital Outlay | | | 2,224,027 |

Total Highway/Public Works Fund \$ 4,638,313

General Debt Service Fund

Principal on Debt

General Government

| | | | |
|--------------------------|----|---------|------------|
| Principal on Bonds | \$ | 165,100 | |
| Principal on Notes | | 19,712 | |
| Total General Government | | | \$ 184,812 |

(Continued)

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

General Debt Service Fund (Cont.)

Principal on Debt (Cont.)

Education

| | | |
|--------------------------|----------------|--------------|
| Principal on Bonds | \$ 1,279,900 | |
| Principal on Other Loans | <u>109,368</u> | |
| Total Education | | \$ 1,389,268 |

Interest on Debt

General Government

| | | |
|--------------------------|------------|--------|
| Interest on Bonds | \$ 77,863 | |
| Interest on Notes | <u>562</u> | |
| Total General Government | | 78,425 |

Education

| | | |
|-------------------------|---------------|---------|
| Interest on Bonds | \$ 332,087 | |
| Interest on Other Loans | <u>13,704</u> | |
| Total Education | | 345,791 |

Other Debt Service

General Government

| | | |
|--------------------------|------------------|--------|
| Trustee's Commission | \$ <u>25,943</u> | |
| Total General Government | | 25,943 |

Education

| | | |
|--------------------|-----------------|--------------|
| Other Debt Service | \$ <u>3,500</u> | |
| Total Education | | <u>3,500</u> |

Total General Debt Service Fund \$ 2,027,739

Total Governmental Funds - Primary Government \$ 21,395,430

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

General Purpose School Fund

Instruction

Regular Instruction Program

| | | | |
|---|----|-----------|---------------|
| Teachers | \$ | 9,228,541 | |
| Career Ladder Program | | 27,030 | |
| Homebound Teachers | | 11,858 | |
| Educational Assistants | | 412,309 | |
| Bonus Payments | | 156,521 | |
| Other Salaries and Wages | | 464,716 | |
| Social Security | | 589,708 | |
| Pensions | | 712,209 | |
| Life Insurance | | 4,152 | |
| Medical Insurance | | 1,711,674 | |
| Unemployment Compensation | | 2,108 | |
| Employer Medicare | | 138,868 | |
| Contracts for Substitute Teachers - Certified | | 31,696 | |
| Contracts for Substitute Teachers - Non-certified | | 294,398 | |
| Other Contracted Services | | 7,264 | |
| Instructional Supplies and Materials | | 120,582 | |
| Textbooks - Bound | | 216,211 | |
| Other Supplies and Materials | | 400 | |
| TISA - On-behalf Payments | | 50,716 | |
| Other Charges | | 146,938 | |
| Regular Instruction Equipment | | 33,425 | |
| Total Regular Instruction Program | | | \$ 14,361,324 |

Alternative Instruction Program

| | | | |
|---------------------------------------|----|--------|--------|
| Teachers | \$ | 52,130 | |
| Social Security | | 3,232 | |
| Pensions | | 3,550 | |
| Life Insurance | | 24 | |
| Medical Insurance | | 4,284 | |
| Employer Medicare | | 756 | |
| Other Supplies and Materials | | 8,690 | |
| Total Alternative Instruction Program | | | 72,666 |

Special Education Program

| | | | |
|--------------------------|----|---------|--|
| Teachers | \$ | 994,750 | |
| Career Ladder Program | | 3,000 | |
| Homebound Teachers | | 18,296 | |
| Educational Assistants | | 397,151 | |
| Speech Pathologist | | 72,763 | |
| Bonus Payments | | 45,513 | |
| Other Salaries and Wages | | 146,809 | |
| Social Security | | 94,967 | |
| Pensions | | 137,752 | |
| Life Insurance | | 525 | |
| Medical Insurance | | 235,261 | |
| Employer Medicare | | 22,849 | |

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

| | | | |
|---|----|---------|--------------|
| Contracts with Private Agencies | \$ | 196,868 | |
| Contracts for Substitute Teachers - Certified | | 6,561 | |
| Contracts for Substitute Teachers - Non-certified | | 97,874 | |
| Other Contracted Services | | 62,635 | |
| Instructional Supplies and Materials | | 5,889 | |
| Other Supplies and Materials | | 7,079 | |
| Other Charges | | 9,755 | |
| Special Education Equipment | | 13,540 | |
| Total Special Education Program | | | \$ 2,569,837 |

Career and Technical Education Program

| | | | |
|---|----|---------|-----------|
| Teachers | \$ | 924,513 | |
| Guidance Personnel | | 64,903 | |
| Other Salaries and Wages | | 37,674 | |
| Social Security | | 59,629 | |
| Pensions | | 73,184 | |
| Life Insurance | | 426 | |
| Medical Insurance | | 171,039 | |
| Employer Medicare | | 13,946 | |
| Contracts for Substitute Teachers - Certified | | 4,951 | |
| Contracts for Substitute Teachers - Non-certified | | 15,944 | |
| Instructional Supplies and Materials | | 46,752 | |
| T&I Construction Materials | | 2,656 | |
| Software | | 15,382 | |
| Other Supplies and Materials | | 7,154 | |
| In Service/Staff Development | | 2,079 | |
| Other Charges | | 3,453 | |
| Vocational Instruction Equipment | | 402,436 | |
| Total Career and Technical Education Program | | | 1,846,121 |

Student Body Education Program

| | | | |
|--------------------------------------|----|--------|--------|
| Instructional Supplies and Materials | \$ | 28,815 | |
| Total Student Body Education Program | | | 28,815 |

Adult Education Program

| | | | |
|--------------------------------------|----|--------|--------|
| Teachers | \$ | 51,790 | |
| Social Security | | 2,785 | |
| Pensions | | 3,527 | |
| Life Insurance | | 24 | |
| Medical Insurance | | 12,424 | |
| Employer Medicare | | 651 | |
| Instructional Supplies and Materials | | 220 | |
| Total Adult Education Program | | | 71,421 |

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services

Attendance

| | | | |
|---------------------|----|-------|----------|
| Supervisor/Director | \$ | 6,727 | |
| Social Security | | 417 | |
| Pensions | | 458 | |
| Employer Medicare | | 98 | |
| Total Attendance | | | \$ 7,700 |

Health Services

| | | | |
|----------------------------|----|---------|---------|
| Supervisor/Director | \$ | 57,343 | |
| Medical Personnel | | 308,183 | |
| Other Salaries and Wages | | 35,632 | |
| Social Security | | 22,345 | |
| Pensions | | 37,633 | |
| Life Insurance | | 189 | |
| Medical Insurance | | 82,780 | |
| Employer Medicare | | 5,226 | |
| Travel | | 1,453 | |
| Drugs and Medical Supplies | | 956 | |
| Other Charges | | 429 | |
| Health Equipment | | 1,920 | |
| Total Health Services | | | 554,089 |

Other Student Support

| | | | |
|------------------------------|----|---------|---------|
| Career Ladder Program | \$ | 2,000 | |
| Guidance Personnel | | 324,909 | |
| Social Security | | 17,131 | |
| Pensions | | 25,554 | |
| Life Insurance | | 143 | |
| Medical Insurance | | 62,605 | |
| Employer Medicare | | 4,006 | |
| Evaluation and Testing | | 23,272 | |
| Travel | | 537 | |
| Other Supplies and Materials | | 19,898 | |
| Other Equipment | | 7,296 | |
| Total Other Student Support | | | 487,351 |

Regular Instruction Program

| | | | |
|--------------------------|----|---------|--|
| Supervisor/Director | \$ | 308,384 | |
| Career Ladder Program | | 3,500 | |
| Librarians | | 278,645 | |
| Other Salaries and Wages | | 4,745 | |
| Social Security | | 35,909 | |
| Pensions | | 41,539 | |
| Life Insurance | | 214 | |
| Medical Insurance | | 67,800 | |
| Employer Medicare | | 8,398 | |
| Travel | | 9,365 | |

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

| | | | |
|-----------------------------------|----|-------|------------|
| Library Books/Media | \$ | 3,688 | |
| Other Supplies and Materials | | 3,908 | |
| In Service/Staff Development | | 3,939 | |
| Total Regular Instruction Program | | | \$ 770,034 |

Special Education Program

| | | | |
|---|----|---------|---------|
| Supervisor/Director | \$ | 72,000 | |
| Career Ladder Program | | 1,000 | |
| Psychological Personnel | | 55,671 | |
| Bonus Payments | | 3,475 | |
| Other Salaries and Wages | | 77,447 | |
| Social Security | | 12,698 | |
| Pensions | | 15,417 | |
| Life Insurance | | 71 | |
| Medical Insurance | | 16,009 | |
| Employer Medicare | | 2,970 | |
| Communication | | 3,380 | |
| Contracts with Private Agencies | | 213,564 | |
| Lease/SBITA Payments | | 3,490 | |
| Maintenance and Repair Services - Equipment | | 709 | |
| Postal Charges | | 403 | |
| Travel | | 6,652 | |
| Other Supplies and Materials | | 37 | |
| In Service/Staff Development | | 6,200 | |
| Other Charges | | 9,459 | |
| Other Equipment | | 500 | |
| Total Special Education Program | | | 501,152 |

Career and Technical Education Program

| | | | |
|--|----|--------|---------|
| Supervisor/Director | \$ | 80,568 | |
| Social Security | | 4,763 | |
| Pensions | | 5,487 | |
| Life Insurance | | 24 | |
| Medical Insurance | | 10,416 | |
| Employer Medicare | | 1,114 | |
| Travel | | 13,756 | |
| Other Contracted Services | | 20,377 | |
| Other Supplies and Materials | | 1,423 | |
| In Service/Staff Development | | 11,304 | |
| Other Charges | | 1,804 | |
| Other Equipment | | 64,916 | |
| Total Career and Technical Education Program | | | 215,952 |

Technology

| | | | |
|--------------------------|----|---------|--|
| Other Salaries and Wages | \$ | 106,123 | |
| Social Security | | 6,224 | |

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

| | | | |
|---|----|---------|------------|
| Pensions | \$ | 10,184 | |
| Medical Insurance | | 10,852 | |
| Employer Medicare | | 1,456 | |
| Maintenance and Repair Services - Equipment | | 20,845 | |
| Internet Connectivity | | 680,127 | |
| Other Contracted Services | | 9,640 | |
| Other Charges | | 1,771 | |
| Other Equipment | | 1,642 | |
| Total Technology | | | \$ 848,864 |

Other Programs

| | | | |
|----------------------------|----|---------|---------|
| On-behalf Payments to OPEB | \$ | 144,621 | |
| Total Other Programs | | | 144,621 |

Board of Education

| | | | |
|------------------------------------|----|---------|---------|
| Other Salaries and Wages | \$ | 45,255 | |
| Board and Committee Members Fees | | 25,875 | |
| Social Security | | 4,228 | |
| Pensions | | 6,596 | |
| Employer Medicare | | 1,030 | |
| Audit Services | | 16,600 | |
| Dues and Memberships | | 22,019 | |
| Legal Services | | 33,386 | |
| Travel | | 14,257 | |
| Liability Insurance | | 120,000 | |
| Premiums on Corporate Surety Bonds | | 4,400 | |
| Trustee's Commission | | 98,237 | |
| Workers' Compensation Insurance | | 138,000 | |
| Other Charges | | 1,254 | |
| Total Board of Education | | | 531,137 |

Director of Schools

| | | | |
|--|----|---------|--|
| County Official/Administrative Officer | \$ | 108,000 | |
| Supervisor/Director | | 8,000 | |
| Career Ladder Program | | 1,000 | |
| Secretary(ies) | | 95,517 | |
| Overtime Pay | | 2,342 | |
| Other Salaries and Wages | | 98,604 | |
| Social Security | | 17,914 | |
| Pensions | | 24,796 | |
| Life Insurance | | 27 | |
| Medical Insurance | | 15,084 | |
| Employer Medicare | | 4,444 | |
| Communication | | 24,558 | |
| Dues and Memberships | | 2,412 | |
| Postal Charges | | 4,610 | |

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

| | | | |
|------------------------------|----|--------|------------|
| Travel | \$ | 2,330 | |
| Other Contracted Services | | 14,784 | |
| Office Supplies | | 7,716 | |
| In Service/Staff Development | | 8,138 | |
| Other Charges | | 11,473 | |
| Total Director of Schools | | | \$ 451,749 |

Office of the Principal

| | | | |
|-------------------------------|----|---------|-----------|
| Principals | \$ | 546,480 | |
| Career Ladder Program | | 2,500 | |
| Assistant Principals | | 477,423 | |
| Secretary(ies) | | 253,976 | |
| Social Security | | 73,275 | |
| Pensions | | 94,658 | |
| Life Insurance | | 330 | |
| Medical Insurance | | 195,586 | |
| Employer Medicare | | 17,137 | |
| Communication | | 24,368 | |
| Travel | | 1,377 | |
| Other Contracted Services | | 45,834 | |
| Other Charges | | 48,446 | |
| Total Office of the Principal | | | 1,781,390 |

Operation of Plant

| | | | |
|---------------------------------|----|---------|-----------|
| Custodial Personnel | \$ | 537,591 | |
| Overtime Pay | | 445 | |
| Other Salaries and Wages | | 24,869 | |
| Social Security | | 29,228 | |
| Pensions | | 48,089 | |
| Employer Medicare | | 6,957 | |
| Other Contracted Services | | 12,500 | |
| Custodial Supplies | | 69,095 | |
| Electricity | | 810,973 | |
| Natural Gas | | 28,705 | |
| Water and Sewer | | 76,002 | |
| Other Supplies and Materials | | 25,946 | |
| Building and Contents Insurance | | 125,824 | |
| Total Operation of Plant | | | 1,796,224 |

Maintenance of Plant

| | | | |
|--------------------------|----|---------|--|
| Supervisor/Director | \$ | 77,556 | |
| Other Salaries and Wages | | 409,332 | |
| Social Security | | 28,584 | |
| Pensions | | 43,402 | |
| Life Insurance | | 22 | |
| Medical Insurance | | 33,398 | |

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

| | | | |
|---|----|---------|------------|
| Employer Medicare | \$ | 6,853 | |
| Maintenance and Repair Services - Buildings | | 206,460 | |
| Travel | | 87 | |
| Other Supplies and Materials | | 23,184 | |
| Other Charges | | 118,149 | |
| Total Maintenance of Plant | | | \$ 947,027 |

Transportation

| | | | |
|--|----|---------|-----------|
| Bus Drivers | \$ | 355,811 | |
| Other Salaries and Wages | | 61,242 | |
| Social Security | | 24,009 | |
| Pensions | | 30,880 | |
| Employer Medicare | | 5,786 | |
| Contracts with Parents | | 48,710 | |
| Contracts with Vehicle Owners | | 791,931 | |
| Maintenance and Repair Services - Vehicles | | 70,087 | |
| Medical and Dental Services | | 6,987 | |
| Travel | | 520 | |
| Other Contracted Services | | 226 | |
| Diesel Fuel | | 135,395 | |
| Gasoline | | 42,127 | |
| Lubricants | | 5,000 | |
| Tires and Tubes | | 10,000 | |
| Vehicle and Equipment Insurance | | 84,000 | |
| Other Charges | | 13,485 | |
| Transportation Equipment | | 314,428 | |
| Total Transportation | | | 2,000,624 |

Operation of Non-Instructional Services

Food Service

| | | | |
|---------------------|----|--------|--------|
| Cafeteria Personnel | \$ | 16,175 | |
| Social Security | | 1,003 | |
| Pensions | | 970 | |
| Employer Medicare | | 235 | |
| Total Food Service | | | 18,383 |

Community Services

| | | | |
|--------------------------|----|--------|--------|
| Other Salaries and Wages | \$ | 23,648 | |
| Social Security | | 1,461 | |
| Pensions | | 2,308 | |
| Employer Medicare | | 342 | |
| Travel | | 577 | |
| Total Community Services | | | 28,336 |

Early Childhood Education

| | | | |
|---------------------|----|--------|--|
| Supervisor/Director | \$ | 12,210 | |
|---------------------|----|--------|--|

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

| | | | |
|---------------------------------|----|---------|------------|
| Teachers | \$ | 213,132 | |
| Educational Assistants | | 90,993 | |
| Social Security | | 18,161 | |
| Pensions | | 24,227 | |
| Life Insurance | | 89 | |
| Medical Insurance | | 36,000 | |
| Employer Medicare | | 4,247 | |
| Other Supplies and Materials | | 20,405 | |
| In Service/Staff Development | | 200 | |
| Total Early Childhood Education | | | \$ 419,664 |

Capital Outlay

Regular Capital Outlay

| | | | |
|------------------------------|----|--------|---------|
| Architects | \$ | 73,105 | |
| Building Improvements | | 50,148 | |
| Other Capital Outlay | | 6,816 | |
| Total Regular Capital Outlay | | | 130,069 |

Other Debt Service

Education

| | | | |
|---|----|---------|---------|
| Debt Service Contribution to Primary Government | \$ | 823,072 | |
| Total Education | | | 823,072 |

| | | | |
|-----------------------------------|--|--|---------------|
| Total General Purpose School Fund | | | \$ 31,407,622 |
|-----------------------------------|--|--|---------------|

School Federal Projects Fund

Instruction

Regular Instruction Program

| | | | |
|---|----|---------|--------------|
| Teachers | \$ | 357,460 | |
| Educational Assistants | | 392,037 | |
| Bonus Payments | | 18,625 | |
| Other Salaries and Wages | | 559,542 | |
| Social Security | | 64,513 | |
| Pensions | | 88,301 | |
| Life Insurance | | 274 | |
| Medical Insurance | | 116,232 | |
| Employer Medicare | | 17,698 | |
| Tuition | | 11,214 | |
| Contracts for Substitute Teachers - Certified | | 1,003 | |
| Contracts for Substitute Teachers - Non-certified | | 39,661 | |
| Other Contracted Services | | 30,600 | |
| Instructional Supplies and Materials | | 216,936 | |
| Other Supplies and Materials | | 169,221 | |
| Regular Instruction Equipment | | 522,077 | |
| Total Regular Instruction Program | | | \$ 2,605,394 |

(Continued)

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

Discretely Presented Grainger County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program

| | | | |
|---|----|---------|------------|
| Homebound Teachers | \$ | 7,526 | |
| Educational Assistants | | 342,930 | |
| Speech Pathologist | | 59,800 | |
| Bonus Payments | | 1,700 | |
| Other Salaries and Wages | | 32,891 | |
| Social Security | | 25,531 | |
| Pensions | | 40,431 | |
| Life Insurance | | 24 | |
| Medical Insurance | | 8,094 | |
| Employer Medicare | | 6,049 | |
| Contracts with Private Agencies | | 143,726 | |
| Contracts for Substitute Teachers - Non-certified | | 15,400 | |
| Instructional Supplies and Materials | | 3,687 | |
| Other Supplies and Materials | | 13,581 | |
| Special Education Equipment | | 30,901 | |
| Total Special Education Program | | | \$ 732,271 |

Career and Technical Education Program

| | | | |
|--|----|--------|--------|
| Other Salaries and Wages | \$ | 3,000 | |
| Social Security | | 186 | |
| Pensions | | 204 | |
| Employer Medicare | | 43 | |
| Instructional Supplies and Materials | | 13,940 | |
| Other Supplies and Materials | | 14,458 | |
| Vocational Instruction Equipment | | 18,490 | |
| Total Career and Technical Education Program | | | 50,321 |

Support Services

Other Student Support

| | | | |
|------------------------------|----|--------|---------|
| Guidance Personnel | \$ | 99,133 | |
| Other Salaries and Wages | | 49,002 | |
| Social Security | | 8,808 | |
| Pensions | | 11,656 | |
| Life Insurance | | 73 | |
| Medical Insurance | | 19,058 | |
| Employer Medicare | | 2,060 | |
| Evaluation and Testing | | 312 | |
| Travel | | 9,429 | |
| Other Supplies and Materials | | 2,100 | |
| In Service/Staff Development | | 4,500 | |
| Total Other Student Support | | | 206,131 |

Regular Instruction Program

| | | | |
|---------------------|----|--------|--|
| Supervisor/Director | \$ | 90,165 | |
| Clerical Personnel | | 33,046 | |
| Bonus Payments | | 1,900 | |

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

| | | | |
|-----------------------------------|----|--------|------------|
| Social Security | \$ | 7,317 | |
| Pensions | | 9,510 | |
| Life Insurance | | 24 | |
| Medical Insurance | | 18,465 | |
| Employer Medicare | | 1,711 | |
| Travel | | 936 | |
| Other Contracted Services | | 71,250 | |
| Library Books/Media | | 17,412 | |
| Other Supplies and Materials | | 13,082 | |
| In Service/Staff Development | | 68,802 | |
| Total Regular Instruction Program | | | \$ 333,620 |

Special Education Program

| | | | |
|---------------------------------|----|---------|---------|
| Clerical Personnel | \$ | 600 | |
| Social Security | | 37 | |
| Pensions | | 36 | |
| Employer Medicare | | 9 | |
| Contracts with Private Agencies | | 373,884 | |
| Evaluation and Testing | | 1,388 | |
| Travel | | 1,065 | |
| In Service/Staff Development | | 29,071 | |
| Other Charges | | 848 | |
| Other Equipment | | 4,440 | |
| Total Special Education Program | | | 411,378 |

Career and Technical Education Program

| | | | |
|--|----|-------|-------|
| In Service/Staff Development | \$ | 1,000 | |
| Total Career and Technical Education Program | | | 1,000 |

Operation of Plant

| | | | |
|---------------------------|----|---------|---------|
| Custodial Supplies | \$ | 7,225 | |
| Plant Operation Equipment | | 221,406 | |
| Total Operation of Plant | | | 228,631 |

Transportation

| | | | |
|--------------------------|----|---------|---------|
| Bus Drivers | \$ | 72,576 | |
| Other Salaries and Wages | | 5,582 | |
| Social Security | | 3,743 | |
| Pensions | | 6,362 | |
| Employer Medicare | | 1,064 | |
| Transportation Equipment | | 400,599 | |
| Total Transportation | | | 489,926 |

Capital Outlay

Regular Capital Outlay

| | | | |
|------------------------------|----|-----------|-----------|
| Building Improvements | \$ | 2,214,772 | |
| Total Regular Capital Outlay | | | 2,214,772 |

Total School Federal Projects Fund \$ 7,273,444

(Continued)

GRAINGER COUNTY, TENNESSEE

Schedule of Detailed Expenditures -

All Governmental Fund Types

Discretely Presented Grainger County School Department (Cont.)

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

| | | | |
|---|----|---------|--------------|
| Supervisor/Director | \$ | 70,449 | |
| Clerical Personnel | | 50,257 | |
| Cafeteria Personnel | | 753,194 | |
| Bonus Payments | | 20,350 | |
| Other Salaries and Wages | | 4,500 | |
| Social Security | | 51,871 | |
| Pensions | | 84,246 | |
| Life Insurance | | 25 | |
| Medical Insurance | | 85,305 | |
| Employer Medicare | | 12,131 | |
| Communication | | 6,013 | |
| Maintenance and Repair Services - Equipment | | 43,353 | |
| Travel | | 2,814 | |
| Other Contracted Services | | 31,155 | |
| Food Preparation Supplies | | 101,275 | |
| Food Supplies | | 973,350 | |
| USDA - Commodities | | 145,405 | |
| In Service/Staff Development | | 15,586 | |
| Other Charges | | 36,647 | |
| Food Service Equipment | | 241,525 | |
| Total Food Service | | | \$ 2,729,451 |

Total Central Cafeteria Fund \$ 2,729,451

Internal School Fund

Operation of Non-Instructional Services

Community Services

| | | | |
|--------------------------|----|-----------|--------------|
| Other Charges | \$ | 1,581,730 | |
| Total Community Services | | | \$ 1,581,730 |

Total Internal School Fund 1,581,730

Total Governmental Funds - Grainger County School Department \$ 42,992,247

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*

Grainger County Mayor and
Board of County Commissioners
Grainger 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 Grainger County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Grainger County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 18, 2024. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the discretely presented Grainger County School Department, as described in our report on Grainger 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 that auditor.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Grainger County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Grainger County's internal control. Accordingly, we do not express an opinion on the effectiveness of Grainger 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

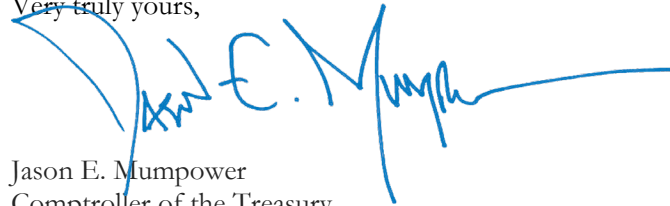
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Grainger 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 18, 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

Grainger County Mayor and
Board of County Commissioners
Grainger 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 Grainger County's compliance with the types of compliance requirements as identified subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Grainger County's major federal programs for the year ended June 30, 2024. Grainger 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, Grainger 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 Grainger 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 Grainger 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 Grainger 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 Grainger 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 Grainger 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 Grainger 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 Grainger 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 Grainger 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 Grainger County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Grainger County's basic financial statements. We issued our report thereon dated November 18, 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

November 18, 2024

JEM/gc

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

| Federal/Pass-Through Agency/State Grantor Program Title | Assistance Listing Number | Pass-through Entity Identifying Number | Amount Passed-through to Subrecipients | Expenditures |
|--|---------------------------------|---|--|---------------------|
| U.S. Department of Agriculture: | | | | |
| Direct Program: | | | | |
| Emergency Watershed Protection Program | 10.923 | N/A | \$ 0 | \$ 17,637 |
| Passed-through State Department of Education: | | | | |
| Local Food for Schools Grant | 10.185 | N/A | 0 | 47,033 |
| Child Nutrition Cluster: (5) | | | | |
| School Breakfast Program | 10.553 | N/A | 0 | 495,589 |
| National School Lunch Program | 10.555 | N/A | 0 | 1,219,993 (4) |
| National School Lunch Program (Supply Chain Assistance Fund) | 10.555 | N/A | 0 | 75,120 (4) |
| Child Nutrition Discretionary Grants Limited Availability | 10.579 | N/A | 0 | 37,793 |
| COVID -19 Pandemic EBT Admin Cost | 10.649 | N/A | 0 | 3,256 |
| Passed-through State Department of Agriculture: | | | | |
| Child Nutrition Cluster: (5) | | | | |
| National School Lunch Program (Commodities - Noncash Assistance) | 10.555 | N/A | 0 | 145,405 (4) |
| Passed-through State Department of Health: | | | | |
| Special Supplemental Nutrition Program for Women, Infants, and Children | 10.557 | GG-24-80268 | 0 | 12,494 |
| Total U.S. Department of Agriculture | | | | <u>\$ 2,054,320</u> |
| U.S. Department of Housing and Urban Development: | | | | |
| Passed-through State Department of Economic and Community Development: | | | | |
| Community Development Block Grants/State's Program | 14.228 | 33004-18623 | 0 | \$ 412,603 |
| Home Investment Partnerships Program | 14.239 | 31620-00570 | 0 | 96,784 |
| Total U.S. Department of Housing and Urban Development | | | | <u>\$ 509,387</u> |
| U.S. Department of Justice: | | | | |
| Direct Program: | | | | |
| Crime Victim Assistance | 16.575 | N/A | 0 | \$ 44,923 |
| Total U.S. Department of Justice | | | | <u>\$ 44,923</u> |
| U.S. Department of Transportation: | | | | |
| Passed-through State Department of Transportation: | | | | |
| Alcohol Open Container Requirements | 20.607 | Z-24-THS114 | 0 | \$ 10,837 |
| Total U.S. Department of Transportation | | | | <u>\$ 10,837</u> |
| U.S. Department of the Treasury: | | | | |
| Passed-through State Department of Environment and Conservation: | | | | |
| COVID-19 - Coronavirus State and Local Fiscal Recovery Funds | 21.027 | (3) | 424,083 | \$ 493,728 (4)(6) |
| Passed-through State Department of Health: | | | | |
| COVID-19 - Coronavirus State and Local Fiscal Recovery Funds | 21.027 | (3) | 0 | 13,640 (4) |
| Passed-through State Department of Education: | | | | |
| COVID-19 - Coronavirus State and Local Fiscal Recovery Funds | 21.027 | N/A | 0 | 46,332 (4) |
| Total U.S. Department of the Treasury | | | | <u>\$ 553,700</u> |
| Appalachian Regional Commission: | | | | |
| Passed-through State Department of Economic and Community Development: | | | | |
| Appalachian Area Development | 23.001 | (3) | 0 | \$ 7,776 |
| Total Appalachian Regional Commission | | | | <u>\$ 7,776</u> |

(Continued)

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

| Federal/Pass-Through Agency/State Grantor Program Title | Assistance Listing Number | Pass-through Entity Identifying Number | Amount Passed-through to Subrecipients | Expenditures |
|--|--|---|---|----------------------|
| U.S. Department of Education: | | | | |
| Passed-through State Department of Human Services: | | | | |
| Rehabilitation Services - Vocational Rehabilitation Grants to States | 84.126 | (3) | \$ 0 | \$ 88,093 |
| Passed-through State Department of Education: | | | | |
| Title 1 Grants to Local Educational Agencies | 84.010 | N/A | 30,809 | 1,118,062 (6) |
| Special Education Cluster: (5) | | | | |
| Special Education - Grants to States | 84.027 | N/A | 0 | 1,168,986 |
| Special Education - Preschool Grants | 84.173 | N/A | 0 | 108,068 |
| Career and Technical Education - Basic Grants to States | 84.048 | N/A | 0 | 65,250 |
| Rural Education | 84.358 | N/A | 0 | 93,526 |
| Supporting Effective Instruction State Grant | 84.367 | N/A | 0 | 130,196 |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary | | | | |
| School Emergency Relief Fund (ESSER II) | 84.425D | N/A | 0 | 306,231 (4) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary | | | | |
| School Emergency Relief Fund (ESSER ARP) | 84.425U | N/A | 0 | 4,181,931 (4) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary | | | | |
| School Emergency Relief Fund (Math Implementation) (ESSER II) | 84.425D | N/A | 0 | 71,250 (4) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary | | | | |
| ARP Homeless 2.0 (ESSER ARP) | 84.425W | N/A | 0 | 25,915 (4) |
| COVID 19 - Education Stabilization Fund Program - Elementary and Secondary | | | | |
| School Emergency Relief Fund (Best for All Districts) (ESSER II) | 84.425D | N/A | 0 | 4,029 (4) |
| Total U.S. Department of Education | | | | <u>\$ 7,361,537</u> |
| U.S. Election Assistance Commission: | | | | |
| Passed-through Tennessee Secretary of State: | | | | |
| HAVA Election Security Grants | 90.404 | T3F1K5ELSF19 | 0 | <u>\$ 10,387</u> |
| Total U.S. Election Assistance Commission | | | | <u>\$ 10,387</u> |
| U.S. Department of Health and Human Services: | | | | |
| Passed-through East Tennessee Human Resource Agency: | | | | |
| Aging Cluster: (5) | | | | |
| COVID 19 - Special Program for the Aging - Title III, Part B - | | | | |
| Grants for Supportive Services and Senior Centers | 93.044 | 223-112 | 0 | \$ 2,500 (4) |
| Passed-through State Department of Health: | | | | |
| COVID 19 - Epidemiology and Laboratory Capacity for Infectious Disease (ARP) | 93.323 | NU50CK000528 | 0 | 20,866 |
| Sexually Transmitted Disease Prevention and Control Grant | 93.977 | GG-24-80268 | 0 | 2,545 |
| Medicaid Cluster: (5) | | | | |
| Medical Assistance Program | 93.778 | GG-24-80268 | 0 | 12,540 |
| Maternal and Child Health Services Block Grants to States | 93.994 | GG-24-80268 | 0 | 3,661 |
| Total U.S. Department of Health and Human Services | | | | <u>\$ 42,112</u> |
| U.S. Department of Homeland Security: | | | | |
| Passed-through State Department of Military: | | | | |
| Homeland Security Grant Program | 97.067 | 34101-16123 | 0 | <u>\$ 9,050</u> |
| Total U.S. Department of Homeland Security | | | | <u>\$ 9,050</u> |
| Total Expenditures of Federal Grants | | | | <u>\$ 10,604,029</u> |

(Continued)

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

| Federal/Pass-Through Agency/State Grantor Program Title | Assistance Listing Number | Pass-through Entity Identifying Number | Amount Passed-through to Subrecipients | Expenditures |
|---|---------------------------------|---|--|--------------|
| State Grants | | | | |
| Health Department Programs - State Department of Health | N/A | Contract Number GG-24-80268 | \$ | 30,811 |
| Litter Program - State Department of Transportation | N/A | (3) | | 24,096 |
| Violent Crime Intervention Funding - State Department of Transportation | N/A | (3) | | 84,220 |
| Emergency Management Indigency Fund- State Department of Health | N/A | (3) | | 200,400 |
| I/D Contract State (TennCare)- State Department of Health | N/A | (3) | | 12,540 |
| Special Programs for the Aging - East Tennessee Human Resource Agency | N/A | (3) | | 28,327 |
| Special Education Grant- State Department of Education | N/A | (3) | | 63,515 |
| SPARC Grant - State Department of Education | N/A | (3) | | 102,000 |
| Voluntary Preschool Grant- State Department of Education | N/A | (3) | | 419,664 |
| Voluntary School to Work- State Department of Education | N/A | (3) | | 9,297 |
| Safe Schools Act Grant - State Department of Education | N/A | (3) | | 402,139 |
| Public Schools Safety Grant- State Department of Education | N/A | (3) | | 27,193 |
| Summer Learning Camps Transportation - State Department of Education | N/A | (3) | | 28,604 |
| Summer Learning Camps - State Department of Education | N/A | (3) | | 245,065 |
| Innovative School Models - State Department of Education | N/A | (3) | | 930,765 |
| Total State Grants | | | \$ | 2,608,636 |

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

(3) Information not available.

(4) ALN Totals: ALN 10.555, \$1,440,518; ALN 21.027, \$553,700; ALN 84.425, \$4,589,356.

(5) Child Nutrition Cluster total \$1,936,107; Special Education Cluster total \$1,277,054; Aging Cluster total \$2,500; Medicaid Cluster total \$12,540.

(6) SUBRECIPIENT AMOUNTS

The following amounts were paid to subrecipients:

| Subrecipient | ALN | Amount Provided to Subrecipient |
|---|--------|---------------------------------------|
| Kingswood School | 84.010 | \$ 30,809 |
| Bean Station Utilities | 21.027 | 424,083 |
| Total amounts provided to subrecipients | | <u>\$ 454,892</u> |

(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

| Program Title | ALN | Amount Provided to Consolidated Administration |
|--|--------|---|
| Title 1 Grants to Local Educational Agencies | 84.010 | \$ 154,674 |
| Rural Education | 84.358 | 1,850 |
| Supporting Effective Instruction State Grant | 84.367 | 1,850 |
| Total amounts consolidated for administration purposes | | <u>\$ 158,374</u> |

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

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Grainger County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

| Fiscal Year | Page Number | Finding Number | Title of Finding | ALN | Current Status |
|----------------|----------------|-------------------|------------------|-----|----------------|
|----------------|----------------|-------------------|------------------|-----|----------------|

OFFICE OF COUNTY MAYOR

| | | | | | |
|------|-----|----------|---|-----|-----------|
| 2023 | 199 | 2023-001 | The office had purchasing deficiencies. | N/A | Corrected |
|------|-----|----------|---|-----|-----------|

OFFICE OF DIRECTOR OF SCHOOLS

| | | | | | |
|------|-----|----------|---|-----|-----------|
| 2023 | 200 | 2023-002 | The school department failed to request reimbursements for grant expenditures on a timely basis resulting in a deficit in unassigned fund balance at June 30, 2023. | N/A | Corrected |
|------|-----|----------|---|-----|-----------|

Prior-year Federal Awards Findings

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

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

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Grainger County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
 - * Assistance Listing Number: 84.010 Title I Grants to Local Educational Agencies
 - * 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

There were no findings as a result of our examination of the financial statements of Grainger County, Tennessee, for the year ended June 30, 2024.

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.

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

The audit of Grainger County did not report any findings and recommendations. Therefore no management responses are required by the auditee requirement within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

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 Grainger County.

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

Grainger County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. The Division of Local Government Audit strongly believes that the adoption of a central system of accounting, budgeting, and purchasing is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Grainger County. Therefore, we recommend the adoption of the County Financial Management System of 1981 or a private act, which would provide for a central system of accounting, budgeting, and purchasing covering all county departments.