



ANNUAL FINANCIAL REPORT

Lauderdale County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

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

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

LEE ANN WEST, CPA CGFM
Audit Manager

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

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICES OF HIGHWAY COMMISSIONER AND DIRECTOR OF SCHOOLS

- ◆ The Highway/Public Works and Central Cafeteria funds required material audit adjustments for proper financial statement presentation.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Some general ledger payroll deduction accounts were not reconciled with payroll reports and payments in the General Purpose School and School Federal Projects funds.



INTRODUCTORY SECTION

LAUDERDALE COUNTY OFFICIALS

June 30, 2024

Officials

Maurice Gaines, County Mayor
Derek Kissell, Highway Commissioner
Shawn Kimble, Director of Schools
Judy Conrad, Trustee
Debbie Mays, Assessor of Property
Linda Summar, County Clerk
Jodie Edwards, Circuit and General Sessions Courts Clerk
Sandra Burnham, Clerk and Master
Greg Summar, Register of Deeds
Brian Kelly, Sheriff

Board of County Commissioners

Maurice Gaines, County Mayor, Chairman	Dale McCaslin
Lawrence Andrews	Brian Maclin
Mark Ballard	Terry Mills
Joe Carmack	Mary Gail Moore
Jason Chrestman	Eugene Pugh
Don Connell	Joe Pursell
Gene Edwards	Todd Rankin
Rob Harris	Tommy Sanders
Danny Hartsfield	Erin Colby Smith
Jeff Henson	Lowell Tillman, Jr.
Ronnie Jackson	Dan Ungerecht
Sherrie Jones	Susan Worlds
Kaye Jordon	

Board of Education

Linda Jennings, Chairman	Jenny McWilliams
Bradley Adams	Amanda Rhodes
Cynthia Glenn	Chris Rose
Josh Hicks	Austin Thompson, Jr.

Audit Committee

Phillip Jackson, Chairman
Don Connell
John Helton
Eugene Pugh

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Lauderdale County Mayor and
Board of County Commissioners
Lauderdale 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lauderdale County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lauderdale County, Tennessee, as of June 30, 2024, and the respective changes in financial position and, where applicable cash flows thereof, and the respective budgetary comparison for the General, Ambulance Service, 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 Lauderdale County Ambulance Authority (a major fund). Also, we did not audit the financial statements of the discretely presented Lauderdale County Water System, a discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Lauderdale County Ambulance Authority and the Lauderdale County Water System, is based solely on the reports of the other auditors. We were unable to determine Lauderdale County Water System's respective percentage of the assets, net position, and revenues of the aggregate discretely presented component units because the Lauderdale County Emergency Communications District, a component unit requiring discrete presentation, was not included in the county's financial statements. We also did not audit the financial statements of the Internal School Fund of the Lauderdale County School Department (a discretely presented component unit), which represent 1.4 percent, 1.5 percent, and two percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Lauderdale County School Department's Internal School Fund, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Lauderdale 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., Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2024, on our consideration of Lauderdale County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Lauderdale 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 Lauderdale County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 11, 2024

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

Exhibit A

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

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	Lauderdale County School Department	Lauderdale County Water System
ASSETS					
Cash	\$ 59,565	\$ 0	\$ 59,565	\$ 783,586	\$ 4,688,127
Equity in Pooled Cash and Investments	20,700,525	1,206,076	21,906,601	14,254,622	0
Inventories	0	0	0	0	77,511
Accounts Receivable	1,517,869	65,105	1,582,974	13,614	148,890
Allowance for Uncollectibles	(450,577)	0	(450,577)	0	0
Due from Other Governments	4,778,226	0	4,778,226	3,600,908	0
Due From Primary Government	0	0	0	58,104	0
Property Taxes Receivable	8,478,774	269,953	8,748,727	2,677,033	0
Allowance for Uncollectible Property Taxes	(177,670)	(5,656)	(183,326)	(56,096)	0
Cash Shortage	0	0	0	26,767	0
Net Pension Asset - Agent Plan	1,337,294	19,401	1,356,695	1,183,755	64,071
Net Pension Asset - Teacher Retirement Plan	0	0	0	132,903	0
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	4,238,904	0
Restricted Assets:					
Amounts Accumulated for Pension Benefits	0	0	0	587,623	0
Capital Assets:					
Assets Not Depreciated:					
Land	953,947	160,000	1,113,947	1,389,574	10,000
Construction in Progress	2,076,802	0	2,076,802	6,718,753	504,791
Assets Net of Accumulated Depreciation:					
Buildings and Improvements	2,412,992	216,284	2,629,276	13,097,318	3,522,102
Infrastructure	9,573,609	0	9,573,609	704,773	0
Other Capital Assets	3,088,751	208,687	3,297,438	4,636,348	458,219
Total Assets	\$ 54,350,107	\$ 2,139,850	\$ 56,489,957	\$ 54,048,489	\$ 9,473,711
DEFERRED OUTFLOWS OF RESOURCES					
Pension Changes in Experience	\$ 592,740	\$ 8,599	\$ 601,339	\$ 1,539,086	\$ 28,399
Pension Changes in Investment Earnings	186,791	2,710	189,501	934,607	8,949
Pension Changes in Assumptions	618,638	8,975	627,613	2,028,751	29,640
Pension Changes in Proportion	0	0	0	534,826	0
Pension Contributions After Measurement Date	279,200	3,961	283,161	1,236,559	13,017
OPEB Changes in Experience	0	0	0	106,996	0
OPEB Changes in Assumptions	0	0	0	958,170	0
OPEB Changes in Proportion	0	0	0	55,031	0
OPEB Contributions after Measurement Date	0	0	0	122,033	0
Total Deferred Outflows of Resources	\$ 1,677,369	\$ 24,245	\$ 1,701,614	\$ 7,516,059	\$ 80,005

(Continued)

Exhibit A

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

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Lauderdale County	Lauderdale County School Water Department	
LIABILITIES						
Accounts Payable	\$ 52,051	\$ 54,080	\$ 106,131	\$ 0	\$ 13,222	
Accrued Payroll	71,516	0	71,516	0	0	44,714
Payroll Deductions Payable	0	0	0	1,563,189	0	
Due to Component Units	58,104	0	58,104	0	0	
Due to Other Governments	229,008		229,008		0	
Customer Deposits Payable	0	0	0	0	251,865	
Other Current Liabilities	0	0	0	838	65,578	
Noncurrent Liabilities:						
Due Within One Year - Debt	157,431	0	157,431	0	0	
Due Within One Year - Other	0	10,812	10,812	229,119	0	
Due in More Than One Year - Debt	345,202	0	345,202	0	0	
Due in More Than One Year - Other	0	67,751	67,751	4,063,958	0	
Total Liabilities	\$ 913,312	\$ 132,643	\$ 1,045,955	\$ 5,857,104	\$ 375,379	
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 7,998,602	\$ 0	\$ 7,998,602	\$ 2,525,427	\$ 0	
Pension Changes in Experience	200,116	2,903	203,019	451,426	9,588	
Pension Changes in Proportion	0	0	0	20,786	0	
OPEB Changes in Experience	0	0	0	923,279	0	
OPEB Changes in Assumptions	0	0	0	458,462	0	
OPEB Changes in Proportion	0	0	0	310,883	0	
Total Deferred Inflows of Resources	\$ 8,198,718	\$ 2,903	\$ 8,201,621	\$ 4,690,263	\$ 9,588	
NET POSITION						
Net Investment in Capital Assets	\$ 18,106,101	\$ 584,971	\$ 18,691,072	\$ 26,546,766	\$ 4,495,112	
Restricted for:						
General Government	2,477,526	0	2,477,526	0	0	
Finance	13,640	0	13,640	0	0	
Administration of Justice	69,362	0	69,362	0	0	
Public Safety	136,071	0	136,071	0	0	
Public Health and Welfare	1,343,287	0	1,343,287	0	0	
Social, Cultural, and Recreational Services	114,530	0	114,530	0	0	
Highways/Public Works	1,033,915	0	1,033,915	0	0	
Education	0	0	0	796,061	0	
Operation of Non-instructional Services	0	0	0	748,923	0	
Debt Service	5,295,955	0	5,295,955	0	0	
Capital Projects	108,696	0	108,696	0	0	
Pensions	1,337,294	19,401	1,356,695	5,555,562	64,071	
Hybrid Retirement Stabilization Funds	0	0	0	587,623	0	
Unrestricted	16,879,069	1,424,177	18,303,246	16,782,246	4,609,566	
Total Net Position	\$ 46,915,446	\$ 2,028,549	\$ 48,943,995	\$ 51,017,181	\$ 9,168,749	

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

Exhibit B

LAUDERDALE COUNTY, TENNESSEE

Statement of Activities

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Changes in Net Position				Component Units										
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Lauderdale County School Department	Lauderdale County Water System											
					Governmental Activities	Business-type Activities	Total													
Primary Government:																				
Governmental Activities:																				
General Government	\$ 3,089,906	\$ 109,799	\$ 622,481	\$ 0	\$ (2,357,626)	\$ 0	\$ (2,357,626)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0								
Finance	1,071,065	710,150	0	0	(360,915)	0	(360,915)	0	0	0	0	0								
Administration of Justice	1,654,192	359,407	76,034	0	(1,218,751)	0	(1,218,751)	0	0	0	0	0								
Public Safety	5,927,339	842,038	806,838	0	(4,278,463)	0	(4,278,463)	0	0	0	0	0								
Public Health and Welfare	3,543,165	1,932,500	441,602	109,125	(1,059,938)	0	(1,059,938)	0	0	0	0	0								
Social, Cultural, and Recreational Services	838,535	5,012	52,501	612,921	(168,101)	0	(168,101)	0	0	0	0	0								
Agriculture and Natural Resources	312,330	0	20,250	0	(292,080)	0	(292,080)	0	0	0	0	0								
Highways/Public Works	4,166,716	0	2,536,529	0	(1,630,187)	0	(1,630,187)	0	0	0	0	0								
Education	0	0	282,766	0	282,766	0	282,766	0	0	0	0	0								
Capital Projects	160,000	0	0	0	(160,000)	0	(160,000)	0	0	0	0	0								
Interest on Long-term Debt	100,680	0	0	0	(100,680)	0	(100,680)	0	0	0	0	0								
Total Governmental Activities	\$ 20,863,928	\$ 3,958,906	\$ 4,839,001	\$ 722,046	\$ (11,343,975)	\$ 0	\$ (11,343,975)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0								
Business-type Activities:																				
Solid Waste Disposal	\$ 953,342	\$ 831,680	\$ 0	\$ 0	\$ (121,662)	\$ (121,662)	\$ (121,662)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0								
Total Primary Government	\$ 21,817,270	\$ 4,790,586	\$ 4,839,001	\$ 722,046	\$ (11,343,975)	\$ (121,662)	\$ (11,465,637)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0								
Component Units:																				
Lauderdale County School Department	\$ 47,774,400	\$ 196,732	\$ 12,343,482	\$ 6,238,112	\$ 0	\$ 0	\$ 0	\$ (28,996,074)	\$ 0	\$ 0	\$ 0	\$ 0								
Lauderdale County Water System	1,568,787	1,776,951	0	109,125	0	0	0	0	317,289	317,289	317,289	317,289								
Total Component Units	\$ 49,343,187	\$ 1,973,683	\$ 12,343,482	\$ 6,347,237	\$ 0	\$ 0	\$ 0	\$ (28,996,074)	\$ 317,289	\$ 317,289	\$ 317,289	\$ 317,289								

(Continued)

Exhibit B

LAUDERDALE COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units	
					Governmental Activities	Business- type Activities	Total	Lauderdale County School Department	Lauderdale County Water System
General Revenues:									
Taxes:									
Property Taxes Levied for General Purposes					\$ 8,001,826	\$ 220,215	\$ 8,222,041	\$ 2,535,921	\$ 0
Property Taxes Levied for Debt Service					21,277	0	21,277	0	0
Local Option Sales Taxes					0	0	0	2,916,844	0
Wheel Tax					970,124	0	970,124	0	0
Litigation Taxes					89,703	0	89,703	0	0
Business Tax					216,520	0	216,520	0	0
Wholesale Beer Tax					23,170	0	23,170	0	0
Other Local Taxes					39,496	13,321	52,817	176,324	0
Grants and Contributions Not Restricted to Specific Programs					837,222	0	837,222	29,239,018	0
Unrestricted Investment Income					17,231	26,000	43,231	934,446	83,611
Miscellaneous					314,800	170	314,970	17,668	0
Total General Revenues					\$ 10,531,369	\$ 259,706	\$ 10,791,075	\$ 35,820,221	\$ 83,611
Change in Net Position					\$ (812,606)	\$ 138,044	\$ (674,562)	\$ 6,824,147	\$ 400,900
Net Position, July 1, 2023					47,728,052	1,890,505	49,618,557	44,193,034	8,767,849
Net Position, June 30, 2024					\$ 46,915,446	\$ 2,028,549	\$ 48,943,995	\$ 51,017,181	\$ 9,168,749

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

Exhibit C-1

LAUDERDALE COUNTY, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2024

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Ambulance Service	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
ASSETS							
Cash	\$ 0	\$ 57,316	\$ 0	\$ 0	\$ 2,249	\$ 59,565	
Equity in Pooled Cash and Investments	13,257,650	0	3,400,072	1,207,799	2,835,004	20,700,525	
Accounts Receivable	13,818	1,501,924	1,711	0	416	1,517,869	
Allowance for Uncollectibles	0	(450,577)	0	0	0	(450,577)	
Due from Other Governments	172,302	0	446,904	4,159,020	0	4,778,226	
Due from Other Funds	2,665	0	0	0	0	2,665	
Property Taxes Receivable	7,668,915	0	787,363	22,496	0	8,478,774	
Allowance for Uncollectible Property Taxes	(160,700)	0	(16,498)	(472)	0	(177,670)	
Total Assets	\$ 20,954,650	\$ 1,108,663	\$ 4,619,552	\$ 5,388,843	\$ 2,837,669	\$ 34,909,377	
LIABILITIES							
Accounts Payable	\$ 29,406	\$ 22,645	\$ 0	\$ 0	\$ 0	\$ 52,051	
Accrued Payroll	0	71,516	0	0	0	71,516	
Due to Other Funds	0	0	0	0	2,665	2,665	
Due to Component Units	58,104	0	0	0	0	58,104	
Due to Other Governments	0	0	0	0	229,008	229,008	
Total Liabilities	\$ 87,510	\$ 94,161	\$ 0	\$ 0	\$ 231,673	\$ 413,344	
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 7,234,607	\$ 0	\$ 742,773	\$ 21,222	\$ 0	\$ 7,998,602	
Deferred Delinquent Property Taxes	237,053	0	24,339	695	0	262,087	
Other Deferred/Unavailable Revenue	2,665	0	222,166	0	0	224,831	
Total Deferred Inflows of Resources	\$ 7,474,325	\$ 0	\$ 989,278	\$ 21,917	\$ 0	\$ 8,485,520	

(Continued)

Exhibit C-1

LAUDERDALE COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Ambulance Service	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
FUND BALANCES							
Restricted:							
Restricted for General Government	\$ 144	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	144
Restricted for General Government - American Rescue Plan Act	0	0	0	0	2,409,601	2,409,601	
Restricted for Finance	13,140	0	0	0	0	0	13,140
Restricted for Administration of Justice	69,112	0	0	0	0	0	69,112
Restricted for Public Safety	50,633	0	0	0	84,051	134,684	
Restricted for Public Health and Welfare	328,785	1,014,502	0	0	0	0	1,343,287
Restricted for Social, Cultural, and Recreational Services	110,882	0	0	0	3,648	114,530	
Restricted for Other Operations	67,253	0	0	0	0	0	67,253
Restricted for Highways/Public Works	0	0	787,410	0	0	0	787,410
Restricted for Capital Outlay	0	0	0	0	108,696	108,696	
Restricted for Debt Service	0	0	0	5,295,260	0	0	5,295,260
Committed:							
Committed for General Government	393,719	0	0	0	0	0	393,719
Committed for Highways/Public Works	0	0	2,842,864	0	0	0	2,842,864
Committed for Debt Service	0	0	0	71,666	0	0	71,666
Unassigned	12,359,147	0	0	0	0	0	12,359,147
Total Fund Balances	\$ 13,392,815	\$ 1,014,502	\$ 3,630,274	\$ 5,366,926	\$ 2,605,996	\$ 26,010,513	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 20,954,650	\$ 1,108,663	\$ 4,619,552	\$ 5,388,843	\$ 2,837,669	\$ 34,909,377	

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

Exhibit C-2

LAUDERDALE 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)		\$ 26,010,513
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 953,947	
Add: construction in progress	2,076,802	
Add: buildings and improvements net of accumulated depreciation	2,412,992	
Add: infrastructure net of accumulated depreciation	9,573,609	
Add: other capital assets net of accumulated depreciation	<u>3,088,751</u>	18,106,101
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other loan payable		(502,633)
(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 related to pensions	\$ 1,677,369	
Less: deferred inflows related to pensions	<u>(200,116)</u>	1,477,253
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,337,294
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>486,918</u>
Net position of governmental activities (Exhibit A)		<u>\$ 46,915,446</u>

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

Exhibit C-3

LAUDERDALE COUNTY, TENNESSEE

Statement of Revenues, Expenditures,

and Changes in Fund Balances

Governmental Funds

For the Year Ended June 30, 2024

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Ambulance Service	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
Revenues							
Local Taxes	\$ 8,810,810	\$ 0	\$ 868,452	\$ 43,513	\$ 1,061	\$ 9,723,836	
Licenses and Permits	30,221	0	530	14	0	30,765	
Fines, Forfeitures, and Penalties	129,961	0	0	0	7,416	137,377	
Charges for Current Services	116,779	1,924,490	0	0	0	2,041,269	
Other Local Revenues	148,529	35,500	163,318	0	9,231	356,578	
Fees Received From County Officials	1,005,499	0	0	0	0	1,005,499	
State of Tennessee	2,202,561	0	2,619,452	0	722,046	5,544,059	
Federal Government	651,489	0	0	0	4,842	656,331	
Other Governments and Citizens Groups	132,102	104,382	0	659,837	0	896,321	
Total Revenues	\$ 13,227,951	\$ 2,064,372	\$ 3,651,752	\$ 703,364	\$ 744,596	\$ 20,392,035	
Expenditures							
Current:							
General Government	\$ 2,032,666	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,032,666	
Finance	982,901	0	0	0	0	982,901	
Administration of Justice	1,570,341	0	0	0	0	1,570,341	
Public Safety	6,120,829	0	0	0	86,172	6,207,001	
Public Health and Welfare	610,616	2,670,117	0	0	0	3,280,733	
Social, Cultural, and Recreational Services	225,199	0	0	0	153	225,352	
Agriculture and Natural Resources	301,664	0	0	0	0	301,664	
Other Operations	852,479	0	0	0	1,130,822	1,983,301	
Highways	0	0	3,636,936	0	0	3,636,936	
Debt Service:							
Principal on Debt	0	0	0	157,431	0	157,431	
Interest on Debt	0	0	0	100,680	0	100,680	
Other Debt Service	0	0	0	2,504	0	2,504	

(Continued)

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

	Major Funds				Nonmajor Funds	
	General	Ambulance Service	Highway / Public Works	General Debt Service	Other Governmental Funds	Total Governmental Funds
Expenditures (Cont.)						
Capital Projects	\$ 160,000	\$ 0	\$ 0	\$ 0	\$ 613,350	\$ 773,350
Total Expenditures	\$ 12,856,695	\$ 2,670,117	\$ 3,636,936	\$ 260,615	\$ 1,830,497	\$ 21,254,860
Excess (Deficiency) of Revenues Over Expenditures	\$ 371,256	\$ (605,745)	\$ 14,816	\$ 442,749	\$ (1,085,901)	\$ (862,825)
Other Financing Sources (Uses)						
Insurance Recovery	\$ 24,089	\$ 0	\$ 0	\$ 0	\$ 0	\$ 24,089
Transfers In	0	700,897	180,000	0	0	880,897
Transfers Out	(700,897)	0	0	0	(180,000)	(880,897)
Total Other Financing Sources (Uses)	\$ (676,808)	\$ 700,897	\$ 180,000	\$ 0	\$ (180,000)	\$ 24,089
Net Change in Fund Balances	\$ (305,552)	\$ 95,152	\$ 194,816	\$ 442,749	\$ (1,265,901)	\$ (838,736)
Fund Balance, July 1, 2023	13,698,367	919,350	3,435,458	4,924,177	3,871,897	26,849,249
Fund Balance, June 30, 2024	\$ 13,392,815	\$ 1,014,502	\$ 3,630,274	\$ 5,366,926	\$ 2,605,996	\$ 26,010,513

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

LAUDERDALE 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)	\$ (838,736)
(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	\$ 1,904,632
Less: current-year depreciation expense	<u>(1,498,644)</u> 405,988
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.	
Less: proceeds received on disposal of capital assets	(179,377)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 486,918
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(648,254)</u> (161,336)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Add: principal payments on other loan	157,431
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in net pension asset	\$ (227,626)
Change in deferred outflows related to pensions	<u>(104,607)</u>
Change in deferred inflows related to pensions	<u>135,657</u> (196,576)
Change in net position of governmental activities (Exhibit B)	<u>\$ (812,606)</u>

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 8,810,810	\$ 9,999,578	\$ 9,999,578	\$ (1,188,768)
Licenses and Permits	30,221	32,500	32,500	(2,279)
Fines, Forfeitures, and Penalties	129,961	164,050	164,050	(34,089)
Charges for Current Services	116,779	91,900	91,900	24,879
Other Local Revenues	148,529	275,000	275,000	(126,471)
Fees Received From County Officials	1,005,499	1,095,000	1,095,000	(89,501)
State of Tennessee	2,202,561	1,880,651	2,709,543	(506,982)
Federal Government	651,489	655,008	5,066,283	(4,414,794)
Other Governments and Citizens Groups	132,102	471,691	471,691	(339,589)
Total Revenues	\$ 13,227,951	\$ 14,665,378	\$ 19,905,545	\$ (6,677,594)
Expenditures				
General Government				
County Commission	\$ 60,872	\$ 72,033	\$ 72,633	\$ 11,761
County Mayor/Executive	424,254	494,926	500,226	75,972
County Attorney	14,923	15,000	15,000	77
Election Commission	523,764	583,765	583,765	60,001
Register of Deeds	185,713	196,887	197,187	11,474
Development	336,702	546,967	546,967	210,265
Planning	21,572	35,331	35,331	13,759
County Buildings	459,352	904,899	931,299	471,947
Other General Administration	5,514	35,475	35,905	30,391
Finance				
Property Assessor's Office	311,166	343,690	344,690	33,524
County Trustee's Office	272,587	282,904	283,104	10,517
County Clerk's Office	399,148	466,792	470,392	71,244
Administration of Justice				
Circuit Court	315,658	348,157	359,657	43,999
General Sessions Judge	138,324	136,571	139,505	1,181
General Sessions Court Clerk	256,700	334,698	335,198	78,498
Drug Court	123,755	0	166,000	42,245
Chancery Court	193,418	232,996	232,996	39,578
Juvenile Court	460,451	494,106	495,066	34,615
Other Administration of Justice	67,035	68,571	68,571	1,536
Victim Assistance Programs	15,000	15,000	15,000	0
Public Safety				
Sheriff's Department	3,102,181	3,112,720	3,362,873	260,692
Administration of the Sexual Offender Registry	965	3,000	3,000	2,035
Jail	2,084,393	2,307,973	2,322,973	238,580
Juvenile Services	758,542	550,668	767,666	9,124
Fire Prevention and Control	54,614	65,847	68,597	13,983
Civil Defense	16	19,309	19,309	19,293
Rescue Squad	10,000	10,000	10,000	0
Other Emergency Management	110,118	104,321	114,321	4,203

(Continued)

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)		
		Original	Final			
Expenditures (Cont.)						
Public Health and Welfare						
Local Health Center	\$ 54,842	\$ 59,332	\$ 59,332	\$ 4,490		
Rabies and Animal Control	152,447	213,173	219,473	67,026		
Dental Health Program	79,393	201,900	248,300	168,907		
Alcohol and Drug Programs	108,230	73,856	108,427	197		
Other Local Health Services	69,198	66,300	76,300	7,102		
Other Local Welfare Services	41,044	48,500	48,500	7,456		
Sanitation Education/Information	80,035	84,797	84,797	4,762		
Other Public Health and Welfare	25,427	48,500	53,350	27,923		
Social, Cultural, and Recreational Services						
Libraries	184,099	200,662	213,352	29,253		
Parks and Fair Boards	41,100	41,100	41,100	0		
Agriculture and Natural Resources						
Agricultural Extension Service	103,407	123,282	123,282	19,875		
Soil Conservation	198,257	184,813	199,813	1,556		
Other Operations						
Veterans' Services	26,086	25,469	27,611	1,525		
Other Charges	277,953	265,000	287,581	9,628		
Contributions to Other Agencies	250,849	711,747	250,850	1		
Employee Benefits	13,710	78,000	78,000	64,290		
COVID-19 Grant #2	16,479	100,000	100,000	83,521		
COVID-19 Grant #5	228,696	229,000	229,000	304		
American Rescue Plan Act Grant #9	34,328	450,000	450,000	415,672		
Miscellaneous	4,378	24,000	24,000	19,622		
Capital Projects						
American Rescue Plan Act Grant #1	160,000	0	4,411,275	4,251,275		
Total Expenditures	\$ 12,856,695	\$ 15,012,037	\$ 19,831,574	\$ 6,974,879		
Excess (Deficiency) of Revenues Over Expenditures	\$ 371,256	\$ (346,659)	\$ 73,971	\$ 297,285		
Other Financing Sources (Uses)						
Insurance Recovery	\$ 24,089	\$ 0	\$ 0	\$ 24,089		
Transfers Out	(700,897)	0	(700,897)	0		
Total Other Financing Sources	\$ (676,808)	\$ 0	\$ (700,897)	\$ 24,089		
Net Change in Fund Balance	\$ (305,552)	\$ (346,659)	\$ (626,926)	\$ 321,374		
Fund Balance, July 1, 2023	13,698,367	14,119,885	14,119,885	(421,518)		
Fund Balance, June 30, 2024	\$ 13,392,815	\$ 13,773,226	\$ 13,492,959	\$ (100,144)		

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

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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Charges for Current Services	\$ 1,924,490	\$ 1,900,000	\$ 1,900,000	\$ 24,490
Other Local Revenues	35,500	0	0	35,500
Other Governments and Citizens Groups	104,382	540,000	540,000	(435,618)
Total Revenues	<u>\$ 2,064,372</u>	<u>\$ 2,440,000</u>	<u>\$ 2,440,000</u>	<u>\$ (375,628)</u>
Expenditures				
Public Health and Welfare				
Ambulance/Emergency Medical Services	\$ 2,670,117	\$ 2,405,000	\$ 3,140,000	\$ 469,883
Total Expenditures	<u>\$ 2,670,117</u>	<u>\$ 2,405,000</u>	<u>\$ 3,140,000</u>	<u>\$ 469,883</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (605,745)</u>	<u>\$ 35,000</u>	<u>\$ (700,000)</u>	<u>\$ 94,255</u>
Other Financing Sources (Uses)				
Transfers In	\$ 700,897	\$ 0	\$ 0	\$ 700,897
Total Other Financing Sources	<u>\$ 700,897</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 700,897</u>
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 95,152	\$ 35,000	\$ (700,000)	\$ 795,152
	<u>919,350</u>	<u>789,975</u>	<u>789,975</u>	<u>129,375</u>
Fund Balance, June 30, 2024	<u>\$ 1,014,502</u>	<u>\$ 824,975</u>	<u>\$ 89,975</u>	<u>\$ 924,527</u>

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

LAUDERDALE 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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 868,452	\$ 1,020,455	\$ 1,020,455	\$ (152,003)
Licenses and Permits	530	750	750	(220)
Other Local Revenues	163,318	55,000	55,000	108,318
State of Tennessee	2,619,452	4,345,070	4,345,070	(1,725,618)
Total Revenues	\$ 3,651,752	\$ 5,421,275	\$ 5,421,275	\$ (1,769,523)
Expenditures				
<i>Highways</i>				
Administration	\$ 264,203	\$ 285,112	\$ 285,112	\$ 20,909
Highway and Bridge Maintenance	1,492,410	1,805,610	1,803,610	311,200
Operation and Maintenance of Equipment	514,565	563,000	590,500	75,935
Other Charges	139,450	144,400	144,400	4,950
Employee Benefits	446,152	473,500	478,500	32,348
Capital Outlay	780,156	2,277,500	2,427,000	1,646,844
Total Expenditures	\$ 3,636,936	\$ 5,549,122	\$ 5,729,122	\$ 2,092,186
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,816	\$ (127,847)	\$ (307,847)	\$ 322,663
Other Financing Sources (Uses)				
Transfers In	\$ 180,000	\$ 0	\$ 180,000	\$ 0
Total Other Financing Sources	\$ 180,000	\$ 0	\$ 180,000	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 194,816	\$ (127,847)	\$ (127,847)	\$ 322,663
	3,435,458	3,165,222	3,165,222	270,236
Fund Balance, June 30, 2024	\$ 3,630,274	\$ 3,037,375	\$ 3,037,375	\$ 592,899

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

LAUDERDALE COUNTY, TENNESSEE
Statement of Net Position
Proprietary Fund
June 30, 2024

	Business-type Activities
	Major
	Enterprise
	Fund
	Solid
	Waste
	Disposal
	ASSETS
Current Assets:	
Equity in Pooled Cash and Investments	\$ 1,206,076
Accounts Receivable	65,105
Property Taxes Receivable	269,953
Allowance for Uncollectible Property Taxes	(5,656)
Total Current Assets	<u>\$ 1,535,478</u>
Noncurrent Assets:	
Net Pension Asset - Agent Plan	\$ 19,401
Capital Assets:	
Assets Not Depreciated:	
Land	160,000
Assets Net of Accumulated Depreciation:	
Buildings and Improvements	216,284
Machinery and Equipment	208,687
Total Noncurrent Assets	<u>\$ 604,372</u>
Total Assets	<u>\$ 2,139,850</u>
	DEFERRED OUTFLOWS OF RESOURCES
Pension Changes in Experience	\$ 8,599
Pension Changes in Investment Earnings	2,710
Pension Changes in Assumptions	8,975
Pension Contributions After Measurement Date	3,961
Total Deferred Outflows of Resources	<u>\$ 24,245</u>

(Continued)

LAUDERDALE COUNTY, TENNESSEE
Statement of Net Position
Proprietary Fund (Cont.)

Business-type Activities
Major Enterprise Fund
Solid
Waste
Disposal

LIABILITIES

Current Liabilities:

Accounts Payable	\$ 54,080
Total Current Liabilities	<u>\$ 54,080</u>

Noncurrent Liabilities:

Due Within One Year - Other	\$ 10,812
Due in More Than One Year - Other	<u>67,751</u>
Total Noncurrent Liabilities	<u>\$ 78,563</u>
Total Liabilities	<u>\$ 132,643</u>

DEFERRED INFLOWS OF RESOURCES

Pension Changes in Experience	\$ 2,903
Total Deferred Inflows of Resources	<u>\$ 2,903</u>

NET POSITION

Net Investment in Capital Assets	\$ 584,971
Restricted for Pensions	<u>19,401</u>
Unrestricted	<u>1,424,177</u>
Total Net Position	<u>\$ 2,028,549</u>

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

LAUDERDALE COUNTY, TENNESSEE
Statement of Revenues, Expenses, and Changes in Net Position
 Proprietary Fund
For the Year Ended June 30, 2024

	Business-type Activities
	Major Enterprise Fund
	Solid Waste Disposal
Operating Revenues	
Tipping Fees	\$ 817,739
Surcharge - Waste Tire Disposal	13,409
Sale of Recycled Materials	532
Total Operating Revenues	<u>\$ 831,680</u>
Operating Expenses	
Supervisor/Director	\$ 37,023
Salary Supplements	7,000
Equipment Operators	27,855
Clerical Personnel	27,855
Part-time Personnel	32,610
Longevity Pay	300
Social Security	7,910
Employee and Dependent Insurance	28,694
Local Retirement	600
Employer Medicare	1,850
Communication	1,114
Contracts with Private Agencies	629,674
Maintenance Agreements	8,532
Maintenance and Repair Services - Buildings	3,400
Maintenance and Repair Services - Equipment	30,281
Travel	1,083
Diesel Fuel	21,371
Gasoline	6,703
Office Supplies	785
Utilities	5,274
Gravel and Chert	10,000
Building and Contents Insurance	700
Trustee's Commission	5,755
Vehicle and Equipment Insurance	700
Workers' Compensation Insurance	3,097
Depreciation	52,676
Office Equipment	500
Total Operating Expenses	<u>\$ 953,342</u>
Operating Income (Loss)	<u>\$ (121,662)</u>

(Continued)

LAUDERDALE COUNTY, TENNESSEE
Statement of Revenues, Expenses, and Changes in Net Position
 Proprietary Fund (Cont.)

	Business-type Activities
	Major Enterprise Fund
Property Taxes	Solid
Miscellaneous	Waste
Investment Income	Disposal
Total Nonoperating Revenues (Expenses)	<u>\$ 259,706</u>
Change in Net Position	\$ 138,044
Net Position, July 1, 2023	<u>1,890,505</u>
Net Position, June 30, 2024	<u>\$ 2,028,549</u>

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

LAUDERDALE COUNTY, TENNESSEE
Statement of Cash Flows
 Proprietary Fund
For the Year Ended June 30, 2024

	Business-type Activities
	Major Enterprise
	Fund
	Solid Waste Disposal
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 780,154
Receipts from Others	13,942
Payments for Waste Collections and Disposal Activity	<u>(904,261)</u>
Net Cash Provided By (Used In) Operating Activities	<u>\$ (110,165)</u>
Cash Flows from Noncapital Financing Activities	
Local Taxes	\$ 277,337
Licenses and Permits	<u>169</u>
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ 277,506</u>
Cash Flows from Investing Activities	
Investment Income	<u>\$ 26,000</u>
Net Cash Provided By (Used In) Investing Activities	<u>\$ 26,000</u>
Increase (Decrease) in Cash	\$ 193,341
Cash, July 1, 2023	<u>1,012,735</u>
Cash, June 30, 2024	<u>\$ 1,206,076</u>
Reconciliation of Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities	
Operating Income (Loss)	\$ (121,662)
Adjustments to Reconcile Net Operating Income (Loss)	
to Net Cash Provided By (Used In) Operating Activities:	
Depreciation	52,676
Change in Assets and Liabilities:	
(Increase) Decrease in Accounts Receivable	(37,584)
(Increase) Decrease in Net Pension Asset	4,914
(Increase) Decrease in Deferred Outflows of Resources Related to Pensions	3,172
Increase (Decrease) in Accounts Payable	<u>(1,431)</u>
Increase (Decrease) in Accrued Liability for Landfill Closure/Postclosure Care Costs	<u>(7,936)</u>
Increase (Decrease) in Deferred Inflows of Resources Related to Pensions	<u>(2,314)</u>
Net Cash Provided By (Used In) Operating Activities	<u>\$ (110,165)</u>
Reconciliation of Cash With Statement of Net Position	
Cash Per Net Position	<u>\$ 1,206,076</u>
Cash, June 30, 2024	<u>\$ 1,206,076</u>

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

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

	Custodial Funds
ASSETS	
Cash	\$ 707,721
Equity in Pooled Cash and Investments	4,422,498
Accounts Receivable	17,910
Due from Other Governments	587,261
Cash Shortage	<u>1,012</u>
Total Assets	<u>\$ 5,736,402</u>
LIABILITIES	
Accounts Payable	\$ 1,542
Due to Cities	253,477
Due to Other Taxing Units	<u>4,159,020</u>
Total Liabilities	<u>\$ 4,414,039</u>
NET POSITION	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 1,322,363</u>
Total Net Position	<u>\$ 1,322,363</u>

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

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

Fiduciary Funds

For the Year Ended June 30, 2024

	Custodial Funds
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 3,509,470
Fines/Fees and Other Collections	4,781,878
Drug Task Force Collections	208,849
District Attorney General Collections	16,283
Total Additions	<u><u>\$ 8,516,480</u></u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 3,509,470
Payments to State	2,164,076
Payments to Cities, Individuals, and Others	2,689,358
Payment of Drug Task Force Expenses	394,881
Payment of District Attorney General Expenses	38,039
Total Deductions	<u><u>\$ 8,795,824</u></u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (279,344)
Net Position, July 1, 2023	<u><u>1,601,707</u></u>
Net Position, June 30, 2024	<u><u>\$ 1,322,363</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lauderdale 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 Lauderdale County:

A. *Reporting Entity*

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

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

The Lauderdale County School Department operates the public school system in the county, and the voters of Lauderdale 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 Lauderdale County Water System provides water to the residents of Lauderdale County in unincorporated areas. The system's governing body is appointed by the Lauderdale County Commission, and its operating budget is subject to the county commission's approval.

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

The Lauderdale 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 Lauderdale County Water System and the Lauderdale County Emergency Communications

District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Lauderdale County Water System
551 Central Curve Road
P.O. Box 527
Ripley, TN 38063

Lauderdale County Emergency Communications District
132 Dodge Drive
Ripley, TN 38063

Related Organization – The Lauderdale County Industrial Development Board is a related organization of Lauderdale County. The county's officials are responsible for appointing the members of the board, but the county's accountability for the organization 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 of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Lauderdale 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.

Lauderdale County issues all debt for the discretely presented Lauderdale 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, the proprietary fund (enterprise fund), and fiduciary funds. The fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements.

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

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

Fund financial statements of Lauderdale County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Lauderdale County only reports one proprietary fund, a major enterprise fund.

Separate financial statements are provided for governmental funds, the proprietary fund, and fiduciary funds. Major individual governmental funds and the major enterprise fund 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. Lauderdale County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

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

custodial funds.

Lauderdale 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.

Ambulance Service Fund – This fund accounts for ambulance service operations of the Lauderdale County Ambulance Authority.

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

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

Lauderdale County reports the following major proprietary fund:

Solid Waste Disposal Fund – This fund accounts for solid waste disposal operations of the Lauderdale County Landfill.

Additionally, Lauderdale County reports the following fund types:

Capital Projects Funds – These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

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

The discretely presented Lauderdale 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. To be consistent with the prior year's reporting, the FY 23 balances for the Internal School Fund are presented in this report. Using the prior year balances will not affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at

each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

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

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

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

1. Deposits and Investments

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

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term investment Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; 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 (with the exception of the Lauderdale County Ambulance Service, special revenue fund), the discretely presented Lauderdale County School Department, and the discretely presented Lauderdale County Water System. 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 school department's General Purpose School Fund. Lauderdale County, the school department, and the water system 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. Lauderdale County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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 receivable are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.1 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.

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

4. Capital Assets

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items) are reported in the governmental and business-type columns in the government-wide financial statements. Capital assets (excluding the Lauderdale County Ambulance Authority, special revenue fund) are defined by the government as assets with an initial, individual cost of \$15,000 or more and an estimated useful life of more than five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

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

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for pension and OPEB changes in experience, pension changes in investment earnings, pension and OPEB changes in assumptions, pension and OPEB changes in proportionate share, and employer contributions made to the pension and OPEB plans after the measurement date.

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

6. Compensated Absences

The general policy of Lauderdale County (with the exception of sick leave for employees of the highway department) does not allow employees to accumulate sick and vacation days beyond the end of the fiscal year. The highway department's policy allows employees to accumulate up to 72 days sick leave; however, the granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

The school department's personnel policy does not allow employees to accumulate vacation days beyond the end of the fiscal year. Professional personnel are allowed to accumulate an unlimited amount of sick leave days and full-time non-professional employees can accumulate a limited amount of sick leave days based upon the number of months employed. There is no liability for unpaid accumulated sick leave since the school department does not have a policy to pay any amounts when employees separate from service with the government.

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 landfill postclosure care costs and other postemployment benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

8. Net Position and Fund Balance

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

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

As of June 30, 2024, Lauderdale County had \$502,633 in outstanding debt for capital purposes for the discretely presented Lauderdale County School Department. This debt is a liability of Lauderdale County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Lauderdale County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

E. Pension Plans

Primary Government

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

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Lauderdale 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 Lauderdale County School Department

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

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

Primary Government

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

Discretely Presented Lauderdale County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

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

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

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

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

On June 30, 2024, the Lauderdale County School Department had outstanding encumbrances in the following funds:

Fund	Amount
School Department:	
Major Fund:	
General Purpose School	\$ 575,153
Nonmajor Fund:	
Central Cafeteria	28,905

B. *Cash Shortages – Prior Years*

The audit of Lauderdale County for the 2016-17 year reported a cash shortage of \$42,645 in the school department. Our investigation revealed that from May 1, 2014, through February 16, 2017, two former employees of the school department continued to receive compensation after their employment was terminated, resulting in a cash shortage of \$42,645. On June 5,

2017, the Lauderdale County Grand Jury returned indictments against Devlyn Green for the Class C Felony offense of theft over \$10,000 and against Milton Waller for the Class D Felony offense of theft over \$2,500. On June 28, 2017, Ms. Green pled guilty to theft over \$10,000, and on September 22, 2017, Mr. Waller pled guilty to an amended charge of theft under \$1,000. Retirement contributions made by the school department on behalf of Ms. Green in the amount of \$1,770 were refunded by the Tennessee Consolidated Retirement System and adjustments had been made for the FICA payments for both employees totaling \$2,905, Mr. Waller had paid restitution in the amount of \$4,459, and Ms. Green had paid restitution of \$6,744, leaving an unpaid shortage of \$26,767 on June 30, 2024.

The audit of Lauderdale County for the 2018-19 year reported a cash shortage of \$1,012 in the Office of General Sessions Court Clerk. Our investigation revealed that a former employee was missing funds in their cash drawer of \$112, and an additional \$900 was missing from driving school receipts that this employee had never received into the computer system. The District Attorney General was advised of this shortage on February 6, 2020. As of June 30, 2024, no restitution has been paid leaving an unpaid shortage of \$1,012.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

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

Deposits

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

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

In addition, counties may invest in FDIC insured certificates of deposit. The deposit is first made in a bank or savings and loan association, selected by the government entity, with a

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

Investments

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

The county had no pooled and nonpooled investments as of June 30, 2024.

TCRS Stabilization Trust

Legal Provisions. The Lauderdale 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 Lauderdale 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 Lauderdale 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	\$ 182,163
Developed Market International Equity	N/A	N/A	82,267
Emerging Market International Equity	N/A	N/A	23,505
U.S. Fixed Income	N/A	N/A	117,525
Real Estate	N/A	N/A	58,762
Short-term Securities	N/A	N/A	5,876
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>117,525</u>
Total			\$ <u>587,623</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				
Land	\$ 964,502	\$ 0	\$ (10,555)	\$ 953,947
Construction in Progress	<u>1,323,704</u>	<u>753,098</u>	<u>0</u>	<u>2,076,802</u>
Total Capital Assets Not Depreciated	<u>\$ 2,288,206</u>	<u>\$ 753,098</u>	<u>\$ (10,555)</u>	<u>\$ 3,030,749</u>
Capital Assets Depreciated:				
Buildings and				
Improvements	\$ 12,553,118	\$ 0	\$ (342,206)	\$ 12,210,912
Infrastructure	<u>12,752,217</u>	<u>0</u>	<u>0</u>	<u>12,752,217</u>
Other Capital Assets	<u>10,475,712</u>	<u>1,151,534</u>	<u>(456,651)</u>	<u>11,170,595</u>
Total Capital Assets Depreciated	<u>\$ 35,781,047</u>	<u>\$ 1,151,534</u>	<u>\$ (798,857)</u>	<u>\$ 36,133,724</u>
Less Accumulated Depreciation For:				
Buildings and				
Improvements	\$ 9,694,177	\$ 277,127	\$ (173,384)	\$ 9,797,920
Infrastructure	<u>2,727,606</u>	<u>451,002</u>	<u>0</u>	<u>3,178,608</u>
Other Capital Assets	<u>7,767,980</u>	<u>770,515</u>	<u>(456,651)</u>	<u>8,081,844</u>
Total Accumulated Depreciation	<u>\$ 20,189,763</u>	<u>\$ 1,498,644</u>	<u>\$ (630,035)</u>	<u>\$ 21,058,372</u>
Total Capital Assets Depreciated, Net	<u>\$ 15,591,284</u>	<u>\$ (347,110)</u>	<u>\$ (168,822)</u>	<u>\$ 15,075,352</u>
Governmental Activities				
Capital Assets, Net	<u><u>\$ 17,879,490</u></u>	<u><u>\$ 405,988</u></u>	<u><u>\$ (179,377)</u></u>	<u><u>\$ 18,106,101</u></u>

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

Governmental Activities:

General Government	\$ 70,621
Finance	52,202
Administration of Justice	29,960
Public Safety	211,036
Public Health and Welfare	103,795
Social, Cultural, and Recreational Services	43,173
Highway/Public Works	<u>987,857</u>
 Total Depreciation Expense -	
Governmental Activities	<u>\$ 1,498,644</u>

Business-type Activities:

	Balance 7-1-23	Increases	Balance 6-30-24
Capital Assets Not Depreciated:			
Land	\$ 160,000	\$ 0	\$ 160,000
Total Capital Assets Not Depreciated	\$ 160,000	\$ 0	\$ 160,000
 Capital Assets Depreciated:			
Buildings and			
Improvements	\$ 419,428	\$ 0	\$ 419,428
Other Capital Assets	1,197,470	0	1,197,470
Total Capital Assets Depreciated	\$ 1,616,898	\$ 0	\$ 1,616,898
 Less Accumulated Depreciation For:			
Buildings and			
Improvements	\$ 192,658	\$ 10,486	\$ 203,144
Other Capital Assets	946,593	42,190	988,783
Total Accumulated Depreciation	\$ 1,139,251	\$ 52,676	\$ 1,191,927
Total Capital Assets Depreciated, Net	\$ 477,647	\$ (52,676)	\$ 424,971
Business-type Activities			
Capital Assets, Net	\$ 637,647	\$ (52,676)	\$ 584,971

The business-type activities had no decreases in capital assets during the year.

Depreciation expense for the business-type activities was \$52,676.

Discretely Presented Lauderdale County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 1,389,574	\$ 0	\$ 0	\$ 1,389,574
Construction in Progress	<u>3,308,310</u>	3,897,204	(486,761)	6,718,753
Total Capital Assets				
Not Depreciated	<u>\$ 4,697,884</u>	\$ 3,897,204	\$ (486,761)	\$ 8,108,327
Capital Assets Depreciated:				
Buildings and				
Improvements	\$ 42,460,926	\$ 1,125,222	\$ 0	\$ 43,586,148
Infrastructure	1,104,924	0	0	1,104,924
Other Capital Assets	<u>9,841,813</u>	1,689,579	0	11,531,392
Total Capital Assets				
Depreciated	<u>\$ 53,407,663</u>	\$ 2,814,801	\$ 0	\$ 56,222,464
Less Accumulated Depreciation For:				
Buildings and				
Improvements	\$ 29,489,420	\$ 999,410	\$ 0	\$ 30,488,830
Infrastructure	344,905	55,246	0	400,151
Other Capital Assets	<u>6,371,140</u>	523,904	0	6,895,044
Total Accumulated Depreciation				
	<u>\$ 36,205,465</u>	\$ 1,578,560	\$ 0	\$ 37,784,025
Total Capital Assets Depreciated, Net				
	<u>\$ 17,202,198</u>	\$ 1,236,241	\$ 0	\$ 18,438,439
Governmental Activities				
Capital Assets, Net	<u>\$ 21,900,082</u>	\$ 5,133,445	\$ (486,761)	\$ 26,546,766

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

Governmental Activities:

Instruction	\$ 1,107,786
Support Services	423,860
Operation of Non-instructional Services	<u>46,914</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 1,578,560</u>

C. *Construction Commitments*

On June 30, 2024, the school department had uncompleted construction contracts of approximately \$1,648,508 for various school construction and renovations projects. Funding for these future expenditures is expected to be received from federal grants.

D. *Interfund Receivables, Payables, and Transfers*

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 2,665
Discretely Presented School Department:		
General Purpose School	School Federal Projects	9,800
School Federal Projects	General Purpose School	139,141

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

Due to/from Primary Government and Component Unit:

Receivable Fund	Payable Fund	Amount
Component Unit:		
School Department:	Primary Government:	
General Purpose School	General	\$ 58,104

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		
	Ambulance Service	Highway/ Public Works	Purpose
	Fund	Fund	
General Fund	\$ 700,897	\$ 0	Operations
Nonmajor governmental funds	0	180,000	ARPA funds
Total	<u>\$ 700,897</u>	<u>\$ 180,000</u>	

Discretely Presented Lauderdale County School Department

Transfer Out	Transfer In	
	School	
	Federal	
	Projects	
General Purpose School Fund	\$ 500,000	Cash flow funds

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

E. Long-term Debt

Primary Government

Other Loans

Direct Borrowing and Direct Placements - Lauderdale County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. The other loan outstanding was issued for an original term of 17 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The other loan included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund

The other loan outstanding as of June 30, 2024, for governmental activities is as follows:

Type	Interest	Final	Original	Balance
	Rate	Maturity	Amount of Issue	6-30-24

Direct Borrowing and Direct Placement:

Other Loan Variable 9-15-27 \$ 2,523,000 \$ 502,633

During the 2010-11 year, Lauderdale County entered into a loan agreement with the Tennessee State School Board Authority. Under this loan agreement, the authority loaned Lauderdale County \$2,523,000 for rehabilitation and repairs of county school buildings. This loan earns interest monthly based upon the local government investment pool rate, which is netted against the annual principal payment. The county pays an annual administrative fee of \$2,018 under this agreement. The loan retirement schedule also includes equal monthly payments of interest; however, the county will semi-annually receive a federal interest subsidy, which will offset these payments.

The annual requirements to amortize the other loan outstanding as of June 30, 2024, including interest payments and other loan fees, are presented in the following table:

Year Ending June 30	Other Loan - Direct Placement				Total
	Principal	Interest	Other Fees		
2025	\$ 157,431	\$ 122,315	\$ 2,018	\$ 281,764	
2026	157,431	122,315	2,018	281,764	
2027	172,929	122,315	2,018	297,262	
2028	14,842	12,046	506	27,394	
Total	\$ 502,633	\$ 378,991	\$ 6,560	\$ 888,184	

There is \$5,366,926 available in the General Debt Service Fund to service long-term debt. Total debt per capita for the other loan totaled \$20, based on the 2020 federal census.

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

Description of Indebtedness	Outstanding 6-30-24
<u>Other Loan - Direct Placement</u>	
<u>Contributions from the General Purpose School Fund</u>	
Qualified School Construction Bonds, Series 2010	\$ 502,633

Changes in Long-term Debt

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

Governmental Activities:	Other Loans - Direct Placement
Balance, July 1, 2023	\$ 660,064
Reductions	<u>(157,431)</u>
Balance, June 30, 2024	<u><u>\$ 502,633</u></u>
Balance Due Within One Year	<u><u>\$ 157,431</u></u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 502,633
Less: Balance Due Within One Year - Debt	<u>(157,431)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 345,202</u></u>

F. *Long-term Obligations*

Lauderdale County Solid Waste Disposal Fund (enterprise fund)

Changes in Long-term Obligations

Long-term obligations activity for the Solid Waste Disposal Fund (enterprise fund) for the year ended June 30, 2024, was as follows:

Business-type Activities:	Postclosure Care Costs
Balance, July 1, 2023	\$ 86,499
Reductions	<u>(7,936)</u>
Balance, June 30, 2024	<u><u>\$ 78,563</u></u>
Balance Due Within One Year	<u><u>\$ 10,812</u></u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 78,563
Less: Balance Due Within One Year - Other	<u>(10,812)</u>
Other Noncurrent Liabilities - Due in	
More Than One Year - Other - Exhibit A	<u>\$ 67,751</u>

Discretely Presented Lauderdale County School Department

Changes in Long-term Obligations

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

Governmental Activities:	Net OPEB Liability
Balance, July 1, 2023	\$ 4,128,321
Additions	672,929
Reductions	<u>(508,173)</u>
Balance, June 30, 2024	<u>\$ 4,293,077</u>
Balance Due Within One Year	<u>\$ 229,119</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2024	\$ 4,293,077
Less: Balance Due Within One Year - Other	<u>(229,119)</u>
Other Noncurrent Liabilities - Due in	
More Than One Year - Other - Exhibit A	<u>\$ 4,063,958</u>

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

G. *On-Behalf Payments - Discretely Presented Lauderdale County School Department*

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Lauderdale County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, were \$82,379. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. *Risk Management*

Primary Government

Lauderdale County purchases commercial insurance for the risks associated with employee health coverage. Pre-65 age retirees are not allowed to remain in the program.

Discretely Presented Lauderdale County School Department

The discretely presented Lauderdale 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 of losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

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

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.

There are several pending lawsuits in which the county is involved. Any potential claims against the county not covered by insurance resulting from such litigation should not materially affect the county's financial statements.

D. *Landfill Closure/Postclosure Care Costs*

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Lauderdale County closed its sanitary landfill in 2001. The \$78,563 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 Ventures

The Twenty-fifth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-fifth Judicial District, Fayette, Lauderdale, and Tipton 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. Lauderdale County made no contributions to the DTF for the year ended June 30, 2024.

The Lauderdale County Economic and Community Development Board (LCECD) is a joint venture between Lauderdale County, the city of Ripley, and the towns of Halls, Henning, and Gates. The board is comprised of the county, city and town mayors, and various other individuals for a total of 31 members. The purpose of the organization is to foster communications relative to economic and community development between and among governmental entities, industry, and private citizens. The county and cities provide the funding for the organization with membership dues based on population percentages. Lauderdale County contributed dues of \$35,000 to the LCECD for the year ended June 30, 2024.

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

Administrative Offices:

Office of District Attorney General
Twenty-fifth Judicial District Drug Task Force
121 North Main Street
Ripley, TN 38063

Lauderdale County Economic and
Community Development Board
123 S. Jefferson Street
Ripley, TN 38063

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Lauderdale County, non-certified employees of the discretely presented Lauderdale County School Department, and the discretely presented Lauderdale County Water System employees are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 52.09 percent, the non-certified employees of the discretely presented school department comprised 45.45 percent, and the discretely presented Lauderdale County Water System employees comprised 2.46 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 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	270
Inactive Employees Entitled to But Not Yet Receiving Benefits	424
Active Employees	406
 Total	 <u>1,100</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. Lauderdale County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contribution for Lauderdale County was \$533,886 based on a rate of four percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Lauderdale 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)

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

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

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

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

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

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

Asset Class	Long-term Expected Real Rate of Return	Percentage of Return	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 Lauderdale 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	\$ 44,933,971	\$ 47,928,572	\$ (2,994,601)
Changes for the Year:			
Service Cost	\$ 1,270,479	\$ 0	\$ 1,270,479
Interest	3,042,990	0	3,042,990
Differences Between Expected and Actual Experience			
	420,950	0	420,950
Contributions-Employer	0	494,284	(494,284)
Contributions-Employees	0	706,762	(706,762)
Net Investment Income	0	3,185,162	(3,185,162)
Benefit Payments, Including Refunds of Employee Contributions			
	(2,246,221)	(2,246,221)	0
Administrative Expense	0	(41,869)	41,869
Net Changes	\$ 2,488,198	\$ 2,098,118	\$ 390,080
Balance, June 30, 2023	\$ 47,422,169	\$ 50,026,690	\$ (2,604,521)

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

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government	52.09%	\$ 24,702,208	\$ 26,058,903 \$ (1,356,695)
School Department	45.45%	21,553,376	22,737,131 (1,183,755)
Water System	2.46%	1,166,585	1,230,657 (64,071)
Total		\$ 47,422,169	\$ 50,026,690 \$ (2,604,521)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Lauderdale 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
Lauderdale County	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 3,628,208	\$ (2,604,521)	\$ (7,757,265)

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, Lauderdale County recognized (negative pension expense) of \$883,860.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Lauderdale 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	\$ 1,154,424	\$ 389,747
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	363,795	0
Changes in Assumptions	1,204,864	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	533,886	N/A
Total	<u>\$ 3,256,969</u>	<u>\$ 389,747</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	\$ 1,701,614	\$ 203,019
School Department	1,475,350	177,140
Water Department	<u>80,005</u>	<u>9,588</u>
Total	\$ 3,256,969	\$ 389,747

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	\$ 444,459
2026	378,997
2027	1,423,028
2028	86,852
2029	0
Thereafter	0

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

Discretely Presented Lauderdale County School Department – Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Lauderdale County, non-certified employees of the discretely presented Lauderdale County School Department, and the discretely presented Lauderdale County Water System employees are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 52.09 percent, non-certified employees of the discretely presented school department comprised 45.45 percent, and the discretely presented Lauderdale County Water System employees comprised 2.46 percent of the plan based on contribution data.

Discretely Presented Lauderdale County School Department - Certified Employees – Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Lauderdale 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 \$200,687, which is 2.95 percent of covered payroll. In addition, employer contributions of \$66,055, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$132,903) 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 (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2023, the school department's proportion was .313426 percent. The proportion as of June 30, 2022, was .316663 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense of \$172,900.

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	\$ 4,477	\$ 77,573
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	33,790	0
Changes in Assumptions	99,989	0
Changes in Proportion of Net Pension Liability (Asset)	43,491	11,921
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>200,687</u>	N/A
 Total	 <u>\$ 382,434</u>	 <u>\$ 89,494</u>

The school department's employer contributions of \$200,687, 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	\$ 4,080
2026	(837)
2027	51,288
2028	7,095
2029	7,301
Thereafter	23,326

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 611,348	\$ (132,903)	\$ (668,703)

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

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

General Information About the Pension Plan

Plan Description. Teachers of the Lauderdale 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 Lauderdale County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$798,164, which is 6.81 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liability (Assets). On June 30, 2024, the school department reported a liability (asset) of (\$4,238,904) 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 .359542 percent. The proportion measured on June 30, 2022, was .378286

percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized (negative pension expense) of \$1,260,094.

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	\$ 1,009,923	\$ 196,713
Changes in Assumptions	1,381,151	0
Net Difference Between Projected and		
Actual Earnings on Pension Plan		
Investments	735,472	0
Changes in Proportion of Net Pension		
Liability (Asset)	491,335	8,865
LEA's Contributions Subsequent to the		
Measurement Date of June 30, 2023	798,164	N/A
Total	<u>\$ 4,416,045</u>	<u>\$ 205,578</u>

The school department's employer contributions of \$798,164 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) in 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	\$ 1,192,518
2026	(388,690)
2027	2,602,713
2028	5,762
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 more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by 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	 <hr/>	 <hr/> 100 %

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 9,232,627	\$ (4,238,904)	\$ (15,443,419)

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

2. Deferred Compensation

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$343,253 and teachers contributed \$136,383 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

The discretely presented Lauderdale County School Department provides OPEB benefits to its retirees under the 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.

OPEB Provided through State Administered Public Entity Risk Pools

Discretely Presented Lauderdale County School Department

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

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

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

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021, TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.65%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 10.31% for pre-65 retirees in the 2023 calendar year, and decreasing annually over a 11-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit	
Related Cost	Discussed below

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

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

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

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

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

Plan Description. Employees of the Lauderdale 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 Lauderdale 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 Section 8-27-30, *TCA*, 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. During the year, the Lauderdale County School Department provided a direct subsidy of \$100 per month toward the cost of the insurance plan selected by retirees. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	14
Inactive Employees Entitled to But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	297
<hr/> Total	<hr/> 312

A state insurance committee, created in accordance with Section 8-27-301, *TCA*, 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 \$122,033 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		
	Lauderdale School Department	State of TN	Total OPEB Liability
Balance July 1, 2022	\$ 4,128,321	\$ 2,108,171	\$ 6,236,492
Changes for the Year:			
Service Cost	\$ 198,376	\$ 108,691	\$ 307,067
Interest	147,358	80,738	228,096
Difference between			
Expected and			
Actuarial Experience	(278,284)	(152,474)	(430,758)
Changes in Proportion	(99,334)	99,334	0
Changes in Assumption			
and Other Inputs	327,195	179,272	506,467
Benefit Payments	(130,554)	(71,531)	(202,085)
Net Changes	\$ 164,756	\$ 244,031	\$ 408,787
Balance June 30, 2023	\$ 4,293,077	\$ 2,352,202	\$ 6,645,279

The Lauderdale 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 Lauderdale County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employers' long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$193,433 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Lauderdale County School Department's proportionate share of the collective OPEB liability was 64.603 percent and the State of Tennessee's share was 35.397 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized negative OPEB expense of \$422,552, including the state's share of the expense. On June 30, 2024, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 106,996	\$ 923,279
Changes of Assumptions	958,170	458,462
Changes in Proportion	55,031	310,883
Benefits Paid After the Measurement Date of June 30, 2023	<u>122,033</u>	0
Total	<u>\$ 1,242,230</u>	<u>\$ 1,692,624</u>

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

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

Year Ending <u>June 30</u>	School Department
2025	\$ (116,615)
2026	(116,615)
2027	(116,615)
2028	(97,230)
2029	(48,540)
Thereafter	(76,812)

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 \$ 4,606,696 \$ 4,293,077 \$ 3,993,109

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

<u>Healthcare Cost Trend Rate</u>		
1%	Current	1%
Decrease	Rate	Increase
9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the
Collective Total OPEB
Liability \$ 3,846,782 \$ 4,293,077 \$ 4,810,572

H. Purchasing Laws

Office of County Mayor

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

Office of Highway Commissioner

Purchasing procedures for the highway department are governed by Chapter 304, Private Acts of 1929 and provisions of Section 54-7-113, *TCA* (Uniform Road Law), which require all purchases exceeding \$25,000 to be made on the basis of publicly advertised competitive bids.

Office of Director of Schools

Purchasing procedures for the discretely presented Lauderdale County School Department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and chairman of the Board of Education), to make all purchases. This statute also requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$25,000.

I. Subsequent Events

On June 30, 2024, Sandra Burnham left the Office of Clerk and Master and was succeeded by Minnie Stowe effective July 1, 2024.

On August 31, 2024, Debbie Mays left the Office of Assessor of Property and was succeeded by Jason Chrestman effective September 1, 2024.

VI. OTHER NOTES – LAUDERDALE COUNTY AMBULANCE AUTHORITY (SPECIAL REVENUE FUND)

A. Summary of Significant Accounting Policies

The Lauderdale County Ambulance Authority is a special revenue fund of Lauderdale County, Tennessee. Financial statements of the authority are consolidated into the financial statements of Lauderdale County, Tennessee. The authority is governed by a committee of the Lauderdale County Commission and provides ambulance services to the citizens of Lauderdale County.

The accounting and reporting policies of the authority relating to the activities included in the accompanying financial statements conform to generally accepted accounting principles applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB) and the American Institute of Certified Public Accountants in the publication entitled *Audits of State and Local Governmental Units*. GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, along with the subsequent GASB pronouncements (Statements and Interpretations) and constitutes GAAP for governmental units. The more significant accounting policies of the authority are described below:

1. Reporting Entity

The authority, for financial purposes, includes all the funds relevant to the operations of the Lauderdale County Ambulance Authority.

2. 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 the nonfiduciary activities of the authority. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

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 are both measurable and available. Revenues are considered to be available if they are collected within 90 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Accounts receivable are reduced by an allowance for uncollectible accounts. The authority has one fund, which is a self-balancing account comprised of its assets, liabilities, fund equity, revenues, and expenditures.

B. *Cash and Investments*

Cash and cash equivalents consist of the following:

	Balance
	<u>6-30-24</u>
Cash in Bank	\$ 57,316

Cash in bank is insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). On June 30, 2024, all deposits were covered by FDIC. All deposits with financial institutions in excess of FDIC limits are required to be secured by one of two methods. Excess funds can be deposited with a financial institution that participates in the State of Tennessee Bank Collateral Pool administered by the state treasurer. 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 market value is equal to 105 percent of the uninsured amount of the deposits.

Under the laws of Tennessee, the authority is authorized to invest with obligations of the United States or its agencies, direct obligations of the State of Tennessee or its agencies, collateralized mortgage obligations directly issued by a federal agency or instrumentality of the United States, certificates of deposit if insured by a Federal Deposit Insurance Corporation or the Tennessee Collateral Pool. During the year ended June 30, 2024, the authority did not own any types of securities other than those permitted by statute.

C. *Capital Assets*

Capital assets are comprised of equipment purchased by the authority since 2004. All capital assets are capitalized and depreciated in the government-wide statements. Capital assets are recorded as expenditures of the current period in the governmental fund financial statements. Assets purchased prior to July 1, 2004, are reflected within the financial statements of Lauderdale County in conformity with Governmental Accounting Standards Board (GASB) Statement No. 34 (as amended by Statement No. 37).

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.

Depreciation of capital assets is computed and recorded by the straight-line method over the estimated useful lives of the assets. Estimated useful lives of the vehicles and equipment are five years. Total depreciation expense was \$51,254 for the year ended June 30, 2024.

Capital assets are summarized as follows:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets				
Depreciated:				
Vehicles	\$ 792,242	\$ 0	\$ (88,470)	\$ 703,772
Equipment	257,597	0	0	257,597
Total Capital Assets				
Being Depreciated	<u>\$ 1,049,839</u>	<u>\$ 0</u>	<u>\$ (88,470)</u>	<u>\$ 961,369</u>
Less Accumulated Depreciation For:				
Vehicles	\$ 572,391	\$ 46,640	\$ (88,470)	\$ 530,561
Equipment	257,417	4,614	0	262,031
Total Depreciation	<u>\$ 829,808</u>	<u>\$ 51,254</u>	<u>\$ (88,470)</u>	<u>\$ 792,592</u>
Total Capital Assets, Net of Depreciation	<u>\$ 220,031</u>	<u>\$ (51,254)</u>	<u>\$ 0</u>	<u>\$ 168,777</u>

D. Allowance for Uncollectible Accounts

The authority's allowance for estimated uncollectible receivables on June 30, 2024, was \$450,577.

Accounts Receivable, June 30, 2023 (net of allowance for doubtful accounts - \$202,883)	\$ 924,247
Total amount billed	4,576,281
Less: contractual allowances	(2,126,472)
collections	(1,776,224)
bad debt write-offs	<u>(546,485)</u>
Accounts Receivable, June 30, 2024 (net of allowance for doubtful accounts - \$450,577)	<u>\$ 1,051,347</u>

E. Compensated Absences

The authority pays employees the value of all accumulated vacation and personal days prior to the end of the fiscal year. Therefore, no compensated absences are reflected within these statements.

F. Estimates

Management is required to make estimates and assumptions that may affect the reported amounts of assets, liabilities, revenues, and expenses. Actual results could differ from those estimates.

G. Fund Equity

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Nonspendable fund balance cannot be spent because of its form. Restricted fund balance has limitations imposed by the creditors, grantors, or contributors or by enabling legislation or constitutional provisions. Committed fund balance is a limitation imposed by the authority's board through approval of resolutions. Assigned fund balance is a limitation imposed by a designee of the authority's board. Unassigned fund balance is the net resources in excess of what can be properly classified in one of the above categories.

When both restricted and unrestricted fund balances are available for use, it is the authority's policy to use restricted fund balance first, then unrestricted fund balance. Furthermore, committed fund balances are reduced first, followed by assigned amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications can be used.

Net Position is reflected in three areas: Investment in Capital Assets, Restricted and Unrestricted. When both restricted and unrestricted resources are available for use, it is the Ambulance Authority's policy to use restricted resources first, then unrestricted resources as they are needed.

H. Stewardship, Compliance, and Accountability

Budgetary information – An annual budget is adopted by the Ambulance Committee of the Lauderdale County Commission on a basis consistent with generally accepted accounting principles, and the budget is approved by the Lauderdale County Commission. Amendments require the approval of the county commission. All annual appropriations lapse at fiscal year-end.

The appropriated budget is prepared on a detailed line-item basis. Revenues are budgeted by source. Expenditures are budgeted by fund which constitutes the legal level of control. Expenditures may not exceed appropriations at this level.

Revenues were more than budgeted revenues, and total expenditures were more than total budgeted expenditures. Several line-items exceeded the budgeted amount.

I. Pension Plan

The Pension Fund of the Lauderdale County Ambulance Authority is included in the total retirement program for Lauderdale County, Tennessee, under the Tennessee Consolidated Retirement System. Five percent is deducted from the employees' checks, and the county pays a percentage match of 6.2 percent to fund the employees' retirement. Retirement is based on 30 years of service or reaching the age of 60. For details relative to the funding status and progress, actuarially determined contribution requirements and contributions made, and trend information, refer to Note V.G.

J. Risk Management

The authority is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The authority has purchased commercial insurance for all of the above risks. Settled claims have

not exceeded this coverage in any of the past three years.

K *Concentration of Credit Risk*

The authority receives its operating funds from governmental agencies, private insurance companies, and citizens served. While the authority has a broad consumer base, the ability to pay is dependent on the economic conditions of the area and the policies of the various governmental agencies and private insurance.

VII. OTHER NOTES – DISCRETELY PRESENTED LAUDERDALE COUNTY WATER SYSTEM

A. *Summary of Significant Accounting Policies*

1. *Reporting Entity*

The Lauderdale County Water System, a component unit of Lauderdale County, Tennessee, was created in 1974. The financial statements are limited to the assets, liabilities, deferred outflows and inflows of resources, net position, and results of operations of the Lauderdale County Water System. They are not intended to present the assets, liabilities, deferred outflows of resources, deferred inflow of resources, and fund balances/net position and results of operations of Lauderdale County taken as a whole. The Lauderdale County Commission appoints the system's five-member board, approves the system's operating budget, and is liable for any unpaid debt of the water system. The water system provides water service to unincorporated areas of Lauderdale County.

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

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The system's financial statements are reported used the economic resources measurement focus and the full accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. The accounting policies of the system conform to applicable accounting principles generally accepted in the United States of America as defined by the Governmental Accounting Standards Board (GASB).

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the system are charges for sales to customers for sales and service. Operating expenses for the system include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

3. Assets, Liabilities, and Deferred Outflows/Inflows of Resources and Net Position

Deposits and Investments

The water system's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

State statutes authorize the water system to invest in certificates of deposit, obligations of the U.S. Treasury, agencies and instrumentalities, obligations guaranteed by the U.S. government or its agencies, repurchase agreements and the state's investment pool.

Accounts Receivable

Trade receivables result from unpaid billings for water service to customers and from unpaid billings related to work performed for or materials sold to certain entities. The water system uses the direct write-off method to account for any bad debts, therefore, no allowance for uncollectibles is recorded because management has deemed the receivables to be fully collectible.

Inventories and Prepaid Items

All inventories are valued at the lower of average cost or market, using the first-in/first-out (FIFO) method.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in the financial statements.

Restricted Assets

The net pension asset is classified as a restricted asset on the Statement of Net Position because the amount is restricted for future benefits in the pension plan. The water system elects to use restricted assets before unrestricted assets when the situation arises when either can be used.

Capital Assets

The water system's capitalization threshold is \$15,000 and a useful life of at least five years is reported at historical cost. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Asset	Years
Buildings	50
Water distribution plant	10-50
Machinery and equipment	5-10
Vehicles	5

Compensated Absences

The water system's policy allows employees to accumulate sick leave and annual leave based on length of service. Sick leave is not vested and is not payable upon termination. Accumulated annual leave is vested and payable to employees upon termination.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Pensions

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 water system's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from the water system'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.

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) until then. The water system currently has items that qualify for reporting in this category as of June 30, 2024.

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 water system has an item that qualifies for reporting in this category as June 30, 2024.

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the water system's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Net Position

Equity is classified as net position and displayed in the following three components:

- Net investment in capital assets – Consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds that are attributable to the acquisition, construction, or improvement of those assets; debt related to unspent proceeds or other restricted cash and investments is excluded from the determination.
- Restricted for pension asset – Consist of restricted cash and investments for pension obligations.
- Unrestricted – All other net position that does not meet the description of the above category.

B. *Detailed Notes*

1. Deposits and Investments

Custodial Credit Risk. In the case of deposits, this is the risk that in the event of a bank failure, the water system's deposits may not be returned to it. For an investment, this is the risk that, in the event of a failure of the counterpart, the water system will not be able to recover the value of its investments or the collateral securities that are in the possession of the outside party.

The water system's policies limit deposits and investments to those instruments allowed by applicable state laws and described in Note VII.A.3. State statutes require that all deposits with financial institutions must be collateralized by securities whose fair value is equal to 105 percent of the value of uninsured deposits. The deposits must be collateralized by federal depository insurance or the Tennessee Bank Collateral Pool, by collateral held by the water system's agent in the water system's name, or by the treasury bills of the United States or any its agencies, certificates of deposit at Tennessee state chartered banks and savings and loan associations and federally chartered banks and savings and loan associations, repurchase agreements utilizing obligations of the United States or its agencies as the underlying securities, and the state pooled investment fund. Statutes also require that securities underlying repurchase agreements must have a market value of at least equal to the amount of funds invested in the repurchase transaction. As of June 30, 2024, all bank deposits were fully collateralized or insured.

2. Receivables

Receivables as of June 30, 2024, consisted of the following:

Billed services for utility customers	\$ 148,890
Total	\$ 148,890

3. **Restricted Assets**

Restricted assets as of June 30, 2024, consisted of the net pension asset totaling \$64,071.

4. **Net Position**

Net position represents the difference between assets, liabilities, and deferred outflows/inflows of resources. The net position amounts were as follows:

	6-30-24
Investment in capital assets	
Net property, plant and equipment in services	\$ 4,495,112
Restricted for net pension asset	64,071
Unrestricted	<u>4,609,566</u>
 Total net position	 <u>\$ 9,168,749</u>

5. Capital Assets

Capital assets are summarized as follows:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 10,000	\$ 0	\$ 0	\$ 10,000
Construction in Progress	395,665	109,126	0	504,791
Total Capital Assets Not Depreciated	\$ 405,665	\$ 109,126	\$ 0	\$ 514,791
 Capital Assets Depreciated:				
Water Plant	\$ 10,524,017	\$ 209,835	\$ (30,716)	\$ 10,703,136
Building and Equipment	716,759	70,261	0	787,020
Total Capital Assets Depreciated	\$ 11,240,776	\$ 280,096	\$ (30,716)	\$ 11,490,156
 Less Accumulated Depreciation:				
Water Plant	\$ 6,876,869	\$ 304,165	\$ 0	\$ 7,181,034
Building and Equipment	328,801	0	0	328,801
Total Accumulated Depreciation	\$ 7,205,670	\$ 304,165	\$ 0	\$ 7,509,835
Total Capital Assets Depreciated, Net	\$ 4,035,106	\$ (24,069)	\$ (30,716)	\$ 3,980,321
 Business-type Activities Capital Assets, Net	 \$ 4,440,771	 \$ 85,057	 \$ (30,716)	 \$ 4,495,112

C. Pension Plan

General Information About the Pension Plan

Plan Description. Employees of the water system are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The water system participates in TCRS through Lauderdale County. Consequently, the water system's participation is accounted for as a multi-employer cost-sharing plan for purposes of the water system's financial reporting. The water system employees comprised 2.46 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	7
Inactive Employees Entitled to But Not Yet Receiving Benefits	10
Active Employees	<u>10</u>
Total	<u><u>27</u></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 their salary. Lauderdale County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contribution for the water system was \$13,017 based on a rate of four percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept the water system's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution (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)

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

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.5 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 Lauderdale 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	\$ 1,355,704	\$ 1,433,264	\$ (77,560)
Change in Allocation	\$ 2,030	\$ (1,862)	\$ 3,892
Changes for the Year:			
Service Cost	31,254	0	31,254
Interest	74,858	0	74,858
Differences Between Expected and Actual Experience	10,355	0	10,355
Contributions-Employer	0	12,159	(12,159)
Contributions-Employees	0	17,386	(17,386)
Net Investment Income	0	78,355	(78,355)
Benefit Payments, Including			
Refunds of Employee	(55,257)	(55,257)	0
Other Charges	0	(1,030)	1,030
Net Changes	\$ 63,240	\$ 49,751	\$ 13,489
Balance, June 30, 2023	<u>\$ 1,418,944</u>	<u>\$ 1,483,015</u>	<u>\$ (64,071)</u>

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

Water System's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 89,254	\$ (64,071)	\$ (190,829)

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 water system reported an asset of (\$64,071) for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2023, and the total pension asset used to calculate the net pension asset was determined by an actuarial value as of that date. The water system's proportion of the net pension asset was based on the water system's share of contributions to the pension plan

relative to the contributions of all of Lauderdale County. On June 30, 2023, the water system's proportion was 2.46 percent, which was a decrease from its proportion of 2.59 percent as of June 30, 2022.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the water system recognized (negative pension expense) of \$21,743.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the water system 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
Differences Between Expected and Actual Experience	\$ 28,399	\$ 9,588
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	8,949	0
Changes in Assumptions	29,640	
Changes in Proportionate Share		0
Contributions Subsequent to the Measurement Date of June 30, 2023	13,017	N/A
 Total	 \$ 80,005	 \$ 9,588

The water system's employer contributions of \$13,017 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	\$ 10,934
2026	9,323
2027	35,006
2028	2,137
2029	0
Thereafter	0

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

D. *Other Information*

Risk Management

The water system is exposed to various risks or losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. During the year ended June 30, 2024, the water system purchased commercial insurance for all the above risks. Settled claims have not exceeded this commercial coverage in any of the past three years and there has been no significant reduction in the amount of coverage provided.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

LAUDERDALE 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	\$ 715,057	\$ 747,212	\$ 754,353	\$ 801,459	\$ 875,549	\$ 920,493	\$ 937,454	\$ 962,991	\$ 1,104,885	\$ 1,270,479
Interest	2,148,509	2,231,075	2,279,069	2,323,707	2,413,533	2,497,903	2,629,279	2,714,992	2,814,149	3,042,990
Differences Between Actual and Expected Experience	(295,633)	(613,581)	(735,886)	(211,347)	(615,040)	20,006	(579,090)	(684,821)	1,362,774	420,950
Changes in Assumptions	0	0	0	878,992	0	0	0	3,012,163	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,459,681)	(1,538,723)	(1,925,132)	(1,573,793)	(1,545,328)	(1,565,194)	(1,721,359)	(1,940,506)	(1,868,084)	(2,246,221)
Net Change in Total Pension Liability	\$ 1,108,252	\$ 825,983	\$ 372,404	\$ 2,219,018	\$ 1,128,714	\$ 1,873,208	\$ 1,266,284	\$ 4,064,819	\$ 3,413,724	\$ 2,488,198
Total Pension Liability, Beginning	28,661,565	29,769,817	30,595,800	30,968,204	33,187,222	34,315,936	36,189,144	37,455,428	41,520,247	44,933,971
Total Pension Liability, Ending (a)	<u>\$ 29,769,817</u>	<u>\$ 30,595,800</u>	<u>\$ 30,968,204</u>	<u>\$ 33,187,222</u>	<u>\$ 34,315,936</u>	<u>\$ 36,189,144</u>	<u>\$ 37,455,428</u>	<u>\$ 41,520,247</u>	<u>\$ 44,933,971</u>	<u>\$ 47,422,169</u>
Plan Fiduciary Net Position										
Contributions - Employer	\$ 833,362	\$ 703,476	\$ 710,175	\$ 408,745	\$ 430,861	\$ 442,857	\$ 441,437	\$ 442,379	\$ 370,343	\$ 494,284
Contributions - Employee	489,533	471,377	477,341	511,796	538,808	553,571	552,385	586,255	667,728	706,762
Net Investment Income	4,540,036	973,579	849,172	3,644,863	2,918,513	2,790,205	1,963,321	10,497,828	(1,923,762)	3,185,162
Benefit Payments, Including Refunds of Employee Contributions	(1,459,681)	(1,538,723)	(1,925,132)	(1,573,793)	(1,545,328)	(1,565,194)	(1,721,359)	(1,940,506)	(1,868,084)	(2,246,221)
Administrative Expense	(14,296)	(17,434)	(25,913)	(30,728)	(35,036)	(32,781)	(31,988)	(31,663)	(37,878)	(41,869)
Other Charges	0	0	0	1,731	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 4,388,954	\$ 592,275	\$ 85,643	\$ 2,962,614	\$ 2,307,818	\$ 2,188,658	\$ 1,203,796	\$ 9,554,293	\$ (2,791,653)	\$ 2,098,118
Plan Fiduciary Net Position, Beginning	27,436,174	31,825,128	32,417,403	32,503,046	35,465,660	37,773,478	39,962,136	41,165,932	50,720,225	47,928,572
Plan Fiduciary Net Position, Ending (b)	<u>\$ 31,825,128</u>	<u>\$ 32,417,403</u>	<u>\$ 32,503,046</u>	<u>\$ 35,465,660</u>	<u>\$ 37,773,478</u>	<u>\$ 39,962,136</u>	<u>\$ 41,165,932</u>	<u>\$ 50,720,225</u>	<u>\$ 47,928,572</u>	<u>\$ 50,026,690</u>
Net Pension Liability (Asset), Ending (a - b)	<u><u>\$ (2,055,311)</u></u>	<u><u>\$ (1,821,603)</u></u>	<u><u>\$ (1,534,842)</u></u>	<u><u>\$ (2,278,438)</u></u>	<u><u>\$ (3,457,542)</u></u>	<u><u>\$ (3,772,992)</u></u>	<u><u>\$ (3,710,504)</u></u>	<u><u>\$ (9,199,978)</u></u>	<u><u>\$ (2,994,601)</u></u>	<u><u>\$ (2,604,521)</u></u>
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.90%	105.95%	104.96%	106.87%	110.08%	110.43%	109.91%	122.16%	106.66%	105.49%
Covered Payroll	\$ 9,396,711	\$ 9,442,632	\$ 9,546,067	\$ 10,262,836	\$ 10,771,531	\$ 11,071,436	\$ 11,035,902	\$ 11,077,586	\$ 12,344,700	\$ 14,122,301
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(21.87)%	(19.29)%	(16.08)%	(22.20)%	(32.10)%	(34.08)%	(33.62)%	(83.05)%	(24.26)%	(18.44)%

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, non-certified employees of the discretely presented school department, and employees of the discretely presented Lauderdale County Water System.

LAUDERDALE 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	\$ 703,476	\$ 710,175	\$ 396,145	\$ 392,084	\$ 403,000	\$ 364,186	\$ 364,963	\$ 304,916	\$ 475,924	\$ 519,352
Less: Contributions in Relation to the Actuarially Determined Contribution	(703,476)	(710,175)	(408,745)	(430,861)	(442,857)	(441,437)	(442,379)	(370,343)	(494,284)	(533,886)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ (12,600)	\$ (38,777)	\$ (39,857)	\$ (77,251)	\$ (77,416)	\$ (65,427)	\$ (18,360)	\$ (14,534)
Covered Payroll	\$ 9,442,632	\$ 9,546,067	\$ 10,262,836	\$ 10,771,531	\$ 11,071,436	\$ 11,035,902	\$ 11,077,586	\$ 12,344,700	\$ 14,122,301	\$ 13,350,960
Contributions as a Percentage of Covered Payroll	7.45%	7.44%	3.98%	4.00%	4.00%	4.00%	3.99%	3.00%	3.50%	4.00%

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

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

Discretely Presented Lauderdale County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 37,856	\$ 76,653	\$ 111,721	\$ 130,816	\$ 85,300	\$ 82,615	\$ 94,260	\$ 108,694	\$ 178,921	\$ 200,687
Less: Contributions in Relation to the Contractually Required Contribution	(37,856)	(76,653)	(111,721)	(130,816)	(85,300)	(82,615)	(94,260)	(108,694)	(178,921)	(200,687)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 946,395	\$ 1,916,302	\$ 2,594,309	\$ 3,240,364	\$ 4,389,229	\$ 4,069,665	\$ 4,666,301	\$ 5,398,582	\$ 6,234,172	\$ 6,802,924
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.31%	4.04%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

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

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

2024: Pension - 2.95%, SRT - 1.05%

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

Discretely Presented Lauderdale County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 1,455,379	\$ 1,367,183	\$ 1,300,579	\$ 1,263,092	\$ 1,382,507	\$ 1,407,355	\$ 1,358,852	\$ 1,282,263	\$ 1,013,888	\$ 798,164
Less: Contributions in Relation to the Contractually Required Contribution	(1,455,379)	(1,367,183)	(1,300,579)	(1,263,092)	(1,382,507)	(1,407,355)	(1,358,852)	(1,282,263)	(1,013,888)	(798,164)
Contribution Deficiency (Excess)	\$ 0									
Covered Payroll	\$ 16,099,321	\$ 15,123,706	\$ 14,585,594	\$ 13,940,724	\$ 13,224,714	\$ 13,239,461	\$ 13,231,252	\$ 12,458,209	\$ 11,667,321	\$ 11,720,459
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	8.92%	9.06%	10.45%	10.63%	10.27%	10.29%	8.69%	6.81%

Exhibit F-5

LAUDERDALE COUNTY, TENNESSEE

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

Discretely Presented Lauderdale 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)	0.446092%	0.435522%	0.425546%	0.374239%	0.415506%	0.322500%	0.323327%	0.316663%	0.313426%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (18,324)	\$ (45,339)	\$ (112,275)	\$ (169,728)	\$ (234,547)	\$ (183,387)	\$ (350,232)	\$ (95,925)	\$ (132,903)
Covered Payroll	\$ 946,395	\$ 1,916,302	\$ 2,594,309	\$ 3,240,364	\$ 4,389,229	\$ 4,069,665	\$ 4,666,301	\$ 5,398,582	\$ 6,234,172
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.33)%	(5.24)%	(5.34)%	(4.51)%	(7.51)%	(1.78)%	(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.

Exhibit F-6

LAUDERDALE COUNTY, TENNESSEE

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

Discretely Presented Lauderdale 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)	0.438317%	0.430060%	0.418963%	0.406991%	0.397259%	0.394170%	0.397790%	0.403126%	0.378286%	0.359542%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (71,224)	\$ 176,167	\$ 2,618,284	\$ (133,160)	\$ (1,397,919)	\$ (4,052,776)	\$ (3,033,440)	\$ (17,387,777)	\$ (4,639,320)	\$ (4,238,904)
Covered Payroll	\$ 17,203,910	\$ 16,099,321	\$ 15,123,706	\$ 14,585,594	\$ 13,940,724	\$ 13,224,714	\$ 13,239,461	\$ 13,231,252	\$ 12,458,209	\$ 11,667,321
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.41)%	1.09%	17.31%	(.91)%	(10.03)%	(30.65)%	(22.91)%	(131.41)%	(37.24)%	(36.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%

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

Discretely Presented Lauderdale County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 430,253	\$ 399,530	\$ 263,539	\$ 248,649	\$ 317,834	\$ 424,200	\$ 307,067
Interest	194,096	238,943	164,717	174,803	126,001	153,598	228,096
Changes in Benefit Terms	0	(876,203)	258,801	0	0	0	0
Differences Between Actual and Expected Experience	0	(1,693,919)	366,129	(132,689)	(21,850)	(338,479)	(430,758)
Changes in Assumptions or Other Inputs	(300,080)	153,956	(368,628)	566,687	1,054,659	(604,853)	506,467
Benefit Payments	(206,927)	(250,661)	(247,542)	(231,676)	(178,064)	(168,660)	(202,085)
Net Change in Total OPEB Liability	\$ 117,342	\$ (2,028,354)	\$ 437,016	\$ 625,774	\$ 1,298,580	\$ (534,194)	\$ 408,787
Total OPEB Liability, Beginning	6,320,328	6,437,670	4,409,316	4,846,332	5,472,106	6,770,686	6,236,492
Total OPEB Liability, Ending	\$ 6,437,670	\$ 4,409,316	\$ 4,846,332	\$ 5,472,106	\$ 6,770,686	\$ 6,236,492	\$ 6,645,279
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 1,941,273	\$ 1,426,475	\$ 1,581,004	\$ 3,786,019	\$ 2,173,701	\$ 2,108,171	\$ 2,352,202
Employer Proportionate Share of the Total OPEB Liability	4,496,397	2,982,841	3,265,328	1,686,087	4,596,985	4,128,321	4,293,077
Covered Employee Payroll	\$ 17,565,656	\$ 17,730,793	\$ 17,741,444	\$ 17,846,801	\$ 17,475,033	\$ 17,244,099	\$ 17,663,170
Net OPEB Liability as a Percentage of Covered Employee Payroll	25.60%	16.82%	18.41%	9.45%	26.31%	23.94%	24.31%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%

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

- For the 2019 plan year - from 5.4% to 6.75%
- For the 2020 plan year - from 6.75% to 6.03%
- For the 2021 plan year - from 6.02% to 9.02%
- For the 2022 plan year - from 9.02% to 7.36%
- For the 2023 plan year - from 7.36% to 8.37%
- For the 2024 plan year - from 8.37% to 10.31%

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

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

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.

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.

Other General Government Fund – The Other General Government Fund is used to account for proceeds received from the American Rescue Plan Act.

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

CAPITAL PROJECTS FUNDS

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

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

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for certain grant expenditures of the county.

Exhibit G-1

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

	Special Revenue Funds					Constitu - tional Officers - Fees	Total
	Law Library	Drug Control	Other General Government				
ASSETS							
Cash	\$ 0	\$ 0	\$ 0	\$ 2,249	\$ 2,249		
Equity in Pooled Cash and Investments	3,648	84,051	2,638,609	0	2,726,308		
Accounts Receivable	0	0	0	416	416		
Total Assets	\$ 3,648	\$ 84,051	\$ 2,638,609	\$ 2,665	\$ 2,728,973		
LIABILITIES							
Due to Other Funds	\$ 0	\$ 0	\$ 0	\$ 2,665	\$ 2,665		
Due to Other Governments	0	0	229,008	0	229,008		
Total Liabilities	\$ 0	\$ 0	\$ 229,008	\$ 2,665	\$ 231,673		
FUND BALANCES							
Restricted:							
Restricted for General Government - American Rescue Plan Act	\$ 0	\$ 0	\$ 2,409,601	\$ 0	\$ 2,409,601		
Restricted for Public Safety	0	84,051	0	0	84,051		
Restricted for Social, Cultural, and Recreational Services	3,648	0	0	0	3,648		
Restricted for Capital Outlay	0	0	0	0	0		
Total Fund Balances	\$ 3,648	\$ 84,051	\$ 2,409,601	\$ 0	\$ 2,497,300		
Total Liabilities and Fund Balances	\$ 3,648	\$ 84,051	\$ 2,638,609	\$ 2,665	\$ 2,728,973		

(Continued)

LAUDERDALE COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Fund</u>		
	Other	Nonmajor	Total
	Capital	Governmental	
	Projects -	Funds	
ASSETS			
Cash	\$ 0	\$ 2,249	
Equity in Pooled Cash and Investments	108,696	2,835,004	
Accounts Receivable	0	416	
Total Assets	\$ 108,696	\$ 2,837,669	
LIABILITIES			
Due to Other Funds	\$ 0	\$ 2,665	
Due to Other Governments	0	229,008	
Total Liabilities	\$ 0	\$ 231,673	
FUND BALANCES			
Restricted:			
Restricted for General Government - American Rescue Plan Act	\$ 0	\$ 2,409,601	
Restricted for Public Safety	0	84,051	
Restricted for Social, Cultural, and Recreational Services	0	3,648	
Restricted for Capital Outlay	108,696	108,696	
Total Fund Balances	\$ 108,696	\$ 2,605,996	
Total Liabilities and Fund Balances	\$ 108,696	\$ 2,837,669	

Exhibit G-2

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

	Special Revenue Funds				Capital Projects Funds
	Law Library	Drug Control	Other General Government	Total	General Capital Projects
Revenues					
Local Taxes	\$ 1,061	\$ 0	\$ 0	\$ 1,061	\$ 0
Fines, Forfeitures, and Penalties	0	7,416	0	7,416	0
Other Local Revenues	0	0	9,231	9,231	0
State of Tennessee	0	0	0	0	109,125
Federal Government	0	4,842	0	4,842	0
Total Revenues	\$ 1,061	\$ 12,258	\$ 9,231	\$ 22,550	\$ 109,125
Expenditures					
Current:					
Public Safety	\$ 0	\$ 86,172	\$ 0	\$ 86,172	\$ 0
Social, Cultural, and Recreational Services	153	0	0	153	0
Other Operations	0	0	1,130,822	1,130,822	0
Capital Projects	0	0	0	0	109,125
Total Expenditures	\$ 153	\$ 86,172	\$ 1,130,822	\$ 1,217,147	\$ 109,125
Excess (Deficiency) of Revenues Over Expenditures	\$ 908	\$ (73,914)	\$ (1,121,591)	\$ (1,194,597)	\$ 0
Other Financing Sources (Uses)					
Transfers Out	\$ 0	\$ 0	\$ (180,000)	\$ (180,000)	\$ 0
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ (180,000)	\$ (180,000)	\$ 0
Net Change in Fund Balances	\$ 908	\$ (73,914)	\$ (1,301,591)	\$ (1,374,597)	\$ 0
Fund Balance, July 1, 2023	2,740	157,965	3,711,192	3,871,897	0
Fund Balance, June 30, 2024	\$ 3,648	\$ 84,051	\$ 2,409,601	\$ 2,497,300	\$ 0

(Continued)

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

<u>Capital Projects Funds (Cont.)</u>				
	Other	Capital	Total	Total
	Projects -	Total	Nonmajor	Governmental
Revenues				
Local Taxes	\$ 0	\$ 0	\$ 0	1,061
Fines, Forfeitures, and Penalties	0	0	0	7,416
Other Local Revenues	0	0	0	9,231
State of Tennessee	612,921	722,046	722,046	
Federal Government	0	0	0	4,842
Total Revenues	\$ 612,921	\$ 722,046	\$ 744,596	
Expenditures				
Current:				
Public Safety	\$ 0	\$ 0	\$ 0	86,172
Social, Cultural, and Recreational Services	0	0	0	153
Other Operations	0	0	0	1,130,822
Capital Projects	504,225	613,350	613,350	
Total Expenditures	\$ 504,225	\$ 613,350	\$ 1,830,497	
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 108,696	\$ 108,696	\$ (1,085,901)	
Other Financing Sources (Uses)				
Transfers Out	\$ 0	\$ 0	\$ 0	(180,000)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	(180,000)
Net Change in Fund Balances	\$ 108,696	\$ 108,696	\$ (1,265,901)	
Fund Balance, July 1, 2023	0	0	0	3,871,897
Fund Balance, June 30, 2024	\$ 108,696	\$ 108,696	\$ 2,605,996	

LAUDERDALE 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	\$ 1,061	\$ 1,000	\$ 1,000	\$ 61
Total Revenues	<u>\$ 1,061</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ 61</u>
Expenditures				
Social, Cultural, and Recreational Services				
Libraries	\$ 153	\$ 1,015	\$ 1,015	\$ 862
Total Expenditures	<u>\$ 153</u>	<u>\$ 1,015</u>	<u>\$ 1,015</u>	<u>\$ 862</u>
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 908	\$ (15)	\$ (15)	\$ 923
Net Change in Fund Balance	\$ 908	\$ (15)	\$ (15)	\$ 923
Fund Balance, July 1, 2023	<u>\$ 2,740</u>	<u>\$ 2,505</u>	<u>\$ 2,505</u>	<u>\$ 235</u>
Fund Balance, June 30, 2024	<u>\$ 3,648</u>	<u>\$ 2,490</u>	<u>\$ 2,490</u>	<u>\$ 1,158</u>

LAUDERDALE 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	\$ 7,416	\$ 2,500	\$ 2,500	\$ 4,916
Federal Government	4,842	0	0	4,842
Total Revenues	<u>\$ 12,258</u>	<u>\$ 2,500</u>	<u>\$ 2,500</u>	<u>\$ 9,758</u>
Expenditures				
Public Safety				
Drug Enforcement	\$ 86,172	\$ 11,600	\$ 90,600	\$ 4,428
Total Expenditures	<u>\$ 86,172</u>	<u>\$ 11,600</u>	<u>\$ 90,600</u>	<u>\$ 4,428</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (73,914)</u>	<u>\$ (9,100)</u>	<u>\$ (88,100)</u>	<u>\$ 14,186</u>
Net Change in Fund Balance Fund Balance, July 1, 2023	<u>\$ (73,914)</u>	<u>\$ (9,100)</u>	<u>\$ (88,100)</u>	<u>\$ 14,186</u>
Fund Balance, June 30, 2024	<u><u>\$ 157,965</u></u>	<u><u>\$ 144,196</u></u>	<u><u>\$ 144,196</u></u>	<u><u>\$ 13,769</u></u>
	<u><u><u>\$ 84,051</u></u></u>	<u><u><u>\$ 135,096</u></u></u>	<u><u><u>\$ 56,096</u></u></u>	<u><u><u>\$ 27,955</u></u></u>

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

Other General Government Fund

For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 9,231	\$ 0	\$ 0	\$ 9,231
Total Revenues	<u>\$ 9,231</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 9,231</u>
Expenditures				
Other Operations				
American Rescue Plan Act Grant #3	\$ 534,608	\$ 0	\$ 563,617	\$ 29,009
American Rescue Plan Act Grant #6	16,346	0	16,346	0
American Rescue Plan Act Grant #7	301,698	0	302,000	302
American Rescue Plan Act Grant #9	20,500	0	20,500	0
American Rescue Plan Act Grant #10	225,000	0	225,000	0
American Rescue Plan Act Grant A	20,000	0	20,000	0
American Rescue Plan Act Grant B	12,670	0	192,670	180,000
Total Expenditures	<u>\$ 1,130,822</u>	<u>\$ 0</u>	<u>\$ 1,340,133</u>	<u>\$ 209,311</u>
Excess (Deficiency) of Revenues				
Over Expenditures	<u>\$ (1,121,591)</u>	<u>\$ 0</u>	<u>\$ (1,340,133)</u>	<u>\$ 218,542</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (180,000)	\$ 0	\$ (180,000)	\$ 0
Total Other Financing Sources	<u>\$ (180,000)</u>	<u>\$ 0</u>	<u>\$ (180,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance				
Fund Balance, July 1, 2023	<u>\$ (1,301,591)</u>	<u>\$ 0</u>	<u>\$ (1,520,133)</u>	<u>\$ 218,542</u>
	<u>3,711,192</u>	<u>3,711,192</u>	<u>3,711,192</u>	<u>0</u>
Fund Balance, June 30, 2024	<u>\$ 2,409,601</u>	<u>\$ 3,711,192</u>	<u>\$ 2,191,059</u>	<u>\$ 218,542</u>

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

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

Exhibit H

LAUDERDALE 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	\$ 43,513	\$ 47,271	\$ 47,271	\$ (3,758)
Licenses and Permits	14	20	20	(6)
Other Governments and Citizens Groups	659,837	282,766	282,766	377,071
Total Revenues	\$ 703,364	\$ 330,057	\$ 330,057	\$ 373,307
Expenditures				
Principal on Debt				
Education	\$ 157,431	\$ 157,432	\$ 157,432	1
Interest on Debt				
Education	100,680	122,315	122,315	21,635
Other Debt Service				
General Government	486	5,000	5,000	4,514
Education	2,018	3,019	3,019	1,001
Total Expenditures	\$ 260,615	\$ 287,766	\$ 287,766	\$ 27,151
Excess (Deficiency) of Revenues Over Expenditures	\$ 442,749	\$ 42,291	\$ 42,291	\$ 400,458
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 4,924,177	\$ 5,112,054	\$ 5,112,054	\$ (187,877)
Fund Balance, June 30, 2024	\$ 5,366,926	\$ 5,154,345	\$ 5,154,345	\$ 212,581

CUSTODIAL FUNDS

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

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

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

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

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

Exhibit I-1

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

	Custodial Funds					Total
	Cities -	Constitu -	Judicial	District		
	Sales	Officers -	District	Attorney		
	Tax	Custodial	Drug	General		
ASSETS						
Cash	\$ 0	\$ 707,721	\$ 0	\$ 0	\$ 707,721	
Equity in Pooled Cash and Investments	3,825,236	0	466,571	130,691	4,422,498	
Accounts Receivable	0	17,910	0	0	17,910	
Due from Other Governments	587,261	0	0	0	587,261	
Cash Shortage	0	1,012	0	0	1,012	
Total Assets	\$ 4,412,497	\$ 726,643	\$ 466,571	\$ 130,691	\$ 5,736,402	
LIABILITIES						
Accounts Payable	\$ 0	\$ 0	\$ 1,542	\$ 0	\$ 1,542	
Due to Cities	253,477	0	0	0	253,477	
Due to Other Taxing Units	4,159,020	0	0	0	4,159,020	
Total Liabilities	\$ 4,412,497	\$ 0	\$ 1,542	\$ 0	\$ 4,414,039	
NET POSITION						
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 726,643	\$ 465,029	\$ 130,691	\$ 1,322,363	
Total Net Position	\$ 0	\$ 726,643	\$ 465,029	\$ 130,691	\$ 1,322,363	

Exhibit I-2

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

	Custodial Funds					Total	
	Constitu -				District		
	Cities -	tional	Judicial	Attorney			
	Sales	Officers -	District	General			
	Tax	Custodial	Drug				
Additions							
Sales Tax Collections for Other Governments	\$ 3,509,470	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,509,470	
Fines/Fees and Other Collections	0	4,781,878	0	0	0	4,781,878	
Drug Task Force Collections	0	0	208,849	0	0	208,849	
District Attorney General Collections	0	0	0	16,283	16,283	16,283	
Total Additions	\$ 3,509,470	\$ 4,781,878	\$ 208,849	\$ 16,283	\$ 8,516,480		
Deductions							
Payment of Sales Tax Collections for Other Governments	\$ 3,509,470	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,509,470	
Payments to State	0	2,164,076	0	0	0	2,164,076	
Payments to Cities, Individuals, and Others	0	2,689,358	0	0	0	2,689,358	
Payment of Drug Task Force Expenses	0	0	394,881	0	0	394,881	
Payment of District Attorney General Expenses	0	0	0	38,039	38,039	38,039	
Total Deductions	\$ 3,509,470	\$ 4,853,434	\$ 394,881	\$ 38,039	\$ 8,795,824		
Change in Net Position	\$ 0	\$ (71,556)	\$ (186,032)	\$ (21,756)	\$ (279,344)		
Net Position July 1, 2023	0	798,199	651,061	152,447	1,601,707		
Net Position June 30, 2024	\$ 0	\$ 726,643	\$ 465,029	\$ 130,691	\$ 1,322,363		

LAUDERDALE COUNTY SCHOOL DEPARTMENT

This section presents combining and individual fund financial statements for the Lauderdale 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.

LAUDERDALE COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Lauderdale County School Department

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total	
						Governmental Activities
Governmental Activities:						
Instruction	\$ 28,486,129	\$ 100	\$ 7,567,157	\$ 0	\$ (20,918,872)	
Support Services	13,906,311	40,757	951,730	6,238,112	(6,675,712)	
Operation of Non-instructional Services	5,381,960	155,875	3,824,595	0	(1,401,490)	
Total Governmental Activities	<u>\$ 47,774,400</u>	<u>\$ 196,732</u>	<u>\$ 12,343,482</u>	<u>\$ 6,238,112</u>	<u>\$ (28,996,074)</u>	
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 2,535,921	
Local Option Sales Taxes					2,916,844	
Other Local Taxes					176,324	
Grants and Contributions Not Restricted for Specific Programs					29,239,018	
Unrestricted Investment Income					934,446	
Miscellaneous					17,668	
Total General Revenues					<u>\$ 35,820,221</u>	
Change in Net Position					\$ 6,824,147	
Net Position, July 1, 2023					<u>44,193,034</u>	
Net Position, June 30, 2024					<u>\$ 51,017,181</u>	

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

Discretely Presented Lauderdale County School Department

June 30, 2024

					Nonmajor Funds
	Major Funds				
	General Purpose School	School Federal Projects	Other Govern- mental Funds	Total Govern- mental Funds	
ASSETS					
Cash	\$ 0	\$ 0	\$ 783,586	\$ 783,586	
Equity in Pooled Cash and Investments	12,939,714	594,408	720,500	14,254,622	
Accounts Receivable	6,073	0	7,541	13,614	
Due from Other Governments	3,226,410	325,469	49,029	3,600,908	
Due from Other Funds	9,800	139,141	0	148,941	
Due from Primary Government	58,104	0	0	58,104	
Property Taxes Receivable	2,677,033	0	0	2,677,033	
Allowance for Uncollectible Property Taxes	(56,096)	0	0	(56,096)	
Cash Shortage	26,767	0	0	26,767	
Restricted Assets	587,623	0	0	587,623	
Total Assets	\$ 19,475,428	\$ 1,059,018	\$ 1,560,656	\$ 22,095,102	
LIABILITIES					
Payroll Deductions Payable	\$ 1,403,363	\$ 132,517	\$ 27,309	\$ 1,563,189	
Due to Other Funds	139,141	9,800	0	148,941	
Other Current Liabilities	0	0	838	838	
Total Liabilities	\$ 1,542,504	\$ 142,317	\$ 28,147	\$ 1,712,968	
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 2,525,427	\$ 0	\$ 0	\$ 2,525,427	
Deferred Delinquent Property Taxes	82,745	0	0	82,745	
Other Deferred/Unavailable Revenue	369,685	26,459	0	396,144	
Total Deferred Inflows of Resources	\$ 2,977,857	\$ 26,459	\$ 0	\$ 3,004,316	

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

	Major Funds			Nonmajor Funds	
	General Purpose School	School Federal Projects	Other Governmental Funds	Total Governmental Funds	
FUND BALANCES					
Restricted:					
Restricted for Education	\$ 12,475	\$ 0	\$ 783,586	\$ 796,061	
Restricted for Operation of Non-instructional Services	0	0	748,923	748,923	
Restricted for Hybrid Retirement Stabilization Funds	587,623	0	0	587,623	
Committed:					
Committed for Instruction	398,094	0	0	398,094	
Assigned:					
Assigned for Education	575,153	890,242	0	1,465,395	
Unassigned	13,381,722	0	0	13,381,722	
Total Fund Balances	<u>\$ 14,955,067</u>	<u>\$ 890,242</u>	<u>\$ 1,532,509</u>	<u>\$ 17,377,818</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u><u>\$ 19,475,428</u></u>	<u><u>\$ 1,059,018</u></u>	<u><u>\$ 1,560,656</u></u>	<u><u>\$ 22,095,102</u></u>	

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

Discretely Presented Lauderdale 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 J-2)	\$ 17,377,818
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 1,389,574
Add: construction in progress	6,718,753
Add: buildings and improvements net of accumulated depreciation	13,097,318
Add: infrastructure net of accumulated depreciation	704,773
Add: other capital assets net of accumulated depreciation	<u>4,636,348</u>
	26,546,766
(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	(4,293,077)
(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	\$ 6,273,829
Less: deferred inflows of resources related to pensions	(472,212)
Add: deferred outflows of resources related to OPEB	1,242,230
Less: deferred inflows of resources related to OPEB	<u>(1,692,624)</u>
	5,351,223
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.	
Add: net pension asset - agent plan	\$ 1,183,755
Add: net pension asset - teacher retirement plan	132,903
Add: net pension asset - teacher legacy pension plan	<u>4,238,904</u>
	5,555,562
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.	
	<u>478,889</u>
Net position of governmental activities (Exhibit A)	<u>\$ 51,017,181</u>

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

					Nonmajor Funds
	Major Funds		Other Govern- mental Funds	Total Governmental Funds	
	General Purpose School	School Federal Projects			
Revenues					
Local Taxes	\$ 5,759,128	\$ 0	\$ 0	\$ 5,759,128	
Licenses and Permits	3,007	0	0	3,007	
Fines, Forfeitures, and Penalties	9	0	0	9	
Charges for Current Services	40,857	0	155,875	196,732	
Other Local Revenues	959,066	0	1,088,990	2,048,056	
State of Tennessee	31,076,304	0	20,046	31,096,350	
Federal Government	331,208	10,311,588	2,668,316	13,311,112	
Other Governments and Citizens Groups	2,198,361	0	0	2,198,361	
Total Revenues	<u>\$ 40,367,940</u>	<u>\$ 10,311,588</u>	<u>\$ 3,933,227</u>	<u>\$ 54,612,755</u>	
Expenditures					
Current:					
Instruction	\$ 22,173,410	\$ 5,048,474	\$ 0	\$ 27,221,884	
Support Services	13,099,116	1,415,723	0	14,514,839	
Operation of Non-Instructional Services	976,553	75,675	4,115,739	5,167,967	
Capital Outlay	787,899	3,717,116	0	4,505,015	
Debt Service:					
Other Debt Service	282,766	0	0	282,766	
Total Expenditures	<u>\$ 37,319,744</u>	<u>\$ 10,256,988</u>	<u>\$ 4,115,739</u>	<u>\$ 51,692,471</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,048,196</u>	<u>\$ 54,600</u>	<u>\$ (182,512)</u>	<u>\$ 2,920,284</u>	

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

				Nonmajor Funds	
	Major Funds		Other Govern- mental Funds	Total Govern- mental Funds	
	General Purpose School	School Federal Projects		Total	Gov- ern- mental Funds
Other Financing Sources (Uses)					
Insurance Recovery	\$ 5,977	\$ 0	\$ 0	\$ 5,977	
Transfers In	0	500,000	0	500,000	
Transfers Out	(500,000)	0	0	(500,000)	
Total Other Financing Sources (Uses)	\$ (494,023)	\$ 500,000	\$ 0	\$ 5,977	
Net Change in Fund Balances	\$ 2,554,173	\$ 554,600	\$ (182,512)	\$ 2,926,261	
Fund Balance, July 1, 2023	12,400,894	335,642	1,715,021	14,451,557	
Fund Balance, June 30, 2024	\$ 14,955,067	\$ 890,242	\$ 1,532,509	\$ 17,377,818	

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

Discretely Presented Lauderdale County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit J-4)		\$ 2,926,261
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 6,225,244	
Less: current-year depreciation expense	(1,578,560)	4,646,684
(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	\$ 478,889	
Less: deferred delinquent property taxes and other deferred June 30, 2023	(604,151)	(125,262)
(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 pension asset - agent plan	\$ (144,051)	
Change in net pension asset - teacher retirement plan	36,978	
Change in net pension asset - teacher legacy pension plan	(400,416)	
Change in deferred outflows related to pensions	(697,636)	
Change in deferred inflows related to pensions	688,675	
Change in net OPEB liability	(164,756)	
Change in deferred outflows related to OPEB	84,567	
Change in deferred inflows related to OPEB	(26,897)	(623,536)
Change in net position of governmental activities (Exhibit B)		\$ 6,824,147

Exhibit J-6

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

	Special Revenue Funds		Total
	Central Cafeteria	Internal School	Nonmajor Governmental Funds
ASSETS			
Cash	\$ 0	\$ 783,586	\$ 783,586
Equity in Pooled Cash and Investments	720,500	0	720,500
Accounts Receivable	7,541	0	7,541
Due from Other Governments	49,029	0	49,029
Total Assets	\$ 777,070	\$ 783,586	\$ 1,560,656
LIABILITIES			
Payroll Deductions Payable	\$ 27,309	\$ 0	\$ 27,309
Other Current Liabilities	838	0	838
Total Liabilities	\$ 28,147	\$ 0	\$ 28,147
FUND BALANCES			
Restricted:			
Restricted for Education	\$ 0	\$ 783,586	\$ 783,586
Restricted for Operation of Non-instructional Services	748,923	0	748,923
Total Fund Balances	\$ 748,923	\$ 783,586	\$ 1,532,509
Total Liabilities and Fund Balances	\$ 777,070	\$ 783,586	\$ 1,560,656

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School		
Revenues				
Charges for Current Services	\$ 155,875	\$ 0	\$ 155,875	
Other Local Revenues	5,019	1,083,971	1,088,990	
State of Tennessee	20,046	0	20,046	
Federal Government	2,668,316	0	2,668,316	
Total Revenues	\$ 2,849,256	\$ 1,083,971	\$ 3,933,227	
Expenditures				
Current:				
Operation of Non-Instructional Services	\$ 3,063,670	\$ 1,052,069	\$ 4,115,739	
Total Expenditures	\$ 3,063,670	\$ 1,052,069	\$ 4,115,739	
Excess (Deficiency) of Revenues Over Expenditures	\$ (214,414)	\$ 31,902	\$ (182,512)	
Net Change in Fund Balances	\$ (214,414)	\$ 31,902	\$ (182,512)	
Fund Balance, July 1, 2023	963,337	751,684	1,715,021	
Fund Balance, June 30, 2024	\$ 748,923	\$ 783,586	\$ 1,532,509	

LAUDERDALE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Lauderdale County School Department
 General Purpose School Fund
 For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Actual Revenues/ Expenditures (Budgetary Basis)			Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Original	Final		
Revenues							
Local Taxes	\$ 5,759,128	\$ 0	\$ 0	\$ 5,759,128	\$ 6,184,307	\$ 6,184,307	\$ (425,179)
Licenses and Permits	3,007	0	0	3,007	2,775	2,775	232
Fines, Forfeitures, and Penalties	9	0	0	9	0	0	9
Charges for Current Services	40,857	0	0	40,857	0	0	40,857
Other Local Revenues	959,066	0	0	959,066	217,248	218,387	740,679
State of Tennessee	31,076,304	0	0	31,076,304	32,664,630	33,057,580	(1,981,276)
Federal Government	331,208	0	0	331,208	291,169	291,169	40,039
Other Governments and Citizens Groups	2,198,361	0	0	2,198,361	2,307,971	2,905,098	(706,737)
Total Revenues	\$ 40,367,940	\$ 0	\$ 0	\$ 40,367,940	\$ 41,668,100	\$ 42,659,316	\$ (2,291,376)
Expenditures							
Instruction							
Regular Instruction Program	\$ 16,924,866	\$ (10,489)	\$ 174,821	\$ 17,089,198	\$ 18,059,902	\$ 18,288,511	\$ 1,199,313
Special Education Program	3,096,325	(1,420)	2,500	3,097,405	3,410,699	3,435,699	338,294
Career and Technical Education Program	2,152,219	0	72,640	2,224,859	3,602,120	3,668,349	1,443,490
Support Services							
Attendance	148,981	0	0	148,981	149,472	150,172	1,191
Health Services	387,441	0	6,380	393,821	161,580	481,935	88,114
Other Student Support	1,233,568	(12)	12	1,233,568	979,191	1,460,610	227,042
Regular Instruction Program	687,833	(3,400)	1,530	685,963	743,704	797,370	111,407
Special Education Program	505,295	(3,345)	5,139	507,089	663,000	638,000	130,911
Career and Technical Education Program	123,932	0	0	123,932	125,869	143,103	19,171
Technology	231,518	0	4,072	235,590	248,131	249,276	13,686
Other Programs	82,379	0	0	82,379	58,938	141,317	58,938
Board of Education	384,740	(40)	0	384,700	406,036	429,160	44,460
Director of Schools	448,702	0	1,717	450,419	496,293	502,693	52,274
Office of the Principal	3,061,154	(14,426)	7,937	3,054,665	3,036,111	3,130,111	75,446
Fiscal Services	250,056	0	0	250,056	318,090	318,090	68,034
Human Services/Personnel	142,195	0	2,059	144,254	162,626	180,626	36,372

(Continued)

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

Discretely Presented Lauderdale County School Department

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Support Services (Cont.)							
Operation of Plant	\$ 2,415,849	\$ 0	\$ 0	\$ 2,415,849	\$ 2,477,447	\$ 2,522,547	\$ 106,698
Maintenance of Plant	1,070,537	(28,225)	73,855	1,116,167	1,088,062	1,181,103	64,936
Transportation	1,924,936	(31,856)	461	1,893,541	2,052,596	2,081,843	188,302
Operation of Non-Instructional Services							
Food Service	61	0	0	61	0	0	(61)
Community Services	143,232	(510)	684	143,406	150,000	150,000	6,594
Early Childhood Education	833,260	(789)	1,103	833,574	944,692	839,726	6,152
Capital Outlay							
Regular Capital Outlay	787,899	(221,982)	220,243	786,160	2,070,000	5,784,056	4,997,896
Other Debt Service							
Education	282,766	0	0	282,766	300,000	300,000	17,234
Total Expenditures	\$ 37,319,744	\$ (316,494)	\$ 575,153	\$ 37,578,403	\$ 41,704,559	\$ 46,874,297	\$ 9,295,894
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 3,048,196	\$ 316,494	\$ (575,153)	\$ 2,789,537	\$ (36,459)	\$ (4,214,981)	\$ 7,004,518
Other Financing Sources (Uses)							
Insurance Recovery	\$ 5,977	\$ 0	\$ 0	\$ 5,977	\$ 0	\$ 0	\$ 5,977
Transfers Out	(500,000)	0	0	(500,000)	0	(500,000)	0
Total Other Financing Sources	\$ (494,023)	\$ 0	\$ 0	\$ (494,023)	\$ 0	\$ (500,000)	\$ 5,977
Net Change in Fund Balance	\$ 2,554,173	\$ 316,494	\$ (575,153)	\$ 2,295,514	\$ (36,459)	\$ (4,714,981)	\$ 7,010,495
Fund Balance, July 1, 2023	12,400,894	(316,494)	0	12,084,400	11,088,859	11,088,859	995,541
Fund Balance, June 30, 2024	\$ 14,955,067	\$ 0	\$ (575,153)	\$ 14,379,914	\$ 11,052,400	\$ 6,373,878	\$ 8,006,036

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

Discretely Presented Lauderdale County School Department

School Federal Projects Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 10,311,588	\$ 0	\$ 10,311,588	\$ 13,052,377	\$ 13,912,957	\$ (3,601,369)
Total Revenues	\$ 10,311,588	\$ 0	\$ 10,311,588	\$ 13,052,377	\$ 13,912,957	\$ (3,601,369)
Expenditures						
Instruction						
Regular Instruction Program	\$ 3,945,790	\$ (15,258)	\$ 3,930,532	\$ 4,075,496	\$ 4,539,724	\$ 609,192
Special Education Program	1,099,611	0	1,099,611	957,759	1,232,092	132,481
Career and Technical Education Program	3,073	(2,525)	548	65,249	4,378	3,830
Support Services						
Health Services	91,396	(9,050)	82,346	86,953	86,953	4,607
Other Student Support	331,132	0	331,132	358,286	407,814	76,682
Regular Instruction Program	637,533	(638)	636,895	765,432	920,596	283,701
Special Education Program	88,628	0	88,628	219,717	213,935	125,307
Career and Technical Education Program	15,990	0	15,990	86,500	17,012	1,022
Technology	149,548	0	149,548	180,225	154,225	4,677
Office of the Principal	0	0	0	47,500	28,000	28,000
Transportation	101,496	0	101,496	269,072	247,810	146,314
Operation of Non-Instructional Services						
Community Services	75,675	0	75,675	109,999	109,999	34,324
Capital Outlay						
Regular Capital Outlay	3,717,116	(92,574)	3,624,542	5,720,678	5,720,678	2,096,136
Total Expenditures	\$ 10,256,988	\$ (120,045)	\$ 10,136,943	\$ 12,942,866	\$ 13,683,216	\$ 3,546,273
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 54,600	\$ 120,045	\$ 174,645	\$ 109,511	\$ 229,741	\$ (55,096)

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Other Financing Sources (Uses)						
Transfers In	\$ 500,000	\$ 0	\$ 500,000	\$ 0	\$ 500,000	\$ 0
Transfers Out	0	0	0	(109,511)	(147,245)	147,245
Total Other Financing Sources	\$ 500,000	\$ 0	\$ 500,000	\$ (109,511)	\$ 352,755	\$ 147,245
Net Change in Fund Balance	\$ 554,600	\$ 120,045	\$ 674,645	\$ 0	\$ 582,496	\$ 92,149
Fund Balance, July 1, 2023	335,642	(120,045)	215,597	215,597	215,597	0
Fund Balance, June 30, 2024	<u>\$ 890,242</u>	<u>\$ 0</u>	<u>\$ 890,242</u>	<u>\$ 215,597</u>	<u>\$ 798,093</u>	<u>\$ 92,149</u>

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

Discretely Presented Lauderdale County School Department

Central Cafeteria 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						
Charges for Current Services	\$ 155,875	\$ 0	\$ 155,875	\$ 156,387	\$ 156,387	\$ (512)
Other Local Revenues	5,019	0	5,019	500	500	4,519
State of Tennessee	20,046	0	20,046	18,000	18,000	2,046
Federal Government	2,668,316	0	2,668,316	2,726,093	2,811,855	(143,539)
Total Revenues	\$ 2,849,256	\$ 0	\$ 2,849,256	\$ 2,900,980	\$ 2,986,742	\$ (137,486)
Expenditures						
Operation of Non-Instructional Services						
Food Service	\$ 3,063,670	\$ 28,905	\$ 3,092,575	\$ 3,294,366	\$ 3,380,128	\$ 287,553
Total Expenditures	\$ 3,063,670	\$ 28,905	\$ 3,092,575	\$ 3,294,366	\$ 3,380,128	\$ 287,553
Excess (Deficiency) of Revenues Over Expenditures	\$ (214,414)	\$ (28,905)	\$ (243,319)	\$ (393,386)	\$ (393,386)	\$ 150,067
Net Change in Fund Balance						
Fund Balance, July 1, 2023	\$ 963,337	0	\$ 963,337	\$ 933,886	\$ 933,886	\$ 29,451
Fund Balance, June 30, 2024	\$ 748,923	\$ (28,905)	\$ 720,018	\$ 540,500	\$ 540,500	\$ 179,518

MISCELLANEOUS SCHEDULES

Exhibit K-1

LAUDERDALE COUNTY, TENNESSEE
Schedule of Changes in Long-term 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
OTHER LOAN PAYABLE							
Payable through General Debt Service Fund							
Qualified School Construction Bonds, Series 2010	\$ 2,523,000	(1)	% 10-7-10	9-15-27	\$ 660,064	\$ 157,431	\$ 502,633
Total Other Loan Payable					\$ 660,064	\$ 157,431	\$ 502,633

(1) Interest rate of approximately 4.85 percent is offset by a federal interest subsidy.

Exhibit K-2

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

Year Ending June 30	Other Loan			Total
	Principal	Interest (1)	Other Fees	
2025	\$ 157,431	\$ 122,315	\$ 2,018	\$ 281,764
2026	157,431	122,315	2,018	281,764
2027	172,929	122,315	2,018	297,262
2028	14,842	12,046	506	27,394
Total	\$ 502,633	\$ 378,991	\$ 6,560	\$ 888,184

(1) Includes interest requirements on Qualified School Construction Bonds, Series 2010, before federal interest rate subsidy.

Exhibit K-3

LAUDERDALE COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Lauderdale County School Department
For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Ambulance Service	Operations	\$ 700,897
Other General Government	Highway/Public Works	American Rescue Plan funds	<u>180,000</u>
Total Transfers Primary Government			<u>\$ 880,897</u>
DISCRETELY PRESENTED LAUDERDALE COUNTY SCHOOL DEPARTMENT			
General Purpose School	School Federal Projects	Cash flow funds	\$ 500,000
Total Transfers Discretely Presented Lauderdale County School Department			<u>\$ 500,000</u>

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

Primary Government and Discretely Presented Lauderdale 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)	Tennessee Risk Management Trust
Base salary	\$ 104,776			
Commission approved additional compensation	15,000			
Travel allowance	24,000			
Total compensation	<u><u>\$ 143,776</u></u>			
Highway Commissioner		Chapter 304, Private Acts of 1929, as amended, and County Commission	(1)	Tennessee Risk Management Trust
Base salary	\$ 99,787			
Commission approved additional compensation	15,000			
Total compensation	<u><u>\$ 114,787</u></u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 151,200			
Car allowance	10,500			
Career ladder	1,000			
Total compensation	<u><u>\$ 162,700</u></u>			
Trustee		Section 8-24-102, <i>TCA</i>	1,459,472	RLI Insurance Company
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 90,715</u></u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 99,787			
Law enforcement training supplement	800			
Total compensation	<u><u>\$ 100,587</u></u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			400,000	"

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

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

	Special Revenue Funds				
	General	Law Library	Ambulance Service	Drug Control	Other General Government
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 6,982,540	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	254,990	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	41,192	0	0	0	0
Interest and Penalty	53,543	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	698	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	71,173	0	0	0	0
Payments in-Lieu-of Taxes - Other	102,481	0	0	0	0
County Local Option Taxes					
Hotel/Motel Tax	38,702	0	0	0	0
Wheel Tax	881,848	0	0	0	0
Litigation Tax - General	53,860	0	0	0	0
Litigation Tax - Special Purpose	11,798	1,061	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	1,730	0	0	0	0
Business Tax	216,520	0	0	0	0
Mixed Drink Tax	794	0	0	0	0
Statutory Local Taxes					
Bank Excise Tax	75,771	0	0	0	0
Wholesale Beer Tax	23,170	0	0	0	0
Total Local Taxes	\$ 8,810,810	\$ 1,061	\$ 0	\$ 0	\$ 0
Licenses and Permits					
Licenses					
Animal Registration	\$ 8,010	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	7,587	0	0	0	0

(Continued)

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

Special Revenue Funds					
	General	Law Library	Ambulance Service	Drug Control	Other General Government
Licenses and Permits (Cont.)					
Permits					
Beer Permits	\$ 975	\$ 0	\$ 0	\$ 0	\$ 0
Building Permits	13,649	0	0	0	0
Total Licenses and Permits	<u>\$ 30,221</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fines, Forfeitures, and Penalties					
Circuit Court					
Fines	\$ 3,923	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	5,749	0	0	0	0
Drug Control Fines	3,296	0	0	3,430	0
Drug Court Fees	445	0	0	0	0
Jail Fees	3,017	0	0	0	0
DUI Treatment Fines	665	0	0	0	0
Data Entry Fee - Circuit Court	1,098	0	0	0	0
Victims Assistance Assessments	2,862	0	0	0	0
Criminal Court					
DUI Treatment Fines	1,257	0	0	0	0
General Sessions Court					
Fines	21,746	0	0	0	0
Officers Costs	36,534	0	0	0	0
Game and Fish Fines	540	0	0	0	0
Drug Control Fines	2,596	0	0	2,596	0
Drug Court Fees	3,133	0	0	0	0
Jail Fees	12,393	0	0	0	0
DUI Treatment Fines	4,028	0	0	0	0
Data Entry Fee - General Sessions Court	8,378	0	0	0	0
Victims Assistance Assessments	12,870	0	0	0	0

(Continued)

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

	Special Revenue Funds				
	General	Law Library	Ambulance Service	Drug Control	Other General Government
Fines, Forfeitures, and Penalties (Cont.)					
Juvenile Court					
Fines	\$ 2,723	\$ 0	\$ 0	\$ 0	\$ 0
Chancery Court					
Officers Costs	972	0	0	0	0
Data Entry Fee - Chancery Court	1,736	0	0	0	0
Judicial District Drug Program					
Drug Task Force Forfeitures and Seizures	0	0	0	1,390	0
Total Fines, Forfeitures, and Penalties	\$ 129,961	\$ 0	\$ 0	\$ 7,416	\$ 0
Charges for Current Services					
General Service Charges					
Patient Charges	\$ 0	\$ 0	\$ 1,924,490	\$ 0	\$ 0
Fees					
Subdivision Lot Fees	350	0	0	0	0
Copy Fees	9,091	0	0	0	0
Library Fees	4,972	0	0	0	0
Greenbelt Late Application Fee	50	0	0	0	0
Telephone Commissions	74,929	0	0	0	0
Data Processing Fee - Register	5,238	0	0	0	0
Data Processing Fee - Sheriff	4,909	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,550	0	0	0	0
Data Processing Fee - County Clerk	1,644	0	0	0	0
Vehicle Registration Reinstatement Fees	5,790	0	0	0	0
Education Charges					
Tuition - Other	4,256	0	0	0	0
Total Charges for Current Services	\$ 116,779	\$ 0	\$ 1,924,490	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds				
	General	Law Library	Ambulance Service	Drug Control	Other General Government
Other Local Revenues					
Recurring Items					
Investment Income	\$ 8,000	\$ 0	\$ 0	\$ 0	\$ 9,231
Commissary Sales	44,222	0	0	0	0
Sale of Recycled Materials	1,502	0	0	0	0
Miscellaneous Refunds	61,570	0	0	0	0
Nonrecurring Items					
Sale of Equipment	16,201	0	35,500	0	0
Sale of Property	15,272	0	0	0	0
Damages Recovered from Individuals	1,762	0	0	0	0
Total Other Local Revenues	\$ 148,529	\$ 0	\$ 35,500	\$ 0	\$ 9,231
Fees Received From County Officials					
Fees In-Lieu-of Salary					
County Clerk	\$ 293,304	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	40,067	0	0	0	0
General Sessions Court Clerk	134,568	0	0	0	0
Clerk and Master	43,661	0	0	0	0
Register	70,778	0	0	0	0
Sheriff	13,709	0	0	0	0
Trustee	409,412	0	0	0	0
Total Fees Received From County Officials	\$ 1,005,499	\$ 0	\$ 0	\$ 0	\$ 0
State of Tennessee					
General Government Grants					
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0
Other General Government Grants	30,501	0	0	0	0

(Continued)

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

Special Revenue Funds						
	General	Law Library	Ambulance Service	Drug Control	Other General Government	
State of Tennessee (Cont.)						
Public Safety Grants						
Law Enforcement Training Programs	\$ 35,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Drug Control Grants	109,088	0	0	0	0	0
Safe and Drug-Free Schools and Communities	142,417	0	0	0	0	0
School Resource Officer Grants	525,000	0	0	0	0	0
Other Public Safety Grants	56,556	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	82,999	0	0	0	0	0
Public Works Grants						
Litter Program	10,896	0	0	0	0	0
Other Public Works Grants	0	0	0	0	0	0
Other State Revenues						
Beer Tax	18,498	0	0	0	0	0
Vehicle Certificate of Title Fees	21,177	0	0	0	0	0
Alcoholic Beverage Tax	82,391	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	100,236	0	0	0	0	0
State Revenue Sharing - T.V.A.	155,953	0	0	0	0	0
State Revenue Sharing - Telecommunications	40,488	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	25,465	0	0	0	0	0
Contracted Prisoner Boarding	639,354	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,199	0	0	0	0	0
Other State Grants	67,034	0	0	0	0	0
Other State Revenues	35,309	0	0	0	0	0
Total State of Tennessee	\$ 2,202,561	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds				
	General	Law Library	Ambulance Service	Drug Control	Other General Government
Federal Government					
Federal Through State					
USDA - Other	\$ 12,000	\$ 0	\$ 0	\$ 0	\$ 0
Civil Defense Reimbursement	35,420	0	0	0	0
Homeland Security Grants	13,984	0	0	0	0
COVID-19 Grant #5	228,696	0	0	0	0
American Rescue Plan Act Grant A	68,750	0	0	0	0
Other Federal through State	292,619	0	0	0	0
Direct Federal Revenue					
Asset Forfeiture Funds	0	0	0	4,842	0
Other Direct Federal Revenue	20	0	0	0	0
Total Federal Government	\$ 651,489	\$ 0	\$ 0	\$ 4,842	\$ 0
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 22,000	\$ 0	\$ 104,382	\$ 0	\$ 0
Contracted Services	53,960	0	0	0	0
Other					
Opioid Settlement Funds - Past Remediation	56,142	0	0	0	0
Total Other Governments and Citizens Groups	\$ 132,102	\$ 0	\$ 104,382	\$ 0	\$ 0
Total	\$ 13,227,951	\$ 1,061	\$ 2,064,372	\$ 12,258	\$ 9,231

(Continued)

Exhibit K-5

LAUDERDALE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			Total
			Highway / Public Works	General Debt Service	General Capital Projects	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 716,889	\$ 20,484	0	\$ 0	\$ 0	7,719,913
Trustee's Collections - Prior Year	27,352	786	0	0	0	283,128
Circuit Clerk/Clerk and Master Collections - Prior Years	4,850	80	0	0	0	46,122
Interest and Penalty	5,588	169	0	0	0	59,300
Payments in-Lieu-of Taxes - T.V.A.	72	2	0	0	0	772
Payments in-Lieu-of Taxes - Local Utilities	7,306	212	0	0	0	78,691
Payments in-Lieu-of Taxes - Other	10,520	305	0	0	0	113,306
County Local Option Taxes						
Hotel/Motel Tax	0	0	0	0	0	38,702
Wheel Tax	88,276	0	0	0	0	970,124
Litigation Tax - General	0	0	0	0	0	53,860
Litigation Tax - Special Purpose	0	0	0	0	0	12,859
Litigation Tax - Jail, Workhouse, or Courthouse	0	21,254	0	0	0	22,984
Business Tax	0	0	0	0	0	216,520
Mixed Drink Tax	0	0	0	0	0	794
Statutory Local Taxes						
Bank Excise Tax	7,599	221	0	0	0	83,591
Wholesale Beer Tax	0	0	0	0	0	23,170
Total Local Taxes	\$ 868,452	\$ 43,513	0	\$ 0	\$ 0	9,723,836
Licenses and Permits						
Licenses						
Animal Registration	\$ 0	\$ 0	0	\$ 0	\$ 0	8,010
Cable TV Franchise	530	14	0	0	0	8,131

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			Total
			Highway / Public Works	General Debt Service	General Capital Projects	Other Capital Projects -
Licenses and Permits (Cont.)						
Permits						
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	975
Building Permits	0	0	0	0	0	13,649
Total Licenses and Permits	\$ 530	\$ 14	\$ 0	\$ 0	\$ 0	30,765
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	3,923
Officers Costs	0	0	0	0	0	5,749
Drug Control Fines	0	0	0	0	0	6,726
Drug Court Fees	0	0	0	0	0	445
Jail Fees	0	0	0	0	0	3,017
DUI Treatment Fines	0	0	0	0	0	665
Data Entry Fee - Circuit Court	0	0	0	0	0	1,098
Victims Assistance Assessments	0	0	0	0	0	2,862
Criminal Court						
DUI Treatment Fines	0	0	0	0	0	1,257
General Sessions Court						
Fines	0	0	0	0	0	21,746
Officers Costs	0	0	0	0	0	36,534
Game and Fish Fines	0	0	0	0	0	540
Drug Control Fines	0	0	0	0	0	5,192
Drug Court Fees	0	0	0	0	0	3,133
Jail Fees	0	0	0	0	0	12,393
DUI Treatment Fines	0	0	0	0	0	4,028
Data Entry Fee - General Sessions Court	0	0	0	0	0	8,378
Victims Assistance Assessments	0	0	0	0	0	12,870

(Continued)

Exhibit K-5

LAUDERDALE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		
	Highway / Public Works	General Debt Service	General Capital Projects	Other Capital Projects -	Total
Fines, Forfeitures, and Penalties (Cont.)					
Juvenile Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	2,723
Chancery Court					
Officers Costs	0	0	0	0	972
Data Entry Fee - Chancery Court	0	0	0	0	1,736
Judicial District Drug Program					
Drug Task Force Forfeitures and Seizures	0	0	0	0	1,390
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	137,377
Charges for Current Services					
General Service Charges					
Patient Charges	\$ 0	\$ 0	\$ 0	\$ 0	1,924,490
Fees					
Subdivision Lot Fees	0	0	0	0	350
Copy Fees	0	0	0	0	9,091
Library Fees	0	0	0	0	4,972
Greenbelt Late Application Fee	0	0	0	0	50
Telephone Commissions	0	0	0	0	74,929
Data Processing Fee - Register	0	0	0	0	5,238
Data Processing Fee - Sheriff	0	0	0	0	4,909
Sexual Offender Registration Fee - Sheriff	0	0	0	0	5,550
Data Processing Fee - County Clerk	0	0	0	0	1,644
Vehicle Registration Reinstatement Fees	0	0	0	0	5,790
Education Charges					
Tuition - Other	0	0	0	0	4,256
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	2,041,269

(Continued)

Exhibit K-5

LAUDERDALE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		
	Highway / Public Works	General Debt Service	General Capital Projects	Other Capital Projects -	Total
Other Local Revenues					
Recurring Items					
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	17,231
Commissary Sales	0	0	0	0	44,222
Sale of Recycled Materials	0	0	0	0	1,502
Miscellaneous Refunds	24,759	0	0	0	86,329
Nonrecurring Items					
Sale of Equipment	138,559	0	0	0	190,260
Sale of Property	0	0	0	0	15,272
Damages Recovered from Individuals	0	0	0	0	1,762
Total Other Local Revenues	\$ 163,318	\$ 0	\$ 0	\$ 0	356,578
Fees Received From County Officials					
Fees In-Lieu-of Salary					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	293,304
Circuit Court Clerk	0	0	0	0	40,067
General Sessions Court Clerk	0	0	0	0	134,568
Clerk and Master	0	0	0	0	43,661
Register	0	0	0	0	70,778
Sheriff	0	0	0	0	13,709
Trustee	0	0	0	0	409,412
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	1,005,499
State of Tennessee					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Other General Government Grants	0	0	0	0	30,501

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			Total
			Highway / Public Works	General Debt Service	General Capital Projects	Other Capital Projects -
State of Tennessee (Cont.)						
Public Safety Grants						
Law Enforcement Training Programs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 35,000
Drug Control Grants	0	0	0	0	0	109,088
Safe and Drug-Free Schools and Communities	0	0	0	0	0	142,417
School Resource Officer Grants	0	0	0	0	0	525,000
Other Public Safety Grants	0	0	0	0	0	56,556
Health and Welfare Grants						
Health Department Programs	0	0	0	0	0	82,999
Public Works Grants						
Litter Program	0	0	0	0	0	10,896
Other Public Works Grants	0	0	109,125	612,921	612,921	722,046
Other State Revenues						
Beer Tax	0	0	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	0	0	21,177
Alcoholic Beverage Tax	0	0	0	0	0	82,391
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0	100,236
State Revenue Sharing - T.V.A.	81,689	0	0	0	0	237,642
State Revenue Sharing - Telecommunications	0	0	0	0	0	40,488
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	25,465
Contracted Prisoner Boarding	0	0	0	0	0	639,354
Gasoline and Motor Fuel Tax	2,510,942	0	0	0	0	2,510,942
Petroleum Special Tax	16,659	0	0	0	0	16,659
Registrar's Salary Supplement	0	0	0	0	0	15,199
Other State Grants	0	0	0	0	0	67,034
Other State Revenues	10,162	0	0	0	0	45,471
Total State of Tennessee	\$ 2,619,452	\$ 0	\$ 109,125	\$ 612,921	\$ 612,921	\$ 5,544,059

(Continued)

Exhibit K-5

LAUDERDALE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			Total
	Highway / Public Works	General Debt Service	General Capital Projects	Other Capital Projects -		
Federal Government						
Federal Through State						
USDA - Other	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	12,000
Civil Defense Reimbursement	0	0	0	0	0	35,420
Homeland Security Grants	0	0	0	0	0	13,984
COVID-19 Grant #5	0	0	0	0	0	228,696
American Rescue Plan Act Grant A	0	0	0	0	0	68,750
Other Federal through State	0	0	0	0	0	292,619
Direct Federal Revenue						
Asset Forfeiture Funds	0	0	0	0	0	4,842
Other Direct Federal Revenue	0	0	0	0	0	20
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	656,331
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 0	\$ 659,837	\$ 0	\$ 0	\$ 0	786,219
Contracted Services	0	0	0	0	0	53,960
Other						
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	56,142
Total Other Governments and Citizens Groups	\$ 0	\$ 659,837	\$ 0	\$ 0	\$ 0	896,321
Total	\$ 3,651,752	\$ 703,364	\$ 109,125	\$ 612,921	\$ 20,392,035	

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

Discretely Presented Lauderdale 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	\$ 2,437,442	\$ 0	\$ 0	\$ 0	\$ 2,437,442
Trustee's Collections - Prior Year	94,973	0	0	0	94,973
Circuit Clerk/Clerk and Master Collections - Prior Years	18,245	0	0	0	18,245
Interest and Penalty	20,031	0	0	0	20,031
Payments in-Lieu-of Taxes - T.V.A.	244	0	0	0	244
Payments in-Lieu-of Taxes - Local Utilities	24,845	0	0	0	24,845
Payments in-Lieu-of Taxes - Other	35,774	0	0	0	35,774
County Local Option Taxes					
Local Option Sales Tax	2,922,900	0	0	0	2,922,900
Wheel Tax	176,324	0	0	0	176,324
Mixed Drink Tax	2,508	0	0	0	2,508
Statutory Local Taxes					
Bank Excise Tax	25,842	0	0	0	25,842
Total Local Taxes	\$ 5,759,128	\$ 0	\$ 0	\$ 0	\$ 5,759,128
Licenses and Permits					
Licenses					
Marriage Licenses	\$ 1,211	\$ 0	\$ 0	\$ 0	\$ 1,211
Cable TV Franchise	1,796	0	0	0	1,796
Total Licenses and Permits	\$ 3,007	\$ 0	\$ 0	\$ 0	\$ 3,007
Fines, Forfeitures, and Penalties					
Juvenile Court					
Fines	\$ 9	\$ 0	\$ 0	\$ 0	\$ 9
Total Fines, Forfeitures, and Penalties	\$ 9	\$ 0	\$ 0	\$ 0	\$ 9

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
Charges for Current Services						
Education Charges						
Tuition - Regular Day Students	\$ 100	\$ 0	\$ 0	\$ 0	\$ 100	
Lunch Payments - Children	0	0	3,996	0	3,996	
Lunch Payments - Adults	0	0	37,413	0	37,413	
Income from Breakfast	0	0	3,090	0	3,090	
Special Milk Sales	0	0	274	0	274	
A la Carte Sales	0	0	73,263	0	73,263	
Other Charges for Services	40,757	0	37,839	0	78,596	
Total Charges for Current Services	<u>\$ 40,857</u>	<u>\$ 0</u>	<u>\$ 155,875</u>	<u>\$ 0</u>	<u>\$ 196,732</u>	
Other Local Revenues						
Recurring Items						
Investment Income	\$ 929,427	\$ 0	\$ 5,019	\$ 0	\$ 934,446	
Miscellaneous Refunds	23,157	0	0	0	23,157	
Nonrecurring Items						
Sale of Equipment	1,860	0	0	0	1,860	
Damages Recovered from Individuals	135	0	0	0	135	
Contributions and Gifts	3,709	0	0	0	3,709	
Other Local Revenues						
Other Local Revenues	778	0	0	1,083,971	1,084,749	
Total Other Local Revenues	<u>\$ 959,066</u>	<u>\$ 0</u>	<u>\$ 5,019</u>	<u>\$ 1,083,971</u>	<u>\$ 2,048,056</u>	
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 82,379	\$ 0	\$ 0	\$ 0	\$ 82,379	

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

		Special Revenue Funds				
		General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
State of Tennessee (Cont.)						
State Education Funds						
Tennessee Investment in Student Achievement	\$ 27,513,175	\$ 0	\$ 0	\$ 0	\$ 0	\$ 27,513,175
TISA - On-behalf Payments	41,273	0	0	0	0	41,273
Early Childhood Education	830,931	0	0	0	0	830,931
School Food Service	0	0	20,046	0	0	20,046
Other State Education Funds	580,015	0	0	0	0	580,015
Career Ladder Program	46,985	0	0	0	0	46,985
Other Vocational	1,431,604	0	0	0	0	1,431,604
Other State Revenues						
State Revenue Sharing - T.V.A.	504,989	0	0	0	0	504,989
Other State Revenues	44,953	0	0	0	0	44,953
Total State of Tennessee	\$ 31,076,304	\$ 0	\$ 20,046	\$ 0	\$ 0	\$ 31,096,350
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,537,153	\$ 0	\$ 0	\$ 1,537,153
USDA - Commodities	0	0	161,335	0	0	161,335
Breakfast	0	0	839,284	0	0	839,284
USDA - Other	0	0	130,544	0	0	130,544
Vocational Education - Basic Grants to States	0	75,398	0	0	0	75,398
Title I Grants to Local Education Agencies	0	1,855,343	0	0	0	1,855,343
Special Education - Grants to States	0	935,988	0	0	0	935,988
Special Education Preschool Grants	0	48,380	0	0	0	48,380
English Language Acquisition Grants	0	12,969	0	0	0	12,969
Rural Education	0	108,990	0	0	0	108,990

(Continued)

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

Discretely Presented Lauderdale 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.)						
21st Century Community Learning Centers	\$ 0	\$ 70,676	\$ 0	\$ 0	\$ 70,676	
Eisenhower Professional Development State Grants	0	122,346	0	0	122,346	
COVID-19 Grant B	0	905,682	0	0	905,682	
COVID-19 Grant D	0	110,611	0	0	110,611	
American Rescue Plan Act Grant #1	0	5,748,573	0	0	5,748,573	
Other Federal through State	197,139	316,632	0	0	513,771	
Direct Federal Revenue						
ROTC Reimbursement	17,802	0	0	0	17,802	
Tax Credit Bond Rebate	116,267	0	0	0	116,267	
Total Federal Government	<u>\$ 331,208</u>	<u>\$ 10,311,588</u>	<u>\$ 2,668,316</u>	<u>\$ 0</u>	<u>\$ 13,311,112</u>	
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 2,198,361	\$ 0	\$ 0	\$ 0	\$ 2,198,361	
Total Other Governments and Citizens Groups	<u>\$ 2,198,361</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,198,361</u>	
Total	<u><u>\$ 40,367,940</u></u>	<u><u>\$ 10,311,588</u></u>	<u><u>\$ 2,849,256</u></u>	<u><u>\$ 1,083,971</u></u>	<u><u>\$ 54,612,755</u></u>	

LAUDERDALE 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	\$	42,856
Social Security		2,608
Pensions		307
Employer Medicare		610
Audit Services		10,811
Dues and Memberships		3,597
Workers' Compensation Insurance		83
Total County Commission	\$	60,872

County Mayor/Executive

County Official/Administrative Officer	\$	119,776
Accountants/Bookkeepers		144,854
Salary Supplements		5,875
Part-time Personnel		7,263
Longevity Pay		2,300
In-service Training		5,000
Social Security		18,480
Pensions		12,072
Employee and Dependent Insurance		31,045
Employer Medicare		4,322
Other Fringe Benefits		24,000
Communication		1,865
Contracts with Private Agencies		19,108
Dues and Memberships		2,291
Postal Charges		10,570
Travel		2,820
Office Supplies		4,677
Other Supplies and Materials		229
Workers' Compensation Insurance		305
Land		4,871
Office Equipment		2,531
Total County Mayor/Executive		424,254

County Attorney

Legal Services	\$	14,923
Total County Attorney		14,923

Election Commission

County Official/Administrative Officer	\$	81,644
Deputy(ies)		29,537
Clerical Personnel		4,881
Longevity Pay		800
Other Salaries and Wages		204
Election Commission		3,075
Election Workers		9,700
Social Security		6,785
Pensions		4,487

(Continued)

LAUDERDALE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****Election Commission (Cont.)**

Employee and Dependent Insurance	\$	48,775
Employer Medicare		1,592
Communication		5,037
Contracts with Private Agencies		26,104
Legal Notices, Recording, and Court Costs		2,919
Travel		1,541
Data Processing Supplies		801
Electricity		2,193
Natural Gas		120
Office Supplies		4,169
Water and Sewer		930
Other Supplies and Materials		559
Workers' Compensation Insurance		176
In Service/Staff Development		45
Office Equipment		3,880
Voting Machines		283,810
Total Election Commission	\$	523,764

Register of Deeds

County Official/Administrative Officer	\$	90,715
Deputy(ies)		37,372
Longevity Pay		2,000
Social Security		7,671
Pensions		5,204
Employee and Dependent Insurance		24,432
Employer Medicare		1,794
Communication		1,865
Contracts with Other Public Agencies		9,945
Dues and Memberships		869
Travel		363
Office Supplies		3,301
Workers' Compensation Insurance		182
Total Register of Deeds		185,713

Development

Supervisor/Director	\$	47,955
In-service Training		1,975
Social Security		2,813
Pensions		1,945
Employee and Dependent Insurance		17,648
Employer Medicare		658
Communication		1,424
Contracts with Government Agencies		35,000
Travel		2,758
Gasoline		752
Vehicle and Equipment Insurance		2,000
Workers' Compensation Insurance		45

(Continued)

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

Other Charges	\$	66,858
Building Improvements		<u>154,871</u>
Total Development		\$ 336,702

Planning

Materials Supervisor	\$	10,710
Salary Supplements		2,881
Board and Committee Members Fees		720
Social Security		887
Employer Medicare		208
Advertising		90
Communication		750
Contracts with Private Agencies		5,000
Office Supplies		79
Workers' Compensation Insurance		<u>247</u>
Total Planning		21,572

County Buildings

Custodial Personnel	\$	36,691
Maintenance Personnel		80,262
Part-time Personnel		1,367
Longevity Pay		400
Social Security		6,642
Pensions		4,694
Employee and Dependent Insurance		41,251
Employer Medicare		1,553
Maintenance and Repair Services - Buildings		178,089
Maintenance and Repair Services - Vehicles		851
Custodial Supplies		6,708
Electricity		30,491
Water and Sewer		10,554
Building and Contents Insurance		40,802
Workers' Compensation Insurance		1,874
Heating and Air Conditioning Equipment		10,000
Plant Operation Equipment		<u>7,123</u>
Total County Buildings		459,352

Other General Administration

Other Salaries and Wages	\$	4,775
Social Security		289
Pensions		80
Employee and Dependent Insurance		302
Employer Medicare		<u>68</u>
Total Other General Administration		5,514

(Continued)

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

Finance

Property Assessor's Office

County Official/Administrative Officer	\$	90,715
Deputy(ies)		78,175
Part-time Personnel		600
Longevity Pay		2,000
Board and Committee Members Fees		1,030
Social Security		9,645
Pensions		6,836
Employee and Dependent Insurance		64,583
Employer Medicare		2,256
Communication		1,865
Contracts with Government Agencies		8,197
Contracts with Other Public Agencies		3,333
Contracts with Private Agencies		32,104
Dues and Memberships		1,550
Travel		2,591
Office Supplies		3,393
Workers' Compensation Insurance		213
Office Equipment		2,080
Total Property Assessor's Office	\$	311,166

County Trustee's Office

County Official/Administrative Officer	\$	90,715
Deputy(ies)		77,439
Salary Supplements		3,000
Longevity Pay		4,000
Social Security		10,124
Pensions		7,006
Employee and Dependent Insurance		43,412
Employer Medicare		2,368
Communication		1,865
Contracts with Government Agencies		2,970
Contracts with Private Agencies		20,129
Dues and Memberships		1,089
Legal Notices, Recording, and Court Costs		521
Travel		1,987
Office Supplies		1,442
Workers' Compensation Insurance		211
Office Equipment		4,309
Total County Trustee's Office		272,587

County Clerk's Office

County Official/Administrative Officer	\$	90,715
Deputy(ies)		181,641
Salary Supplements		10,000
Part-time Personnel		4,719
Longevity Pay		3,100
Social Security		17,377

(Continued)

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

Finance (Cont.)

County Clerk's Office (Cont.)

Pensions	\$	11,418
Employee and Dependent Insurance		27,749
Employer Medicare		4,064
Communication		8,513
Contracts with Other Public Agencies		23,057
Dues and Memberships		909
Maintenance and Repair Services - Buildings		4,866
Travel		715
Office Supplies		4,264
Utilities		5,720
Workers' Compensation Insurance		321
Total County Clerk's Office		\$ 399,148

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	90,715
Deputy(ies)		85,046
Attendants		6,048
Longevity Pay		2,100
Jury and Witness Expense		13,504
Social Security		10,685
Pensions		7,114
Employee and Dependent Insurance		34,015
Employer Medicare		2,499
Communication		3,857
Contracts with Other Public Agencies		25,390
Contracts with Private Agencies		5,860
Dues and Memberships		1,029
Travel		58
Remittance of Revenue Collected		332
Office Supplies		11,839
Workers' Compensation Insurance		393
Other Charges		454
Office Equipment		14,720
Total Circuit Court		\$ 315,658

General Sessions Judge

Judge(s)	\$	100,680
Social Security		5,851
Pensions		4,027
Employee and Dependent Insurance		24,362
Employer Medicare		1,368
Dues and Memberships		150
Travel		1,716
Workers' Compensation Insurance		170
Total General Sessions Judge		\$ 138,324

(Continued)

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

Administration of Justice (Cont.)

General Sessions Court Clerk

Clerical Personnel	\$	156,033
Attendants		48,039
Longevity Pay		3,300
Social Security		12,461
Pensions		6,337
Employee and Dependent Insurance		19,064
Employer Medicare		2,914
Communication		3,857
Remittance of Revenue Collected		3,133
Workers' Compensation Insurance		1,562
Total General Sessions Court Clerk	\$	256,700

Drug Court

Supervisor/Director	\$	49,219
Social Security		2,813
Pensions		1,969
Employee and Dependent Insurance		18,190
Employer Medicare		658
Communication		399
Contracts with Other Public Agencies		842
Contracts with Private Agencies		14,667
Postal Charges		500
Printing, Stationery, and Forms		1,241
Travel		8,834
Office Supplies		9,864
Other Supplies and Materials		145
Other Charges		14,414
Total Drug Court		123,755

Chancery Court

County Official/Administrative Officer	\$	90,715
Deputy(ies)		33,276
Salary Supplements		500
Attendants		4,199
Part-time Personnel		18,274
Longevity Pay		2,000
Social Security		8,964
Pensions		5,060
Employee and Dependent Insurance		9,118
Employer Medicare		2,096
Communication		1,865
Contracts with Private Agencies		13,110
Dues and Memberships		944
Legal Notices, Recording, and Court Costs		684
Office Supplies		1,904
Workers' Compensation Insurance		433
Office Equipment		276
Total Chancery Court		193,418

(Continued)

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

County Official/Administrative Officer	\$	61,591
Judge(s)		100,680
Probation Officer(s)		11,994
Youth Service Officer(s)		50,952
Salary Supplements		1,500
Secretary(ies)		77,358
Attendants		23,434
Longevity Pay		8,000
In-service Training		245
Other Per Diem and Fees		64
Social Security		20,224
Pensions		12,065
Employee and Dependent Insurance		29,098
Employer Medicare		4,730
Communication		3,884
Contracts with Private Agencies		37,963
Dues and Memberships		525
Evaluation and Testing		1,285
Maintenance and Repair Services - Equipment		4,493
Travel		665
Gasoline		154
Office Supplies		772
Other Supplies and Materials		6,930
Vehicle and Equipment Insurance		1,000
Workers' Compensation Insurance		845
Total Juvenile Court	\$	460,451

Other Administration of Justice

Social Workers	\$	31,336
Salary Supplements		700
Secretary(ies)		6,575
Social Security		2,626
Handling Charges and Administrative Costs		7,214
Pensions		1,833
Employee and Dependent Insurance		9,625
Employer Medicare		614
Communication		2,368
Maintenance and Repair Services - Equipment		2,929
Postal Charges		300
Data Processing Supplies		236
Office Supplies		208
Workers' Compensation Insurance		471
Total Other Administration of Justice		67,035

Victim Assistance Programs

Remittance of Revenue Collected	\$	15,000
Total Victim Assistance Programs		15,000

(Continued)

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

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 99,787
Assistant(s)	83,895
Deputy(ies)	762,766
Investigator(s)	225,305
Accountants/Bookkeepers	45,141
Salary Supplements	20,000
Dispatchers/Radio Operators	232,274
Guards	37,391
Clerical Personnel	80,638
Part-time Personnel	37,527
Longevity Pay	13,500
Overtime Pay	125,581
Other Salaries and Wages	5,092
In-service Training	2,558
Social Security	103,342
Pensions	66,677
Employee and Dependent Insurance	396,421
Unemployment Compensation	2,625
Employer Medicare	24,169
Communication	10,175
Confidential Drug Enforcement Payments	400
Dues and Memberships	2,300
Maintenance and Repair Services - Equipment	24,990
Maintenance and Repair Services - Vehicles	64,374
Postal Charges	452
Towing Services	2,600
Travel	14,951
Data Processing Supplies	4,745
Electricity	80,735
Gasoline	157,014
Law Enforcement Supplies	16,100
Natural Gas	16,028
Office Supplies	9,541
Tires and Tubes	18,070
Uniforms	26,931
Water and Sewer	57,269
Other Supplies and Materials	7,383
Liability Insurance	26,272
Vehicle and Equipment Insurance	24,301
Workers' Compensation Insurance	27,838
Other Charges	15,345
Law Enforcement Equipment	126,658
Office Equipment	<u>3,020</u>
Total Sheriff's Department	\$ 3,102,181

Administration of the Sexual Offender Registry

Other Supplies and Materials

\$ 965

Total Administration of the Sexual Offender Registry

965

(Continued)

LAUDERDALE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Jail**

Captain(s)	\$	67,434
Lieutenant(s)		92,114
Sergeant(s)		283,842
Accountants/Bookkeepers		36,548
Salary Supplements		3,900
Guards		502,022
Part-time Personnel		18,992
Longevity Pay		5,900
Overtime Pay		29,813
Social Security		61,701
Pensions		40,151
Employee and Dependent Insurance		183,505
Employer Medicare		14,430
Communication		2,052
Maintenance Agreements		20,397
Medical and Dental Services		310,774
Travel		1,659
Other Contracted Services		4,084
Custodial Supplies		13,898
Drugs and Medical Supplies		709
Food Supplies		308,329
Office Supplies		11,761
Prisoners Clothing		4,149
Uniforms		6,860
Other Supplies and Materials		14,265
Workers' Compensation Insurance		19,940
In Service/Staff Development		3,025
Other Charges		14,104
Communication Equipment		2,955
Office Equipment		1,798
Plant Operation Equipment		3,282
Total Jail	\$	2,084,393

Juvenile Services

Deputy(ies)	\$	354,279
Investigator(s)		95,951
Longevity Pay		2,600
Social Security		26,093
Pensions		17,890
Employee and Dependent Insurance		118,323
Employer Medicare		6,103
Communication		705
Travel		6,804
Gasoline		10,520
Law Enforcement Equipment		25,574
Motor Vehicles		93,700
Total Juvenile Services		758,542

(Continued)

LAUDERDALE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Fire Prevention and Control**

Part-time Personnel	\$ 4,841
Other Salaries and Wages	6,000
Social Security	641
Pensions	240
Employee and Dependent Insurance	2,237
Employer Medicare	150
Contracts with Government Agencies	2,000
Gasoline	3,994
Utilities	5,200
Other Supplies and Materials	12,198
Building and Contents Insurance	1,500
Vehicle and Equipment Insurance	6,000
Workers' Compensation Insurance	566
Other Charges	6,926
Other Equipment	2,121
Total Fire Prevention and Control	\$ 54,614

Civil Defense

Other Equipment	\$ 16
Total Civil Defense	16

Rescue Squad

Building and Contents Insurance	\$ 1,500
Vehicle and Equipment Insurance	3,500
Other Charges	5,000
Total Rescue Squad	10,000

Other Emergency Management

Supervisor/Director	\$ 60,117
Longevity Pay	1,700
Social Security	3,557
Pensions	2,473
Employee and Dependent Insurance	19,607
Employer Medicare	832
Communication	4,259
Dues and Memberships	80
Maintenance and Repair Services - Vehicles	733
Travel	934
Gasoline	4,501
Vehicle and Equipment Insurance	2,950
Workers' Compensation Insurance	926
Other Charges	1,624
Communication Equipment	5,825
Total Other Emergency Management	110,118

(Continued)

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

Public Health and Welfare

Local Health Center

Communication	\$	3,826
Janitorial Services		10,430
Maintenance and Repair Services - Buildings		4,982
Other Contracted Services		16,982
Drugs and Medical Supplies		930
Office Supplies		1,285
Utilities		16,407
Total Local Health Center	\$	54,842

Rabies and Animal Control

Supervisor/Director	\$	37,023
Deputy(ies)		38,200
Part-time Personnel		4,960
Longevity Pay		400
Social Security		4,681
Pensions		2,972
Employee and Dependent Insurance		19,672
Employer Medicare		1,095
Communication		1,654
Maintenance and Repair Services - Vehicles		1,379
Veterinary Services		7,454
Animal Food and Supplies		7,935
Custodial Supplies		144
Gasoline		10,441
Utilities		6,514
Other Supplies and Materials		3,317
Vehicle and Equipment Insurance		550
Workers' Compensation Insurance		1,075
Other Equipment		2,981
Total Rabies and Animal Control		152,447

Dental Health Program

Clerical Personnel	\$	32,766
Educational Assistants		19,125
Social Security		2,905
Pensions		2,076
Employee and Dependent Insurance		19,473
Employer Medicare		679
Travel		1,854
Workers' Compensation Insurance		515
Total Dental Health Program		79,393

Alcohol and Drug Programs

Other Salaries and Wages	\$	6,000
Social Security		350
Pensions		240
Employer Medicare		82

(Continued)

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

Public Health and Welfare (Cont.)

Alcohol and Drug Programs (Cont.)

Communication	\$	798
Contracts with Private Agencies		62,260
Dues and Memberships		750
Postal Charges		2,000
Printing, Stationery, and Forms		712
Rentals		3,600
Travel		5,474
Instructional Supplies and Materials		22,290
Office Supplies		3,674
Total Alcohol and Drug Programs		\$ 108,230

Other Local Health Services

Contracts with Government Agencies	\$	3,771
Contracts with Other Public Agencies		30,298
Other Contracted Services		35,129
Total Other Local Health Services		69,198

Other Local Welfare Services

Other Salaries and Wages	\$	2,600
Social Security		156
Pensions		104
Employer Medicare		36
Contracts with Private Agencies		7,938
Travel		4,168
Instructional Supplies and Materials		20,837
Other Charges		5,205
Total Other Local Welfare Services		41,044

Sanitation Education/Information

Guards	\$	35,867
Clerical Personnel		1,362
Longevity Pay		1,800
Social Security		2,119
Pensions		1,561
Employee and Dependent Insurance		24,647
Employer Medicare		496
Contracts with Other Public Agencies		11,018
Workers' Compensation Insurance		555
Other Charges		610
Total Sanitation Education/Information		80,035

Other Public Health and Welfare

Other Salaries and Wages	\$	3,350
Social Security		197
Pensions		134
Employer Medicare		46
Contracts with Private Agencies		19,920

(Continued)

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

Public Health and Welfare (Cont.)

Other Public Health and Welfare (Cont.)

Postal Charges	\$	1,000
Printing, Stationery, and Forms		35
Travel		745
Total Other Public Health and Welfare	\$	25,427

Social, Cultural, and Recreational Services

Libraries

Librarians	\$	82,899
Longevity Pay		2,300
Social Security		4,838
Pensions		3,325
Employee and Dependent Insurance		34,808
Employer Medicare		1,131
Communication		2,536
Contributions		29,308
Travel		337
Library Books/Media		2,453
Office Supplies		2,452
Utilities		10,359
Workers' Compensation Insurance		66
Other Charges		4,367
Furniture and Fixtures		1,440
Office Equipment		1,480
Total Libraries		184,099

Parks and Fair Boards

Contributions	\$	41,100
Total Parks and Fair Boards		41,100

Agriculture and Natural Resources

Agricultural Extension Service

Part-time Personnel	\$	3,848
Social Security		239
Employer Medicare		56
Communication		4,941
Contracts with Government Agencies		24,426
Dues and Memberships		330
Maintenance and Repair Services - Buildings		272
Maintenance and Repair Services - Equipment		3,553
Matching Share		50,304
Travel		2,238
Other Contracted Services		2,449
Electricity		5,836
Natural Gas		998
Water and Sewer		3,259
Workers' Compensation Insurance		58
Other Charges		600
Total Agricultural Extension Service		103,407

(Continued)

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

Agriculture and Natural Resources (Cont.)

Soil Conservation

Assessment Personnel	\$ 87,023
Secretary(ies)	31,956
Longevity Pay	2,800
Social Security	6,876
Pensions	4,871
Employee and Dependent Insurance	48,792
Employer Medicare	1,608
Gasoline	56
Workers' Compensation Insurance	1,275
Motor Vehicles	<u>13,000</u>
Total Soil Conservation	\$ 198,257

Other Operations

Veterans' Services

Supervisor/Director	\$ 22,184
Social Security	1,375
Employer Medicare	322
Communication	1,756
Office Supplies	<u>449</u>
Total Veterans' Services	26,086

Other Charges

Liability Insurance	\$ 74,814
Trustee's Commission	173,646
Other Charges	11,942
Office Equipment	<u>17,551</u>
Total Other Charges	277,953

Contributions to Other Agencies

Contributions	\$ 250,849
Total Contributions to Other Agencies	250,849

Employee Benefits

Local Retirement	\$ 13,710
Total Employee Benefits	13,710

COVID-19 Grant #2

Other Charges	\$ 16,479
Total COVID-19 Grant #2	16,479

COVID-19 Grant #5

Law Enforcement Equipment	\$ 228,696
Total COVID-19 Grant #5	228,696

American Rescue Plan Act Grant #9

Furniture and Fixtures	\$ 34,328
Total American Rescue Plan Act Grant #9	34,328

(Continued)

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

Other Operations (Cont.)

Miscellaneous

Advertising	\$ 2,227
Other Charges	<u>2,151</u>
Total Miscellaneous	\$ 4,378

Capital Projects

American Rescue Plan Act Grant #1

Other Construction	\$ 160,000
Total American Rescue Plan Act Grant #1	<u>160,000</u>

Total General Fund

\$ 12,856,695

Law Library Fund

Social, Cultural, and Recreational Services

Libraries

Library Books/Media	\$ 142
Trustee's Commission	<u>11</u>
Total Libraries	\$ 153

Total Law Library Fund

153

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Medical Personnel	\$ 1,742,289
In-service Training	2,248
Social Security	127,786
Pensions	72,974
Medical Insurance	294,507
Communication	10,535
Contracts with Government Agencies	19,506
Debt Collection Services	116,343
Licenses	2,000
Maintenance and Repair Services - Buildings	2,244
Maintenance and Repair Services - Equipment	57,611
Travel	2,459
Other Contracted Services	15,670
Diesel Fuel	58,560
Drugs and Medical Supplies	71,700
Office Supplies	13,845
Uniforms	1,660
Utilities	7,743
Liability Insurance	<u>50,437</u>
Total Ambulance/Emergency Medical Services	\$ 2,670,117

Total Ambulance Service Fund

2,670,117

(Continued)

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

Public Safety

Drug Enforcement

Communication	\$ 1,005
Confidential Drug Enforcement Payments	422
Remittance of Revenue Collected	8,972
Motor Vehicles	<u>75,773</u>
Total Drug Enforcement	<u><u>\$ 86,172</u></u>

Total Drug Control Fund

\$ 86,172

Other General Government Fund

Other Operations

American Rescue Plan Act Grant #3

Building Improvements	\$ 277,850
Other Equipment	<u>256,758</u>
Total American Rescue Plan Act Grant #3	<u><u>\$ 534,608</u></u>

American Rescue Plan Act Grant #6

Other Equipment	\$ 16,346
Total American Rescue Plan Act Grant #6	<u><u>16,346</u></u>

American Rescue Plan Act Grant #7

Motor Vehicles	\$ 301,698
Total American Rescue Plan Act Grant #7	<u><u>301,698</u></u>

American Rescue Plan Act Grant #9

Other Equipment	\$ 20,500
Total American Rescue Plan Act Grant #9	<u><u>20,500</u></u>

American Rescue Plan Act Grant #10

Land	\$ 225,000
Total American Rescue Plan Act Grant #10	<u><u>225,000</u></u>

American Rescue Plan Act Grant A

Motor Vehicles	\$ 20,000
Total American Rescue Plan Act Grant A	<u><u>20,000</u></u>

American Rescue Plan Act Grant B

Heating and Air Conditioning Equipment	\$ 12,670
Total American Rescue Plan Act Grant B	<u><u>12,670</u></u>

Total Other General Government Fund

1,130,822

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 114,787
Accountants/Bookkeepers	79,891
Longevity Pay	700

(Continued)

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

Highways (Cont.)

Administration (Cont.)

Communication	\$	7,900
Data Processing Services		19,829
Dues and Memberships		3,731
Legal Notices, Recording, and Court Costs		930
Maintenance and Repair Services - Equipment		35
Medical and Dental Services		1,102
Postal Charges		355
Printing, Stationery, and Forms		761
Travel		2,761
Other Contracted Services		7,137
Custodial Supplies		1,498
Data Processing Supplies		165
Drugs and Medical Supplies		66
Electricity		10,605
Natural Gas		4,550
Office Supplies		1,451
Water and Sewer		5,474
Other Charges		475
Total Administration	\$	264,203

Highway and Bridge Maintenance

Foremen	\$	155,108
Equipment Operators		625,083
Part-time Personnel		17,136
Longevity Pay		18,200
Overtime Pay		4,986
Other Contracted Services		1,750
Asphalt - Cold Mix		11,183
Asphalt - Liquid		259,808
Crushed Stone		220,482
General Construction Materials		534
Other Road Materials		814
Pipe - Metal		41,214
Road Signs		19,453
Sand		4,926
Small Tools		944
Wood Products		22,656
Chemicals		86,250
Other Supplies and Materials		1,883
Total Highway and Bridge Maintenance		1,492,410

Operation and Maintenance of Equipment

Mechanic(s)	\$	91,766
Longevity Pay		3,300
Laundry Service		9,200
Maintenance and Repair Services - Equipment		30,770
Other Contracted Services		2,107

(Continued)

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

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Diesel Fuel	\$ 144,054
Equipment and Machinery Parts	106,435
Garage Supplies	3,980
Gasoline	33,705
Lubricants	9,262
Small Tools	8,350
Tires and Tubes	28,738
Other Supplies and Materials	745
Other Charges	42,153
Total Operation and Maintenance of Equipment	\$ 514,565

Other Charges

Building and Contents Insurance	\$ 50,000
Liability Insurance	4,000
Trustee's Commission	42,251
Workers' Compensation Insurance	43,199
Total Other Charges	139,450

Employee Benefits

Social Security	\$ 78,693
Pensions	42,947
Employee and Dependent Insurance	317,737
Local Retirement	6,775
Total Employee Benefits	446,152

Capital Outlay

Engineering Services	\$ 46,683
Bridge Construction	86,030
Communication Equipment	7,379
Highway Construction	74,228
Highway Equipment	565,836
Total Capital Outlay	780,156

Total Highway/Public Works Fund

\$ 3,636,936

General Debt Service Fund

Principal on Debt

Education

Principal on Other Loans	\$ 157,431
Total Education	\$ 157,431

Interest on Debt

Education

Interest on Other Loans	\$ 100,680
Total Education	100,680

(Continued)

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

Other Debt Service

General Government

Trustee's Commission

\$ 486

Total General Government

\$ 486

Education

Other Debt Issuance Charges

\$ 2,018

Total Education

2,018

Total General Debt Service Fund

\$ 260,615

General Capital Projects Fund

Capital Projects

Public Health and Welfare Projects

Other Capital Outlay

\$ 109,125

Total Public Health and Welfare Projects

\$ 109,125

Total General Capital Projects Fund

109,125

Other Capital Projects #2 Fund

Capital Projects

Social, Cultural, and Recreation Projects

Other Capital Outlay

\$ 504,225

Total Social, Cultural, and Recreation Projects

\$ 504,225

Total Other Capital Projects #2 Fund

504,225

Total Governmental Funds - Primary Government

\$ 21,254,860

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

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 10,656,472
Career Ladder Program	32,500
Clerical Personnel	38,400
Educational Assistants	989,969
Instructional Coaches	61,699
Other Salaries and Wages	4,275
Non-certified Substitute Teachers	289,608
Social Security	696,662
Pensions	858,965
Medical Insurance	2,266,260
Unemployment Compensation	9,104
Employer Medicare	165,305
Tuition	2,328
Other Contracted Services	211,245
Instructional Supplies and Materials	161,496
Textbooks - Bound	106,322
Software	5,556
Other Supplies and Materials	116,565
Regular Instruction Equipment	252,135
Total Regular Instruction Program	\$ 16,924,866

Special Education Program

Teachers	\$ 1,652,351
Career Ladder Program	6,000
Homebound Teachers	17,422
Educational Assistants	316,268
Speech Pathologist	117,588
Other Salaries and Wages	47,267
Social Security	123,357
Pensions	144,609
Medical Insurance	479,389
Employer Medicare	29,099
Contracts for Substitute Teachers - Non-certified	24,168
Instructional Supplies and Materials	91,041
Other Supplies and Materials	3,807
TISA - On-behalf Payments	41,273
Other Charges	2,686
Total Special Education Program	\$ 3,096,325

Career and Technical Education Program

Teachers	\$ 777,223
Career Ladder Program	1,000
Clerical Personnel	12,475
Other Salaries and Wages	5,825
Social Security	50,152
Pensions	67,932

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Medical Insurance	\$ 134,090
Employer Medicare	11,729
Instructional Supplies and Materials	13,962
Software	336,302
Other Supplies and Materials	3,369
Vocational Instruction Equipment	738,160
Total Career and Technical Education Program	\$ 2,152,219

Support Services

Attendance

Supervisor/Director	\$ 96,048
Social Security	5,702
Pensions	6,541
Medical Insurance	12,896
Employer Medicare	1,334
Travel	2,460
Other Contracted Services	24,000
Total Attendance	148,981

Health Services

Supervisor/Director	\$ 65,000
Medical Personnel	207,701
Other Salaries and Wages	3,750
Social Security	15,620
Pensions	11,058
Medical Insurance	60,599
Employer Medicare	3,653
Other Fringe Benefits	1,593
Communication	500
Travel	1,352
Other Supplies and Materials	16,615
Total Health Services	387,441

Other Student Support

Supervisor/Director	\$ 23,120
Career Ladder Program	2,000
Guidance Personnel	337,390
Other Salaries and Wages	46,937
Social Security	22,942
Pensions	27,667
Medical Insurance	63,409
Employer Medicare	5,569
Evaluation and Testing	7,482
Internet Connectivity	598,361
Travel	15,025
Other Contracted Services	15,500

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Other Supplies and Materials	\$ 37,157
In Service/Staff Development	1,123
Other Equipment	<u>29,886</u>
Total Other Student Support	\$ 1,233,568

Regular Instruction Program

Supervisor/Director	\$ 250,933
Career Ladder Program	1,000
Librarians	188,249
Social Security	27,860
Pensions	33,009
Medical Insurance	52,021
Employer Medicare	6,516
Communication	37,000
Travel	11,465
Other Contracted Services	7,800
Library Books/Media	6,784
In Service/Staff Development	57,669
Other Equipment	<u>7,527</u>
Total Regular Instruction Program	687,833

Special Education Program

Supervisor/Director	\$ 88,000
Psychological Personnel	104,992
Secretary(ies)	33,050
Speech Pathologist	13,868
Social Security	13,609
Pensions	17,205
Medical Insurance	30,411
Employer Medicare	3,384
Travel	7,203
Other Contracted Services	146,470
Other Supplies and Materials	15,148
In Service/Staff Development	15,546
Other Equipment	<u>16,409</u>
Total Special Education Program	505,295

Career and Technical Education Program

Supervisor/Director	\$ 95,967
Social Security	5,850
Pensions	6,535
Medical Insurance	6,396
Employer Medicare	1,368
Travel	1,402
Other Supplies and Materials	3,222
In Service/Staff Development	<u>3,192</u>
Total Career and Technical Education Program	123,932

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Instructional Computer Personnel	\$ 114,076
Social Security	6,944
Pensions	4,563
Medical Insurance	15,800
Employer Medicare	1,624
Maintenance and Repair Services - Equipment	17,172
Internet Connectivity	68,692
Travel	2,647
Total Technology	\$ 231,518

Other Programs

On-behalf Payments to OPEB	\$ 82,379
Total Other Programs	82,379

Board of Education

Other Salaries and Wages	\$ 2,500
Board and Committee Members Fees	11,980
Social Security	898
Pensions	146
Employer Medicare	210
Audit Services	22,544
Dues and Memberships	8,899
Legal Services	13,420
Travel	7,084
Liability Insurance	86,159
Premiums on Corporate Surety Bonds	3,450
Trustee's Commission	151,047
Workers' Compensation Insurance	61,464
Other Charges	14,939
Total Board of Education	384,740

Director of Schools

County Official/Administrative Officer	\$ 151,200
Assistant(s)	71,296
Career Ladder Program	1,000
Clerical Personnel	49,104
Social Security	16,001
Pensions	18,095
Medical Insurance	44,829
Employer Medicare	3,742
Other Fringe Benefits	9,500
Communication	61,457
Postal Charges	4,518
Travel	6,289
Remittance of Revenue Collected	600
Office Supplies	7,323
Administration Equipment	3,748
Total Director of Schools	448,702

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal

Principals	\$	761,117
Assistant Principals		967,028
Secretary(ies)		545,000
Clerical Personnel		47,999
Social Security		136,457
Pensions		145,797
Medical Insurance		373,195
Employer Medicare		31,913
Travel		2,160
Administration Equipment		50,488
Total Office of the Principal	\$	3,061,154

Fiscal Services

Supervisor/Director	\$	90,446
Accountants/Bookkeepers		91,633
Social Security		10,421
Pensions		7,283
Medical Insurance		20,077
Employer Medicare		2,437
Travel		1,320
Other Contracted Services		26,439
Total Fiscal Services		250,056

Human Services/Personnel

Supervisor/Director	\$	50,872
Clerical Personnel		40,497
Social Security		5,204
Pensions		3,655
Medical Insurance		26,614
Employer Medicare		1,217
Travel		257
Other Supplies and Materials		13,879
Total Human Services/Personnel		142,195

Operation of Plant

Supervisor/Director	\$	76,479
Custodial Personnel		169,133
Social Security		14,534
Pensions		9,825
Medical Insurance		37,301
Employer Medicare		3,399
Other Contracted Services		799,907
Electricity		813,582
Natural Gas		286,680
Building and Contents Insurance		205,009
Total Operation of Plant		2,415,849

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Maintenance Personnel	\$ 211,188
Social Security	11,996
Pensions	8,447
Medical Insurance	41,054
Employer Medicare	2,805
Maintenance and Repair Services - Buildings	102,409
Maintenance and Repair Services - Equipment	156,125
Other Contracted Services	300,207
Other Supplies and Materials	155,614
Administration Equipment	3,000
Maintenance Equipment	37,849
Other Equipment	39,843
Total Maintenance of Plant	\$ 1,070,537

Transportation

Supervisor/Director	\$ 69,361
Mechanic(s)	121,278
Bus Drivers	728,330
Other Salaries and Wages	99,682
Social Security	61,038
Pensions	16,239
Medical Insurance	59,774
Employer Medicare	14,275
Other Fringe Benefits	4,406
Contracts with Parents	6,917
Diesel Fuel	14,029
Gasoline	153,605
Tires and Tubes	23,362
Vehicle Parts	110,881
Other Supplies and Materials	12,095
Vehicle and Equipment Insurance	50,027
Transportation Equipment	379,637
Total Transportation	1,924,936

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 61
Total Food Service	61

Community Services

Teachers	\$ 104,504
Educational Assistants	1,032
Social Security	6,764
Pensions	7,394
Employer Medicare	1,585
Other Supplies and Materials	21,953
Total Community Services	143,232

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education

Supervisor/Director	\$ 22,812
Teachers	370,578
Educational Assistants	192,089
Social Security	30,304
Pensions	40,377
Medical Insurance	139,172
Employer Medicare	7,621
Travel	158
Food Supplies	11,972
Instructional Supplies and Materials	6,711
Other Supplies and Materials	4,693
In Service/Staff Development	5,280
Other Charges	1,493
Total Early Childhood Education	\$ 833,260

Capital Outlay

Regular Capital Outlay

Building Improvements	\$ 787,899
Total Regular Capital Outlay	787,899

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 282,766
Total Education	282,766

Total General Purpose School Fund

\$ 37,319,744

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 867,485
Educational Assistants	213,941
Other Salaries and Wages	435,200
Social Security	91,008
Pensions	109,472
Medical Insurance	231,578
Employer Medicare	21,152
Lease/SBITA Payments	47,310
Other Contracted Services	66,398
Instructional Supplies and Materials	329,701
Textbooks - Electronic	23,620
Software	124,479
Other Supplies and Materials	25,890
Other Charges	102,222
Regular Instruction Equipment	1,256,334
Total Regular Instruction Program	\$ 3,945,790

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program

Educational Assistants	\$ 786,757
Social Security	44,258
Pensions	28,493
Medical Insurance	217,256
Employer Medicare	10,351
Instructional Supplies and Materials	10,120
Other Supplies and Materials	2,376
Total Special Education Program	\$ 1,099,611

Career and Technical Education Program

Clerical Personnel	\$ 548
Vocational Instruction Equipment	2,525
Total Career and Technical Education Program	3,073

Support Services

Health Services

Supervisor/Director	\$ 69,391
Social Security	4,104
Pensions	2,429
Medical Insurance	5,462
Employer Medicare	960
Other Charges	9,050
Total Health Services	91,396

Other Student Support

Social Workers	\$ 99,180
Other Salaries and Wages	26,752
Social Security	7,250
Pensions	4,841
Medical Insurance	28,635
Employer Medicare	1,696
Contracts with Private Agencies	104,582
Travel	2,013
Other Supplies and Materials	20,034
In Service/Staff Development	13,695
Other Charges	14,162
Other Equipment	8,292
Total Other Student Support	331,132

Regular Instruction Program

Supervisor/Director	\$ 91,248
Secretary(ies)	17,089
Other Salaries and Wages	173,707
Social Security	16,391
Pensions	20,559
Medical Insurance	42,230

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Employer Medicare	\$	3,833
Travel		379
Other Contracted Services		143,412
Instructional Supplies and Materials		638
In Service/Staff Development		128,047
Total Regular Instruction Program	\$	637,533

Special Education Program

Psychological Personnel	\$	57,910
Social Security		3,228
Pensions		5,212
Medical Insurance		14,300
Employer Medicare		755
Other Supplies and Materials		520
In Service/Staff Development		2,950
Other Equipment		3,753
Total Special Education Program		88,628

Career and Technical Education Program

Other Salaries and Wages	\$	12,925
Social Security		801
Pensions		893
Employer Medicare		170
Travel		598
Other Charges		603
Total Career and Technical Education Program		15,990

Technology

Supervisor/Director	\$	88,109
Social Security		5,257
Pensions		6,000
Medical Insurance		5,738
Employer Medicare		1,229
Internet Connectivity		43,215
Total Technology		149,548

Transportation

Bus Drivers	\$	83,909
Social Security		5,725
Pensions		722
Employer Medicare		1,340
Diesel Fuel		9,800
Total Transportation		101,496

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

School Federal Projects Fund (Cont.)

Operation of Non-Instructional Services

Community Services

Teachers	\$ 61,909
Other Salaries and Wages	2,200
Social Security	3,975
Pensions	4,196
Employer Medicare	930
Other Supplies and Materials	803
In Service/Staff Development	1,647
Other Charges	15
Total Community Services	\$ 75,675

Capital Outlay**Regular Capital Outlay**

Building Improvements	\$ 3,624,542
Other Equipment	92,574
Total Regular Capital Outlay	\$ 3,717,116

Total School Federal Projects Fund

\$ 10,256,988

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 91,187
Accountants/Bookkeepers	35,601
Cafeteria Personnel	944,280
Other Salaries and Wages	1,380
Social Security	62,012
Pensions	42,593
Medical Insurance	198,806
Unemployment Compensation	1,392
Employer Medicare	14,503
Maintenance and Repair Services - Equipment	14,467
Payments to Schools - Other	1,175
Transportation - Other than Students	8,426
Travel	2,846
Other Contracted Services	69,834
Food Supplies	1,322,733
Uniforms	10,986
USDA - Commodities	161,335
Other Supplies and Materials	17,906
Trustee's Commission	50
Workers' Compensation Insurance	30,000
In Service/Staff Development	2,218
Food Service Equipment	29,940
Total Food Service	\$ 3,063,670

Total Central Cafeteria Fund

\$ 3,063,670

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges

\$ 1,052,069

Total Community Services

\$ 1,052,069

Total Internal School Fund

\$ 1,052,069

Total Governmental Funds - Lauderdale County School Department

\$ 51,692,471

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***

Lauderdale County Mayor and
Board of County Commissioners
Lauderdale 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lauderdale County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lauderdale County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated December 11, 2024. Our report includes references to other auditors who audited the financial statements of the Lauderdale County Ambulance Authority (a major fund), the discretely presented Lauderdale County Water System, and the Internal School Fund of the Lauderdale County School Department (a discretely presented component unit) as described in our report on Lauderdale County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lauderdale 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 Lauderdale County's internal control. Accordingly, we do not express an opinion on the effectiveness of Lauderdale County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the following deficiency,

described in the accompanying Schedule of Findings and Questioned Costs, to be a material weakness: 2024-001.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lauderdale 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*.

Lauderdale County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Lauderdale County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Lauderdale County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Lauderdale County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 11, 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

Lauderdale County Mayor and
Board of County Commissioners
Lauderdale 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 Lauderdale County's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Lauderdale County's major federal programs for the year ended June 30, 2024. Lauderdale 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, Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 Lauderdale 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lauderdale County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lauderdale County's basic financial statements. We issued our report thereon dated December 11, 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

December 11, 2024

JEM/gc

LAUDERDALE COUNTY, TENNESSEE, AND THE LAUDERDALE 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	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients			Expenditures
U.S. Department of Agriculture:						
Passed-through State Department of Education:						
Child Nutrition Cluster: (3)						
School Breakfast Program	10.553	N/A	\$	0	\$	839,284
National School Lunch Program	10.555	N/A		0		1,660,279 (5)
Passed-through State Department of Agriculture:						
Child Nutrition Cluster: (3)						
National School Lunch Program(Commodities - Noncash Assistance)	10.555	N/A		0		161,335 (5)
Rebate of Storage and Distribution Fees	10.555	N/A		0		4,162 (5)
Passed-through State Department of Health:						
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	N/A		0		6,741
Passed-through State Department of Human Services:						
COVID 19 - Pandemic EBT Administrative Costs	10.649	N/A		0		3,256
Direct Program:						
Soil and Water Conservation	10.902	N/A		0		12,000
Total U.S. Department of Agriculture					\$	<u>2,687,057</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	(4)		0	\$	109,125
CDBG-Disaster Recovery Grants-Pub. L. No. 113-2 Cluster: (3)						
National Disaster Resilience Competition	14.272	(4)		0		612,921
Total U.S. Department of Housing and Urban Development					\$	<u>722,046</u>
U.S. Department of the Interior:						
Direct Program:						
Payments in Lieu of Taxes	15.226	N/A		0	\$	27,088
Total U.S. Department of the Interior					\$	<u>27,088</u>
U.S. Department of Justice:						
Direct Program:						
Federal Asset Forfeiture Program	16.U01	N/A		0	\$	4,842
Total U.S. Department of Justice					\$	<u>4,842</u>
U.S. Department of the Treasury:						
Passed-through State Department of Education:						
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds (ARP)	21.027	N/A		0	\$	69,922
Total U.S. Department of the Treasury					\$	<u>69,922</u>
U.S. Department of Education:						
Passed-through State Department of Education:						
Title I Grants to Local Educational Agencies	84.010	N/A		0	\$	1,781,170
Special Education Cluster: (3)						
Special Education - Grants to States	84.027	N/A		0		1,119,679 (5)
COVID 19 - Special Education - Grants to States (ARP)	84.027X	N/A		0		3,264 (5)
Special Education - Preschool Grants	84.173	N/A		0		48,380 (5)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173X	N/A		0		3,660 (5)
Career and Technical Education - Basic Grants to States	84.048	N/A		0		107,909
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A		0		74,560
Twenty-first Century Community Learning Centers	84.287	N/A		0		75,674
Rural Education	84.358	N/A		0		108,990
English Language Acquisition State Grants	84.365	N/A	(6)	9,717		12,400
Supporting Effective Instruction State Grants	84.367	N/A		0		121,256
Comprehensive Literacy Development	84.371	N/A		0		111,394
Student Support and Academic Enrichment Program	84.424	N/A		0		128,604
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	N/A		0		1,311,075 (5)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A		0		5,115,843 (5)
Total U.S. Department of Education					\$	<u>10,123,858</u>

(Continued)

LAUDERDALE COUNTY, TENNESSEE, AND THE LAUDERDALE 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	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients	Amount Expenditures
U.S. Election Assistance Commission:				
Passed-through Tennessee Secretary of State:				
Help America Vote Act Requirements Payments	90.401	(4)	\$ 0	\$ 271,902
Total U.S. Election Assistance Commission				<u>\$ 271,902</u>
U.S. Department of Health and Human Services:				
Passed-through State Department of Health:				
Family Planning Services	93.217	(4)	0	\$ 20,223
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ARP)	93.323	Z-23-273109-00	0	228,696 (5)
Human Immunodeficiency Virus	93.944	(4)	0	20,837
Passed-through State Department of Education:				
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ARP)	93.323	N/A	0	101,624 (5)
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	(4)	0	192,207
Passed-through Save the Children:				
Temporary Assistance for Needy Families	93.558	(4)	0	197,139
Passed-through State Department of Mental Health and Substance Abuse Services:				
Opioid STR	93.788	(4)	0	20,717
Block Grants for Prevention and Treatment of Substance Abuse	93.959	(4)	0	142,417
Total U.S. Department of Health and Human Services				<u>\$ 923,860</u>
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
COVID 19 - Emergency Management Performance Grants (ARP)	97.042	(4)	0	\$ 68,750
Homeland Security Grant Program	97.067	(4)	0	13,984
Total U.S. Department of Homeland Security				<u>\$ 82,734</u>
Total Expenditures of Federal Grants				<u>\$ 14,913,309</u>

State Grants	Contract Number	
Juvenile Court Improvement Funds - State Commission on Children and Youth	N/A (4)	\$ 9,000
COVID 19 - Summer Learning Camps - State Department of Education	N/A	209,396
Early Childhood Education - State Department of Education	N/A	850,931
Innovative School Models - State Department of Education	N/A	1,431,604
COVID 19 - Learning Camp Transportation - State Department of Education	N/A	40,988
Lottery for Education: After School Programs - State Department of Education	N/A	120,371
Local Health Services - State Department of Health	N/A (4)	35,198
Tennessee Mental Health Court Program (TMHCP) - State Department of Mental Health and Substance Abuse Services	N/A (4)	109,088
Litter Program - State Department of Transportation	N/A (4)	10,896
Truancy Prevention Services - State Department of Children's Services	N/A (4)	67,034
Agriculture Resources Conservation Fund Program - State Soil Conservation District	N/A (4)	8,250
Violent Crime Intervention Fund (VCIF) Grant - State Department of Finance and Administration	N/A (4)	56,556
Statewide School Resource Officer (SRO) Grant - State Department of Safety and Homeland Security	N/A (4)	525,000
Training Opportunities For The Public (TOP) - State Library and Archives	N/A (4)	30,501
Total State Grants		<u>\$ 3,484,813</u>

(Continued)

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

ALN = Assistance Listing Number
 N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Lauderdale County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Child Nutrition Cluster total \$2,665,060; CDBG-Disaster Recovery Grants-Pub. L. No. 113-2 Cluster total \$612,921; Special Education Cluster total \$1,174,983.
- (4) Information not available.
- (5) Total for ALN 10.555 is \$1,825,776; Total for ALN 84.027 is \$1,122,943; Total for ALN 84.173 is \$52,040; Total for ALN 84.425 is \$6,426,918; Total for ALN 93.323 is \$330,320.

(6) SUBRECIPIENTS

Program Title	ALN	Subrecipient	Amount Provided to Subrecipients
English Language Acquisition State Grants	84.365	City of Lexington	\$ 580
"	"	Hardeman County	2,272
"	"	Haywood County	6,865
Total			<u><u>\$ 9,717</u></u>

(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 140,065
Rural Education	84.358	96
English Language Acquisition State Grants	84.365	95
Supporting Effective Instruction State Grants	84.367	96
Student Support and Academic Enrichment Program	84.424	95
Total amounts consolidated for administration purposes		<u><u>\$ 140,447</u></u>

LAUDERDALE 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 Lauderdale County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
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OFFICE OF COUNTY MAYOR

2023	209	2023-001	Expenditures exceeded appropriations in the Ambulance Service Fund.	N/A	Corrected
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OFFICE OF DIRECTOR OF SCHOOLS

2023	209	2023-002	The School Federal Projects Fund required material audit adjustments for proper financial statement presentation.	N/A	Not Corrected- See Explanation on Corrective Action Plan
2023	210	2023-003	Accounting records were not closed and available for audit by August 31, 2023.	N/A	Corrected
2023	211	2023-004	Some general ledger payroll deduction accounts were not reconciled with payroll reports and payments in the General Purpose School and Central Cafeteria funds.	N/A	Not Corrected- See Explanation on Corrective Action Plan
2023	212	2023-005	Purchase orders were not always issued.	N/A	Corrected

Prior-year Federal Awards Findings

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

LAUDERDALE 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 Lauderdale County is unmodified.
2. Internal Control Over Financial Reporting:

* Material weakness identified?	YES
* Significant deficiency identified?	YES
3. Noncompliance material to the financial statements noted?	NO

Federal Awards:

4. Internal Control Over Major Federal Programs:

* Material weakness identified?	NO
* Significant deficiency identified?	NONE REPORTED

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

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

7. Identification of Major Federal Programs:

* Assistance Listing Numbers: 10.553 and 10.555	Child Nutrition Cluster: School Breakfast Program and National School Lunch Program
* Assistance Listing Number: 84.425	COVID 19 - Education Stabilization Fund

8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**

9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICES OF HIGHWAY COMMISSIONER AND DIRECTOR OF SCHOOLS

FINDING 2024-001

THE HIGHWAY/PUBLIC WORKS AND CENTRAL CAFETERIA FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION

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

At June 30, 2024, certain general ledger account balances in the Highway/Public Works and Central Cafeteria funds were not materially correct, and audit adjustments for accounts receivables, related deferred revenue, accounts payable and encumbrances totaling \$232,046 and \$209,473, respectively, were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require the departments to have adequate internal controls over the maintenance of their accounting records. Material audit adjustments were required because the departments' financial reporting systems did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the departments have ineffective controls over the maintenance of their accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight. This deficiency is also the result of management's failure to correct the finding noted in the prior-year audit report and management's failure to implement their corrective action plan for the school department. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

The departments should have appropriate processes in place to ensure their general ledgers are materially correct.

MANAGEMENT'S RESPONSE - HIGHWAY COMMISSIONER

I concur with the finding. An error with deferred revenue was the primary cause of this finding. Next year, we will pay closer attention to the adjustment for deferred revenue.

MANAGEMENT'S RESPONSE - DIRECTOR OF SCHOOLS

Management concurs with the finding. This was an attempt by staff to be proactive prior to year-end closing which resulted in an unintentional procedural error and required an adjustment by auditors. At year-end, accruals will be reviewed for accuracy to ensure the financial statements are materially correct.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2024-002

SOME GENERAL LEDGER PAYROLL DEDUCTION ACCOUNTS WERE NOT RECONCILED WITH PAYROLL REPORTS AND PAYMENTS IN THE GENERAL PURPOSE SCHOOL AND SCHOOL FEDERAL PROJECTS FUNDS

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

Some general ledger payroll deduction accounts were not reconciled with payroll reports and payments in the General Purpose School and School Federal Projects funds. Sound business practices dictate that these reconciliations be performed monthly. The failure to regularly reconcile payroll deduction accounts allowed errors to remain undiscovered and uncorrected. This deficiency is the result of a lack of management oversight. This deficiency is also the result of management's failure to correct the finding noted in the prior-year audit report and management's failure to implement their corrective action plan.

RECOMMENDATION

General ledger payroll deduction accounts should be reconciled monthly with payroll reports and payments, and any errors should be corrected promptly.

MANAGEMENT'S RESPONSE - DIRECTOR OF SCHOOLS

Management concurs with this finding. We recently ceased the practice of collecting two months of employee insurance premiums at the beginning of employment and gave existing employees an insurance holiday. This change will allow us to start to identify errors and to complete the reconciliation process.

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.

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

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF HIGHWAY COMMISSIONER

2024-001	The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.	203
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OFFICE OF DIRECTOR OF SCHOOLS

2024-001	The Central Cafeteria Fund required material audit adjustments for proper financial statement presentation.	204
2024-002	Some general ledger payroll deduction accounts were not reconciled with payroll reports and payments in the General Purpose School and School Federal Projects funds.	204

LAUDERDALE COUNTY HIGHWAY DEPARTMENT

888 Asbury-Glimp Road
Ripley, TN 38063-4474
Phone: (731) 635-9251
Fax: (731) 221-0718

Corrective Action Plan

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

Response and Corrective Action Plan Prepared by:
Derek Kissell, Highway Commissioner

Person Responsible for Implementing the Corrective Action:
Derek Kissell, Highway Commissioner

Anticipated Completion Date of Corrective Action:
August 31, 2025

Repeat Finding:
No

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

Planned Corrective Action:
At year-end, we will pay closer attention to all journal entries for accruals to ensure they are accurately posted.



Signature



Mr. Shawn Kimble, Superintendent

BOARD MEMBERS
Mr. Chris Rose, Chair
Mrs. Jenny McWilliams, Vice-Chair

Mr. Bradley Adams
Mrs. Cynthia Glenn
Mr. Josh Hicks

Ms. Linda Jennings
Mrs. Amanda Rhodes
Mr. Austin Thompson, Jr.

Corrective Action Plan

FINDING

THE CENTRAL CAFETERIA FUND REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION

Response and Corrective Action Plan Prepared by:

Shawn Kimble, Director of Schools

Person Responsible for Implementing the Corrective Action:

Shawn Kimble, Director of Schools

Anticipated Completion Date of Corrective Action:

August 31, 2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

We did have a material audit adjustment finding in the prior year for the School Federal Projects Fund, which has been corrected; however, we failed to ensure that all of the funds were materially correct at year-end.

Planned Corrective Action:

At year-end, accruals will be reviewed for accuracy to ensure that the financial statements are materially correct.

FINDING

SOME GENERAL LEDGER PAYROLL DEDUCTION ACCOUNTS WERE NOT RECONCILED WITH PAYROLL REPORTS AND PAYMENTS IN THE GENERAL PURPOSE SCHOOL AND SCHOOL FEDERAL PROJECTS FUNDS

Response and Corrective Action Plan Prepared by:

Shawn Kimble, Director of Schools

Person Responsible for Implementing the Corrective Action:

Kim Brewster, Finance Manager

Anticipated Completion Date of Corrective Action:

June 30, 2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

Steps were taken during the year to complete the process; however, some accounts remained unreconciled at year-end.

Planned Corrective Action:

We recently ceased the practice of collecting two months of employee insurance premiums at the beginning of employment and gave existing employees an insurance holiday. This change will allow us to start to identify errors and to complete the reconciliation process.



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 Lauderdale County.

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

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