



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.

LAUDERDALE COUNTY, TENNESSEE

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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

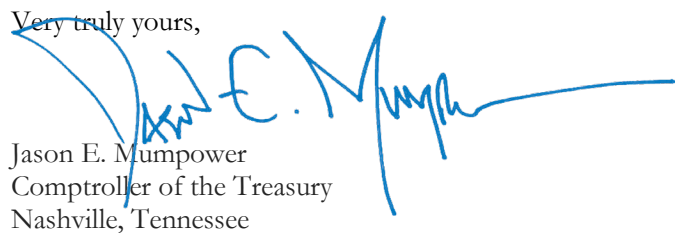
Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, 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 School Department | Lauderdale County Water System |
| LIABILITIES | | | | | |
| Accounts Payable | \$ 52,051 | \$ 54,080 | \$ 106,131 | \$ 0 | \$ 13,222 |
| Accrued Payroll | 71,516 | 0 | 71,516 | 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 | | Net (Expense) Revenue and Changes in Net Position | | | | | | | |
|-------------------------------------|---------------|---------------------------------------------------|---------------|--------------------------------|--------------------------------|--------------|-------------------|-----------------|----------------------|
| | | Program Revenues | | | Primary Government | | | Component Units | |
| | | Charges for Services | Operating | Capital | | | | Lauderdale | Lauderdale |
| | | | Expenses | Grants and Contributions | Grants and Contributions | Governmental | Business- type | Total | School Department |
| | | | | | | | | | |
| Primary Government: | | | | | | | | | |
| Governmental Activities: | | | | | | | | | |
| General Government | \$ 3,089,906 | \$ 109,799 | \$ 622,481 | \$ 0 | \$ (2,357,626) | \$ 0 | \$ (2,357,626) | \$ 0 | \$ 0 |
| Finance | 1,071,065 | 710,150 | 0 | 0 | (360,915) | 0 | (360,915) | 0 | 0 |
| Administration of Justice | 1,654,192 | 359,407 | 76,034 | 0 | (1,218,751) | 0 | (1,218,751) | 0 | 0 |
| Public Safety | 5,927,339 | 842,038 | 806,838 | 0 | (4,278,463) | 0 | (4,278,463) | 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 |
| Social, Cultural, and Recreational | | | | | | | | | |
| Services | 838,535 | 5,012 | 52,501 | 612,921 | (168,101) | 0 | (168,101) | 0 | 0 |
| Agriculture and Natural Resources | 312,330 | 0 | 20,250 | 0 | (292,080) | 0 | (292,080) | 0 | 0 |
| Highways/Public Works | 4,166,716 | 0 | 2,536,529 | 0 | (1,630,187) | 0 | (1,630,187) | 0 | 0 |
| Education | 0 | 0 | 282,766 | 0 | 282,766 | 0 | 282,766 | 0 | 0 |
| Capital Projects | 160,000 | 0 | 0 | 0 | (160,000) | 0 | (160,000) | 0 | 0 |
| Interest on Long-term Debt | 100,680 | 0 | 0 | 0 | (100,680) | 0 | (100,680) | 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 |
| | | | | | | | | | |
| Business-type Activities: | | | | | | | | | |
| Solid Waste Disposal | \$ 953,342 | \$ 831,680 | \$ 0 | \$ 0 | \$ 0 | \$ (121,662) | \$ (121,662) | \$ 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 |
| | | | | | | | | | |
| Component Units: | | | | | | | | | |
| Lauderdale County School Department | \$ 47,774,400 | \$ 196,732 | \$ 12,343,482 | \$ 6,238,112 | \$ 0 | \$ 0 | \$ 0 | \$ (28,996,074) | \$ 0 |
| Lauderdale County Water System | 1,568,787 | 1,776,951 | 0 | 109,125 | 0 | 0 | 0 | 0 | 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 |

(Continued)

Exhibit B

LAUDERDALE COUNTY, TENNESSEE
Statement of Activities (Cont.)

| 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 | | |
| 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 | | | | | <u>\$ 10,531,369</u> | <u>\$ 259,706</u> | <u>\$ 10,791,075</u> | <u>\$ 35,820,221</u> | <u>\$ 83,611</u> |
| 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 | | | | | <u>\$ 46,915,446</u> | <u>\$ 2,028,549</u> | <u>\$ 48,943,995</u> | <u>\$ 51,017,181</u> | <u>\$ 9,168,749</u> |

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 | |
|--------------------------------------------|----------------------|---------------------|------------------------|----------------------|--------------------------|--------------------------|
| | General | Ambulance Service | Highway / Public Works | General Debt Service | Other Governmental Funds | Total Governmental 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 | <u>\$ 20,954,650</u> | <u>\$ 1,108,663</u> | <u>\$ 4,619,552</u> | <u>\$ 5,388,843</u> | <u>\$ 2,837,669</u> | <u>\$ 34,909,377</u> |
| 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 | <u>\$ 87,510</u> | <u>\$ 94,161</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 231,673</u> | <u>\$ 413,344</u> |
| 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 | <u>\$ 7,474,325</u> | <u>\$ 0</u> | <u>\$ 989,278</u> | <u>\$ 21,917</u> | <u>\$ 0</u> | <u>\$ 8,485,520</u> |

(Continued)

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 Governmental Funds | |
| FUND BALANCES | | | | | | |
| Restricted: | | | | | | |
| Restricted for General Government | \$ 144 | \$ 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 | 13,140 |
| Restricted for Administration of Justice | 69,112 | 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 | 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 | 67,253 |
| Restricted for Highways/Public Works | 0 | 0 | 787,410 | 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 | 5,295,260 |
| Committed: | | | | | | |
| Committed for General Government | 393,719 | 0 | 0 | 0 | 0 | 393,719 |
| Committed for Highways/Public Works | 0 | 0 | 2,842,864 | 0 | 0 | 2,842,864 |
| Committed for Debt Service | 0 | 0 | 0 | 71,666 | 0 | 71,666 |
| Unassigned | 12,359,147 | 0 | 0 | 0 | 0 | 12,359,147 |
| Total Fund Balances | <u>\$ 13,392,815</u> | <u>\$ 1,014,502</u> | <u>\$ 3,630,274</u> | <u>\$ 5,366,926</u> | <u>\$ 2,605,996</u> | <u>\$ 26,010,513</u> |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | <u>\$ 20,954,650</u> | <u>\$ 1,108,663</u> | <u>\$ 4,619,552</u> | <u>\$ 5,388,843</u> | <u>\$ 2,837,669</u> | <u>\$ 34,909,377</u> |

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><u>\$ 46,915,446</u></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 | |
|---------------------------------------------|--------------------|----------------------|------------------------------|----------------------------|-------------------------------------|--------------------------------|
| | General | Ambulance Service | Highway / Public Works | General Debt Service | Other Govern- mental Funds | Total Governmental 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 Govern- mental 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.

Exhibit C-4

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 | (104,607) | |
| Change in deferred inflows related to pensions | <u>135,657</u> | <u>(196,576)</u> |
| Change in net position of governmental activities (Exhibit B) | | <u><u>\$ (812,606)</u></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

| | | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|------------------------------------------------|----------------------|----------------------|-------------------------|-----------------------|-------------------------------------------------------------------------|
| | Actual | | 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

| | Actual | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|------------------------------------------------------|----------------------------|--------------------------|-------------------------|--------------------------------------------------------------|
| | | 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 | \$ 95,152 | \$ 35,000 | \$ (700,000) | \$ 795,152 |
| Fund Balance, July 1, 2023 | <u>919,350</u> | <u>789,975</u> | <u>789,975</u> | <u>129,375</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 1,014,502</u></u> | <u><u>\$ 824,975</u></u> | <u><u>\$ 89,975</u></u> | <u><u>\$ 924,527</u></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 | <u>\$ 3,651,752</u> | <u>\$ 5,421,275</u> | <u>\$ 5,421,275</u> | <u>\$ (1,769,523)</u> |
| Expenditures | | | | |
| Highways | | | | |
| 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 | <u>\$ 3,636,936</u> | <u>\$ 5,549,122</u> | <u>\$ 5,729,122</u> | <u>\$ 2,092,186</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 14,816</u> | <u>\$ (127,847)</u> | <u>\$ (307,847)</u> | <u>\$ 322,663</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | \$ 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 | \$ 194,816 | \$ (127,847) | \$ (127,847) | \$ 322,663 |
| Fund Balance, July 1, 2023 | <u>3,435,458</u> | <u>3,165,222</u> | <u>3,165,222</u> | <u>270,236</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 3,630,274</u></u> | <u><u>\$ 3,037,375</u></u> | <u><u>\$ 3,037,375</u></u> | <u><u>\$ 592,899</u></u> |

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 | \$ | 1,535,478 |
| 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 | \$ | 604,372 |
| Total Assets | \$ | 2,139,850 |

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 | \$ | 24,245 |

(Continued)

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

Proprietary Fund (Cont.)

| | Business-type Activities <hr/> Major Enterprise Fund <hr/> Solid Waste Disposal <hr/> |
|--------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|
| 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 | 67,751 |
| 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 | 19,401 |
| Unrestricted | <u>1,424,177</u> |
| Total Net Position | <u><u>\$ 2,028,549</u></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 <hr/> Major Enterprise Fund <hr/> Solid Waste Disposal <hr/> |
|---------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|
| Operating Revenues | |
| Tipping Fees | \$ 817,739 |
| Surcharge - Waste Tire Disposal | 13,409 |
| Sale of Recycled Materials | 532 |
| Total Operating Revenues | <hr/> \$ 831,680 <hr/> |
| 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 | <hr/> \$ 953,342 <hr/> |
| Operating Income (Loss) | <hr/> \$ (121,662) <hr/> |

(Continued)

LAUDERDALE COUNTY, TENNESSEE**Statement of Revenues, Expenses, and Changes in Net Position**

Proprietary Fund (Cont.)

| | Business-type Activities |
|-----------------------------------------|--------------------------------------|
| | Major Enterprise Fund |
| | Solid Waste Disposal |
| Nonoperating Revenues (Expenses) | |
| Property Taxes | \$ 233,536 |
| Miscellaneous | 170 |
| Investment Income | 26,000 |
| 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><u>\$ 2,028,549</u></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 | (904,261) |
| 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 | 169 |
| Net Cash Provided By (Used In) Capital and Related Financing Activities | <u>\$ 277,506</u> |
| Cash Flows from Investing Activities | |
| Investment Income | \$ 26,000 |
| 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><u>\$ 1,206,076</u></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 | (1,431) |
| Increase (Decrease) in Accrued Liability for Landfill Closure/Postclosure Care Costs | (7,936) |
| Increase (Decrease) in Deferred Inflows of Resources Related to Pensions | <u>(2,314)</u> |
| Net Cash Provided By (Used In) Operating Activities | <u><u>\$ (110,165)</u></u> |
| Reconciliation of Cash With Statement of Net Position | |
| Cash Per Net Position | <u>\$ 1,206,076</u> |
| Cash, June 30, 2024 | <u><u>\$ 1,206,076</u></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 | 1,012 |
| | <hr/> |
| Total Assets | \$ 5,736,402 |
| LIABILITIES | |
| Accounts Payable | \$ 1,542 |
| Due to Cities | 253,477 |
| Due to Other Taxing Units | 4,159,020 |
| | <hr/> |
| Total Liabilities | \$ 4,414,039 |
| NET POSITION | |
| Restricted for Individuals, Organizations and Other Governments | \$ 1,322,363 |
| | <hr/> |
| Total Net Position | \$ 1,322,363 |
| | <hr/> <hr/> |

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>\$ 8,516,480</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>\$ 8,795,824</u> |

| | |
|------------------------------------------------------|----------------------------|
| Net Increase (Decrease) in Fiduciary in Net Position | \$ (279,344) |
| Net Position, July 1, 2023 | <u>1,601,707</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.

LAUDERDALE COUNTY, TENNESSEE

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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:

| <u>Fund</u> | <u>Amount</u> |
|------------------------|---------------|
| 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 receipted 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 | \$ 964,502 | \$ 0 | \$ (10,555) | \$ 953,947 |
| Construction in Progress | 1,323,704 | 753,098 | 0 | 2,076,802 |
| Total Capital Assets Not Depreciated | \$ 2,288,206 | \$ 753,098 | \$ (10,555) | \$ 3,030,749 |
| Capital Assets Depreciated: | | | | |
| Buildings and Improvements | \$ 12,553,118 | \$ 0 | \$ (342,206) | \$ 12,210,912 |
| Infrastructure | 12,752,217 | 0 | 0 | 12,752,217 |
| Other Capital Assets | 10,475,712 | 1,151,534 | (456,651) | 11,170,595 |
| Total Capital Assets Depreciated | \$ 35,781,047 | \$ 1,151,534 | \$ (798,857) | \$ 36,133,724 |
| Less Accumulated Depreciation For: | | | | |
| Buildings and Improvements | \$ 9,694,177 | \$ 277,127 | \$ (173,384) | \$ 9,797,920 |
| Infrastructure | 2,727,606 | 451,002 | 0 | 3,178,608 |
| Other Capital Assets | 7,767,980 | 770,515 | (456,651) | 8,081,844 |
| Total Accumulated Depreciation | \$ 20,189,763 | \$ 1,498,644 | \$ (630,035) | \$ 21,058,372 |
| Total Capital Assets Depreciated, Net | \$ 15,591,284 | \$ (347,110) | \$ (168,822) | \$ 15,075,352 |
| Governmental Activities Capital Assets, Net | \$ 17,879,490 | \$ 405,988 | \$ (179,377) | \$ 18,106,101 |

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 | <u>\$ 160,000</u> | <u>\$ 0</u> | <u>\$ 160,000</u> |
| 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 | <u>\$ 1,616,898</u> | <u>\$ 0</u> | <u>\$ 1,616,898</u> |
| 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 | <u>\$ 1,139,251</u> | <u>\$ 52,676</u> | <u>\$ 1,191,927</u> |
| Total Capital Assets Depreciated, Net | <u>\$ 477,647</u> | <u>\$ (52,676)</u> | <u>\$ 424,971</u> |
| Business-type Activities Capital Assets, Net | <u>\$ 637,647</u> | <u>\$ (52,676)</u> | <u>\$ 584,971</u> |

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 | | Balance | |
|---------------------------------------------|---------------|--------------|--------------|---------------|
| | 7-1-23 | Increases | Decreases | 6-30-24 |
| Capital Assets Not Depreciated: | | | | |
| Land | \$ 1,389,574 | \$ 0 | \$ 0 | \$ 1,389,574 |
| Construction in Progress | 3,308,310 | 3,897,204 | (486,761) | 6,718,753 |
| Total Capital Assets | | | | |
| Not Depreciated | \$ 4,697,884 | \$ 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 | 9,841,813 | 1,689,579 | 0 | 11,531,392 |
| Total Capital Assets Depreciated | \$ 53,407,663 | \$ 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 | 6,371,140 | 523,904 | 0 | 6,895,044 |
| Total Accumulated Depreciation | \$ 36,205,465 | \$ 1,578,560 | \$ 0 | \$ 37,784,025 |
| Total Capital Assets Depreciated, Net | \$ 17,202,198 | \$ 1,236,241 | \$ 0 | \$ 18,438,439 |
| Governmental Activities Capital Assets, Net | \$ 21,900,082 | \$ 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><u>1,578,560</u></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 | | Purpose |
|-----------------------------|------------------------------|----------------------------------|------------|
| | Ambulance Service Fund | Highway/ Public Works 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 | | Purpose |
|-----------------------------|---------------------------------------|--|-----------------|
| | School Federal Projects Fund | | |
| 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 Rate | Final Maturity | Original Amount of Issue | Balance 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 | | | |
|------------------------|-------------------------------|------------|------------|------------|
| | Principal | Interest | Other Fees | Total |
| 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 |
|-----------------------------|------------------------|
|-----------------------------|------------------------|

Other Loan - Direct Placement

Contributions from the General Purpose School Fund

| | |
|--------------------------------------------------|------------|
| 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: | <u>Other Loans - Direct Placement</u> |
|---------------------------------|---------------------------------------------------|
| 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: | <u>Postclosure Care Costs</u> |
|----------------------------------|-----------------------------------|
| 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 | Percentage Long-term Expected Real Rate of Return | Percentage Target Allocations |
|-----------------------------------------|---------------------------------------------------------------|-------------------------------------|
| U.S. Equity Developed Market | 4.88 | % |
| International Equity Emerging Market | 5.37 | 14 |
| 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 | Plan | Net Pension |
| | Pension | Fiduciary | Liability |
| | Liability | Net Position | (Asset) |
| | (a) | (b) | (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)

| | | Total | Plan | Net |
|--------------------|--------|---------------|---------------|----------------|
| | | Pension | Fiduciary | Pension |
| | | Liability | Net | Liability |
| | | | Position | (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% | Current Discount Rate | 1% |
|-------------------|----------|-----------------------------|----------|
| | Decrease | | 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 | \$ 3,256,969 | \$ 389,747 |

- (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 | 80,005 | 9,588 |
| Total | <u>\$ 3,256,969</u> | <u>\$ 389,747</u> |

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

| Year Ending June 30 | Amount |
|------------------------|------------|
| 2025 | \$ 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 | 200,687 | 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 | 31 |
| Developed Market | | |
| International Equity | 5.37 | 14 |
| Emerging Market | | |
| International Equity | 6.09 | 4 |
| Private Equity and | | |
| Strategic Lending | 6.57 | 20 |
| U.S. Fixed Income | 1.20 | 20 |
| Real Estate | 4.38 | 10 |
| Short-term Securities | 0.00 | 1 |
| Total | | 100 |

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

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

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

| School Department's 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 | | | 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 |
| | |
| Total | <u><u>312</u></u> |

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 64.603% | State of TN 35.397% | 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> | <u>0</u> |
| 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 June 30 | 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> | 1% | Current | 1% |
|----------------------|----------|----------|----------|
| | Decrease | Discount | Increase |
| | 2.65% | Rate | 4.65% |
| | | 3.65% | |

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 6-30-24 |
|--------------|--------------------|
| 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 | \$ 1,049,839 | \$ 0 | \$ (88,470) | \$ 961,369 |
| Less Accumulated Depreciation For: | | | | |
| Vehicles | \$ 572,391 | \$ 46,640 | \$ (88,470) | \$ 530,561 |
| Equipment | 257,417 | 4,614 | 0 | 262,031 |
| Total Depreciation | \$ 829,808 | \$ 51,254 | \$ (88,470) | \$ 792,592 |
| Total Capital Assets, Net of Depreciation | \$ 220,031 | \$ (51,254) | \$ 0 | \$ 168,777 |

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 it 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 | <u>\$ 148,890</u> |
| Total | <u><u>\$ 148,890</u></u> |

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:

| | <u>6-30-24</u> |
|-----------------------------------------------|--------------------------------|
| 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><u>\$ 9,168,749</u></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 | <u>\$ 405,665</u> | <u>\$ 109,126</u> | <u>\$ 0</u> | <u>\$ 514,791</u> |
| 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 | <u>\$ 11,240,776</u> | <u>\$ 280,096</u> | <u>\$ (30,716)</u> | <u>\$ 11,490,156</u> |
| 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 | <u>\$ 7,205,670</u> | <u>\$ 304,165</u> | <u>\$ 0</u> | <u>\$ 7,509,835</u> |
| Total Capital Assets Depreciated, Net | <u>\$ 4,035,106</u> | <u>\$ (24,069)</u> | <u>\$ (30,716)</u> | <u>\$ 3,980,321</u> |
| Business-type Activities Capital Assets, Net | <u>\$ 4,440,771</u> | <u>\$ 85,057</u> | <u>\$ (30,716)</u> | <u>\$ 4,495,112</u> |

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 Other Charges | (55,257) 0 | (55,257) (1,030) | 0 1,030 |
| Net Changes | \$ 63,240 | \$ 49,751 | \$ 13,489 |
| Balance, June 30, 2023 | \$ 1,418,944 | \$ 1,483,015 | \$ (64,071) |

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 Contributions Subsequent to the Measurement Date of June 30, 2023 | 13,017 | N/A |
| Total | <u>\$ 80,005</u> | <u>\$ 9,588</u> |

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

Exhibit F-1

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) | \$ 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 | \$ 47,422,169 |
| 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) | \$ 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 | \$ 50,026,690 |
| Net Pension Liability (Asset), Ending (a - b) | \$ (2,055,311) | \$ (1,821,603) | \$ (1,534,842) | \$ (2,278,438) | \$ (3,457,542) | \$ (3,772,992) | \$ (3,710,504) | \$ (9,199,978) | \$ (2,994,601) | \$ (2,604,521) |
| 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) | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ (12,600)</u> | <u>\$ (38,777)</u> | <u>\$ (39,857)</u> | <u>\$ (77,251)</u> | <u>\$ (77,416)</u> | <u>\$ (65,427)</u> | <u>\$ (18,360)</u> | <u>\$ (14,534)</u> |
| 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) | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| 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 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 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 | <u>\$ 6,437,670</u> | <u>\$ 4,409,316</u> | <u>\$ 4,846,332</u> | <u>\$ 5,472,106</u> | <u>\$ 6,770,686</u> | <u>\$ 6,236,492</u> | <u>\$ 6,645,279</u> |
| 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.

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

| | Special Revenue Funds | | | | |
|--------------------------------------------------------------|-----------------------|------------------|--------------------------------|--------------------------------------------|---------------------|
| | Law Library | Drug Control | Other General Government | Constitu - tional Officers - Fees | Total |
| 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 | <u>\$ 3,648</u> | <u>\$ 84,051</u> | <u>\$ 2,638,609</u> | <u>\$ 2,665</u> | <u>\$ 2,728,973</u> |
| 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 | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 229,008</u> | <u>\$ 2,665</u> | <u>\$ 231,673</u> |
| 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 | <u>\$ 3,648</u> | <u>\$ 84,051</u> | <u>\$ 2,409,601</u> | <u>\$ 0</u> | <u>\$ 2,497,300</u> |
| Total Liabilities and Fund Balances | <u>\$ 3,648</u> | <u>\$ 84,051</u> | <u>\$ 2,638,609</u> | <u>\$ 2,665</u> | <u>\$ 2,728,973</u> |

(Continued)

LAUDERDALE COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

| | <u>Capital Projects Fund</u> | | Total Nonmajor Governmental Funds | |
|--------------------------------------------------------------|----------------------------------|---------|--------------------------------------------|-----------|
| | Other Capital Projects - | | | |
| 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 |

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

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

| | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|------------------------------------------------------|---------------|-------------------------|--------------|-------------------------------------------------------------------------|
| | Actual | Original | Final | |
| Revenues | | | | |
| Local Taxes | \$ 1,061 | \$ 1,000 | \$ 1,000 | \$ 61 |
| Total Revenues | \$ 1,061 | \$ 1,000 | \$ 1,000 | \$ 61 |
| Expenditures | | | | |
| Social, Cultural, and Recreational Services | | | | |
| Libraries | \$ 153 | \$ 1,015 | \$ 1,015 | \$ 862 |
| Total Expenditures | \$ 153 | \$ 1,015 | \$ 1,015 | \$ 862 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 908 | \$ (15) | \$ (15) | \$ 923 |
| Net Change in Fund Balance | \$ 908 | \$ (15) | \$ (15) | \$ 923 |
| Fund Balance, July 1, 2023 | 2,740 | 2,505 | 2,505 | 235 |
| Fund Balance, June 30, 2024 | \$ 3,648 | \$ 2,490 | \$ 2,490 | \$ 1,158 |

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

| | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|------------------------------------------------------|-------------------------|--------------------------|-------------------------|-------------------------------------------------------------------------|
| | Actual | 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 | \$ (73,914) | \$ (9,100) | \$ (88,100) | \$ 14,186 |
| Fund Balance, July 1, 2023 | <u>157,965</u> | <u>144,196</u> | <u>144,196</u> | <u>13,769</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 84,051</u></u> | <u><u>\$ 135,096</u></u> | <u><u>\$ 56,096</u></u> | <u><u>\$ 27,955</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

| | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|------------------------------------------------------|----------------|-------------------------|----------------|-------------------------------------------------------------------------|
| | Actual | Original | Final | |
| Revenues | | | | |
| Other Local Revenues | \$ 9,231 | \$ 0 | \$ 0 | \$ 9,231 |
| Total Revenues | \$ 9,231 | \$ 0 | \$ 0 | \$ 9,231 |
| 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 | \$ 1,130,822 | \$ 0 | \$ 1,340,133 | \$ 209,311 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ (1,121,591) | \$ 0 | \$ (1,340,133) | \$ 218,542 |
| Other Financing Sources (Uses) | | | | |
| Transfers Out | \$ (180,000) | \$ 0 | \$ (180,000) | \$ 0 |
| Total Other Financing Sources | \$ (180,000) | \$ 0 | \$ (180,000) | \$ 0 |
| Net Change in Fund Balance | \$ (1,301,591) | \$ 0 | \$ (1,520,133) | \$ 218,542 |
| Fund Balance, July 1, 2023 | 3,711,192 | 3,711,192 | 3,711,192 | 0 |
| Fund Balance, June 30, 2024 | \$ 2,409,601 | \$ 3,711,192 | \$ 2,191,059 | \$ 218,542 |

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.

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

| | | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|------------------------------------------------------|----------------------------|----------------------------|----------------------------|-------------------------------------------------------------------------|
| | Actual | 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 | <u>\$ 703,364</u> | <u>\$ 330,057</u> | <u>\$ 330,057</u> | <u>\$ 373,307</u> |
| 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 | <u>\$ 260,615</u> | <u>\$ 287,766</u> | <u>\$ 287,766</u> | <u>\$ 27,151</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ 442,749</u> | <u>\$ 42,291</u> | <u>\$ 42,291</u> | <u>\$ 400,458</u> |
| Net Change in Fund Balance | \$ 442,749 | \$ 42,291 | \$ 42,291 | \$ 400,458 |
| Fund Balance, July 1, 2023 | <u>4,924,177</u> | <u>5,112,054</u> | <u>5,112,054</u> | <u>(187,877)</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 5,366,926</u></u> | <u><u>\$ 5,154,345</u></u> | <u><u>\$ 5,154,345</u></u> | <u><u>\$ 212,581</u></u> |

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.

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

| | Custodial Funds | | | | |
|------------------------------------------------------------------|--------------------------|-------------------------------------------------|------------------------------|---------------------------------|--------------|
| | Cities - Sales Tax | Constitu - tional Officers - Custodial | Judicial District Drug | District Attorney General | Total |
| 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 |

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

Custodial Funds

For the Year Ended June 30, 2024

| | Custodial Funds | | | | | |
|--------------------------------------------------------|--------------------------|-------------------------------------------------|------------------------------|---------------------------------|--------------|--|
| | Cities - Sales Tax | Constitu - tional Officers - Custodial | Judicial District Drug | District Attorney General | Total | |
| Additions | | | | | | |
| Sales Tax Collections for Other Governments | \$ 3,509,470 | \$ 0 | \$ 0 | \$ 0 | \$ 3,509,470 | |
| Fines/Fees and Other Collections | 0 | 4,781,878 | 0 | 0 | 4,781,878 | |
| Drug Task Force Collections | 0 | 0 | 208,849 | 0 | 208,849 | |
| District Attorney General Collections | 0 | 0 | 0 | 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 | \$ 3,509,470 | |
| Payments to State | 0 | 2,164,076 | 0 | 0 | 2,164,076 | |
| Payments to Cities, Individuals, and Others | 0 | 2,689,358 | 0 | 0 | 2,689,358 | |
| Payment of Drug Task Force Expenses | 0 | 0 | 394,881 | 0 | 394,881 | |
| Payment of District Attorney General Expenses | 0 | 0 | 0 | 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.

Exhibit J-1

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) |
|---------------------------------------------------------------|---------------|----------------------------|---------------------------------------------|-------------------------------------------|----------------------------------------------------------------------------------|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Revenue and Changes in Net Position 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 | \$ 47,774,400 | \$ 196,732 | \$ 12,343,482 | \$ 6,238,112 | \$ (28,996,074) |
| 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 | | | | | \$ 35,820,221 |
| Change in Net Position | | | | | \$ 6,824,147 |
| Net Position, July 1, 2023 | | | | | 44,193,034 |
| Net Position, June 30, 2024 | | | | | \$ 51,017,181 |

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

| | Major Funds | | Nonmajor Funds | |
|--------------------------------------------|------------------------|-------------------------|---------------------------|--------------------------|
| | General Purpose School | School Federal Projects | Other Govern-mental Funds | Total Governmental 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 | <u>\$ 19,475,428</u> | <u>\$ 1,059,018</u> | <u>\$ 1,560,656</u> | <u>\$ 22,095,102</u> |
| 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 | <u>\$ 1,542,504</u> | <u>\$ 142,317</u> | <u>\$ 28,147</u> | <u>\$ 1,712,968</u> |
| 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 | <u>\$ 2,977,857</u> | <u>\$ 26,459</u> | <u>\$ 0</u> | <u>\$ 3,004,316</u> |

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

| | Major Funds | | Nonmajor Funds | Total Governmental Funds |
|---------------------------------------------------------------------|---------------------------------------|----------------------------------------|-----------------------------------------------|-----------------------------------------|
| | General Purpose School | School Federal Projects | Other Govern- mental Funds | |
| | | | | |
| FUND BALANCES | | | | |
| Restricted: | | | | |
| Restricted for Education | \$ 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>\$ 19,475,428</u> | <u>\$ 1,059,018</u> | <u>\$ 1,560,656</u> | <u>\$ 22,095,102</u> |

Exhibit J-3

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><u>\$ 51,017,181</u></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

| | Major Funds | | Nonmajor Funds | |
|------------------------------------------------------|------------------------------|-------------------------------|-------------------------------------|--------------------------------|
| | General Purpose School | School Federal Projects | Other Govern- mental Funds | Total Governmental Funds |
| 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 | \$ 40,367,940 | \$ 10,311,588 | \$ 3,933,227 | \$ 54,612,755 |
| 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 | \$ 37,319,744 | \$ 10,256,988 | \$ 4,115,739 | \$ 51,692,471 |
| Excess (Deficiency) of Revenues Over Expenditures | \$ 3,048,196 | \$ 54,600 | \$ (182,512) | \$ 2,920,284 |

(Continued)

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

Discretely Presented Lauderdale County School Department (Cont.)

| | Major Funds | | Nonmajor Funds | |
|---------------------------------------|------------------------------|-------------------------------|-------------------------------------|--------------------------------|
| | General Purpose School | School Federal Projects | Other Govern- mental Funds | Total Governmental 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 | <u>(1,578,560)</u> | 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 | <u>(604,151)</u> | (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 | <u>(26,897)</u> | <u>(623,536)</u> |
| Change in net position of governmental activities (Exhibit B) | | <u><u>\$ 6,824,147</u></u> |

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

| | <u>Special Revenue Funds</u> | | Total Nonmajor Governmental Funds |
|--------------------------------------------------------|------------------------------|--------------------|--------------------------------------------|
| | Central Cafeteria | Internal School | |
| 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

| | <u>Special Revenue Funds</u> | | 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 | <u>\$ 2,849,256</u> | <u>\$ 1,083,971</u> | <u>\$ 3,933,227</u> |
| Expenditures | | | |
| Current: | | | |
| Operation of Non-Instructional Services | \$ 3,063,670 | \$ 1,052,069 | \$ 4,115,739 |
| Total Expenditures | <u>\$ 3,063,670</u> | <u>\$ 1,052,069</u> | <u>\$ 4,115,739</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ (214,414)</u> | <u>\$ 31,902</u> | <u>\$ (182,512)</u> |
| Net Change in Fund Balances | \$ (214,414) | \$ 31,902 | \$ (182,512) |
| Fund Balance, July 1, 2023 | <u>963,337</u> | <u>751,684</u> | <u>1,715,021</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 748,923</u></u> | <u><u>\$ 783,586</u></u> | <u><u>\$ 1,532,509</u></u> |

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) | Less: Encumbrances 7/1/2023 | Add: Encumbrances 6/30/2024 | Actual Revenues/ Expenditures (Budgetary Basis) | Budgeted Amounts | | Variance with Final Budget - Positive (Negative) |
|----------------------------------------|---------------------------|-----------------------------------|-----------------------------------|-------------------------------------------------------------|------------------|---------------|--------------------------------------------------------------|
| | | | | | Original | Final | |
| Revenues | | | | | | | |
| Local Taxes | \$ 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 |

Exhibit J-9

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 | \$ 890,242 | \$ 0 | \$ 890,242 | \$ 215,597 | \$ 798,093 | \$ 92,149 |

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 | <u>\$ 2,849,256</u> | <u>\$ 0</u> | <u>\$ 2,849,256</u> | <u>\$ 2,900,980</u> | <u>\$ 2,986,742</u> | <u>\$ (137,486)</u> |
| 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 | <u>\$ 3,063,670</u> | <u>\$ 28,905</u> | <u>\$ 3,092,575</u> | <u>\$ 3,294,366</u> | <u>\$ 3,380,128</u> | <u>\$ 287,553</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>\$ (214,414)</u> | <u>\$ (28,905)</u> | <u>\$ (243,319)</u> | <u>\$ (393,386)</u> | <u>\$ (393,386)</u> | <u>\$ 150,067</u> |
| Net Change in Fund Balance | \$ (214,414) | \$ (28,905) | \$ (243,319) | \$ (393,386) | \$ (393,386) | \$ 150,067 |
| Fund Balance, July 1, 2023 | <u>963,337</u> | <u>0</u> | <u>963,337</u> | <u>933,886</u> | <u>933,886</u> | <u>29,451</u> |
| Fund Balance, June 30, 2024 | <u><u>\$ 748,923</u></u> | <u><u>\$ (28,905)</u></u> | <u><u>\$ 720,018</u></u> | <u><u>\$ 540,500</u></u> | <u><u>\$ 540,500</u></u> | <u><u>\$ 179,518</u></u> |

MISCELLANEOUS SCHEDULES

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.

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

| Year Ending June 30 | Other Loan | | | |
|---------------------------|------------|--------------|------------|------------|
| | Principal | Interest (1) | Other Fees | Total |
| 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><u>\$ 880,897</u></u> |
| DISCRETELY PRESENTED LAUDERDALE COUNTY SCHOOL DEPARTMENT | | | |
| General Purpose School | School Federal Projects | Cash flow funds | <u>\$ 500,000</u> |
| Total Transfers Discretely Presented Lauderdale County School Department | | | <u><u>\$ 500,000</u></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>\$ 143,776</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>\$ 114,787</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>\$ 162,700</u> | | | |
| Trustee | | Section 8-24-102, <i>TCA</i> | 1,459,472 | RLI Insurance Company |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| Assessor of Property | | Section 8-24-102, <i>TCA</i> | (1) | Tennessee Risk Management Trust |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| County Clerk | | Section 8-24-102, <i>TCA</i> | (1) | Tennessee Risk Management Trust |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| Circuit and General Sessions Courts Clerk | | Section 8-24-102, <i>TCA</i> | (1) | Tennessee Risk Management Trust |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| Clerk and Master | | Section 8-24-102, <i>TCA</i> | (1) | Tennessee Risk Management Trust |
| Base salary/Total compensation | <u>\$ 90,715</u> | | | |
| Register of Deeds | | Section 8-24-102, <i>TCA</i> | (1) | Tennessee Risk Management Trust |
| Base salary/Total compensation | <u>\$ 90,715</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>\$ 100,587</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 | <u>\$ 8,810,810</u> | <u>\$ 1,061</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>0</u> |
| 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 | <u>\$ 129,961</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 7,416</u> | <u>0</u> |
| 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 | <u>\$ 116,779</u> | <u>\$ 0</u> | <u>1,924,490</u> | <u>\$ 0</u> | <u>0</u> |

(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 |
| Drug Control Grants | 109,088 | 0 | 0 | 0 | 0 |
| Safe and Drug-Free Schools and Communities | 142,417 | 0 | 0 | 0 | 0 |
| School Resource Officer Grants | 525,000 | 0 | 0 | 0 | 0 |
| Other Public Safety Grants | 56,556 | 0 | 0 | 0 | 0 |
| Health and Welfare Grants | | | | | |
| Health Department Programs | 82,999 | 0 | 0 | 0 | 0 |
| Public Works Grants | | | | | |
| Litter Program | 10,896 | 0 | 0 | 0 | 0 |
| Other Public Works Grants | 0 | 0 | 0 | 0 | 0 |
| Other State Revenues | | | | | |
| Beer Tax | 18,498 | 0 | 0 | 0 | 0 |
| Vehicle Certificate of Title Fees | 21,177 | 0 | 0 | 0 | 0 |
| Alcoholic Beverage Tax | 82,391 | 0 | 0 | 0 | 0 |
| Opioid Settlement Funds - TN Abatement Council | 100,236 | 0 | 0 | 0 | 0 |
| State Revenue Sharing - T.V.A. | 155,953 | 0 | 0 | 0 | 0 |
| State Revenue Sharing - Telecommunications | 40,488 | 0 | 0 | 0 | 0 |
| State Shared Sports Gaming Privilege Tax | 25,465 | 0 | 0 | 0 | 0 |
| Contracted Prisoner Boarding | 639,354 | 0 | 0 | 0 | 0 |
| Gasoline and Motor Fuel Tax | 0 | 0 | 0 | 0 | 0 |
| Petroleum Special Tax | 0 | 0 | 0 | 0 | 0 |
| Registrar's Salary Supplement | 15,199 | 0 | 0 | 0 | 0 |
| Other State Grants | 67,034 | 0 | 0 | 0 | 0 |
| Other State Revenues | 35,309 | 0 | 0 | 0 | 0 |
| Total State of Tennessee | \$ 2,202,561 | \$ 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 | <u>\$ 651,489</u> | <u>\$ 0</u> | <u>\$ 0</u> | <u>\$ 4,842</u> | <u>\$ 0</u> |
| 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 | <u>\$ 132,102</u> | <u>\$ 0</u> | <u>\$ 104,382</u> | <u>\$ 0</u> | <u>\$ 0</u> |
| Total | <u><u>\$ 13,227,951</u></u> | <u><u>\$ 1,061</u></u> | <u><u>\$ 2,064,372</u></u> | <u><u>\$ 12,258</u></u> | <u><u>\$ 9,231</u></u> |

(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 - | |
| Local Taxes | | | | | |
| County Property Taxes | | | | | |
| Current Property Tax | \$ 716,889 | \$ 20,484 | \$ 0 | \$ 0 | \$ 7,719,913 |
| Trustee's Collections - Prior Year | 27,352 | 786 | 0 | 0 | 283,128 |
| Circuit Clerk/Clerk and Master Collections - Prior Years | 4,850 | 80 | 0 | 0 | 46,122 |
| Interest and Penalty | 5,588 | 169 | 0 | 0 | 59,300 |
| Payments in-Lieu-of Taxes - T.V.A. | 72 | 2 | 0 | 0 | 772 |
| Payments in-Lieu-of Taxes - Local Utilities | 7,306 | 212 | 0 | 0 | 78,691 |
| Payments in-Lieu-of Taxes - Other | 10,520 | 305 | 0 | 0 | 113,306 |
| County Local Option Taxes | | | | | |
| Hotel/Motel Tax | 0 | 0 | 0 | 0 | 38,702 |
| Wheel Tax | 88,276 | 0 | 0 | 0 | 970,124 |
| Litigation Tax - General | 0 | 0 | 0 | 0 | 53,860 |
| Litigation Tax - Special Purpose | 0 | 0 | 0 | 0 | 12,859 |
| Litigation Tax - Jail, Workhouse, or Courthouse | 0 | 21,254 | 0 | 0 | 22,984 |
| Business Tax | 0 | 0 | 0 | 0 | 216,520 |
| Mixed Drink Tax | 0 | 0 | 0 | 0 | 794 |
| Statutory Local Taxes | | | | | |
| Bank Excise Tax | 7,599 | 221 | 0 | 0 | 83,591 |
| Wholesale Beer Tax | 0 | 0 | 0 | 0 | 23,170 |
| Total Local Taxes | \$ 868,452 | \$ 43,513 | \$ 0 | \$ 0 | \$ 9,723,836 |
| Licenses and Permits | | | | | |
| Licenses | | | | | |
| Animal Registration | \$ 0 | \$ 0 | \$ 0 | \$ 0 | \$ 8,010 |
| Cable TV Franchise | 530 | 14 | 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 | 975 |
| Building Permits | 0 | 0 | 0 | 0 | 13,649 |
| Total Licenses and Permits | \$ 530 | \$ 14 | \$ 0 | \$ 0 | 30,765 |
| Fines, Forfeitures, and Penalties | | | | | |
| Circuit Court | | | | | |
| Fines | \$ 0 | \$ 0 | \$ 0 | \$ 0 | 3,923 |
| Officers Costs | 0 | 0 | 0 | 0 | 5,749 |
| Drug Control Fines | 0 | 0 | 0 | 0 | 6,726 |
| Drug Court Fees | 0 | 0 | 0 | 0 | 445 |
| Jail Fees | 0 | 0 | 0 | 0 | 3,017 |
| DUI Treatment Fines | 0 | 0 | 0 | 0 | 665 |
| Data Entry Fee - Circuit Court | 0 | 0 | 0 | 0 | 1,098 |
| Victims Assistance Assessments | 0 | 0 | 0 | 0 | 2,862 |
| Criminal Court | | | | | |
| DUI Treatment Fines | 0 | 0 | 0 | 0 | 1,257 |
| General Sessions Court | | | | | |
| Fines | 0 | 0 | 0 | 0 | 21,746 |
| Officers Costs | 0 | 0 | 0 | 0 | 36,534 |
| Game and Fish Fines | 0 | 0 | 0 | 0 | 540 |
| Drug Control Fines | 0 | 0 | 0 | 0 | 5,192 |
| Drug Court Fees | 0 | 0 | 0 | 0 | 3,133 |
| Jail Fees | 0 | 0 | 0 | 0 | 12,393 |
| DUI Treatment Fines | 0 | 0 | 0 | 0 | 4,028 |
| Data Entry Fee - General Sessions Court | 0 | 0 | 0 | 0 | 8,378 |
| Victims Assistance Assessments | 0 | 0 | 0 | 0 | 12,870 |

(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 - | |
| 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)

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

(Continued)

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

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 | \$ 40,857 | \$ 0 | \$ 155,875 | \$ 0 | \$ 196,732 |
| 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 | \$ 959,066 | \$ 0 | \$ 5,019 | \$ 1,083,971 | \$ 2,048,056 |
| 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 | \$ 27,513,175 | |
| TISA - On-behalf Payments | 41,273 | 0 | 0 | 0 | 41,273 | |
| Early Childhood Education | 830,931 | 0 | 0 | 0 | 830,931 | |
| School Food Service | 0 | 0 | 20,046 | 0 | 20,046 | |
| Other State Education Funds | 580,015 | 0 | 0 | 0 | 580,015 | |
| Career Ladder Program | 46,985 | 0 | 0 | 0 | 46,985 | |
| Other Vocational | 1,431,604 | 0 | 0 | 0 | 1,431,604 | |
| Other State Revenues | | | | | | |
| State Revenue Sharing - T.V.A. | 504,989 | 0 | 0 | 0 | 504,989 | |
| Other State Revenues | 44,953 | 0 | 0 | 0 | 44,953 | |
| Total State of Tennessee | \$ 31,076,304 | \$ 0 | \$ 20,046 | \$ 0 | \$ 31,096,350 | |
| Federal Government | | | | | | |
| Federal Through State | | | | | | |
| USDA School Lunch Program | \$ 0 | \$ 0 | \$ 1,537,153 | \$ 0 | \$ 1,537,153 | |
| USDA - Commodities | 0 | 0 | 161,335 | 0 | 161,335 | |
| Breakfast | 0 | 0 | 839,284 | 0 | 839,284 | |
| USDA - Other | 0 | 0 | 130,544 | 0 | 130,544 | |
| Vocational Education - Basic Grants to States | 0 | 75,398 | 0 | 0 | 75,398 | |
| Title I Grants to Local Education Agencies | 0 | 1,855,343 | 0 | 0 | 1,855,343 | |
| Special Education - Grants to States | 0 | 935,988 | 0 | 0 | 935,988 | |
| Special Education Preschool Grants | 0 | 48,380 | 0 | 0 | 48,380 | |
| English Language Acquisition Grants | 0 | 12,969 | 0 | 0 | 12,969 | |
| Rural Education | 0 | 108,990 | 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>\$ 40,367,940</u> | <u>\$ 10,311,588</u> | <u>\$ 2,849,256</u> | <u>\$ 1,083,971</u> | <u>\$ 54,612,755</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 | | 154,871 | |
| 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 | | 247 | |
| 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 | | 7,123 | |
| 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 | | 68 | |
| 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 | | 3,020 | |
| 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 | | 13,000 | |
| 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 | | 449 | |
| Total Veterans' Services | | | 26,086 |

Other Charges

| | | | |
|----------------------|----|---------|---------|
| Liability Insurance | \$ | 74,814 | |
| Trustee's Commission | | 173,646 | |
| Other Charges | | 11,942 | |
| Office Equipment | | 17,551 | |
| 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 | | <u>\$ 153</u> |

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 | | <u>\$ 2,670,117</u> |

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>\$ 86,172</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 | | | \$ 534,608 |

American Rescue Plan Act Grant #6

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

American Rescue Plan Act Grant #7

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

American Rescue Plan Act Grant #9

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

American Rescue Plan Act Grant #10

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

American Rescue Plan Act Grant A

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

American Rescue Plan Act Grant B

| | | | |
|----------------------------------------|----|---------------|---------------|
| Heating and Air Conditioning Equipment | \$ | <u>12,670</u> | |
| Total American Rescue Plan Act Grant B | | | <u>12,670</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 | | <u>42,153</u> | |
| 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 | | <u>43,199</u> | |
| Total Other Charges | | | 139,450 |

Employee Benefits

| | | | |
|----------------------------------|----|--------------|---------|
| Social Security | \$ | 78,693 | |
| Pensions | | 42,947 | |
| Employee and Dependent Insurance | | 317,737 | |
| Local Retirement | | <u>6,775</u> | |
| 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 | | <u>565,836</u> | |
| Total Capital Outlay | | | <u>780,156</u> |

Total Highway/Public Works Fund \$ 3,636,936

General Debt Service Fund

Principal on Debt

Education

| | | | |
|--------------------------|----|----------------|------------|
| Principal on Other Loans | \$ | <u>157,431</u> | |
| Total Education | | | \$ 157,431 |

Interest on Debt

Education

| | | | |
|-------------------------|----|----------------|---------|
| Interest on Other Loans | \$ | <u>100,680</u> | |
| 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 | | 29,886 | |
| 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 | | 7,527 | |
| 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 | | 16,409 | |
| 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 | | 3,192 | |
| 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 | | | <u>3,717,116</u> |

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 | | | <u>\$ 3,063,670</u> |

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 | 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 | N/A | | 209,396 |
| Early Childhood Education - State Department of Education | N/A | N/A | | 830,931 |
| Innovative School Models - State Department of Education | N/A | N/A | | 1,431,604 |
| COVID 19 - Learning Camp Transportation - State Department of Education | N/A | N/A | | 40,988 |
| Lottery for Education: After School Programs - State Department of Education | N/A | 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>\$ 9,717</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>\$ 140,447</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 |
|--------------------------------------|-------------|----------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|----------------------------------------------------------|
| OFFICE OF COUNTY MAYOR | | | | | |
| 2023 | 209 | 2023-001 | Expenditures exceeded appropriations in the Ambulance Service Fund. | N/A | Corrected |
| 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 |
|-------------------|------------------|---------------------------------------|
|-------------------|------------------|---------------------------------------|

OFFICE OF HIGHWAY COMMISSIONER

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

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.