



ANNUAL FINANCIAL REPORT

Lawrence County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
LAWRENCE 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

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

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

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Summary of Audit Finding

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

Scope

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

Results

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

Our audit resulted in one finding and recommendation, which we have reviewed with Lawrence County management. The detailed finding, recommendation, and management's response are included in the Single Audit section of this report.

Finding

The following is a summary of the audit finding:

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ Deficiencies were noted in ambulance service collections.



INTRODUCTORY SECTION

LAWRENCE COUNTY OFFICIALS

June 30, 2024

Officials

David Morgan, County Executive
Ryan Krick, Road Superintendent
Michael Adkins, Director of Schools
Kiley Weathers, Trustee
Brady Hutton, Assessor of Property
Russ Brewer, County Clerk
Tommy Lee Kidd, Circuit, General Sessions, and Juvenile Courts Clerk
Kristy Gang, Clerk and Master
Terra Dickey, Register of Deeds
John Myers, Sheriff
Brandi Williams, Director of Accounts and Budgets

Board of County Commissioners

Shane Eaton, Chairman	Tim Clifton
Chris Sutherland	Delano Benefield
Wayne Yocom	Scott Franks
Dennis Gillespie	Phillip Heatherly
Ricky Skillington	Roy Hagan
Dave Ray	Travis Cauwels
John Bradley	Tammy Wisdom
Sandy Newton	Will Burnett
Barry Luffman	Randy Brewer

Board of Education

Kevin Caruso, Chairman	Jerry Dryden
Kirk Weathers	Corey Rochelle
Brenda Jacobs	Nicky Hartsfield
Ricky Mabry	John Daniel
Royce Neidert	

Audit Committee

Karen Woodall, Chairman	Kelsey Glass
Scott Franks	Jerry Putman
Jim Brewer	

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Lawrence County Executive and
Board of County Commissioners
Lawrence County, Tennessee

To the County Executive and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lawrence 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, aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lawrence County, Tennessee, as of June 30, 2024, and the respective changes in financial position and the respective budgetary comparison for the General, Solid Waste/Sanitation and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Lawrence County School Department (a discretely presented component unit), which represent 2.14 percent, 2.44 percent, and 3.92 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those amounts were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to amounts included for the Lawrence County School Department's Internal School Fund is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Lawrence 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., Lawrence 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 Lawrence 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 Lawrence 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 Lawrence County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total OPEB 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 Lawrence 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 Lawrence 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 Lawrence 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 February 19, 2025, on our consideration of Lawrence 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 Lawrence 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 Lawrence County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 19, 2025

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

Exhibit A

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

	Primary Government	Component Unit
	Governmental Activities	Lawrence County School Department
ASSETS		
Cash	\$ 162,837	\$ 2,367,575
Equity in Pooled Cash and Investments	25,374,345	22,908,106
Inventories	0	164,954
Accounts Receivable	9,935,552	3,346
Allowance for Uncollectible	(2,223,516)	0
Due from Other Governments	1,576,065	5,723,344
Property Taxes Receivable	16,207,748	5,536,331
Allowance for Uncollectible Property Taxes	(284,634)	(97,227)
Net Pension Asset - Agent Plan	768,248	282,132
Net Pension Asset - Teacher Retirement Plan	0	171,941
Net Pension Asset - Teacher Legacy Pension Plan	0	9,060,068
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	626,875
Capital Assets:		
Assets Not Depreciated:		
Land	1,315,719	1,604,544
Construction in Progress	0	2,743,257
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	32,998,440	52,632,763
Infrastructure	6,727,539	0
Other Capital Assets	5,896,437	7,048,785
Total Assets	<u>\$ 98,454,780</u>	<u>\$ 110,776,794</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charge on Refunding	\$ 118,658	\$ 0
Pension Changes in Experience	992,418	2,528,819
Pension Changes in Investment Earnings	383,857	1,756,652
Pension Changes in Assumptions	1,660,767	3,691,279
Pension Changes in Proportion	0	268,244
Pension Contributions After Measurement Date	671,452	2,526,719
OPEB Changes in Experience	0	444,394
OPEB Changes in Assumptions	128,056	1,807,766
OPEB Changes in Proportion	0	36,069
OPEB Contributions After Measurement Date	5,043	459,676
Total Deferred Outflows of Resources	<u>\$ 3,960,251</u>	<u>\$ 13,519,618</u>

(Continued)

Exhibit A

LAWRENCE COUNTY, TENNESSEE

Statement of Net Position (Cont.)

	Primary Government	Component Unit
	Governmental Activities	Lawrence County School Department
LIABILITIES		
Accounts Payable	\$ 777,272	\$ 29,673
Accrued Payroll	0	2,156
Payroll Deductions Payable	102,685	2,690,830
Accrued Interest Payable	237,278	0
Due to State of Tennessee	94,180	0
Noncurrent Liabilities:		
Due Within One Year - Debt	4,357,952	0
Due Within One Year - Other	941,416	506,969
Due in More Than One Year - Debt	45,304,287	0
Due in More Than One Year - Other	885,295	13,296,908
Total Liabilities	<u>\$ 52,700,365</u>	<u>\$ 16,526,536</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 15,483,966	\$ 5,289,098
Pension Changes in Experience	182,511	587,832
Pension Changes in Proportion	0	260,578
OPEB Changes in Experience	180,249	1,562,532
OPEB Changes in Assumptions	203,204	1,831,976
OPEB Changes in Proportion	0	1,123,132
Total Deferred Inflows of Resources	<u>\$ 16,049,930</u>	<u>\$ 10,655,148</u>
NET POSITION		
Net Investment in Capital Assets	\$ 26,920,285	\$ 64,029,349
Restricted for:		
General Government	9,286	0
Finance	146,651	0
Administration of Justice	88,727	0
Public Safety	116,931	0
Public Health and Welfare	705,394	0
Social, Cultural, and Recreational Services	151,705	0
Highway/Public Works	1,995,426	0
Education	0	5,054,897
Pensions	768,248	10,141,016
Unrestricted	<u>2,762,083</u>	<u>17,889,466</u>
Total Net Position	<u><u>\$ 33,664,736</u></u>	<u><u>\$ 97,114,728</u></u>

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

Exhibit B

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit					
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government								
					Total	Governmental Activities							
Primary Government:													
Governmental Activities:													
General Government	\$ 4,001,287	\$ 311,818	\$ 175,788	\$ 0	\$ (3,513,681)	\$ 0							
Finance	2,546,647	1,405,416	0	0	(1,141,231)	0							
Administration of Justice	2,219,787	622,797	4,635	0	(1,592,355)	0							
Public Safety	9,937,816	995,948	1,460,622	0	(7,481,246)	0							
Public Health and Welfare	8,690,974	5,335,299	2,336,561	0	(1,019,114)	0							
Social, Cultural, and Recreational Services	1,110,327	2,263	7,532	348,676	(751,856)	0							
Agriculture and Natural Resources	270,231	0	0	0	(270,231)	0							
Highways	9,560,453	3,393	3,158,530	2,398,834	(3,999,696)	0							
Education	146,788	1,125,944	0	0	979,156	0							
Interest on Long-term Debt	1,408,287	0	0	0	(1,408,287)	0							
Total Primary Government	\$ 39,892,597	\$ 9,802,878	\$ 7,143,668	\$ 2,747,510	\$ (20,198,541)	\$ 0							
Component Unit:													
Lawrence County School Department	\$ 87,698,125	\$ 4,452,191	\$ 17,257,253	\$ 2,093,539	\$ 0	\$ (63,895,142)							

(Continued)

Exhibit B

LAWRENCE COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		Component Unit Lawrence County School Department
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
			Total Governmental Activities				
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 14,625,191	\$ 5,314,061	
Property Taxes Levied for Debt Service					970,259	0	
Local Option Sales Tax					2,222,961	10,053,641	
Hotel/Motel Tax					264,115	0	
Wheel Tax					1,054,816	0	
Litigation Tax - General					96,173	0	
Litigation Tax - Jail, Workhouse, or Courthouse					88,775	0	
Business Tax					565,168	0	
Mixed Drink Tax					247	0	
Mineral Severance Tax					59,131	0	
Wholesale Beer Tax					209,516	0	
Other Local Taxes					73,240	31,064	
Grants and Contributions Not Restricted to Specific Programs					2,267,237	57,198,334	
Unrestricted Investment Income					1,164,995	54,237	
Miscellaneous					89,686	95,331	
Total General Revenues					\$ 23,751,510	\$ 72,746,668	
Change in Net Position					\$ 3,552,969	\$ 8,851,526	
Net Position, July 1, 2023					30,111,767	88,263,202	
Net Position, June 30, 2024					\$ 33,664,736	\$ 97,114,728	

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

Exhibit C-1

LAWRENCE COUNTY, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2024

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
ASSETS							
Cash	\$ 450	\$ 1,225	\$ 0	\$ 0	\$ 161,162	\$ 162,837	
Equity in Pooled Cash and Investments	11,436,244	2,202,187	1,754,572	6,521,137	3,460,205	25,374,345	
Accounts Receivable	7,135,224	2,636,316	9,481	98,139	56,392	9,935,552	
Allowance for Uncollectibles	(1,888,666)	(334,850)	0	0	0	(2,223,516)	
Due from Other Governments	370,010	32,042	551,284	380,940	241,789	1,576,065	
Due from Other Funds	0	0	0	0	21,910	21,910	
Property Taxes Receivable	12,252,607	418,551	2,066,796	1,469,794	0	16,207,748	
Allowance for Uncollectible Property Taxes	(215,176)	(7,350)	(36,296)	(25,812)	0	(284,634)	
Total Assets	\$ 29,090,693	\$ 4,948,121	\$ 4,345,837	\$ 8,444,198	\$ 3,941,458	\$ 50,770,307	
LIABILITIES							
Accounts Payable	\$ 295,599	\$ 147,684	\$ 314,315	\$ 0	\$ 19,674	\$ 777,272	
Payroll Deductions Payable	86,329	3,585	12,771	0	0	102,685	
Due to Other Funds	21,910	0	0	0	0	21,910	
Due to State of Tennessee	93,348	141	691	0	0	94,180	
Total Liabilities	\$ 497,186	\$ 151,410	\$ 327,777	\$ 0	\$ 19,674	\$ 996,047	
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 11,705,448	\$ 399,860	\$ 1,974,500	\$ 1,404,158	\$ 0	\$ 15,483,966	
Deferred Delinquent Property Taxes	282,933	9,665	47,726	33,940	0	374,264	
Other Deferred/Unavailable Revenue	4,932,086	2,256,347	269,982	189,222	0	7,647,637	
Total Deferred Inflows of Resources	\$ 16,920,467	\$ 2,665,872	\$ 2,292,208	\$ 1,627,320	\$ 0	\$ 23,505,867	

(Continued)

Exhibit C-1

LAWRENCE COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

FUND BALANCES	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
Nonspendable:							
Endowments	\$ 0	\$ 0	\$ 0	\$ 0	\$ 75,799	\$ 75,799	
Restricted:							
Restricted for General Government	9,286	0	0	0	0	0	9,286
Restricted for Finance	146,651	0	0	0	0	0	146,651
Restricted for Administration of Justice	88,727	0	0	0	0	0	88,727
Restricted for Public Safety	18,254	0	0	0	98,677	0	116,931
Restricted for Public Health and Welfare	705,394	0	0	0	0	0	705,394
Restricted for Social, Cultural, and Recreational Services	75,906	0	0	0	0	0	75,906
Restricted for Highways/Public Works	0	0	1,725,852	0	793,212	0	2,519,064
Committed:							
Committed for General Government	16,428	0	0	0	0	0	16,428
Committed for Finance	0	0	0	0	199,562	0	199,562
Committed for Public Safety	82,136	0	0	0	0	0	82,136
Committed for Public Health and Welfare	0	2,130,839	0	0	280,385	0	2,411,224
Committed for Debt Service	0	0	0	6,816,878	0	0	6,816,878
Committed for Capital Projects	0	0	0	0	2,474,149	0	2,474,149
Assigned:							
Assigned for General Government	853,038	0	0	0	0	0	853,038
Unassigned	9,677,220	0	0	0	0	0	9,677,220
Total Fund Balances	\$ 11,673,040	\$ 2,130,839	\$ 1,725,852	\$ 6,816,878	\$ 3,921,784	\$ 26,268,393	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 29,090,693	\$ 4,948,121	\$ 4,345,837	\$ 8,444,198	\$ 3,941,458	\$ 50,770,307	

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

LAWRENCE 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)	\$ 26,268,393
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.	
Add: land	\$ 1,315,719
Add: buildings and improvements net of accumulated depreciation	32,998,440
Add: infrastructure net of accumulated depreciation	6,727,539
Add: other capital assets net of accumulated depreciation	<u>5,896,437</u>
	46,938,135
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: notes payable	\$ (2,565,000)
Less: other loans payable	(2,192,016)
Less: bonds payable	(42,965,000)
Less: unamortized premium on debt	(1,940,223)
Add: deferred amount on refunding	118,658
Less: compensated absences payable	(936,416)
Less: landfill postclosure care costs	(518,205)
Less: net OPEB liability	(372,090)
Less: accrued interest on bonds and notes	<u>(237,278)</u>
	(51,607,570)
(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 expenses in future years.	
Add: deferred outflows of resources related to pensions	\$ 3,708,494
Less: deferred inflows of resources related to pensions	(182,511)
Add: deferred outflows of resources related to OPEB	133,099
Less: deferred inflows of resources related to OPEB	<u>(383,453)</u>
	3,275,629
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.	768,248
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.	<u>8,021,901</u>
Net position of governmental activities (Exhibit A)	<u>\$ 33,664,736</u>

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

Exhibit C-3

LAWRENCE COUNTY, TENNESSEE

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

Governmental Funds

For the Year Ended June 30, 2024

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
Revenues							
Local Taxes	\$ 13,593,760	\$ 622,027	\$ 2,034,300	\$ 4,456,479	\$ 224,084	\$ 20,930,650	
Licenses and Permits	51,911	0	0	0	0	51,911	
Fines, Forfeitures, and Penalties	115,699	0	0	0	36,183	151,882	
Charges for Current Services	2,447,784	1,678,258	0	0	754,658	4,880,700	
Other Local Revenues	580,396	977,869	17,393	35,004	0	1,610,662	
Fees Received From County Officials	1,339,022	0	0	0	0	1,339,022	
State of Tennessee	3,197,244	1,175,977	5,388,513	0	364,426	10,126,160	
Federal Government	1,000,388	0	0	0	886,753	1,887,141	
Other Governments and Citizens Groups	298,371	29,528	148,712	1,125,944	0	1,602,555	
Total Revenues	\$ 22,624,575	\$ 4,483,659	\$ 7,588,918	\$ 5,617,427	\$ 2,266,104	\$ 42,580,683	
Expenditures							
Current:							
General Government	\$ 2,032,160	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,032,160	
Finance	1,608,622	0	0	0	750,832	2,359,454	
Administration of Justice	2,191,531	0	0	0	0	2,191,531	
Public Safety	9,207,627	0	0	0	40,670	9,248,297	
Public Health and Welfare	4,442,362	2,749,661	0	0	0	7,192,023	
Social, Cultural, and Recreational Services	601,101	0	0	0	0	601,101	
Agriculture and Natural Resources	255,587	0	0	0	0	255,587	
Other Operations	1,456,718	1,453	4,468	0	24,423	1,487,062	
Highways	0	0	7,253,924	0	0	7,253,924	

(Continued)

Exhibit C-3

LAWRENCE COUNTY, TENNESSEE

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

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds		Total Governmental Funds
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
Expenditures (Cont.)							
Debt Service:							
Principal on Debt	\$ 0	\$ 0	\$ 0	\$ 4,137,532	\$ 0	\$ 0	\$ 4,137,532
Interest on Debt	0	0	0	1,399,645	0	0	1,399,645
Other Debt Service	0	0	0	66,045	0	0	66,045
Capital Projects	19,157	0	0	0	3,320,693	0	3,339,850
Total Expenditures	\$ 21,814,865	\$ 2,751,114	\$ 7,258,392	\$ 5,603,222	\$ 4,136,618	\$ 0	\$ 41,564,211
Excess (Deficiency) of Revenues Over Expenditures	\$ 809,710	\$ 1,732,545	\$ 330,526	\$ 14,205	\$ (1,870,514)	\$ 0	\$ 1,016,472
Other Financing Sources (Uses)							
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,000,000	\$ 0	\$ 2,000,000
Insurance Recovery	12,859	0	9,450	0	0	0	22,309
Transfers In	4,307	0	0	139,000	119,975	0	263,282
Transfers Out	(119,975)	0	(139,000)	0	(4,307)	0	(263,282)
Total Other Financing Sources (Uses)	\$ (102,809)	\$ 0	\$ (129,550)	\$ 139,000	\$ 2,115,668	\$ 0	\$ 2,022,309
Net Change in Fund Balances	\$ 706,901	\$ 1,732,545	\$ 200,976	\$ 153,205	\$ 245,154	\$ 0	\$ 3,038,781
Fund Balance, July 1, 2023	10,966,139	398,294	1,524,876	6,663,673	3,676,630	0	23,229,612
Fund Balance, June 30, 2024	\$ 11,673,040	\$ 2,130,839	\$ 1,725,852	\$ 6,816,878	\$ 3,921,784	\$ 0	\$ 26,268,393

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

LAWRENCE COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2024**

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

Net change in fund balances - total governmental funds (Exhibit C-3)	\$ 3,038,781
(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	\$ 2,435,233
Less: current-year depreciation expense	<u>(4,443,941)</u> (2,008,708)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.	
Less: book value of capital assets disposed	(28,024)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ (7,140,977)
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>8,021,901</u> 880,924
(4) The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of those differences in the treatment of long-term debt and related items.	
Less: note proceeds	\$ (2,000,000)
Add: principal payments on notes	710,000
Add: principal payments on other loans	242,532
Add: principal payments on bonds	3,185,000
Add: change in premium on debt issuances	141,760
Less: change in deferred amount on refunding debt	<u>(22,238)</u> 2,257,054
(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 compensated absences payable	\$ (201,875)
Change in landfill postclosure care costs	(23,953)
Change in net OPEB liability	(91,723)
Change in accrued interest payable	(8,642)
Change in deferred outflows of resources related to pensions	(244,501)
Change in deferred inflows of resources related to pensions	169,382
Change in deferred outflows of resources related to OPEB	63,875
Change in deferred inflows of resources related to OPEB	51,095
Change in net pension asset	<u>(300,716)</u> (587,058)
Change in net position of governmental activities (Exhibit B)	<u>\$ 3,552,969</u>

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 13,593,760	\$ 12,929,312	\$ 12,929,312	\$ 664,448
Licenses and Permits	51,911	55,500	55,500	(3,589)
Fines, Forfeitures, and Penalties	115,699	118,150	118,150	(2,451)
Charges for Current Services	2,447,784	2,327,350	2,327,350	120,434
Other Local Revenues	580,396	455,200	562,087	18,309
Fees Received From County Officials	1,339,022	1,270,000	1,270,000	69,022
State of Tennessee	3,197,244	3,600,213	3,806,592	(609,348)
Federal Government	1,000,388	1,430,281	1,288,407	(288,019)
Other Governments and Citizens Groups	298,371	103,300	291,209	7,162
Total Revenues	\$ 22,624,575	\$ 22,289,306	\$ 22,648,607	\$ (24,032)
Expenditures				
General Government				
County Commission	\$ 143,653	\$ 168,795	\$ 168,795	\$ 25,142
Beer Board	1,061	2,449	2,449	1,388
County Mayor/Executive	285,301	286,961	286,961	1,660
County Attorney	53,603	53,604	53,604	1
Election Commission	621,188	691,803	694,696	73,508
Register of Deeds	319,886	326,573	336,281	16,395
County Buildings	536,228	821,730	563,220	26,992
Preservation of Records	71,240	88,394	90,293	19,053
Finance				
Accounting and Budgeting	379,143	488,306	451,383	72,240
Purchasing	49,599	0	50,231	632
Property Assessor's Office	430,182	425,354	446,608	16,426
County Trustee's Office	64,632	104,771	104,771	40,139
County Clerk's Office	144,659	168,679	190,514	45,855
Data Processing	540,407	288,107	603,207	62,800
Administration of Justice				
Circuit Court	777,079	796,571	830,723	53,644
General Sessions Court	389,936	407,287	409,271	19,335
Chancery Court	437,534	454,090	461,263	23,729
Juvenile Court	249,433	268,409	268,409	18,976
Other Administration of Justice	81,817	213,000	203,378	121,561
Courtroom Security	209,824	189,847	355,590	145,766
Victim Assistance Programs	45,908	75,131	75,131	29,223
Public Safety				
Sheriff's Department	3,989,586	4,775,826	4,977,344	987,758
Jail	3,226,266	3,717,675	3,897,306	671,040
Workhouse	58,252	58,500	58,500	248
Work Release Program	45,306	59,262	68,057	22,751
Fire Prevention and Control	2,000	2,000	2,000	0
Civil Defense	31,076	31,353	42,977	11,901
Rescue Squad	1,188,436	412,500	1,188,436	0
Other Emergency Management	528,245	339,245	528,245	0
County Coroner/Medical Examiner	138,460	157,146	157,146	18,686

(Continued)

LAWRENCE 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	\$ 153,698	\$ 160,550	\$ 160,550	\$ 6,852
Rabies and Animal Control	98,125	112,500	112,500	14,375
Ambulance/Emergency Medical Services	3,311,761	3,403,162	3,589,294	277,533
Alcohol and Drug Programs	152,647	164,315	200,397	47,750
Other Local Health Services	85,208	125,000	160,643	75,435
Appropriation to State	551,821	614,259	614,259	62,438
Other Public Health and Welfare	89,102	102,192	102,192	13,090
Social, Cultural, and Recreational Services				
Senior Citizens Assistance	61,839	67,043	67,043	5,204
Libraries	454,276	540,643	565,643	111,367
Other Social, Cultural, and Recreational	84,986	90,500	90,500	5,514
Agriculture and Natural Resources				
Agricultural Extension Service	170,626	187,678	185,278	14,652
Soil Conservation	84,961	84,064	85,214	253
Other Operations				
Tourism	54,400	56,400	56,400	2,000
Industrial Development	233,430	243,480	243,480	10,050
Airport	69,000	69,000	69,000	0
Veterans' Services	133,728	144,961	141,411	7,683
Other Charges	862,176	659,604	877,882	15,706
COVID-19 Grant #10	8,454	13,950	15,034	6,580
Miscellaneous	95,530	110,000	110,000	14,470
Capital Projects				
General Administration Projects	19,157	25,000	25,000	5,843
Total Expenditures	\$ 21,814,865	\$ 22,847,669	\$ 25,038,509	\$ 3,223,644
Excess (Deficiency) of Revenues Over Expenditures	\$ 809,710	\$ (558,363)	\$ (2,389,902)	\$ 3,199,612
Other Financing Sources (Uses)				
Insurance Recovery	\$ 12,859	\$ 0	\$ 8,545	\$ 4,314
Transfers In	4,307	5,319	6,471	(2,164)
Transfers Out	(119,975)	0	(552,689)	432,714
Total Other Financing Sources	\$ (102,809)	\$ 5,319	\$ (537,673)	\$ 434,864
Net Change in Fund Balance	\$ 706,901	\$ (553,044)	\$ (2,927,575)	\$ 3,634,476
Fund Balance, July 1, 2023	10,966,139	10,184,738	10,184,738	781,401
Fund Balance, June 30, 2024	\$ 11,673,040	\$ 9,631,694	\$ 7,257,163	\$ 4,415,877

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 622,027	\$ 604,506	\$ 604,506	\$ 17,521
Charges for Current Services	1,678,258	1,275,750	1,609,250	69,008
Other Local Revenues	977,869	150,500	676,887	300,982
State of Tennessee	1,175,977	0	1,048,847	127,130
Other Governments and Citizens Groups	29,528	28,000	28,000	1,528
Total Revenues	\$ 4,483,659	\$ 2,058,756	\$ 3,967,490	\$ 516,169
Expenditures				
Public Health and Welfare				
Landfill Operation and Maintenance	\$ 2,749,661	\$ 2,278,560	\$ 2,995,146	\$ 245,485
Other Operations				
Industrial Development	1,453	928	1,454	1
Total Expenditures	\$ 2,751,114	\$ 2,279,488	\$ 2,996,600	\$ 245,486
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 1,732,545	\$ (220,732)	\$ 970,890	\$ 761,655
Other Financing Sources (Uses)				
Transfers In	\$ 0	\$ 0	\$ 44	\$ (44)
Total Other Financing Sources	\$ 0	\$ 0	\$ 44	\$ (44)
Net Change in Fund Balance				
Fund Balance, July 1, 2023	\$ 398,294	\$ 392,003	\$ 392,003	\$ 6,291
Fund Balance, June 30, 2024	\$ 2,130,839	\$ 171,271	\$ 1,362,937	\$ 767,902

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 2,034,300	\$ 1,968,312	\$ 1,968,312	\$ 65,988
Other Local Revenues	17,393	0	3,394	13,999
State of Tennessee	5,388,513	3,060,091	5,228,253	160,260
Other Governments and Citizens Groups	148,712	0	144,908	3,804
Total Revenues	\$ 7,588,918	\$ 5,028,403	\$ 7,344,867	\$ 244,051
Expenditures				
Other Operations				
Industrial Development	\$ 4,468	\$ 4,205	\$ 4,468	\$ 0
Highways				
Administration	306,622	333,150	333,150	26,528
Highway and Bridge Maintenance	3,629,844	3,905,645	4,372,465	742,621
Operation and Maintenance of Equipment	794,849	843,482	847,943	53,094
Other Charges	147,017	134,044	149,270	2,253
Capital Outlay	2,375,592	620,000	2,459,144	83,552
Total Expenditures	\$ 7,258,392	\$ 5,840,526	\$ 8,166,440	\$ 908,048
Excess (Deficiency) of Revenues Over Expenditures	\$ 330,526	\$ (812,123)	\$ (821,573)	\$ 1,152,099
Other Financing Sources (Uses)				
Insurance Recovery	\$ 9,450	\$ 0	\$ 9,450	\$ 0
Transfers Out	(139,000)	(139,000)	(139,000)	0
Total Other Financing Sources	\$ (129,550)	\$ (139,000)	\$ (129,550)	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 200,976	\$ (951,123)	\$ (951,123)	\$ 1,152,099
Fund Balance, June 30, 2024	\$ 1,725,852	\$ 424,123	\$ 424,123	\$ 1,301,729

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

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

	Custodial Funds
ASSETS	
Cash	\$ 2,001,202
Equity in Pooled Cash and Investments	119,265
Accounts Receivable	3,967
Due from Other Governments	<u>1,283,931</u>
Total Assets	<u>\$ 3,408,365</u>
LIABILITIES	
Accounts Payable	\$ 2,033
Due to Litigants, Heirs, and Others	20,291
Due to Other Taxing Units	<u>1,285,417</u>
Total Liabilities	<u>\$ 1,307,741</u>
NET POSITION	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 2,100,624</u>
Total Net Position	<u>\$ 2,100,624</u>

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

LAWRENCE 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	\$ 7,414,775
Property Tax Collections for Other Governments	146,595
Fines/Fees and Other Collections	8,545,340
Drug Task Force Collections	75,639
District Attorney General Collections	<u>12,033</u>
 Total Additions	 <u>\$ 16,194,382</u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 7,414,775
Payment of Property Tax Collections to Other Governments	146,595
Payments to State	6,485,954
Payments to Cities	64,242
Payments to Individuals and Others	1,952,467
Payment of Drug Task Force Expenses	93,245
Payment of District Attorney General Expenses	<u>8,587</u>
 Total Deductions	 <u>\$ 16,165,865</u>
 Net Increase (Decrease) in Fiduciary in Net Position	 <u>\$ 28,517</u>
Net Position, July 1, 2023	<u><u>2,072,107</u></u>
 Net Position, June 30, 2024	 <u><u>\$ 2,100,624</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lawrence 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 Lawrence County:

A. *Reporting Entity*

Lawrence County is a public municipal corporation governed by an elected 18-member board. As required by GAAP, these financial statements present Lawrence County (the primary government) and its component units. The financial statements of the Lawrence County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of the 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 Lawrence County School Department operates the public school system in the county, and the voters of Lawrence 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 Lawrence County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Lawrence County, and the Lawrence 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 Lawrence County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Lawrence County Emergency Communications District
P.O. Box 691
Lawrenceburg, TN 38464-0691

B. Government-wide and Fund Financial Statements

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

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

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

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

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

Fund financial statements of Lawrence County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental,

proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Lawrence County has no proprietary funds to report.

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

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

Fiduciary fund 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.

Lawrence County reports the following major governmental funds:

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

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

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

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

Additionally, Lawrence County reports the following fund types:

Capital Projects Fund – These funds account for capital projects of the general government and highway department.

Permanent Fund – The Permanent Fund accounts for two private gifts received by the county for which the principal amount must remain intact while interest earned on the principal is to be expended to benefit Lawrence County's public library. The interest earned on the fund's investments is posted directly to the General Fund.

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 Lawrence County, funds 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 Lawrence 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.

Additionally, the Lawrence County School Department reports the following fund type:

Education Capital Projects Fund – This fund is used to account for the receipt of debt issued by Lawrence County and contributed to the school department for building construction and renovations.

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

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

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

1. Deposits and Investments

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Lawrence County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General and Solid Waste Fund. Lawrence County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Investment Pool complied with accounting principles generally accepted in the United States of America.

Investments in the State Treasurer's Intermediate Term Investment Fund are reported at amortized cost using a floating net asset value. The primary oversight responsibility for the investments and operations of the State Treasurer's Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. These policies were designed to comply with generally accepted accounting principles. In addition, state statutes require the state treasurer to administer the pool under the same terms and conditions as prescribed for other funds invested by the state treasurer. Compliance with Funding Board policies is audited by the Tennessee Comptroller of the Treasury, Division of State Audit. The latest audit opinion issued by the Division of State Audit concluded that the State Treasurer's Intermediate Term Investment Fund complied with accounting principles generally accepted in the United States of America. Lawrence County had no

investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance, property taxes, and solid waste receivables are shown with an allowance for uncollectible. Ambulance and solid waste receivables allowance for uncollectible is based on historical collection data. The allowance for uncollectible property taxes is less than one 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. Inventories

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

4. Restricted Assets

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

5. **Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 (bridge infrastructure \$50,000) or more and an estimated useful life of more than two 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	25 - 40
Other Capital Assets	5 - 10
Infrastructure:	
Roads	10 - 25
Bridges	25

6. **Deferred Outflows/Inflows of Resources**

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

difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

7. Compensated Absences

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

It is the policy of the discretely presented Lawrence County School Department to permit central office and bus/building maintenance employees to earn vacation at the rate of 12 to 18 days per year, depending upon length of service and length of contract. The policy provides for employees to carry forward to the next year any unused annual days not to exceed 20 days. As of July 1, 2022, all newly hired twelve-month employees, regardless of position, received one paid annual leave day per month with no carry forward. All vacation pay is accrued when incurred in the government-wide financial statements for the school department. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

General policy of the school department for all professional personnel (teachers) permits the unlimited accumulation of unused sick leave days. Noncertified personnel earn one day of sick leave per month with unlimited accumulation. The granting of sick leave has no guaranteed payment attached and, therefore, is not required to be accrued or recorded.

8. Long-term Debt and Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and are amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is

reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

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

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

9. Net Position and Fund Balance

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

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

As of June 30, 2024, Lawrence County had \$27,340,264 in outstanding debt for capital purposes for the discretely presented Lawrence County School Department. This debt is a liability of Lawrence County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Lawrence County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and 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 Lawrence County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Lawrence 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 Lawrence County School Department

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

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

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

Discretely Presented Lawrence County School Department

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

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

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

Primary Government

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

Discretely Presented Lawrence County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

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

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

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

On June 30, 2024, the discretely presented school department's General Purpose School Fund had outstanding encumbrances totaling \$99,433.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Lawrence County and the Lawrence County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of

net position as Equity in Pooled Cash and Investments. Cash and investments reflected on the balance sheets or statements of net position represent(s) nonpooled amounts held separately by individual funds.

Deposits

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

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

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

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan

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

Investment Balances. As of June 30, 2024, Lawrence County had the following investments carried at fair value within the fair value hierarchy established by generally accepted accounting principles. Except for the investment in State of Tennessee bonds, all investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Lawrence County and the discretely presented Lawrence County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Fair Value	
Investments at Fair Value:				
U.S. Treasury Bills	N/A	Various	\$ 20,454,323	
Fair Value Measurements Using				
Investment by Fair Value Level	Quoted Prices in Active Markets for Identical Fair Value 6-30-24	Significant Other Observable Inputs	Significant Unobservable Inputs	
U.S. Treasury Bills	\$ 20,454,323	\$ 20,454,323	0	\$ 0

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the

fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Lawrence County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

TCRS Stabilization Trust

Legal Provisions. The Lawrence 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 Lawrence 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 Lawrence 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	\$ 194,331
Developed Market International Equity	N/A	N/A	87,763
Emerging Market International Equity	N/A	N/A	25,075
U.S. Fixed Income	N/A	N/A	125,375
Real Estate	N/A	N/A	62,688
Short-term Securities	N/A	N/A	6,269
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>125,375</u>
 Total			<u>\$ 626,875</u>

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

B. Capital Assets

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

Primary Government

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 1,315,719	\$ 0	\$ 0	\$ 1,315,719
Construction in Progress	2,977,756	401,721	(3,379,477)	0
Total Capital Assets Not Depreciated	\$ 4,293,475	\$ 401,721	\$ (3,379,477)	\$ 1,315,719
Capital Assets Depreciated:				
Buildings and Improvements	\$ 42,270,076	\$ 3,481,221	\$ 0	\$ 45,751,297
Infrastructure	83,804,662	0	0	83,804,662
Other Capital Assets	17,099,572	1,931,768	(540,290)	18,491,050
Total Capital Assets Depreciated	\$ 143,174,310	\$ 5,412,989	\$ (540,290)	\$ 148,047,009
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 11,690,787	\$ 1,062,070	\$ 0	\$ 12,752,857
Infrastructure	74,918,939	2,158,184	0	77,077,123
Other Capital Assets	11,883,192	1,223,687	(512,266)	12,594,613
Total Accumulated Depreciation	\$ 98,492,918	\$ 4,443,941	\$ (512,266)	\$ 102,424,593
Total Capital Assets Depreciated, Net	\$ 44,681,392	\$ 969,048	\$ (28,024)	\$ 45,622,416
Governmental Activities				
Capital Assets, Net	\$ 48,974,867	\$ 1,370,769	\$ (3,407,501)	\$ 46,938,135

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

Governmental Activities:

General Government	\$ 1,038,097
Finance	17,080
Administration of Justice	2,197
Public Safety	355,590
Public Health and Welfare	531,254
Social, Cultural, and Recreational Services	82,667
Agriculture and Natural Resources	2,662
Highways	<u>2,414,394</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 4,443,941</u>

Net Investment in Capital Assets

Capital Assets	\$ 46,938,135
Add:	
Capital borrowings related to unspent bond proceeds	793,212
Unamortized balance of capital-related deferred	
outflows of resources	118,658
Less:	
Outstanding principal of capital debt and other	
capital borrowings	(7,627,502)
Outstanding principal balance of debt and other	
borrowing used to refund capital-related debt	(12,754,250)
Unamortized balance of original issue premiums	
on outstanding capital-related debt	(547,968)
Net Investment in Capital Assets	<u>\$ 26,920,285</u>

Discretely Presented Lawrence County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 1,604,544	\$ 0	\$ 0	\$ 1,604,544
Construction in Progress	19,589,061	3,461,927	(20,307,731)	2,743,257
Total Capital Assets Not Depreciated	<u>\$ 21,193,605</u>	<u>\$ 3,461,927</u>	<u>\$ (20,307,731)</u>	<u>\$ 4,347,801</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 74,483,556	\$ 20,947,230	\$ 0	\$ 95,430,786
Other Capital Assets	19,371,260	1,713,484	0	21,084,744
Total Capital Assets Depreciated	<u>\$ 93,854,816</u>	<u>\$ 22,660,714</u>	<u>\$ 0</u>	<u>\$ 116,515,530</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 40,747,777	\$ 2,050,246	\$ 0	\$ 42,798,023
Other Capital Assets	12,628,733	1,407,226	0	14,035,959
Total Accumulated Depreciation	<u>\$ 53,376,510</u>	<u>\$ 3,457,472</u>	<u>\$ 0</u>	<u>\$ 56,833,982</u>
Total Capital Assets Depreciated, Net	<u>\$ 40,478,306</u>	<u>\$ 19,203,242</u>	<u>\$ 0</u>	<u>\$ 59,681,548</u>
Governmental Activities				
Capital Assets, Net	<u>\$ 61,671,911</u>	<u>\$ 22,665,169</u>	<u>\$ (20,307,731)</u>	<u>\$ 64,029,349</u>

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

Governmental Activities:

Instruction	\$ 2,428,854
Support Services	900,296
Operation of Non-instructional Services	<u>128,322</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,457,472</u>

C. Construction Commitments

On June 30, 2024, Lawrence County School Department had uncompleted construction contracts of approximately \$165,614 in the General Purpose School Fund for building construction/renovations. Funding for these future expenditures is expected to be received from state grants. Any additional funding required for these future expenditures will be provided from the General Purpose School Fund.

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: Nonmajor governmental	General	\$ 21,910
Discretely Presented School Department: Nonmajor governmental	School Federal Projects	56,998

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

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In				Purpose	
	General		Debt Service	Nonmajor governmental funds		
	General Fund	Fund				
General Fund	\$ 0	\$ 0		\$ 119,975	Capital expenditures	
Highway/Public Works Fund	0	139,000		0	Debt retirement	
Nonmajor governmental funds	4,307	0		0	Close fund	
Total	\$ 4,307	\$ 139,000		\$ 119,975		

Discretely Presented Lawrence County School Department

Transfers Out	Transfers In	
	General	
	Purpose	
	School	
	Fund	
	Purpose	
School Federal Projects Fund	\$ 493,384	Indirect costs
Nonmajor governmental funds	<u>25,000</u>	Capital expenditures
Total	<u><u>\$ 518,384</u></u>	

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

General Obligation Bonds, Notes and Other Loans

General Obligation Bonds – Lawrence County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 25 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements – Lawrence County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to 12 years for notes and up to 13 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and other loans included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2024, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-24
General Obligation Bonds	1.6 to 3.38 %	11-1-44	\$ 36,275,000	\$ 28,855,000
General Obligation Bonds - Refunding	1.26 to 2.7	4-1-37	24,465,000	14,110,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	1.83 to 4.8	3-1-28	5,500,000	2,565,000
Other Loans - Fixed rate	1.5	11-1-32	3,044,529	2,192,016

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 3,285,000	\$ 1,187,978	\$ 4,472,978
2026	3,385,000	1,086,578	4,471,578
2027	2,855,000	994,825	3,849,825
2028	2,945,000	906,598	3,851,598
2029	2,820,000	817,890	3,637,890
2030-2034	13,605,000	2,811,666	16,416,666
2035-2039	7,400,000	1,317,097	8,717,097
2040-2044	5,480,000	543,582	6,023,582
2045	1,190,000	16,298	1,206,298
Total	\$ 42,965,000	\$ 9,682,512	\$ 52,647,512

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2025	\$ 685,000	\$ 94,772	\$ 779,772
2026	710,000	70,065	780,065
2027	740,000	44,031	784,031
2028	430,000	20,640	450,640
Total	\$ 2,565,000	\$ 229,508	\$ 2,794,508

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2025	\$ 246,192	\$ 30,852	\$ 277,044
2026	249,912	27,132	277,044
2027	253,692	23,352	277,044
2028	257,520	19,524	277,044
2029	261,408	15,636	277,044
2030-2033	923,292	23,241	946,533
Total	\$ 2,192,016	\$ 139,737	\$ 2,331,753

There is \$6,816,878 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$973, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums, totaled \$1,125, based on the 2020 federal census.

During the year, the school department contributed \$1,125,944 to service some of the debt issued on its behalf by the primary government.

Changes in Long-term Debt

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

Governmental Activities:	Bonds	Unamortized Premium on Debt
Balance, July 1, 2023	\$ 46,150,000	\$ 2,081,983
Reductions	(3,185,000)	(141,760)
Balance, June 30, 2024	\$ 42,965,000	\$ 1,940,223
Balance Due Within One Year	\$ 3,285,000	\$ 141,760

Governmental Activities:	Notes - Direct Placement	Other Loans - Direct Placement
Balance, July 1, 2023	\$ 1,275,000	\$ 2,434,548
Additions	2,000,000	0
Reductions	(710,000)	(242,532)
 Balance, June 30, 2024	 \$ 2,565,000	 \$ 2,192,016
 Balance Due Within One Year	 \$ 685,000	 \$ 246,192

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 49,662,239
Less: Balance Due Within One Year - Debt	<u>(4,357,952)</u>
 Noncurrent Liabilities - Due in	
More Than One Year - Debt - Exhibit A	 <u>\$ 45,304,287</u>

F. Long-term Obligations

Primary Government

Changes in Long-term Obligations

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

Governmental Activities:

	Landfill	Other	
	Compensated Absences	Postclosure Care Costs	Postemployment Benefits
Balance, July 1, 2023	\$ 734,541	\$ 494,252	\$ 280,367
Additions	1,108,966	23,953	132,461
Reductions	(907,091)	0	(40,738)
 Balance, June 30, 2024	 \$ 936,416	 \$ 518,205	 \$ 372,090
 Balance Due Within One Year	 \$ 936,416	 \$ 5,000	 0

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 1,826,711
Less: Balance Due Within One Year - Other	<u>(941,416)</u>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	\$ 885,295
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Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

Discretely Presented Lawrence County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Other	
	Compensated Absences	Postemployment Benefits
Balance, July 1, 2023	\$ 80,837	\$ 12,814,759
Additions	61,793	1,880,971
Reductions	<u>(80,533)</u>	<u>(953,950)</u>
Balance, June 30, 2024	<u>\$ 62,097</u>	<u>\$ 13,741,780</u>
Balance Due Within One Year	<u>\$ 62,097</u>	<u>\$ 444,872</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2024	\$ 13,803,877
Less: Balance Due Within One Year - Other	<u>(506,969)</u>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	\$ 13,296,908
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Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

G. *On-Behalf Payments*

Discretely Presented Lawrence County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Lawrence County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, totaled \$203,883. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. *Risk Management*

Primary Government

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

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

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

Discretely Presented Lawrence County School Department

The discretely presented Lawrence County School Department participates in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance

coverage. The school department pays an annual premium to the TN-RMT for its general liability, property, casualty, and worker's compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

B. Accounting Change

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

C. Contingent Liabilities

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

The county is involved in several pending lawsuits. The county attorney has not responded to requests to provide estimates of the potential claims not covered by insurance. However, management believes that any claims resulting from such litigation would not materially affect the county's financial statements.

D. Landfill Closure/Postclosure Care Costs

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Lawrence County closed its sanitary landfill in 2001. The \$518,205 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

Lawrence County and the city of Lawrenceburg jointly operate the Lawrenceburg-Lawrence County Airport. A six-member board, including three appointees from the county and three from the city, governs the Lawrenceburg-Lawrence County Airport. Lawrence County has control over budgeting and financing the joint venture only to the extent of representation by the three members appointed. Lawrence County contributed \$69,000 to the operations of the joint venture during the year ended June 30, 2024.

The Lawrence County Joint Economic Development Board is a joint venture between Lawrence County, the city of Loretto, and the city of Lawrenceburg. The board comprises the county executive, the mayors of the cities of Loretto and Lawrenceburg, and 11 additional members representing county and city governments, private citizens, industry, and business. The purpose of the board is to foster communication and facilitate economic and community development between and among governmental entities, industry, and private citizens. The county and cities will provide the majority of funding for the board based on the percentage of their population compared to the total census of the county. Lawrence County contributed \$233,430 to the Lawrence County Joint Economic Development Board during the year ended June 30, 2024.

The Twenty-second Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-second Judicial District, Lawrence, Giles, Maury, and Wayne 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. Lawrence County did not contribute any funds to the DTF for the year ended June 30, 2024.

Lawrence County does not retain an equity interest in any of the above-noted joint ventures. Complete financial statements for the Lawrenceburg-Lawrence County Airport, the Lawrence County Joint Economic Development Board, and the DTF can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Lawrenceburg-Lawrence County Airport
4110 Airport Road
Lawrenceburg, TN 38464

Lawrence County Joint Economic Development Board
Lawrence County Executive
200 West Gaines Street, Suite 201
Lawrenceburg, TN 38464

Office of District Attorney General
Twenty-second Judicial District Drug Task Force
P.O. Box 852
Lawrenceburg, TN 38464

F. Jointly Governed Organization

Lawrence County, in conjunction with Giles and Maury counties, created the Tennessee Southern Railroad Authority (TSRA). The TSRA's board includes the Lawrence County Executive and county executive/mayor of Giles and Maury counties, a representative appointed by the respective county commissions from each of the three counties, and a representative from the cities of Mt. Pleasant and Lawrenceburg. However, the counties and cities do not have any ongoing financial interest or responsibility for the entity. The majority of TSRA's funding is received from various grants from the Tennessee Department of Transportation. Lawrence County did not appropriate any funds to the authority for the year ended June 30, 2024.

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Lawrence County and non-certified employees of the discretely presented Lawrence County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 73.14 percent, the non-certified employees of the discretely presented school department comprise 26.86 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	402
Inactive Employees Entitled To But Not Yet Receiving Benefits	604
Active Employees	589
<hr/>	
Total	1,595

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Lawrence County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contributions for Lawrence County were \$1,134,353 based on a rate of 5.65 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Lawrence 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)

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

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

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

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

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

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

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	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 Lawrence 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	\$ 66,513,981	\$ 68,040,636	\$ (1,526,655)
Changes for the Year:			
Service Cost	\$ 1,872,175	\$ 0	\$ 1,872,175
Interest	4,519,029	0	4,519,029
Differences Between Expected and Actual Experience	499,164	0	499,164
Contributions-Employer	0	1,012,232	(1,012,232)
Contributions-Employees	0	922,459	(922,459)
Net Investment Income	0	4,539,960	(4,539,960)
Benefit Payments, Including Refunds of Employee Contributions	(2,875,152)	(2,875,152)	0
Administrative Expense	0	(60,558)	60,558
Net Changes	\$ 4,015,216	\$ 3,538,941	\$ 476,275
Balance, June 30, 2023	\$ 70,529,197	\$ 71,579,577	\$ (1,050,380)

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

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government	73.14%	\$ 51,585,055	\$ 52,353,303 \$ (768,248)
School Department	26.86%	18,944,142	19,226,274 (282,132)
Total		\$ 70,529,197	\$ 71,579,577 \$ (1,050,380)

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

	1% Decrease	Current Discount Rate	1% Increase
Lawrence County	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 8,750,368	\$ (1,050,380)	\$ (9,092,538)

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, Lawrence County recognized pension expense (negative pension expense) of \$1,880,731.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, Lawrence 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	\$ 1,356,875	\$ 249,537
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	524,825	0
Changes in Assumptions	2,270,669	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	1,134,353	N/A
Total	\$ 5,286,722	\$ 249,537

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in the following 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	73.14%	\$ 3,708,494	\$ 182,511
School Department	26.86%	<u>1,578,228</u>	<u>67,026</u>
Total		<u><u>\$ 5,286,722</u></u>	<u><u>\$ 249,537</u></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	\$ 969,003
2026	893,745
2027	1,936,451
2028	103,633
2029	0
Thereafter	0

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

Discretely Presented Lawrence County School Department – Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Lawrence County and non-certified employees of the discretely presented Lawrence County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 73.14 percent and the non-certified employees of the discretely presented school department comprise 26.86 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Lawrence 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 \$290,078, which is 2.95 percent of covered payroll. In addition, employer contributions of \$103,248, 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 (\$171,941) 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 0.405489 percent. The proportion as of June 30, 2022, was 0.383560 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the Lawrence County School Department recognized pension expense (negative pension expense) of \$212,764.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 5,792	\$ 100,358
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	43,715	0
Changes in Assumptions	129,359	0
Changes in Proportion of Net Pension Liability (Asset)	9,403	63,848
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>290,078</u>	N/A
 Total	 <u>\$ 478,347</u>	 <u>\$ 164,206</u>

The school department's employer contributions of \$290,078, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2025	\$ (5,643)
2026	(12,005)
2027	55,431
2028	(1,743)
2029	(1,476)
Thereafter	(10,501)

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

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

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

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

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

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

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations	
		%	%
U.S. Equity	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 net pension liability (asset) of Lawrence County calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 790,921	\$ (171,941)	\$ (865,123)

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 Lawrence County School Department - Certified Employees - Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Lawrence 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 Lawrence County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$1,773,740 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 (\$9,060,068) 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 0.768471 percent. The proportion measured on June 30, 2022, was 0.760404 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$2,293,831.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and		
Actual Experience	\$ 2,158,570	\$ 420,448
Changes in Assumptions	2,952,018	0
Net Difference Between Projected and		
Actual Earnings on Pension Plan		
Investments	1,571,969	0
Changes in Proportion of Net Pension		
Liability (Asset)	258,841	196,730
LEA's Contributions Subsequent to the		
Measurement Date of June 30, 2023	1,773,740	N/A
 Total	 <u>\$ 8,715,138</u>	 <u>\$ 617,178</u>

The school department's employer contributions of \$1,773,740 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending	Amount
June 30	Amount
2025	\$ 2,157,140
2026	(1,166,300)
2027	5,321,066
2028	12,314
2029	0
Thereafter	0

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

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

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

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

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

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

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	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 net pension liability (asset) of Lawrence County calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 19,733,460	\$ (9,060,068)	\$ (33,008,165)

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

Lawrence County offers its employees a deferred compensation plan established pursuant to IRC Section 457, and the Lawrence County School Department offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 403(b) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 403(b) and 457 establish participation, contribution, and withdrawal provisions for the plans.

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 \$557,305 and teachers contributed \$289,480 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

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

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

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

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

The discount rate was 3.65 percent, based on an average rating of AA/Aa as shown on the Bond Buyers 20-Year Municipal GO AA index closest to but not later than the measurement date.

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

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2023, valuations were the same as those employed in the July 1, 2022, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 6 percent load for males and a 14 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

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

Local Government OPEB Plan (Primary Government)

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

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

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

Inactive Employees Currently Receiving Benefit Payments	1
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>234</u>
 Total	 <u>235</u>

An insurance committee, created in accordance with *TCA 8-27-701*, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2024, the county paid \$5,043 to the LGP for OPEB benefits as they came due.

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

	Lawrence County
Balance July 1, 2022	<u>\$ 280,367</u>
Changes for the Year:	
Service Cost	\$ 26,378
Interest	10,638
Difference between	
Expected and Actual	(28,128)
Experience	95,445
Changes in Assumption	(12,610)
Benefit Payments	<u>\$ 91,723</u>
Net Changes	<u>\$ 91,723</u>
Balance June 30, 2023	<u><u>\$ 372,090</u></u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the county recognized negative OPEB expense of (\$18,204). On June 30, 2024, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 180,249
Changes of Assumptions	128,056	203,204
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2023	<u>5,043</u>	<u>0</u>
Total	<u><u>\$ 133,099</u></u>	<u><u>\$ 383,453</u></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	Lawrence County
2025	\$ (55,220)
2026	(55,220)
2027	(53,256)
2028	(41,870)
2029	(40,548)
Thereafter	(9,283)

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

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

<u>Discount Rate</u>	Current		
	1% Decrease	Discount Rate	1% Increase
Lawrence County	2.65%	3.65%	4.65%
Total OPEB Liability	\$ 404,051	\$ 372,090	\$ 342,456

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

<u>Healthcare Cost Trend Rate</u>	Current		
	1% Decrease	Trend Rate	1% Increase
Lawrence County	9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%
Total OPEB Liability	\$ 329,897	\$ 372,090	\$ 422,210

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

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

education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA* 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. The Lawrence County School Department (LCSD) provides post-retirement health care benefits, in accordance with contract provisions, to all employees who retire from the school department on or after 30 years' service (ten of the 30 with the LCSD) or age 55 (or over) with at least 17 years' service (ten of the 17 with LCSD). The school department pays the cost of individual coverage for accident and health insurance until the individual reaches the age of 65. 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 by the state 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 Currently Receiving Benefit Payments	45
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	1
Active Employees Eligible For Benefits	<u>572</u>
 Total	 <u>618</u>

A state insurance committee, created in accordance with *TCA* 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$459,676 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		
	Lawrence County School Department 69.97%	State of TN 30.03%	Total OPEB Liability
Balance July 1, 2022	\$ 12,814,759	\$ 5,155,709	\$ 17,970,468
Changes for the Year:			
Service Cost	\$ 553,566	\$ 237,590	\$ 791,156
Interest	455,213	195,377	650,590
Difference between			
Expected and Actuarial			
Experience	(398,261)	(170,934)	(569,195)
Changes in Assumption	872,192	698,034	1,570,226
Benefit Payments	(555,689)	(217,803)	(773,492)
Net Changes	\$ 927,021	\$ 742,264	\$ 1,669,285
Balance June 30, 2023	\$ 13,741,780	\$ 5,897,973	\$ 19,639,753

The Lawrence 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 Lawrence County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$516,287 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Lawrence County School Department's proportionate share of the collective OPEB liability was 69.97 percent and the State of Tennessee's share was 30.03 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the school department recognized OPEB expense of \$961,159 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	\$ 444,394	\$ 1,562,532
Changes of Assumptions	1,807,766	1,831,976
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors		
As Benefits Came Due	36,069	1,123,132
Benefits Paid After the Measurement Date of June 30, 2023	<u>459,676</u>	0
Total	<u>\$ 2,747,905</u>	<u>\$ 4,517,640</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	School Department
<u>June 30</u>	<u></u>
2025	\$ (563,907)
2026	(563,907)
2027	(524,907)
2028	(402,709)
2029	(120,882)
Thereafter	(53,099)

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

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

<u>Discount Rate</u>		Current	
	1%	Discount	1%
	Decrease	Rate	Increase
	2.65%	3.65%	4.65%

Proportionate Share of the Collective Total OPEB Liability	\$ 14,762,589	\$ 13,741,780	\$ 12,765,618
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

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

Proportionate Share of the Collective Total OPEB Liability	\$ 12,310,939	\$ 13,741,780	\$ 15,395,609
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I. Office of Central Accounting and Budgeting

Lawrence County operates under the provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive and road superintendent. These funds are maintained in the Office of Central Accounting and Budgeting under the supervision of the director of accounts and budgets.

J. Purchasing Laws

Office of Central Purchasing

Purchasing procedures for the Office of County Executive and the highway department are governed by the County Purchasing Law of 1957, Section 5-14-101 et seq., *Tennessee Code Annotated (TCA)*. Purchases for the highway department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. Section 5-14-101 et seq., *TCA*, provides for a purchasing agent, appointed by the county executive and approved by the Lawrence County Commission, to make all purchases. Effective September 24, 2013, the Lawrence County Commission added the duties of the purchasing agent to the director of accounts and budgets. This statute also provides for a County Purchasing Committee to assist the purchasing agent in the determination of overall purchasing policies. These statutes require all purchases exceeding \$50,000 to be made on the basis of publicly advertised competitive bids. Additionally, the county commission requires three quotes for purchases over \$20,000.

Office of Director of Schools

Purchasing procedures for the Lawrence 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. Additionally, the Board of Education requires three quotes for all purchases less than \$25,000 (whenever possible), and competitive bids on all purchases made from federal grant funds exceeding \$5,000.

K Subsequent Event

On September 9, 2024, Lawrence County issued \$20,800,000 in general obligation public improvement bonds.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

LAWRENCE 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	\$ 1,271,060	\$ 1,211,026	\$ 1,232,011	\$ 1,265,829	\$ 1,353,325	\$ 1,341,143	\$ 1,407,715	\$ 1,393,087	\$ 1,669,810	\$ 1,872,175
Interest	2,948,844	3,048,419	3,165,275	3,352,588	3,489,668	3,613,810	3,777,259	3,893,867	4,192,152	4,519,029
Differences Between Actual and Expected Experience	(787,746)	(607,124)	159,180	(394,656)	(875,115)	(190,218)	(902,119)	(172,788)	1,595,906	499,164
Changes of Assumptions	0	0	0	1,226,363	0	0	0	5,676,671	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,905,706)	(2,183,175)	(2,047,274)	(2,138,286)	(2,072,594)	(2,414,198)	(2,739,495)	(2,580,164)	(2,760,070)	(2,875,152)
Net Change in Total Pension Liability	\$ 1,526,452	\$ 1,469,146	\$ 2,509,192	\$ 3,311,838	\$ 1,895,284	\$ 2,350,537	\$ 1,543,360	\$ 8,210,673	\$ 4,697,798	\$ 4,015,216
Total Pension Liability, Beginning	38,999,701	40,526,153	41,995,299	44,504,491	47,816,329	49,711,613	52,062,150	53,605,510	61,816,183	66,513,981
Total Pension Liability, Ending (a)	\$ 40,526,153	\$ 41,995,299	\$ 44,504,491	\$ 47,816,329	\$ 49,711,613	\$ 52,062,150	\$ 53,605,510	\$ 61,816,183	\$ 66,513,981	\$ 70,529,197
Plan Fiduciary Net Position										
Contributions - Employer	\$ 1,393,943	\$ 1,320,163	\$ 1,397,768	\$ 1,433,034	\$ 1,450,213	\$ 1,490,029	\$ 1,083,294	\$ 1,127,462	\$ 354,561	\$ 1,012,232
Contributions - Employee	676,878	676,371	961,918	448,058	743,238	766,540	774,283	812,302	894,198	922,459
Net Investment Income	5,879,061	1,271,681	1,129,720	4,952,304	4,028,396	3,908,335	2,769,114	14,906,860	(2,737,712)	4,539,960
Benefit Payments, Including Refunds of Employee Contributions	(1,905,706)	(2,183,175)	(2,047,274)	(2,138,286)	(2,072,594)	(2,414,198)	(2,739,495)	(2,580,164)	(2,760,070)	(2,875,152)
Administrative Expense	(22,110)	(28,821)	(43,608)	(48,925)	(54,409)	(49,937)	(49,962)	(50,733)	(57,133)	(60,558)
Other	0	0	0	(25)	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 6,022,066	\$ 1,056,219	\$ 1,398,524	\$ 4,646,160	\$ 4,094,844	\$ 3,700,769	\$ 1,837,234	\$ 14,215,727	\$ (4,306,156)	\$ 3,538,941
Plan Fiduciary Net Position, Beginning	35,375,249	41,397,315	42,453,534	43,852,058	48,498,218	52,593,062	56,293,831	58,131,065	72,346,792	68,040,636
Plan Fiduciary Net Position, Ending (b)	\$ 41,397,315	\$ 42,453,534	\$ 43,852,058	\$ 48,498,218	\$ 52,593,062	\$ 56,293,831	\$ 58,131,065	\$ 72,346,792	\$ 68,040,636	\$ 71,579,577
Net Pension Liability (Asset), Ending (a - b)	\$ (871,162)	\$ (458,235)	\$ 652,433	\$ (681,889)	\$ (2,881,449)	\$ (4,231,681)	\$ (4,525,555)	\$ (10,530,609)	\$ (1,526,655)	\$ (1,050,380)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	102.15%	101.09%	98.53%	101.43%	105.80%	108.13%	108.44%	117.04%	102.30%	101.49%
Covered Payroll	\$ 13,507,051	\$ 13,508,240	\$ 14,307,019	\$ 14,667,955	\$ 14,843,552	\$ 15,251,089	\$ 15,475,580	\$ 16,245,751	\$ 17,728,166	\$ 18,418,936
Net Pension Liability (Asset) as a Percentage of Covered Payroll	6.45%	3.39%	4.56%	(4.65)%	(19.41)%	(27.75)%	(29.24)%	(64.82)%	(8.61)%	(5.70)%

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

Exhibit E-2

LAWRENCE 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	\$ 1,320,163	\$ 1,397,768	\$ 1,433,034	\$ 1,450,213	\$ 1,490,029	\$ 1,075,556	\$ 1,127,462	\$ 319,105	\$ 984,626	\$ 1,134,353
Less: Contributions in Relation to the Actuarially Determined Contribution	<u>(1,320,163)</u>	<u>(1,397,768)</u>	<u>(1,433,034)</u>	<u>(1,450,213)</u>	<u>(1,490,029)</u>	<u>(1,083,294)</u>	<u>(1,127,462)</u>	<u>(354,561)</u>	<u>(1,012,232)</u>	<u>(1,134,353)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ (7,738)</u>	<u>\$ 0</u>	<u>\$ (35,456)</u>	<u>\$ (27,606)</u>	<u>0</u>				
Covered Payroll	\$ 13,508,240	\$ 14,307,019	\$ 14,667,955	\$ 14,843,552	\$ 15,251,089	\$ 15,475,580	\$ 16,245,751	\$ 17,728,166	\$ 18,418,936	\$ 20,077,044
Contributions as a Percentage of Covered Payroll	9.77%	9.77%	9.77%	9.77%	9.77%	7.00%	6.94%	2.00%	5.50%	5.65%

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

Exhibit E-3

LAWRENCE COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher

Retirement Plan of TCRS

Discretely Presented Lawrence County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 13,833	\$ 48,374	\$ 81,585	\$ 98,331	\$ 65,843	\$ 78,006	\$ 99,675	\$ 131,656	\$ 231,476	\$ 290,078
Less: Contributions in Relation to the Contractually Required Contribution	(13,833)	(48,374)	(81,585)	(98,331)	(65,843)	(78,006)	(99,675)	(131,656)	(231,476)	(290,078)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 345,812	\$ 1,209,349	\$ 1,937,690	\$ 2,493,546	\$ 3,393,963	\$ 3,842,677	\$ 4,934,380	\$ 6,550,107	\$ 8,065,372	\$ 9,833,143
Contributions as a Percentage of Covered Payroll	4%	4%	4%	4%	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%

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

Discretely Presented Lawrence County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 2,284,174	\$ 2,269,765	\$ 2,287,823	\$ 2,278,712	\$ 2,569,550	\$ 2,639,259	\$ 2,666,988	\$ 2,577,517	\$ 2,167,046	\$ 1,773,740
Less: Contributions in Relation to the Contractually Required Contribution	<u>(2,284,174)</u>	<u>(2,269,765)</u>	<u>(2,287,823)</u>	<u>(2,278,712)</u>	<u>(2,569,550)</u>	<u>(2,639,259)</u>	<u>(2,666,988)</u>	<u>(2,577,517)</u>	<u>(2,167,046)</u>	<u>(1,773,740)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>									
Covered Payroll	\$ 25,267,416	\$ 25,108,537	\$ 25,409,660	\$ 25,060,676	\$ 24,565,513	\$ 24,828,382	\$ 25,968,707	\$ 24,957,991	\$ 24,937,189	\$ 26,046,109
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.33%	8.69%	6.81%

LAWRENCE COUNTY, TENNESSEE**Schedule of Proportionate Share of the Net Pension Liability (Asset)****in the Teacher Retirement Plan of TCRS**

Discretely Presented Lawrence 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)	0.166438%	0.274849%	0.310756%	0.281306%	0.320728%	0.304509%	0.341902%	0.383560%	0.405489%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (6,696)	\$ (28,613)	\$ (81,990)	\$ (127,580)	\$ (181,046)	\$ (173,157)	\$ (370,353)	\$ (116,190)	\$ (171,941)
Covered Payroll	\$ 345,812	\$ 1,209,349	\$ 1,937,690	\$ 2,493,546	\$ 3,393,963	\$ 3,842,677	\$ 4,934,380	\$ 6,550,107	\$ 8,065,372
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.23)%	(5.12)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

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

Exhibit E-6

LAWRENCE COUNTY, TENNESSEE

Schedule of Proportionate Share of the Net Pension Liability (Asset)

in the Teacher Legacy Pension Plan of TCRS

Discretely Presented Lawrence 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)	0.650421%	0.674967%	0.695552%	0.715930%	0.716684%	0.732611%	0.745988%	0.791206%	0.760404%	0.768471%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (105,690)	\$ 276,490	\$ 4,346,814	\$ (234,241)	\$ (2,521,952)	\$ (7,532,558)	\$ (5,688,707)	\$ (34,126,606)	\$ (9,325,640)	\$ (9,060,068)
Covered Payroll	\$ 25,528,961	\$ 25,267,416	\$ 25,108,537	\$ 25,409,660	\$ 25,060,676	\$ 24,565,513	\$ 24,828,382	\$ 25,968,707	\$ 24,957,991	\$ 24,937,189
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.414002)%	1.094253%	17.31%	(.92)%	(10.06)%	(30.66)%	(22.91)%	(131.41)%	(37.37)%	(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%

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

Primary Government

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 46,959	\$ 44,426	\$ 52,552	\$ 50,823	\$ 61,127	\$ 46,301	\$ 26,378
Interest	15,268	19,530	21,001	19,271	13,825	10,050	10,638
Differences Between Actual and Expected Experience	0	(57,396)	(110,440)	(34,262)	(62,897)	(48,986)	(28,128)
Changes in Assumptions or Other Inputs	(27,516)	30,552	25,124	47,370	(142,388)	(139,918)	95,445
Benefit Payments	(4,793)	(8,125)	(19,410)	(15,805)	(18,093)	(12,093)	(12,610)
Net Change in Total OPEB Liability	\$ 29,918	\$ 28,987	\$ (31,173)	\$ 67,397	\$ (148,426)	\$ (144,646)	\$ 91,723
Total OPEB Liability, Beginning	478,310	508,228	537,215	506,042	573,439	425,013	280,367
Total OPEB Liability, Ending	\$ 508,228	\$ 537,215	\$ 506,042	\$ 573,439	\$ 425,013	\$ 280,367	\$ 372,090
Covered Employee Payroll	\$ 8,904,896	\$ 9,386,103	\$ 10,071,303	\$ 9,965,184	\$ 10,578,700	\$ 11,963,596	\$ 12,056,062
Net OPEB Liability as a Percentage of Covered Employee Payroll	5.71%	5.72%	5.02%	5.75%	4.02%	2.34%	3.09%

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

Note 2: Changes in assumptions.

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

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

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

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

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

LAWRENCE COUNTY, TENNESSEE**Schedule of Changes in the Total OPEB Liability and Related Ratios**

Discretely Presented Lawrence County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 1,610,450	\$ 1,502,935	\$ 1,012,315	\$ 764,815	\$ 972,638	\$ 1,015,589	\$ 791,156
Interest	713,301	880,300	696,172	599,474	421,520	410,535	650,590
Changes in Benefit Terms	0	(3,585,307)	(1,913,334)	0	0	0	0
Differences Between Actual and Expected Experience	0	(3,610,217)	295,263	(634,518)	110,294	585,908	(569,195)
Changes in Assumptions or Other Inputs	(1,059,033)	676,565	(1,211,182)	1,792,748	(891,514)	(1,669,170)	1,570,226
Benefit Payments	(789,339)	(926,251)	(820,874)	(746,195)	(723,495)	(722,266)	(773,492)
Net Change in Total OPEB Liability	\$ 475,379	\$ (5,061,975)	\$ (1,941,640)	\$ 1,776,324	\$ (110,557)	\$ (379,404)	\$ 1,669,285
Total OPEB Liability, Beginning	23,212,341	23,687,720	18,625,745	16,684,105	18,460,429	18,349,872	17,970,468
Total OPEB Liability, Ending	<u>\$ 23,687,720</u>	<u>\$ 18,625,745</u>	<u>\$ 16,684,105</u>	<u>\$ 18,460,429</u>	<u>\$ 18,349,872</u>	<u>\$ 17,970,468</u>	<u>\$ 19,639,753</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 5,007,442	\$ 4,568,634	\$ 4,380,444	\$ 4,765,504	\$ 5,087,429	\$ 5,155,709	\$ 5,897,973
Employer Proportionate Share of the Total OPEB Liability	18,680,278	14,057,111	12,303,661	13,694,925	13,262,443	12,814,759	13,741,780
Covered Employee Payroll	\$ 32,901,250	\$ 34,363,765	\$ 34,842,637	\$ 36,093,652	\$ 38,043,035	\$ 39,010,778	\$ 41,365,784
Net OPEB Liability as a Percentage of Covered Employee Payroll	56.78%	40.91%	35.31%	37.94%	34.86%	32.85%	33.22%

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

Note 2: Changes in assumptions.

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

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

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

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

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

LAWRENCE 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.

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

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to promote industrial and economic growth by encouraging enterprises to locate in or remain in Lawrence County.

Special Purpose Fund – The Special Purpose Fund is used to account for revenues received from rental income and expenditures related to a county building that offers college classes.

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

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

CAPITAL PROJECTS 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.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for general capital expenditures of the highway department.

PERMANENT FUNDS

Permanent Funds are used to account for the proceeds of gift instruments, which require that the principal be invested, and only the income from investments is available for expenditures.

Endowment Fund – The Endowment Fund accounts for two private gifts received by the county for which the principal amount must remain intact while interest earned on the principal is to be expended to benefit Lawrence County's public library. The interest earned on the fund's investments is posted directly to the General Fund.

Exhibit F-1

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

	Special Revenue Funds					Capital Projects Funds
	Courthouse and Jail Maintenance	Industrial / Economic Development	Drug Control	Constitutional Officers - Fees	Total	General Capital Projects
ASSETS						
Cash	\$ 0	\$ 0	\$ 0	\$ 161,162	\$ 161,162	\$ 0
Equity in Pooled Cash and Investments	\$ 65,894	\$ 268,783	\$ 45,567	\$ 0	\$ 380,244	\$ 2,999,283
Accounts Receivable	\$ 1,125	\$ 11,602	\$ 5,265	\$ 38,400	\$ 56,392	\$ 0
Due from Other Governments	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 241,789
Due from Other Funds	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 21,910
Total Assets	\$ 67,019	\$ 280,385	\$ 50,832	\$ 199,562	\$ 597,798	\$ 3,262,982
LIABILITIES						
Accounts Payable	\$ 18,880	\$ 0	\$ 294	\$ 0	\$ 19,174	\$ 500
Total Liabilities	\$ 18,880	\$ 0	\$ 294	\$ 0	\$ 19,174	\$ 500
FUND BALANCES						
Nonspendable:						
Endowments	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted:						
Restricted for Public Safety	\$ 48,139	\$ 0	\$ 50,538	\$ 0	\$ 98,677	\$ 0
Restricted for Highways/Public Works	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 793,212
Committed:						
Committed for Finance	\$ 0	\$ 0	\$ 0	\$ 199,562	\$ 199,562	\$ 0
Committed for Public Health and Welfare	\$ 0	\$ 280,385	\$ 0	\$ 0	\$ 280,385	\$ 0
Committed for Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,469,270
Total Fund Balances	\$ 48,139	\$ 280,385	\$ 50,538	\$ 199,562	\$ 578,624	\$ 3,262,482
Total Liabilities and Fund Balances	\$ 67,019	\$ 280,385	\$ 50,832	\$ 199,562	\$ 597,798	\$ 3,262,982

(Continued)

LAWRENCE COUNTY, TENNESSEE**Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	<u>Capital Projects Funds (Cont.)</u>	<u>Permanent Fund</u>	Total
	Highway Capital Projects	Total	Nonmajor Governmental Funds
ASSETS			
Cash	\$ 0	\$ 0	\$ 161,162
Equity in Pooled Cash and Investments	4,879	3,004,162	75,799 3,460,205
Accounts Receivable	0	0	56,392
Due from Other Governments	0	241,789	0 241,789
Due from Other Funds	0	21,910	0 21,910
Total Assets	\$ 4,879	\$ 3,267,861	\$ 75,799 \$ 3,941,458
LIABILITIES			
Accounts Payable	\$ 0	\$ 500	\$ 0 19,674
Total Liabilities	\$ 0	\$ 500	\$ 0 19,674
FUND BALANCES			
Nonspendable:			
Endowments	\$ 0	\$ 0	\$ 75,799 \$ 75,799
Restricted:			
Restricted for Public Safety	0	0	0 98,677
Restricted for Highways/Public Works	0	793,212	0 793,212
Committed:			
Committed for Finance	0	0	0 199,562
Committed for Public Health and Welfare	0	0	0 280,385
Committed for Capital Projects	4,879	2,474,149	0 2,474,149
Total Fund Balances	\$ 4,879	\$ 3,267,361	\$ 75,799 \$ 3,921,784
Total Liabilities and Fund Balances	\$ 4,879	\$ 3,267,861	\$ 75,799 \$ 3,941,458

Exhibit F-2

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

	Special Revenue Funds					
	Courthouse and Jail Maintenance	Industrial / Economic Development	Special Purpose	Drug Control	Constitu - tional Officers - Fees	Total
Revenues						
Local Taxes	\$ 14,568	\$ 209,516	\$ 0	\$ 0	\$ 0	\$ 224,084
Fines, Forfeitures, and Penalties	357	0	0	35,826	0	36,183
Charges for Current Services	0	0	0	0	754,658	754,658
State of Tennessee	0	0	0	0	0	0
Federal Government	0	140,048	0	0	0	140,048
Total Revenues	\$ 14,925	\$ 349,564	\$ 0	\$ 35,826	\$ 754,658	\$ 1,154,973
Expenditures						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 750,832	\$ 750,832	
Public Safety	0	0	0	40,670	0	40,670
Other Operations	24,423	0	0	0	0	24,423
Capital Projects	0	198,622	0	0	0	198,622
Total Expenditures	\$ 24,423	\$ 198,622	\$ 0	\$ 40,670	\$ 750,832	\$ 1,014,547
Excess (Deficiency) of Revenues Over Expenditures	\$ (9,498)	\$ 150,942	\$ 0	\$ (4,844)	\$ 3,826	\$ 140,426
Other Financing Sources (Uses)						
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	(4,307)	0	0	(4,307)
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ (4,307)	\$ 0	\$ 0	\$ (4,307)
Net Change in Fund Balances	\$ (9,498)	\$ 150,942	\$ (4,307)	\$ (4,844)	\$ 3,826	\$ 136,119
Fund Balance, July 1, 2023	57,637	129,443	4,307	55,382	195,736	442,505
Fund Balance, June 30, 2024	\$ 48,139	\$ 280,385	\$ 0	\$ 50,538	\$ 199,562	\$ 578,624

(Continued)

Exhibit F-2

LAWRENCE COUNTY, TENNESSEE

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

Nonmajor Governmental Funds (Cont.)

	Capital Projects Funds			Permanent Fund		Total Nonmajor Governmental Funds
	General Capital Projects	Highway Capital Projects	Total	Endowment		
Revenues						
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	224,084
Fines, Forfeitures, and Penalties	0	0	0	0	0	36,183
Charges for Current Services	0	0	0	0	0	754,658
State of Tennessee	364,426	0	364,426	0	0	364,426
Federal Government	746,705	0	746,705	0	0	886,753
Total Revenues	\$ 1,111,131	\$ 0	\$ 1,111,131	\$ 0	\$ 0	2,266,104
Expenditures						
Current:						
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	750,832
Public Safety	0	0	0	0	0	40,670
Other Operations	0	0	0	0	0	24,423
Capital Projects	3,096,272	25,799	3,122,071	0	0	3,320,693
Total Expenditures	\$ 3,096,272	\$ 25,799	\$ 3,122,071	\$ 0	\$ 0	4,136,618
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,985,141)	\$ (25,799)	\$ (2,010,940)	\$ 0	\$ 0	(1,870,514)
Other Financing Sources (Uses)						
Notes Issued	\$ 2,000,000	\$ 0	\$ 2,000,000	\$ 0	\$ 0	2,000,000
Transfers In	119,975	0	119,975	0	0	119,975
Transfers Out	0	0	0	0	0	(4,307)
Total Other Financing Sources (Uses)	\$ 2,119,975	\$ 0	\$ 2,119,975	\$ 0	\$ 0	2,115,668
Net Change in Fund Balances	\$ 134,834	\$ (25,799)	\$ 109,035	\$ 0	\$ 0	245,154
Fund Balance, July 1, 2023	3,127,648	30,678	3,158,326	75,799	75,799	3,676,630
Fund Balance, June 30, 2024	\$ 3,262,482	\$ 4,879	\$ 3,267,361	\$ 75,799	\$ 75,799	3,921,784

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 14,568	\$ 14,000	\$ 14,000	\$ 568
Fines, Forfeitures, and Penalties	357	450	450	(93)
Total Revenues	\$ 14,925	\$ 14,450	\$ 14,450	\$ 475
Expenditures				
Other Operations				
Other Charges	\$ 24,423	\$ 25,450	\$ 25,450	\$ 1,027
Total Expenditures	\$ 24,423	\$ 25,450	\$ 25,450	\$ 1,027
Excess (Deficiency) of Revenues Over Expenditures	\$ (9,498)	\$ (11,000)	\$ (11,000)	\$ 1,502
Net Change in Fund Balance	\$ (9,498)	\$ (11,000)	\$ (11,000)	\$ 1,502
Fund Balance, July 1, 2023	57,637	46,018	46,018	11,619
Fund Balance, June 30, 2024	\$ 48,139	\$ 35,018	\$ 35,018	\$ 13,121

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 209,516	\$ 200,000	\$ 200,000	\$ 9,516
Federal Government	140,048	305,761	245,761	(105,713)
Total Revenues	\$ 349,564	\$ 505,761	\$ 445,761	\$ (96,197)
Expenditures				
Capital Projects				
General Administration Projects	\$ 76,953	\$ 5,000	\$ 89,454	\$ 12,501
Public Utility Projects	121,669	216,199	407,783	286,114
Total Expenditures	\$ 198,622	\$ 221,199	\$ 497,237	\$ 298,615
Excess (Deficiency) of Revenues Over Expenditures	\$ 150,942	\$ 284,562	\$ (51,476)	\$ 202,418
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 150,942	\$ 284,562	\$ (51,476)	\$ 202,418
Fund Balance, June 30, 2024	\$ 129,443	\$ 111,206	\$ 111,206	\$ 18,237
	\$ 280,385	\$ 395,768	\$ 59,730	\$ 220,655

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Total Expenditures	\$ 0	\$ 0	\$ 0	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ 0	\$ 0
Other Financing Sources (Uses)				
Transfers Out	\$ (4,307)	\$ (5,319)	\$ (5,319)	\$ 1,012
Total Other Financing Sources	\$ (4,307)	\$ (5,319)	\$ (5,319)	\$ 1,012
Net Change in Fund Balance	\$ (4,307)	\$ (5,319)	\$ (5,319)	\$ 1,012
Fund Balance, July 1, 2023	4,307	5,319	5,319	(1,012)
Fund Balance, June 30, 2024	\$ 0	\$ 0	\$ 0	\$ 0

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 35,826	\$ 21,000	\$ 41,000	\$ (5,174)
Total Revenues	\$ 35,826	\$ 21,000	\$ 41,000	\$ (5,174)
Expenditures				
Public Safety				
Drug Enforcement	\$ 40,670	\$ 42,300	\$ 47,138	\$ 6,468
Total Expenditures	\$ 40,670	\$ 42,300	\$ 47,138	\$ 6,468
Excess (Deficiency) of Revenues Over Expenditures	\$ (4,844)	\$ (21,300)	\$ (6,138)	\$ 1,294
Net Change in Fund Balance	\$ (4,844)	\$ (21,300)	\$ (6,138)	\$ 1,294
Fund Balance, July 1, 2023	55,382	29,270	29,270	26,112
Fund Balance, June 30, 2024	\$ 50,538	\$ 7,970	\$ 23,132	\$ 27,406

LAWRENCE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
State of Tennessee	\$ 364,426	\$ 5,168,791	\$ 5,533,217	\$ (5,168,791)
Federal Government	746,705	2,602,500	4,542,365	(3,795,660)
Total Revenues	\$ 1,111,131	\$ 7,771,291	\$ 10,075,582	\$ (8,964,451)
Expenditures				
Capital Projects				
General Administration Projects	\$ 1,452,873	\$ 1,120,000	\$ 2,179,152	\$ 726,279
Public Health and Welfare Projects	1,496,611	8,994,070	11,574,096	10,077,485
Highway and Street Capital Projects	146,788	0	862,000	715,212
Total Expenditures	\$ 3,096,272	\$ 10,114,070	\$ 14,615,248	\$ 11,518,976
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,985,141)	\$ (2,342,779)	\$ (4,539,666)	\$ 2,554,525
Other Financing Sources (Uses)				
Notes Issued	\$ 2,000,000	\$ 0	\$ 2,000,000	\$ 0
Transfers In	119,975	0	119,975	0
Total Other Financing Sources	\$ 2,119,975	\$ 0	\$ 2,119,975	\$ 0
Net Change in Fund Balance	\$ 134,834	\$ (2,342,779)	\$ (2,419,691)	\$ 2,554,525
Fund Balance, July 1, 2023	3,127,648	3,982,273	3,982,273	(854,625)
Fund Balance, June 30, 2024	\$ 3,262,482	\$ 1,639,494	\$ 1,562,582	\$ 1,699,900

LAWRENCE COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Highway Capital Projects Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
Capital Projects				
Highway and Street Capital Projects	\$ 25,799	\$ 0	\$ 25,800	\$ 1
Total Expenditures	\$ 25,799	\$ 0	\$ 25,800	\$ 1
Excess (Deficiency) of Revenues Over Expenditures	\$ (25,799)	\$ 0	\$ (25,800)	\$ 1
Net Change in Fund Balance	\$ (25,799)	\$ 0	\$ (25,800)	\$ 1
Fund Balance, July 1, 2023	30,678	209,703	209,703	(179,025)
Fund Balance, June 30, 2024	\$ 4,879	\$ 209,703	\$ 183,903	\$ (179,024)

MAJOR GOVERNMENTAL FUNDS

GENERAL DEBT SERVICE FUND

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

Exhibit G

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 4,456,479	\$ 4,147,797	\$ 4,147,797	\$ 308,682
Other Local Revenues	35,004	35,000	35,000	4
Other Governments and Citizens Groups	1,125,944	1,125,944	1,125,944	0
Total Revenues	\$ 5,617,427	\$ 5,308,741	\$ 5,308,741	\$ 308,686
Expenditures				
Principal on Debt				
General Government	\$ 2,579,200	\$ 2,900,000	\$ 2,579,200	\$ 0
Highways and Streets	257,800	0	257,800	0
Education	1,300,532	837,532	1,300,532	0
Interest on Debt				
General Government	924,593	923,394	924,593	0
Highways and Streets	29,886	0	29,886	0
Education	445,166	425,852	445,166	0
Other Debt Service				
General Government	66,045	95,500	95,500	29,455
Total Expenditures	\$ 5,603,222	\$ 5,182,278	\$ 5,632,677	\$ 29,455
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,205	\$ 126,463	\$ (323,936)	\$ 338,141
Other Financing Sources (Uses)				
Transfers In	\$ 139,000	\$ 139,000	\$ 139,000	\$ 0
Total Other Financing Sources	\$ 139,000	\$ 139,000	\$ 139,000	\$ 0
Net Change in Fund Balance	\$ 153,205	\$ 265,463	\$ (184,936)	\$ 338,141
Fund Balance, July 1, 2023	6,663,673	6,477,566	6,477,566	186,107
Fund Balance, June 30, 2024	\$ 6,816,878	\$ 6,743,029	\$ 6,292,630	\$ 524,248

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.

Cities - Property Tax Fund – The Cities - Property Tax Fund is used to account for the property taxes of the City of Loretto. These collections are remitted to the city monthly.

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, general sessions and juvenile 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 state grants and other restricted revenues that are held in trust for the benefit of the judicial district drug task force.

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

Exhibit H-1

LAWRENCE COUNTY, TENNESSEE

Combining Statement of Net Position

Custodial Funds

June 30, 2024

Custodial Funds						
Cities -	Cities -	Constitu -	Judicial	District		
Sales	Property	tional	District	Attorney		
Tax	Tax	Officers -	District	General		Total
		Custodial	Drug			
ASSETS						
Cash	\$ 0	\$ 0	\$ 1,977,010	\$ 24,192	\$ 0	\$ 2,001,202
Equity in Pooled Cash and Investments	0	1,486	0	99,976	17,803	119,265
Accounts Receivable	0	0	1,735	2,232	0	3,967
Due from Other Governments	1,283,931	0	0	0	0	1,283,931
Total Assets	\$ 1,283,931	\$ 1,486	\$ 1,978,745	\$ 126,400	\$ 17,803	\$ 3,408,365
LIABILITIES						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 2,033	\$ 0	\$ 2,033
Due to Litigants, Heirs, and Others	0	0	0	20,291	0	20,291
Due to Other Taxing Units	1,283,931	1,486	0	0	0	1,285,417
Total Liabilities	\$ 1,283,931	\$ 1,486	\$ 0	\$ 22,324	\$ 0	\$ 1,307,741
NET POSITION						
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 1,978,745	\$ 104,076	\$ 17,803	\$ 2,100,624
Total Net Position	\$ 0	\$ 0	\$ 1,978,745	\$ 104,076	\$ 17,803	\$ 2,100,624

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

Custodial Funds						
Cities -	Cities -	Constitu -	Judicial	District	Attorney	Total
Sales	Property	Officers -	District	General		
Tax	Tax	Custodial	Drug			
ADDITIONS						
Sales Tax Collections for Other Governments	\$ 7,414,775	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,414,775
Property Tax Collections for Other Governments	0	146,595	0	0	0	146,595
Fines/Fees and Other Collections	0	0	8,545,340	0	0	8,545,340
Drug Task Force Collections	0	0	0	75,639	0	75,639
District Attorney General Collections	0	0	0	0	12,033	12,033
Total Additions	\$ 7,414,775	\$ 146,595	\$ 8,545,340	\$ 75,639	\$ 12,033	\$ 16,194,382
DEDUCTIONS						
Payment of Sales Tax Collections to Other Governments	\$ 7,414,775	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,414,775
Payment of Property Tax Collections to Other Governments	0	146,595	0	0	0	146,595
Payments to State	0	0	6,485,954	0	0	6,485,954
Payments to Cities	0	0	64,242	0	0	64,242
Payments to Individuals and Others	0	0	1,952,467	0	0	1,952,467
Payment of Drug Task Force Expenses	0	0	0	93,245	0	93,245
Payment of District Attorney General Expenses	0	0	0	0	8,587	8,587
Total Deductions	\$ 7,414,775	\$ 146,595	\$ 8,502,663	\$ 93,245	\$ 8,587	\$ 16,165,865
Change in Net Position	\$ 0	\$ 0	\$ 42,677	\$ (17,606)	\$ 3,446	\$ 28,517
Net Position July 1, 2023	0	0	1,936,068	121,682	14,357	2,072,107
Net Position June 30, 2024	\$ 0	\$ 0	\$ 1,978,745	\$ 104,076	\$ 17,803	\$ 2,100,624

LAWRENCE COUNTY SCHOOL DEPARTMENT

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

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

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

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

Extended School Program Fund – The Extended School Program Fund is used to account for the transactions of the day-care program.

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

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

Exhibit I-1

LAWRENCE COUNTY, TENNESSEE

Statement of Activities

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

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total	Governmental Activities
Governmental Activities:						
Instruction	\$ 48,811,811	\$ 318,948	\$ 6,732,777	\$ 0	\$ (41,760,086)	
Support Services	27,759,844	3,792,624	5,923,294	2,093,539	(15,950,387)	
Operation of Non-instructional Services	11,126,470	340,619	4,601,182	0	(6,184,669)	
Total Governmental Activities	<u>\$ 87,698,125</u>	<u>\$ 4,452,191</u>	<u>\$ 17,257,253</u>	<u>\$ 2,093,539</u>	<u>\$ (63,895,142)</u>	
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 5,314,061	
Local Option Sales Tax					10,053,641	
Other Local Taxes					31,064	
Grants and Contributions Not Restricted to Specific Programs					57,198,334	
Unrestricted Investment Income					54,237	
Miscellaneous					95,331	
Total General Revenues					<u>\$ 72,746,668</u>	
Change in Net Position					\$ 8,851,526	
Net Position, July 1, 2023					<u>\$ 88,263,202</u>	
Net Position, June 30, 2024					<u>\$ 97,114,728</u>	

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

Discretely Presented Lawrence 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	\$ 2,367,575	\$ 2,367,575	
Equity in Pooled Cash and Investments	18,888,898	743,460	3,275,748	22,908,106	
Inventories	0	0	164,954	164,954	
Accounts Receivable	0	0	3,346	3,346	
Due from Other Governments	4,297,455	1,176,383	249,506	5,723,344	
Due from Other Funds	0	0	56,998	56,998	
Property Taxes Receivable	5,536,331	0	0	5,536,331	
Allowance for Uncollectible Property Taxes	(97,227)	0	0	(97,227)	
Restricted Assets	626,875	0	0	626,875	
Total Assets	\$ 29,252,332	\$ 1,919,843	\$ 6,118,127	\$ 37,290,302	
LIABILITIES					
Accounts Payable	\$ 29,673	\$ 0	\$ 0	\$ 29,673	
Accrued Payroll	2,156	0	0	2,156	
Payroll Deductions Payable	2,305,572	269,843	115,415	2,690,830	
Due to Other Funds	0	56,998	0	56,998	
Total Liabilities	\$ 2,337,401	\$ 326,841	\$ 115,415	\$ 2,779,657	
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 5,289,098	\$ 0	\$ 0	\$ 5,289,098	
Deferred Delinquent Property Taxes	127,843	0	0	127,843	
Other Deferred/Unavailable Revenue	864,623	0	76,761	941,384	
Total Deferred Inflows of Resources	\$ 6,281,564	\$ 0	\$ 76,761	\$ 6,358,325	
FUND BALANCES					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 164,954	\$ 164,954	
Restricted:					
Restricted for Education	0	0	4,889,943	4,889,943	
Restricted for Hybrid Retirement Stabilization Funds	626,875	0	0	626,875	
Committed:					
Committed for Education	0	1,593,002	871,054	2,464,056	
Assigned:					
Assigned for Education	193,531	0	0	193,531	
Assigned for Capital Outlay	2,165,291	0	0	2,165,291	
Unassigned	17,647,670	0	0	17,647,670	
Total Fund Balances	\$ 20,633,367	\$ 1,593,002	\$ 5,925,951	\$ 28,152,320	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 29,252,332	\$ 1,919,843	\$ 6,118,127	\$ 37,290,302	

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

Discretely Presented Lawrence County School Department

June 30, 2024

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 28,152,320
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,604,544	
Add: construction in progress	2,743,257	
Add: buildings and improvements net of accumulated depreciation	52,632,763	
Add: other capital assets net of accumulated depreciation	<u>7,048,785</u>	64,029,349
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (62,097)	
Less: net OPEB liability	<u>(13,741,780)</u>	(13,803,877)
(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 expenses in future years.		
Add: deferred outflows of resources related to pensions	\$ 10,771,713	
Less: deferred inflows of resources related to pensions	(848,410)	
Add: deferred outflows of resources related to OPEB	2,747,905	
Less: deferred inflows of resources related to OPEB	<u>(4,517,640)</u>	8,153,568
(4) Net pension assets of the agent, teacher retirement, and teacher legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 282,132	
Add: net pension asset - teacher retirement plan	171,941	
Add: net pension asset - teacher legacy pension plan	<u>9,060,068</u>	9,514,141
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		
Net position of governmental activities (Exhibit A)		<u>\$ 97,114,728</u>

LAWRENCE COUNTY, TENNESSEE**Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds**Discretely Presented Lawrence 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	\$ 15,394,089	\$ 0	\$ 0	\$ 15,394,089	
Licenses and Permits	1,620	0	0	1,620	
Charges for Current Services	179,820	0	479,747	659,567	
Other Local Revenues	237,370	0	3,788,988	4,026,358	
State of Tennessee	58,804,842	10,684	58,291	58,873,817	
Federal Government	370,923	10,991,135	4,996,952	16,359,010	
Other Governments and Citizens Groups	637,465	0	0	637,465	
Total Revenues	<u>\$ 75,626,129</u>	<u>\$ 11,001,819</u>	<u>\$ 9,323,978</u>	<u>\$ 95,951,926</u>	
Expenditures					
Current:					
Instruction	\$ 38,952,628	\$ 7,741,064	\$ 0	\$ 46,693,692	
Support Services	23,581,335	2,059,418	0	25,640,753	
Operation of Non-Instructional Services	1,661,144	48,201	9,502,560	11,211,905	
Capital Outlay	3,820,008	653,093	0	4,473,101	
Debt Service:					
Other Debt Service	1,125,944	0	0	1,125,944	
Capital Projects	0	0	214,656	214,656	
Total Expenditures	<u>\$ 69,141,059</u>	<u>\$ 10,501,776</u>	<u>\$ 9,717,216</u>	<u>\$ 89,360,051</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 6,485,070</u>	<u>\$ 500,043</u>	<u>\$ (393,238)</u>	<u>\$ 6,591,875</u>	
Other Financing Sources (Uses)					
Insurance Recovery	\$ 58,709	\$ 0	\$ 0	\$ 58,709	
Transfers In	518,384	0	0	518,384	
Transfers Out	0	(493,384)	(25,000)	(518,384)	
Total Other Financing Sources (Uses)	<u>\$ 577,093</u>	<u>\$ (493,384)</u>	<u>\$ (25,000)</u>	<u>\$ 58,709</u>	
Net Change in Fund Balances	\$ 7,062,163	\$ 6,659	\$ (418,238)	\$ 6,650,584	
Fund Balance, July 1, 2023	<u>13,571,204</u>	<u>1,586,343</u>	<u>6,344,189</u>	<u>21,501,736</u>	
Fund Balance, June 30, 2024	<u>\$ 20,633,367</u>	<u>\$ 1,593,002</u>	<u>\$ 5,925,951</u>	<u>\$ 28,152,320</u>	

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

Discretely Presented Lawrence County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit I-4)	\$ 6,650,584
(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	\$ 5,814,910
Less: current-year depreciation expense	<u>(3,457,472)</u> 2,357,438
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ (987,789)
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>1,069,227</u> 81,438
(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 compensated absences payable	\$ 18,740
Change in net OPEB liability	(927,021)
Change in deferred outflows of resources related to pensions	(1,055,385)
Change in deferred inflows of resources related to pensions	1,169,287
Change in deferred outflows of resources related to OPEB	542,220
Change in deferred inflows of resources related to OPEB	399,605
Change in net pension asset - agent plan	(175,559)
Change in net pension asset - teacher retirement plan	55,751
Change in net pension asset - teacher legacy pension plan	<u>(265,572)</u> (237,934)
Change in net position of governmental activities (Exhibit B)	<u>\$ 8,851,526</u>

Exhibit I-6

LAWRENCE COUNTY, TENNESSEE

Combining Balance Sheet - Nonmajor Governmental Funds

Discretely Presented Lawrence County School Department

June 30, 2024

	Special Revenue Funds				Capital Projects Fund		Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program		Internal School	Total	Education Capital Projects	
ASSETS							
Cash	\$ 1,100	\$ 0	\$ 2,366,475	\$ 2,367,575	\$ 0	\$ 2,367,575	
Equity in Pooled Cash and Investments	\$ 2,407,659	\$ 168,089	\$ 0	\$ 2,575,748	\$ 700,000	\$ 3,275,748	
Inventories	\$ 164,954	\$ 0	\$ 0	\$ 164,954	\$ 0	\$ 164,954	
Accounts Receivable	\$ 0	\$ 2,965	\$ 381	\$ 3,346	\$ 0	\$ 3,346	
Due from Other Governments	\$ 249,506	\$ 0	\$ 0	\$ 249,506	\$ 0	\$ 249,506	
Due from Other Funds	\$ 56,998	\$ 0	\$ 0	\$ 56,998	\$ 0	\$ 56,998	
Total Assets	\$ 2,880,217	\$ 171,054	\$ 2,366,856	\$ 5,418,127	\$ 700,000	\$ 6,118,127	
LIABILITIES							
Payroll Deductions Payable	\$ 115,415	\$ 0	\$ 0	\$ 115,415	\$ 0	\$ 115,415	
Total Liabilities	\$ 115,415	\$ 0	\$ 0	\$ 115,415	\$ 0	\$ 115,415	
DEFERRED INFLOWS OF RESOURCES							
Other Deferred/Unavailable Revenue	\$ 76,761	\$ 0	\$ 0	\$ 76,761	\$ 0	\$ 76,761	
Total Deferred Inflows of Resources	\$ 76,761	\$ 0	\$ 0	\$ 76,761	\$ 0	\$ 76,761	
FUND BALANCES							
Nonspendable:							
Inventory	\$ 164,954	\$ 0	\$ 0	\$ 164,954	\$ 0	\$ 164,954	
Restricted:							
Restricted for Education		\$ 2,523,087	\$ 0	\$ 2,366,856	\$ 4,889,943	\$ 0	\$ 4,889,943
Committed:							
Committed for Education		\$ 0	\$ 171,054	\$ 0	\$ 171,054	\$ 700,000	\$ 871,054
Total Fund Balances	\$ 2,688,041	\$ 171,054	\$ 2,366,856	\$ 5,225,951	\$ 700,000	\$ 5,925,951	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 2,880,217	\$ 171,054	\$ 2,366,856	\$ 5,418,127	\$ 700,000	\$ 6,118,127	

Exhibit I-7

LAWRENCE COUNTY, TENNESSEE

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

	Special Revenue Funds				Capital Projects Fund		Total Nonmajor Governmental Funds
	Central Cafeteria	Extended School Program	Internal School	Total	Education Capital Projects		
Revenues							
Charges for Current Services	\$ 340,619	\$ 139,128	\$ 0	\$ 479,747	\$ 0	\$ 479,747	
Other Local Revenues	4,004	0	3,784,984	3,788,988	0	3,788,988	
State of Tennessee	42,480	15,811	0	58,291	0	58,291	
Federal Government	4,928,596	68,356	0	4,996,952	0	4,996,952	
Total Revenues	\$ 5,315,699	\$ 223,295	\$ 3,784,984	\$ 9,323,978	\$ 0	\$ 9,323,978	
Expenditures							
Current:							
Operation of Non-Instructional Services	\$ 5,771,700	\$ 180,808	\$ 3,550,052	\$ 9,502,560	\$ 0	\$ 9,502,560	
Capital Projects	0	0	0	0	214,656	214,656	
Total Expenditures	\$ 5,771,700	\$ 180,808	\$ 3,550,052	\$ 9,502,560	\$ 214,656	\$ 9,717,216	
Excess (Deficiency) of Revenues Over Expenditures	\$ (456,001)	\$ 42,487	\$ 234,932	\$ (178,582)	\$ (214,656)	\$ (393,238)	
Other Financing Sources (Uses)							
Transfers Out	\$ 0	\$ (25,000)	\$ 0	\$ (25,000)	\$ 0	\$ (25,000)	
Total Other Financing Sources (Uses)	\$ 0	\$ (25,000)	\$ 0	\$ (25,000)	\$ 0	\$ (25,000)	
Net Change in Fund Balances	\$ (456,001)	\$ 17,487	\$ 234,932	\$ (203,582)	\$ (214,656)	\$ (418,238)	
Fund Balance, July 1, 2023	3,144,042	153,567	2,131,924	5,429,533	914,656	6,344,189	
Fund Balance, June 30, 2024	\$ 2,688,041	\$ 171,054	\$ 2,366,856	\$ 5,225,951	\$ 700,000	\$ 5,925,951	

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

Discretely Presented Lawrence 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	\$ 15,394,089	\$ 0	\$ 0	\$ 15,394,089	\$ 12,938,874	\$ 12,938,874	\$ 2,455,215
Licenses and Permits	1,620	0	0	1,620	1,000	1,000	620
Charges for Current Services	179,820	0	0	179,820	65,000	154,500	25,320
Other Local Revenues	237,370	0	0	237,370	7,500	169,950	67,420
State of Tennessee	58,804,842	0	0	58,804,842	54,131,191	61,653,601	(2,848,759)
Federal Government	370,923	0	0	370,923	0	375,647	(4,724)
Other Governments and Citizens Groups	637,465	0	0	637,465	0	637,465	0
Total Revenues	\$ 75,626,129	\$ 0	\$ 0	\$ 75,626,129	\$ 67,143,565	\$ 75,931,037	\$ (304,908)
Expenditures							
Instruction							
Regular Instruction Program	\$ 30,621,800	\$ 0	\$ 0	\$ 30,621,800	\$ 31,515,234	\$ 32,263,879	\$ 1,642,079
Alternative Instruction Program	394,456	0	0	394,456	441,385	435,545	41,089
Special Education Program	4,818,317	0	0	4,818,317	5,201,953	5,031,693	213,376
Career and Technical Education Program	3,118,055	0	0	3,118,055	2,936,025	5,727,827	2,609,772
Support Services							
Health Services	766,894	0	0	766,894	885,510	899,017	132,123
Other Student Support	1,824,284	0	0	1,824,284	2,116,950	2,126,238	301,954
Regular Instruction Program	3,001,181	0	0	3,001,181	2,630,850	3,226,673	225,492
Alternative Instruction Program	24,519	0	0	24,519	35,500	35,500	10,981
Special Education Program	838,587	0	0	838,587	615,105	908,941	70,354
Career and Technical Education Program	141,427	0	0	141,427	108,720	168,370	26,943
Technology	557,044	0	0	557,044	663,965	663,965	106,921
Other Programs	203,883	0	0	203,883	0	203,883	0
Board of Education	1,220,625	0	0	1,220,625	1,288,270	1,397,170	176,545
Director of Schools	379,362	0	0	379,362	427,100	432,100	52,738

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Lawrence 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.)							
Office of the Principal	\$ 4,398,272	\$ 0	\$ 0	\$ 4,398,272	\$ 4,424,484	\$ 4,516,084	\$ 117,812
Fiscal Services	396,642	0	0	396,642	397,021	403,021	6,379
Human Services/Personnel	187,342	0	0	187,342	200,165	200,665	13,323
Operation of Plant	4,567,108	(3,473)	0	4,563,635	4,753,600	4,897,600	333,965
Maintenance of Plant	1,665,981	(117,958)	0	1,548,023	1,397,500	1,816,928	268,905
Transportation	3,260,077	(219,902)	0	3,040,175	3,841,169	4,536,992	1,496,817
Central and Other	148,107	0	0	148,107	170,000	170,000	21,893
Operation of Non-Instructional Services							
Community Services	509,785	0	99,433	609,218	96,870	656,939	47,721
Early Childhood Education	1,151,359	0	0	1,151,359	20,245	1,179,734	28,375
Capital Outlay							
Regular Capital Outlay	3,820,008	(1,720,109)	0	2,099,899	1,850,000	6,273,065	4,173,166
Other Debt Service							
Education	1,125,944	0	0	1,125,944	1,125,944	1,125,944	0
Total Expenditures	\$ 69,141,059	\$ (2,061,442)	\$ 99,433	\$ 67,179,050	\$ 67,143,565	\$ 79,297,773	\$ 12,118,723
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,485,070	\$ 2,061,442	\$ (99,433)	\$ 8,447,079	\$ 0	\$ (3,366,736)	\$ 11,813,815
Other Financing Sources (Uses)							
Insurance Recovery	\$ 58,709	\$ 0	\$ 0	\$ 58,709	\$ 0	\$ 56,000	\$ 2,709
Transfers In	518,384	0	0	518,384	0	298,299	220,085
Transfers Out	0	0	0	0	0	(25,480)	25,480
Total Other Financing Sources	\$ 577,093	\$ 0	\$ 0	\$ 577,093	\$ 0	\$ 328,819	\$ 248,274
Net Change in Fund Balance	\$ 7,062,163	\$ 2,061,442	\$ (99,433)	\$ 9,024,172	\$ 0	\$ (3,037,917)	\$ 12,062,089
Fund Balance, July 1, 2023	13,571,204	(2,061,442)	0	11,509,762	12,420,032	12,420,032	(910,270)
Fund Balance, June 30, 2024	\$ 20,633,367	\$ 0	\$ (99,433)	\$ 20,533,934	\$ 12,420,032	\$ 9,382,115	\$ 11,151,819

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

Discretely Presented Lawrence County School Department
School Federal Projects Fund
For the Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
State of Tennessee	\$ 10,684	\$ 0	\$ 10,684	\$ 0
Federal Government	10,991,135	0	14,481,475	(3,490,340)
Total Revenues	\$ 11,001,819	\$ 0	\$ 14,492,159	\$ (3,490,340)
Expenditures				
Instruction				
Regular Instruction Program	\$ 6,231,286	\$ 0	\$ 7,344,531	\$ 1,113,245
Special Education Program	1,298,040	0	1,387,138	89,098
Career and Technical Education Program	211,738	0	331,177	119,439
Support Services				
Health Services	64,038	0	83,860	19,822
Other Student Support	320,416	0	381,732	61,316
Regular Instruction Program	1,023,194	0	2,001,815	978,621
Special Education Program	541,819	0	631,435	89,616
Transportation	109,951	0	975,121	865,170
Operation of Non-Instructional Services				
Food Service	0	0	63,657	63,657
Early Childhood Education	48,201	0	50,000	1,799
Capital Outlay				
Regular Capital Outlay	653,093	0	662,621	9,528
Total Expenditures	\$ 10,501,776	\$ 0	\$ 13,913,087	\$ 3,411,311
Excess (Deficiency) of Revenues Over Expenditures	\$ 500,043	\$ 0	\$ 579,072	\$ (79,029)
Other Financing Sources (Uses)				
Transfers Out	\$ (493,384)	\$ 0	\$ (636,070)	\$ 142,686
Total Other Financing Sources	\$ (493,384)	\$ 0	\$ (636,070)	\$ 142,686
Net Change in Fund Balance	\$ 6,659	\$ 0	\$ (56,998)	\$ 63,657
Fund Balance, July 1, 2023	1,586,343	1,586,343	1,586,343	0
Fund Balance, June 30, 2024	\$ 1,593,002	\$ 1,586,343	\$ 1,529,345	\$ 63,657

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

Discretely Presented Lawrence County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Charges for Current Services	\$ 340,619	\$ 332,000	\$ 337,000	\$ 3,619
Other Local Revenues	4,004	1,500	5,500	(1,496)
State of Tennessee	42,480	38,000	42,500	(20)
Federal Government	4,928,596	4,930,000	5,214,500	(285,904)
Total Revenues	\$ 5,315,699	\$ 5,301,500	\$ 5,599,500	\$ (283,801)
Expenditures				
Operation of Non-Instructional Services				
Food Service	\$ 5,771,700	\$ 5,667,000	\$ 5,965,000	\$ 193,300
Total Expenditures	\$ 5,771,700	\$ 5,667,000	\$ 5,965,000	\$ 193,300
Excess (Deficiency) of Revenues Over Expenditures	\$ (456,001)	\$ (365,500)	\$ (365,500)	\$ (90,501)
Net Change in Fund Balance	\$ (456,001)	\$ (365,500)	\$ (365,500)	\$ (90,501)
Fund Balance, July 1, 2023	3,144,042	2,729,105	2,729,105	414,937
Fund Balance, June 30, 2024	\$ 2,688,041	\$ 2,363,605	\$ 2,363,605	\$ 324,436

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

Discretely Presented Lawrence County School Department
Extended School Program Fund
For the Year Ended June 30, 2024

		Budgeted Amounts			Variance with Final Budget - Positive (Negative)
		Actual	Original	Final	
Revenues					
Charges for Current Services		\$ 139,128	\$ 135,000	\$ 145,000	\$ (5,872)
State of Tennessee		15,811	9,000	9,000	6,811
Federal Government		68,356	0	68,356	0
Total Revenues		<u>\$ 223,295</u>	<u>\$ 144,000</u>	<u>\$ 222,356</u>	<u>\$ 939</u>
Expenditures					
Operation of Non-Instructional Services		\$ 180,808	\$ 144,000	\$ 252,275	\$ 71,467
Community Services					
Total Expenditures		<u>\$ 180,808</u>	<u>\$ 144,000</u>	<u>\$ 252,275</u>	<u>\$ 71,467</u>
Excess (Deficiency) of Revenues Over Expenditures		<u>\$ 42,487</u>	<u>\$ 0</u>	<u>\$ (29,919)</u>	<u>\$ 72,406</u>
Other Financing Sources (Uses)					
Transfers Out		\$ (25,000)	\$ 0	\$ (25,000)	\$ 0
Total Other Financing Sources		<u>\$ (25,000)</u>	<u>\$ 0</u>	<u>\$ (25,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance		\$ 17,487	\$ 0	\$ (54,919)	\$ 72,406
Fund Balance, July 1, 2023		153,567	131,139	131,139	22,428
Fund Balance, June 30, 2024		<u>\$ 171,054</u>	<u>\$ 131,139</u>	<u>\$ 76,220</u>	<u>\$ 94,834</u>

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

Discretely Presented Lawrence County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
Capital Projects				
Education Capital Projects	\$ 214,656	\$ 250,000	\$ 914,655	\$ 699,999
Total Expenditures	\$ 214,656	\$ 250,000	\$ 914,655	\$ 699,999
Excess (Deficiency) of Revenues Over Expenditures	\$ (214,656)	\$ (250,000)	\$ (914,655)	\$ 699,999
Net Change in Fund Balance	\$ (214,656)	\$ (250,000)	\$ (914,655)	\$ 699,999
Fund Balance, July 1, 2023	914,656	716,056	914,656	0
Fund Balance, June 30, 2024	\$ 700,000	\$ 466,056	\$ 1	\$ 699,999

MISCELLANEOUS SCHEDULES

Exhibit J-1

LAWRENCE COUNTY, TENNESSEE

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-23	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-24
NOTES PAYABLE								
Payable through General Debt Service Fund								
General Obligation Capital Outlay Note Series 2014	\$ 3,500,000	1.83 %	12-19-14	12-1-26	\$ 1,275,000	\$ 0	\$ 310,000	\$ 965,000
General Obligation Capital Outlay Note Series 2023	2,000,000	4.8	8-22-23	3-1-28	0	2,000,000	400,000	1,600,000
Total Notes Payable					\$ 1,275,000	\$ 2,000,000	\$ 710,000	\$ 2,565,000
OTHER LOANS PAYABLE								
Payable through General Debt Service Fund								
Energy Efficient Schools Initiative	3,044,529	1.5	6-25-19	11-1-32	\$ 2,434,548	\$ 0	\$ 242,532	\$ 2,192,016
Total Other Loans Payable					\$ 2,434,548	\$ 0	\$ 242,532	\$ 2,192,016
BONDS PAYABLE								
Payable through General Debt Service Fund								
General Obligation, Series 2012	2,750,000	3.38	12-1-12	12-1-27	\$ 1,005,000	\$ 0	\$ 195,000	\$ 810,000
General Obligation Refunding, Series 2016	7,015,000	1.7	4-27-16	5-1-31	4,000,000	0	465,000	3,535,000
General Obligation Refunding, Series 2017	8,215,000	2.57	4-28-17	4-1-37	6,185,000	0	370,000	5,815,000
General Obligation Improvement, Series 2017	495,000	2.57	4-28-17	4-1-37	375,000	0	20,000	355,000
General Obligation Refunding, Series 2017A	7,860,000	2.7	12-14-17	12-1-36	4,435,000	0	740,000	3,695,000
General Obligation Improvement, Series 2017A	1,505,000	2.7	12-14-17	12-1-36	1,190,000	0	70,000	1,120,000
General Obligation School Improvement, Series 2019	9,975,000	2.47	5-15-19	5-1-34	7,775,000	0	595,000	7,180,000
General Obligation Improvement, Series 2019A	15,550,000	2.68	11-1-19	11-1-44	14,395,000	0	425,000	13,970,000
General Obligation School Bond Series 2020	6,000,000	1.6	9-22-20	10-1-44	5,620,000	0	200,000	5,420,000
General Obligation School Refunding Bond Series 2020	1,375,000	1.26	10-22-20	10-1-32	1,170,000	0	105,000	1,065,000
Total Bonds Payable					\$ 46,150,000	\$ 0	\$ 3,185,000	\$ 42,965,000

Exhibit J-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 3,285,000	\$ 1,187,978	\$ 4,472,978
2026	3,385,000	1,086,578	4,471,578
2027	2,855,000	994,825	3,849,825
2028	2,945,000	906,598	3,851,598
2029	2,820,000	817,890	3,637,890
2030	2,910,000	728,749	3,638,749
2031	3,000,000	636,977	3,636,977
2032	2,545,000	549,102	3,094,102
2033	2,610,000	481,591	3,091,591
2034	2,540,000	415,247	2,955,247
2035	1,760,000	348,162	2,108,162
2036	1,800,000	303,976	2,103,976
2037	1,845,000	258,129	2,103,129
2038	985,000	215,451	1,200,451
2039	1,010,000	191,379	1,201,379
2040	1,040,000	166,288	1,206,288
2041	1,065,000	139,194	1,204,194
2042	1,095,000	110,025	1,205,025
2043	1,125,000	79,650	1,204,650
2044	1,155,000	48,425	1,203,425
2045	1,190,000	16,298	1,206,298
Total	\$ 42,965,000	\$ 9,682,512	\$ 52,647,512

(Continued)

Exhibit J-2

LAWRENCE COUNTY, TENNESSEE
Schedule of Long-term Debt Requirements by Year (Cont.)

Year Ending June 30	Notes		
	Principal	Interest	Total
2025	\$ 685,000	\$ 94,772	\$ 779,772
2026	710,000	70,065	780,065
2027	740,000	44,031	784,031
2028	430,000	20,640	450,640
Total	\$ 2,565,000	\$ 229,508	\$ 2,794,508

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2025	\$ 246,192	\$ 30,852	\$ 277,044
2026	249,912	27,132	277,044
2027	253,692	23,352	277,044
2028	257,520	19,524	277,044
2029	261,408	15,636	277,044
2030	265,356	11,688	277,044
2031	269,364	7,680	277,044
2032	273,432	3,612	277,044
2033	115,140	261	115,401
Total	\$ 2,192,016	\$ 139,737	\$ 2,331,753

Exhibit J-3

LAWRENCE COUNTY, TENNESSEE

Schedule of Transfers

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

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	General Capital Projects	Capital expenditures	\$ 119,975
Special Purpose	General	Close fund	4,307
Highway/Public Works	General Debt Service	Debt retirement	<u>139,000</u>
Total Transfers Primary Government			<u>\$ 263,282</u>
DISCRETELY PRESENTED LAWRENCE COUNTY SCHOOL DEPARTMENT			
School Federal Projects	General Purpose School	Indirect cost	\$ 493,384
Extended School Program	"	Capital expenditures	<u>25,000</u>
Total Transfers Discretely Presented Lawrence County School Department			<u>\$ 518,384</u>

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

Primary Government and Discretely Presented Lawrence County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Executive		Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 114,779</u></u>			
Road Superintendent		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 103,346</u></u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 133,405			
Travel allowance	12,000			
Health, vision, life, and dental insurance premiums	8,729			
Vacation days unused	8,338			
Cell phone allowance	1,800			
Total compensation	<u><u>\$ 164,272</u></u>			
Trustee		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 93,951</u></u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 93,951</u></u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 93,951</u></u>			
Circuit, General Sessions and Juvenile Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 93,951</u></u>			

(Continued)

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

Primary Government and Discretely Presented Lawrence County School Department (Cont.)

Official	Salary	Authorization	Bond	Surety
Clerk and Master		Section 8-24-102, <i>TCA</i>	\$ 100,000	Auto-Owners Insurance Company
Base salary/Total compensation	<u><u>\$ 93,951</u></u>		(1)	Local Government Property and Casualty Fund
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u><u>\$ 93,951</u></u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 103,346			
Superintendent of workhouse	5,167			
Law enforcement training supplement	800			
Total compensation	<u><u>\$ 109,313</u></u>			
Director of Accounts and Budgets		County Commission	(1)	Local Government Property and Casualty Fund
Base salary	\$ 73,312			
Education incentive pay	2,542			
Longevity pay	1,100			
Total Director of Accounts and Budgets compensation	<u><u>\$ 76,954</u></u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			400,000	Tennessee Risk Management Trust

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

Exhibit J-5

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 11,589,683	\$ 0	\$ 590,792	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	405,566	0	20,705	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	138,619	0	7,076	0	0	0
Interest and Penalty	67,619	0	3,454	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	2,290	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	393,513	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	12,095	0	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	264,115	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	96,173	0	0	0	0	0
Litigation Tax - Special Purpose	51,371	14,568	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Litigation Tax - Victim-Offender Mediation Center	5,576	0	0	0	0	0
Litigation Tax - Courthouse Security	1,725	0	0	0	0	0
Business Tax	565,168	0	0	0	0	0
Mixed Drink Tax	247	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	0	0	0	0	0	0
Wholesale Beer Tax	0	0	0	209,516	0	0
Total Local Taxes	\$ 13,593,760	\$ 14,568	\$ 622,027	\$ 209,516	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 1,629	\$ 0	\$ 0	\$ 0	\$ 0	0
Cable TV Franchise	47,313	0	0	0	0	0
Permits						
Beer Permits	2,969	0	0	0	0	0
Total Licenses and Permits	\$ 51,911	\$ 0	\$ 0	\$ 0	\$ 0	0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 8,566	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	12,955	0	0	0	0	0
Drug Control Fines	4,087	0	0	0	5,142	0
Jail Fees	5,241	0	0	0	0	0
Data Entry Fee - Circuit Court	1,902	0	0	0	0	0
Courtroom Security Fee	0	357	0	0	0	0
Criminal Court						
Officers Costs	1,184	0	0	0	0	0
DUI Treatment Fines	1,377	0	0	0	0	0
General Sessions Court						
Fines	13,840	0	0	0	0	0
Fines for Littering	450	0	0	0	0	0
Officers Costs	30,698	0	0	0	0	0
Game and Fish Fines	549	0	0	0	0	0
Drug Control Fines	5,827	0	0	0	6,152	0
DUI Treatment Fines	5,625	0	0	0	0	0
Data Entry Fee - General Sessions Court	11,161	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
Fines, Forfeitures, and Penalties (Cont.)						
Juvenile Court						
Fines	\$ 2,779	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	570	0	0	0	0	0
Data Entry Fee - Juvenile Court	2,168	0	0	0	0	0
Chancery Court						
Officers Costs	1,824	0	0	0	0	0
Data Entry Fee - Chancery Court	4,896	0	0	0	0	0
Judicial District Drug Program						
Drug Task Force Forfeitures and Seizures	0	0	0	0	24,532	0
Total Fines, Forfeitures, and Penalties	\$ 115,699	\$ 357	\$ 0	\$ 0	\$ 35,826	0
Charges for Current Services						
General Service Charges						
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 457,070	\$ 0	\$ 0	0
Residential Waste Collection Charge	0	0	1,101,634	0	0	0
Tipping Fees	0	0	636	0	0	0
Surcharge - General	0	0	8,507	0	0	0
Solid Waste Disposal Fee	0	0	52,318	0	0	0
Surcharge - Waste Tire Disposal	0	0	58,093	0	0	0
Patient Charges	2,291,442	0	0	0	0	0
Service Charges	1,930	0	0	0	0	0
Fees						
Copy Fees	8,967	0	0	0	0	0
Library Fees	2,263	0	0	0	0	0
Greenbelt Late Application Fee	100	0	0	0	0	0
Telephone Commissions	78,699	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	Courthouse General	and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
Charges for Current Services (Cont.)						
Fees (Cont.)						
Additional Fees - Titling and Registration	\$ 36,073	\$ 0	\$ 0	\$ 0	\$ 0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	754,658
Data Processing Fee - Register	13,240	0	0	0	0	0
Data Processing Fee - Sheriff	1,604	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	9,300	0	0	0	0	0
Data Processing Fee - County Clerk	4,166	0	0	0	0	0
Total Charges for Current Services	\$ 2,447,784	\$ 0	\$ 1,678,258	\$ 0	\$ 0	754,658
Other Local Revenues						
Recurring Items						
Investment Income	\$ 402,813	\$ 0	\$ 762,182	\$ 0	\$ 0	0
Lease/Rentals/PPP	0	0	0	0	0	0
Commissary Sales	84,889	0	0	0	0	0
Sale of Recycled Materials	0	0	215,687	0	0	0
Miscellaneous Refunds	47,249	0	0	0	0	0
Expenditure Credits	1,150	0	0	0	0	0
Nonrecurring Items						
Sale of Equipment	43,155	0	0	0	0	0
Damages Recovered from Individuals	1,140	0	0	0	0	0
Total Other Local Revenues	\$ 580,396	\$ 0	\$ 977,869	\$ 0	\$ 0	0
Fees Received From County Officials						
Excess Fees						
County Clerk	\$ 95,815	\$ 0	\$ 0	\$ 0	\$ 0	0
Trustee	549,148	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
Fees Received From County Officials (Cont.)						
Fees In-Lieu-of Salary						
Circuit Court Clerk	\$ 104,620	\$ 0	\$ 0	\$ 0	\$ 0	0
General Sessions Court Clerk	173,053	0	0	0	0	0
Clerk and Master	150,095	0	0	0	0	0
Juvenile Court Clerk	43,147	0	0	0	0	0
Register	202,295	0	0	0	0	0
Sheriff	20,849	0	0	0	0	0
Total Fees Received From County Officials	\$ 1,339,022	\$ 0	\$ 0	\$ 0	\$ 0	0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 4,635	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Grants	0	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	34,400	0	0	0	0	0
School Resource Officer Grants	957,053	0	0	0	0	0
Other Public Safety Grants	324,251	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	457,434	0	0	0	0	0
Other Health and Welfare Grants	76,047	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	0
Litter Program	15,579	0	0	0	0	0
Other State Revenues						
Beer Tax	18,498	0	0	0	0	0
Vehicle Certificate of Title Fees	15,891	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees	
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control		
State of Tennessee (Cont.)							
Other State Revenues (Cont.)							
Alcoholic Beverage Tax	\$ 0	\$ 0	\$ 125,913	\$ 0	\$ 0	0	
Opioid Settlement Funds - TN Abatement Council	208,467	0	0	0	0	0	
State Revenue Sharing - T.V.A.	0	0	1,050,064	0	0	0	
State Revenue Sharing - Telecommunications	73,609	0	0	0	0	0	
State Shared Sports Gaming Privilege Tax	54,692	0	0	0	0	0	
Contracted Prisoner Boarding	917,867	0	0	0	0	0	
Gasoline and Motor Fuel Tax	0	0	0	0	0	0	
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	0	
Petroleum Special Tax	0	0	0	0	0	0	
Registrar's Salary Supplement	15,164	0	0	0	0	0	
Other State Grants	19,904	0	0	0	0	0	
Other State Revenues	3,753	0	0	0	0	0	
Total State of Tennessee	\$ 3,197,244	\$ 0	\$ 1,175,977	\$ 0	\$ 0	0	
Federal Government							
Federal Through State							
Community Development	\$ 0	\$ 0	\$ 0	\$ 140,048	\$ 0	0	
Homeland Security Grants	9,600	0	0	0	0	0	
Law Enforcement Grants	12,841	0	0	0	0	0	
Other Federal through State	741,647	0	0	0	0	0	
Direct Federal Revenue							
COVID-19 Grant #10	8,454	0	0	0	0	0	
Other Direct Federal Revenue	227,846	0	0	0	0	0	
Total Federal Government	\$ 1,000,388	\$ 0	\$ 0	\$ 140,048	\$ 0	0	

(Continued)

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

	Special Revenue Funds					Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 133,350	\$ 0	\$ 29,528	\$ 0	\$ 0	\$ 0
Citizens Groups						
Donations	7,532	0	0	0	0	0
Other						
Other	3,617	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	153,872	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 298,371	\$ 0	\$ 29,528	\$ 0	\$ 0	\$ 0
Total	\$ 22,624,575	\$ 14,925	\$ 4,483,659	\$ 349,564	\$ 35,826	\$ 754,658

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Local Taxes				
County Property Taxes				
Current Property Tax	\$ 1,876,152	\$ 921,417	\$ 0	\$ 14,978,044
Trustee's Collections - Prior Year	65,637	32,147	0	524,055
Circuit Clerk/Clerk and Master Collections - Prior Years	22,436	10,997	0	179,128
Interest and Penalty	10,944	5,365	0	87,382
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	2,290
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	393,513
Payments in-Lieu-of Taxes - Other	0	0	0	12,095
County Local Option Taxes				
Local Option Sales Tax	0	2,220,108	0	2,220,108
Hotel/Motel Tax	0	0	0	264,115
Wheel Tax	0	1,054,816	0	1,054,816
Litigation Tax - General	0	0	0	96,173
Litigation Tax - Special Purpose	0	0	0	65,939
Litigation Tax - Jail, Workhouse, or Courthouse	0	88,775	0	88,775
Litigation Tax - Victim-Offender Mediation Center	0	0	0	5,576
Litigation Tax - Courthouse Security	0	0	0	1,725
Business Tax	0	0	0	565,168
Mixed Drink Tax	0	0	0	247
Mineral Severance Tax	59,131	0	0	59,131
Statutory Local Taxes				
Bank Excise Tax	0	122,854	0	122,854
Wholesale Beer Tax	0	0	0	209,516
Total Local Taxes	\$ 2,034,300	\$ 4,456,479	\$ 0	\$ 20,930,650

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Licenses and Permits				
Licenses				
Marriage Licenses	\$ 0	\$ 0	\$ 0	\$ 1,629
Cable TV Franchise	0	0	0	47,313
Permits				
Beer Permits	0	0	0	2,969
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 51,911
Fines, Forfeitures, and Penalties				
Circuit Court				
Fines	\$ 0	\$ 0	\$ 0	\$ 8,566
Officers Costs	0	0	0	12,955
Drug Control Fines	0	0	0	9,229
Jail Fees	0	0	0	5,241
Data Entry Fee - Circuit Court	0	0	0	1,902
Courtroom Security Fee	0	0	0	357
Criminal Court				
Officers Costs	0	0	0	1,184
DUI Treatment Fines	0	0	0	1,377
General Sessions Court				
Fines	0	0	0	13,840
Fines for Littering	0	0	0	450
Officers Costs	0	0	0	30,698
Game and Fish Fines	0	0	0	549
Drug Control Fines	0	0	0	11,979
DUI Treatment Fines	0	0	0	5,625
Data Entry Fee - General Sessions Court	0	0	0	11,161

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Fines, Forfeitures, and Penalties (Cont.)				
Juvenile Court				
Fines	\$ 0	\$ 0	\$ 0	2,779
Officers Costs	0	0	0	570
Data Entry Fee - Juvenile Court	0	0	0	2,168
Chancery Court				
Officers Costs	0	0	0	1,824
Data Entry Fee - Chancery Court	0	0	0	4,896
Judicial District Drug Program				
Drug Task Force Forfeitures and Seizures	0	0	0	24,532
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	151,882
Charges for Current Services				
General Service Charges				
Commercial and Industrial Waste Collection Charge	\$ 0	\$ 0	\$ 0	457,070
Residential Waste Collection Charge	0	0	0	1,101,634
Tipping Fees	0	0	0	636
Surcharge - General	0	0	0	8,507
Solid Waste Disposal Fee	0	0	0	52,318
Surcharge - Waste Tire Disposal	0	0	0	58,093
Patient Charges	0	0	0	2,291,442
Service Charges	0	0	0	1,930
Fees				
Copy Fees	0	0	0	8,967
Library Fees	0	0	0	2,263
Greenbelt Late Application Fee	0	0	0	100
Telephone Commissions	0	0	0	78,699

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Charges for Current Services (Cont.)				
Fees (Cont.)				
Additional Fees - Titling and Registration	\$ 0	\$ 0	\$ 0	\$ 36,073
Constitutional Officers' Fees and Commissions	0	0	0	754,658
Data Processing Fee - Register	0	0	0	13,240
Data Processing Fee - Sheriff	0	0	0	1,604
Sexual Offender Registration Fee - Sheriff	0	0	0	9,300
Data Processing Fee - County Clerk	0	0	0	4,166
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 4,880,700
Other Local Revenues				
Recurring Items				
Investment Income	\$ 0	\$ 0	\$ 0	\$ 1,164,995
Lease/Rentals/PPP	0	35,004	0	35,004
Commissary Sales	0	0	0	84,889
Sale of Recycled Materials	3,393	0	0	219,080
Miscellaneous Refunds	0	0	0	47,249
Expenditure Credits	0	0	0	1,150
Nonrecurring Items				
Sale of Equipment	14,000	0	0	57,155
Damages Recovered from Individuals	0	0	0	1,140
Total Other Local Revenues	\$ 17,393	\$ 35,004	\$ 0	\$ 1,610,662
Fees Received From County Officials				
Excess Fees				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 95,815
Trustee	0	0	0	549,148

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Fees Received From County Officials (Cont.)				
Fees In-Lieu-of Salary				
Circuit Court Clerk	\$ 0	\$ 0	\$ 0	\$ 104,620
General Sessions Court Clerk	0	0	0	173,053
Clerk and Master	0	0	0	150,095
Juvenile Court Clerk	0	0	0	43,147
Register	0	0	0	202,295
Sheriff	0	0	0	20,849
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 1,339,022
State of Tennessee				
General Government Grants				
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 4,635
Solid Waste Grants	0	0	364,426	364,426
Public Safety Grants				
Law Enforcement Training Programs	0	0	0	34,400
School Resource Officer Grants	0	0	0	957,053
Other Public Safety Grants	0	0	0	324,251
Health and Welfare Grants				
Health Department Programs	0	0	0	457,434
Other Health and Welfare Grants	0	0	0	76,047
Public Works Grants				
State Aid Program	2,398,834	0	0	\$ 2,398,834
Litter Program	0	0	0	15,579
Other State Revenues				
Beer Tax	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	15,891

(Continued)

Exhibit J-5

LAWRENCE COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
State of Tennessee (Cont.)				
Other State Revenues (Cont.)				
Alcoholic Beverage Tax	\$ 0	\$ 0	\$ 0	\$ 125,913
Opioid Settlement Funds - TN Abatement Council	0	0	0	208,467
State Revenue Sharing - T.V.A.	0	0	0	1,050,064
State Revenue Sharing - Telecommunications	0	0	0	73,609
State Shared Sports Gaming Privilege Tax	0	0	0	54,692
Contracted Prisoner Boarding	0	0	0	917,867
Gasoline and Motor Fuel Tax	2,948,487	0	0	2,948,487
Hybrid/Electric Vehicle Registration Fee	11,933	0	0	11,933
Petroleum Special Tax	29,259	0	0	29,259
Registrar's Salary Supplement	0	0	0	15,164
Other State Grants	0	0	0	19,904
Other State Revenues	0	0	0	3,753
Total State of Tennessee	\$ 5,388,513	\$ 0	\$ 364,426	\$ 10,126,160
Federal Government				
Federal Through State				
Community Development	\$ 0	\$ 0	\$ 0	\$ 140,048
Homeland Security Grants	0	0	0	9,600
Law Enforcement Grants	0	0	0	12,841
Other Federal through State	0	0	746,705	1,488,352
Direct Federal Revenue				
COVID-19 Grant #10	0	0	0	8,454
Other Direct Federal Revenue	0	0	0	227,846
Total Federal Government	\$ 0	\$ 0	\$ 746,705	\$ 1,887,141

(Continued)

Exhibit J-5

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Other Governments and Citizens Groups				
Other Governments				
Contributions	\$ 59,693	\$ 1,125,944	\$ 0	\$ 1,348,515
Citizens Groups				
Donations	89,019	0	0	96,551
Other				
Other	0	0	0	3,617
Opioid Settlement Funds - Past Remediation	0	0	0	153,872
Total Other Governments and Citizens Groups	\$ 148,712	\$ 1,125,944	\$ 0	\$ 1,602,555
 Total	 \$ 7,588,918	 \$ 5,617,427	 \$ 1,111,131	 \$ 42,580,683

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

Discretely Presented Lawrence County School Department

For the Year Ended June 30, 2024

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 5,103,197	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,103,197
Trustee's Collections - Prior Year	178,978	0	0	0	0	178,978
Circuit Clerk/Clerk and Master Collections - Prior Years	61,187	0	0	0	0	61,187
Interest and Penalty	29,847	0	0	0	0	29,847
County Local Option Taxes						
Local Option Sales Tax	9,989,816	0	0	0	0	9,989,816
Mixed Drink Tax	31,064	0	0	0	0	31,064
Total Local Taxes	\$ 15,394,089	\$ 0	\$ 0	\$ 0	\$ 0	\$ 15,394,089
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 1,620	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,620
Total Licenses and Permits	\$ 1,620	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,620
Charges for Current Services						
Education Charges						
Tuition - Regular Day Students	\$ 7,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,000
Tuition - Other	0	0	0	139,128	0	139,128
Lunch Payments - Adults	0	0	126,571	0	0	126,571
A la Carte Sales	0	0	214,048	0	0	214,048
Receipts from Individual Schools	85,402	0	0	0	0	85,402
Other Charges for Services	87,418	0	0	0	0	87,418
Total Charges for Current Services	\$ 179,820	\$ 0	\$ 340,619	\$ 139,128	\$ 0	\$ 659,567

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
Other Local Revenues						
Recurring Items						
Investment Income	\$ 51,557	\$ 0	\$ 2,680	\$ 0	\$ 0	\$ 54,237
Sale of Materials and Supplies	7,640	0	0	0	0	7,640
Nonrecurring Items						
Sale of Equipment	1,353	0	1,324	0	0	2,677
Damages Recovered from Individuals	9,377	0	0	0	0	9,377
Contributions and Gifts	84,166	0	0	0	0	84,166
Other Local Revenues						
Other Local Revenues	83,277	0	0	0	3,784,984	3,868,261
Total Other Local Revenues	<u>\$ 237,370</u>	<u>\$ 0</u>	<u>\$ 4,004</u>	<u>\$ 0</u>	<u>\$ 3,784,984</u>	<u>\$ 4,026,358</u>
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 203,883	\$ 0	\$ 0	\$ 0	\$ 0	\$ 203,883
State Education Funds						
Tennessee Investment in Student Achievement	54,633,811	0	0	0	0	54,633,811
TISA - On-behalf Payments	85,393	0	0	0	0	85,393
Early Childhood Education	1,221,042	0	0	0	0	1,221,042
School Food Service	0	0	42,480	0	0	42,480
Driver Education	19,148	0	0	0	0	19,148
Other State Education Funds	718,830	0	0	0	0	718,830
Paid Parental Leave	87,580	10,684	0	0	0	98,264
Career Ladder Program	83,208	0	0	0	0	83,208
Other Vocational	1,543,777	0	0	0	0	1,543,777

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
State of Tennessee (Cont.)						
Other State Revenues						
Other State Grants	\$ 207,620	\$ 0	\$ 0	\$ 0	\$ 0	\$ 207,620
Other State Revenues	550	0	0	15,811	0	16,361
Total State of Tennessee	\$ 58,804,842	\$ 10,684	\$ 42,480	\$ 15,811	\$ 0	\$ 58,873,817
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,909,423	\$ 0	\$ 0	\$ 2,909,423
USDA - Commodities	0	0	346,664	0	0	346,664
Breakfast	0	0	1,176,661	0	0	1,176,661
USDA - Other	0	0	49,193	0	0	49,193
Vocational Education - Basic Grants to States	0	139,562	0	0	0	139,562
Title I Grants to Local Education Agencies	0	1,673,174	0	0	0	1,673,174
Special Education - Grants to States	39,017	1,745,355	0	0	0	1,784,372
Special Education Preschool Grants	0	62,941	0	0	0	62,941
English Language Acquisition Grants	9,127	0	0	0	0	9,127
Rural Education	0	96,239	0	0	0	96,239
21st Century Community Learning Centers	170,917	0	0	0	0	170,917
Eisenhower Professional Development State Grants	0	176,604	0	0	0	176,604
COVID-19 Grant B	0	70,000	0	0	0	70,000
COVID-19 Grant D	0	157,000	0	0	0	157,000
American Rescue Plan Act Grant #1	0	6,759,963	0	0	0	6,759,963
American Rescue Plan Act Grant #2	0	1,804	0	0	0	1,804
Other Federal through State	151,862	108,493	446,655	0	0	707,010

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

Special Revenue Funds						
	General Purpose School	School Federal Projects	Central Cafeteria	Extended School Program	Internal School	Total
Federal Government (Cont.)						
Direct Federal Revenue						
American Rescue Plan Act Grant #6	\$ 0	\$ 0	\$ 0	\$ 68,356	\$ 0	\$ 68,356
Total Federal Government	\$ 370,923	\$ 10,991,135	\$ 4,928,596	\$ 68,356	\$ 0	\$ 16,359,010
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 463,599	\$ 0	\$ 0	\$ 0	\$ 0	\$ 463,599
Citizens Groups						
Donations	173,866	0	0	0	0	173,866
Total Other Governments and Citizens Groups	\$ 637,465	\$ 0	\$ 0	\$ 0	\$ 0	\$ 637,465
Total	\$ 75,626,129	\$ 11,001,819	\$ 5,315,699	\$ 223,295	\$ 3,784,984	\$ 95,951,926

LAWRENCE 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	\$	67,019
In-service Training		1,050
Social Security		4,070
Pensions		2,536
Employer Medicare		952
Advertising		296
Audit Services		43,971
Data Processing Services		6,570
Dues and Memberships		9,170
Postal Charges		1
Travel		7,813
Other Supplies and Materials		17
Workers' Compensation Insurance		99
Data Processing Equipment		89
Total County Commission	\$	143,653

Beer Board

Board and Committee Members Fees	\$	850
Social Security		52
Pensions		31
Employer Medicare		12
Legal Notices, Recording, and Court Costs		116
Total Beer Board		1,061

County Mayor/Executive

County Official/Administrative Officer	\$	114,779
Secretary(ies)		85,284
Longevity Pay		900
In-service Training		1,485
Social Security		12,147
Pensions		11,354
Medical Insurance		26,887
Unemployment Compensation		42
Employer Medicare		2,841
Advertising		262
Dues and Memberships		3,505
Maintenance Agreements		653
Pest Control		55
Postal Charges		174
Printing, Stationery, and Forms		47
Travel		11,513
Food Supplies		98
Office Supplies		2,585
Other Supplies and Materials		606
Workers' Compensation Insurance		291
Other Charges		2,608
Data Processing Equipment		7,185
Total County Mayor/Executive		285,301

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****County Attorney**

County Official/Administrative Officer	\$	47,250
Social Security		2,929
Pensions		2,670
Employer Medicare		685
Workers' Compensation Insurance		69
Total County Attorney		<u>\$</u> 53,603

Election Commission

County Official/Administrative Officer	\$	84,556
Deputy(ies)		69,853
Educational Incentive - Official/Admin Officer		2,495
Longevity Pay		600
Overtime Pay		317
Election Commission		3,100
Election Workers		10,480
Social Security		10,527
Pensions		8,917
Medical Insurance		23,929
Unemployment Compensation		48
Employer Medicare		2,462
Contracts with Private Agencies		2,300
Dues and Memberships		32
Evaluation and Testing		348
Legal Notices, Recording, and Court Costs		131
Maintenance Agreements		17,071
Pest Control		180
Postal Charges		2,502
Printing, Stationery, and Forms		830
Rentals		200
Data Processing Supplies		380
Office Supplies		1,096
Utilities		4,607
Other Supplies and Materials		522
Liability Insurance		4,376
Workers' Compensation Insurance		302
Furniture and Fixtures		2,000
Voting Machines		<u>367,027</u>
Total Election Commission		621,188

Register of Deeds

County Official/Administrative Officer	\$	93,951
Deputy(ies)		127,731
Educational Incentive - Official/Admin Officer		3,535
Longevity Pay		3,500
Social Security		13,611
Pensions		12,922
Medical Insurance		34,841

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****Register of Deeds (Cont.)**

Unemployment Compensation	\$	63
Employer Medicare		3,183
Data Processing Services		5,258
Dues and Memberships		1,172
Lease/SBITA Payments		12,819
Maintenance Agreements		653
Pest Control		60
Postal Charges		515
Printing, Stationery, and Forms		432
Travel		2,439
Office Supplies		1,995
Other Supplies and Materials		593
Workers' Compensation Insurance		320
Other Charges		293
Total Register of Deeds	\$	319,886

County Buildings

Supervisor/Director	\$	68,000
Custodial Personnel		58,066
Maintenance Personnel		35,680
Longevity Pay		600
Overtime Pay		6,419
Social Security		10,308
Pensions		5,250
Employee and Dependent Insurance		466
Life Insurance		102
Medical Insurance		16,857
Dental Insurance		353
Disability Insurance		283
Unemployment Compensation		106
Employer Medicare		2,411
Evaluation and Testing		485
Maintenance Agreements		2,240
Maintenance and Repair Services - Buildings		107,968
Maintenance and Repair Services - Equipment		2,351
Maintenance and Repair Services - Vehicles		3,829
Pest Control		1,125
Rentals		3,608
Custodial Supplies		16,528
Food Supplies		8,149
Gasoline		11,299
Office Supplies		132
Small Tools		1,631
Tires and Tubes		2,463
Uniforms		1,429
Utilities		132,616
Other Supplies and Materials		2,392

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****County Buildings (Cont.)**

Workers' Compensation Insurance	\$ 2,715
Other Charges	13,459
Other Capital Outlay	<u>16,908</u>
Total County Buildings	\$ 536,228

Preservation of Records

Supervisor/Director	\$ 42,447
Longevity Pay	500
Social Security	2,580
Pensions	2,426
Medical Insurance	8,710
Unemployment Compensation	21
Employer Medicare	603
Contracts with Private Agencies	533
Data Processing Services	3,512
Dues and Memberships	30
Maintenance Agreements	1,994
Maintenance and Repair Services - Buildings	24
Pest Control	180
Postal Charges	17
Travel	771
Office Supplies	1,859
Utilities	4,974
Workers' Compensation Insurance	<u>59</u>
Total Preservation of Records	71,240

Finance**Accounting and Budgeting**

County Official/Administrative Officer	\$ 73,312
Accountants/Bookkeepers	152,776
Educational Incentive - Official/Admin Officer	9,964
Longevity Pay	3,900
In-service Training	2,150
Social Security	14,044
Pensions	13,615
Employee and Dependent Insurance	210
Life Insurance	43
Medical Insurance	31,868
Dental Insurance	21
Disability Insurance	152
Unemployment Compensation	83
Employer Medicare	3,280
Data Processing Services	35,095
Dues and Memberships	798
Legal Notices, Recording, and Court Costs	1,790
Maintenance Agreements	6,452
Maintenance and Repair Services - Buildings	32

(Continued)

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

Finance (Cont.)

Accounting and Budgeting (Cont.)

Postal Charges	\$	3,336
Printing, Stationery, and Forms		4,512
Travel		4,497
Office Supplies		7,537
Utilities		5,885
Other Supplies and Materials		472
Workers' Compensation Insurance		433
Other Charges		372
Office Equipment		2,514
Total Accounting and Budgeting	\$	379,143

Purchasing

County Official/Administrative Officer	\$	38,077
Social Security		2,294
Pensions		2,151
Medical Insurance		6,515
Unemployment Compensation		21
Employer Medicare		541
Total Purchasing		49,599

Property Assessor's Office

County Official/Administrative Officer	\$	93,951
Deputy(ies)		162,473
Educational Incentive - Official/Admin Officer		6,341
Longevity Pay		7,500
Other Salaries and Wages		42,447
Board and Committee Members Fees		796
Social Security		18,326
Pensions		17,668
Employee and Dependent Insurance		540
Life Insurance		112
Medical Insurance		39,302
Dental Insurance		386
Disability Insurance		131
Unemployment Compensation		107
Employer Medicare		4,286
Data Processing Services		6,101
Dues and Memberships		1,985
Evaluation and Testing		29
Maintenance Agreements		14,725
Maintenance and Repair Services - Vehicles		409
Pest Control		60
Postal Charges		3,862
Printing, Stationery, and Forms		417
Travel		264
Gasoline		978
Office Supplies		2,340

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Finance (Cont.)****Property Assessor's Office (Cont.)**

Tires and Tubes	\$	759
Other Supplies and Materials		253
Workers' Compensation Insurance		2,465
Other Charges		1,169
Total Property Assessor's Office		\$ 430,182

County Trustee's Office

Pensions	\$	11,873
Employee and Dependent Insurance		706
Life Insurance		223
Medical Insurance		14,816
Dental Insurance		514
Disability Insurance		783
Unemployment Compensation		130
Data Processing Services		12,156
Dues and Memberships		812
Evaluation and Testing		86
Maintenance Agreements		653
Pest Control		60
Postal Charges		9,994
Printing, Stationery, and Forms		6,270
Office Supplies		1,159
Other Supplies and Materials		154
Workers' Compensation Insurance		377
Other Charges		634
Data Processing Equipment		3,232
Total County Trustee's Office		64,632

County Clerk's Office

Pensions	\$	23,026
Employee and Dependent Insurance		330
Life Insurance		143
Medical Insurance		56,824
Dental Insurance		171
Disability Insurance		500
Unemployment Compensation		189
On-behalf Payments to OPEB		450
Dues and Memberships		1,121
Evaluation and Testing		43
Maintenance Agreements		36,836
Pest Control		60
Postal Charges		11,150
Printing, Stationery, and Forms		3,239
Travel		2,876
Office Supplies		4,186
Other Supplies and Materials		2,280
Workers' Compensation Insurance		600
Other Charges		635
Total County Clerk's Office		144,659

(Continued)

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

Finance (Cont.)

Data Processing

Supervisor/Director	\$	76,914
Data Processing Personnel		52,500
Social Security		7,832
Pensions		7,312
Medical Insurance		17,421
Unemployment Compensation		42
Employer Medicare		1,832
Communication		214,134
Consultants		106,060
Data Processing Services		2,112
Maintenance Agreements		48,837
Other Contracted Services		252
Office Supplies		505
Other Supplies and Materials		680
Workers' Compensation Insurance		588
Data Processing Equipment		<u>3,386</u>
Total Data Processing	\$	540,407

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	93,951
Deputy(ies)		419,664
Part-time Personnel		1,245
Longevity Pay		10,000
Overtime Pay		4,602
Jury and Witness Expense		10,640
Social Security		30,636
Pensions		27,705
Employee and Dependent Insurance		960
Life Insurance		182
Medical Insurance		66,701
Dental Insurance		476
Disability Insurance		484
Unemployment Compensation		258
Employer Medicare		7,165
On-behalf Payments to OPEB		1,050
Data Processing Services		33,338
Dues and Memberships		1,337
Evaluation and Testing		129
Legal Notices, Recording, and Court Costs		316
Maintenance Agreements		1,911
Maintenance and Repair Services - Office Equipment		72
Pest Control		102
Postal Charges		3,531
Printing, Stationery, and Forms		2,970
Travel		1,967
Office Supplies		7,361

(Continued)

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

Administration of Justice (Cont.)

Circuit Court (Cont.)

Other Supplies and Materials	\$	714
Workers' Compensation Insurance		762
Other Charges		236
Data Processing Equipment		38,656
Furniture and Fixtures		7,958
Total Circuit Court		\$ 777,079

General Sessions Court

Judge(s)	\$	183,819
Deputy(ies)		46,687
Guards		73,680
Part-time Personnel		5,271
Longevity Pay		1,800
Overtime Pay		3,897
Social Security		18,342
Pensions		15,471
Life Insurance		44
Medical Insurance		26,131
Disability Insurance		261
Unemployment Compensation		79
Employer Medicare		4,356
On-behalf Payments to OPEB		300
Dues and Memberships		770
Evaluation and Testing		57
Maintenance Agreements		661
Pest Control		102
Postal Charges		49
Printing, Stationery, and Forms		247
Travel		2,927
Office Supplies		1,072
Other Supplies and Materials		523
Workers' Compensation Insurance		458
Other Charges		1,763
Data Processing Equipment		1,169
Total General Sessions Court		389,936

Chancery Court

County Official/Administrative Officer	\$	93,951
Deputy(ies)		209,117
Longevity Pay		5,800
Overtime Pay		1,206
Social Security		18,482
Pensions		17,451
Medical Insurance		50,032
Unemployment Compensation		105
Employer Medicare		4,322
Data Processing Services		13,643

(Continued)

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

Dues and Memberships	\$	1,087
Pest Control		102
Postal Charges		8,045
Printing, Stationery, and Forms		3,450
Travel		152
Office Supplies		3,020
Other Supplies and Materials		1,476
Workers' Compensation Insurance		448
Other Charges		290
Data Processing Equipment		1,559
Office Equipment		3,796
Total Chancery Court	\$	437,534

Juvenile Court

Deputy(ies)	\$	85,779
Youth Service Officer(s)		9,003
Salary Supplements		93,951
Longevity Pay		2,100
Overtime Pay		1,477
Social Security		11,610
Pensions		10,782
Employee and Dependent Insurance		90
Life Insurance		30
Medical Insurance		22,414
Dental Insurance		102
Disability Insurance		104
Unemployment Compensation		37
Employer Medicare		2,715
Dues and Memberships		258
Postal Charges		808
Printing, Stationery, and Forms		178
Travel		2,116
Office Supplies		1,747
Other Supplies and Materials		142
Workers' Compensation Insurance		271
Other Charges		2,705
Data Processing Equipment		1,014
Total Juvenile Court		249,433

Other Administration of Justice

Secretary(ies)	\$	39,923
Social Security		2,791
Pensions		2,508
Life Insurance		71
Disability Insurance		250
Unemployment Compensation		22
Employer Medicare		653
Travel		35,599
Total Other Administration of Justice		81,817

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Administration of Justice (Cont.)****Courtroom Security**

Deputy(ies)	\$	121,989
Longevity Pay		2,000
Overtime Pay		170
Social Security		7,390
Pensions		7,015
Medical Insurance		24,739
Unemployment Compensation		57
Employer Medicare		1,728
Evaluation and Testing		93
Law Enforcement Supplies		860
Uniforms		1,860
Data Processing Equipment		41,923
Total Courtroom Security	\$	209,824

Victim Assistance Programs

Assistant(s)	\$	28,938
Overtime Pay		1,791
Social Security		1,871
Pensions		1,635
Medical Insurance		4,993
Unemployment Compensation		17
Employer Medicare		438
Contracts with Private Agencies		5,576
Travel		575
Workers' Compensation Insurance		74
Total Victim Assistance Programs		45,908

Public Safety**Sheriff's Department**

County Official/Administrative Officer	\$	108,513
Supervisor/Director		84,395
Deputy(ies)		569,379
Investigator(s)		248,142
Captain(s)		70,337
Lieutenant(s)		238,933
Sergeant(s)		333,285
Secretary(ies)		177,515
School Resource Officer		604,824
Longevity Pay		40,500
Overtime Pay		89,077
Bonus Payments		3,000
In-service Training		40,035
Social Security		154,084
Pensions		139,805
Employee and Dependent Insurance		1,395
Life Insurance		505
Medical Insurance		368,452

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Sheriff's Department (Cont.)**

Dental Insurance	\$ 1,092
Disability Insurance	1,490
Unemployment Compensation	1,145
Employer Medicare	36,031
Advertising	5,300
Contracts with Private Agencies	276
Data Processing Services	1,943
Dues and Memberships	5,778
Evaluation and Testing	4,345
Legal Notices, Recording, and Court Costs	25
Maintenance Agreements	20,290
Maintenance and Repair Services - Buildings	334
Maintenance and Repair Services - Equipment	5,352
Maintenance and Repair Services - Office Equipment	1,078
Maintenance and Repair Services - Vehicles	95,462
Pest Control	287
Postal Charges	1,626
Printing, Stationery, and Forms	610
Rentals	11,700
Towing Services	3,040
Travel	48,855
Custodial Supplies	4,414
Gasoline	122,054
Law Enforcement Supplies	46,502
Office Supplies	8,486
Tires and Tubes	16,219
Uniforms	22,583
Utilities	8,106
Other Supplies and Materials	573
Workers' Compensation Insurance	53,955
Other Self-insured Claims	3,500
Other Charges	640
Data Processing Equipment	3,722
Furniture and Fixtures	5,012
Law Enforcement Equipment	168,585
Motor Vehicles	7,000
Total Sheriff's Department	\$ 3,989,586

Jail

Assistant(s)	\$ 47,269
Lieutenant(s)	63,921
Sergeant(s)	178,210
Medical Personnel	132,198
Guards	862,409
Part-time Personnel	1,280
Longevity Pay	11,600
Overtime Pay	133,058

(Continued)

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

Bonus Payments	\$ 5,000
Other Salaries and Wages	75,687
Social Security	90,503
Pensions	70,204
Employee and Dependent Insurance	1,976
Life Insurance	329
Medical Insurance	247,295
Dental Insurance	75
Disability Insurance	1,186
Unemployment Compensation	1,045
Employer Medicare	21,182
Communication	2,199
Contracts with Private Agencies	24,200
Evaluation and Testing	4,719
Maintenance Agreements	9,309
Maintenance and Repair Services - Buildings	67,800
Maintenance and Repair Services - Equipment	32,616
Maintenance and Repair Services - Vehicles	625
Pest Control	600
Travel	4,931
Other Contracted Services	135,964
Custodial Supplies	26,840
Drugs and Medical Supplies	33,293
Food Supplies	353,248
Gasoline	11,138
Law Enforcement Supplies	1,607
Office Supplies	3,361
Uniforms	23,762
Utilities	222,726
Other Supplies and Materials	50,369
Medical Claims	235,978
Workers' Compensation Insurance	31,099
Data Processing Equipment	3,500
Furniture and Fixtures	1,955
Total Jail	\$ 3,226,266

Workhouse

Accountants/Bookkeepers	\$ 4,385
Guards	32,118
Social Security	522
Pensions	12
Unemployment Compensation	1
Employer Medicare	122
Food Supplies	5,029
Gasoline	858
Other Supplies and Materials	289
Other Charges	14,916
Total Workhouse	\$ 58,252

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Work Release Program**

Maintenance Personnel	\$ 23,480
Overtime Pay	2,957
Social Security	1,591
Pensions	1,327
Life Insurance	19
Medical Insurance	3,642
Dental Insurance	64
Disability Insurance	65
Unemployment Compensation	21
Employer Medicare	372
Maintenance and Repair Services - Equipment	2,900
Maintenance and Repair Services - Vehicles	378
Food Supplies	742
Gasoline	4,214
Lubricants	60
Other Supplies and Materials	2,598
Workers' Compensation Insurance	724
Other Charges	152
Total Work Release Program	\$ 45,306

Fire Prevention and Control

Contracts with Government Agencies	\$ 2,000
Total Fire Prevention and Control	2,000

Civil Defense

In-service Training	\$ 700
Data Processing Services	6,000
Dues and Memberships	55
Maintenance and Repair Services - Equipment	962
Maintenance and Repair Services - Vehicles	652
Gasoline	636
Other Supplies and Materials	106
Other Charges	21,223
Data Processing Equipment	742
Total Civil Defense	31,076

Rescue Squad

Contributions	\$ 1,188,436
Total Rescue Squad	1,188,436

Other Emergency Management

Contributions	\$ 528,245
Total Other Emergency Management	528,245

County Coroner/Medical Examiner

Social Security	\$ 577
Pensions	542

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****County Coroner/Medical Examiner (Cont.)**

Employer Medicare	\$ 135
Medical and Dental Services	20,000
Other Contracted Services	116,531
Gasoline	675
Total County Coroner/Medical Examiner	\$ 138,460

Public Health and Welfare**Local Health Center**

Communication	\$ 7,122
Contracts with Government Agencies	90,290
Dues and Memberships	375
Janitorial Services	21,600
Maintenance and Repair Services - Buildings	3,433
Pest Control	288
Disposal Fees	780
Food Supplies	484
Utilities	26,513
Other Supplies and Materials	1,507
Other Charges	1,306
Total Local Health Center	153,698

Rabies and Animal Control

Contributions	\$ 98,125
Total Rabies and Animal Control	98,125

Ambulance/Emergency Medical Services

County Official/Administrative Officer	\$ 71,662
Assistant(s)	60,655
Medical Personnel	1,598,954
Secretary(ies)	30,858
Part-time Personnel	131,210
Educational Incentive - Official/Admin Officer	2,588
Longevity Pay	21,200
Overtime Pay	108,823
In-service Training	20,800
Social Security	121,768
Pensions	97,900
Employee and Dependent Insurance	296
Life Insurance	124
Medical Insurance	208,281
Dental Insurance	386
Disability Insurance	435
Unemployment Compensation	926
Employer Medicare	28,478
On-behalf Payments to OPEB	1,200
Contracts with Private Agencies	136,471
Data Processing Services	4,161

(Continued)

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

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Dues and Memberships	\$ 775
Evaluation and Testing	3,288
Licenses	3,260
Maintenance Agreements	23,381
Maintenance and Repair Services - Buildings	3,102
Maintenance and Repair Services - Equipment	7,323
Maintenance and Repair Services - Office Equipment	313
Maintenance and Repair Services - Vehicles	87,004
Pest Control	180
Postal Charges	6
Towing Services	1,875
Travel	10,683
Disposal Fees	824
Custodial Supplies	2,355
Drugs and Medical Supplies	136,552
Gasoline	72,876
Office Supplies	900
Tires and Tubes	10,647
Uniforms	10,716
Utilities	20,080
Other Supplies and Materials	267
Liability Insurance	20,698
Vehicle and Equipment Insurance	75,307
Workers' Compensation Insurance	118,751
Communication Equipment	347
Furniture and Fixtures	4,075
Motor Vehicles	49,000
Total Ambulance/Emergency Medical Services	\$ 3,311,761

Alcohol and Drug Programs

Supervisor/Director	\$ 42,827
Overtime Pay	257
Other Salaries and Wages	48,947
Social Security	4,802
Pensions	5,185
Life Insurance	12
Medical Insurance	16,351
Disability Insurance	42
Unemployment Compensation	39
Employer Medicare	1,123
Communication	1,373
Postal Charges	22
Printing, Stationery, and Forms	885
Travel	9,734
Other Contracted Services	11,608
Office Supplies	9,384
Workers' Compensation Insurance	56
Total Alcohol and Drug Programs	\$ 152,647

(Continued)

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

Public Health and Welfare (Cont.)

Other Local Health Services

Supervisor/Director	\$	5,840
Longevity Pay		500
Other Salaries and Wages		16,446
Social Security		1,280
Pensions		519
Employee and Dependent Insurance		60
Life Insurance		12
Medical Insurance		2,532
Disability Insurance		44
Unemployment Compensation		23
Employer Medicare		299
Evaluation and Testing		43
Travel		12,976
Other Contracted Services		9,250
Office Supplies		15,335
Other Supplies and Materials		9,541
Other Charges		10,508
Total Other Local Health Services	\$	85,208

Appropriation to State

Longevity Pay	\$	3,300
Overtime Pay		1,424
Other Salaries and Wages		426,195
Social Security		25,987
Pensions		19,398
Employee and Dependent Insurance		988
Life Insurance		310
Medical Insurance		54,259
Dental Insurance		557
Disability Insurance		1,088
Unemployment Compensation		282
Employer Medicare		6,078
Evaluation and Testing		158
Travel		9,836
Liability Insurance		277
Workers' Compensation Insurance		1,684
Total Appropriation to State		551,821

Other Public Health and Welfare

Dues and Memberships	\$	9,714
Other Contracted Services		79,388
Total Other Public Health and Welfare		89,102

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	50,000
Building Improvements		11,839
Total Senior Citizens Assistance		61,839

(Continued)

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

Social, Cultural, and Recreational Services (Cont.)

Libraries

Supervisor/Director	\$ 62,146
Deputy(ies)	42,447
Librarians	104,570
Part-time Personnel	48,512
Longevity Pay	4,300
Social Security	15,056
Pensions	4,567
Life Insurance	37
Medical Insurance	37,005
Unemployment Compensation	178
Employer Medicare	3,521
Communication	4,559
Dues and Memberships	515
Janitorial Services	900
Maintenance Agreements	5,444
Maintenance and Repair Services - Buildings	9,207
Pest Control	420
Postal Charges	1,876
Printing, Stationery, and Forms	1,394
Travel	1,276
Custodial Supplies	1,869
Instructional Supplies and Materials	5,570
Library Books/Media	52,549
Office Supplies	10,592
Periodicals	5,705
Utilities	21,618
Refunds	86
Workers' Compensation Insurance	422
Other Charges	2,437
Data Processing Equipment	5,498
Total Libraries	\$ 454,276

Other Social, Cultural, and Recreational

Contributions	\$ 84,986
Total Other Social, Cultural, and Recreational	84,986

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$ 146,031
Secretary(ies)	1,786
Board and Committee Members Fees	650
Social Security	111
Unemployment Compensation	5
Employer Medicare	26
Dues and Memberships	600
Maintenance Agreements	750
Maintenance and Repair Services - Buildings	5,914

(Continued)

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

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Pest Control	\$	144
Disposal Fees		780
Gasoline		359
Instructional Supplies and Materials		3,000
Utilities	<u>10,470</u>	
Total Agricultural Extension Service	\$	170,626

Soil Conservation

Salary Supplements	\$	64,287
Social Security		3,422
Pensions		3,632
Medical Insurance		9,115
Unemployment Compensation		21
Employer Medicare		800
Dues and Memberships		810
Postal Charges		171
Travel		1,131
Office Supplies		68
Workers' Compensation Insurance		65
Other Charges	<u>1,439</u>	
Total Soil Conservation		84,961

Other Operations

Tourism

Contributions	\$	54,400
Total Tourism		54,400

Industrial Development

Contributions	\$	233,430
Total Industrial Development		233,430

Airport

Contributions	\$	69,000
Total Airport		69,000

Veterans' Services

Supervisor/Director	\$	46,690
Secretary(ies)		38,594
Longevity Pay		900
Social Security		5,071
Pensions		4,869
Medical Insurance		16,725
Unemployment Compensation		42
Employer Medicare		1,186
Maintenance Agreements		1,639
Maintenance and Repair Services - Buildings		98
Maintenance and Repair Services - Vehicles		65

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Other Operations (Cont.)****Veterans' Services (Cont.)**

Pest Control	\$	120
Travel		1,455
Disposal Fees		780
Gasoline		780
Office Supplies		2,233
Utilities		2,953
Other Supplies and Materials		5,311
Workers' Compensation Insurance		120
Data Processing Equipment		4,097
Total Veterans' Services	\$	133,728

Other Charges

Data Processing Services	\$	12,238
Postal Charges		8,035
Rentals		1,755
Building and Contents Insurance		222,165
Liability Insurance		206,182
Refunds		2,072
Trustee's Commission		311,327
Vehicle and Equipment Insurance		88,452
Other Charges		951
Administration Equipment		8,999
Total Other Charges		862,176

COVID-19 Grant #10

Overtime Pay	\$	110
Other Salaries and Wages		1,572
Social Security		103
Pensions		89
Life Insurance		4
Medical Insurance		24
Disability Insurance		13
Employer Medicare		24
Postal Charges		2,515
Printing, Stationery, and Forms		1,000
Other Supplies and Materials		3,000
Total COVID-19 Grant #10		8,454

Miscellaneous

Tax Relief Program	\$	95,530
Total Miscellaneous		95,530

Capital Projects**General Administration Projects**

Communication	\$	19,157
Total General Administration Projects		19,157

Total General Fund

\$ 21,814,865

(Continued)

LAWRENCE COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****Courthouse and Jail Maintenance Fund**

Other Operations

Other Charges

Maintenance and Repair Services - Buildings	\$ 24,279
Trustee's Commission	144
Total Other Charges	<u>\$ 24,423</u>

Total Courthouse and Jail Maintenance Fund

\$ 24,423

Solid Waste/Sanitation Fund

Public Health and Welfare

Landfill Operation and Maintenance

Assistant(s)	\$ 26,767
Supervisor/Director	52,312
Salary Supplements	81,359
Laborers	281,160
Secretary(ies)	46,690
Clerical Personnel	44,095
Educational Incentive - Official/Admin Officer	2,415
Longevity Pay	4,300
Overtime Pay	12,390
Social Security	30,076
Pensions	24,305
Employee and Dependent Insurance	150
Life Insurance	25
Medical Insurance	85,515
Disability Insurance	87
Unemployment Compensation	1,270
Employer Medicare	7,034
Communication	4,159
Contracts with Private Agencies	1,448,994
Data Processing Services	4,552
Debt Collection Services	2,553
Dues and Memberships	269
Engineering Services	11,641
Evaluation and Testing	954
Maintenance Agreements	4,171
Maintenance and Repair Services - Buildings	7,786
Maintenance and Repair Services - Equipment	15,114
Maintenance and Repair Services - Vehicles	9,813
Pest Control	120
Postal Charges	14,862
Printing, Stationery, and Forms	5,733
Travel	6,619
Brokerage Fees - Recyclables	97,988
Permits	4,275
Other Contracted Services	1,106
Custodial Supplies	474
Diesel Fuel	14,106
Food Supplies	10,165

(Continued)

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

Public Health and Welfare (Cont.)

Landfill Operation and Maintenance (Cont.)

Garage Supplies	\$ 13,620
Gasoline	5,092
Office Supplies	1,091
Propane Gas	3,774
Small Tools	1,035
Tires and Tubes	2,179
Uniforms	4,740
Utilities	32,898
Wire	7,853
Other Supplies and Materials	3,536
Building and Contents Insurance	12,950
Liability Insurance	2,429
Refunds	635
Trustee's Commission	43,362
Vehicle and Equipment Insurance	12,161
Workers' Compensation Insurance	12,508
Other Charges	2,271
Data Processing Equipment	13,789
Furniture and Fixtures	1,163
Motor Vehicles	180,066
Solid Waste Equipment	<u>27,105</u>
Total Landfill Operation and Maintenance	\$ 2,749,661

Other Operations

Industrial Development

Contributions	\$ 1,453
Total Industrial Development	<u>1,453</u>

Total Solid Waste/Sanitation Fund

\$ 2,751,114

Industrial/Economic Development Fund

Capital Projects

General Administration Projects

Contributions	\$ 76,953
Total General Administration Projects	\$ 76,953

Public Utility Projects

Advertising	\$ 41
Contracts with Private Agencies	9,500
Contributions	9,433
Trustee's Commission	2,195
Other Capital Outlay	<u>100,500</u>
Total Public Utility Projects	<u>121,669</u>

Total Industrial/Economic Development Fund

198,622

(Continued)

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

Public Safety

Drug Enforcement

Communication	\$ 28,429
Confidential Drug Enforcement Payments	5,000
Veterinary Services	1,669
Animal Food and Supplies	322
Trustee's Commission	315
Other Charges	332
Data Processing Equipment	3,337
Law Enforcement Equipment	1,266
Total Drug Enforcement	\$ 40,670

Total Drug Control Fund

\$ 40,670

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 287,612
Total County Trustee's Office	\$ 287,612

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 463,220
Total County Clerk's Office	\$ 463,220

Total Constitutional Officers - Fees Fund

750,832

Highway/Public Works Fund

Other Operations

Industrial Development

Contributions	\$ 4,468
Total Industrial Development	\$ 4,468

Highways

Administration

County Official/Administrative Officer	\$ 103,346
Accountants/Bookkeepers	95,920
Custodial Personnel	2,040
Educational Incentive - Official/Admin Officer	5,161
Longevity Pay	2,900
Overtime Pay	6,161
Social Security	12,729
Pensions	11,775
Employee and Dependent Insurance	360
Life Insurance	75
Medical Insurance	17,420
Dental Insurance	257
Unemployment Compensation	481
Employer Medicare	2,977
On-behalf Payments to OPEB	650

(Continued)

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

Highways (Cont.)

Administration (Cont.)

Communication	\$	10,650
Data Processing Services		2,271
Dues and Memberships		5,134
Evaluation and Testing		3,209
Legal Notices, Recording, and Court Costs		62
Pest Control		240
Printing, Stationery, and Forms		201
Travel		4,329
Custodial Supplies		640
Office Supplies		1,734
Utilities		12,786
Refunds		372
Workers' Compensation Insurance		1,500
Other Charges		1,073
Office Equipment		169
Total Administration	\$	306,622

Highway and Bridge Maintenance

Foremen	\$	140,850
Equipment Operators		365,932
Equipment Operators - Light		284,842
Truck Drivers		245,003
Laborers		125,066
Longevity Pay		33,800
Overtime Pay		92,014
Social Security		76,271
Pensions		66,136
Employee and Dependent Insurance		555
Life Insurance		113
Medical Insurance		219,977
Dental Insurance		402
Disability Insurance		411
Unemployment Compensation		6,953
Employer Medicare		17,838
Rentals		14,000
Asphalt		903,617
Asphalt - Cold Mix		85,270
Concrete		11,352
Crushed Stone		730,553
Pipe - Metal		109,539
Road Signs		19,322
Wood Products		5,504
Workers' Compensation Insurance		54,662
Other Self-insured Claims		500
Other Charges		19,362
Total Highway and Bridge Maintenance		3,629,844

(Continued)

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

Highways (Cont.)

Operation and Maintenance of Equipment

Mechanic(s)	\$ 220,270
Longevity Pay	7,400
Overtime Pay	19,463
Social Security	14,757
Pensions	13,370
Medical Insurance	43,552
Unemployment Compensation	1,050
Employer Medicare	3,451
Maintenance and Repair Services - Equipment	155,598
Diesel Fuel	188,936
Garage Supplies	3,066
Gasoline	50,045
Lubricants	21,675
Propane Gas	274
Tires and Tubes	36,943
Workers' Compensation Insurance	5,022
Other Self-insured Claims	500
Other Charges	9,477
Total Operation and Maintenance of Equipment	\$ 794,849

Other Charges

Building and Contents Insurance	\$ 5,305
Liability Insurance	11,537
Trustee's Commission	69,567
Vehicle and Equipment Insurance	58,928
Other Charges	1,680
Total Other Charges	147,017

Capital Outlay

Highway Construction	\$ 2,375,592
Total Capital Outlay	2,375,592

Total Highway/Public Works Fund

\$ 7,258,392

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 2,180,700
Principal on Notes	398,500
Total General Government	\$ 2,579,200

Highways and Streets

Principal on Bonds	\$ 85,800
Principal on Notes	172,000
Total Highways and Streets	257,800

(Continued)

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

Principal on Bonds	\$ 918,500
Principal on Notes	139,500
Principal on Other Loans	<u>242,532</u>
Total Education	\$ 1,300,532

Interest on Debt**General Government**

Interest on Bonds	\$ 882,435
Interest on Notes	<u>42,158</u>
Total General Government	924,593

Highways and Streets

Interest on Bonds	\$ 8,214
Interest on Notes	<u>21,672</u>
Total Highways and Streets	29,886

Education

Interest on Bonds	\$ 399,666
Interest on Notes	10,988
Interest on Other Loans	<u>34,512</u>
Total Education	445,166

Other Debt Service**General Government**

Refunds	\$ 386
Trustee's Commission	54,336
Other Debt Service	<u>11,323</u>
Total General Government	66,045

Total General Debt Service Fund

\$ 5,603,222

General Capital Projects Fund**Capital Projects****General Administration Projects**

Other Debt Issuance Charges	\$ 15,592
Building Improvements	563,756
Data Processing Equipment	261,705
Furniture and Fixtures	189,303
Motor Vehicles	398,306
Other Capital Outlay	<u>24,211</u>
Total General Administration Projects	\$ 1,452,873

Public Health and Welfare Projects

Building Construction	\$ 485,500
Solid Waste Equipment	457,725
Other Construction	<u>553,386</u>
Total Public Health and Welfare Projects	1,496,611

(Continued)

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

Capital Projects (Cont.)

Highway and Street Capital Projects

Motor Vehicles

\$ 146,788

Total Highway and Street Capital Projects

\$ 146,788

Total General Capital Projects Fund

\$ 3,096,272**Highway Capital Projects Fund**

Capital Projects

Highway and Street Capital Projects

Motor Vehicles

\$ 25,799

Total Highway and Street Capital Projects

\$ 25,799

Total Highway Capital Projects Fund

25,799

Total Governmental Funds - Primary Government

\$ 41,564,211

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

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 20,822,543
Career Ladder Program	44,000
Homebound Teachers	14,828
Educational Assistants	856,073
Bonus Payments	3,500
Other Salaries and Wages	37,639
Certified Substitute Teachers	2,065
Non-certified Substitute Teachers	237,477
Social Security	1,283,290
Pensions	1,545,231
Medical Insurance	3,606,555
Employer Medicare	302,005
Other Contracted Services	555,432
Instructional Supplies and Materials	1,083,507
Other Supplies and Materials	12,930
TISA - On-behalf Payments	1,127
Other Charges	854
Regular Instruction Equipment	<u>212,744</u>
Total Regular Instruction Program	\$ 30,621,800

Alternative Instruction Program

Teachers	\$ 233,092
Educational Assistants	55,781
Non-certified Substitute Teachers	9,752
Social Security	17,248
Pensions	19,055
Medical Insurance	53,408
Employer Medicare	4,036
Instructional Supplies and Materials	698
Other Supplies and Materials	<u>1,386</u>
Total Alternative Instruction Program	394,456

Special Education Program

Teachers	\$ 1,775,987
Career Ladder Program	4,000
Homebound Teachers	27,712
Educational Assistants	1,159,702
Speech Pathologist	332,591
Bonus Payments	150
Other Salaries and Wages	102
Non-certified Substitute Teachers	60,065
Social Security	191,836
Pensions	206,041
Medical Insurance	784,533
Employer Medicare	45,242
Contracts with Private Agencies	95,350

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Maintenance and Repair Services - Equipment	\$ 525
Instructional Supplies and Materials	17,027
Other Supplies and Materials	7,947
TISA - On-behalf Payments	84,266
Special Education Equipment	<u>25,241</u>
Total Special Education Program	\$ 4,818,317

Career and Technical Education Program

Teachers	\$ 1,669,212
Career Ladder Program	1,000
Guidance Personnel	168,218
Other Salaries and Wages	42,418
Non-certified Substitute Teachers	34,724
Social Security	110,621
Pensions	133,830
Medical Insurance	350,039
Employer Medicare	25,935
Contracts with Other School Systems	220,314
Tuition	3,060
Other Contracted Services	7,324
Instructional Supplies and Materials	96,682
Textbooks - Bound	17,426
Other Supplies and Materials	8,632
Vocational Instruction Equipment	<u>228,620</u>
Total Career and Technical Education Program	3,118,055

Support Services

Health Services

Supervisor/Director	\$ 71,750
Medical Personnel	458,483
Other Salaries and Wages	25,260
Social Security	30,988
Pensions	39,777
Medical Insurance	116,000
Employer Medicare	7,247
Travel	215
Other Contracted Services	13,719
Drugs and Medical Supplies	2,639
Other Supplies and Materials	183
In Service/Staff Development	<u>633</u>
Total Health Services	766,894

Other Student Support

Career Ladder Program	\$ 2,000
Guidance Personnel	901,471
Social Workers	330,885

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Other Salaries and Wages	\$ 119,331
Non-certified Substitute Teachers	2,325
Social Security	76,521
Pensions	94,526
Medical Insurance	196,541
Employer Medicare	18,602
Evaluation and Testing	67,177
Travel	3,929
Other Supplies and Materials	1,081
In Service/Staff Development	9,895
Total Other Student Support	\$ 1,824,284

Regular Instruction Program

Supervisor/Director	\$ 311,466
Career Ladder Program	8,500
Librarians	728,388
Other Salaries and Wages	837,047
Non-certified Substitute Teachers	7,258
Social Security	110,855
Pensions	130,825
Medical Insurance	293,023
Employer Medicare	25,941
Travel	23,394
Other Contracted Services	178,605
Other Supplies and Materials	55,270
In Service/Staff Development	37,459
Other Charges	1,060
Other Equipment	252,090
Total Regular Instruction Program	\$ 3,001,181

Alternative Instruction Program

Other Contracted Services	\$ 24,146
Other Supplies and Materials	373
Total Alternative Instruction Program	\$ 24,519

Special Education Program

Supervisor/Director	\$ 175,740
Career Ladder Program	1,000
Psychological Personnel	18,934
Medical Personnel	48,020
Secretary(ies)	26,564
Other Salaries and Wages	105,344
Social Security	22,090
Pensions	27,373
Medical Insurance	66,736
Employer Medicare	5,167

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Travel	\$ 17,849
Other Contracted Services	282,324
Other Supplies and Materials	7,256
In Service/Staff Development	6,371
Other Equipment	27,819
Total Special Education Program	\$ 838,587

Career and Technical Education Program

Supervisor/Director	\$ 47,445
Career Ladder Program	500
Social Security	2,631
Pensions	3,302
Medical Insurance	7,017
Employer Medicare	615
Travel	68,626
Other Supplies and Materials	1,999
In Service/Staff Development	8,988
Other Charges	304
Total Career and Technical Education Program	141,427

Technology

Supervisor/Director	\$ 80,150
Computer Programmer(s)	142,037
Other Salaries and Wages	71,548
Social Security	17,569
Pensions	18,596
Medical Insurance	57,708
Employer Medicare	4,109
Internet Connectivity	1,477
Travel	1,833
Other Contracted Services	145,201
Data Processing Supplies	550
Other Supplies and Materials	14,932
Other Charges	59
Data Processing Equipment	1,275
Total Technology	557,044

Other Programs

On-behalf Payments to OPEB	\$ 203,883
Total Other Programs	203,883

Board of Education

Secretary to Board	\$ 2,400
Other Salaries and Wages	29,420
Board and Committee Members Fees	21,600
Social Security	2,958

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Pensions	\$ 1,931
Medical Insurance	212,775
Employer Medicare	762
Audit Services	14,935
Dues and Memberships	4,860
Legal Services	17,497
Travel	400
Other Contracted Services	44,835
Other Supplies and Materials	146
Liability Insurance	127,367
Trustee's Commission	279,250
Workers' Compensation Insurance	449,980
In Service/Staff Development	8,919
Other Charges	590
Total Board of Education	\$ 1,220,625

Director of Schools

County Official/Administrative Officer	\$ 164,272
Career Ladder Program	1,000
Secretary(ies)	36,154
Social Security	11,984
Pensions	11,790
Medical Insurance	21,444
Employer Medicare	2,803
Communication	101,278
Dues and Memberships	3,289
Postal Charges	6,145
Travel	2,055
Office Supplies	7,473
Other Supplies and Materials	1,486
In Service/Staff Development	1,414
Other Charges	6,775
Total Director of Schools	379,362

Office of the Principal

Principals	\$ 1,342,038
Career Ladder Program	7,000
Assistant Principals	1,387,713
Secretary(ies)	685,568
Bonus Payments	150
Social Security	204,234
Pensions	226,256
Medical Insurance	479,470
Employer Medicare	47,764
On-behalf Payments to OPEB	250
Other Contracted Services	16,339
Other Supplies and Materials	1,490
Total Office of the Principal	4,398,272

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services

Supervisor/Director	\$	94,089
Accountants/Bookkeepers		172,699
Social Security		15,976
Pensions		15,058
Medical Insurance		35,776
Employer Medicare		3,736
Data Processing Services		54,482
Data Processing Supplies		1,489
In Service/Staff Development		<u>3,337</u>
Total Fiscal Services	\$	396,642

Human Services/Personnel

Supervisor/Director	\$	94,889
Secretary(ies)		40,904
Social Security		8,119
Pensions		8,845
Medical Insurance		14,820
Employer Medicare		1,899
Other Contracted Services		17,025
Other Supplies and Materials		62
In Service/Staff Development		<u>779</u>
Total Human Services/Personnel		187,342

Operation of Plant

Supervisor/Director	\$	90,989
Custodial Personnel		779,367
Other Salaries and Wages		578,538
Social Security		85,353
Pensions		72,364
Medical Insurance		378,656
Employer Medicare		19,962
Laundry Service		17,059
Travel		12,660
Disposal Fees		41,329
Other Contracted Services		238,909
Custodial Supplies		158,928
Electricity		1,223,511
Natural Gas		220,073
Water and Sewer		298,348
Other Supplies and Materials		12,908
Building and Contents Insurance		297,923
In Service/Staff Development		2,270
Other Charges		542
Plant Operation Equipment		<u>37,419</u>
Total Operation of Plant		4,567,108

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Supervisor/Director	\$	72,350
Other Salaries and Wages		371,514
Social Security		25,178
Pensions		21,571
Medical Insurance		75,723
Employer Medicare		6,291
Laundry Service		8,241
Maintenance and Repair Services - Equipment		11,462
Maintenance and Repair Services - Vehicles		14,775
Other Contracted Services		282,844
Other Supplies and Materials		774,680
Other Charges		1,352
Total Maintenance of Plant	\$	1,665,981

Transportation

Supervisor/Director	\$	89,219
Mechanic(s)		206,502
Bus Drivers		1,051,471
Clerical Personnel		62,499
Other Salaries and Wages		156,435
Non-certified Substitute Teachers		119
Social Security		89,132
Pensions		78,642
Medical Insurance		495,011
Employer Medicare		21,019
Communication		7,800
Contracts with Parents		36,852
Laundry Service		7,369
Maintenance and Repair Services - Vehicles		14,200
Medical and Dental Services		7,871
Travel		42,878
Other Contracted Services		42,563
Diesel Fuel		285,520
Gasoline		46,030
Lubricants		12,896
Tires and Tubes		52,274
Vehicle Parts		121,905
Other Supplies and Materials		23,293
Vehicle and Equipment Insurance		69,676
In Service/Staff Development		897
Other Charges		102
Transportation Equipment		237,902
Total Transportation		3,260,077

Central and Other

Other Contracted Services	\$	148,107
Total Central and Other		148,107

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$ 28,432
Teachers	89,026
Career Ladder Program	500
Clerical Personnel	7,244
Educational Assistants	16,069
Other Salaries and Wages	52,594
Social Security	11,247
Pensions	13,180
Medical Insurance	7,017
Employer Medicare	2,631
Travel	323
Food Supplies	295
Other Supplies and Materials	12,030
In Service/Staff Development	1,302
Other Charges	16,672
Other Equipment	<u>251,223</u>
Total Community Services	\$ 509,785

Early Childhood Education

Teachers	\$ 631,462
Clerical Personnel	14,989
Educational Assistants	187,045
Non-certified Substitute Teachers	14,100
Social Security	47,680
Pensions	54,985
Medical Insurance	183,206
Employer Medicare	11,154
Travel	71
Instructional Supplies and Materials	5,249
Other Supplies and Materials	293
In Service/Staff Development	<u>1,125</u>
Total Early Childhood Education	1,151,359

Capital Outlay

Regular Capital Outlay

Internet Connectivity	\$ 463,599
Other Contracted Services	1,413,903
Building Construction	1,487,203
Building Improvements	<u>455,303</u>
Total Regular Capital Outlay	3,820,008

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 1,125,944
Total Education	<u>1,125,944</u>

Total General Purpose School Fund

\$ 69,141,059

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 2,704,623
Educational Assistants	730,159
Cafeteria Personnel	50,924
Other Salaries and Wages	34,968
Certified Substitute Teachers	1,020
Non-certified Substitute Teachers	43,108
Social Security	193,838
Pensions	204,921
Medical Insurance	397,054
Employer Medicare	49,542
Other Contracted Services	2,000
Instructional Supplies and Materials	1,127,914
Other Supplies and Materials	6,264
Regular Instruction Equipment	<u>684,951</u>
Total Regular Instruction Program	\$ 6,231,286

Special Education Program

Teachers	\$ 429,380
Educational Assistants	351,672
Speech Pathologist	111,259
Certified Substitute Teachers	552
Non-certified Substitute Teachers	34,930
Social Security	51,553
Pensions	57,462
Medical Insurance	214,717
Employer Medicare	12,213
Instructional Supplies and Materials	31,939
Other Supplies and Materials	978
Special Education Equipment	<u>1,385</u>
Total Special Education Program	1,298,040

Career and Technical Education Program

Teachers	\$ 61,839
Other Salaries and Wages	18,179
Non-certified Substitute Teachers	175
Social Security	4,425
Pensions	5,449
Medical Insurance	14,034
Employer Medicare	1,035
Maintenance and Repair Services - Equipment	1,089
Instructional Supplies and Materials	12,800
Other Supplies and Materials	43,299
Vocational Instruction Equipment	<u>49,414</u>
Total Career and Technical Education Program	211,738

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services

Health Services

Medical Personnel	\$	8,595
Other Salaries and Wages		40,544
Social Security		2,982
Pensions		3,809
Medical Insurance		7,410
Employer Medicare		698
Total Health Services	\$	64,038

Other Student Support

Guidance Personnel	\$	118,936
Social Workers		79,172
Social Security		12,026
Pensions		14,394
Medical Insurance		20,293
Employer Medicare		2,812
Travel		23,527
In Service/Staff Development		9,503
Other Charges		39,753
Total Other Student Support		320,416

Regular Instruction Program

Supervisor/Director	\$	94,336
Other Salaries and Wages		333,493
Social Security		23,527
Pensions		27,939
Medical Insurance		37,464
Employer Medicare		5,918
Travel		134
Other Contracted Services		221,600
Other Supplies and Materials		159
In Service/Staff Development		278,624
Total Regular Instruction Program		1,023,194

Special Education Program

Psychological Personnel	\$	136,759
Medical Personnel		178,168
Clerical Personnel		40,904
Social Security		21,133
Pensions		25,218
Medical Insurance		54,778
Employer Medicare		4,942
Travel		743
Other Contracted Services		74,040
Other Supplies and Materials		4,714
Other Equipment		420
Total Special Education Program		541,819

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Transportation

Transportation Equipment	\$ 109,951
Total Transportation	<u>109,951</u>

Operation of Non-Instructional Services

Early Childhood Education

Instructional Supplies and Materials	\$ 48,201
Total Early Childhood Education	<u>48,201</u>

Capital Outlay

Regular Capital Outlay

Building Improvements	\$ 653,093
Total Regular Capital Outlay	<u>653,093</u>

Total School Federal Projects Fund

\$ 10,501,776

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 87,260
Accountants/Bookkeepers	41,575
Cafeteria Personnel	1,511,008
Social Security	95,556
Pensions	65,862
Medical Insurance	386,533
Unemployment Compensation	28
Employer Medicare	22,347
On-behalf Payments to OPEB	250
Maintenance and Repair Services - Equipment	48,956
Transportation - Other than Students	51,151
Travel	2,957
Other Contracted Services	50,617
Food Supplies	2,469,049
Office Supplies	8,733
USDA - Commodities	346,664
Other Supplies and Materials	257,257
In Service/Staff Development	1,563
Food Service Equipment	<u>324,334</u>
Total Food Service	<u>5,771,700</u>

Total Central Cafeteria Fund

5,771,700

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$ 128,782
Social Security	7,984

(Continued)

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

Discretely Presented Lawrence County School Department (Cont.)

Extended School Program Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Pensions	\$ 7,309
Employer Medicare	1,867
Retirement - Hybrid Stabilization	36
Other Contracted Services	5,800
Other Supplies and Materials	3,791
Trustee's Commission	1,551
In Service/Staff Development	25
Other Charges	35
Other Equipment	<u>23,628</u>
Total Community Services	<u>\$ 180,808</u>

Total Extended School Program Fund

\$ 180,808

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 3,550,052
Total Community Services	<u>\$ 3,550,052</u>

Total Internal School Fund

3,550,052

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Building Construction	\$ 214,656
Total Education Capital Projects	<u>\$ 214,656</u>

Total Education Capital Projects Fund

214,656

Total Governmental Funds - Lawrence County School Department

\$ 89,360,051

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***

Lawrence County Executive and
Board of County Commissioners
Lawrence County, Tennessee

To the County Executive and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lawrence County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lawrence County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated February 19, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of Lawrence County School Department (a discretely presented component unit), as described in our report on Lawrence 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 Lawrence 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 Lawrence County's internal control. Accordingly, we do not express an opinion on the effectiveness of Lawrence County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified the following deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs, that we consider to be a significant deficiency: 2024-001(C).

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lawrence County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2024-001(A and B).

Lawrence County's Responses to Findings

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

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 19, 2025

JEM/gc



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Lawrence County Executive and
Board of County Commissioners
Lawrence County, Tennessee

To the County Executive and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Lawrence 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 Lawrence County's major federal programs for the year ended June 30, 2024. Lawrence 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, Lawrence 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 Lawrence 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 Lawrence 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 Lawrence 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 Lawrence 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 Lawrence 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 Lawrence 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 Lawrence 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 Lawrence County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lawrence County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lawrence County's basic financial statements. We issued our report thereon dated February 19, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 19, 2025

JEM/gc

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Local Foods for Schools Cooperative Agreement Programs	10.185	(4)	\$ 149,854
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	1,176,661
National School Lunch Program	10.555	(4)	3,116,284 (6)
Fresh Fruit and Vegetable Program	10.582	(4)	49,193
Child Nutrition Discretionary Grants Limited Availability	10.579	(4)	78,500
COVID 19 - Pandemic EBT Administrative Costs	10.649	(4)	3,256
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	346,664 (6)
National School Lunch Program (Commodity Rebate)	10.555	(4)	8,184 (6)
Passed-through State Department of Health:			
WIC Special Supplement Nutrition Program for Women, Infants, and Children	10.557	GG-24-80720	89,245
Total U.S. Department of Agriculture			<u>\$ 5,017,841</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grant/State's Program	14.228	(4)	\$ 140,048
Total U.S. Department of Housing and Urban Development			<u>\$ 140,048</u>
U.S. Department of Justice:			
Passed-through State Department of Finance and Administration:			
Crime Victim Assistance	16.575	(4)	\$ 40,332
Edward Byrne Memorial Justice Assistance Grant Program	16.738	(4)	152,145
Total U.S. Department of Justice			<u>\$ 192,477</u>
U.S. Department of the Treasury:			
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	\$ 151,862
Total U.S. Department of Treasury			<u>\$ 151,862</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	(4)	\$ 1,673,174
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	(4)	1,784,372 (6)
COVID 19 - Special Education - Grants to States	84.027	(4)	1,804 (6)
Special Education - Preschool Grants	84.173	(4)	62,941
Career and Technical Education - Basic Grants to States	84.048	(4)	139,562
Twenty-first Century Community Learning Centers	84.287	(4)	170,917
Rural Education	84.358	(4)	96,239
English Language Acquisition State Grants	84.365	(4)	9,127
Supporting Effective Instruction State Grants	84.367	(4)	176,604
Comprehensive Literacy Development	84.371	(4)	123,000

(Continued)

LAWRENCE COUNTY, TENNESSEE, AND THE LAWRENCE COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Education:			
Passed-through State Department of Education:			
Student Support and Academic Enrichment Program	84.424	(4)	\$ 108,493
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	(4)	1,261,800 (6)
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	(4)	5,595,504 (6)
Total U.S. Department of Education			<u>\$ 11,203,537</u>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
Help America Vote Act Requirement Payments	90.401	(4)	\$ 348,676
Total U.S. Election Assistance Commission			<u>\$ 348,676</u>
U.S. Department of Health and Human Services:			
Direct Programs:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	\$ 88,089
Drug-Free Communities Support Program Grants	93.276	N/A	83,957
CCDF Cluster: (5)			
Child Care and Development Block Grant	93.575	N/A	68,356
COVID 19 - Block Grants for Prevention and Treatment of Substance Abuse	93.959	N/A	8,454 (6)
Passed-through State Department of Education:			
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	Z24-281398	261,705
COVID 19 - Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crisis	93.391	Z23-270369	485,000
Passed-through State Department of Mental Health and Substance Abuse Services:			
Temporary Assistance for Needy Families	93.558	(4)	75,383
Opioid STR	93.788	(4)	6,004
Passed-through State Department of Human Services:			
Child Support Services	93.563	(4)	12,841
Block Grants for Prevention and Treatment of Substance Abuse	93.959	(4)	67,510 (6)
Passed-through State Department of Health:			
Maternal and Child Health Services Block Grant to the States	93.994	GG-24-80720	32,352
Total U.S. Department of Health and Human Services			<u>\$ 1,189,651</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Homeland Security Grant Program	97.067	(4)	\$ 9,600
Total U.S. Department of Homeland Security			<u>\$ 9,600</u>
Total Expenditures of Federal Grants			<u>\$ 18,253,692</u>

(Continued)

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

State Grants	Assistance Listing Number	Contract Number	Expenditures
Safe Schools Act - State Department of Education	N/A	(4)	\$ 36,894
Early Childhood Education - State Department of Education	N/A	(4)	1,117,989
Summer Learning Camps - State Department of Education	N/A	(4)	530,662
Learning Camps Transportation - State Department of Education	N/A	(4)	123,175
Public School Security - State Department of Education	N/A	(4)	207,620
2024 State Special Education Preschool - State Department of Education	N/A	(4)	103,053
Litter Grant - State Department of Transportation	N/A	(4)	15,579
Evidence-based Jail Programming - State Department of Finance and Administration	N/A	(4)	77,229
HAVA Grant - Secretary of State	N/A	(4)	18,351
FY24 Training Equipment Grants - Tennessee Corrections Institute	N/A	(4)	14,260
Statewide School Resource Officer Grant - State Department of Safety and Homeland Security	N/A	(4)	957,053
Lifeline Peer Project - State Department of Mental Health and Substance Abuse Services	N/A	(4)	64,439
Substance Abuse Coalition Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	11,608
Courtroom Security Grant Program - Supreme Court of Tennessee Administrative Office of the Courts	N/A	(4)	41,923
Waste Tire Management and Illegal Tire Dump Abatement - State Department of Environment and Conservation	N/A	(4)	364,426
Innovative School Models Grant - State Department of Education	N/A	(4)	1,543,777
Health Department Programs - State Department of Health	N/A	GG-24-80720	457,434
Archives Development Program - Tennessee Secretary of State	N/A	(4)	1,553
Mental Health Transport Program - State Department of Finance and Administration	N/A	(4)	67,071
VCIF Community Crime Prevention - State Department of Finance and Administration	N/A	(4)	123,768
State Supplement Juvenile Court Improvement Funds - State Commission on Children and Youth	N/A	(4)	<u>4,635</u>
Total State Grants			\$ 5,882,499

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) Lawrence County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$4,696,986; Special Education Cluster total \$1,849,117; CCDF Cluster total \$68,356.
- (6) Total for ALN 10.555 is \$3,471,132; Total for ALN 84.027 is \$1,786,176; Total for ALN 84.425 is \$6,857,304; Total for ALN 93.959 is \$75,964.
- (7) **CONSOLIDATED ADMINISTRATION**

The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I	84.010	\$ 104,986
Supporting Effective Instruction State Grant	84.367	10,896
Student Support and Academic Enrichment Program	84.424	<u>2,516</u>
Total amounts consolidated for administration purposes		\$ 118,398

LAWRENCE 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 Lawrence County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
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OFFICE OF COUNTY EXECUTIVE AND DIRECTOR OF ACCOUNTS AND BUDGETS

2023	222	2023-001	Amounts withheld from contractor payments were not deposited into an escrow account.	N/A	Corrected
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OFFICE OF DIRECTOR OF SCHOOLS

2023	222	2023-002	Vehicle bid specifications applied to only one brand.	N/A	Corrected
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OFFICE OF COUNTY CLERK

2023	223	2023-003	Bank statements were not accurately reconciled with the general ledger.	N/A	Corrected
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Prior-year Federal Awards Findings

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

LAWRENCE 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 Lawrence County is unmodified.
2. Internal Control Over Financial Reporting:

* Material weakness identified? **NO**

* Significant deficiency identified? **YES**

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

Federal Awards:

4. Internal Control Over Major Federal Programs:

* Material weakness identified? **NO**

* Significant deficiency identified? **NONE REPORTED**

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

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

7. Identification of Major Federal Programs:

* Assistance Listing Number: 84.010 Title I Grants to Local Educational Agencies

* Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund

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

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

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2024-001

DEFICIENCIES WERE NOTED IN AMBULANCE SERVICE COLLECTIONS

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

As part of our audit procedures, we performed tests of receipts and deposits on ambulance service collections in the Office of Accounts and Budgets.

- A. Receipts were only issued for cash collections. Section 9-2-103, *Tennessee Code Annotated (TCA)*, requires receipts to be issued for all collections.
- B. Some funds were not deposited within three days of collection as required by Section 5-8-207, *TCA*. Auditors tested all 16 receipts issued from July 1, 2023, to May 22, 2024, and found four instances where receipts were held from four to 15 days before being deposited with the trustee. The delay in depositing funds weakens internal controls over collections and increases the risk of fraud and misappropriation.
- C. Auditors discovered a receipt totaling \$100 issued on February 13, 2024, was not deposited with the county trustee as of May 22, 2024, or otherwise accounted for. A fraud reporting form was filed on May 26, 2024, as required by Sections 8-4-501 through 8-4-505, *TCA*. On June 21, 2024, auditors were notified that an envelope containing \$100 cash was located in the ambulance service mailbox.

These deficiencies noted above resulted from a lack of management oversight.

RECOMMENDATION

Receipts should be issued for all collections, and all receipts should be deposited within three business days as required by state statutes. Management should strengthen internal controls over receiving and depositing collections.

MANAGEMENT'S RESPONSE - DIRECTOR OF ACCOUNTS AND BUDGETS

We concur with the finding. See the Corrective Action Plan for further details.

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.

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

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

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

2024-001	Deficiencies were noted in ambulance service collections.	203
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Lawrence County Government

Office of Accounts & Budgets

700 Mahr Avenue

Lawrenceburg, TN 38464

Corrective Action Plan

FINDING:

DEFICIENCIES WERE NOTED IN AMBULANCE SERVICE COLLECTIONS

Response and Corrective Action Plan Prepared by:

Brandi Williams

Person Responsible for Implementing the Corrective Action:

Brandi Williams

Anticipated Completion Date of Corrective Action:

Immediately

Repeat Finding:

NO

Planned Corrective Action:

The above finding addresses ambulance service payments collected in the Lawrence County Office of Accounts and Budgets. Previously, receipts were only issued when a patient or patient's family member came into the office to make a payment. Receipts were not issued for payments mailed in by the patient or family or insurance checks received however, all payments are logged on the trustee deposit log located in the central workroom area of the Office of Accounts and Budgets prior to being sent to the Trustee's office for deposit. Going forward, all payments received on ambulance service accounts will be issued a receipt regardless of the payment source and we will continue to log all payments on the trustee deposit log.

To ensure timely deposit of ambulance service funds with the county trustee's office we have added a new requirement for each ambulance service payment received. A deposit form is now filled out in excel the day the funds are received and then matched up to the original receipt issued along with the receipt received from the Trustee's office.

To avoid deposits being misplaced as stated in part C of the finding, we now have a clear plastic envelope that all funds are placed in prior to being deposited with the trustee to keep deposit envelopes from being mixed in with regular outgoing mail envelopes.

Signature:

Brandi Williams

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 Lawrence County.

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

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