



ANNUAL FINANCIAL REPORT

Lewis County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
LEWIS 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.

LEWIS COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following is a summary of the audit findings:

OFFICE OF COUNTY MAYOR

- ◆ The office had deficiencies in budget operations.
- ◆ Lewis County was assessed interest and penalties totaling \$2,274 by the Internal Revenue Service.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Material audit adjustments were required for proper financial statement presentation.
- ◆ The office had deficiencies in budget operations.
- ◆ The office had deficiencies in purchasing procedures.
- ◆ General ledger cash accounts were not properly reconciled with county trustee reports.
- ◆ The Education Capital Projects Fund had a deficit in unassigned fund balance on June 30, 2024.
- ◆ General ledger payroll liability accounts were not properly reconciled monthly.
- ◆ Three payroll clearing accounts were not reconciled on a monthly basis.
- ◆ The office had weaknesses in posting financial transactions.

OFFICE OF COUNTY CLERK

- ◆ The office did not implement adequate controls to protect its information resources.



INTRODUCTORY SECTION

LEWIS COUNTY OFFICIALS

June 30, 2024

Officials

Jonah Keltner, County Mayor
Kerry Cagle, Road Superintendent
Dr. Tracy McAbee, Director of Schools
Mike Webb, Trustee
Travis Hinson, Assessor of Property
Sandra Clayton, County Clerk
Barbara Hinson, Circuit and General Sessions Courts Clerk
Kaitlin Bates, Clerk and Master
Cheryl Staggs, Register of Deeds
Dwayne Kilpatrick, Sheriff

Board of County Commissioners

Jonah Keltner, County Mayor, Chairman	Austin Carroll
Brian Peery	Aren Ragsdale
Larry Pigg	Bradley Loveless
Timmie Hinson	Billy Dyer
Kyle Bobo	Caleb Feichtinger

Board of Education

Lindsey Himes, Chairman	Glenda Atkinson
Derek Cotham	Cody Mitchell
Cassie Couch	Matthew Adkins
Jackie Holt	Sallie Pollock
Paula Dyer	

Audit Committee

Kyle Bobo, Chairman
Annette Peery
Brian Peery
Connie Sharp
Mike King

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Lewis County Mayor and
Board of County Commissioners
Lewis County, Tennessee

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lewis County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lewis County, Tennessee, as of June 30, 2024, the respective changes in financial position and the respective budgetary comparison for the General 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 Lewis County School Department (a discretely presented component unit), which represent 1.29 percent, 1.5 percent, and 2.77 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Lewis County School Department's Internal School Fund, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Lewis 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., Lewis 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 Lewis 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 Lewis 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 Lewis 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 schedules of county and school changes in the net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total other postemployment benefits liability and related ratios, as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lewis County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Capital Projects Fund, combining and individual fund financial statements of the Lewis 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 Capital Projects Fund, combining and individual fund financial statements of the Lewis 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 24, 2025, on our consideration of Lewis County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Lewis 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 Lewis County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 24, 2025

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

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

	Primary Government	Component Unit
	Governmental Activities	Lewis County School Department
ASSETS		
Cash	\$ 6,417	\$ 952,288
Equity in Pooled Cash and Investments	6,850,090	15,418,972
Accounts Receivable	298,638	98,481
Allowance for Uncollectibles	(38,449)	0
Due from Other Governments	2,432,788	1,176,255
Property Taxes Receivable	3,521,049	1,433,457
Allowance for Uncollectible Property Taxes	(97,661)	(25,383)
Net Pension Asset - County Agent Plan	18,148	0
Net Pension Asset - Teacher Retirement Plan	0	46,386
Net Pension Asset - Teacher Legacy Pension Plan	0	1,908,095
Cash Shortage	14,163	0
Restricted Assets:		
Amounts Accumulated for Pension Benefits	0	225,463
Capital Assets:		
Assets Not Depreciated:		
Land	873,833	968,578
Construction in Progress	2,123,532	11,152,448
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	8,835,223	3,654,211
Infrastructure	9,573,944	0
Other Capital Assets	2,811,275	1,258,564
Total Assets	<u>\$ 37,222,990</u>	<u>\$ 38,267,815</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension Changes in Experience	\$ 214,281	\$ 575,166
Pension Changes in Investment Earnings	85,467	408,079
Pension Changes in Assumptions	289,713	782,021
Pension Changes in Proportion	0	358,653
Pension Contribution after Measurement Date	354,627	857,263
OPEB Changes in Experience	37,540	82,937
OPEB Changes in Assumptions	31,540	456,918
OPEB Changes in Proportion	0	75,562
OPEB Benefits Paid after Measurement Date	1,915	71,156
Total Deferred Outflows of Resources	<u>\$ 1,015,083</u>	<u>\$ 3,667,755</u>

(Continued)

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

	Primary Government	Component Unit
	Governmental Activities	Lewis County School Department
LIABILITIES		
Accounts Payable	\$ 1,082,251	\$ 71,429
Accrued Payroll	0	991,973
Payroll Deductions Payable	10,647	365,794
Contracts Payable	0	3,453,769
Retainage Payable	0	552,587
Noncurrent Liabilities:		
Due Within One Year - Debt	289,609	0
Due Within One Year - Other	0	235,600
Due in More Than One Year - Debt	6,668,437	0
Due in More Than One Year - Other	278,630	2,815,832
Total Liabilities	<u>\$ 8,329,574</u>	<u>\$ 8,486,984</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 3,324,787	\$ 1,383,118
Pension Changes in Experience	176,730	130,894
Pension Changes in Proportion	0	16,620
OPEB Changes in Experience	45,164	45,505
OPEB Changes in Assumptions	43,182	219,470
OPEB Changes in Proportion	0	102,957
Total Deferred Inflows of Resources	<u>\$ 3,589,863</u>	<u>\$ 1,898,564</u>
NET POSITION		
Net Investment in Capital Assets	\$ 17,406,520	\$ 17,033,801
Restricted for:		
General Government	233,305	0
Finance	69,530	0
Administration of Justice	31,543	0
Public Safety	141,124	0
Public Health and Welfare	66,088	0
Highway/Public Works	2,741,867	0
Education	0	1,167,244
Pensions	18,148	2,179,944
Unrestricted	<u>5,610,511</u>	<u>11,169,033</u>
Total Net Position	<u>\$ 26,318,636</u>	<u>\$ 31,550,022</u>

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

Exhibit B

LEWIS COUNTY, TENNESSEE
Statement of Activities
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	Primary Governmental Activities	Component
						Unit
						Lewis County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 1,605,388	\$ 233,710	\$ 241,527	\$ 50,000	\$ (1,080,151)	\$ 0
Finance	667,212	451,399	0	0	(215,813)	0
Administration of Justice	732,753	203,459	0	0	(529,294)	0
Public Safety	4,256,494	529,149	81,248	553,707	(3,092,390)	0
Public Health and Welfare	1,751,335	881,874	341,383	0	(528,078)	0
Social, Cultural, and Recreational Services	537,975	31,923	84,295	0	(421,757)	0
Agriculture and Natural Resources	215,103	0	0	23,099	(192,004)	0
Highways/Public Works	1,748,128	3,641	2,171,652	2,288,949	2,716,114	0
Interest on Long-term Debt	130,832	0	0	0	(130,832)	0
Total Governmental Activities	<u>\$ 11,645,220</u>	<u>\$ 2,335,155</u>	<u>\$ 2,920,105</u>	<u>\$ 2,915,755</u>	<u>\$ (3,474,205)</u>	<u>\$ 0</u>
Total Primary Government	<u>\$ 11,645,220</u>	<u>\$ 2,335,155</u>	<u>\$ 2,920,105</u>	<u>\$ 2,915,755</u>	<u>\$ (3,474,205)</u>	<u>\$ 0</u>
Component Unit:						
Lewis County School Department	<u>\$ 21,611,210</u>	<u>\$ 946,445</u>	<u>\$ 4,530,356</u>	<u>\$ 921,912</u>	<u>\$ 0</u>	<u>\$ (15,212,497)</u>

(Continued)

Exhibit B

LEWIS COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Governmental Activities	Component
						Unit
					Lewis County School Department	
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 3,269,644	\$ 1,350,774
Local Option Sales Tax					1,298,308	3,749,062
Hotel/Motel Tax					91,074	0
Wheel Tax					800,373	0
Litigation Tax - General					36,534	0
Litigation Tax - Jail, Workhouse, or Courthouse					51,764	0
Business Tax					180,865	0
Wholesale Beer Tax					33,747	0
Other Local Taxes					7,817	77,856
Grants and Contributions Not Restricted to Specific Programs					999,941	12,247,662
Unrestricted Investment Income					234,749	116,737
Miscellaneous					146,782	81,824
Total General Revenues					\$ 7,151,598	\$ 17,623,915
Change in Net Position					\$ 3,677,393	\$ 2,411,418
Net Position, July 1, 2023					22,641,243	29,138,604
Net Position, June 30, 2024					\$ 26,318,636	\$ 31,550,022

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

LEWIS COUNTY, TENNESSEE

Balance Sheet

Governmental Funds

June 30, 2024

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Capital Projects	Other Governmental Funds	
ASSETS					
Cash	\$ 577	\$ 5,000	\$ 0	\$ 840	\$ 6,417
Equity in Pooled Cash and Investments	3,432,136	1,614,055	86,759	1,717,140	6,850,090
Accounts Receivable	119,032	19,619	0	159,987	298,638
Allowance for Uncollectibles	0	0	0	(38,449)	(38,449)
Due from Other Governments	384,759	2,048,029	0	0	2,432,788
Property Taxes Receivable	3,444,602	76,447	0	0	3,521,049
Allowance for Uncollectible Property Taxes	(95,899)	(1,762)	0	0	(97,661)
Cash Shortage	14,163	0	0	0	14,163
Total Assets	\$ 7,299,370	\$ 3,761,388	\$ 86,759	\$ 1,839,518	\$ 12,987,035
LIABILITIES					
Accounts Payable	\$ 34,140	\$ 1,047,101	\$ 0	\$ 1,010	\$ 1,082,251
Payroll Deductions Payable	8,351	0	0	1,353	9,704
Due to State of Tennessee	852	0	0	91	943
Total Liabilities	\$ 43,343	\$ 1,047,101	\$ 0	\$ 2,454	\$ 1,092,898
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 3,251,959	\$ 72,828	\$ 0	\$ 0	\$ 3,324,787
Deferred Delinquent Property Taxes	89,778	1,756	0	0	91,534
Other Deferred/Unavailable Revenue	95,587	273,245	0	63,399	432,231
Total Deferred Inflows of Resources	\$ 3,437,324	\$ 347,829	\$ 0	\$ 63,399	\$ 3,848,552

(Continued)

LEWIS COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

FUND BALANCES

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Capital Projects	Other Governmental Funds	
Restricted:					
Restricted for General Government	\$ 233,305	\$ 0	\$ 0	\$ 0	\$ 233,305
Restricted for Finance	69,530	0	0	0	69,530
Restricted for Administration of Justice	31,543	0	0	0	31,543
Restricted for Public Safety	130,737	0	86,759	10,387	227,883
Restricted for Public Health and Welfare	66,088	0	0	0	66,088
Restricted for Highways/Public Works	0	2,366,458	0	1,285	2,367,743
Committed:					
Committed for General Government	0	0	0	714,508	714,508
Committed for Public Health and Welfare	0	0	0	359,555	359,555
Committed for Social, Cultural, and Recreational Services	57,437	0	0	100,111	157,548
Committed for Other Operations	0	0	0	503,596	503,596
Committed for Debt Service	0	0	0	84,223	84,223
Assigned:					
Assigned for General Government	4,362	0	0	0	4,362
Assigned for Public Safety	865,857	0	0	0	865,857
Unassigned	2,359,844	0	0	0	2,359,844
Total Fund Balances	\$ 3,818,703	\$ 2,366,458	\$ 86,759	\$ 1,773,665	\$ 8,045,585
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 7,299,370	\$ 3,761,388	\$ 86,759	\$ 1,839,518	\$ 12,987,035

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

LEWIS 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)		\$ 8,045,585
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 873,833	
Add: construction in progress	2,123,532	
Add: buildings and improvements net of accumulated depreciation	8,835,223	
Add: infrastructure net of accumulated depreciation	9,573,944	
Add: other capital assets net of accumulated depreciation	<u>2,811,275</u>	24,217,807
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (6,650,000)	
Less: notes payable	(116,960)	
Less: other loans payable	(60,000)	
Less: unamortized premium on debt	(131,086)	
Less: net pension liability - county officials agent plan	(54,926)	
Less: net pension liability - highway department agent plan	(74,200)	
Less: OPEB liability	<u>(149,504)</u>	(7,236,676)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pensions/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 944,088	
Add: deferred outflows of resources related to OPEB	70,995	
Less: deferred inflows of resources related to pensions	(176,730)	
Less: deferred inflows of resources related to OPEB	<u>(88,346)</u>	750,007
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - county agent plan		18,148
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>523,765</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 26,318,636</u></u>

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

LEWIS 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	Highway / Public Works	General Capital Projects	Other Governmental Funds	
Revenues					
Local Taxes	\$ 5,639,600	\$ 86,817	\$ 0	\$ 429,081	\$ 6,155,498
Licenses and Permits	1,378	0	0	0	1,378
Fines, Forfeitures, and Penalties	57,723	0	0	2,233	59,956
Charges for Current Services	112,148	2	0	804,852	917,002
Other Local Revenues	458,621	75,804	8,492	81,355	624,272
Fees Received From County Officials	658,879	0	0	0	658,879
State of Tennessee	2,025,289	4,401,656	0	13,172	6,440,117
Federal Government	184,972	53,357	0	0	238,329
Other Governments and Citizens Groups	36,302	25,780	0	57,864	119,946
Total Revenues	\$ 9,174,912	\$ 4,643,416	\$ 8,492	\$ 1,388,557	\$ 15,215,377
Expenditures					
Current:					
General Government	\$ 1,089,195	\$ 0	\$ 0	\$ 9,075	\$ 1,098,270
Finance	525,962	0	0	6,226	532,188
Administration of Justice	613,509	0	0	50	613,559
Public Safety	4,227,982	0	0	631,591	4,859,573
Public Health and Welfare	573,931	0	0	1,078,830	1,652,761
Social, Cultural, and Recreational Services	156,915	0	0	218,326	375,241
Agriculture and Natural Resources	137,103	0	0	0	137,103
Other Operations	1,539,603	0	0	88,544	1,628,147
Highways	0	4,316,314	0	0	4,316,314

(Continued)

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Capital Projects	Other Governmental Funds	
Expenditures (Cont.)					
Debt Service:					
Principal on Debt	\$ 0	\$ 62,572	\$ 0	\$ 194,600	\$ 257,172
Interest on Debt	0	10,536	0	137,512	148,048
Other Debt Service	0	0	0	750	750
Capital Projects	78,000	0	582,169	0	660,169
Total Expenditures	\$ 8,942,200	\$ 4,389,422	\$ 582,169	\$ 2,365,504	\$ 16,279,295
Excess (Deficiency) of Revenues Over Expenditures	\$ 232,712	\$ 253,994	\$ (573,677)	\$ (976,947)	\$ (1,063,918)
Other Financing Sources (Uses)					
Insurance Recovery	\$ 58,462	\$ 25,473	\$ 0	\$ 8,796	\$ 92,731
Transfers In	14,475	0	0	179,447	193,922
Transfers Out	(176,171)	0	0	(17,751)	(193,922)
Total Other Financing Sources (Uses)	\$ (103,234)	\$ 25,473	\$ 0	\$ 170,492	\$ 92,731
Net Change in Fund Balances	\$ 129,478	\$ 279,467	\$ (573,677)	\$ (806,455)	\$ (971,187)
Fund Balance, July 1, 2023	3,689,225	2,086,991	660,436	2,580,120	9,016,772
Fund Balance, June 30, 2024	\$ 3,818,703	\$ 2,366,458	\$ 86,759	\$ 1,773,665	\$ 8,045,585

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

LEWIS 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)		\$ (971,187)
(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	\$ 5,834,545	
Less: current-year depreciation expense	<u>(1,647,084)</u>	4,187,461
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.		(50,447)
(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	\$ (416,529)	
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>523,765</u>	107,236
(4) The issuance of long-term debt (e.g., bonds and notes) 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.		
Add: principal payments on bonds	\$ 185,000	
Add: principal payments on notes	72,172	
Add: change in premium on debt issuances	<u>17,216</u>	274,388
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net pension asset/liability - county officials agent plan	\$ (7,264)	
Change in net pension asset/liability - highway department agent plan	(31,277)	
Change in other postemployment benefits liability	(33,213)	
Change in deferred outflows related to pensions	97,488	
Change in deferred outflows related to OPEB	5,493	
Change in deferred inflows related to pensions	123,386	
Change in deferred inflows related to OPEB	33,211	
Change in net pension asset/liability - county agent plan	<u>(57,882)</u>	129,942
Change in net position of governmental activities (Exhibit B)		<u>\$ 3,677,393</u>

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

LEWIS 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	\$ 5,639,600	\$ 6,132,500	\$ 6,125,000	\$ (485,400)
Licenses and Permits	1,378	2,050	2,050	(672)
Fines, Forfeitures, and Penalties	57,723	48,000	48,000	9,723
Charges for Current Services	112,148	97,900	97,900	14,248
Other Local Revenues	458,621	299,250	326,063	132,558
Fees Received From County Officials	658,879	598,000	598,000	60,879
State of Tennessee	2,025,289	1,013,100	1,055,232	970,057
Federal Government	184,972	0	86,411	98,561
Other Governments and Citizens Groups	36,302	20,000	65,568	(29,266)
Total Revenues	\$ 9,174,912	\$ 8,210,800	\$ 8,404,224	\$ 770,688
Expenditures				
General Government				
County Commission	\$ 50,052	\$ 53,636	\$ 53,636	\$ 3,584
Board of Equalization	450	1,750	1,750	1,300
County Mayor/Executive	294,327	267,553	295,685	1,358
County Attorney	6,325	6,000	6,475	150
Election Commission	146,282	150,703	151,303	5,021
Register of Deeds	130,598	129,476	132,282	1,684
Building	25,300	0	25,300	0
Geographical Information Systems	39,569	40,426	40,426	857
County Buildings	323,085	315,187	334,924	11,839
Other Facilities	42,226	20,600	46,137	3,911
Other General Administration	30,981	64,159	64,159	33,178
Finance				
Property Assessor's Office	132,916	134,971	137,615	4,699
Reappraisal Program	31,126	35,072	36,027	4,901
County Trustee's Office	187,509	169,443	190,890	3,381
County Clerk's Office	174,411	177,516	177,516	3,105
Administration of Justice				
Circuit Court	108,581	109,939	109,939	1,358
General Sessions Judge	119,481	117,456	120,765	1,284
General Sessions Court Clerk	101,875	103,088	103,089	1,214
Chancery Court	134,186	135,829	135,829	1,643
Judicial Commissioners	67,431	58,768	67,736	305
Other Administration of Justice	81,955	0	104,991	23,036
Public Safety				
Sheriff's Department	1,256,526	1,282,800	1,336,669	80,143
Drug Enforcement	12,155	11,500	12,500	345
Administration of the Sexual Offender Registry	0	500	500	500
Jail	2,167,940	2,588,996	2,588,996	421,056
Correctional Incentive Program Improvements	14,136	0	15,000	864
Juvenile Services	2,175	500	4,350	2,175
Fire Prevention and Control	42,150	45,800	45,800	3,650
Civil Defense	204,453	217,342	222,142	17,689

(Continued)

LEWIS 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 Safety (Cont.)				
County Coroner/Medical Examiner	\$ 32,703	\$ 13,700	\$ 32,803	\$ 100
Public Safety Grants Program	428,452	0	556,700	128,248
Other Public Safety	67,292	16,400	67,391	99
Public Health and Welfare				
Local Health Center	39,321	30,582	42,356	3,035
Rabies and Animal Control	5,088	5,700	6,650	1,562
Ambulance/Emergency Medical Services	380,707	399,000	407,500	26,793
Alcohol and Drug Programs	65	0	65	0
Other Local Health Services	0	700	700	700
Regional Mental Health Center	9,000	10,000	10,000	1,000
Other Local Welfare Services	56,167	0	114,167	58,000
Sanitation Education/Information	49,285	54,185	53,485	4,200
Other Public Health and Welfare	34,298	0	34,298	0
Social, Cultural, and Recreational Services				
Senior Citizens Assistance	6,000	6,000	6,000	0
Libraries	150,915	141,446	151,286	371
Parks and Fair Boards	0	115,600	0	0
Agriculture and Natural Resources				
Agricultural Extension Service	79,817	79,212	80,767	950
Soil Conservation	57,286	57,286	57,287	1
Other Operations				
Tourism	51,766	0	76,000	24,234
Other Economic and Community Development	33,016	25,400	80,550	47,534
Airport	130,286	81,736	154,979	24,693
Veterans' Services	18,109	19,766	19,766	1,657
Employee Benefits	835,865	736,530	871,370	35,505
COVID-19 Grant #10	72,296	0	79,568	7,272
Miscellaneous	398,265	338,547	375,981	(22,284)
Capital Projects				
Agriculture and Natural Resources Projects	78,000	0	78,000	0
Total Expenditures	\$ 8,942,200	\$ 8,370,800	\$ 9,920,100	\$ 977,900
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 232,712	\$ (160,000)	\$ (1,515,876)	\$ 1,748,588
Other Financing Sources (Uses)				
Insurance Recovery	\$ 58,462	\$ 160,000	\$ 180,200	\$ (121,738)
Transfers In	14,475	0	17,267	(2,792)
Transfers Out	(176,171)	0	(176,171)	0
Total Other Financing Sources	\$ (103,234)	\$ 160,000	\$ 21,296	\$ (124,530)
Net Change in Fund Balance	\$ 129,478	\$ 0	\$ (1,494,580)	\$ 1,624,058
Fund Balance, July 1, 2023	3,689,225	3,501,600	3,501,600	187,625
Fund Balance, June 30, 2024	\$ 3,818,703	\$ 3,501,600	\$ 2,007,020	\$ 1,811,683

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

LEWIS 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	\$ 86,817	\$ 81,300	\$ 81,300	\$ 5,517
Charges for Current Services	2	15	15	(13)
Other Local Revenues	75,804	55,956	55,956	19,848
State of Tennessee	4,401,656	2,861,775	4,516,075	(114,419)
Federal Government	53,357	0	98,550	(45,193)
Other Governments and Citizens Groups	25,780	5,000	5,000	20,780
Total Revenues	\$ 4,643,416	\$ 3,004,046	\$ 4,756,896	\$ (113,480)
Expenditures				
Highways				
Administration	\$ 182,285	\$ 187,638	\$ 188,988	\$ 6,703
Highway and Bridge Maintenance	1,002,688	1,032,450	1,131,000	128,312
Operation and Maintenance of Equipment	314,858	385,000	385,505	70,647
Other Charges	86,630	76,704	89,304	2,674
Employee Benefits	407,457	435,216	420,761	13,304
Capital Outlay	2,322,396	881,874	2,569,714	247,318
Principal on Debt				
Highways and Streets	62,572	0	62,572	0
Interest on Debt				
Highways and Streets	10,536	0	10,536	0
Total Expenditures	\$ 4,389,422	\$ 2,998,882	\$ 4,858,380	\$ 468,958
Excess (Deficiency) of Revenues Over Expenditures	\$ 253,994	\$ 5,164	\$ (101,484)	\$ 355,478
Other Financing Sources (Uses)				
Insurance Recovery	\$ 25,473	\$ 0	\$ 0	\$ 25,473
Total Other Financing Sources	\$ 25,473	\$ 0	\$ 0	\$ 25,473
Net Change in Fund Balance	\$ 279,467	\$ 5,164	\$ (101,484)	\$ 380,951
Fund Balance, July 1, 2023	2,086,991	2,000,000	2,000,000	86,991
Fund Balance, June 30, 2024	\$ 2,366,458	\$ 2,005,164	\$ 1,898,516	\$ 467,942

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

LEWIS COUNTY, TENNESSEE

Statement of Net Position

Fiduciary Funds

June 30, 2024

	Custodial Funds
	<u> </u>
ASSETS	
Cash	\$ 332,877
Equity in Pooled Cash and Investments	2,319
Due from Other Governments	<u>331,840</u>
Total Assets	<u>\$ 667,036</u>
LIABILITIES	
Due to Other Taxing Units	<u>\$ 331,840</u>
Total Liabilities	<u>\$ 331,840</u>
NET POSITION	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 335,196</u>
Total Net Position	<u><u>\$ 335,196</u></u>

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

LEWIS COUNTY, TENNESSEE
Statement of Changes in Net Position
 Fiduciary Funds
For the Year Ended June 30, 2024

	<u>Custodial Funds</u>
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 1,944,452
Fines/Fees and Other Collections	3,804,290
District Attorney General Collections	<u>1,766</u>
Total Additions	<u>\$ 5,750,508</u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 1,925,111
Payments to State	1,817,016
Payments to Cities, Individuals, and Others	2,119,137
Payment of District Attorney General Expenses	<u>1,068</u>
Total Deductions	<u>\$ 5,862,332</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (111,824)
Net Position, July 1, 2023	<u>447,020</u>
Net Position, June 30, 2024	<u><u>\$ 335,196</u></u>

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

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Lewis 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 Lewis County:

A. *Reporting Entity*

Lewis County is a public municipal corporation governed by an elected 9-member board. As required by GAAP, these financial statements present Lewis County (the primary government) and its component units. The financial statements of the Lewis County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of its omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

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

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

Administrative Office:

Lewis County Emergency Communications District
P.O. Box 611
Hohenwald, TN 38462

B. Government-wide and Fund Financial Statements

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

Lewis County issues all debt for the discretely presented Lewis 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 fund 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 Lewis County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of

resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Lewis County has no proprietary funds to report.

Separate financial statements are provided for governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The fiduciary funds in total are reported in a single column.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Lewis 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.

Lewis 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.

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

Additionally, Lewis County reports the following fund types:

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

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

The discretely presented Lewis County School Department reports the following major governmental funds:

General Purpose School Fund – This fund is the primary operating fund for the school department. It is used to account for general operations of the school department.

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

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

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 Lewis 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 General Purpose School funds. Lewis 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 fund 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. Lewis County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

2. Receivables and Payables

All solid waste and property tax receivables are shown with an allowance for uncollectibles. Solid waste receivables allowance for uncollectibles is based on

historical collection data. The allowance for uncollectible property taxes is equal to 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.

Most payables are disaggregated on the face of the financial statements.

Retainage payable in the school department's Education Capital Projects Fund represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county trustee as Equity in Pooled Cash and Investments in the Education Capital Projects Fund.

3. Restricted Assets

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

4. Capital Assets

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

Capital assets, which include property, plant, equipment, 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 (\$5,000 for land) 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	20 - 40
Other Capital Assets	5 - 20
Infrastructure:	
Roads	8 - 30
Bridges	20 - 40

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

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for 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.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue, etc.) 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, and OPEB changes in assumptions, and various receivables for revenues, which do not meet the availability criteria for governmental funds. These amounts are deferred and recognized as an

inflow of resources in the period that the amounts become available.

6. Compensated Absences

It is the county's policy to permit employees to accumulate earned but unused vacation, sick leave and compensatory time benefits. There is no liability for unpaid accumulated sick leave since Lewis County does not have a policy to pay any amounts when employees separate from service with the government. A liability for compensated absences is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

7. Long-term Debt and Long-term Obligations

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

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

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

8. Net Position and Fund Balance

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

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

The government-wide Statement of Net Position reports \$3,301,605 of restricted net position, of which \$332,934 is restricted by enabling legislation.

As of June 30, 2024, Lewis County had \$60,000 in outstanding debt for capital purposes for the discretely presented Lewis County School Department. This debt is a liability of Lewis County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Lewis 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 authorized the county's Budget Committee to make assignments for the general government. The Board of Education makes assignments for the school department.

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted,

committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

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 Lewis County's participation in the Public Employee Pension Plans of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Lewis County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plans. 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 Plans of TCRS. Investments are reported at fair value.

Discretely Presented Lewis 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 Lewis County. For this purpose, Lewis County recognizes benefit payments when due and payable in accordance with benefit terms. Lewis County's OPEB plans are not administered through a trust.

Discretely Presented Lewis County School Department

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

A. *Budgetary Information*

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

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, 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.

B. Fund Deficit

The Education Capital Projects Fund of the discretely presented Lewis County School Department had a deficit unassigned fund balance of \$484,850 on June 30, 2024. This deficit unassigned fund balance resulted from expenditures exceeding restricted, committed, and assigned balances. The deficit unassigned fund balance was liquidated when revenues were recognized after June 30, 2024.

C. Cash Shortage – Prior Year

The audit of Lewis County for the 2022-23 year reported a cash shortage of \$14,163 as of June 30, 2023. This cash shortage resulted from the former benefits administrator receiving family medical insurance coverage and family hospital confinement coverage while contributing premiums based on a single employee. On November 5, 2024, the former employee pled guilty and was sentenced to three years' probation and ordered to pay restitution to Lewis County. A receivable has been reflected in the General Fund in the financial statements of this report for the theft of premiums.

D. Expenditures Exceeded Appropriations

Expenditures exceeded total appropriations approved by the county commission in the Solid Waste Fund by \$1,770 and the school department's Central Cafeteria and Education Capital Projects funds by \$95,070 and \$470,492, respectively.

Expenditures exceeded appropriations approved by the county commission in the following major appropriation categories (the legal level of control) of the following funds:

Major Appropriation Category	Amount Overspent
Primary Government:	
General:	
Miscellaneous	\$ 22,284
Solid Waste/Sanitation:	
Transfer Station	13,553
Miscellaneous	649
Discretely Presented School Department:	
General Purpose School:	
Regular Instruction Program	87,219
Career and Technical Education Program	279,241
Other Student Support	62,299
Board of Education	15,342
Director of Schools	1,459
Fiscal Services	1,465
Operation of Plant	4,239
Community Services	106,822
School Federal Projects:	
Health Services	6,001

Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues in the General Fund and by available fund balance in the other funds.

E. Appropriations Exceeded Estimated Available Funding

The budget and subsequent amendments approved by the county commission for the Drug Control, American Rescue Plan Act Grant, and General Debt Service and funds resulted in appropriations exceeding estimated available funding by \$14,519, \$14,342, and \$68,551, respectively.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of three methods. One method involves financial institutions that participate in the bank collateral

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

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

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

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool, the State Treasurer's Intermediate Term Investment Fund, and in repurchase agreements. The primary oversight responsibility for the investments and operations of the State

Treasurer’s Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the State Treasurer’s Investment Pool are reported both by the pool and the county at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the Intermediate Term Investment Fund are reported both by the pool and the county at amortized cost using a floating net asset value. Repurchase agreements must be approved by the state Comptroller’s Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

Investment Balances. As of June 30, 2024, Lewis County had the following investments carried at amortized cost using a stable net asset value. All investments are in the county trustee’s investment pool. Separate disclosures concerning pooled investments cannot be made for Lewis County and the discretely presented Lewis County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Amortized Cost
State Treasurer's Investment Pool	1 to 48 days	\$ 5,456

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. Lewis County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Lewis County has no investment policy that would further limit its investment choices. As of June 30, 2024, Lewis County’s investment in the State Treasurer’s Investment Pool was unrated.

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

TCRS Stabilization Trust

Legal Provisions. The Lewis 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 Lewis 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 Lewis 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	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 69,892
Developed Market International Equity	N/A	N/A	31,565
Emerging Market International Equity	N/A	N/A	9,019
U.S. Fixed Income	N/A	N/A	45,093
Real Estate	N/A	N/A	22,546
Short-term Securities	N/A	N/A	2,255
NAV - Private Equity and Strategic Lending	N/A	N/A	45,093
 Total			 \$ 225,463

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		Balance	
	7-1-23	Increases	Decreases	6-30-24
Capital Assets Not Depreciated:				
Land	\$ 674,505	\$ 199,328	\$ 0	\$ 873,833
Construction in Progress	8,666,554	512,061	(7,055,083)	2,123,532
Total Capital Assets Not Depreciated	\$ 9,341,059	\$ 711,389	\$ (7,055,083)	\$ 2,997,365
Capital Assets Depreciated:				
Buildings and Improvements	\$ 4,454,693	\$ 7,702,750	\$ 0	\$ 12,157,443
Infrastructure	27,404,683	2,450,830	0	29,855,513
Other Capital Assets	4,066,697	2,024,659	(170,199)	5,921,157
Total Capital Assets Depreciated	\$ 35,926,073	\$ 12,178,239	\$ (170,199)	\$ 47,934,113
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 3,056,710	\$ 265,510	\$ 0	\$ 3,322,220
Infrastructure	19,672,204	609,365	0	20,281,569
Other Capital Assets	2,457,425	772,209	(119,752)	3,109,882
Total Accumulated Depreciation	\$ 25,186,339	\$ 1,647,084	\$ (119,752)	\$ 26,713,671
Total Capital Assets Depreciated, Net	\$ 10,739,734	\$ 10,531,155	\$ (50,447)	\$ 21,220,442
Governmental Activities Capital Assets, Net	\$ 20,080,793	\$ 11,242,544	\$ (7,105,530)	\$ 24,217,807

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

Governmental Activities:

General Government	\$	56,464
Finance		9,330
Public Safety		446,194
Public Health and Welfare		94,462
Social, Cultural, and Recreation		2,512
Highway/Public Works		<u>1,038,122</u>
Total Depreciation Expense - Governmental Activities	\$	<u><u>1,647,084</u></u>

Net Investment in Capital Assets

Capital Assets	\$	24,217,807
Add:		
Unspent proceeds of capital-related debt		86,759
Less:		
Outstanding principal of capital debt and other capital borrowings		(6,766,960)
Unamortized balance of original issue premiums on outstanding capital-related debt		<u>(131,086)</u>
Net Investment in Capital Assets	\$	<u><u>17,406,520</u></u>

Discretely Presented Lewis County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 968,578	\$ 0	\$ 0	\$ 968,578
Construction in Progress	1,226,179	10,156,269	(230,000)	11,152,448
Total Capital Assets Not Depreciated	\$ 2,194,757	\$ 10,156,269	\$ (230,000)	\$ 12,121,026
Capital Assets Depreciated:				
Buildings and Improvements	\$ 12,096,088	\$ 991,036	\$ 0	\$ 13,087,124
Other Capital Assets	3,578,819	580,411	0	4,159,230
Total Capital Assets Depreciated	\$ 15,674,907	\$ 1,571,447	\$ 0	\$ 17,246,354
Less Accumulated Depreciation for:				
Buildings and Improvements	\$ 9,184,814	\$ 248,099	\$ 0	\$ 9,432,913
Other Capital Assets	2,712,777	187,889	0	2,900,666
Total Accumulated Depreciation	\$ 11,897,591	\$ 435,988	\$ 0	\$ 12,333,579
Total Capital Assets Depreciated, Net	\$ 3,777,316	\$ 1,135,459	\$ (230,000)	\$ 4,912,775
Governmental Activities Capital Assets, Net	\$ 5,972,073	\$ 11,291,728	\$ (230,000)	\$ 17,033,801

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

Governmental Activities:

Instruction	\$ 65,298
Support Services	364,019
Operation of Non-instructional Services	<u>6,671</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 435,988</u></u>

C. Construction Commitments

On June 30, 2024, the school department's Education Capital Projects Fund had uncompleted construction contracts of approximately \$32,653,781 for the construction of a new high school. Funding will be provided through future debt issues.

D. Interfund Transfers

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

Primary Government

Transfers Out	Transfers In		Purpose
	General Fund	Nonmajor governmental funds	
General Fund	\$ 0	\$ 176,171	Operations
Nonmajor governmental funds	14,475	0	Equipment purchase
"	0	3,276	Operations
Total	<u>\$ 14,475</u>	<u>\$ 179,447</u>	

Discretely Presented Lewis County School Department

Transfer Out	Transfer In		Purpose
	School Federal Projects Fund		
General Purpose School Fund	\$ 200,000		Cash flow
Total	<u>\$ 200,000</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 authorization.

E. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Lewis 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 30 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The 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 - Lewis 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 10 years for notes and up to three 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. The notes included in long-term debt as of June 30, 2024, will be retired from the Highway/Public Works and the General Debt Service funds. 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	1.92 %	5-1-51	\$ 7,200,000	\$ 6,650,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	0 to 6.99	3-29-27	342,953	116,960
Other Loans - Fixed Rate	3.25	5-1-25	60,000	60,000

The annual requirements to amortize all general obligation bonds and capital outlay notes outstanding as of June 30, 2024, is presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 190,000	\$ 131,862	\$ 321,862
2026	195,000	128,062	323,062
2027	195,000	124,162	319,162
2028	200,000	120,262	320,262
2029	205,000	116,262	321,262
2030-2034	1,090,000	517,914	1,607,914
2035-2039	1,200,000	410,689	1,610,689
2040-2044	1,300,000	298,676	1,598,676
2045-2049	1,450,000	158,025	1,608,025
2050-2051	625,000	19,740	644,740
Total	\$ 6,650,000	\$ 2,025,654	\$ 8,675,654

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2025	\$ 39,609	\$ 6,162	\$ 45,771
2026	41,707	4,065	45,772
2027	35,644	1,820	37,464
Total	\$ 116,960	\$ 12,047	\$ 129,007

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2025	\$ 60,000	\$ 1,950	\$ 61,950
Total	\$ 60,000	\$ 1,950	\$ 61,950

There is \$84,223 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$529, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans and unamortized premiums, totaled \$553, based on the 2020 federal census.

Changes in Long-term Debt

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

Governmental Activities:	Notes -		Other
	Bonds	Direct Placement	Loans - Direct Placement
Balance, July 1, 2023	\$ 6,835,000	\$ 189,132	\$ 60,000
Reductions	(185,000)	(72,172)	0
Balance, June 30, 2024	\$ 6,650,000	\$ 116,960	\$ 60,000
Balance Due Within One Year	\$ 190,000	\$ 39,609	\$ 60,000

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 6,826,960
Less: Balance Due Within One Year - Debt	(289,609)
Add: Unamortized Premium on Debt	131,086
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	\$ 6,668,437

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:	Net Pension	
	Liability - Officials Agent Plan	Liability - Highway Agent Plan
Balance, July 1, 2023	\$ 47,662	\$ 42,923
Additions	355,402	401,529
Reductions	(348,138)	(370,252)
Balance, June 30, 2024	\$ 54,926	\$ 74,200
Balance Due Within One Year	\$ 0	\$ 0

	Other Postemployment Benefits
Balance, July 1, 2023	\$ 116,291
Additions	45,327
Reductions	(12,114)
	<hr/>
Balance, June 30, 2024	\$ 149,504
	<hr/> <hr/>
Balance Due Within One Year	\$ 0
	<hr/> <hr/>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 278,630
Less: Balance Due Within One Year - Other	<u>0</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 278,630</u>

Pension liabilities and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Lewis County School Department

Changes in Long-term Obligations

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

Governmental Activities:	Other Postemployment Benefits	Net Pension Liability - School Dept. Agent Plan
Balance, July 1, 2023	\$ 2,339,007	\$ 432,806
Additions	400,056	873,664
Reductions	(130,807)	(863,294)
	<hr/>	<hr/>
Balance, June 30, 2024	\$ 2,608,256	\$ 443,176
	<hr/> <hr/>	<hr/> <hr/>
Balance Due Within One Year	\$ 235,600	\$ 0
	<hr/> <hr/>	<hr/> <hr/>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 3,051,432
Less: Balance Due Within One Year - Other	<u>(235,600)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 2,815,832</u>

Other postemployment benefits and pension liabilities will be paid from the employing funds, primarily the General Purpose School Fund.

G. *On-Behalf Payments*

Discretely Presented Lewis County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Lewis County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, were \$39,616. 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

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

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

Lewis 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 Lewis County School Department

The school department participates in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The school department pays an annual premium to the TN-RMT for its general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

The discretely presented Lewis 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 estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Joint Ventures

Primary Government

The Joint Economic and Community Development Board of Lewis County is a joint venture between Lewis County and the City of Hohenwald. The board comprises the mayor of the City of Hohenwald, the mayor of Lewis County, the president of the Lewis County Chamber of Commerce, a private citizen who owns greenbelt property, and a local industry

representative. The purpose of the board is to develop, recommend, and direct a strategic plan of policies and action that improves the economic well-being of the community and those activities and services that support economic growth and improve the quality of life of the community's members. The city and county provide the majority of funding for the board based on the percentage of their population compared to the total census of the county. Lewis County did not appropriate any funds to the Joint Economic and Community Development Board of Lewis County for the year ended June 30, 2024.

Lewis County does not have an equity interest in the above-noted joint venture. Complete financial statements for the Joint Economic and Community Development Board of Lewis County can be obtained from their administrative office at the following address:

Administrative Office:

Joint Economic and Community Development
Board of Lewis County
196 North Court Street
Hohenwald, TN 38462

Discretely Presented Lewis County School Department

The discretely presented school department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between participating county school systems, city school systems, and certain special school districts. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Dickson County School Department) and a service provider to provide these services. The cooperative is governed by a Representative Committee, comprising one representative from each of the member districts, and an Executive Council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the Representative Committee. Complete financial statements for the Volunteer State Cooperative can be obtained from its administrative office at the following address:

Administrative Office:

Volunteer State Cooperative
220 McLemore Street
Dickson, TN 37055

E. Jointly Governed Organization

Lewis County, in conjunction with Hickman, Perry, and Wayne counties, and the cities of Hohenwald, Centerville, Waynesboro, and Linden, has created the South Central Tennessee Railroad Authority (SCTRA). The SCTRA's board comprises 16 members, consisting of the county mayors/executives, city mayors, and appointed members from the respective county commissions and city councils. Lewis County does not have any ongoing financial interest or responsibility for the entity, and the county did not appropriate any funds to the SCTRA during the audit period. Funding sources for the SCTRA are lease payments, switching fees, interest, and grants.

F. Retirement Commitments

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

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Lewis County are provided a defined benefit pension plan through one of three Public Employee Pension Plans. These plans are the Lewis County Plan, the Lewis County Officials Plan, and the Lewis County Highway Department Plan. These plans are agent multiple-employer pension plans 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 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 non-service-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.

The Lewis County Plan does not provide its member and beneficiary annuitants automatic cost of living adjustments (COLAs) after retirement.

Member and beneficiary annuitants of the Lewis County Officials and the Lewis County Highway Department Plans 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:

	Lewis County	Lewis County Officials	Lewis County Highway Department
Inactive Employees or Beneficiaries Currently Receiving Benefits	16	12	22
Inactive Employees Entitled to But Not Yet Receiving Benefits	138	4	7
Active Employees	84	10	18
Total	238	26	47

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 plans. Lewis 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 Lewis County, Lewis County Officials, and the Lewis County Highway Department were as follows: \$122,163 based on a rate of 3.92 percent of covered payroll; \$84,901 based on a rate of 9.05 percent of covered payroll; and \$147,563 based on a rate of 20 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Lewis 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)

Lewis 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% (Not Provided by Lewis County Plan)

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

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

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Lewis 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)

Lewis County:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2022	\$ 2,980,924	\$ 3,056,954	\$ (76,030)
Changes for the Year:			
Service Cost	\$ 203,005	\$ 0	\$ 203,005
Interest	212,980	0	212,980
Differences Between Expected and Actual Experience	92,716	0	92,716
Contributions-Employer	0	115,926	(115,926)
Contributions-Employees	0	128,806	(128,806)
Net Investment Income	0	211,596	(211,596)
Benefit Payments, Including Refunds of Employee Contributions	(57,351)	(57,351)	0
Administrative Expense	0	(5,509)	5,509
Net Changes	\$ 451,350	\$ 393,468	\$ 57,882
Balance, June 30, 2023	\$ 3,432,274	\$ 3,450,422	\$ (18,148)

Lewis County Officials:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2022	\$ 3,406,499	\$ 3,358,837	\$ 47,662
Changes for the Year:			
Service Cost	\$ 76,421	\$ 0	\$ 76,421
Interest	229,576	0	229,576
Differences Between Expected and Actual Experience	47,963	0	47,963
Contributions-Employer	0	79,710	(79,710)
Contributions-Employees	0	44,039	(44,039)
Net Investment Income	0	224,389	(224,389)
Benefit Payments, Including Refunds of Employee Contributions	(163,576)	(163,576)	0
Administrative Expense	0	(1,442)	1,442
Net Changes	\$ 190,384	\$ 183,120	\$ 7,264
Balance, June 30, 2023	\$ 3,596,883	\$ 3,541,957	\$ 54,926

Lewis County Highway Department:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2022	\$ 3,144,753	\$ 3,101,830	\$ 42,923
Changes for the Year:			
Service Cost	\$ 73,034	\$ 0	\$ 73,034
Interest	210,352	0	210,352
Differences Between Expected and Actual Experience	115,445	0	115,445
Contributions-Employer	0	125,175	(125,175)
Contributions-Employees	0	38,004	(38,004)
Net Investment Income	0	207,073	(207,073)
Benefit Payments, Including Refunds of Employee Contributions	(202,922)	(202,922)	0
Administrative Expense	0	(2,698)	2,698
Net Changes	<u>\$ 195,909</u>	<u>\$ 164,632</u>	<u>\$ 31,277</u>
Balance, June 30, 2023	<u>\$ 3,340,662</u>	<u>\$ 3,266,462</u>	<u>\$ 74,200</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Lewis 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:

	Current Discount Rate		
	1% Decrease 5.75%	6.75%	1% Increase 7.75%
Net Pension Liability (Asset)			
Lewis County	\$ 604,153	\$ (18,148)	\$ (514,740)
Lewis County Officials	472,563	54,926	(299,435)
Lewis County Highway Department	427,604	74,200	(227,372)

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, Lewis County recognized pension expense (negative pension expense) of \$112,522, Lewis

County Officials recognized pension expense (negative pension expense) of \$66,152, and the Lewis County Highway Department recognized pension expense (negative pension expense) of \$61,723.

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

Lewis County:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference Between Expected and Actual Experience	\$ 92,336	\$ 96,850
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	31,697	0
Changes in Assumptions	233,121	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	<u>122,163</u>	<u>N/A</u>
Total	<u>\$ 479,317</u>	<u>\$ 96,850</u>

Lewis County Officials:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference Between Expected and Actual Experience	\$ 44,982	\$ 61,547
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	26,654	0
Changes in Assumptions	56,592	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	<u>84,901</u>	<u>N/A</u>
Total	<u>\$ 213,129</u>	<u>\$ 61,547</u>

Lewis County Highway Department:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 76,963	\$ 18,333
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	27,116	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	147,563	N/A
Total	<u>\$ 251,642</u>	<u>\$ 18,333</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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	Lewis County	Lewis County Officials	Lewis County Highway Department
2025	\$ 34,377	\$ 29,090	\$ 5,132
2026	34,839	(48,987)	12,337
2027	121,439	86,392	68,101
2028	60,532	186	176
2029	9,117	0	0
Thereafter	0	0	0

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

Discretely Presented Lewis County School Department - Non-certified Employees – Agent Plan

General Information About the Pension Plan

Plan Description. Non-Certified employees of the discretely presented Lewis 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 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	71
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	99
Active Employees	95
 Total	 <hr/> <hr/> <u>265</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. The Lewis County School Department makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contribution was \$237,398 based on a rate of 9.55 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept the school

department'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)

The Lewis County School Department'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 the Lewis County School Department 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	\$ 9,039,307	\$ 8,606,501	\$ 432,806
Changes for the Year:			
Service Cost	\$ 229,000	\$ 0	\$ 229,000
Interest	610,640	0	610,640
Differences Between Expected and Actual Experience	23,567	0	23,567
Contributions-Employer	0	188,213	(188,213)
Contributions-Employees	0	102,067	(102,067)
Net Investment Income	0	573,014	(573,014)
Benefit Payments, Including Refunds of Employee Contributions	(443,577)	(443,577)	0
Administrative Expense	0	(10,457)	10,457
Net Changes	<u>\$ 419,630</u>	<u>\$ 409,260</u>	<u>\$ 10,370</u>
Balance, June 30, 2023	<u>\$ 9,458,937</u>	<u>\$ 9,015,761</u>	<u>\$ 443,176</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of the Lewis County School Department 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%	Current Discount Rate	1%
	Decrease 5.75%	6.75%	Increase 7.75%
Net Pension Liability (Asset)			
School Department	\$ 1,589,731	\$ 443,176	\$ (516,685)

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

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the Lewis County School Department recognized pension expense (negative pension expense) of \$318,706.

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	\$ 118,999	\$ 15,271
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	65,222	0
Changes in Assumptions	125,413	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	237,398	N/A
Total	<u>\$ 547,032</u>	<u>\$ 15,271</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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	\$ 119,568
2026	(23,221)
2027	197,540
2028	476
2029	0
Thereafter	0

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

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

General Information About the Pension Plan

Plan Description. Teachers of the Lewis 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 \$79,285, which is 2.95 percent of covered payroll. In addition, employer

contributions of \$28,220, 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 (\$46,386) 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 .109393 percent. The proportion as of June 30, 2022, was .133449 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$58,514.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,562	\$ 27,075
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	11,793	0
Changes in Assumptions	34,898	0
Changes in Proportion of Net Pension Liability (Asset)	14,960	16,620
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	79,285	N/A
Total	\$ 142,498	\$ 43,695

The school department’s employer contributions of \$79,285, 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	\$ (408)
2026	(2,124)
2027	16,069
2028	644
2029	716
Thereafter	4,621

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

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

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

Mortality rates 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 Lewis 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	Current Discount Rate	1% Increase
	5.75%	6.75%	7.75%

Net Pension Liability (Asset) \$ 213,375 \$ (46,386) \$ (233,394)

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 Lewis County School Department – Certified Employees – Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Lewis 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 Lewis County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$540,580, 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 (\$1,908,095) 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 .161844 percent. The proportion measured on June 30, 2022, was .182680 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$601,350.

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	\$ 454,605	\$ 88,548
Changes in Assumptions	621,710	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	331,064	0
Changes in Proportion of Net Pension Liability (Asset)	343,693	0
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	540,580	N/A
Total	<u>\$ 2,291,652</u>	<u>\$ 88,548</u>

The school department's employer contributions of \$540,580, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of 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	\$ 574,575
2026	(148,533)
2027	1,233,889
2028	2,593
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 Developed Market	4.88 %	31 %
International Equity Emerging Market	5.37	14
International Equity Private Equity and Strategic Lending	6.09	4
U.S. Fixed Income Real Estate	6.57	20
Short-term Securities	1.20	20
	4.38	10
	0.00	1
Total		100 %

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Lewis 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	Current		
Proportionate Share of	1%	Discount	1%
the Net Pension	Decrease	Rate	Increase
Liability (Asset)	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 4,155,965	\$ (1,908,095)	\$ (6,951,683)

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**

The Lewis County Highway Department offers its employees a deferred compensation plan established pursuant to IRC Section 401(k). All costs of administering and funding this program are the responsibility of plan participants. The Section 401(k) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 401(k) establishes participation, contribution, and withdrawal provisions for the plan.

The Lewis County School Department offers its employees a deferred compensation plan established pursuant to IRC Section 403(b). All costs of administering and funding this program is the responsibility of plan participants. The Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 403(b) establishes 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 \$139,045 and teachers contributed \$67,339 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Lewis County and the discretely presented Lewis County School Department provide OPEB benefits to its retirees 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 Lewis County and the Lewis County Highway Department (Hwy) are provided healthcare under separate Local Government Plans (LGPs) until they reach Medicare eligibility. The primary government's LGPs are combined for presentation purposes. Likewise, the school department provides healthcare benefits to its retirees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Lewis 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 for each plan was measured as of June 30, 2023, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions. 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 Lewis County are provided with pre-65 retiree health insurance benefits through the closed Local Government Plans (LGPs) 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 LGPs.

Benefits provided. Lewis County offers the LGPs 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 LGPs 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 LGPs. 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 LGPs 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. Lewis 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:

	Lewis County	Hwy Dept	Total
Inactive Employees or Beneficiaries Currently Receiving Benefits	0	1	1
Inactive Employees Entitled to But Not Yet Receiving Benefits	0	0	0
Active Employees Eligible for Benefits	61	18	79
Total	61	19	80

An insurance committee, created in accordance with *TCA 8-27-701*, establishes the required payments to the LGPs 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 \$1,915 (County - \$378, Highway Dept - \$1,537) to the LGPs for OPEB benefits as they came due.

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

	Lewis County	Hwy Dept	Total OPEB Liability
Balance July 1, 2022	\$ 43,479	\$ 72,812	\$ 116,291
Changes for the Year:			
Service Cost	\$ 5,900	\$ 3,063	\$ 8,963
Interest	1,739	2,647	4,386
Difference between Expected and Actual Experience	(8,117)	(1,240)	(9,357)
Changes in Assumptions	15,335	16,643	31,978
Benefit Payments	(515)	(2,242)	(2,757)
Net Changes	<u>\$ 14,342</u>	<u>\$ 18,871</u>	<u>\$ 33,213</u>
Balance June 30, 2023	<u>\$ 57,821</u>	<u>\$ 91,683</u>	<u>\$ 149,504</u>

OPEB Expense (Negative 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 (\$3,730), and the Lewis County Highway Department recognized (negative) OPEB expense of \$154. On June 30, 2024, the county reported deferred outflows of resources and deferred inflows of resources from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience (DO - Hwy \$37,540) (DI - County \$42,386, Hwy \$2,778)	\$ 37,540	\$ 45,164
Changes in Assumptions (DO - County \$18,323, Hwy \$13,217) (DI - County \$25,363, Hwy \$17,819)	31,540	43,182
Benefits Paid after the Measurement Date of June 30, 2023 (County \$378, Hwy \$1,537)	<u>1,915</u>	<u>N/A</u>
Total	<u>\$ 70,995</u>	<u>\$ 88,346</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	Lewis County	Hwy Dept	Total Amount
2025	\$ (11,369)	\$ 9,967	\$ (1,402)
2026	(11,369)	11,567	198
2027	(10,417)	7,687	(2,730)
2028	(7,800)	939	(6,861)
2029	(4,024)	0	(4,024)
Thereafter	(4,447)	0	(4,447)

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 2.65%	Discount Rate 3.65%	1% Increase 4.65%
Lewis County	\$ 62,047	\$ 57,821	\$ 53,838
Hwy Dept	97,024	91,683	86,618
Total OPEB Liability	<u>\$ 159,071</u>	<u>\$ 149,504</u>	<u>\$ 140,456</u>

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 9.31 to 3.5%	Trend Rates 10.31 to 4.5%	1% Increase 11.31 to 5.5%
Lewis County	\$ 51,590	\$ 57,821	\$ 65,053
Hwy Dept	85,934	91,683	97,909
Total OPEB Liability	<u>\$ 137,524</u>	<u>\$ 149,504</u>	<u>\$ 162,962</u>

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

Plan description. Employees of the Lewis 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 Lewis 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. With at least 20 years of service with the Lewis County School Department, retirees are eligible to receive a monthly direct subsidy of \$200 toward the cost of their insurance premiums until the retiree reaches the age of Medicare eligibility. 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 or Beneficiaries Currently Receiving Benefits	10
Inactive Employees Entitled To But Not Yet Receiving Benefits	2
Active Employees Eligible for Benefits	<u>148</u>
 Total	 <u><u>160</u></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 \$71,156 to the LEP for OPEB benefits as they came due.

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

	Share of Collective Liability		Total OPEB Liability
	Lewis County School Department 66.98%	State of TN 33.02%	
Balance July 1, 2022	\$ 2,339,007	\$ 1,079,975	\$ 3,418,982
Changes for the Year:			
Service Cost	\$ 107,365	\$ 52,929	\$ 160,294
Interest	83,435	41,132	124,567
Difference between Expected and Actual Experience	5,139	2,533	7,672
Changes in Assumptions	204,117	100,626	304,743
Change in Proportion	(49,122)	49,122	0
Benefit Payments	(81,685)	(40,269)	(121,954)
Net Changes	\$ 269,249	\$ 206,073	\$ 475,322
Balance June 30, 2023	\$ 2,608,256	\$ 1,286,048	\$ 3,894,304

The Lewis 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 Lewis 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 \$119,799 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Lewis County School Department's proportionate share of the collective OPEB liability was 66.98 percent and the State of Tennessee's share was 33.02 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 \$355,399, 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	\$ 82,937	\$ 45,505
Changes of Assumptions	456,918	219,470
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	75,562	102,957
Benefits Paid After the Measurement Date of June 30, 2023	71,156	N/A
Total	<u>\$ 686,573</u>	<u>\$ 367,932</u>

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

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

Year Ending June 30	School Department
2025	\$ 44,811
2026	44,811
2027	44,811
2028	47,766
2029	51,206
Thereafter	14,080

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% Decrease	Discount Rate	1% Increase
	2.65%	3.65%	4.65%
Proportionate Share of the Collective Total OPEB Liability	\$ 2,792,052	\$ 2,608,256	\$ 2,431,401

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% Decrease	Trend Rates	1% Increase
	9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%
Proportionate Share of the Collective Total OPEB Liability	\$ 2,345,809	\$ 2,608,256	\$ 2,909,981

H. Purchasing Laws

Office of County Mayor

Purchasing procedures for the Office of County Mayor are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-207, *Tennessee Code Annotated (TCA)*, which provide for all purchases exceeding \$25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Road Superintendent

Purchasing procedures for the highway department are governed by Chapter 395, Private Acts of 1937, as amended, and provisions of the Uniform Road Law, Section 54-7-113, *TCA*, which provide for purchases exceeding \$25,000 to be made after public advertisement, solicitation of competitive bids, and approval by the county Highway Advisory Commission.

Office of Director of Schools

Purchasing procedures for the discretely presented Lewis 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 that competitive bids be solicited through newspaper advertisement on all purchases exceeding \$25,000.

I. Subsequent Events

On November 18, 2024, the county commission approved the issuance of \$23,765,000 and \$4,235,000 in bond anticipation notes for school construction and renovation projects.

Dwayne Kilpatrick retired from the Office of Sheriff on December 31, 2024, and was succeeded on an interim basis by Matthew Tiller.

On January 27, 2025, the county commission approved the issuance of \$1,179,823 in Energy Efficient School Initiative Loan funds for school renovation projects.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

LEWIS 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 - Lewis County

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 108,675	\$ 115,210	\$ 125,145	\$ 107,405	\$ 124,000	\$ 127,882	\$ 154,524	\$ 160,657	\$ 183,019	\$ 203,005
Interest	75,473	82,252	97,900	106,294	115,219	134,209	147,587	161,660	193,114	212,980
Differences Between Actual and Expected Experience	(56,648)	39,229	(67,292)	(71,399)	60,289	(43,431)	(33,189)	(38,751)	(44,339)	92,716
Changes in Assumptions	0	0	0	48,279	0	0	0	397,403	0	0
Benefit Payments, Including Refunds of Employee Contributions	(29,556)	(57,733)	(18,250)	(33,917)	(36,486)	(46,438)	(75,110)	(86,773)	(57,595)	(57,351)
Net Change in Total Pension Liability	\$ 97,944	\$ 178,958	\$ 137,503	\$ 156,662	\$ 263,022	\$ 172,222	\$ 193,812	\$ 594,196	\$ 274,199	\$ 451,350
Total Pension Liability, Beginning	912,406	1,010,350	1,189,308	1,326,811	1,483,473	1,746,495	1,918,717	2,112,529	2,706,725	2,980,924
Total Pension Liability, Ending (a)	\$ 1,010,350	\$ 1,189,308	\$ 1,326,811	\$ 1,483,473	\$ 1,746,495	\$ 1,918,717	\$ 2,112,529	\$ 2,706,725	\$ 2,980,924	\$ 3,432,274
Plan Fiduciary Net Position										
Contributions - Employer	\$ 72,054	\$ 61,251	\$ 61,547	\$ 63,037	\$ 67,363	\$ 47,742	\$ 78,948	\$ 86,999	\$ 94,185	\$ 115,926
Contributions - Employee	75,846	73,975	74,333	76,132	82,755	91,111	103,128	105,071	113,749	128,806
Net Investment Income	151,684	35,450	33,985	161,188	140,079	143,359	107,279	611,526	(118,737)	211,596
Benefit Payments, Including Refunds of Employee Contributions	(29,556)	(57,733)	(18,250)	(33,917)	(36,486)	(46,438)	(75,110)	(86,773)	(57,595)	(57,351)
Administrative Expense	(1,993)	(2,791)	(3,892)	(4,549)	(5,297)	(5,443)	(5,609)	(5,793)	(6,474)	(5,509)
Net Change in Plan Fiduciary Net Position	\$ 268,035	\$ 110,152	\$ 147,723	\$ 261,891	\$ 248,414	\$ 230,331	\$ 208,636	\$ 711,030	\$ 25,128	\$ 393,468
Plan Fiduciary Net Position, Beginning	845,614	1,113,649	1,223,801	1,371,524	1,633,415	1,881,829	2,112,160	2,320,796	3,031,826	3,056,954
Plan Fiduciary Net Position, Ending (b)	\$ 1,113,649	\$ 1,223,801	\$ 1,371,524	\$ 1,633,415	\$ 1,881,829	\$ 2,112,160	\$ 2,320,796	\$ 3,031,826	\$ 3,056,954	\$ 3,450,422
Net Pension Liability (Asset), Ending (a - b)	\$ (103,299)	\$ (34,493)	\$ (44,713)	\$ (149,942)	\$ (135,334)	\$ (193,443)	\$ (208,267)	\$ (325,101)	\$ (76,030)	\$ (18,148)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	110.22%	102.90%	103.37%	110.11%	107.75%	110.08%	109.86%	112.01%	102.55%	100.53%
Covered Payroll	\$ 1,516,923	\$ 1,479,508	\$ 1,486,651	\$ 1,522,624	\$ 1,655,095	\$ 1,822,224	\$ 2,062,550	\$ 2,101,408	\$ 2,274,995	\$ 2,576,126
Net Pension Liability (Asset) as a Percentage of Covered Payroll	6.81%	2.33%	(3.01)%	(9.85)%	(8.18)%	(10.62)%	(10.10)%	(15.47)%	(3.34)%	(0.70)%

LEWIS 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 - Lewis County Officials

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 49,142	\$ 43,838	\$ 58,056	\$ 58,620	\$ 57,357	\$ 61,182	\$ 58,009	\$ 57,907	\$ 74,088	\$ 76,421
Interest	167,342	171,815	188,141	191,250	197,295	206,209	206,775	218,041	227,826	229,576
Differences Between Actual and Expected Experience	(33,095)	126,564	(66,561)	(12,703)	14,558	(108,254)	41,657	2,708	(123,093)	47,963
Changes in Assumptions	0	0	0	77,109	0	0	0	226,368	0	0
Benefit Payments, Including Refunds of Employee Contributions	(99,073)	(137,796)	(139,724)	(137,757)	(145,654)	(154,522)	(141,793)	(160,090)	(146,859)	(163,576)
Net Change in Total Pension Liability	\$ 84,316	\$ 204,421	\$ 39,912	\$ 176,519	\$ 123,556	\$ 4,615	\$ 164,648	\$ 344,934	\$ 31,962	\$ 190,384
Total Pension Liability, Beginning	2,231,616	2,315,932	2,520,353	2,560,265	2,736,784	2,860,340	2,864,955	3,029,603	3,374,537	3,406,499
Total Pension Liability, Ending (a)	\$ 2,315,932	\$ 2,520,353	\$ 2,560,265	\$ 2,736,784	\$ 2,860,340	\$ 2,864,955	\$ 3,029,603	\$ 3,374,537	\$ 3,406,499	\$ 3,596,883
Plan Fiduciary Net Position										
Contributions - Employer	\$ 56,871	\$ 59,026	\$ 59,489	\$ 60,572	\$ 63,838	\$ 68,966	\$ 70,548	\$ 73,304	\$ 74,750	\$ 79,710
Contributions - Employee	32,647	33,962	34,228	34,851	36,731	38,702	39,893	41,135	41,901	44,039
Net Investment Income	313,259	67,092	58,336	250,735	200,779	191,565	135,128	727,484	(134,228)	224,389
Benefit Payments, Including Refunds of Employee Contributions	(99,073)	(137,796)	(139,724)	(137,757)	(145,654)	(154,522)	(141,793)	(160,090)	(146,859)	(163,576)
Administrative Expense	(486)	(508)	(757)	(890)	(950)	(890)	(886)	(894)	(987)	(1,442)
Net Change in Plan Fiduciary Net Position	\$ 303,218	\$ 21,776	\$ 11,572	\$ 207,511	\$ 154,744	\$ 143,821	\$ 102,890	\$ 680,939	\$ (165,423)	\$ 183,120
Plan Fiduciary Net Position, Beginning	1,897,789	2,201,007	2,222,783	2,234,355	2,441,866	2,596,610	2,740,431	2,843,321	3,524,260	3,358,837
Plan Fiduciary Net Position, Ending (b)	\$ 2,201,007	\$ 2,222,783	\$ 2,234,355	\$ 2,441,866	\$ 2,596,610	\$ 2,740,431	\$ 2,843,321	\$ 3,524,260	\$ 3,358,837	\$ 3,541,957
Net Pension Liability (Asset), Ending (a - b)	\$ 114,925	\$ 297,570	\$ 325,910	\$ 294,918	\$ 263,730	\$ 124,524	\$ 186,282	\$ (149,723)	\$ 47,662	\$ 54,926
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	95.04%	88.19%	87.27%	89.22%	90.78%	95.65%	93.85%	104.44%	98.60%	98.47%
Covered Payroll	\$ 652,939	\$ 679,244	\$ 684,565	\$ 697,029	\$ 734,616	\$ 774,031	\$ 797,856	\$ 822,713	\$ 838,007	\$ 880,777
Net Pension Liability (Asset) as a Percentage of Covered Payroll	17.60%	43.81%	47.61%	42.31%	35.90%	16.09%	23.35%	(18.20)%	5.69%	6.24%

Exhibit E-3

LEWIS 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 - Lewis County Highway Department

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 45,725	\$ 35,589	\$ 34,361	\$ 43,261	\$ 44,030	\$ 50,576	\$ 46,785	\$ 58,013	\$ 67,990	\$ 73,034
Interest	166,650	164,278	181,465	188,635	192,369	199,055	183,986	210,559	207,265	210,352
Differences Between Actual and Expected Experience	(93,729)	174,008	14,844	6,935	4,395	(300,772)	290,518	(88,197)	(55,001)	115,445
Changes in Assumptions	0	0	0	57,267	0	0	0	140,247	0	0
Benefit Payments, Including Refunds of Employee Contributions	(128,013)	(152,273)	(134,721)	(153,206)	(164,072)	(146,153)	(159,677)	(172,325)	(156,207)	(202,922)
Net Change in Total Pension Liability	\$ (9,367)	\$ 221,602	\$ 95,949	\$ 142,892	\$ 76,722	\$ (197,294)	\$ 361,612	\$ 148,297	\$ 64,047	\$ 195,909
Total Pension Liability, Beginning	2,240,293	2,230,926	2,452,528	2,548,477	2,691,369	2,768,091	2,570,797	2,932,409	3,080,706	3,144,753
Total Pension Liability, Ending (a)	\$ 2,230,926	\$ 2,452,528	\$ 2,548,477	\$ 2,691,369	\$ 2,768,091	\$ 2,570,797	\$ 2,932,409	\$ 3,080,706	\$ 3,144,753	\$ 3,340,662
Plan Fiduciary Net Position										
Contributions - Employer	\$ 40,997	\$ 44,277	\$ 50,813	\$ 68,277	\$ 72,371	\$ 94,302	\$ 108,750	\$ 148,409	\$ 153,507	\$ 125,175
Contributions - Employee	26,113	22,870	26,246	23,873	24,248	23,576	28,375	29,682	30,702	38,004
Net Investment Income	296,891	62,030	53,146	226,207	179,027	170,260	120,534	655,433	(122,860)	207,073
Benefit Payments, Including Refunds of Employee Contributions	(128,013)	(152,273)	(134,721)	(153,206)	(164,072)	(146,153)	(159,677)	(172,325)	(156,207)	(202,922)
Administrative Expense	(742)	(761)	(1,203)	(1,287)	(1,458)	(1,262)	(1,443)	(1,520)	(1,615)	(2,698)
Net Change in Plan Fiduciary Net Position	\$ 235,246	\$ (23,857)	\$ (5,719)	\$ 163,864	\$ 110,116	\$ 140,723	\$ 96,539	\$ 659,679	\$ (96,473)	\$ 164,632
Plan Fiduciary Net Position, Beginning	1,821,712	2,056,958	2,033,101	2,027,382	2,191,246	2,301,362	2,442,085	2,538,624	3,198,303	3,101,830
Plan Fiduciary Net Position, Ending (b)	\$ 2,056,958	\$ 2,033,101	\$ 2,027,382	\$ 2,191,246	\$ 2,301,362	\$ 2,442,085	\$ 2,538,624	\$ 3,198,303	\$ 3,101,830	\$ 3,266,462
Net Pension Liability (Asset), Ending (a - b)	\$ 173,968	\$ 419,427	\$ 521,095	\$ 500,123	\$ 466,729	\$ 128,712	\$ 393,785	\$ (117,597)	\$ 42,923	\$ 74,200
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.20%	82.90%	79.55%	81.42%	83.14%	94.99%	86.57%	103.82%	98.64%	97.78%
Covered Payroll	\$ 522,259	\$ 457,407	\$ 524,924	\$ 477,460	\$ 476,753	\$ 471,512	\$ 543,749	\$ 593,636	\$ 614,027	\$ 625,875
Net Pension Liability (Asset) as a Percentage of Covered Payroll	33.31%	91.70%	99.27%	104.75%	97.90%	27.30%	72.42%	(19.81)%	6.99%	11.86%

LEWIS COUNTY, TENNESSEE

Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on

Participation in the Public Employee Pension Plan of TCRS

Discretely Presented Lewis County School Department - Non-Certified Employees

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 150,031	\$ 160,695	\$ 154,765	\$ 176,425	\$ 177,883	\$ 179,852	\$ 197,687	\$ 208,447	\$ 229,988	\$ 229,000
Interest	379,629	389,972	418,980	436,058	463,707	483,550	520,549	553,852	571,512	610,640
Differences Between Actual and Expected Experience	(186,002)	87,090	(82,734)	106,852	(17,510)	209,164	116,732	(61,081)	202,648	23,567
Changes in Assumptions	0	0	0	180,676	0	0	0	501,655	0	0
Benefit Payments, Including Refunds of Employee Contributions	(200,296)	(232,539)	(257,548)	(312,388)	(326,849)	(377,852)	(382,296)	(390,447)	(403,385)	(443,577)
Net Change in Total Pension Liability	\$ 143,362	\$ 405,218	\$ 233,463	\$ 587,623	\$ 297,231	\$ 494,714	\$ 452,672	\$ 812,426	\$ 600,763	\$ 419,630
Total Pension Liability, Beginning	5,011,835	5,155,197	5,560,415	5,793,878	6,381,501	6,678,732	7,173,446	7,626,118	8,438,544	9,039,307
Total Pension Liability, Ending (a)	\$ 5,155,197	\$ 5,560,415	\$ 5,793,878	\$ 6,381,501	\$ 6,678,732	\$ 7,173,446	\$ 7,626,118	\$ 8,438,544	\$ 9,039,307	\$ 9,458,937
Plan Fiduciary Net Position										
Contributions - Employer	\$ 184,607	\$ 184,651	\$ 191,949	\$ 203,484	\$ 93,493	\$ 106,643	\$ 118,241	\$ 132,664	\$ 134,500	\$ 188,213
Contributions - Employee	85,768	84,317	86,697	91,908	93,493	96,598	105,198	104,956	106,687	102,067
Net Investment Income	776,785	169,899	151,567	663,672	533,656	506,101	353,556	1,887,611	(345,765)	573,014
Benefit Payments, Including Refunds of Employee Contributions	(200,296)	(232,539)	(257,548)	(312,388)	(326,849)	(377,852)	(382,296)	(390,447)	(403,385)	(443,577)
Administrative Expense	(3,236)	(4,162)	(6,688)	(7,687)	(8,712)	(8,411)	(8,309)	(8,697)	(9,591)	(10,457)
Net Change in Plan Fiduciary Net Position	\$ 843,628	\$ 202,166	\$ 165,977	\$ 638,989	\$ 385,081	\$ 323,079	\$ 186,390	\$ 1,726,087	\$ (517,554)	\$ 409,260
Plan Fiduciary Net Position, Beginning	4,652,658	5,496,286	5,698,452	5,864,429	6,503,418	6,888,499	7,211,578	7,397,968	9,124,055	8,606,501
Plan Fiduciary Net Position, Ending (b)	\$ 5,496,286	\$ 5,698,452	\$ 5,864,429	\$ 6,503,418	\$ 6,888,499	\$ 7,211,578	\$ 7,397,968	\$ 9,124,055	\$ 8,606,501	\$ 9,015,761
Net Pension Liability (Asset), Ending (a - b)	\$ (341,089)	\$ (138,037)	\$ (70,551)	\$ (121,917)	\$ (209,767)	\$ (38,132)	\$ 228,150	\$ (685,511)	\$ 432,806	\$ 443,176
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.62%	102.48%	101.22%	101.91%	103.14%	100.53%	97.01%	108.12%	95.21%	95.31%
Covered Payroll	\$ 1,692,114	\$ 1,668,034	\$ 1,733,952	\$ 1,838,165	\$ 1,869,848	\$ 1,931,920	\$ 2,103,934	\$ 2,099,100	\$ 2,136,532	\$ 2,041,351
Net Pension Liability (Asset) as a Percentage of Covered Payroll	20.16%	8.28%	(4.07)%	(6.63)%	(11.22)%	(1.97)%	10.84%	(32.66)%	20.26%	21.71%

Exhibit E-5

LEWIS COUNTY, TENNESSEE
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
 Primary Government - Lewis County
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 61,251	\$ 61,547	\$ 63,037	\$ 67,363	\$ 47,742	\$ 58,783	\$ 59,890	\$ 64,837	\$ 100,984	\$ 122,163
Less: Contributions in Relation to the Actuarially Determined Contribution	(61,251)	(61,547)	(63,037)	(67,363)	(47,742)	(78,948)	(86,999)	(94,185)	(115,926)	(122,163)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (20,165)	\$ (27,109)	\$ (29,348)	\$ (14,942)	\$ 0
Covered Payroll	\$ 1,479,508	\$ 1,486,651	\$ 1,522,624	\$ 1,655,095	\$ 1,822,224	\$ 2,062,550	\$ 2,101,408	\$ 2,274,995	\$ 2,576,126	\$ 3,116,403
Contributions as a Percentage of Covered Payroll	4.14%	4.14%	4.14%	4.07%	2.62%	3.83%	4.14%	4.14%	4.50%	3.92%

Exhibit E-6

LEWIS COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Public

Employee Pension Plan of TCRS

Primary Government - Lewis County Officials

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 59,026	\$ 59,489	\$ 60,572	\$ 63,838	\$ 68,966	\$ 68,935	\$ 71,083	\$ 74,750	\$ 79,710	\$ 84,901
Less: Contributions in Relation to the Actuarially Determined Contribution	(59,026)	(59,489)	(60,572)	(63,838)	(68,966)	(70,548)	(73,304)	(74,750)	(79,710)	(84,901)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ (1,613)	\$ (2,221)	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 679,244	\$ 684,565	\$ 697,029	\$ 734,616	\$ 774,031	\$ 797,856	\$ 822,713	\$ 838,007	\$ 880,777	\$ 938,133
Contributions as a Percentage of Covered Payroll	8.69%	8.69%	8.69%	8.69%	8.91%	8.84%	8.91%	8.92%	9.05%	9.05%

Exhibit E-7

LEWIS COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Public

Employee Pension Plan of TCRS

Primary Government - Lewis County Highway Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 44,277	\$ 50,813	\$ 68,277	\$ 72,371	\$ 80,770	\$ 91,622	\$ 100,028	\$ 111,876	\$ 114,034	\$ 134,430
Less: Contributions in Relation to the Actuarially Determined Contribution	(44,277)	(50,813)	(68,277)	(72,371)	(94,302)	(108,750)	(148,409)	(153,507)	(125,175)	(147,563)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (13,532)	\$ (17,128)	\$ (48,381)	\$ (41,631)	\$ (11,141)	\$ (13,133)
Covered Payroll	\$ 457,407	\$ 524,924	\$ 477,460	\$ 476,753	\$ 471,512	\$ 543,749	\$ 593,636	\$ 614,027	\$ 625,875	\$ 737,815
Contributions as a Percentage of Covered Payroll	9.68%	9.68%	14.30%	15.18%	20.00%	20.00%	25.00%	25.00%	20.00%	20.00%

LEWIS COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Public

Employee Pension Plan of TCRS

Discretely Presented Lewis County School Department - Non-Certified Employees

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 184,651	\$ 191,949	\$ 203,484	\$ 92,370	\$ 106,643	\$ 118,241	\$ 132,664	\$ 134,500	\$ 188,213	\$ 237,398
Less: Contributions in Relation to the Actuarially Determined Contribution	(184,651)	(191,949)	(203,484)	(93,493)	(106,643)	(118,241)	(132,664)	(134,500)	(188,213)	(237,398)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (1,123)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,668,034	\$ 1,733,952	\$ 1,838,165	\$ 1,869,848	\$ 1,931,920	\$ 2,103,934	\$ 2,099,100	\$ 2,136,532	\$ 2,041,351	\$ 2,485,843
Contributions as a Percentage of Covered Payroll	11.07%	11.07%	11.07%	5.00%	5.52%	5.62%	6.32%	6.30%	9.22%	9.55%

Exhibit E-9

LEWIS COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher

Retirement Plan of TCRS

Discretely Presented Lewis County School Department - Certified Employees

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 4,048	\$ 14,189	\$ 22,661	\$ 35,926	\$ 25,857	\$ 30,563	\$ 36,199	\$ 45,806	\$ 62,448	\$ 79,285
Less: Contributions in Relation to the Contractually Required Contribution	(4,048)	(14,189)	(22,661)	(35,926)	(25,857)	(30,563)	(36,199)	(45,806)	(62,448)	(79,285)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 101,195	\$ 354,715	\$ 566,523	\$ 898,147	\$ 1,332,865	\$ 1,505,580	\$ 1,792,035	\$ 2,278,916	\$ 2,174,821	\$ 2,687,619
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%

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

2019: Pension - 1.94%, SRT - 2.02%

2020: Pension - 2.03%, SRT - 1.97%

2021: Pension - 2.02%, SRT - 1.98%

2022: Pension - 2.01%, SRT - 1.99%

2023: Pension - 2.87%, SRT - 1.13%

2024: Pension - 2.95%, SRT - 1.05%

LEWIS COUNTY, TENNESSEE

Schedule of Contributions Based on Participation in the Teacher

Legacy Pension Plan of TCRS

Discretely Presented Lewis County School Department - Certified Employees

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 648,974	\$ 621,409	\$ 620,299	\$ 599,339	\$ 638,691	\$ 671,322	\$ 624,683	\$ 619,223	\$ 456,391	\$ 540,580
Less: Contributions in Relation to the Contractually Required Contribution	(648,974)	(621,409)	(620,299)	(599,339)	(638,691)	(671,322)	(624,683)	(619,223)	(456,391)	(540,580)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,178,942	\$ 6,873,995	\$ 6,861,719	\$ 6,600,640	\$ 6,106,027	\$ 6,315,343	\$ 6,082,597	\$ 6,011,879	\$ 5,251,912	\$ 7,938,032
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%

LEWIS COUNTY, TENNESSEE

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

in the Teacher Retirement Plan of TCRS

Discretely Presented Lewis 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)	0.048705%	0.080616%	0.086316%	0.102777%	0.125954%	0.119308%	0.124169%	0.133449%	0.109393%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (1,959)	\$ (8,392)	\$ (22,772)	\$ (46,612)	\$ (71,099)	\$ (67,844)	\$ (134,502)	\$ (40,425)	\$ (46,386)
Covered Payroll	\$ 101,195	\$ 354,715	\$ 566,523	\$ 898,147	\$ 1,332,865	\$ 1,505,580	\$ 1,792,035	\$ 2,278,916	\$ 2,174,821
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%

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

LEWIS COUNTY, TENNESSEE

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

in the Teacher Legacy Pension Plan of TCRS

Discretely Presented Lewis 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)	0.187464%	0.191770%	0.190426%	0.194111%	0.188500%	0.182099%	0.189749%	0.185323%	0.182680%	0.161844%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (30,462)	\$ 78,556	\$ 1,190,056	\$ (63,511)	\$ (663,315)	\$ (1,872,304)	\$ (1,446,980)	\$ (7,993,408)	\$ (2,240,392)	\$ (1,908,095)
Covered Payroll	\$ 7,357,958	\$ 7,178,942	\$ 6,873,995	\$ 6,861,719	\$ 6,600,640	\$ 6,106,027	\$ 6,315,343	\$ 6,082,597	\$ 6,011,879	\$ 5,251,912
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.41)%	1.09%	17.31%	(.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(36.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%

LEWIS COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plans

Primary Government

For the Fiscal Year Ended June 30

Lewis County Plan

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 9,162	\$ 8,958	\$ 12,909	\$ 10,082	\$ 10,666	\$ 9,063	\$ 5,900
Interest	2,608	3,405	2,729	2,555	1,654	1,449	1,739
Differences Between Actual and Expected Experience	0	(38,616)	(16,994)	(16,292)	(5,612)	(3,744)	(8,117)
Changes in Assumptions	(4,455)	3,416	2,413	5,675	(12,425)	(21,114)	15,335
Benefit Payments	0	(1,584)	(1,146)	(507)	(568)	(367)	(515)
Net Change in Total OPEB Liability	\$ 7,315	\$ (24,421)	\$ (89)	\$ 1,513	\$ (6,285)	\$ (14,713)	\$ 14,342
Total OPEB Liability, Beginning	80,159	87,474	63,053	62,964	64,477	58,192	43,479
Total OPEB Liability, Ending	\$ 87,474	\$ 63,053	\$ 62,964	\$ 64,477	\$ 58,192	\$ 43,479	\$ 57,821
Covered Employee Payroll	\$ 2,789,615	\$ 2,557,496	\$ 2,596,207	\$ 2,842,583	\$ 2,925,735	\$ 3,114,236	\$ 3,242,555
Net OPEB Liability as a Percentage of Covered Employee Payroll	3.14%	2.47%	2.43%	2.27%	1.99%	1.40%	1.78%

Highway Department Plan

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 3,865	\$ 3,615	\$ 5,774	\$ 3,986	\$ 5,910	\$ 4,535	\$ 3,063
Interest	3,960	4,751	5,339	2,325	1,685	1,279	2,647
Differences Between Actual and Expected Experience	0	4,991	(90,020)	(2,144)	(4,966)	68,513	(1,240)
Changes in Assumptions	(5,500)	3,333	2,343	4,310	(17,868)	(21,590)	16,643
Changes of Benefit Terms	0	0	0	0	0	(34,403)	0
Benefit Payments	(4,078)	(4,408)	(5,297)	(411)	(402)	(418)	(2,242)
Net Change in Total OPEB Liability	\$ (1,753)	\$ 12,282	\$ (81,861)	\$ 8,066	\$ (15,641)	\$ 17,916	\$ 18,871
Total OPEB Liability, Beginning	133,803	132,050	144,332	62,471	70,537	54,896	72,812
Total OPEB Liability, Ending	\$ 132,050	\$ 144,332	\$ 62,471	\$ 70,537	\$ 54,896	\$ 72,812	\$ 91,683
Covered Employee Payroll	\$ 597,940	\$ 548,187	\$ 472,431	\$ 543,890	\$ 593,636	\$ 614,028	\$ 625,875
Net OPEB Liability as a Percentage of Covered Employee Payroll	22.08%	26.33%	13.22%	12.97%	9.25%	11.86%	14.65%

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:

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

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

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

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

LEWIS COUNTY, TENNESSEE

Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan

Discretely Presented Lewis County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 96,067	\$ 89,846	\$ 88,323	\$ 80,079	\$ 161,643	\$ 203,447	\$ 160,294
Interest	50,078	60,949	61,475	60,482	68,533	80,204	124,567
Changes of Benefit Terms	0	0	0	863,297	0	0	0
Differences Between Actual and Expected Experience	0	(147,152)	90,157	44,248	79,630	(4,436)	7,672
Changes in Assumptions	(76,459)	57,819	(140,213)	311,262	346,200	(318,638)	304,743
Benefit Payments	(61,179)	(71,671)	(76,595)	(56,351)	(69,549)	(102,050)	(121,954)
Net Change in Total OPEB Liability	\$ 8,507	\$ (10,209)	\$ 23,147	\$ 1,303,017	\$ 586,457	\$ (141,473)	\$ 475,322
Total OPEB Liability, Beginning	1,649,536	1,658,043	1,647,834	1,670,981	2,973,998	3,560,455	3,418,982
Total OPEB Liability, Ending	\$ 1,658,043	\$ 1,647,834	\$ 1,670,981	\$ 2,973,998	\$ 3,560,455	\$ 3,418,982	\$ 3,894,304
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 588,040	\$ 599,497	\$ 617,453	\$ 871,929	\$ 1,076,952	\$ 1,079,975	\$ 1,286,048
Employer Proportionate Share of the Total OPEB Liability	1,070,003	1,048,337	1,053,528	2,102,069	2,483,503	2,339,007	2,608,256
Covered Employee Payroll	\$ 8,623,171	\$ 9,799,589	\$ 9,263,897	\$ 9,920,677	\$ 9,926,043	\$ 10,230,420	\$ 9,268,144
Employer Proportionate Share of the Total OPEB Liability as a Percentage of Covered Employee Payroll	12.41%	10.70%	11.37%	21.19%	25.02%	22.86%	28.14%

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:

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

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

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

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

LEWIS 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 fiscal year 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% (Not Provided by Lewis County Plan)

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 the 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.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions relating to Lewis County’s waste disposal program.

Industrial/Economic Development Fund – The Industrial/Economic Development Fund is used to account for transactions relating to Lewis County’s economic and community development.

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

Sports and Recreation Fund – The Sports and Recreation Fund is used to account for transactions relating to the Lewis County Memorial Park.

American Rescue Plan Act Grant Fund – The American Rescue Plan Act Grant Fund is used to account for all financial resources and payments made related to the American Rescue Plan Act Grant.

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.

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.

HIGHWAY CAPITAL PROJECTS FUND

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

Exhibit F-1

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

	Special Revenue Funds					Total
	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	Sports and Recreation	American Rescue Plan Act Grant	
ASSETS						
Cash	\$ 800	\$ 0	\$ 0	\$ 40	\$ 0	\$ 840
Equity in Pooled Cash and Investments	332,593	503,596	10,387	100,614	714,508	1,661,698
Accounts Receivable	128,509	0	0	1,412	0	129,921
Allowance for Uncollectibles	(38,449)	0	0	0	0	(38,449)
Total Assets	\$ 423,453	\$ 503,596	\$ 10,387	\$ 102,066	\$ 714,508	\$ 1,754,010
LIABILITIES						
Accounts Payable	\$ 499	\$ 0	\$ 0	\$ 511	\$ 0	\$ 1,010
Payroll Deductions Payable	0	0	0	1,353	0	1,353
Due to State of Tennessee	0	0	0	91	0	91
Total Liabilities	\$ 499	\$ 0	\$ 0	\$ 1,955	\$ 0	\$ 2,454
DEFERRED INFLOWS OF RESOURCES						
Other Deferred/Unavailable Revenue	\$ 63,399	\$ 0	\$ 0	\$ 0	\$ 0	\$ 63,399
Total Deferred Inflows of Resources	\$ 63,399	\$ 0	\$ 0	\$ 0	\$ 0	\$ 63,399
FUND BALANCES						
Restricted:						
Restricted for Public Safety	\$ 0	\$ 0	\$ 10,387	\$ 0	\$ 0	\$ 10,387
Restricted for Highways/Public Works	0	0	0	0	0	0

(Continued)

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

FUND BALANCES (Cont.)

Committed:

	Special Revenue Funds					
	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	Sports and Recreation	American Rescue Plan Act Grant	Total
Committed for General Government	\$ 0	\$ 0	\$ 0	\$ 0	714,508	\$ 714,508
Committed for Public Health and Welfare	359,555	0	0	0	0	359,555
Committed for Social, Cultural, and Recreational Services	0	0	0	100,111	0	100,111
Committed for Other Operations	0	503,596	0	0	0	503,596
Committed for Debt Service	0	0	0	0	0	0
Total Fund Balances	\$ 359,555	\$ 503,596	\$ 10,387	\$ 100,111	\$ 714,508	\$ 1,688,157
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 423,453	\$ 503,596	\$ 10,387	\$ 102,066	\$ 714,508	\$ 1,754,010

(Continued)

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

	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
ASSETS			
Cash	\$ 0	\$ 0	\$ 840
Equity in Pooled Cash and Investments	54,157	1,285	1,717,140
Accounts Receivable	30,066	0	159,987
Allowance for Uncollectibles	0	0	(38,449)
Total Assets	<u>\$ 84,223</u>	<u>\$ 1,285</u>	<u>\$ 1,839,518</u>
LIABILITIES			
Accounts Payable	\$ 0	\$ 0	\$ 1,010
Payroll Deductions Payable	0	0	1,353
Due to State of Tennessee	0	0	91
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,454</u>
DEFERRED INFLOWS OF RESOURCES			
Other Deferred/Unavailable Revenue	\$ 0	\$ 0	\$ 63,399
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 63,399</u>
FUND BALANCES			
Restricted:			
Restricted for Public Safety	\$ 0	\$ 0	\$ 10,387
Restricted for Highways/Public Works	0	1,285	1,285

(Continued)

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

FUND BALANCES (Cont.)

Committed:

Committed for General Government
 Committed for Public Health and Welfare
 Committed for Social, Cultural, and Recreational Services
 Committed for Other Operations
 Committed for Debt Service

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
\$ 0	\$ 0	\$ 714,508
0	0	359,555
0	0	100,111
0	0	503,596
84,223	0	84,223
<u>\$ 84,223</u>	<u>\$ 1,285</u>	<u>\$ 1,773,665</u>
<u>\$ 84,223</u>	<u>\$ 1,285</u>	<u>\$ 1,839,518</u>

LEWIS 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				
	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	Sports and Recreation	American Rescue Plan Act Grant
Revenues					
Local Taxes	\$ 42,540	\$ 0	\$ 0	\$ 0	0
Fines, Forfeitures, and Penalties	0	0	2,233	0	0
Charges for Current Services	783,670	0	0	21,132	0
Other Local Revenues	81,220	0	0	135	0
State of Tennessee	13,172	0	0	0	0
Other Governments and Citizens Groups	0	0	0	55,914	0
Total Revenues	<u>\$ 920,602</u>	<u>\$ 0</u>	<u>\$ 2,233</u>	<u>\$ 77,181</u>	<u>\$ 0</u>
Expenditures					
Current:					
General Government	\$ 0	\$ 0	\$ 0	\$ 0	9,075
Finance	0	0	0	0	6,226
Administration of Justice	0	0	0	0	0
Public Safety	0	0	1,000	0	630,591
Public Health and Welfare	942,590	106,924	0	0	29,316
Social, Cultural, and Recreational Services	0	0	0	192,360	25,966
Other Operations	61,339	0	22	23,618	0
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Total Expenditures	<u>\$ 1,003,929</u>	<u>\$ 106,924</u>	<u>\$ 1,022</u>	<u>\$ 215,978</u>	<u>\$ 701,174</u>

(Continued)

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

	Special Revenue Funds				
	Solid Waste / Sanitation	Industrial / Economic Development	Drug Control	Sports and Recreation	American Rescue Plan Act Grant
Excess (Deficiency) of Revenues Over Expenditures	\$ (83,327)	\$ (106,924)	\$ 1,211	\$ (138,797)	\$ (701,174)
Other Financing Sources (Uses)					
Insurance Recovery	\$ 8,796	\$ 0	\$ 0	\$ 0	\$ 0
Transfers In	31,855	0	0	128,592	19,000
Transfers Out	0	0	(14,475)	0	(3,276)
Total Other Financing Sources (Uses)	\$ 40,651	\$ 0	\$ (14,475)	\$ 128,592	\$ 15,724
Net Change in Fund Balances	\$ (42,676)	\$ (106,924)	\$ (13,264)	\$ (10,205)	\$ (685,450)
Fund Balance, July 1, 2023	402,231	610,520	23,651	110,316	1,399,958
Fund Balance, June 30, 2024	\$ 359,555	\$ 503,596	\$ 10,387	\$ 100,111	\$ 714,508

(Continued)

LEWIS COUNTY, TENNESSEE

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

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds (Cont.)		Debt Service Fund	Capital Projects Fund	Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Total	General Debt Service	Highway Capital Projects	
Revenues					
Local Taxes	\$ 0	\$ 42,540	\$ 386,541	\$ 0	\$ 429,081
Fines, Forfeitures, and Penalties	0	2,233	0	0	2,233
Charges for Current Services	50	804,852	0	0	804,852
Other Local Revenues	0	81,355	0	0	81,355
State of Tennessee	0	13,172	0	0	13,172
Other Governments and Citizens Groups	0	55,914	1,950	0	57,864
Total Revenues	\$ 50	\$ 1,000,066	\$ 388,491	\$ 0	\$ 1,388,557
Expenditures					
Current:					
General Government	\$ 0	\$ 9,075	\$ 0	\$ 0	\$ 9,075
Finance	0	6,226	0	0	6,226
Administration of Justice	50	50	0	0	50
Public Safety	0	631,591	0	0	631,591
Public Health and Welfare	0	1,078,830	0	0	1,078,830
Social, Cultural, and Recreational Services	0	218,326	0	0	218,326
Other Operations	0	84,979	3,565	0	88,544
Debt Service:					
Principal on Debt	0	0	194,600	0	194,600
Interest on Debt	0	0	137,512	0	137,512
Other Debt Service	0	0	750	0	750
Total Expenditures	\$ 50	\$ 2,029,077	\$ 336,427	\$ 0	\$ 2,365,504

(Continued)

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

	<u>Special Revenue Funds</u>		<u>Debt Service</u>	<u>Capital</u>	
	<u>(Cont.)</u>		<u>Fund</u>	<u>Projects Fund</u>	
	Constitu - tional Officers - Fees	Total	General Debt Service	Highway Capital Projects	Total Nonmajor Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (1,029,011)	\$ 52,064	\$ 0	\$ (976,947)
Other Financing Sources (Uses)					
Insurance Recovery	\$ 0	\$ 8,796	\$ 0	\$ 0	\$ 8,796
Transfers In	0	179,447	0	0	179,447
Transfers Out	0	(17,751)	0	0	(17,751)
Total Other Financing Sources (Uses)	\$ 0	\$ 170,492	\$ 0	\$ 0	\$ 170,492
Net Change in Fund Balances	\$ 0	\$ (858,519)	\$ 52,064	\$ 0	\$ (806,455)
Fund Balance, July 1, 2023	0	2,546,676	32,159	1,285	2,580,120
Fund Balance, June 30, 2024	\$ 0	\$ 1,688,157	\$ 84,223	\$ 1,285	\$ 1,773,665

LEWIS COUNTY, TENNESSEE
Schedule 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	\$ 42,540	\$ 31,000	\$ 31,000	\$ 11,540
Charges for Current Services	783,670	768,500	768,500	15,170
Other Local Revenues	81,220	68,000	68,000	13,220
State of Tennessee	13,172	13,400	36,705	(23,533)
Total Revenues	<u>\$ 920,602</u>	<u>\$ 880,900</u>	<u>\$ 904,205</u>	<u>\$ 16,397</u>
Expenditures				
Public Health and Welfare				
Transfer Stations	\$ 942,590	\$ 815,853	\$ 929,037	\$ (13,553)
Other Operations				
Employee Benefits	49,090	53,447	61,522	12,432
Miscellaneous	12,249	11,600	11,600	(649)
Total Expenditures	<u>\$ 1,003,929</u>	<u>\$ 880,900</u>	<u>\$ 1,002,159</u>	<u>\$ (1,770)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (83,327)</u>	<u>\$ 0</u>	<u>\$ (97,954)</u>	<u>\$ 14,627</u>
Other Financing Sources (Uses)				
Insurance Recovery	\$ 8,796	\$ 0	\$ 0	\$ 8,796
Transfers In	31,855	0	11,191	20,664
Total Other Financing Sources	<u>\$ 40,651</u>	<u>\$ 0</u>	<u>\$ 11,191</u>	<u>\$ 29,460</u>
Net Change in Fund Balance	<u>\$ (42,676)</u>	<u>\$ 0</u>	<u>\$ (86,763)</u>	<u>\$ 44,087</u>
Fund Balance, July 1, 2023	<u>402,231</u>	<u>350,000</u>	<u>350,000</u>	<u>52,231</u>
Fund Balance, June 30, 2024	<u><u>\$ 359,555</u></u>	<u><u>\$ 350,000</u></u>	<u><u>\$ 263,237</u></u>	<u><u>\$ 96,318</u></u>

LEWIS 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	
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
Public Health and Welfare				
Ambulance/Emergency Medical Services	\$ 106,924	\$ 0	\$ 106,924	\$ 0
Total Expenditures	\$ 106,924	\$ 0	\$ 106,924	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ (106,924)	\$ 0	\$ (106,924)	\$ 0
Net Change in Fund Balance	\$ (106,924)	\$ 0	\$ (106,924)	\$ 0
Fund Balance, July 1, 2023	610,520	0	106,924	503,596
Fund Balance, June 30, 2024	\$ 503,596	\$ 0	\$ 0	\$ 503,596

LEWIS 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	\$ 2,233	\$ 0	\$ 0	\$ 2,233
Other Governments and Citizens Groups	0	1,000	978	(978)
Total Revenues	<u>\$ 2,233</u>	<u>\$ 1,000</u>	<u>\$ 978</u>	<u>\$ 1,255</u>
Expenditures				
Public Safety				
Drug Enforcement	\$ 1,000	\$ 1,000	\$ 1,000	0
Other Operations				
Miscellaneous	22	0	22	0
Total Expenditures	<u>\$ 1,022</u>	<u>\$ 1,000</u>	<u>\$ 1,022</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,211</u>	<u>\$ 0</u>	<u>\$ (44)</u>	<u>\$ 1,255</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (14,475)	\$ 0	\$ (14,475)	0
Total Other Financing Sources	<u>\$ (14,475)</u>	<u>\$ 0</u>	<u>\$ (14,475)</u>	<u>0</u>
Net Change in Fund Balance	\$ (13,264)	\$ 0	\$ (14,519)	1,255
Fund Balance, July 1, 2023	<u>23,651</u>	<u>0</u>	<u>0</u>	<u>23,651</u>
Fund Balance, June 30, 2024	<u><u>\$ 10,387</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (14,519)</u></u>	<u><u>\$ 24,906</u></u>

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Charges for Current Services	\$ 21,132	\$ 15,000	\$ 15,000	\$ 6,132
Other Local Revenues	135	0	0	135
Other Governments and Citizens Groups	55,914	160,600	57,800	(1,886)
Total Revenues	<u>\$ 77,181</u>	<u>\$ 175,600</u>	<u>\$ 72,800</u>	<u>\$ 4,381</u>
Expenditures				
Social, Cultural, and Recreational Services				
Parks and Fair Boards	\$ 192,360	\$ 155,804	\$ 202,959	\$ 10,599
Other Operations				
Employee Benefits	19,421	15,596	21,256	1,835
Miscellaneous	4,197	4,200	4,200	3
Total Expenditures	<u>\$ 215,978</u>	<u>\$ 175,600</u>	<u>\$ 228,415</u>	<u>\$ 12,437</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (138,797)</u>	<u>\$ 0</u>	<u>\$ (155,615)</u>	<u>\$ 16,818</u>
Other Financing Sources (Uses)				
Transfers In	\$ 128,592	\$ 0	\$ 128,592	\$ 0
Total Other Financing Sources	<u>\$ 128,592</u>	<u>\$ 0</u>	<u>\$ 128,592</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (10,205)	\$ 0	\$ (27,023)	\$ 16,818
Fund Balance, July 1, 2023	<u>110,316</u>	<u>92,063</u>	<u>92,063</u>	<u>18,253</u>
Fund Balance, June 30, 2024	<u><u>\$ 100,111</u></u>	<u><u>\$ 92,063</u></u>	<u><u>\$ 65,040</u></u>	<u><u>\$ 35,071</u></u>

LEWIS COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 American Rescue Plan Act Grant Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Other Local Revenues	\$ 0	\$ 500	\$ 500	\$ (500)
Federal Government	0	1,000,000	1,000,000	(1,000,000)
Total Revenues	\$ 0	\$ 1,000,500	\$ 1,000,500	\$ (1,000,500)
Expenditures				
General Government				
County Buildings	\$ 9,075	\$ 0	\$ 9,076	\$ 1
Other Facilities	0	0	3,000	3,000
Finance				
Property Assessor's Office	6,226	0	6,226	0
Public Safety				
Civil Defense	630,591	0	693,500	62,909
Public Health and Welfare				
Local Health Center	8,066	0	8,066	0
Transfer Stations	21,250	0	21,250	0
Social, Cultural, and Recreational Services				
Parks and Fair Boards	25,966	0	25,966	0
Other Operations				
American Rescue Plan Act Grant #3	0	1,000,000	243,982	243,982
Capital Projects				
Administration of Justice Projects	0	500	500	500
Total Expenditures	\$ 701,174	\$ 1,000,500	\$ 1,011,566	\$ 310,392
Excess (Deficiency) of Revenues				
Over Expenditures	\$ (701,174)	\$ 0	\$ (11,066)	\$ (690,108)
Other Financing Sources (Uses)				
Transfers In	\$ 19,000	\$ 0	\$ 0	\$ 19,000
Transfers Out	(3,276)	0	(3,276)	0
Total Other Financing Sources	\$ 15,724	\$ 0	\$ (3,276)	\$ 19,000
Net Change in Fund Balance	\$ (685,450)	\$ 0	\$ (14,342)	\$ (671,108)
Fund Balance, July 1, 2023	1,399,958	0	0	1,399,958
Fund Balance, June 30, 2024	\$ 714,508	\$ 0	\$ (14,342)	\$ 728,850

LEWIS 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	\$ 386,541	\$ 260,000	\$ 260,000	\$ 126,541
State of Tennessee	0	14,600	14,600	(14,600)
Other Governments and Citizens Groups	1,950	0	1,950	0
Total Revenues	\$ 388,491	\$ 274,600	\$ 276,550	\$ 111,941
Expenditures				
Other Operations				
Miscellaneous	\$ 3,565	\$ 5,000	\$ 5,000	\$ 1,435
Principal on Debt				
General Government	194,600	194,600	194,600	0
Interest on Debt				
General Government	135,562	75,000	142,801	7,239
Education	1,950	0	1,950	0
Other Debt Service				
General Government	750	0	750	0
Total Expenditures	\$ 336,427	\$ 274,600	\$ 345,101	\$ 8,674
Excess (Deficiency) of Revenues Over Expenditures	\$ 52,064	\$ 0	\$ (68,551)	\$ 120,615
Net Change in Fund Balance	\$ 52,064	\$ 0	\$ (68,551)	\$ 120,615
Fund Balance, July 1, 2023	32,159	0	0	32,159
Fund Balance, June 30, 2024	\$ 84,223	\$ 0	\$ (68,551)	\$ 152,774

LEWIS 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
Total Expenditures	\$ 0	\$ 0	\$ 0	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ 0	\$ 0
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0	\$ 0
Fund Balance, July 1, 2023	1,285	1,285	1,285	0
Fund Balance, June 30, 2024	\$ 1,285	\$ 1,285	\$ 1,285	\$ 0

MAJOR GOVERNMENTAL FUND

CAPITAL PROJECTS FUND

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

LEWIS 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				
Other Local Revenues	\$ 8,492	\$ 0	\$ 0	\$ 8,492
Total Revenues	<u>\$ 8,492</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,492</u>
Expenditures				
Capital Projects				
Administration of Justice Projects	\$ 0	\$ 1,000,000	\$ 0	\$ 0
Public Safety Projects	582,169	0	1,000,000	417,831
Total Expenditures	<u>\$ 582,169</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 417,831</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (573,677)</u>	<u>\$ (1,000,000)</u>	<u>\$ (1,000,000)</u>	<u>\$ 426,323</u>
Other Financing Sources (Uses)				
Bonds Issued	\$ 0	\$ 1,000,000	\$ 1,000,000	\$ (1,000,000)
Total Other Financing Sources	<u>\$ 0</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ (1,000,000)</u>
Net Change in Fund Balance	\$ (573,677)	\$ 0	\$ 0	\$ (573,677)
Fund Balance, July 1, 2023	<u>660,436</u>	<u>0</u>	<u>0</u>	<u>660,436</u>
Fund Balance, June 30, 2024	<u><u>\$ 86,759</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 86,759</u></u>

CUSTODIAL FUNDS

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

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

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

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

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

	Custodial Funds				
	Cities -	Constitu -	District		
	Sales	tional	Attorney		
	Tax	Officers -	General	Total	
		Custodial			
ASSETS					
Cash	\$ 0	\$ 332,877	\$ 0	\$ 332,877	
Equity in Pooled Cash and Investments	0	0	2,319	2,319	
Due from Other Governments	331,840	0	0	331,840	
Total Assets	<u>\$ 331,840</u>	<u>\$ 332,877</u>	<u>\$ 2,319</u>	<u>\$ 667,036</u>	
LIABILITIES					
Due to Other Taxing Units	\$ 331,840	\$ 0	\$ 0	\$ 331,840	
Total Liabilities	<u>\$ 331,840</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 331,840</u>	
NET POSITION					
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 332,877	\$ 2,319	\$ 335,196	
Total Net Position	<u>\$ 0</u>	<u>\$ 332,877</u>	<u>\$ 2,319</u>	<u>\$ 335,196</u>	

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

	Custodial Funds			
	Cities - Sales Tax	Constitu - tional Officers - Custodial	District Attorney General	Total
ADDITIONS				
Sales Tax Collections for Other Governments	\$ 1,944,452	\$ 0	\$ 0	\$ 1,944,452
Fines/Fees and Other Collections	0	3,804,290	0	3,804,290
District Attorney General Collections	0	0	1,766	1,766
Total Additions	\$ 1,944,452	\$ 3,804,290	\$ 1,766	\$ 5,750,508
DEDUCTIONS				
Payment of Sales Tax Collections for Other Governments	\$ 1,925,111	\$ 0	\$ 0	\$ 1,925,111
Payments to State	0	1,817,016	0	1,817,016
Payments to Cities, Individuals, and Others	19,341	2,099,796	0	2,119,137
Payment of District Attorney General Expenses	0	0	1,068	1,068
Total Deductions	\$ 1,944,452	\$ 3,916,812	\$ 1,068	\$ 5,862,332
Change in Net Position	\$ 0	\$ (112,522)	\$ 698	\$ (111,824)
Net Position July 1, 2023	0	445,399	1,621	447,020
Net Position June 30, 2024	\$ 0	\$ 332,877	\$ 2,319	\$ 335,196

LEWIS COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

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

Exhibit I-1

LEWIS COUNTY, TENNESSEE

Statement of Activities

Discretely Presented Lewis County School Department

For the Year Ended June 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:					
Instruction	\$ 11,782,737	\$ 0	\$ 1,770,802	\$ 0	\$ (10,011,935)
Support Services	7,000,791	710,394	1,211,173	921,912	(4,157,312)
Operation of Non-instructional Services	2,827,682	236,051	1,548,381	0	(1,043,250)
Total Governmental Activities	\$ 21,611,210	\$ 946,445	\$ 4,530,356	\$ 921,912	\$ (15,212,497)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 1,350,774
Local Option Sales Tax					3,749,062
Other Local Taxes					77,856
Grants and Contributions Not Restricted to Specific Programs					12,247,662
Unrestricted Investment Income					116,737
Miscellaneous					81,824
Total General Revenues					\$ 17,623,915
Change in Net Position					\$ 2,411,418
Net Position, July 1, 2023					29,138,604
Net Position, June 30, 2024					\$ 31,550,022

LEWIS COUNTY, TENNESSEE

Balance Sheet - Governmental Funds

Discretely Presented Lewis County School Department

June 30, 2024

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Governmental Funds	
ASSETS					
Cash	\$ 457,262	\$ 0	\$ 0	\$ 495,026	\$ 952,288
Equity in Pooled Cash and Investments	10,869,306	544,577	3,465,109	539,980	15,418,972
Accounts Receivable	29,716	67,108	0	1,657	98,481
Due from Other Governments	911,018	56,108	109,000	100,129	1,176,255
Property Taxes Receivable	1,433,457	0	0	0	1,433,457
Allowance for Uncollectible Property Taxes	(25,383)	0	0	0	(25,383)
Restricted Assets	225,463	0	0	0	225,463
Total Assets	\$ 13,900,839	\$ 667,793	\$ 3,574,109	\$ 1,136,792	\$ 19,279,533
LIABILITIES					
Accounts Payable	\$ 50,721	\$ 175	\$ 0	\$ 20,533	\$ 71,429
Accrued Payroll	875,608	116,365	0	0	991,973
Payroll Deductions Payable	365,794	0	0	0	365,794
Contracts Payable	0	0	3,453,769	0	3,453,769
Retainage Payable	0	0	552,587	0	552,587
Total Liabilities	\$ 1,292,123	\$ 116,540	\$ 4,006,356	\$ 20,533	\$ 5,435,552
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 1,383,118	\$ 0	\$ 0	\$ 0	\$ 1,383,118
Deferred Delinquent Property Taxes	22,930	0	0	0	22,930
Other Deferred/Unavailable Revenue	263,017	0	52,603	0	315,620
Total Deferred Inflows of Resources	\$ 1,669,065	\$ 0	\$ 52,603	\$ 0	\$ 1,721,668

(Continued)

LEWIS COUNTY, TENNESSEE

Balance Sheet - Governmental Funds

Discretely Presented Lewis County School Department (Cont.)

FUND BALANCES

Restricted:

 Restricted for Education

 Restricted for Hybrid Retirement Stabilization Funds

Committed:

 Committed for Education

Unassigned

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

Major Funds			Nonmajor Funds	
General Purpose School	School Federal Projects	Education Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ 0	\$ 50,985	\$ 0	\$ 1,116,259	\$ 1,167,244
225,463	0	0	0	225,463
0	500,268	0	0	500,268
10,714,188	0	(484,850)	0	10,229,338
<u>\$ 10,939,651</u>	<u>\$ 551,253</u>	<u>\$ (484,850)</u>	<u>\$ 1,116,259</u>	<u>\$ 12,122,313</u>
<u>\$ 13,900,839</u>	<u>\$ 667,793</u>	<u>\$ 3,574,109</u>	<u>\$ 1,136,792</u>	<u>\$ 19,279,533</u>

Exhibit I-3

LEWIS COUNTY, TENNESSEE

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position

Discretely Presented Lewis 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)		\$ 12,122,313
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 968,578	
Add: construction in progress	11,152,448	
Add: buildings and improvements net of accumulated depreciation	3,654,211	
Add: other capital assets net of accumulated depreciation	<u>1,258,564</u>	17,033,801
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: pension liability - school department agent plan	\$ (443,176)	
Less: OPEB liability	<u>(2,608,256)</u>	(3,051,432)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pensions/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 2,981,182	
Less: deferred inflows of resources related to pensions	(147,514)	
Add: deferred outflows of resources related to OPEB	686,573	
Less: deferred inflows of resources related to OPEB	<u>(367,932)</u>	3,152,309
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - teacher retirement plan	\$ 46,386	
Add: net pension asset - teacher legacy pension plan	<u>1,908,095</u>	1,954,481
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>338,550</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 31,550,022</u></u>

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

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	School Federal Projects	Education Capital Projects	Other Governmental Funds	
Revenues					
Local Taxes	\$ 4,853,922	\$ 0	\$ 655,343	\$ 0	\$ 5,509,265
Licenses and Permits	413	0	0	0	413
Charges for Current Services	43,911	0	0	236,051	279,962
Other Local Revenues	179,872	0	0	672,152	852,024
State of Tennessee	13,464,787	0	0	8,243	13,473,030
Federal Government	50,814	2,600,180	0	1,172,901	3,823,895
Other Governments and Citizens Groups	147,238	0	0	0	147,238
Total Revenues	\$ 18,740,957	\$ 2,600,180	\$ 655,343	\$ 2,089,347	\$ 24,085,827
Expenditures					
Current:					
Instruction	\$ 10,161,736	\$ 1,820,847	\$ 0	\$ 0	\$ 11,982,583
Support Services	5,836,711	703,488	0	0	6,540,199
Operation of Non-Instructional Services	649,919	0	0	2,137,729	2,787,648
Capital Outlay	0	494,073	0	0	494,073
Debt Service:					
Interest on Debt	0	0	1,950	0	1,950
Capital Projects	0	0	10,468,542	0	10,468,542
Total Expenditures	\$ 16,648,366	\$ 3,018,408	\$ 10,470,492	\$ 2,137,729	\$ 32,274,995
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,092,591	\$ (418,228)	\$ (9,815,149)	\$ (48,382)	\$ (8,189,168)

(Continued)

LEWIS COUNTY, TENNESSEE

**Statement of Revenues, Expenditures,
and Changes in Fund Balances - Governmental Funds**
Discretely Presented Lewis County School Department (Cont.)

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	School	Education	Other	
	Purpose School	Federal Projects	Capital Projects	Govern- mental Funds	
Other Financing Sources (Uses)					
Insurance Recovery	\$ 250	\$ 0	\$ 0	\$ 0	\$ 250
Transfers In	0	200,000	0	0	200,000
Transfers Out	(200,000)	0	0	0	(200,000)
Total Other Financing Sources (Uses)	\$ (199,750)	\$ 200,000	\$ 0	\$ 0	\$ 250
Net Change in Fund Balances	\$ 1,892,841	\$ (218,228)	\$ (9,815,149)	\$ (48,382)	\$ (8,188,918)
Fund Balance, July 1, 2023	9,046,810	769,481	9,330,299	1,164,641	20,311,231
Fund Balance, June 30, 2024	\$ 10,939,651	\$ 551,253	\$ (484,850)	\$ 1,116,259	\$ 12,122,313

Exhibit I-5

LEWIS COUNTY, TENNESSEE

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

Discretely Presented Lewis 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)		\$ (8,188,918)
(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	\$ 11,497,716	
Less: current-year depreciation expense	<u>(435,988)</u>	11,061,728
(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	\$ (521,548)	
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>338,550</u>	(182,998)
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net pension asset/liability - school department agent plan	\$ (10,370)	
Change in OPEB liability	(269,249)	
Change in deferred outflows related to pensions	(87,650)	
Change in deferred inflows related to pensions	310,406	
Change in deferred outflows related to OPEB	75,697	
Change in deferred inflows related to OPEB	29,108	
Change in net pension asset - teacher retirement plan	5,961	
Change in net pension asset - teacher legacy pension plan	<u>(332,297)</u>	<u>(278,394)</u>
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 2,411,418</u></u>

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

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	
ASSETS			
Cash	\$ 507	\$ 494,519	\$ 495,026
Equity in Pooled Cash and Investments	539,980	0	539,980
Accounts Receivable	1,657	0	1,657
Due from Other Governments	100,129	0	100,129
Total Assets	<u>\$ 642,273</u>	<u>\$ 494,519</u>	<u>\$ 1,136,792</u>
LIABILITIES			
Accounts Payable	\$ 0	\$ 20,533	\$ 20,533
Total Liabilities	<u>\$ 0</u>	<u>\$ 20,533</u>	<u>\$ 20,533</u>
FUND BALANCES			
Restricted:			
Restricted for Education	\$ 642,273	\$ 473,986	\$ 1,116,259
Total Fund Balances	<u>\$ 642,273</u>	<u>\$ 473,986</u>	<u>\$ 1,116,259</u>
Total Liabilities and Fund Balances	<u>\$ 642,273</u>	<u>\$ 494,519</u>	<u>\$ 1,136,792</u>

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

	<u>Special Revenue Funds</u>		Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	
Revenues			
Charges for Current Services	\$ 236,051	\$ 0	\$ 236,051
Other Local Revenues	5,624	666,528	672,152
State of Tennessee	8,243	0	8,243
Federal Government	1,172,901	0	1,172,901
Total Revenues	<u>\$ 1,422,819</u>	<u>\$ 666,528</u>	<u>\$ 2,089,347</u>
Expenditures			
Current:			
Operation of Non-Instructional Services	\$ 1,508,079	\$ 629,650	\$ 2,137,729
Total Expenditures	<u>\$ 1,508,079</u>	<u>\$ 629,650</u>	<u>\$ 2,137,729</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (85,260)</u>	<u>\$ 36,878</u>	<u>\$ (48,382)</u>
Net Change in Fund Balances	\$ (85,260)	\$ 36,878	\$ (48,382)
Fund Balance, July 1, 2023	<u>727,533</u>	<u>437,108</u>	<u>1,164,641</u>
Fund Balance, June 30, 2024	<u><u>\$ 642,273</u></u>	<u><u>\$ 473,986</u></u>	<u><u>\$ 1,116,259</u></u>

LEWIS COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 4,853,922	\$ 0	\$ 4,853,922	\$ 4,573,940	\$ 4,569,940	\$ 283,982
Licenses and Permits	413	0	413	0	0	413
Charges for Current Services	43,911	0	43,911	28,800	28,800	15,111
Other Local Revenues	179,872	0	179,872	44,000	94,224	85,648
State of Tennessee	13,464,787	0	13,464,787	14,221,959	12,300,038	1,164,749
Federal Government	50,814	0	50,814	0	50,814	0
Other Governments and Citizens Groups	147,238	0	147,238	0	147,238	0
Total Revenues	\$ 18,740,957	\$ 0	\$ 18,740,957	\$ 18,868,699	\$ 17,191,054	\$ 1,549,903
Expenditures						
Instruction						
Regular Instruction Program	\$ 8,406,717	\$ (44,844)	\$ 8,361,873	\$ 8,144,340	\$ 8,274,654	\$ (87,219)
Alternative Instruction Program	82,344	0	82,344	102,692	94,420	12,076
Special Education Program	968,603	0	968,603	1,168,937	1,045,531	76,928
Career and Technical Education Program	704,072	(27,459)	676,613	368,574	397,372	(279,241)
Support Services						
Attendance	98,928	0	98,928	99,595	101,393	2,465
Health Services	186,890	(4,533)	182,357	254,298	194,800	12,443
Other Student Support	488,591	(3,478)	485,113	403,796	422,814	(62,299)
Regular Instruction Program	665,825	0	665,825	630,847	684,937	19,112
Special Education Program	234,227	(992)	233,235	177,243	238,858	5,623
Career and Technical Education Program	65,318	(440)	64,878	167,185	160,315	95,437
Technology	356,674	(28,176)	328,498	170,247	328,498	0
Other Programs	39,616	0	39,616	0	39,616	0
Board of Education	298,453	(182)	298,271	276,910	282,929	(15,342)
Director of Schools	268,601	(275)	268,326	243,664	266,867	(1,459)
Office of the Principal	942,474	0	942,474	1,015,785	978,070	35,596

(Continued)

LEWIS COUNTY, TENNESSEE

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

Discretely Presented Lewis County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Support Services (Cont.)						
Fiscal Services	\$ 184,857	\$ 0	\$ 184,857	\$ 143,554	\$ 183,392	\$ (1,465)
Operation of Plant	1,078,686	(180)	1,078,506	1,062,606	1,074,267	(4,239)
Maintenance of Plant	254,268	(280)	253,988	240,846	257,083	3,095
Transportation	673,303	(18,532)	654,771	1,012,855	989,802	335,031
Operation of Non-Instructional Services						
Food Service	400	0	400	2,000	2,000	1,600
Community Services	188,547	(15,469)	173,078	49,196	66,256	(106,822)
Early Childhood Education	460,972	(1,187)	459,785	486,284	491,449	31,664
Interest on Debt						
Education	0	0	0	725,000	725,000	725,000
Total Expenditures	\$ 16,648,366	\$ (146,027)	\$ 16,502,339	\$ 16,946,454	\$ 17,300,323	\$ 797,984
Excess (Deficiency) of Revenues Over Expenditures						
	\$ 2,092,591	\$ 146,027	\$ 2,238,618	\$ 1,922,245	\$ (109,269)	\$ 2,347,887
Other Financing Sources (Uses)						
Insurance Recovery	\$ 250	\$ 0	\$ 250	\$ 0	\$ 0	\$ 250
Transfers In	0	0	0	10,000	10,000	(10,000)
Transfers Out	(200,000)	0	(200,000)	0	(200,000)	0
Total Other Financing Sources	\$ (199,750)	\$ 0	\$ (199,750)	\$ 10,000	\$ (190,000)	\$ (9,750)
Net Change in Fund Balance						
Fund Balance, July 1, 2023	\$ 9,046,810	(146,027)	8,900,783	7,500,478	7,500,478	1,400,305
Fund Balance, June 30, 2024						
	\$ 10,939,651	\$ 0	\$ 10,939,651	\$ 9,432,723	\$ 7,201,209	\$ 3,738,442

LEWIS COUNTY, TENNESSEE

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

Discretely Presented Lewis County School Department
School Federal Projects Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Federal Government	\$ 2,600,180	\$ 0	\$ 2,600,180	\$ 3,921,357	\$ 4,424,500	\$ (1,824,320)
Total Revenues	\$ 2,600,180	\$ 0	\$ 2,600,180	\$ 3,921,357	\$ 4,424,500	\$ (1,824,320)
Expenditures						
Instruction						
Regular Instruction Program	\$ 1,425,834	\$ (153,977)	\$ 1,271,857	\$ 1,456,376	\$ 1,824,484	\$ 552,627
Special Education Program	323,503	0	323,503	300,519	480,024	156,521
Career and Technical Education Program	71,510	0	71,510	67,494	71,510	0
Support Services						
Health Services	6,001	0	6,001	0	0	(6,001)
Other Student Support	27,675	(8,842)	18,833	28,313	27,673	8,840
Regular Instruction Program	307,607	(961)	306,646	428,548	515,719	209,073
Special Education Program	115,823	0	115,823	135,415	146,179	30,356
Career and Technical Education Program	438	0	438	1,797	438	0
Technology	43,205	0	43,205	45,485	45,673	2,468
Office of the Principal	78,048	0	78,048	79,682	80,594	2,546
Human Services/Personnel	974	0	974	0	2,500	1,526
Operation of Plant	98,721	0	98,721	153,052	153,052	54,331
Transportation	24,996	0	24,996	34,002	28,206	3,210
Capital Outlay						
Regular Capital Outlay	494,073	0	494,073	1,022,500	1,022,500	528,427
Total Expenditures	\$ 3,018,408	\$ (163,780)	\$ 2,854,628	\$ 3,753,183	\$ 4,398,552	\$ 1,543,924

(Continued)

Exhibit I-9

LEWIS COUNTY, TENNESSEE

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

Discretely Presented Lewis County School Department
School Federal Projects Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ (418,228)	\$ 163,780	\$ (254,448)	\$ 168,174	\$ 25,948	\$ (280,396)
Other Financing Sources (Uses)						
Transfers In	\$ 200,000	\$ 0	\$ 200,000	\$ 0	\$ 200,000	\$ 0
Transfers Out	0	0	0	(168,174)	(25,951)	25,951
Total Other Financing Sources	\$ 200,000	\$ 0	\$ 200,000	\$ (168,174)	\$ 174,049	\$ 25,951
Net Change in Fund Balance	\$ (218,228)	\$ 163,780	\$ (54,448)	\$ 0	\$ 199,997	\$ (254,445)
Fund Balance, July 1, 2023	769,481	(163,780)	605,701	336,645	336,645	269,056
Fund Balance, June 30, 2024	\$ 551,253	\$ 0	\$ 551,253	\$ 336,645	\$ 536,642	\$ 14,611

LEWIS COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Discretely Presented Lewis 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	\$ 236,051	\$ 158,300	\$ 158,300	\$ 77,751
Other Local Revenues	5,624	1,500	1,500	4,124
State of Tennessee	8,243	11,000	11,000	(2,757)
Federal Government	1,172,901	925,000	1,067,922	104,979
Total Revenues	\$ 1,422,819	\$ 1,095,800	\$ 1,238,722	\$ 184,097
Expenditures				
Operation of Non-Instructional Services				
Food Service	\$ 1,508,079	\$ 1,270,087	\$ 1,413,009	\$ (95,070)
Total Expenditures	\$ 1,508,079	\$ 1,270,087	\$ 1,413,009	\$ (95,070)
Excess (Deficiency) of Revenues Over Expenditures	\$ (85,260)	\$ (174,287)	\$ (174,287)	\$ 89,027
Net Change in Fund Balance	\$ (85,260)	\$ (174,287)	\$ (174,287)	\$ 89,027
Fund Balance, July 1, 2023	727,533	715,224	715,224	12,309
Fund Balance, June 30, 2024	\$ 642,273	\$ 540,937	\$ 540,937	\$ 101,336

LEWIS COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Discretely Presented Lewis 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	
Revenues				
Local Taxes	\$ 655,343	\$ 0	\$ 0	\$ 655,343
Total Revenues	\$ 655,343	\$ 0	\$ 0	\$ 655,343
Expenditures				
Interest on Debt				
Education	\$ 1,950	\$ 0	\$ 1,950	\$ 0
Capital Projects				
Education Capital Projects	10,468,542	10,000,000	9,998,050	(470,492)
Total Expenditures	\$ 10,470,492	\$ 10,000,000	\$ 10,000,000	\$ (470,492)
Excess (Deficiency) of Revenues Over Expenditures	\$ (9,815,149)	\$ (10,000,000)	\$ (10,000,000)	\$ 184,851
Net Change in Fund Balance	\$ (9,815,149)	\$ (10,000,000)	\$ (10,000,000)	\$ 184,851
Fund Balance, July 1, 2023	9,330,299	10,000,000	10,000,000	(669,701)
Fund Balance, June 30, 2024	\$ (484,850)	\$ 0	\$ 0	\$ (484,850)

MISCELLANEOUS SCHEDULES

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-23	Paid and/or Matured During Period	Outstanding 6-30-24
BONDS PAYABLE							
Payable through General Debt Service Fund							
General Obligation Public Improvement Bond, Series 2021	\$ 7,200,000	1.92 %	5-12-21	5-1-51	\$ 6,835,000	\$ 185,000	\$ 6,650,000
Total Bonds Payable					<u>\$ 6,835,000</u>	<u>\$ 185,000</u>	<u>\$ 6,650,000</u>
NOTES PAYABLE							
Payable through General Debt Service Fund							
Capital Outlay Note, Series 2016	95,500	0	9-15-16	9-15-26	\$ 38,400	\$ 9,600	\$ 28,800
Payable through Highway/Public Works Fund							
Caterpillar Hydraulic Excavator	247,453	6.99	3-29-23	3-29-27	150,732	62,572	88,160
Total Notes Payable					<u>\$ 189,132</u>	<u>\$ 72,172</u>	<u>\$ 116,960</u>
OTHER LOANS PAYABLE							
Payable through General Debt Service Fund							
Fixed Rate Local Government Loan Program Bond, Series 2022	(1)	3.25	5-25-22	5-1-25	\$ 60,000	\$ 0	\$ 60,000
Total Other Loans Payable					<u>\$ 60,000</u>	<u>\$ 0</u>	<u>\$ 60,000</u>

(1) Total amount available for draws is \$19,940,000 of an authorized \$20,000,000.

Exhibit J-2

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 190,000	\$ 131,862	\$ 321,862
2026	195,000	128,062	323,062
2027	195,000	124,162	319,162
2028	200,000	120,262	320,262
2029	205,000	116,262	321,262
2030	210,000	112,162	322,162
2031	215,000	107,963	322,963
2032	220,000	103,663	323,663
2033	220,000	99,263	319,263
2034	225,000	94,863	319,863
2035	230,000	90,363	320,363
2036	235,000	86,338	321,338
2037	240,000	82,225	322,225
2038	245,000	78,025	323,025
2039	250,000	73,738	323,738
2040	250,000	69,363	319,363
2041	255,000	64,988	319,988
2042	260,000	60,270	320,270
2043	265,000	54,810	319,810
2044	270,000	49,245	319,245
2045	280,000	43,575	323,575
2046	285,000	37,695	322,695
2047	290,000	31,710	321,710
2048	295,000	25,620	320,620
2049	300,000	19,425	319,425
2050	310,000	13,125	323,125
2051	315,000	6,615	321,615
Total	\$ 6,650,000	\$ 2,025,654	\$ 8,675,654

Year Ending June 30	Notes		
	Principal	Interest	Total
2025	\$ 39,609	\$ 6,162	\$ 45,771
2026	41,707	4,065	45,772
2027	35,644	1,820	37,464
Total	\$ 116,960	\$ 12,047	\$ 129,007

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2025	\$ 60,000	\$ 1,950	\$ 61,950
Total	\$ 60,000	\$ 1,950	\$ 61,950

Exhibit J-3

LEWIS COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Lewis County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Sports and Recreation	Operations	\$ 128,592
"	American Rescue Plan Act Grant	"	19,000
"	Solid Waste/Sanitation	"	28,579
Drug Control	General	Equipment purchase	14,475
American Rescue Plan Act Grant	Solid Waste and Sanitation	Operations	<u>3,276</u>
Total Transfers Primary Government			<u>\$ 193,922</u>
DISCRETELY PRESENTED LEWIS COUNTY SCHOOL DEPARTMENT			
General Purpose School	School Federal Projects	Cash flow	<u>\$ 200,000</u>
Total Transfers Discretely Presented Lewis County School Department			<u>\$ 200,000</u>

LEWIS COUNTY, TENNESSEE

Schedule of Salaries and Official Bonds of Principal Officials

Primary Government and Discretely Presented Lewis County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Property and Casualty Fund
Base salary	\$ 106,458			
Chairman of county commission	6,000			
Chairman of highway commission	6,800			
Total compensation	<u>\$ 119,258</u>			
Road Superintendent		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 95,388</u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 125,000			
CEO supplement - FY 2023 and FY 2024	2,000			
Bonus	500			
Employee portion of family insurance premiums	9,860			
Total compensation	<u>\$ 137,360</u>			
Trustee		Section 8-24-102, <i>TCA</i>	531,726	RLI Insurance Company
Base salary/Total compensation	<u>\$ 86,716</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 86,716</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 86,716</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 86,716</u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 86,716</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 86,716</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 95,388			
Superintendent of workhouse	9,500			
Law enforcement training supplement	800			
Total compensation	<u>\$ 105,688</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			500,000	Tennessee Risk Management Trust

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

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Sports and Recreation	Constitu- tional Officers - Fees
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 2,911,268	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	146,551	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	50,226	0	0	0	0
Interest and Penalty	25,217	42,540	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	7,603	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	269,425	0	0	0	0
Payments in-Lieu-of Taxes - Other	13,900	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	1,338,965	0	0	0	0
Hotel/Motel Tax	91,074	0	0	0	0
Wheel Tax	413,832	0	0	0	0
Litigation Tax - General	36,534	0	0	0	0
Litigation Tax - Special Purpose	2,808	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	51,764	0	0	0	0
Litigation Tax - Victim-Offender Mediation Center	1,303	0	0	0	0
Business Tax	176,586	0	0	0	0
Mixed Drink Tax	3,706	0	0	0	0
Statutory Local Taxes					
Bank Excise Tax	65,091	0	0	0	0
Wholesale Beer Tax	33,747	0	0	0	0
Total Local Taxes	<u>\$ 5,639,600</u>	<u>\$ 42,540</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Licenses and Permits					
Permits					
Beer Permits	\$ 1,378	\$ 0	\$ 0	\$ 0	0
Total Licenses and Permits	<u>\$ 1,378</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>

(Continued)

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

	<u>Special Revenue Funds</u>				
	General	Solid Waste / Sanitation	Drug Control	Sports and Recreation	Constitu- tional Officers - Fees
Fines, Forfeitures, and Penalties					
Circuit Court					
Fines	\$ 9,410	\$ 0	\$ 0	\$ 0	0
Officers Costs	4,117	0	0	0	0
Data Entry Fee - Circuit Court	594	0	0	0	0
Criminal Court					
Drug Court Fees	862	0	0	0	0
DUI Treatment Fines	285	0	0	0	0
General Sessions Court					
Fines	8,645	0	0	0	0
Officers Costs	14,019	0	0	0	0
Game and Fish Fines	314	0	0	0	0
Drug Control Fines	0	0	2,233	0	0
Drug Court Fees	1,064	0	0	0	0
Jail Fees	8,295	0	0	0	0
DUI Treatment Fines	1,520	0	0	0	0
Data Entry Fee - General Sessions Court	2,579	0	0	0	0
Courtroom Security Fee	108	0	0	0	0
Juvenile Court					
Fines	448	0	0	0	0
Chancery Court					
Officers Costs	2,596	0	0	0	0
Data Entry Fee - Chancery Court	2,286	0	0	0	0
Courtroom Security Fee	6	0	0	0	0
Other Fines, Forfeitures, and Penalties					
Other Fines, Forfeitures, and Penalties	575	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 57,723	\$ 0	\$ 2,233	\$ 0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Sports and Recreation	Constitu- tional Officers - Fees
Charges for Current Services					
General Service Charges					
Self-Insurance Premiums/Contributions	\$ 0	\$ 8,570	\$ 0	\$ 0	0
Commercial and Industrial Waste Collection Charge	0	145,572	0	0	0
Residential Waste Collection Charge	0	528,579	0	0	0
Transfer Waste Stations Collection Charge	0	3,895	0	0	0
Tipping Fees	0	81,528	0	0	0
Solid Waste Disposal Fee	0	1,742	0	0	0
Surcharge - Waste Tire Disposal	0	13,784	0	0	0
Work Release Charges for Board	33,125	0	0	0	0
Fees					
Airport Fees	18,003	0	0	0	0
Recreation Fees	0	0	0	21,132	0
Library Fees	5,200	0	0	0	0
Archives and Records Management Fee	15,665	0	0	0	0
Greenbelt Late Application Fee	103	0	0	0	0
Telephone Commissions	11,991	0	0	0	0
Tourism Fees	1,900	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	50
Data Processing Fee - Register	5,952	0	0	0	0
Data Processing Fee - Sheriff	1,408	0	0	0	0
Sexual Offender Registration Fee - Sheriff	1,500	0	0	0	0
Data Processing Fee - County Clerk	15,706	0	0	0	0
Vehicle Registration Reinstatement Fees	1,595	0	0	0	0
Total Charges for Current Services	\$ 112,148	\$ 783,670	\$ 0	\$ 21,132	\$ 50

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Sports and Recreation	Constitu - tional Officers - Fees
Other Local Revenues					
Recurring Items					
Investment Income	\$ 226,257	\$ 0	\$ 0	\$ 0	0
Lease/Rentals/PPP	100,586	13,960	0	0	0
Commissary Sales	56,553	0	0	0	0
Sale of Gasoline	5,591	0	0	0	0
Sale of Recycled Materials	66	60,745	0	0	0
Retirees' Insurance Payments	0	0	0	0	0
Miscellaneous Refunds	40,132	2,185	0	135	0
Nonrecurring Items					
Revenue from Joint Ventures	2,304	0	0	0	0
Sale of Equipment	5,050	4,330	0	0	0
Sale of Property	7,178	0	0	0	0
Contributions and Gifts	2,450	0	0	0	0
Other Local Revenues					
Other Local Revenues	12,454	0	0	0	0
Total Other Local Revenues	\$ 458,621	\$ 81,220	\$ 0	\$ 135	0
Fees Received From County Officials					
Fees In-Lieu-of Salary					
County Clerk	\$ 190,744	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	35,457	0	0	0	0
General Sessions Court Clerk	51,568	0	0	0	0
Clerk and Master	56,478	0	0	0	0
Register	90,216	0	0	0	0
Sheriff	6,832	0	0	0	0
Trustee	227,584	0	0	0	0
Total Fees Received From County Officials	\$ 658,879	\$ 0	\$ 0	\$ 0	0

(Continued)

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

	Special Revenue Funds				
	General	Solid Waste / Sanitation	Drug Control	Sports and Recreation	Constitu - tional Officers - Fees
State of Tennessee					
General Government Grants					
Airport Maintenance Program	\$ 7,952	\$ 0	\$ 0	\$ 0	0
Other General Government Grants	23,099	0	0	0	0
Public Safety Grants					
Law Enforcement Training Programs	11,200	0	0	0	0
Other Public Safety Grants	607,624	0	0	0	0
Health and Welfare Grants					
Health Department Programs	63,847	0	0	0	0
Other Health and Welfare Grants	227,822	0	0	0	0
Public Works Grants					
State Aid Program	0	0	0	0	0
Litter Program	49,714	0	0	0	0
Other State Revenues					
Income Tax	5,083	0	0	0	0
Beer Tax	18,498	0	0	0	0
Vehicle Certificate of Title Fees	12,400	0	0	0	0
Alcoholic Beverage Tax	45,373	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	66,089	0	0	0	0
State Revenue Sharing - T.V.A.	395,834	0	0	0	0
State Revenue Sharing - Telecommunications	9,699	0	0	0	0
State Shared Sports Gaming Privilege Tax	16,549	0	0	0	0
Contracted Prisoner Boarding	391,960	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0
T.B.I. - Equipment Reimbursement	16,131	0	0	0	0

(Continued)

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

	<u>Special Revenue Funds</u>				
	General	Solid Waste / Sanitation	Drug Control	Sports and Recreation	Constitu- tional Officers - Fees
State of Tennessee (Cont.)					
Other State Revenues (Cont.)					
Registrar's Salary Supplement	\$ 18,955	\$ 0	\$ 0	\$ 0	0
Other State Grants	24,341	0	0	0	0
Other State Revenues	13,119	13,172	0	0	0
Total State of Tennessee	<u>\$ 2,025,289</u>	<u>\$ 13,172</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Federal Government					
Federal Through State					
Community Development	\$ 43,011	\$ 0	\$ 0	\$ 0	0
Homeland Security Grants	11,860	0	0	0	0
Other Federal through State	80,101	0	0	0	0
Direct Federal Revenue					
Other Direct Federal Revenue	50,000	0	0	0	0
Total Federal Government	<u>\$ 184,972</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Other Governments and Citizens Groups					
Other Governments					
Paving and Maintenance	\$ 0	\$ 0	\$ 0	\$ 0	0
Contributions	2,090	0	0	55,914	0
Other					
Opioid Settlement Funds - Past Remediation	34,212	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 36,302</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 55,914</u>	<u>0</u>
Total	<u>\$ 9,174,912</u>	<u>\$ 920,602</u>	<u>\$ 2,233</u>	<u>\$ 77,181</u>	<u>50</u>

(Continued)

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

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Local Taxes				
County Property Taxes				
Current Property Tax	\$ 70,011	\$ 0	\$ 0	\$ 2,981,279
Trustee's Collections - Prior Year	2,765	0	0	149,316
Circuit Clerk/Clerk and Master Collections - Prior Years	978	0	0	51,204
Interest and Penalty	599	0	0	68,356
Payments in-Lieu-of Taxes - T.V.A.	184	0	0	7,787
Payments in-Lieu-of Taxes - Local Utilities	6,444	0	0	275,869
Payments in-Lieu-of Taxes - Other	0	0	0	13,900
County Local Option Taxes				
Local Option Sales Tax	0	0	0	1,338,965
Hotel/Motel Tax	0	0	0	91,074
Wheel Tax	0	386,541	0	800,373
Litigation Tax - General	0	0	0	36,534
Litigation Tax - Special Purpose	0	0	0	2,808
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	51,764
Litigation Tax - Victim-Offender Mediation Center	0	0	0	1,303
Business Tax	4,279	0	0	180,865
Mixed Drink Tax	0	0	0	3,706
Statutory Local Taxes				
Bank Excise Tax	1,557	0	0	66,648
Wholesale Beer Tax	0	0	0	33,747
Total Local Taxes	<u>\$ 86,817</u>	<u>\$ 386,541</u>	<u>\$ 0</u>	<u>\$ 6,155,498</u>
Licenses and Permits				
Permits				
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 1,378
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,378</u>

(Continued)

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

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Fines, Forfeitures, and Penalties				
Circuit Court				
Fines	\$ 0	\$ 0	\$ 0	\$ 9,410
Officers Costs	0	0	0	4,117
Data Entry Fee - Circuit Court	0	0	0	594
Criminal Court				
Drug Court Fees	0	0	0	862
DUI Treatment Fines	0	0	0	285
General Sessions Court				
Fines	0	0	0	8,645
Officers Costs	0	0	0	14,019
Game and Fish Fines	0	0	0	314
Drug Control Fines	0	0	0	2,233
Drug Court Fees	0	0	0	1,064
Jail Fees	0	0	0	8,295
DUI Treatment Fines	0	0	0	1,520
Data Entry Fee - General Sessions Court	0	0	0	2,579
Courtroom Security Fee	0	0	0	108
Juvenile Court				
Fines	0	0	0	448
Chancery Court				
Officers Costs	0	0	0	2,596
Data Entry Fee - Chancery Court	0	0	0	2,286
Courtroom Security Fee	0	0	0	6
Other Fines, Forfeitures, and Penalties				
Other Fines, Forfeitures, and Penalties	0	0	0	575
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 59,956

(Continued)

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

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Charges for Current Services				
General Service Charges				
Self-Insurance Premiums/Contributions	\$ 0	\$ 0	\$ 0	\$ 8,570
Commercial and Industrial Waste Collection Charge	0	0	0	145,572
Residential Waste Collection Charge	0	0	0	528,579
Transfer Waste Stations Collection Charge	0	0	0	3,895
Tipping Fees	0	0	0	81,528
Solid Waste Disposal Fee	0	0	0	1,742
Surcharge - Waste Tire Disposal	0	0	0	13,784
Work Release Charges for Board	0	0	0	33,125
Fees				
Airport Fees	0	0	0	18,003
Recreation Fees	0	0	0	21,132
Library Fees	0	0	0	5,200
Archives and Records Management Fee	0	0	0	15,665
Greenbelt Late Application Fee	2	0	0	105
Telephone Commissions	0	0	0	11,991
Tourism Fees	0	0	0	1,900
Constitutional Officers' Fees and Commissions	0	0	0	50
Data Processing Fee - Register	0	0	0	5,952
Data Processing Fee - Sheriff	0	0	0	1,408
Sexual Offender Registration Fee - Sheriff	0	0	0	1,500
Data Processing Fee - County Clerk	0	0	0	15,706
Vehicle Registration Reinstatement Fees	0	0	0	1,595
Total Charges for Current Services	\$ 2	\$ 0	\$ 0	\$ 917,002

(Continued)

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

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
Other Local Revenues				
Recurring Items				
Investment Income	\$ 0	\$ 0	\$ 8,492	\$ 234,749
Lease/Rentals/PPP	0	0	0	114,546
Commissary Sales	0	0	0	56,553
Sale of Gasoline	0	0	0	5,591
Sale of Recycled Materials	3,641	0	0	64,452
Retirees' Insurance Payments	1,599	0	0	1,599
Miscellaneous Refunds	1,672	0	0	44,124
Nonrecurring Items				
Revenue from Joint Ventures	0	0	0	2,304
Sale of Equipment	68,892	0	0	78,272
Sale of Property	0	0	0	7,178
Contributions and Gifts	0	0	0	2,450
Other Local Revenues				
Other Local Revenues	0	0	0	12,454
Total Other Local Revenues	\$ 75,804	\$ 0	\$ 8,492	\$ 624,272
Fees Received From County Officials				
Fees In-Lieu-of Salary				
County Clerk	\$ 0	\$ 0	\$ 0	\$ 190,744
Circuit Court Clerk	0	0	0	35,457
General Sessions Court Clerk	0	0	0	51,568
Clerk and Master	0	0	0	56,478
Register	0	0	0	90,216
Sheriff	0	0	0	6,832
Trustee	0	0	0	227,584
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 658,879

(Continued)

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

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	Total
	Highway / Public Works	General Debt Service	General Capital Projects	
State of Tennessee				
General Government Grants				
Airport Maintenance Program	\$ 0	\$ 0	\$ 0	7,952
Other General Government Grants	0	0	0	23,099
Public Safety Grants				
Law Enforcement Training Programs	0	0	0	11,200
Other Public Safety Grants	0	0	0	607,624
Health and Welfare Grants				
Health Department Programs	0	0	0	63,847
Other Health and Welfare Grants	0	0	0	227,822
Public Works Grants				
State Aid Program	2,288,949	0	0	2,288,949
Litter Program	0	0	0	49,714
Other State Revenues				
Income Tax	0	0	0	5,083
Beer Tax	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	12,400
Alcoholic Beverage Tax	0	0	0	45,373
Opioid Settlement Funds - TN Abatement Council	0	0	0	66,089
State Revenue Sharing - T.V.A.	32,000	0	0	427,834
State Revenue Sharing - Telecommunications	0	0	0	9,699
State Shared Sports Gaming Privilege Tax	0	0	0	16,549
Contracted Prisoner Boarding	0	0	0	391,960
Gasoline and Motor Fuel Tax	2,065,808	0	0	2,065,808
Hybrid/Electric Vehicle Registration Fee	6,562	0	0	6,562
Petroleum Special Tax	8,337	0	0	8,337
T.B.I. - Equipment Reimbursement	0	0	0	16,131

(Continued)

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

	<u>Special Revenue Fund</u>	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	Highway / Public Works	General Debt Service	General Capital Projects	Total
State of Tennessee (Cont.)				
Other State Revenues (Cont.)				
Registrar's Salary Supplement	\$ 0	\$ 0	\$ 0	\$ 18,955
Other State Grants	0	0	0	24,341
Other State Revenues	0	0	0	26,291
Total State of Tennessee	<u>\$ 4,401,656</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,440,117</u>
Federal Government				
Federal Through State				
Community Development	\$ 0	\$ 0	\$ 0	\$ 43,011
Homeland Security Grants	0	0	0	11,860
Other Federal through State	53,357	0	0	133,458
Direct Federal Revenue				
Other Direct Federal Revenue	0	0	0	50,000
Total Federal Government	<u>\$ 53,357</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 238,329</u>
Other Governments and Citizens Groups				
Other Governments				
Paving and Maintenance	\$ 25,780	\$ 0	\$ 0	\$ 25,780
Contributions	0	1,950	0	59,954
Other				
Opioid Settlement Funds - Past Remediation	0	0	0	34,212
Total Other Governments and Citizens Groups	<u>\$ 25,780</u>	<u>\$ 1,950</u>	<u>\$ 0</u>	<u>\$ 119,946</u>
Total	<u>\$ 4,643,416</u>	<u>\$ 388,491</u>	<u>\$ 8,492</u>	<u>\$ 15,215,377</u>

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

	<u>Special Revenue Funds</u>				<u>Capital</u>	<u>Total</u>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 1,263,097	\$ 0	\$ 0	\$ 0	\$ 0	1,263,097
Trustee's Collections - Prior Year	58,881	0	0	0	0	58,881
Circuit Clerk/Clerk and Master Collections - Prior Years	17,819	0	0	0	0	17,819
Interest and Penalty	10,977	0	0	0	0	10,977
Payments in-Lieu-of Taxes - T.V.A.	3,314	0	0	0	0	3,314
Payments in-Lieu-of Taxes - Local Utilities	116,996	0	0	0	0	116,996
County Local Option Taxes						
Local Option Sales Tax	3,276,717	0	0	0	655,343	3,932,060
Business Tax	77,856	0	0	0	0	77,856
Statutory Local Taxes						
Bank Excise Tax	28,265	0	0	0	0	28,265
Total Local Taxes	\$ 4,853,922	\$ 0	\$ 0	\$ 0	\$ 655,343	\$ 5,509,265
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 413	\$ 0	\$ 0	\$ 0	\$ 0	413
Total Licenses and Permits	\$ 413	\$ 0	\$ 0	\$ 0	\$ 0	413
Charges for Current Services						
Fees						
Greenbelt Late Application Fee	\$ 45	\$ 0	\$ 0	\$ 0	\$ 0	45
Education Charges						
Lunch Payments - Children	0	0	161,813	0	0	161,813
Lunch Payments - Adults	0	0	10,876	0	0	10,876

(Continued)

LEWIS COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Lewis County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital</u>	<u>Total</u>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Charges for Current Services (Cont.)						
Education Charges (Cont.)						
Income from Breakfast	\$ 0	\$ 0	\$ 10	\$ 0	\$ 0	10
A la Carte Sales	0	0	63,352	0	0	63,352
School Based Health Services - FFS	41,024	0	0	0	0	41,024
Receipts from Individual Schools	2,842	0	0	0	0	2,842
Total Charges for Current Services	\$ 43,911	\$ 0	\$ 236,051	\$ 0	\$ 0	279,962
Other Local Revenues						
Recurring Items						
Investment Income	\$ 112,426	\$ 0	\$ 4,311	\$ 0	\$ 0	116,737
Sale of Recycled Materials	1,206	0	0	0	0	1,206
Miscellaneous Refunds	9,584	0	1,313	0	0	10,897
Nonrecurring Items						
Sale of Equipment	19,910	0	0	0	0	19,910
Damages Recovered from Individuals	33,788	0	0	0	0	33,788
Contributions and Gifts	2,958	0	0	0	0	2,958
Other Local Revenues						
Other Local Revenues	0	0	0	666,528	0	666,528
Total Other Local Revenues	\$ 179,872	\$ 0	\$ 5,624	\$ 666,528	\$ 0	852,024
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 39,616	\$ 0	\$ 0	\$ 0	\$ 0	39,616
State Education Funds						
Tennessee Investment in Student Achievement	12,088,178	0	0	0	0	12,088,178

(Continued)

LEWIS COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

Discretely Presented Lewis County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital</u>	Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
State of Tennessee (Cont.)						
State Education Funds (Cont.)						
TISA - On-behalf Payments	\$ 17,522	\$ 0	\$ 0	\$ 0	\$ 0	17,522
Early Childhood Education	367,237	0	0	0	0	367,237
School Food Service	0	0	8,243	0	0	8,243
Driver Education	3,783	0	0	0	0	3,783
Other State Education Funds	406,424	0	0	0	0	406,424
Paid Parental Leave	15,978	0	0	0	0	15,978
Career Ladder Program	22,634	0	0	0	0	22,634
Other Vocational	356,295	0	0	0	0	356,295
Other State Revenues						
State Revenue Sharing - Telecommunications	7,538	0	0	0	0	7,538
Other State Grants	139,582	0	0	0	0	139,582
Total State of Tennessee	\$ 13,464,787	\$ 0	\$ 8,243	\$ 0	\$ 0	13,473,030
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 567,136	\$ 0	\$ 0	567,136
USDA - Commodities	0	0	142,922	0	0	142,922
Breakfast	0	0	355,898	0	0	355,898
USDA - Other	0	0	106,945	0	0	106,945
Vocational Education - Basic Grants to States	0	85,815	0	0	0	85,815
Title I Grants to Local Education Agencies	0	478,600	0	0	0	478,600
Special Education - Grants to States	0	411,577	0	0	0	411,577
Special Education Preschool Grants	0	18,858	0	0	0	18,858
Rural Education	0	49,861	0	0	0	49,861

(Continued)

LEWIS COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Lewis County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital</u>	<u>Total</u>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	
Federal Government (Cont.)						
Federal Through State (Cont.)						
Eisenhower Professional Development State Grants	\$ 0	\$ 61,700	\$ 0	\$ 0	\$ 0	61,700
COVID-19 Grant B	0	6	0	0	0	6
American Rescue Plan Act Grant #1	0	1,410,219	0	0	0	1,410,219
American Rescue Plan Act Grant #2	0	11,582	0	0	0	11,582
American Rescue Plan Act Grant #3	0	758	0	0	0	758
Other Federal through State	50,814	71,204	0	0	0	122,018
Total Federal Government	\$ 50,814	\$ 2,600,180	\$ 1,172,901	\$ 0	\$ 0	3,823,895
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 147,238	\$ 0	\$ 0	\$ 0	\$ 0	147,238
Total Other Governments and Citizens Groups	\$ 147,238	\$ 0	\$ 0	\$ 0	\$ 0	147,238
Total	\$ 18,740,957	\$ 2,600,180	\$ 1,422,819	\$ 666,528	\$ 655,343	24,085,827

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

General Fund

General Government

County Commission

County Official/Administrative Officer	\$	6,000	
Secretary to Board		9,647	
Board and Committee Members Fees		18,139	
Audit Services		5,410	
Dues and Memberships		2,675	
Legal Notices, Recording, and Court Costs		2,473	
Printing, Stationery, and Forms		908	
Travel		2,387	
Food Supplies		1,000	
Office Supplies		1,413	
Total County Commission	\$		50,052

Board of Equalization

Board and Committee Members Fees	\$	450	
Total Board of Equalization			450

County Mayor/Executive

County Official/Administrative Officer	\$	106,458	
Supervisor/Director		45,449	
Accountants/Bookkeepers		31,984	
Purchasing Personnel		33,418	
Part-time Personnel		1,736	
Other Salaries and Wages		9,050	
Communication		790	
Consultants		2,000	
Data Processing Services		25,594	
Dues and Memberships		1,700	
Legal Notices, Recording, and Court Costs		474	
Printing, Stationery, and Forms		1,831	
Travel		6,243	
Other Contracted Services		300	
Food Supplies		1,097	
Office Supplies		3,510	
Other Charges		300	
Office Equipment		22,393	
Total County Mayor/Executive			294,327

County Attorney

Contracts with Private Agencies	\$	6,000	
Legal Services		325	
Total County Attorney			6,325

Election Commission

County Official/Administrative Officer	\$	77,879	
Part-time Personnel		23,690	
Election Commission		4,975	
Election Workers		7,989	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Data Processing Services	\$	9,107	
Legal Notices, Recording, and Court Costs		1,877	
Maintenance and Repair Services - Office Equipment		936	
Postal Charges		182	
Printing, Stationery, and Forms		932	
Rentals		500	
Travel		8,310	
Other Contracted Services		6,964	
Food Supplies		441	
Office Supplies		2,500	
Total Election Commission			\$ 146,282

Register of Deeds

County Official/Administrative Officer	\$	86,716	
Secretary(ies)		31,260	
Data Processing Services		5,329	
Dues and Memberships		703	
Maintenance and Repair Services - Buildings		2,806	
Printing, Stationery, and Forms		1,284	
Office Supplies		2,500	
Total Register of Deeds			130,598

Building

Other Construction	\$	25,300	
Total Building			25,300

Geographical Information Systems

Data Processing Personnel	\$	36,871	
Salary Supplements		1,000	
Dues and Memberships		410	
Travel		241	
Duplicating Supplies		47	
Office Supplies		500	
Office Equipment		500	
Total Geographical Information Systems			39,569

County Buildings

Supervisor/Director	\$	45,864	
Guards		25,861	
Custodial Personnel		30,408	
Maintenance Personnel		68,932	
Part-time Personnel		8,984	
Communication		26,935	
Lease/SBITA Payments		3,939	
Legal Notices, Recording, and Court Costs		152	
Maintenance Agreements		1,555	
Maintenance and Repair Services - Buildings		20,534	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Maintenance and Repair Services - Equipment	\$	9,025	
Maintenance and Repair Services - Vehicles		3,236	
Medical and Dental Services		24	
Pest Control		308	
Postal Charges		20,403	
Travel		128	
Disposal Fees		560	
Permits		80	
Other Contracted Services		2,994	
Custodial Supplies		3,290	
Diesel Fuel		100	
Food Supplies		6,873	
Gasoline		6,011	
Ice		1,260	
Office Supplies		507	
Propane Gas		66	
Tires and Tubes		35	
Uniforms		500	
Utilities		28,060	
Other Charges		2,104	
Building Improvements		693	
Maintenance Equipment		1,999	
Office Equipment		500	
Disabilities Act Improvements		1,165	
Total County Buildings			\$ 323,085

Other Facilities

Communication	\$	7,754	
Maintenance Agreements		600	
Maintenance and Repair Services - Buildings		6,449	
Maintenance and Repair Services - Equipment		4,775	
Pest Control		660	
Other Contracted Services		362	
Custodial Supplies		784	
Utilities		9,886	
Other Charges		374	
Heating and Air Conditioning Equipment		10,582	
Total Other Facilities			42,226

Other General Administration

Part-time Personnel	\$	5,025	
Communication		7,932	
Maintenance Agreements		1,432	
Maintenance and Repair Services - Buildings		852	
Pest Control		900	
Disposal Fees		240	
Custodial Supplies		1,071	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Other General Administration (Cont.)

Utilities	\$	12,004	
Other Charges		950	
Heating and Air Conditioning Equipment		575	
Total Other General Administration			\$ 30,981

Finance

Property Assessor's Office

County Official/Administrative Officer	\$	86,716	
Assistant(s)		29,501	
Audit Services		7,144	
Data Processing Services		4,319	
Dues and Memberships		1,050	
Legal Notices, Recording, and Court Costs		35	
Maintenance and Repair Services - Equipment		200	
Gasoline		1,144	
Office Supplies		1,443	
Motor Vehicles		165	
Office Equipment		1,199	
Total Property Assessor's Office			132,916

Reappraisal Program

Assistant(s)	\$	31,126	
Total Reappraisal Program			31,126

County Trustee's Office

County Official/Administrative Officer	\$	86,716	
Data Processing Personnel		31,412	
Secretary(ies)		28,194	
Data Processing Services		20,016	
Dues and Memberships		688	
Legal Notices, Recording, and Court Costs		175	
Maintenance and Repair Services - Buildings		6,801	
Printing, Stationery, and Forms		536	
Other Contracted Services		3,220	
Office Supplies		1,192	
Premiums on Corporate Surety Bonds		1,636	
Office Equipment		6,923	
Total County Trustee's Office			187,509

County Clerk's Office

County Official/Administrative Officer	\$	86,716	
Data Processing Personnel		30,000	
Secretary(ies)		29,892	
Part-time Personnel		13,299	
Board and Committee Members Fees		80	
Data Processing Services		11,622	
Dues and Memberships		788	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Legal Notices, Recording, and Court Costs	\$	105	
Maintenance and Repair Services - Office Equipment		448	
Printing, Stationery, and Forms		300	
Office Supplies		699	
Periodicals		264	
Office Equipment		198	
Total County Clerk's Office			\$ 174,411

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	86,716	
Other Salaries and Wages		4,590	
Jury and Witness Expense		3,045	
Data Processing Services		11,004	
Dues and Memberships		863	
Legal Notices, Recording, and Court Costs		480	
Printing, Stationery, and Forms		1,187	
Office Supplies		696	
Total Circuit Court			108,581

General Sessions Judge

Judge(s)	\$	111,939	
Guidance Personnel		2,565	
Secretary(ies)		2,404	
Dues and Memberships		340	
Printing, Stationery, and Forms		35	
Travel		2,198	
Total General Sessions Judge			119,481

General Sessions Court Clerk

Data Processing Personnel	\$	60,921	
Secretary(ies)		30,461	
Data Processing Services		5,174	
Lease/SBITA Payments		2,845	
Printing, Stationery, and Forms		1,679	
Other Contracted Services		100	
Office Supplies		695	
Total General Sessions Court Clerk			101,875

Chancery Court

County Official/Administrative Officer	\$	86,716	
Secretary(ies)		32,920	
Data Processing Services		7,860	
Dues and Memberships		883	
Lease/SBITA Payments		2,126	
Legal Notices, Recording, and Court Costs		500	
Printing, Stationery, and Forms		952	

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Other Contracted Services	\$	301	
Data Processing Supplies		700	
Office Supplies		763	
Periodicals		450	
Premiums on Corporate Surety Bonds		15	
Total Chancery Court			\$ 134,186

Judicial Commissioners

Supervisor/Director	\$	17,188	
Youth Service Officer(s)		10,900	
Part-time Personnel		36,807	
Dues and Memberships		540	
Travel		986	
Office Supplies		1,010	
Total Judicial Commissioners			67,431

Other Administration of Justice

Supervisor/Director	\$	50,000	
Other Salaries and Wages		10,000	
Communication		2,805	
Dues and Memberships		240	
Medical and Dental Services		21	
Travel		8,042	
Office Supplies		6,238	
Other Charges		4,609	
Total Other Administration of Justice			81,955

Public Safety

Sheriff's Department

County Official/ Administrative Officer	\$	95,388	
Supervisor/Director		47,665	
Deputy(ies)		348,379	
Investigator(s)		46,782	
Captain(s)		57,496	
Lieutenant(s)		47,318	
Sergeant(s)		131,180	
Guidance Personnel		43,046	
Salary Supplements		12,800	
Guards		40,421	
Secretary(ies)		52,986	
Part-time Personnel		14,124	
Other Salaries and Wages		33,431	
In-service Training		1,785	
Advertising		500	
Communication		11,812	
Contracts with Government Agencies		500	
Contracts with Other School Systems		239	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Contracts with Private Agencies	\$	1,000	
Dues and Memberships		705	
Evaluation and Testing		1,000	
Lease/SBITA Payments		4,773	
Legal Notices, Recording, and Court Costs		148	
Licenses		135	
Maintenance Agreements		23,254	
Maintenance and Repair Services - Buildings		7,448	
Maintenance and Repair Services - Equipment		1,187	
Maintenance and Repair Services - Vehicles		16,610	
Printing, Stationery, and Forms		525	
Towing Services		75	
Travel		2,931	
Other Contracted Services		3,500	
Gasoline		59,067	
Ice		300	
Office Supplies		4,988	
Tires and Tubes		5,999	
Uniforms		6,500	
Utilities		436	
Premiums on Corporate Surety Bonds		50	
Liability Claims		1,379	
Other Charges		1,540	
Law Enforcement Equipment		24,455	
Motor Vehicles		90,393	
Office Equipment		12,276	
Total Sheriff's Department			\$ 1,256,526

Drug Enforcement

Other Salaries and Wages	\$	5,987	
Veterinary Services		714	
Food Supplies		954	
Other Charges		1,000	
Law Enforcement Equipment		3,500	
Total Drug Enforcement			12,155

Jail

County Official/Administrative Officer	\$	10,437	
Supervisor/Director		102,548	
Captain(s)		39,144	
Lieutenant(s)		38,261	
Sergeant(s)		119,642	
Guidance Personnel		1,320	
Guards		644,587	
Secretary(ies)		65,006	
Maintenance Personnel		28,274	
Other Salaries and Wages		70,931	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

In-service Training	\$	950	
Contracts with Government Agencies		33,229	
Contracts with Private Agencies		6,645	
Contracts with Public Carriers		2,000	
Dues and Memberships		500	
Lease/SBITA Payments		4,279	
Maintenance Agreements		2,362	
Maintenance and Repair Services - Buildings		12,088	
Maintenance and Repair Services - Equipment		3,481	
Maintenance and Repair Services - Vehicles		8,754	
Medical and Dental Services		555,080	
Pest Control		2,879	
Printing, Stationery, and Forms		1,993	
Travel		3,554	
Disposal Fees		560	
Custodial Supplies		23,656	
Drugs and Medical Supplies		141	
Food Supplies		253,804	
Gasoline		5,697	
Ice		862	
Office Supplies		9,231	
Prisoners Clothing		2,714	
Tires and Tubes		1,499	
Uniforms		7,105	
Utilities		94,118	
Vehicle Parts		352	
Other Charges		2,580	
Heating and Air Conditioning Equipment		3,744	
Law Enforcement Equipment		1,925	
Maintenance Equipment		2,008	
Total Jail			\$ 2,167,940

Correctional Incentive Program Improvements

Office Supplies	\$	2,240	
Law Enforcement Equipment		11,896	
Total Correctional Incentive Program Improvements			14,136

Juvenile Services

Contracts with Private Agencies	\$	2,175	
Total Juvenile Services			2,175

Fire Prevention and Control

Contributions	\$	30,000	
Utilities		12,150	
Total Fire Prevention and Control			42,150

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense

Supervisor/Director	\$	23,272	
Communication		4,538	
Contributions		149,652	
Maintenance and Repair Services - Equipment		1,473	
Maintenance and Repair Services - Vehicles		30	
Matching Share		11,623	
Other Contracted Services		10,021	
Gasoline		1,458	
Office Supplies		583	
Utilities		1,497	
Office Equipment		306	
Total Civil Defense	\$		204,453

County Coroner/Medical Examiner

County Official/Administrative Officer	\$	3,600	
Medical and Dental Services		29,103	
Total County Coroner/Medical Examiner			32,703

Public Safety Grants Program

Contracts with Private Agencies	\$	72,291	
Travel		1,923	
Other Contracted Services		1,736	
Office Supplies		622	
Building Construction		351,880	
Total Public Safety Grants Program			428,452

Other Public Safety

Contributions	\$	22,208	
Law Enforcement Equipment		45,084	
Total Other Public Safety			67,292

Public Health and Welfare

Local Health Center

Custodial Personnel	\$	2,954	
Communication		8,272	
Contributions		9,848	
Legal Notices, Recording, and Court Costs		190	
Maintenance and Repair Services - Buildings		3,097	
Other Contracted Services		500	
Custodial Supplies		350	
Office Supplies		499	
Periodicals		200	
Utilities		9,000	
Other Charges		1,596	
Heating and Air Conditioning Equipment		2,815	
Total Local Health Center			39,321

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control

Veterinary Services	\$	345	
Other Contracted Services		1,200	
Animal Food and Supplies		582	
Gasoline		425	
Utilities		2,536	
Total Rabies and Animal Control			\$ 5,088

Ambulance/Emergency Medical Services

Contracts with Private Agencies	\$	375,000	
Building Purchases		5,707	
Total Ambulance/Emergency Medical Services			380,707

Alcohol and Drug Programs

Legal Notices, Recording, and Court Costs	\$	65	
Total Alcohol and Drug Programs			65

Regional Mental Health Center

Contributions	\$	9,000	
Total Regional Mental Health Center			9,000

Other Local Welfare Services

Medical Personnel	\$	38,472	
Educational Assistants		16,898	
Dues and Memberships		46	
Medical and Dental Services		100	
Travel		550	
Office Supplies		72	
Other Charges		29	
Total Other Local Welfare Services			56,167

Sanitation Education/Information

Other Salaries and Wages	\$	33,306	
Advertising		100	
Gasoline		443	
Instructional Supplies and Materials		8,840	
Tires and Tubes		40	
Other Charges		6,556	
Total Sanitation Education/Information			49,285

Other Public Health and Welfare

Law Enforcement Equipment	\$	7,042	
Motor Vehicles		27,256	
Total Other Public Health and Welfare			34,298

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	6,000	
Total Senior Citizens Assistance			6,000

(Continued)

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

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Libraries

Assistant(s)	\$	29,239	
Supervisor/Director		40,147	
Part-time Personnel		32,197	
Communication		4,769	
Dues and Memberships		1,053	
Maintenance Agreements		349	
Maintenance and Repair Services - Buildings		60	
Maintenance and Repair Services - Equipment		75	
Pest Control		364	
Internet Connectivity		540	
Travel		1,892	
Disposal Fees		240	
Other Contracted Services		4,874	
Ice		599	
Library Books/Media		18,855	
Office Supplies		2,567	
Periodicals		1,821	
Utilities		6,605	
Other Charges		4,256	
Office Equipment		413	
Total Libraries	\$		150,915

Agriculture and Natural Resources

Agricultural Extension Service

Board and Committee Members Fees	\$	1,050	
Communication		1,099	
Contributions		72,712	
Dues and Memberships		346	
Travel		4,500	
Other Contracted Services		55	
Office Supplies		55	
Total Agricultural Extension Service			79,817

Soil Conservation

Other Salaries and Wages	\$	39,286	
Contributions		18,000	
Total Soil Conservation			57,286

Other Operations

Tourism

Site Development	\$	51,766	
Total Tourism			51,766

Other Economic and Community Development

Contracts with Private Agencies	\$	18,000	
Dues and Memberships		3,663	
Travel		999	

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Other Economic and Community Development (Cont.)

Other Contracted Services	\$	698	
Food Supplies		1,000	
Other Charges		3,308	
Site Development		5,348	
Total Other Economic and Community Development	\$		33,016

Airport

Part-time Personnel	\$	19,305	
Advertising		50	
Communication		2,498	
Engineering Services		71,602	
Maintenance and Repair Services - Buildings		6,000	
Maintenance and Repair Services - Equipment		2,498	
Matching Share		11,325	
Pest Control		450	
Travel		1,000	
Disposal Fees		240	
Custodial Supplies		185	
Diesel Fuel		457	
Gasoline		294	
Office Supplies		331	
Utilities		8,906	
Excess Risk Insurance		1,943	
Maintenance Equipment		2,394	
Office Equipment		808	
Total Airport			130,286

Veterans' Services

County Official/Administrative Officer	\$	13,766	
Advertising		180	
Communication		369	
Legal Notices, Recording, and Court Costs		110	
Travel		1,699	
Food Supplies		400	
Library Books/Media		100	
Office Supplies		257	
Utilities		450	
Other Charges		278	
Office Equipment		500	
Total Veterans' Services			18,109

Employee Benefits

Social Security	\$	294,368	
Pensions		188,523	
Employee and Dependent Insurance		268,184	
Life Insurance		4,438	
Unemployment Compensation		11,513	
Workers' Compensation Insurance		68,839	
Total Employee Benefits			835,865

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

COVID-19 Grant #10

Maintenance and Repair Services - Buildings	\$ 72,296	
Total COVID-19 Grant #10		\$ 72,296

Miscellaneous

Contributions	\$ 54,238	
Liability Insurance	199,974	
Premiums on Corporate Surety Bonds	100	
Refunds	500	
Trustee's Commission	96,683	
Other Charges	46,770	
Total Miscellaneous		398,265

Capital Projects

Agriculture and Natural Resources Projects

Other Charges	\$ 78,000	
Total Agriculture and Natural Resources Projects		78,000

Total General Fund		\$ 8,942,200
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Solid Waste/Sanitation Fund

Public Health and Welfare

Transfer Stations

Supervisor/Director	\$ 43,041
Equipment Operators	34,268
Secretary(ies)	53,897
Clerical Personnel	39,451
Attendants	98,650
Part-time Personnel	53,012
Other Salaries and Wages	726
Communication	10,521
Contracts with Other Public Agencies	53,355
Contracts with Private Agencies	413,473
Data Processing Services	1,500
Dues and Memberships	3,000
Legal Notices, Recording, and Court Costs	5,652
Maintenance and Repair Services - Buildings	11,723
Maintenance and Repair Services - Equipment	13,505
Medical and Dental Services	80
Postal Charges	3,025
Printing, Stationery, and Forms	2,917
Travel	780
Permits	4,650
Other Contracted Services	3,624
Crushed Stone	1,015
Custodial Supplies	282
Diesel Fuel	8,657
Food Supplies	1,026

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Transfer Stations (Cont.)

Gasoline	\$	10,149	
Office Supplies		2,242	
Tires and Tubes		1,098	
Uniforms		4,385	
Utilities		4,991	
Fencing		1,494	
Other Supplies and Materials		1,047	
Refunds		2,260	
Other Charges		891	
Maintenance Equipment		2,410	
Motor Vehicles		7,900	
Office Equipment		420	
Site Development		36,611	
Solid Waste Equipment		4,862	
Total Transfer Stations	\$		942,590

Other Operations

Employee Benefits

Social Security	\$	24,378	
Pensions		12,383	
Employee and Dependent Insurance		8,948	
Life Insurance		407	
Unemployment Compensation		1,256	
Workers' Compensation Insurance		1,718	
Total Employee Benefits			49,090

Miscellaneous

Liability Insurance	\$	3,000	
Trustee's Commission		9,249	
Total Miscellaneous			12,249

Total Solid Waste/Sanitation Fund \$ 1,003,929

Industrial/Economic Development Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Building Purchases	\$	106,924	
Total Ambulance/Emergency Medical Services			\$ 106,924

Total Industrial/Economic Development Fund 106,924

Drug Control Fund

Public Safety

Drug Enforcement

Other Charges	\$	1,000	
Total Drug Enforcement			\$ 1,000

(Continued)

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

Drug Control Fund (Cont.)

Other Operations

Miscellaneous

Trustee's Commission

\$ 22

Total Miscellaneous

\$ 22

Total Drug Control Fund

\$ 1,022

Sports and Recreation Fund

Social, Cultural, and Recreational Services

Parks and Fair Boards

Assistant(s)

\$ 23,955

Supervisor/Director

42,611

Guards

18,073

Temporary Personnel

20,696

Part-time Personnel

1,714

Communication

2,914

Data Processing Services

400

Legal Notices, Recording, and Court Costs

42

Maintenance and Repair Services - Buildings

10,175

Maintenance and Repair Services - Equipment

1,255

Medical and Dental Services

115

Printing, Stationery, and Forms

140

Disposal Fees

420

Permits

340

Other Contracted Services

2,042

Custodial Supplies

2,108

Diesel Fuel

1,212

Fertilizer, Lime, and Seed

417

Food Supplies

2,129

Gasoline

349

Office Supplies

107

Sand

192

Tires and Tubes

250

Uniforms

545

Utilities

46,875

Fencing

850

Chemicals

1,636

Refunds

100

Building Improvements

2,408

Maintenance Equipment

5,498

Site Development

2,792

Total Parks and Fair Boards

\$ 192,360

Other Operations

Employee Benefits

Social Security

\$ 7,959

Pensions

2,758

Employee and Dependent Insurance

6,727

Life Insurance

112

(Continued)

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

Sports and Recreation Fund (Cont.)		
Other Operations (Cont.)		
Employee Benefits (Cont.)		
Unemployment Compensation	\$ 535	
Workers' Compensation Insurance	<u>1,330</u>	
Total Employee Benefits		\$ 19,421
Miscellaneous		
Liability Insurance	\$ 4,000	
Trustee's Commission	<u>197</u>	
Total Miscellaneous		<u>4,197</u>
Total Sports and Recreation Fund		\$ 215,978
American Rescue Plan Act Grant Fund		
General Government		
County Buildings		
Communication	\$ 9,075	
Total County Buildings		\$ 9,075
Finance		
Property Assessor's Office		
Other Equipment	\$ 6,226	
Total Property Assessor's Office		6,226
Public Safety		
Civil Defense		
Communication	\$ 624,091	
Site Development	<u>6,500</u>	
Total Civil Defense		630,591
Public Health and Welfare		
Local Health Center		
Other Contracted Services	\$ 8,066	
Total Local Health Center		8,066
Transfer Stations		
Site Development	\$ 21,250	
Total Transfer Stations		21,250
Social, Cultural, and Recreational Services		
Parks and Fair Boards		
Land	\$ 20,466	
Site Development	<u>5,500</u>	
Total Parks and Fair Boards		<u>25,966</u>
Total American Rescue Plan Act Grant Fund		701,174

(Continued)

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

Constitutional Officers - Fees Fund

Administration of Justice

Circuit Court

Constitutional Officers' Operating Expenses

\$ 50

Total Circuit Court

\$ 50

Total Constitutional Officers - Fees Fund

\$ 50

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer

\$ 95,388

Secretary(ies)

38,349

Board and Committee Members Fees

1,100

Advertising

1,888

Communication

5,037

Contributions

500

Dues and Memberships

2,704

Freight Expenses

7

Maintenance and Repair Services - Buildings

4,200

Postal Charges

334

Printing, Stationery, and Forms

239

Rentals

1,028

Other Contracted Services

16,915

Custodial Supplies

5,326

Data Processing Supplies

84

Electricity

4,834

Food Supplies

525

Natural Gas

185

Office Supplies

241

Water and Sewer

1,832

Other Supplies and Materials

1,509

Office Equipment

60

Total Administration

\$ 182,285

Highway and Bridge Maintenance

Foremen

\$ 44,301

Equipment Operators

113,078

Equipment Operators - Light

123,922

Truck Drivers

130,754

Laborers

154,566

Freight Expenses

154

Other Contracted Services

63,503

Asphalt - Cold Mix

28,424

Asphalt - Liquid

193,254

Concrete

7,864

Crushed Stone

106,162

Riprap

4,535

Other Road Materials

8,459

Pipe

14,230

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Road Signs	\$	4,097	
Wood Products		326	
Gravel and Chert		3,822	
Geotextile Materials		640	
Other Supplies and Materials		597	
Total Highway and Bridge Maintenance			\$ 1,002,688

Operation and Maintenance of Equipment

Foremen	\$	42,909	
Mechanic(s)		44,302	
Freight Expenses		387	
Rentals		1,841	
Other Contracted Services		4,493	
Diesel Fuel		103,940	
Equipment and Machinery Parts		54,173	
Garage Supplies		24,159	
Gasoline		18,908	
Lubricants		148	
Small Tools		1,150	
Tires and Tubes		4,806	
Uniforms		875	
Other Supplies and Materials		12,767	
Total Operation and Maintenance of Equipment			314,858

Other Charges

Liability Insurance	\$	36,729	
Trustee's Commission		22,789	
Workers' Compensation Insurance		27,112	
Total Other Charges			86,630

Employee Benefits

Social Security	\$	46,249	
Pensions		147,563	
Employee and Dependent Insurance		4,956	
Life Insurance		3,875	
Medical Insurance		189,183	
Unemployment Compensation		4,651	
Employer Medicare		10,876	
Other Fringe Benefits		104	
Total Employee Benefits			407,457

Capital Outlay

Engineering Services	\$	4,967	
Matching Share		45,583	
Other Contracted Services		106,648	
Highway Construction		632,243	
Land		20,000	
State Aid Projects		1,512,955	
Total Capital Outlay			2,322,396

(Continued)

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

Highway/Public Works Fund (Cont.)

Principal on Debt

Highways and Streets

Principal on Notes

\$ 62,572

Total Highways and Streets

\$ 62,572

Interest on Debt

Highways and Streets

Interest on Notes

\$ 10,536

Total Highways and Streets

10,536

Total Highway/Public Works Fund

\$ 4,389,422

General Debt Service Fund

Other Operations

Miscellaneous

Trustee's Commission

\$ 3,565

Total Miscellaneous

\$ 3,565

Principal on Debt

General Government

Principal on Bonds

\$ 185,000

Principal on Notes

9,600

Total General Government

194,600

Interest on Debt

General Government

Interest on Bonds

\$ 135,562

Total General Government

135,562

Education

Interest on Other Loans

\$ 1,950

Total Education

1,950

Other Debt Service

General Government

Other Debt Service

\$ 750

Total General Government

750

Total General Debt Service Fund

336,427

General Capital Projects Fund

Capital Projects

Public Safety Projects

Building Construction

\$ 582,169

Total Public Safety Projects

\$ 582,169

Total General Capital Projects Fund

582,169

Total Governmental Funds - Primary Government

\$ 16,279,295

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

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$	5,728,920	
Career Ladder Program		13,416	
Homebound Teachers		4,365	
Educational Assistants		282,716	
Other Salaries and Wages		192	
Certified Substitute Teachers		200	
Non-certified Substitute Teachers		158,267	
Social Security		352,173	
Pensions		470,451	
Medical Insurance		619,932	
Dental Insurance		1,059	
Employer Medicare		83,345	
Contracts with Private Agencies		51,300	
Tuition		4,725	
Other Contracted Services		19,132	
Instructional Supplies and Materials		68,059	
Textbooks - Bound		35,057	
Software		5,000	
Other Supplies and Materials		384,279	
TISA - On-behalf Payments		17,522	
Regular Instruction Equipment		106,607	
Total Regular Instruction Program			\$ 8,406,717

Alternative Instruction Program

Teachers	\$	53,414	
Other Salaries and Wages		16,412	
Non-certified Substitute Teachers		200	
Social Security		4,320	
Pensions		5,821	
Medical Insurance		693	
Employer Medicare		1,010	
Other Contracted Services		474	
Total Alternative Instruction Program			82,344

Special Education Program

Teachers	\$	653,983	
Career Ladder Program		1,000	
Homebound Teachers		389	
Educational Assistants		20,757	
Speech Pathologist		70,488	
Social Security		42,152	
Pensions		60,551	
Medical Insurance		106,294	
Dental Insurance		6	
Employer Medicare		9,858	
Instructional Supplies and Materials		684	
Other Supplies and Materials		2,441	
Total Special Education Program			968,603

(Continued)

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

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program

Teachers	\$	423,483	
Career Ladder Program		1,000	
Other Salaries and Wages		909	
Social Security		23,952	
Pensions		34,480	
Medical Insurance		59,641	
Dental Insurance		335	
Employer Medicare		5,602	
Instructional Supplies and Materials		41,264	
Other Supplies and Materials		47,043	
Other Charges		1,172	
Vocational Instruction Equipment		65,191	
Total Career and Technical Education Program	\$		704,072

Support Services

Attendance

Supervisor/Director	\$	76,253	
Clerical Personnel		1,160	
Social Security		4,800	
Pensions		6,615	
Medical Insurance		1,335	
Employer Medicare		1,122	
Travel		1,379	
Software		3,894	
In Service/Staff Development		2,230	
Attendance Equipment		140	
Total Attendance			98,928

Health Services

Supervisor/Director	\$	82,032	
Medical Personnel		48,322	
Social Security		7,550	
Pensions		12,076	
Medical Insurance		18,152	
Employer Medicare		1,766	
Other Contracted Services		5,546	
Drugs and Medical Supplies		2,334	
Other Supplies and Materials		4,533	
In Service/Staff Development		30	
Other Charges		3,635	
Health Equipment		914	
Total Health Services			186,890

Other Student Support

Guidance Personnel	\$	260,579	
Clerical Personnel		53,500	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

School Resource Officer	\$	8,100	
Social Security		18,993	
Pensions		25,177	
Medical Insurance		22,438	
Dental Insurance		402	
Employer Medicare		4,442	
Contracts with Government Agencies		28,580	
Evaluation and Testing		3,478	
Other Supplies and Materials		59,664	
In Service/Staff Development		3,238	
Total Other Student Support			\$ 488,591

Regular Instruction Program

Supervisor/Director	\$	236,363	
Career Ladder Program		2,917	
Librarians		248,345	
Instructional Computer Personnel		500	
Secretary(ies)		23,000	
Other Salaries and Wages		300	
Social Security		30,300	
Pensions		43,882	
Medical Insurance		37,000	
Dental Insurance		250	
Employer Medicare		7,086	
Travel		48	
Library Books/Media		30,045	
Software		5,130	
In Service/Staff Development		659	
Total Regular Instruction Program			665,825

Special Education Program

Supervisor/Director	\$	90,889	
Psychological Personnel		64,118	
Social Security		9,385	
Pensions		13,229	
Medical Insurance		12,179	
Employer Medicare		2,195	
Other Contracted Services		42,232	
Total Special Education Program			234,227

Career and Technical Education Program

Supervisor/Director	\$	47,846	
Career Ladder Extended Contracts		750	
Social Security		2,888	
Pensions		3,901	
Medical Insurance		2,940	

(Continued)

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

Discretely Presented Lewis County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Employer Medicare	\$	675	
Travel		600	
Other Charges		57	
Other Equipment		5,661	
Total Career and Technical Education Program			\$ 65,318

Technology

Supervisor/Director	\$	63,326	
Instructional Computer Personnel		5,712	
Social Security		3,910	
Pensions		6,593	
Medical Insurance		9,651	
Employer Medicare		914	
Communication		1,598	
Internet Connectivity		187,668	
Cabling		20	
Software		40,397	
In Service/Staff Development		860	
Other Equipment		36,025	
Total Technology			356,674

Other Programs

On-behalf Payments to OPEB	\$	39,616	
Total Other Programs			39,616

Board of Education

Secretary to Board	\$	2,167	
Board and Committee Members Fees		17,050	
Social Security		1,180	
Pensions		207	
Medical Insurance		13,082	
Employer Medicare		276	
Audit Services		6,800	
Dues and Memberships		11,194	
Legal Services		19,500	
Postal Charges		70	
Travel		9,642	
Liability Insurance		33,977	
Premiums on Corporate Surety Bonds		1,997	
Trustee's Commission		64,121	
Workers' Compensation Insurance		75,450	
In Service/Staff Development		18,551	
Criminal Investigation of Applicants - TBI		3,808	
Refund to Applicant for Criminal Investigation		372	
Other Charges		19,009	
Total Board of Education			298,453

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools

County Official/Administrative Officer	\$ 135,360	
Career Ladder Program	2,000	
Secretary(ies)	39,752	
Social Security	10,164	
Pensions	15,643	
Medical Insurance	20,515	
Employer Medicare	2,327	
Other Fringe Benefits	104	
Communication	3,029	
Dues and Memberships	2,092	
Postal Charges	1,645	
Printing, Stationery, and Forms	90	
Travel	2,897	
Other Contracted Services	4,182	
Office Supplies	11,669	
In Service/Staff Development	4,648	
Other Charges	11,378	
Administration Equipment	1,106	
Total Director of Schools	\$ 268,601	

Office of the Principal

Assistant(s)	\$ 500	
Principals	322,448	
Accountants/Bookkeepers	121,760	
Assistant Principals	195,788	
Secretary(ies)	77,179	
Social Security	40,115	
Pensions	58,396	
Medical Insurance	101,596	
Dental Insurance	210	
Employer Medicare	9,382	
Communication	4,106	
Travel	110	
Software	6,070	
In Service/Staff Development	4,814	
Total Office of the Principal	942,474	

Fiscal Services

Accountants/Bookkeepers	\$ 111,424
Social Security	6,145
Pensions	10,625
Medical Insurance	27,361
Employer Medicare	1,437
Travel	523
Data Processing Supplies	2,185
Office Supplies	1,919

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Software	\$	18,582	
In Service/Staff Development		4,097	
Administration Equipment		559	
Total Fiscal Services			\$ 184,857

Operation of Plant

Supervisor/Director	\$	59,297	
Custodial Personnel		277,655	
Other Salaries and Wages		6,660	
Social Security		20,126	
Pensions		10,212	
Medical Insurance		44,794	
Employer Medicare		4,707	
Other Contracted Services		22,163	
Custodial Supplies		26,196	
Electricity		346,722	
Natural Gas		46,745	
Water and Sewer		69,108	
Boiler Insurance		2,125	
Building and Contents Insurance		88,369	
Other Charges		21,571	
Plant Operation Equipment		32,236	
Total Operation of Plant			1,078,686

Maintenance of Plant

Maintenance Personnel	\$	138,377	
Other Salaries and Wages		2,588	
Social Security		7,467	
Pensions		13,196	
Medical Insurance		29,482	
Employer Medicare		1,746	
Communication		4,391	
Laundry Service		2,580	
Other Contracted Services		822	
Other Supplies and Materials		47,088	
Maintenance Equipment		6,531	
Total Maintenance of Plant			254,268

Transportation

Supervisor/Director	\$	41,275	
Mechanic(s)		67,959	
Bus Drivers		261,089	
Other Salaries and Wages		23,916	
Social Security		21,117	
Pensions		32,688	
Medical Insurance		35,585	

(Continued)

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

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Employer Medicare	\$	5,417	
Communication		2,800	
Laundry Service		3,009	
Medical and Dental Services		3,091	
Other Contracted Services		3,341	
Diesel Fuel		60,946	
Garage Supplies		1,670	
Gasoline		3,178	
Lubricants		1,245	
Tires and Tubes		5,336	
Vehicle Parts		48,582	
Other Supplies and Materials		61	
Vehicle and Equipment Insurance		20,803	
In Service/Staff Development		1,187	
Other Charges		10,750	
Transportation Equipment		18,258	
Total Transportation			\$ 673,303

Operation of Non-Instructional Services

Food Service

Other Charges	\$	400	
Total Food Service			400

Community Services

Supervisor/Director	\$	42,117	
Teachers		21,438	
Clerical Personnel		500	
Educational Assistants		58,260	
Social Security		10,060	
Pensions		11,189	
Medical Insurance		13,535	
Employer Medicare		2,353	
Postal Charges		189	
Travel		91	
Other Contracted Services		1	
Food Supplies		2,134	
Instructional Supplies and Materials		4,013	
Other Supplies and Materials		15,421	
In Service/Staff Development		1,596	
Other Charges		5,650	
Total Community Services			188,547

Early Childhood Education

Supervisor/Director	\$	48,361	
Teachers		213,565	
Career Ladder Program		83	

(Continued)

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

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Educational Assistants	\$	71,698	
Non-certified Substitute Teachers		320	
Social Security		18,989	
Pensions		28,205	
Medical Insurance		53,056	
Dental Insurance		715	
Employer Medicare		4,441	
Instructional Supplies and Materials		5,950	
Other Supplies and Materials		5,812	
In Service/Staff Development		4,751	
Regular Instruction Equipment		5,026	
Total Early Childhood Education			\$ 460,972

Total General Purpose School Fund \$ 16,648,366

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	281,009	
Educational Assistants		143,741	
Non-certified Substitute Teachers		3,446	
Social Security		25,670	
Pensions		34,592	
Medical Insurance		30,498	
Employer Medicare		6,003	
Instructional Supplies and Materials		285,604	
Regular Instruction Equipment		615,271	
Total Regular Instruction Program			\$ 1,425,834

Special Education Program

Teachers	\$	4,139	
Educational Assistants		232,712	
Speech Pathologist		17,450	
Social Security		15,173	
Pensions		21,713	
Medical Insurance		15,625	
Dental Insurance		318	
Employer Medicare		3,549	
Evaluation and Testing		237	
Instructional Supplies and Materials		2,853	
Other Supplies and Materials		5,190	
Special Education Equipment		4,544	
Total Special Education Program			323,503

Career and Technical Education Program

Other Salaries and Wages	\$	5,129	
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(Continued)

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

Discretely Presented Lewis County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Social Security	\$	318	
Pensions		366	
Employer Medicare		74	
Instructional Supplies and Materials		17,247	
Other Supplies and Materials		10,973	
Other Charges		1,000	
Vocational Instruction Equipment		36,403	
Total Career and Technical Education Program			\$ 71,510

Support Services

Health Services

Postal Charges	\$	126	
Other Charges		5,875	
Total Health Services			6,001

Other Student Support

Travel	\$	8,403	
Other Contracted Services		4,908	
Other Supplies and Materials		8,492	
In Service/Staff Development		4,961	
Other Charges		911	
Total Other Student Support			27,675

Regular Instruction Program

Secretary(ies)	\$	4,500	
Other Salaries and Wages		193,358	
Social Security		11,368	
Pensions		13,183	
Medical Insurance		25,743	
Employer Medicare		2,659	
Other Supplies and Materials		2,415	
In Service/Staff Development		45,140	
Other Charges		520	
Other Equipment		8,721	
Total Regular Instruction Program			307,607

Special Education Program

Supervisor/Director	\$	6,365	
Psychological Personnel		10,691	
Assessment Personnel		30,749	
Secretary(ies)		37,580	
Social Security		5,130	
Pensions		7,674	
Medical Insurance		8,625	
Dental Insurance		313	
Employer Medicare		1,200	

(Continued)

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

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Communication	\$	565	
Lease/SBITA Payments		645	
Other Contracted Services		55	
Other Supplies and Materials		2,994	
In Service/Staff Development		3,237	
Total Special Education Program			\$ 115,823

Career and Technical Education Program

Travel	\$	150	
In Service/Staff Development		288	
Total Career and Technical Education Program			438

Technology

Instructional Computer Personnel	\$	31,800	
Social Security		1,806	
Pensions		3,037	
Medical Insurance		5,040	
Employer Medicare		422	
Other Equipment		1,100	
Total Technology			43,205

Office of the Principal

Assistant Principals	\$	62,280	
Social Security		3,290	
Pensions		4,656	
Medical Insurance		7,053	
Employer Medicare		769	
Total Office of the Principal			78,048

Human Services/Personnel

Travel	\$	974	
Total Human Services/Personnel			974

Operation of Plant

Custodial Personnel	\$	63,422	
Social Security		3,922	
Medical Insurance		210	
Employer Medicare		917	
Plant Operation Equipment		30,250	
Total Operation of Plant			98,721

Transportation

Bus Drivers	\$	14,808	
Other Salaries and Wages		6,768	
Social Security		1,337	
Pensions		1,770	
Employer Medicare		313	
Total Transportation			24,996

(Continued)

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

School Federal Projects Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Plant Operation Equipment	\$ 494,073	
Total Regular Capital Outlay		\$ 494,073

Total School Federal Projects Fund \$ 3,018,408

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 50,108	
Clerical Personnel	4,176	
Cafeteria Personnel	470,658	
Bonus Payments	12,400	
Social Security	32,465	
Pensions	40,681	
Medical Insurance	15,076	
Dental Insurance	7,713	
Employer Medicare	7,592	
Maintenance and Repair Services - Equipment	3,181	
Travel	241	
Other Contracted Services	68,776	
Food Preparation Supplies	40,296	
Food Supplies	561,564	
Office Supplies	5,171	
Utilities	20,000	
USDA - Commodities	142,922	
Other Supplies and Materials	2,332	
In Service/Staff Development	285	
Refund to Applicant for Criminal Investigation	372	
Other Charges	490	
Food Service Equipment	21,580	
Total Food Service		\$ 1,508,079

Total Central Cafeteria Fund 1,508,079

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 629,650	
Total Community Services		\$ 629,650

Total Internal School Fund 629,650

Education Capital Projects Fund

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$ 1,950	
Total Education		\$ 1,950

(Continued)

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

Education Capital Projects Fund (Cont.)

Capital Projects

Education Capital Projects

Architects	\$ 94,500	
Consultants	455,050	
Trustee's Commission	6,594	
Building Construction	9,888,321	
Building Improvements	<u>24,077</u>	
Total Education Capital Projects		<u>\$ 10,468,542</u>

Total Education Capital Projects Fund \$ 10,470,492

Total Governmental Funds - Lewis County School Department \$ 32,274,995

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*

Lewis County Mayor and
Board of County Commissioners
Lewis County, Tennessee

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Lewis County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lewis County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated February 24, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Lewis County School Department (a discretely presented component unit), as described in our report on Lewis County’s financial statements. This report does not include the results of the other auditor’s testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the following deficiencies, described in the accompanying Schedule of Findings and Questioned Costs, to be material weaknesses: 2024-003 and 2024-007.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiencies, described in the accompanying Schedule of Findings and Questioned Costs, to be significant deficiencies: 2024-005(A-C), 2024-008, 2024-009, 2024-010, and 2024-011.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Lewis 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 Finding and Questioned Costs as items: 2024-001, 2024-002, 2024-004, 2024-005(D), and 2024-006.

Lewis County's Responses to Findings

Government Auditing Standards requires the auditor to perform limited procedures on Lewis County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Lewis 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 Lewis 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 24, 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

Lewis County Mayor and
Board of County Commissioners
Lewis County, Tennessee

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Lewis 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 Lewis County's major federal programs for the year ended June 30, 2024. Lewis 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, Lewis 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 Lewis 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 Lewis 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 Lewis 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 Lewis 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 Lewis 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 Lewis 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 Lewis 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 Lewis 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 Lewis County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Lewis County's basic financial statements. We issued our report thereon dated February 24, 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 24, 2025

JEM/gc

LEWIS COUNTY, TENNESSEE, AND THE LEWIS COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3)
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:			
Direct Program:			
Emergency Watershed Protection Program	10.923	N/A	\$ 112,281
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	355,898
National School Lunch Program	10.555	(4)	596,912 (7)
National School Lunch Program (Supply Chain Assistance Grant)	10.555	(4)	76,516 (7)
COVID 19 - Pandemic EBT Administrative Costs	10.649	(4)	653
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	142,922 (7)
Passed-through State Department of Health:			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	(6)	17,393 (8)
Total U.S. Department of Agriculture			<u>\$ 1,302,575</u>
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	(4)	\$ 43,011
Total U.S. Department of Housing and Urban Development			<u>\$ 43,011</u>
U.S. Department of Treasury:			
Direct Program:			
COVID 19 - Local Assistance and Tribal Consistency Fund	21.032	N/A	\$ 50,000
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	50,814
Total U.S. Department of Treasury			<u>\$ 100,814</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	(4)	\$ 599,544
Special Education Cluster: (5)			
Special Education - Grants to States	84.027	(4)	431,752 (7)
COVID 19 - Special Education - Grants to States (ARP)	84.027	(4)	11,501 (7)
Special Education - Preschool Grants	84.173	(4)	20,316 (7)
COVID 19 - Special Education - Preschool Grants (ARP)	84.173	(4)	758 (7)
Career and Technical Education - Basic Grants to States	84.048	(4)	90,070
Rural Education	84.358	(4)	49,861
Supporting Effective Instruction State Grants	84.367	(4)	66,370
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER II)			
	84.425D	(4)	40,989 (7)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)			
	84.425U	(4)	1,622,578 (7)
Total U.S. Department of Education			<u>\$ 2,933,739</u>

(Continued)

LEWIS COUNTY, TENNESSEE, AND THE LEWIS COUNTY SCHOOL DEPARTMENT

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Passed-through State Department of Education:			
Epidemiology and Laboratory Capacity for Infectious Diseases Grant (ELC)	93.323	(4)	\$ 13,465
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	(4)	71,204
Passed-through State Department of Health:			
Maternal and Child Health Services Block Grant to the States	93.994	(6)	3,784 (8)
Total U.S. Department of Health and Human Services			<u>\$ 88,453</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Homeland Security Grant Program	97.067	(4)	\$ 11,860
Total U.S. Department of Homeland Security			<u>\$ 11,860</u>
Total Expenditures of Federal Awards			<u>\$ 4,480,452</u>
			<u>Contract Number</u>
State Grants			
Litter Program - State Department of Transportation	N/A	(4)	\$ 49,714
Early Childhood Education - State Department of Education	N/A	(4)	367,237
Tourism Enhancement Grant - State Department of Tourist Development	N/A	(4)	24,341
Innovative School Models - State Department of Education	N/A	(4)	356,295
Summer Learning Camps - State Department of Education	N/A	(4)	273,248
Learning Camps Transportation - State Department of Education	N/A	(4)	17,353
Mental Health Transportation Grant - State Department of Finance and Administration	N/A	(4)	34,653
Tennessee Law Enforcement Training Academy Cost Sharing Grant - State Department of Commerce and Insurance	N/A	(4)	24,000
Airport Improvement Grant - State Department of Transportation	N/A	(4)	7,952
Supporting Postsecondary Access in Rural Communities (SPARC) Grant - State Department of Education	N/A	(4)	102,000
Public School Security Grant - State Department of Education	N/A	(4)	37,582
State Special Education Preschool Grant - State Department of Education	N/A	(4)	2,441
Law Enforcement Training Equipment Grant - State Corrections Institute	N/A	(4)	13,063
Tennessee Mental Health Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	85,873
COVID Mitigation Grant - State Department of Health	N/A	Z-23-259602-02	107,296
Evidence Based Programming - State Department of Finance and Administration	N/A	(4)	537,576
Violent Crime Intervention Fund Grant - State Department of Finance and Administration	N/A	(4)	32,985
Agriculture Pavillion Grant - State Department of Agriculture	N/A	(4)	23,099
Local Health Grant - State Department of Health	N/A	(6)	63,847 (8)
Lottery for Education Afterschool Program - State Department of Education	N/A	(4)	<u>113,382</u>
Total State Grants			<u>\$ 2,273,937</u>

(Continued)

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

ALN = Assistance Listing Number

N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Lewis 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 \$1,172,248; Special Education Cluster total \$464,327.
- (6) Contracts/amounts for ALN 10.557 are GG-23-75889-02 - \$5,519 and GG-24-80715-00 - \$11,874;
for ALN 93.994 are GG-23-75889-02 - \$1,201 and GG-24-80715-00 - \$2,583; for Local Health Grant -
State Department of Health are GG-23-75889-02 - \$20,260 and GG-24-80715-00 - \$43,587.
- (7) Total for ALN 10.555 is \$816,350; Total for ALN 84.027 is \$443,253; Total for ALN 84.173 is \$21,074;
Total for ALN 84.425 is \$1,663,567.
- (8) Programs with passed-through entity identifying numbers GG-23-75889-02 and GG-2480715-00 are part of multi-service contracts.

LEWIS 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 Lewis County, Tennessee, for the year ended June 30, 2024.

Prior-year Financial Statement Findings

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
OFFICE OF COUNTY MAYOR					
2023	218	2023-001	Material audit adjustments were required for proper financial statement presentation.	N/A	Corrected
2023	219	2023-002	Deficiencies were noted in the maintenance of capital asset records.	N/A	Corrected
2023	220	2023-003	The office had deficiencies in budget operations.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	221	2023-004	Purchase orders were not issued properly in some instances.	N/A	Corrected
2023	222	2023-005	General ledger payroll deduction accounts were not reconciled with payroll reports and payments in the General Fund.	N/A	Corrected
2023	222	2023-006	Lewis County was assessed interest and penalties totaling \$1,630 by the Internal Revenue Service.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	223	2023-007	General ledger cash accounts were not reconciled with county trustee reports.	N/A	Corrected

(Continued)

LEWIS COUNTY, TENNESSEE**Summary Schedule of Prior-year Findings (Cont.)**

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
OFFICE OF ROAD SUPERINTENDENT					
2023	224	2023-008	Material audit adjustments were required for proper financial statement presentation.	N/A	Corrected
2023	224	2023-009	Capital outlay notes were not issued in compliance with state statute.	N/A	Corrected
2023	225	2023-010	The office had deficiencies in purchasing procedures.	N/A	Corrected
OFFICE OF DIRECTOR OF SCHOOLS					
2023	226	2023-011	Material audit adjustments were required for proper financial statement presentation.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	227	2023-012	The office had deficiencies in budget operations.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	228	2023-013	Purchase orders were not always issued properly.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	228	2023-014	General ledger cash accounts were not reconciled with county trustee reports.	N/A	Not Corrected - See Explanation on Corrective Action Plan
OFFICE OF TRUSTEE					
2023	229	2023-015	The trustee paid checks that exceeded available funds.	N/A	Corrected
2023	229	2023-016	The office did not review its software audit logs.	N/A	Corrected

Prior-year Federal Awards Findings

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

LEWIS 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 Lewis County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **YES**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listing Numbers: 10.553 and 10.555 Child Nutrition Cluster: School Breakfast Program and National School Lunch Program
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund - Elementary and Secondary School Emergency Relief Funds
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each 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 COUNTY MAYOR

FINDING 2024-001

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS (Noncompliance Under *Government Auditing Standards*)

Our examination revealed the following deficiencies in budget operations of the office. These deficiencies exist because management failed to hold spending to the limits authorized by the county commission, which resulted in unauthorized expenditures, management's failure to correct the finding noted in the prior-year audit report, and the failure to implement their corrective action plan.

- A. The budget and subsequent amendments approved by the county commission for the General Debt Service, American Rescue Plan Act Grant, and Drug Control funds resulted in appropriations exceeding estimated available funding by \$68,551, \$14,342, and \$14,519, respectively. Sound budgetary principles dictate that appropriations be held within estimated available funding.
- B. Expenditures exceeded appropriations approved by the county commission in one of fifty-five major appropriation categories (the legal level of control) in the General Fund, and two of three major appropriation categories in the Solid Waste/Sanitation Fund in amounts ranging from \$649 to \$22,284.
- C. Expenditures exceeded total appropriations approved by the County Commission in the Solid Waste Fund by \$1,770.

Section 5-9-401, *Tennessee Code Annotated*, states that "All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs of the various departments, commissions, institutions, boards, offices and agencies of county governments shall be appropriated to such use by the county legislative bodies."

RECOMMENDATION

Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT'S RESPONSE – CHIEF OPERATING OFFICER – HOUSTON HAMBLIN

Part A) Management failed to include an adjusted fund balance in budget submission for governmental sub funds which resulted in the first part of this finding.

Part B) Management attempted to properly budget appropriate funding with the expectation of end of year expenditures by filing budget amendments at the end of the fiscal year but failed to budget for unexpected expenditures that occurred after budget amendments were filed at the close of the fiscal year. Management did not anticipate so many end of year expenditures in the general fund and solid waste fund which resulted in this finding.

Part C) See above Part B explanation. The two are directly related.

Further, the miscellaneous expenditures that resulted in this finding were the unexpected Trustee Commission amounts which are difficult to gauge at the end of the fiscal year, depends on what revenue actually comes in during that month, and the IRS penalty payment from FY 22-23 that was required to be paid. Management once again failed to properly budget for these unexpected and necessary expenditures.

Finally, Management made every effort to avoid this finding through CCFO Government Finance Training and continued budget monitoring. Management would like to note that while this was a repeat finding in the current audit cycle of FY23-24, we have significantly improved budget management due to education and general experience since last fiscal year and will not have this finding for FY 24-25.

Management will ensure budgeted amounts are slightly greater than “to the dollar” of the expenditures needed to ensure proper budgeting for end of year transactions. Management will include adjusted fund balance in new budget submissions going forward and will request the County Commission to pass the current fiscal year’s audit adjustment fund balance amount to avoid a repeat on this finding.

FINDING 2024-002

**LEWIS COUNTY WAS ASSESSED INTEREST AND PENALTIES
TOTALING \$2,274 BY THE INTERNAL REVENUE SERVICE**
(Noncompliance Under *Government Auditing Standards*)

Lewis County maintains a bank clearing account to deposit employee payroll taxes due to the Internal Revenue Service (IRS) and is required to notify the IRS when withdrawals can be made. Total amounts deposited and reported for the quarters ending June 30, 2022, March 31, 2023, and September 30, 2023, were less than the amounts due. The IRS notified the county of the errors and the resulting net assessment of \$2,274 in interest and penalties. This deficiency resulted from a lack of management oversight. It should be noted that corrective action was implemented in February 2024, to prevent these assessments going forward.

RECOMMENDATION

Federal payroll tax deposits should be accurately calculated and reported to the IRS to avoid interest and penalty assessments.

MANAGEMENT’S RESPONSE – CHIEF OPERATING OFFICER – HOUSTON HAMBLIN

Management has already implemented a corrective action plan to avoid large penalties from the IRS related to how payroll is processed and communicated. This took effect February of 2024 and so far the plan has been effective.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2024-003

**MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR
PROPER FINANCIAL STATEMENT PRESENTATION**
(Internal Control – Material Weakness Under *Government Auditing Standards*)

On June 30, 2024, certain general ledger account balances in the General Purpose School and Education Capital Projects funds were not materially correct, and audit adjustments were required for the financial statements to be materially correct at year end. Material audit adjustments were required to increase cash and receivables by \$718,784 in the General Purpose School Fund and retainage payables of \$552,587 in the Education Capital

Projects Fund. Generally accepted accounting principles require the school department to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the county's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the county has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. These deficiencies are the result of a lack of management oversight, management's failure to correct the finding noted in the prior-year audit report, and the failure to implement their corrective action plan. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

The school department should have appropriate processes in place to ensure its general ledgers are materially correct.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

After speaking to auditors, it is apparent that the school system should have allowed for a retainage amount to be in the educational capital projects fund since \$10,000,000 was transferred from general purpose to educational capital projects. The confusion arises because there is no retainage kept out on the front end for the \$27,000,000 USDA loan. Since there was no retainage account required for the USDA loan, the district did not have retainage for the \$10,000,000 they paid up front.

AUDITOR'S COMMENT

A retainage payable should have been recognized in the Education Capital Projects Fund regardless of the funding source.

FINDING 2024-004

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS (Noncompliance Under *Government Auditing Standards*)

Our examination revealed the following deficiencies in budget operations of the office. These deficiencies exist because management failed to hold spending to the limits authorized by the county commission, which resulted in unauthorized expenditures, and management failed to provide sufficient oversight.

- A. The original budget and budget amendments entered into the accounting software for the General Purpose School Fund did not agree with the original budget and amendments approved by the county commission. Accurate budgetary statements are necessary to provide county officials and departments with available spending limits. We have presented adjustments to the schools that they have accepted to properly present the original budget and amendments approved by the county commission in the financial statements of this report.
- B. Expenditures exceeded total appropriations approved by the county commission in the Central Cafeteria and Education Capital Projects funds by \$95,070 and \$470,492, respectively.
- C. Expenditures exceeded appropriations approved by the county commission in eight of 24 major appropriation categories (the legal level of control) in the General Purpose School Fund and in one of 15 major appropriation categories in the School Federal Projects Fund as reflected in the following table:

Major Appropriation Category	Amount Overspent
General Purpose School:	
Regular Instruction Program	\$ 87,219
Career and Technical Education Program	279,241
Other Student Support	62,299
Board of Education	15,342
Director of Schools	1,459
Fiscal Services	1,465
Operation of Plant	4,239
Community Services	106,822
School Federal Projects:	
Health Services	6,001

- D. Salaries exceeded appropriations in six of 71 salary line-items of the General Purpose School Fund and in two of four salary line-items of the Central Cafeteria Fund by amounts ranging from \$447 to \$174,996. The budget resolution approved by the county commission states that the salary, wages, or remuneration of each official, employee, or agent of the county shall not exceed appropriations that accompany the resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the county commission.

Section 5-9-401, *Tennessee Code Annotated*, states that “All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs of the various departments, commissions, institutions, boards, offices and agencies of county governments shall be appropriated to such use by the county legislative bodies.”

RECOMMENDATION

The original budget should be posted to the data processing system as approved by the county commission. Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT’S RESPONSE – DIRECTOR OF SCHOOLS

The original budget that was passed by the School Board was presented to and passed by the County Commission. The issue arises because state grant funds were released after this approval. When the state grant funds were received, the district simply entered the original budget transaction instead of a budget amendment transaction into the accounting software.

FINDING 2024-005

THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES

(A. through C. - Internal Control – Significant Deficiency Under *Government Auditing Standards*, D. – Noncompliance Under *Government Auditing Standards*)

As part of our audit procedures for determining whether the purchasing process was operating as designed, we selected a sample of 31 disbursements totaling \$1,975,269 from a population of 872 vendor checks totaling

\$19,056,916. Our examination revealed the following deficiencies in purchasing procedures, which are the result of a lack of management oversight, the failure of management to correct the audit finding noted in the prior-year report, and the failure to implement their corrective action plan.

- A. Purchase orders were issued after the invoice date in five instances. Purchase orders are necessary to control who has purchasing authority for the schools and to document purchasing commitments. This practice defeats the purpose of the purchase order and makes it an approval of payment rather than an approval of the purchase.
- B. We noted 13 instances where invoices were paid without documentation that goods had been received and/or services had been rendered. These practices weaken controls over the purchasing process and increases the risks of paying for something that was never received.
- C. Three instances were noted where purchases were coded to accounts that did not reflect the true nature of the expenditures. Sound budgetary principles require expenditures to be coded to accounts that reflect the true nature of the expenditures. Misclassifying expenditures diminishes the usefulness of the accounting records as a management tool.
- D. Competitive bids were not solicited for copy paper totaling \$30,984. Purchasing procedures for the school department are governed by purchasing laws applicable to schools as set forth in Section 49-2-203, *Tennessee Code Annotated*. This statute requires competitive bids to be solicited through newspaper advertisement for all purchases estimated to exceed \$25,000. The failure to solicit competitive bids could result in the school department paying more than the most competitive price.

RECOMMENDATION

To strengthen internal controls over purchasing procedures and to document purchasing commitments, the office should issue purchase orders for all applicable purchases before purchases are made. The office should maintain documentation that good have been received or services have been rendered before invoices are paid. Expenditures should be coded to accounts that most appropriately reflect the true nature of the transactions. Competitive bids should be solicited for all purchases exceeding \$25,000 as required by state statute.

MANAGEMENT’S RESPONSE – DIRECTOR OF SCHOOLS

The district should sign every invoice, even though packing slips, requisitions, and purchase orders have been used. For example, one of the instances involved an invoice for TSSE membership. The invoice was placed on the board agenda and was approved by the Board. The minutes of the meeting were signed by both the Director of Schools and the Board Chair. However, the Director of Schools should have also signed the invoice that the Board approved.

AUDITOR’S COMMENT

The director of schools signature on the TSSE membership invoice would serve as an approval for payment and receipt of service. This procedure would also apply to the other 12 items noted in part B. above.

FINDING 2024-006

GENERAL LEDGER CASH ACCOUNTS WERE NOT PROPERLY RECONCILED WITH COUNTY TRUSTEE REPORTS
(Noncompliance Under *Government Auditing Standards*)

The office did not properly reconcile the general ledger cash accounts with cash on deposit with the trustee in the various funds administered by the school department. The bookkeeper posted cash receipts but did not properly reconcile fund cash balances with the monthly trustee report. Section 9-2-138, Tennessee Code Annotated, requires officials to reconcile their respective fund accounts with the trustee's reports monthly. Failure to reconcile the general ledger cash accounts with the county trustee's reports increases the risks that errors may occur and not be detected. This deficiency is the result of a lack of management oversight, the failure of management to correct the audit finding noted in the prior-year report, and the failure to implement their corrective action plan.

RECOMMENDATION

Fund cash balances should be reconciled with the monthly trustee report as required by state statute.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

The district uses Local Government Corporation for our accounting software. Moreover, we have Excel spreadsheets that verify we are reconciled with the state department in Eplan. The district reports financial expenditure reports monthly and are reconciled with Eplan. We have no access to the Trustee's accounting software. Last year, the district was encouraged by Local Government Corporation to gain Read-Only access to the Trustee's software. We made that request and have not been granted Read-Only access to see if we can help find the underlying issues that result in not being able to balance with the Trustee. The district has involved several others to investigate this situation on the district side. They cannot find the issue on the school district side and believe this involves previous years and will continue to be an issue until it is found and corrected. Without access to Read-Only access to the Trustee side, it is impossible for the school district to help find the problem.

AUDITOR'S COMMENT

Read-Only access to the trustee's software is not a required component for reconciling cash with trustee. Additionally, reconciling receipts to Eplan is not an acceptable alternative for reconciling cash with trustee.

FINDING 2024-007

THE EDUCATION CAPITAL PROJECTS FUND HAD A DEFICIT IN UNASSIGNED FUND BALANCE ON JUNE 30, 2024
(Internal Control – Material Weakness Under *Government Auditing Standards*)

The Education Capital Projects Fund had a deficit in unassigned fund balance of \$484,850 on June 30, 2024. The deficit in unassigned fund balance resulted from retainage payable not being set aside as a liability. Sound business practices dictate that disbursements be held within available funds. The deficit in unassigned fund balance was liquidated subsequent to June 30, 2024.

RECOMMENDATION

Expenditures should be held within available funds.

MANAGEMENT’S RESPONSE – DIRECTOR OF SCHOOLS

This finding is appearing again from the above finding 2024-003.

After speaking to auditors, it is apparent that the school system should have allowed a retainage amount to be in the educational capital projects fund since \$10,000,000 was transferred from general purpose to education capital projects. The confusion arises because there was no retainage kept out at the front end before the \$27,000,000 USDA loan. Since there was no retainage account required for the USDA loan, the district did not have retainage for the \$10,000,000 they paid up front.

AUDITOR’S COMMENT

A retainage payable should have been recognized in the Education Capital Projects Fund regardless of the funding source.

FINDING 2024-008

GENERAL LEDGER PAYROLL LIABILITY ACCOUNTS WERE NOT PROPERLY RECONCILED MONTHLY

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

General ledger payroll liability accounts were not properly reconciled monthly with subsidiary payroll records and payments in the General Purpose School Fund. As a result, unidentified balances accumulated in the liability accounts for several payroll deductions. Sound business practices dictate that payroll liability accounts should be reconciled with billings and payments monthly. The failure to regularly reconcile payroll liability accounts is a significant deficiency that increases the risks that errors will not be discovered and corrected in a timely manner. This deficiency exists due to a lack of management oversight.

RECOMMENDATION

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

MANAGEMENT’S RESPONSE – DIRECTOR OF SCHOOLS

Management concurs with the finding – see corrective action plan.

FINDING 2024-009

THREE PAYROLL CLEARING ACCOUNTS WERE NOT RECONCILED ON A MONTHLY BASIS

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

The school department maintains three payroll bank clearing accounts to deposit and disburse payroll tax, insurance, and retirement payments. The payroll clearing accounts were not reconciled with the general ledger on a monthly basis. The failure to reconcile bank statements with the general ledger monthly allows errors to remain undiscovered and uncorrected. This deficiency is the result of a lack of management oversight.

RECOMMENDATION

Bank statements should be reconciled with the general ledger monthly, and any differences discovered should be identified and corrected promptly.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

Management concurs with the finding – see corrective action plan.

FINDING 2024-010

THE OFFICE HAD WEAKNESSES IN POSTING FINANCIAL TRANSACTIONS

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

We observed 307 general journal entries that were posted to the accounting records for the General Purpose School, School Federal Projects, Central Cafeteria, and Education Capital Projects funds. Included in these 307 entries were 58 general journal entries that were posted to correct previous journal entries. Sound business practices dictate that financial transactions should be accurately posted in accordance with generally accepted accounting principles. The significant number of general journal entries indicates weaknesses in internal controls related to recording financial transactions.

RECOMMENDATION

Internal controls over the accounting process should be strengthened to correctly identify and accurately post transactions by nature, account, and fund when the transactions are initiated.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

Journal entries are an accepted financial tool. The district utilized the journal entry tool to clearly show where funds were located and to tell the story of funds in all line items. There were many journal entries this year, however, they are allowed as a financial tool. The district believes these entries make it very clear what happened throughout the entire year. However, the district will try not to use this tool as many times in the coming year.

AUDITOR'S COMMENT

The excessive number of journal entries does not clearly show where funds were located in all line items.

OFFICE OF COUNTY CLERK

FINDING 2024-011

THE OFFICE DID NOT IMPLEMENT ADEQUATE CONTROLS TO PROTECT ITS INFORMATION RESOURCES

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

The office did not implement adequate controls to protect its information resources. This finding does not identify specific vulnerabilities that could allow someone to exploit the office's information system or misuse county funds. Disclosing those vulnerabilities could present a potential security risk by providing the readers with information that might be confidential pursuant to Section 10-7-504(i), *Tennessee Code Annotated*. Sound business practices dictate that proper controls be implemented. Without these controls, unauthorized system

activity could occur. This deficiency was corrected after it was brought to management's attention in January 2024.

RECOMMENDATION

Management should continue to ensure adequate controls over its information systems and the resources associated with those systems are implemented.

MANAGEMENT'S RESPONSE – COUNTY CLERK

I concur with this finding and steps have been taken to correct.

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.

LEWIS 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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OFFICES OF COUNTY MAYOR AND CHIEF OPERATING OFFICER

2024-001	The office had deficiencies in budget operations.	220
2024-002	Lewis County was assessed interest and penalties totaling \$2,274 by the Internal Revenue Service.	221

OFFICE OF DIRECTOR OF SCHOOLS

2024-003	Material audit adjustments were required for proper financial statement presentation.	222
2024-004	The office had deficiencies in budget operations.	223
2024-005	The office had deficiencies in purchasing procedures.	223
2024-006	General ledger cash accounts were not properly reconciled with county trustee reports.	224
2024-007	The Education Capital Projects Fund had a deficit in unassigned fund balance on June 30, 2024.	225
2024-008	General ledger payroll liability accounts were not properly reconciled monthly.	225
2024-009	Three payroll clearing accounts were not reconciled on a monthly basis.	226
2024-010	The office had weaknesses in posting financial transactions.	226

OFFICE OF COUNTY CLERK

2024-011	The office did not implement adequate controls to protect its information resources.	228
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Jonah Keltner
County Mayor



Houston Hamblin
Chief Operating Officer

Lewis County Government

Jonah Keltner – County Mayor

110 North Park Street Room 107, Hohenwald, TN 38462

Corrective Action Plan

FINDING: THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:

Jonah Keltner, County Mayor; Houston Hamblin, Chief Operating Officer

Person Responsible for Implementing the Corrective Action:

Houston Hamblin, Chief Operating Officer

Anticipated Completion Date of Corrective Action:

02/20/2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

Part A) Management failed to include an adjusted fund balance in budget submission for governmental sub funds which resulted in the first part of this finding.

Part B) Management attempted to properly budget appropriate funding with the expectation of end of year expenditures by filing budget amendments at the end of the fiscal year but failed to budget for unexpected expenditures that occurred after budget amendments were filed at the close of the fiscal year. Management did not anticipate so many end of year expenditures in the general fund and solid waste fund which resulted in this finding.

Part C) See above Part B explanation. The two are directly related.

Further, the miscellaneous expenditures that resulted in this finding were the unexpected Trustee Commission amounts which are difficult to gauge at the end of the fiscal year, depends on what revenue actually comes in during that month, and the IRS penalty payment from FY 22-23 that was required to pay. Management, again, did not appropriately budget for this unexpected required expenditures.

Finally, Management made every effort to avoid this finding through CCFO Government Finance Training and continued budget monitoring. Management would like to note that while this was a repeat finding in current audit cycle of FY 23-24, we have significantly improved budget management due to education and general experience since last fiscal year and will not have this finding for FY 24-25.

Jonah Keltner
County Mayor



Houston Hamblin
Chief Operating Officer

Planned Corrective Action:

Management will ensure budgeted amounts are slightly greater than "to the dollar" of the expenditures needed to ensure proper budgeting for end of year transactions. Management will include adjusted fund balance in new budget submissions going forward and will request the County Commission to pass the current fiscal year's audit adjustment fund balance amount to avoid a repeat on this finding.

FINDING:

**LEWIS COUNTY WAS ASSESSED INTEREST AND PENALTIES
TOTALING \$2,274 BY THE INTERNAL REVENUE SERVICE**

Response and Corrective Action Plan Prepared by:

Jonah Keltner, County Mayor; Houston Hamblin, Chief Operating Officer

Person Responsible for Implementing the Corrective Action:

Houston Hamblin, Chief Operating Officer

Anticipated Completion Date of Corrective Action:

02/20/2025

Repeat Finding:

Yes

Reason Corrective Action was Not Taken in the Prior Year:

Corrective Action plan was implemented in Prior Year, however findings for FY 22-23 were not presented until February 2024, and these penalties were incurred from the IRS as a result of FY 22-23, not the current year being audited for FY 23-24 and because the IRS is slow at communicating penalties/interest owed, Management was not notified of these penalties until FY 23-24 had begun.

Planned Corrective Action:

Management has already implemented a corrective action plan to avoid large penalties from the IRS related to how payroll is processed and communicated. This took effect February of 2024 and so far the plan has been effective.

Signature: _____

Title: _____

LEWIS COUNTY MAYOR

Signature: _____

Title: _____

CHIEF OPERATING OFFICER



LEWIS COUNTY SCHOOLS

206 South Court Street
Hohenwald, Tennessee 38462

Dr. Tracy McAbee
Director

(931) 796-3264

Corrective Action Plan

FINDING: MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION

Response and Corrective Action Plan Prepared by:
Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:
Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:
2/25/2025

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
Corrective action was taken by the newly hired finance director and payroll supervisor but was not extensive enough to correct the actual issue.

Planned Corrective Action:

The newly hired finance director and payroll supervisor have already taken corrective action to address the General Ledger account balances for general purpose school fund. Proper communication between payroll and finance has resulted in payroll general ledgers to be managed correctly. After speaking to auditors, it is apparent that the school system should have allowed for a retainage amount to be in the educational capital projects fund since \$10,000,000 was transferred from general purpose to educational capital projects. The confusion arises because there is no retainage kept out on the front end for the \$27,000,000 USDA loan. Since there was no retainage account required for the USDA loan, the district did not have retainage for the \$10,000,000 they paid up front.

Governor's A+ Award

Lewis County Schools is an Equal Opportunity Employer

FINDING: THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:
Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:
Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:
2/25/2025

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
We concur that this finding is a result of the district's new hire and the lack of knowledge and instructional training with the budgeting software.

Planned Corrective Action:
This is an issue of clicking the wrong button and semantics. The original budget that was passed by the School Board was presented to and passed by the County Commission. The issue arises because state grant funds were released after this approval. When the state grant funds were received, the district simply entered into the accounting software as the original budget transaction instead of a budget amendment transaction. The district should have clicked "amended budget" when entering the state grants. However, the district chose "original budget" since this was brand new state grant monies. By clicking the wrong drop-down choice, the state grant funds were added to the original budget that was passed by the School Board and County Commission resulting in what appeared to be a different amount than was approved as the original budget.

FINDING: THE OFFICE HAD DEFICIENCIES IN PURCHASING PROCEDURES

Response and Corrective Action Plan Prepared by:
Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:
Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:
2/25/2025

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
Corrective action was taken, but not extensive enough to address all issues.

Planned Corrective Action:
The district should sign every invoice, even though packing slips, requisitions, and purchase orders have been used. For example, one of the instances involved an invoice for TSSE membership. The invoice was placed on the board agenda and was approved by the Board. The minutes of the meeting were signed by both the Director of Schools and the Board Chair. However, the Director of Schools should have also signed the invoice that the Board approved. The district has had training on purchasing procedures and hired a financial secretary to help monitor such items. All supervisors are aware of the district purchasing policy and procedures that are in place.

FINDING: GENERAL LEDGER CASH ACCOUNTS WERE NOT PROPERLY RECONCILED WITH COUNTY TRUSTEE REPORTS

Response and Corrective Action Plan Prepared by:
Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:
Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:
2/25/2025

Repeat Finding:
Yes

Reason Corrective Action was Not Taken in the Prior Year:
Corrective action was taken, but not extensive enough to address all issues.

Planned Corrective Action:
The district uses local government for our accounting software. Moreover, we have excel spreadsheets that verify we are reconciled with the state department in Eplan. The district reports financial expenditure reports monthly and are reconciled with Eplan. We have no access to the Trustee’s accounting software. Last year, the district was encouraged by Local Government to gain Read-Only access to the Trustee’s software. We made that request and have not been granted Read-Only access to see if we can help find the underlying issues that result in not being able to balance with the Trustee. The district has involved several others to investigate this situation on the district side. They cannot find the issue on the school district side and believe this involves previous years and will continue to be an issue until it is found and corrected. Without access to Read-Only access to the Trustee side, it is impossible for the school district to help find the problem.

FINDING: THE EDUCATION CAPITAL PROJECTS FUND HAD A DEFICIT IN UNASSIGNED FUND BALANCE ON JUNE 30, 2024

Response and Corrective Action Plan Prepared by:

Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:

Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:

2/25/2025

Repeat Finding:

No

Planned Corrective Action:

This finding is appearing again from the above finding #1.

After speaking to auditors, it is apparent that the school system should have allowed a retainage amount to be in the educational capital projects fund since \$10,000,000 was transferred from general purpose to education capital projects. The confusion arises because there was no retainage kept out at the front end before the \$27,000,000 USDA loan. Since there was no retainage account required for the USDA loan, the district did not have retainage for the \$10,000,000 they paid up front.

FINDING: GENERAL LEDGER PAYROLL LIABILITY ACCOUNTS WERE NOT PROPERLY RECONCILED MONTHLY

Response and Corrective Action Plan Prepared by:

Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:

Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:

2/25/2025

Repeat Finding:

No

Planned Corrective Action:

Current finance and payroll employees were newly hired and lacked the knowledge and training for these accounts. The finance director and payroll supervisor now work together weekly to ensure the general liability accounts are reconciled monthly.

FINDING: THREE PAYROLL CLEARING ACCOUNTS WERE NOT RECONCILED ON A MONTHLY BASIS

Response and Corrective Action Plan Prepared by:

Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:

Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:

2/25/2025

Repeat Finding:

No

Planned Corrective Action:

The district had a new hire in this department who at the time lacked the knowledge and training on reconciling clearing accounts. This department has had training and has a better understanding of how the process works and feels confident in the reconciling process.

FINDING: THE OFFICE HAD WEAKNESSES IN POSTING FINANCIAL TRANSACTIONS

Response and Corrective Action Plan Prepared by:

Tracy McAbee, Director of Schools

Person Responsible for Implementing the Corrective Action:

Tracy McAbee, Director of Schools

Anticipated Completion Date of Corrective Action:

2/25/2025

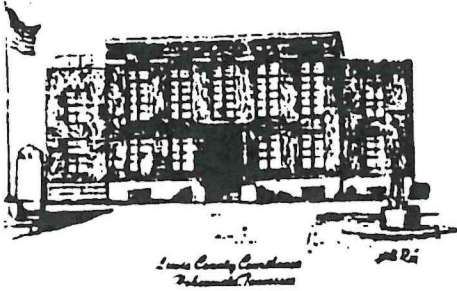
Repeat Finding:

No

Planned Corrective Action:

Journal entries are an accepted financial tool. The district utilized the journal entry tool to clearly show where funds were located and to tell the story of funds in all line items. There were many journal entries this year, however, they are allowed as a financial tool. The district believes these entries make it very clear what happened throughout the entire year. However, the district will try not to use this tool as many times in the coming year.

Signature: Tracy M. Abee



Sandra Clayton

LEWIS COUNTY CLERK

January 30, 2025

Corrective Action Plan

FINDING 2024-001

The office did not implement adequate controls to protect its information resources.

Response and Corrective Action Plan Prepared by:

Sandra Clayton, County Clerk

Person Responsible for Implementing the Corrective Action:

Sandra Clayton, County Clerk

Anticipated Completion Date of Corrective Action:

January, 2024

Repeat finding:

No

Planned Corrective Action:

Action has been taken to ensure that there are adequate controls to protect the offices information resources.

Signature: _____

Sandra Clayton

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 Lewis County.

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

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