



## ANNUAL FINANCIAL REPORT

### Madison County, Tennessee

*For the Year Ended June 30, 2024*

**Jason E. Mumpower**  
*Comptroller of the Treasury*



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

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

**COMPTROLLER OF THE TREASURY**  
*JASON E. MUMPOWER*

**DIVISION OF LOCAL GOVERNMENT AUDIT**  
*JAMES R. ARNETTE*  
*Director*

*LEE ANN WEST, CPA, CGFM*  
*Audit Manager*

This financial report is available at [www.comptroller.tn.gov](http://www.comptroller.tn.gov).

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## MADISON COUNTY, TENNESSEE

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## Summary of Audit Findings

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

### *Scope*

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

### *Results*

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

Our audit resulted in eight findings and recommendations, which we have reviewed with Madison County management. 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:

#### **OFFICES OF FINANCE DIRECTOR AND DIRECTOR OF SCHOOLS**

- ◆ The offices failed to properly monitor the expenditure of ESSER II funds.
- ◆ Funds were transferred from the General Purpose School Fund to the School Federal Projects Fund without county commission and board of education approval.

#### **OFFICE OF FINANCE DIRECTOR**

- ◆ The General, General Purpose School, School Federal Projects, and Other Capital Projects funds required material audit adjustments for proper financial statement presentation.
- ◆ Madison County has a material recurring audit finding.
- ◆ The office had deficiencies in budget operations.
- ◆ The office had deficiencies when entering into loan and lease agreements.
- ◆ The office had deficiencies in purchasing procedures.
- ◆ Sick leave balances were transferred between employees without policy authorization.



## INTRODUCTORY SECTION

## MADISON COUNTY OFFICIALS

June 30, 2024

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### Officials

A.J. Massey, County Mayor  
Bart Walls, Highway Engineer  
Dr. Marlon King, Director of Schools  
Billy Burkhead, Trustee  
Frances Hunley, Assessor of Property  
Fred Birmingham, County Clerk  
Gail Mooney, Circuit and General Sessions Courts Clerk  
Bart Swift, Juvenile Court Clerk  
Pam Carter, Clerk and Master  
Anjanette Byers, Register of Deeds  
Julian Wisner, Sheriff  
Michelle Sellers, Finance Director

### Board of County Commissioners

Mike Taylor, Chairman	Joey Hale
Olivia Abernathy	Andy Hall
Mark Aday	Kevin Hicks
Carl Alexander	Arthur Johnson, Jr.
Jimmy Arnold	Juanita Jones
Tony Black	William Martin
Karley Bond	Luther Mercer
Claudell Brown, Jr.	Adrian Montague
Cyndi Bryant	Tony Neihoff
Mike Bryant	Gary Tippet
Gary Deaton	Jeff Wall
Aaron Ellison	Richard Watson, Jr.
Shelia Godwin	

### Board of Education

James Johnson, Chairman  
Jason Compton  
Andre Darnell  
Sherry Franks  
Debbie Gaugh  
Janice Hampton  
Marica Moss  
Dr. Ken Newman  
Harvey Walden

### Financial Management Committee

Mike Taylor, Chairman  
A.J. Massey, County Mayor  
Bart Walls, Highway Engineer  
Dr. Marlon King, Director of Schools  
Karley Bond  
Kevin Hicks  
Gary Tippet

### Audit Committee

Mike Bryant, Chairman  
Carl Alexander  
Jim Campbell  
Marcus Love  
Adrian Montague  
Jason Schultz  
Mike Taylor



## FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## **Independent Auditor's Report**

Madison County Mayor and  
Board of County Commissioners  
Madison 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 Madison 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 Madison County, Tennessee, as of June 30, 2024, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons 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 Madison County School Department (a discretely presented component unit), which represent .7 percent, .7 percent, and .9 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 Madison 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 Madison 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., Madison 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 Madison 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 Madison 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 Madison County's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in the total 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 Madison County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Madison County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Madison County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

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

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

### **Other Reporting Requirements by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2024, on our consideration of Madison 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 Madison 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 Madison County's internal control over financial reporting and compliance.

Very truly yours,

A handwritten signature in blue ink, appearing to read "J.E. Mumpower", with a long horizontal flourish extending to the right.

Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 27, 2024

JEM/gc

## BASIC FINANCIAL STATEMENTS SECTION

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

	<b>Primary Governmental Activities</b>	<b>Component Unit Madison County School Department</b>
<b>ASSETS</b>		
Cash	\$ 23,865	\$ 1,461,856
Equity in Pooled Cash and Investments	117,227,214	40,586,791
Accounts Receivable	481,134	253,923
Allowance for Uncollectibles	(10,994)	0
Due from Other Governments	6,834,318	13,246,531
Property Taxes Receivable	58,922,321	2,845,254
Allowance for Uncollectible Property Taxes	(1,185,749)	(44,554)
Net Pension Asset - Agent Plan	350,522	134,043
Net Pension Asset - Teacher Retirement Plan	0	543,239
Net Pension Asset - Teacher Legacy Pension Plan	0	14,659,659
Restricted Assets		
Amounts Accumulated for Pension Benefits	0	2,377,099
Amounts Accumulated for OPEB Benefits	0	546,339
Capital Assets:		
Assets Not Depreciated:		
Land	7,383,600	2,894,361
Construction in Progress	0	23,580,948
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	69,115,607	100,428,149
Infrastructure	14,061,674	30,488
Other Capital Assets	10,559,089	10,117,710
Total Assets	<u>\$ 283,762,601</u>	<u>\$ 213,661,836</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred Charge on Refunding	\$ 7,738	\$ 0
Pension Changes in Experience	1,460,859	4,069,625
Pension Changes in Investment Earnings	928,558	3,036,732
Pension Changes in Assumptions	0	5,185,220
Pension Changes in Proportion	0	674,467
Pension Contributions After Measurement Date	1,600,230	4,562,389
OPEB Changes in Experience	0	1,770,505
OPEB Changes in Assumptions	266,301	3,149,300
OPEB Changes in Proportion	0	392,111
OPEB Contributions After Measurement Date	0	1,061,226
Total Deferred Outflows of Resources	<u>\$ 4,263,686</u>	<u>\$ 23,901,575</u>

(Continued)

**MADISON COUNTY, TENNESSEE**  
**Statement of Net Position (Cont.)**

	<b>Primary Governmental Activities</b>	<b>Component Unit Madison County School Department</b>
<b>LIABILITIES</b>		
Accounts Payable	\$ 1,978,795	\$ 180,528
Accrued Payroll	1,251,848	0
Payroll Deductions Payable	743,155	2,483,226
Contracts Payable	4,522,963	0
Retainage Payable	238,051	0
Accrued Interest Payable	525,819	0
Other Current Liabilities	10,231	0
Sales Tax	24	0
Noncurrent Liabilities:		
Due Within One Year - Debt	8,291,144	0
Due Within One Year - Other	2,770,696	2,239,020
Due in More Than One Year - Debt	90,060,959	0
Due in More Than One Year - Other	8,556,634	17,505,390
Total Liabilities	<u>\$ 118,950,319</u>	<u>\$ 22,408,164</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Current Property Taxes	\$ 56,651,098	\$ 2,771,977
Pension Changes in Experience	0	997,383
Pension Changes in Proportion	0	652,286
OPEB Changes in Experience	2,069,517	497,728
OPEB Changes in Assumptions	48,099	1,673,810
OPEB Changes in Proportion	0	611,273
Total Deferred Inflows of Resources	<u>\$ 58,768,714</u>	<u>\$ 7,204,457</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 70,790,697	\$ 137,051,656
Restricted for:		
General Government	2,750,237	0
Finance	136,160	0
Administration of Justice	505,373	0
Public Safety	2,961,016	0
Public Health and Welfare	2,108,159	0
Highways/Public Works	8,579,803	0
Capital Outlay	30,990,217	0
Debt Service	14,464,606	0
Education	0	1,456,784
Operation of Non-instructional Services	0	5,044,833
Pensions	350,522	15,336,941
Hybrid Retirement Stabilization Funds	0	2,377,099
OPEB	0	546,339
Unrestricted	<u>(23,329,536)</u>	<u>46,137,138</u>
Total Net Position	<u>\$ 110,307,254</u>	<u>\$ 207,950,790</u>

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



Exhibit B

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Unit
					Government Total Governmental Activities	Madison County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 8,438,516	\$ 1,058,366	\$ 1,067,069	\$ 22,150	\$ (6,290,931)	\$ 0
Finance	5,912,820	4,092,424	0	0	(1,820,396)	0
Administration of Justice	8,031,046	3,134,995	260,571	0	(4,635,480)	0
Public Safety	46,928,803	4,621,734	3,781,108	1,713,158	(36,812,803)	0
Public Health and Welfare	9,496,490	1,684,024	4,076,818	0	(3,735,648)	0
Social, Cultural, and Recreational Services	3,525,260	129,250	0	187,300	(3,208,710)	0
Agriculture and Natural Resources	643,949	6,085	36,413	0	(601,451)	0
Highways/Public Works	7,458,123	107,741	3,670,231	754,847	(2,925,304)	0
Education	15,436,797	0	0	0	(15,436,797)	0
Interest on Long-term Debt	3,844,250	0	0	0	(3,844,250)	0
Total Primary Government	\$ 109,716,054	\$ 14,834,619	\$ 12,892,210	\$ 2,677,455	\$ (79,311,770)	\$ 0
Component Unit:						
Madison County School Department	\$ 168,997,820	\$ 112,519	\$ 58,442,292	\$ 7,605,218	\$ 0	\$ (102,837,791)
Total Component Unit	\$ 168,997,820	\$ 112,519	\$ 58,442,292	\$ 7,605,218	\$ 0	\$ (102,837,791)

(Continued)

Exhibit B

**MADISON 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	Component Unit
					Government Total Governmental Activities	Madison County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 44,186,882	\$ 1,622,887
Property Taxes Levied for Debt Service					14,437,498	0
Local Option Sales Taxes					926,537	50,207,336
Hotel/Motel Tax					1,210,308	0
Litigation Tax					734,199	0
Business Tax					2,836,288	0
Mixed Drink Tax					2,794	393,751
Wholesale Beer Tax					295,193	0
Other Local Taxes					63,488	0
Grants and Contributions Not Restricted to Specific Programs					6,682,517	78,414,897
Unrestricted Investment Income					6,215,677	0
Miscellaneous					847,106	97,619
Total General Revenues					<u>\$ 78,438,487</u>	<u>\$ 130,736,490</u>
Change in Net Position					\$ (873,283)	\$ 27,898,699
Net Position, July 1, 2023					<u>111,180,537</u>	<u>180,052,091</u>
Net Position, June 30, 2024					<u><u>\$ 110,307,254</u></u>	<u><u>\$ 207,950,790</u></u>

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

Exhibit C-1

**MADISON COUNTY, TENNESSEE**

**Balance Sheet**

Governmental Funds

**June 30, 2024**

	Major Funds				Nonmajor Funds	
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash	\$ 10,000	\$ 0	\$ 0	\$ 0	\$ 13,865	\$ 23,865
Equity in Pooled Cash and Investments	24,441,418	15,016,934	27,388,115	34,772,980	13,726,547	115,345,994
Accounts Receivable	246,581	27,697	0	0	198,417	472,695
Allowance for Uncollectibles	0	0	0	0	(10,994)	(10,994)
Due from Other Governments	3,299,551	1,110,463	226,722	911,292	1,286,290	6,834,318
Due from Other Funds	298,722	772,338	0	0	25,485	1,096,545
Property Taxes Receivable	35,317,062	1,809,906	15,456,401	0	6,338,952	58,922,321
Allowance for Uncollectible Property Taxes	(703,175)	(36,050)	(301,666)	0	(144,858)	(1,185,749)
Total Assets	\$ 62,910,159	\$ 18,701,288	\$ 42,769,572	\$ 35,684,272	\$ 21,433,704	\$ 181,498,995
<b>LIABILITIES</b>						
Accounts Payable	\$ 829,132	\$ 796,399	\$ 400	\$ 0	\$ 352,864	\$ 1,978,795
Accrued Payroll	1,010,593	48,689	0	0	192,566	1,251,848
Payroll Deductions Payable	616,472	29,650	0	0	97,033	743,155
Contracts Payable	0	0	0	4,522,963	0	4,522,963
Retainage Payable	0	0	0	238,051	0	238,051
Due to Other Funds	266,910	16,573	43,623	0	1,070,226	1,397,332
Other Current Liabilities	3,747	161	0	0	699	4,607
Current Liabilities Payable From Restricted Assets	5,624	0	0	0	0	5,624
Sales Tax	24	0	0	0	0	24
Total Liabilities	\$ 2,732,502	\$ 891,472	\$ 44,023	\$ 4,761,014	\$ 1,713,388	\$ 10,142,399

(Continued)

**MADISON COUNTY, TENNESSEE****Balance Sheet**

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds		
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds	
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 33,977,338	\$ 1,741,208	\$ 14,887,485	\$ 0	\$ 6,045,067	\$ 56,651,098	
Deferred Delinquent Property Taxes	542,980	27,848	227,963	0	127,120	925,911	
Other Deferred/Unavailable Revenue	538,882	304,160	0	0	35,869	878,911	
Total Deferred Inflows of Resources	\$ 35,059,200	\$ 2,073,216	\$ 15,115,448	\$ 0	\$ 6,208,056	\$ 58,455,920	
FUND BALANCES							
Restricted:							
Restricted for General Government	\$ 310,368	\$ 0	\$ 0	\$ 0	\$ 2,321,579	\$ 2,631,947	
Restricted for Finance	136,160	0	0	0	0	136,160	
Restricted for Administration of Justice	505,373	0	0	0	0	505,373	
Restricted for Public Safety	1,379,321	0	0	0	1,536,751	2,916,072	
Restricted for Public Health and Welfare	104,763	0	0	0	1,952,310	2,057,073	
Restricted for Other Operations	0	0	0	0	118,290	118,290	
Restricted for Highways/Public Works	0	8,759,436	0	0	0	8,759,436	
Restricted for Debt Service	0	0	14,754,724	0	0	14,754,724	
Restricted for Capital Projects	0	0	0	30,923,258	0	30,923,258	
Committed:							
Committed for General Government	3,371,175	0	0	0	112,487	3,483,662	
Committed for Finance	0	0	0	0	35,081	35,081	
Committed for Public Safety	0	0	0	0	1,323,403	1,323,403	
Committed for Public Health and Welfare	0	0	0	0	549,005	549,005	
Committed for Highways/Public Works	0	6,977,164	0	0	0	6,977,164	
Committed for Capital Outlay	0	0	0	0	5,563,354	5,563,354	
Committed for Debt Service	0	0	12,855,377	0	0	12,855,377	
Assigned:							
Assigned for General Government	118,524	0	0	0	0	118,524	

(Continued)

**MADISON COUNTY, TENNESSEE****Balance Sheet**

Governmental Funds (Cont.)

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Governmental Funds	
<b>FUND BALANCES (Cont.)</b>						
Assigned (Cont.):						
Assigned for Finance	\$ 90,229	\$ 0	\$ 0	\$ 0	\$ 0	\$ 90,229
Assigned for Administration of Justice	16,974	0	0	0	0	16,974
Assigned for Public Safety	671,782	0	0	0	0	671,782
Assigned for Public Health and Welfare	46,204	0	0	0	0	46,204
Assigned for Social, Cultural, and Recreational Services	18,134	0	0	0	0	18,134
Assigned for Other Operations	4,358	0	0	0	0	4,358
Unassigned	18,345,092	0	0	0	0	18,345,092
Total Fund Balances	<u>\$ 25,118,457</u>	<u>\$ 15,736,600</u>	<u>\$ 27,610,101</u>	<u>\$ 30,923,258</u>	<u>\$ 13,512,260</u>	<u>\$ 112,900,676</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 62,910,159</u>	<u>\$ 18,701,288</u>	<u>\$ 42,769,572</u>	<u>\$ 35,684,272</u>	<u>\$ 21,433,704</u>	<u>\$ 181,498,995</u>

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

Exhibit C-2

**MADISON 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)		\$ 112,900,676
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 7,383,600	
Add: buildings and improvements net of accumulated depreciation	69,115,607	
Add: infrastructure net of accumulated depreciation	14,061,674	
Add: other capital assets net of accumulated depreciation	<u>10,559,089</u>	101,119,970
(2) Internal service funds are used by management to charge the costs of employee health benefits to individual funds and to reflect the activity of the county's workers' compensation fund. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		2,190,446
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: note payable	\$ (4,385,000)	
Less: bonds payable	(68,570,000)	
Less: other loans payable	(19,347,645)	
Add: deferred amount on refunding	7,738	
Less: compensated absences payable	(5,889,569)	
Less: net OPEB liability	(5,437,761)	
Less: accrued interest payable	(525,819)	
Less: unamortized premium on debt	<u>(6,049,458)</u>	(110,197,514)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,989,647	
Add: deferred outflows of resources related to OPEB	266,301	
Less: deferred inflows of resources related to OPEB	<u>(2,117,616)</u>	2,138,332
(5) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		350,522
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>1,804,822</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 110,307,254</u></u>

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

## Exhibit C-3

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

Governmental Funds

**For the Year Ended June 30, 2024**

	<b>Major Funds</b>				<b>Nonmajor Funds</b>	
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<b>Revenues</b>						
Local Taxes	\$ 41,858,236	\$ 1,929,744	\$ 15,274,066	\$ 0	\$ 8,348,229	\$ 67,410,275
Licenses and Permits	487,051	0	0	0	0	487,051
Fines, Forfeitures, and Penalties	497,657	0	0	0	65,963	563,620
Charges for Current Services	1,134,590	0	0	0	2,110,154	3,244,744
Other Local Revenues	2,117,607	1,287	2,461,244	0	2,523,420	7,103,558
Fees Received From County Officials	6,440,872	0	0	0	0	6,440,872
State of Tennessee	5,745,891	4,231,269	0	0	3,622,307	13,599,467
Federal Government	2,162,698	275,279	0	911,292	259,964	3,609,233
Other Governments and Citizens Groups	2,283,660	0	1,112,500	0	40,113	3,436,273
Total Revenues	\$ 62,728,262	\$ 6,437,579	\$ 18,847,810	\$ 911,292	\$ 16,970,150	\$ 105,895,093
<b>Expenditures</b>						
Current:						
General Government	\$ 2,942,695	\$ 0	\$ 0	\$ 0	\$ 279,957	\$ 3,222,652
Finance	4,283,232	0	0	0	837,818	5,121,050
Administration of Justice	6,406,049	0	0	0	14,748	6,420,797
Public Safety	33,873,429	0	0	0	7,058,284	40,931,713
Public Health and Welfare	2,395,260	0	0	0	5,737,850	8,133,110
Social, Cultural, and Recreational Services	2,907,413	0	0	0	318,440	3,225,853
Agriculture and Natural Resources	509,684	0	0	0	0	509,684
Other Operations	6,714,640	4,213	0	0	782,058	7,500,911
Highways	0	6,464,608	0	0	0	6,464,608
Capital Outlay	0	0	0	911,292	0	911,292
Debt Service:						
Principal on Debt	0	0	7,674,235	0	192,693	7,866,928
Interest on Debt	0	0	3,979,866	0	24,686	4,004,552

(Continued)

Exhibit C-3

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

	Major Funds				Nonmajor Funds	
	General	Highway / Public Works	General Debt Service	Other Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<b>Expenditures (Cont.)</b>						
Debt Service (Cont.)						
Other Debt Service	\$ 0	\$ 0	\$ 365,133	\$ 0	\$ 0	\$ 365,133
Capital Projects	0	0	0	15,436,797	0	15,436,797
Total Expenditures	\$ 60,032,402	\$ 6,468,821	\$ 12,019,234	\$ 16,348,089	\$ 15,246,534	\$ 110,115,080
 Excess (Deficiency) of Revenues Over Expenditures	 \$ 2,695,860	 \$ (31,242)	 \$ 6,828,576	 \$ (15,436,797)	 \$ 1,723,616	 \$ (4,219,987)
<b>Other Financing Sources (Uses)</b>						
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 290,381	\$ 290,381
Insurance Recovery	4,490	0	0	0	57,514	62,004
Transfers In	84,498	772,338	0	0	2,000,000	2,856,836
Transfers Out	0	0	0	0	(2,856,836)	(2,856,836)
Total Other Financing Sources (Uses)	\$ 88,988	\$ 772,338	\$ 0	\$ 0	\$ (508,941)	\$ 352,385
 Net Change in Fund Balances	 \$ 2,784,848	 \$ 741,096	 \$ 6,828,576	 \$ (15,436,797)	 \$ 1,214,675	 \$ (3,867,602)
Fund Balance, July 1, 2023	22,333,609	14,995,504	20,781,525	46,360,055	12,297,585	116,768,278
 Fund Balance, June 30, 2024	 \$ 25,118,457	 \$ 15,736,600	 \$ 27,610,101	 \$ 30,923,258	 \$ 13,512,260	 \$ 112,900,676

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



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

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

Net change in fund balances - total governmental funds (Exhibit C-3)		\$	(3,867,602)
(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	\$	5,315,530	
Less: current-year depreciation expense		(6,161,514)	(845,984)
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.			
Add: assets donated and capitalized	\$	187,300	
Less: book value of assets disposed		(15,161)	172,139
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$	1,804,822	
Less: deferred delinquent property taxes and other deferred June 30, 2023		(2,278,391)	(473,569)
(4) The issuance of long-term debt (e.g., bonds, 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. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.			
Add: principal payments on bonds	\$	6,510,000	
Add: principal payments on note		825,000	
Add: principal payments on other loans		531,928	
Less: other loan proceeds		(290,381)	
Add: change in premium on debt issuances		888,617	
Less: change in deferred amount on refunding debt		(3,059)	8,462,105
(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 accrued interest payable	\$	163,361	
Change in compensated absences payable		(451,873)	
Change in net OPEB liability		501,206	
Change in deferred outflows related to OPEB		(130,333)	
Change in deferred inflows related to OPEB		(402,143)	
Change in net pension asset - agent plan		(560,392)	
Change in deferred outflows related to pensions		(2,578,309)	(3,458,483)
(6) Internal service funds are used by management to charge the costs of employee insurance to individual funds and to reflect activities of the county's workers' compensation fund. The net revenue (expense) of certain activities of the internal service funds are reported with governmental activities in the statement of activities.			(861,889)
Change in net position of governmental activities (Exhibit B)		\$	(873,283)

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

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 41,858,236	\$ 0	\$ 0	\$ 41,858,236	\$ 41,931,825	\$ 41,931,825	\$ (73,589)
Licenses and Permits	487,051	0	0	487,051	432,800	432,800	54,251
Fines, Forfeitures, and Penalties	497,657	0	0	497,657	681,900	681,900	(184,243)
Charges for Current Services	1,134,590	0	0	1,134,590	1,379,850	1,220,613	(86,023)
Other Local Revenues	2,117,607	0	0	2,117,607	1,322,913	1,344,576	773,031
Fees Received From County Officials	6,440,872	0	0	6,440,872	5,965,900	5,965,900	474,972
State of Tennessee	5,745,891	0	0	5,745,891	2,808,877	5,111,348	634,543
Federal Government	2,162,698	0	0	2,162,698	1,692,259	1,975,455	187,243
Other Governments and Citizens Groups	2,283,660	0	0	2,283,660	1,470,606	1,784,130	499,530
Total Revenues	\$ 62,728,262	\$ 0	\$ 0	\$ 62,728,262	\$ 57,686,930	\$ 60,448,547	\$ 2,279,715
<b>Expenditures</b>							
General Government							
County Commission	\$ 238,422	\$ (60)	\$ 0	\$ 238,362	\$ 226,509	\$ 242,054	\$ 3,692
County Mayor/Executive	282,412	(175)	50	282,287	289,023	296,098	13,811
Personnel Office	221,108	(117)	138	221,129	267,202	267,900	46,771
County Attorney	135,976	0	0	135,976	120,000	120,000	(15,976)
Election Commission	729,123	(2,900)	740	726,963	646,977	839,623	112,660
Register of Deeds	400,437	(154)	84,498	484,781	444,546	543,007	58,226
County Buildings	776,750	(6,642)	32,622	802,730	818,645	834,855	32,125
Other Facilities	4,590	(4,590)	0	0	0	0	0
Preservation of Records	82,605	0	476	83,081	89,481	92,640	9,559
Risk Management	71,272	0	0	71,272	76,339	76,439	5,167
Finance							
Accounting and Budgeting	947,450	(568)	0	946,882	1,046,036	1,047,536	100,654
Property Assessor's Office	539,139	0	68,090	607,229	645,465	662,364	55,135
Reappraisal Program	650,834	(18,410)	292	632,716	579,012	700,562	67,846
County Trustee's Office	473,697	0	0	473,697	487,206	496,655	22,958
County Clerk's Office	800,559	(12,924)	8,326	795,961	806,889	902,622	106,661
Data Processing	776,964	(91,321)	13,521	699,164	729,226	744,926	45,762

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Finance (Cont.)							
Other Finance	\$ 94,589	\$ 0	\$ 0	\$ 94,589	\$ 96,006	\$ 96,701	\$ 2,112
Administration of Justice							
Circuit Court	1,544,090	0	12,801	1,556,891	1,575,797	1,643,647	86,756
General Sessions Court	422,612	0	0	422,612	419,811	441,456	18,844
Drug Court	14,252	0	0	14,252	10,000	20,000	5,748
Chancery Court	861,315	(5,034)	2,606	858,887	931,226	962,176	103,289
Juvenile Court	457,028	(118)	1,567	458,477	469,061	485,051	26,574
Juvenile Court Clerk	486,652	(1,482)	0	485,170	499,568	518,868	33,698
District Attorney General	109,353	0	0	109,353	140,054	140,074	30,721
Office of Public Defender	63,187	0	0	63,187	98,484	98,484	35,297
Other Administration of Justice	91,741	(941)	0	90,800	126,107	137,795	46,995
Courtroom Security	2,355,819	0	0	2,355,819	2,405,857	2,523,507	167,688
Public Safety							
Sheriff's Department	12,531,425	(366,445)	174,227	12,339,207	12,266,906	13,705,643	1,366,436
Special Patrols	2,164,329	0	374,321	2,538,650	1,791,228	3,406,312	867,662
Drug Enforcement	702,656	0	0	702,656	765,535	834,720	132,064
Jail	11,709,823	(84,218)	51,037	11,676,642	10,987,630	11,364,230	(312,412)
Workhouse	1,616,562	(1,846)	1,911	1,616,627	2,011,213	1,941,613	324,986
Work Release Program	47,059	0	0	47,059	48,908	50,408	3,349
Fire Prevention and Control	3,573,216	(47,268)	66,594	3,592,542	3,758,259	3,905,878	313,336
Civil Defense	453,871	(1,309)	0	452,562	454,110	459,935	7,373
Disaster Relief	432,050	0	0	432,050	54,455	473,951	41,901
Inspection and Regulation	312,542	(180)	3,692	316,054	337,504	342,004	25,950
County Coroner/Medical Examiner	329,896	(5,110)	0	324,786	308,845	308,845	(15,941)
Other Public Safety	0	0	0	0	0	6	6
Public Health and Welfare							
Local Health Center	2,070,118	(11,348)	30,173	2,088,943	2,129,547	2,188,222	99,279
Rabies and Animal Control	279,962	(3,245)	15,219	291,936	314,524	333,574	41,638
Other Local Welfare Services	24,881	0	0	24,881	24,881	24,881	0

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Public Health and Welfare (Cont.)							
Sanitation Education/Information	\$ 20,299	\$ 0	\$ 813	\$ 21,112	\$ 62,266	\$ 63,200	\$ 42,088
Social, Cultural, and Recreational Services							
Libraries	1,549,598	0	0	1,549,598	1,549,038	1,549,598	0
Parks and Fair Boards	1,254,633	(6,923)	7,706	1,255,416	1,288,422	1,293,772	38,356
Other Social, Cultural, and Recreational	103,182	(1,630)	10,427	111,979	167,274	168,056	56,077
Agriculture and Natural Resources							
Agricultural Extension Service	302,058	0	0	302,058	365,019	373,476	71,418
Soil Conservation	121,316	0	0	121,316	133,312	135,412	14,096
Flood Control	86,310	0	0	86,310	86,310	86,310	0
Other Operations							
Tourism	100,000	0	0	100,000	100,000	100,000	0
Industrial Development	72,000	0	0	72,000	147,000	147,000	75,000
Airport	375,703	0	0	375,703	363,182	395,182	19,479
Veterans' Services	135,986	0	0	135,986	138,491	138,491	2,505
Other Charges	523,327	0	0	523,327	659,023	679,023	155,696
Employee Benefits	222,000	0	0	222,000	550,000	550,005	328,005
COVID-19 Grant #2	746,347	(35,092)	3,433	714,688	1,523,804	1,523,804	809,116
COVID-19 Grant #8	0	0	0	0	58,000	58,000	58,000
Miscellaneous	4,539,277	(37,564)	925	4,502,638	4,417,927	4,537,689	35,051
Total Expenditures	\$ 60,032,402	\$ (747,614)	\$ 966,205	\$ 60,250,993	\$ 60,907,140	\$ 66,074,280	\$ 5,823,287
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 2,695,860	\$ 747,614	\$ (966,205)	\$ 2,477,269	\$ (3,220,210)	\$ (5,625,733)	\$ 8,103,002
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 4,490	\$ 0	\$ 0	\$ 4,490	\$ 0	\$ 0	\$ 4,490
Transfers In	84,498	0	0	84,498	0	84,498	0
Total Other Financing Sources	\$ 88,988	\$ 0	\$ 0	\$ 88,988	\$ 0	\$ 84,498	\$ 4,490

(Continued)

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

General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Net Change in Fund Balance	\$ 2,784,848	\$ 747,614	\$ (966,205)	\$ 2,566,257	\$ (3,220,210)	\$ (5,541,235)	\$ 8,107,492
Fund Balance, July 1, 2023	22,333,609	(747,614)	0	21,585,995	29,068,036	22,333,609	(747,614)
Fund Balance, June 30, 2024	<u>\$ 25,118,457</u>	<u>\$ 0</u>	<u>\$ (966,205)</u>	<u>\$ 24,152,252</u>	<u>\$ 25,847,826</u>	<u>\$ 16,792,374</u>	<u>\$ 7,359,878</u>

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

Exhibit C-6

**MADISON COUNTY, TENNESSEE**

**Statement of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget  
Highway/Public Works Fund  
For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 1,929,744	\$ 0	\$ 0	\$ 1,929,744	\$ 1,916,979	\$ 1,916,979	\$ 12,765
Other Local Revenues	1,287	0	0	1,287	100,909	100,909	(99,622)
State of Tennessee	4,231,269	0	0	4,231,269	4,973,142	4,973,142	(741,873)
Federal Government	275,279	0	0	275,279	0	5,232,212	(4,956,933)
Total Revenues	\$ 6,437,579	\$ 0	\$ 0	\$ 6,437,579	\$ 6,991,030	\$ 12,223,242	\$ (5,785,663)
<b>Expenditures</b>							
Other Operations							
Employee Benefits	\$ 4,213	\$ 0	\$ 0	\$ 4,213	\$ 0	\$ 0	\$ (4,213)
Highways							
Administration	525,838	(538)	0	525,300	691,260	693,910	168,610
Highway and Bridge Maintenance	3,092,039	(20,138)	309	3,072,210	4,969,219	5,081,219	2,009,009
Operation and Maintenance of Equipment	535,478	(29,057)	172	506,593	628,395	644,925	138,332
Other Charges	169,761	(8,651)	1,917	163,027	195,250	195,250	32,223
Employee Benefits	79,197	0	0	79,197	132,754	132,754	53,557
Capital Outlay	2,062,295	(768,944)	1,309,839	2,603,190	7,067,062	13,488,541	10,885,351
Total Expenditures	\$ 6,468,821	\$ (827,328)	\$ 1,312,237	\$ 6,953,730	\$ 13,683,940	\$ 20,236,599	\$ 13,282,869
Excess (Deficiency) of Revenues Over Expenditures	\$ (31,242)	\$ 827,328	\$ (1,312,237)	\$ (516,151)	\$ (6,692,910)	\$ (8,013,357)	\$ 7,497,206
<b>Other Financing Sources (Uses)</b>							
Transfers In	\$ 772,338	\$ 0	\$ 0	\$ 772,338	\$ 0	\$ 772,338	\$ 0
Total Other Financing Sources	\$ 772,338	\$ 0	\$ 0	\$ 772,338	\$ 0	\$ 772,338	\$ 0
Net Change in Fund Balance	\$ 741,096	\$ 827,328	\$ (1,312,237)	\$ 256,187	\$ (6,692,910)	\$ (7,241,019)	\$ 7,497,206
Fund Balance, July 1, 2023	14,995,504	(827,328)	0	14,168,176	13,110,002	14,995,504	(827,328)
Fund Balance, June 30, 2024	\$ 15,736,600	\$ 0	\$ (1,312,237)	\$ 14,424,363	\$ 6,417,092	\$ 7,754,485	\$ 6,669,878

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

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

Proprietary Funds

**June 30, 2024**

		<b>Governmental Activities</b>
		Internal Service Funds
		<hr/>
<b>ASSETS</b>		
Equity in Pooled Cash and Investments	\$	1,881,220
Accounts Receivable		8,439
Due from Other Funds		300,787
Total Assets	<u>\$</u>	<u>2,190,446</u>
<b>NET POSITION</b>		
Unrestricted	<u>\$</u>	<u>2,190,446</u>
Net Position	<u>\$</u>	<u>2,190,446</u>

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

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

Proprietary Funds

**For the Year Ended June 30, 2024**

	<b>Governmental Activities</b>
	Internal Service Funds
<b>Operating Revenues</b>	
Self-Insurance Premiums/Contributions	\$ 7,015,606
Total Operating Revenues	<u>\$ 7,015,606</u>
<b>Operating Expenses</b>	
Medical Claims	\$ 7,681,360
Liability Claims	193,579
Other Charges	70,681
Total Operating Expenses	<u>\$ 7,945,620</u>
Operating Income (Loss)	<u>\$ (930,014)</u>
<b>Nonoperating Revenues</b>	
Investment Income	\$ 68,125
Total Nonoperating Revenues	<u>\$ 68,125</u>
Change in Net Position	\$ (861,889)
Net Position, July 1, 2023	<u>3,052,335</u>
Net Position, June 30, 2024	<u><u>\$ 2,190,446</u></u>

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



**MADISON COUNTY, TENNESSEE****Statement of Cash Flows**

Proprietary Funds

**For the Year Ended June 30, 2024**

	<b>Governmental Activities</b>
	Internal Service Funds
<b>Cash Flows from Operating Activities</b>	
Receipts for Self-Insurance Premiums	\$ 6,999,995
Payments for Medical Claims	(7,681,360)
Payments for Liability Claims	(193,579)
Payments for Administrative Costs	(70,681)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (945,625)</u>
<b>Cash Flows from Investing Activities</b>	
Interest on Investments	<u>\$ 68,125</u>
Net Cash Provided By (Used In) Investing Activities	<u>\$ 68,125</u>
Increase (Decrease) in Cash	\$ (877,500)
Cash, July 1, 2023	<u>2,758,720</u>
Cash, June 30, 2024	<u><u>\$ 1,881,220</u></u>
<b>Reconciliation of Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</b>	
Operating Income (Loss)	\$ (930,014)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
(Increase) Decrease in Due from Other Funds	(10,883)
(Increase) Decrease in Accounts Receivables	<u>(4,728)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (945,625)</u></u>
<b>Reconciliation of Cash With the Statement of Net Position</b>	
Equity in Pooled Cash and Investments Per Net Position	<u>\$ 1,881,220</u>
Cash, June 30, 2024	<u><u>\$ 1,881,220</u></u>

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

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

Fiduciary Funds

**June 30, 2024**

	<b>Custodial Funds</b>
<b>ASSETS</b>	
Cash	\$ 7,099,942
Equity in Pooled Cash and Investments	368,988
Accounts Receivable	206,197
Due from Other Governments	<u>4,908,063</u>
Total Assets	<u>\$ 12,583,190</u>
<b>LIABILITIES</b>	
Due to Other Taxing Units	\$ 5,156,628
Other Current Liabilities	<u>126,191</u>
Total Liabilities	<u>\$ 5,282,819</u>
<b>NET POSITION</b>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 7,300,371</u>
Total Net Position	<u><u>\$ 7,300,371</u></u>

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

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

**Custodial  
Funds**

**ADDITIONS**

Sales Tax Collections for Other Governments	\$ 29,401,334
Property Tax Collections for Other Governments	321,949
Hotel/Motel Tax Collections for Other Governments	1,814,232
Fines/Fees and Other Collections	27,349,761
Drug Task Force Collections	162,886
District Attorney General Collections	6,687
Total Additions	<u>\$ 59,056,849</u>

**DEDUCTIONS**

Payment of Sales Tax Collections to Other Governments	\$ 28,401,334
Payment of Property Tax Collections to Other Governments	321,949
Payment of Hotel/Motel Tax for Other Governments	1,814,232
Payments to State	10,488,257
Payments to Cities, Individuals, and Others	17,260,107
Payment of Drug Task Force Expenses	100,375
Payment of District Attorney General Expenses	5,418
Total Deductions	<u>\$ 58,391,672</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 665,177
Net Position, July 1, 2023	<u>6,635,194</u>
Net Position, June 30, 2024	<u><u>\$ 7,300,371</u></u>

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

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## MADISON COUNTY, TENNESSEE

### INDEX OF NOTES TO THE FINANCIAL STATEMENTS

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Madison 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 Madison County:

***A. Reporting Entity***

Madison County is a public municipal corporation governed by an elected 25-member board. As required by GAAP, these financial statements present Madison County (the primary government) and its component units. The financial statements of the Madison 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 Madison County School Department operates the public school system in the county, and the voters of Madison 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 Madison County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Madison County, and the Madison 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 Madison County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Madison County Emergency Communications District  
914 N. Highland Avenue  
Jackson, TN 38301

***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 Madison 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 Madison 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.

Madison County issues all debt for the discretely presented Madison County School Department. Net debt issues totaling \$15,436,797 were contributed by the county to the school department during the year ended June 30, 2024.

Separate financial statements are provided for governmental funds, proprietary funds (internal service), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and 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 proprietary funds and fiduciary funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Madison County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a

separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Madison County reports two proprietary funds, internal service funds. It has no enterprise funds to report.

Separate financial statements are provided for governmental funds, proprietary 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 internal service funds and the fiduciary funds in total are reported in single columns by fund type.

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. Madison County considers grants and similar revenues to be available if they are collected within 120 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt, including lease obligations, are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

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

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

**Other Capital Projects Fund** – This fund accounts for debt issued by Madison County and other local funds that are subsequently contributed to the discretely presented Madison County School Department for the construction of a new elementary school.

Additionally, Madison County reports the following fund types:

**Internal Service Funds** – The Employee Insurance and the Workers' Compensation funds are used to account for the county's self-insured health and workers' compensation programs. Premiums charged to the various county funds and employee payroll deductions are placed in these funds to pay the claims of county employees.

**Custodial Funds** – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Madison County, assessments for the watershed district, hotel/motel taxes for the Jackson-Madison County Community Economic Development Commission, and restricted revenues held for the benefit of the Office of District Attorney General.

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

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

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

Additionally, the Madison County School Department reports the following fund types:

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

**Fiduciary Fund** – The Pension Trust Fund is used to account for a former City of Jackson Teacher Retirement Plan, which was assumed by the Madison County Board of Education as a result of the consolidation of the city and county school systems.

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



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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has two proprietary funds (internal service funds) used to account for employees' health insurance coverage and workers' compensation. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the county's internal service funds are insurance premiums/contributions. Operating expenses for the internal service funds include administrative expenses, medical benefits, and workers' compensation benefits.

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

**1. Deposits and Investments**

For purposes of the Statement of Cash Flows, cash consists of Equity in Pooled Cash and Investments with the county trustee.

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Madison 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, General Debt Service, and General Capital Projects funds. Madison County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

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

Investment Pool complied with accounting principles generally accepted in the United States of America.

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

All other investments are reported at fair value.

## **2. Receivables and Payables**

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

All health department and property taxes receivables are shown with an allowance for uncollectibles. Health department receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 1.02 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.

Retainage payable in the primary government's Other 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 nonmajor governmental funds.

### **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 Madison 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 Madison County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Madison 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.

Restricted assets also consist of amounts held in trust by the Tennessee School Board Association (TSBA) OPEB Trust for the benefit of the discretely presented Madison County School Department. These funds are held and invested by the trust pursuant to an irrevocable agreement and may only be used to reimburse the Madison County School Department for postemployment benefits paid from school department funds. To date, the Madison County School Department has not requested any amounts to be reimbursed by the trust. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

Since the payment of postemployment benefits has not been administered through this trust, the trust is not considered to be in compliance with paragraph 4 of Governmental Accounting Standards Board Statement No. 75. OPEB liabilities of the school department are therefore reported gross and have not been reduced by balances of the trust. The trust is reported as an asset and restricted fund balance of the school department's General Purpose School Fund.

### **4. Capital Assets**

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

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government and the discretely presented Madison County School Department as assets with an initial, individual cost of \$15,000 or more and an estimated useful life of more than one year. 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:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	25 - 40
Other Capital Assets	5 - 30
Infrastructure:	
Roads	5 - 30
Bridges	30
Schools	10

## **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 a deferred charge on refunding, pension and OPEB changes in experience, pension changes in investment earnings, pension and OPEB changes in assumptions, pension and OPEB changes in proportionate share, and employer contributions made to the pension and OPEB plans after the measurement date. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

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

## **6. Compensated Absences**

Madison County and the discretely presented Madison County School Department permit employees to accumulate a limited amount of earned but unused vacation

benefits that will be paid to employees upon separation from service. Additionally, Madison County permits non-law enforcement personnel to accumulate up to 240 hours of compensatory time and law enforcement personnel to accumulate up to 480 hours of compensatory time which will be paid to employees upon separation of service. Additionally, Madison County has permitted law enforcement personnel to accumulate an unlimited amount of earned but unused holiday time that will be paid to employees upon separation from service. All vacation, compensatory, and holiday time is accrued when incurred in the government-wide statements for the county. A liability for vacation, compensatory, and holiday pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

Madison County and the discretely presented Madison County School Department permit employees to accumulate a limited amount of earned but unused sick leave; however, the granting of sick leave has no guaranteed payment attached, except for employees of the highway department.

## **7. Long-term Debt and Long-term Obligations**

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

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

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

## **8. Net Position and Fund Balance**

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

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding

balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2024, Madison County had \$64,361,603 in outstanding debt for capital purposes for the discretely presented Madison County School Department. This debt is a liability of Madison County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Madison County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission has by resolution authorized the county's finance 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.

## **9. Minimum Fund Balance Policy**

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds, the county commission adopted the following minimum fund balance policy:

General Fund – 15 percent of next year's budget in unassigned fund balance.

General Debt Service Fund – 40 percent of next year's budget in a combination of restricted, committed, and unassigned fund balances.

## ***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 Madison County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Madison County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Pension Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Pension Plan of TCRS. Investments are reported at fair value.

### **Discretely Presented Madison 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 Madison County. For this purpose, Madison County recognizes benefit payments when due and payable in accordance with benefit terms. Madison County's OPEB plan is not administered through a trust.

**Discretely Presented Madison 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 Madison 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 Madison County School Department**

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

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

**Primary Government**

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

**Discretely Presented Madison County School Department**

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



### III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### A. *Budgetary Information*

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

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, County Mayor/Executive, Personnel Office, 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 the GAAP basis is presented on the face of each budgetary schedule.

On June 30, 2024, Madison County and the discretely presented Madison County School Department had the following outstanding encumbrances:

Funds	Amount
Primary Government:	
Major Funds:	
General	\$ 966,205
Highway/Public Works	1,312,237
Nonmajor Funds:	
Juvenile Services	16,500
Solid/Waste Sanitation	36,325
Special Purpose	36,912
Drug Control	50,676
General Capital Projects	772,643
School Department:	
Major Funds:	
General Purpose School	1,711,218
School Federal Projects	4,591,376
Nonmajor Fund:	
Central Cafeteria	891

***B. Budgetary Basis Fund Deficit***

The School Federal Projects Fund had a budgetary basis fund deficit of \$970,861 on June 30, 2024, due to encumbrances in the amount of \$4,591,376. The school department has been awarded grant funding for the encumbrance amount, which had not been requested as of June 30, 2024.

***C. Expenditures Exceeded Appropriations***

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

<u>Major Appropriation Category</u>	<u>Amount Overspent</u>
General Fund:	
General Government - County Attorney	\$ 15,976
Public Safety - Jail	312,412
Public Safety - County Coroner/Medical Examiner	15,941
Solid Waste/Sanitation Fund:	
Other Operations - Employee Benefits	2,954
Special Purpose Fund:	
Other Operations - Miscellaneous	1,214
Highway/Public Works Fund:	
Other Operations - Employee Benefits	4,213
General Debt Service Fund:	
Interest on Debt - Education	38,343
Other Debt Service - General Government	6,049
General Capital Projects:	
Other Operations - Miscellaneous	31,247

Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded available fund balance.

***D. The Finance Department Failed to Comply with State Statutes when Issuing Debt***

The finance department failed to comply with state statutes when issuing loan and lease agreements. Details are discussed in the Schedule of Findings and Questioned Costs section.

**IV. DETAILED NOTES ON ALL FUNDS**

***A. Deposits and Investments***

Madison County and the Madison 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, Madison County had the following investments carried at amortized cost using a Stable Net Asset Value and fair value within the fair value hierarchy established by generally accepted accounting principles. Separate disclosures concerning pooled investments cannot be made for Madison County and the discretely presented Madison County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturities	Fair Value or Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 48 days	N/A	\$ 15,102,239
Investments at Fair Value:			
Municipals Bonds	N/A	7-1-24 to 6-15-26	4,627,678
U.S. Treasury Bills	N/A	7-25-24 to 4-17-25	11,609,462
U.S. Treasury Notes	N/A	4-8-26 to 4-10-26	<u>18,034,656</u>
Total			<u>\$ 49,374,035</u>

		Fair Value Measurements Using
		Quoted Prices in Active Markets for Identical Assets (Level 1)
Investment by Fair Value Level	Fair Value 6-30-24	
Municipal Bonds	\$ 4,627,678	\$ 4,627,678
U.S. Treasury Bills	11,609,462	11,609,462
U.S. Treasury Notes	18,034,656	18,034,656
Total	\$ 34,271,796	\$ 34,271,796

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Madison 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. On June 30, 2024, the fair value of the investments in municipal bonds had decreased by \$97,322 due to changes in 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. Madison County has no investment policy that would further limit its investment choices. As of June 30, 2024, Madison County's investment in the municipal bonds was rated Baa1 to Aaa by Moody's Investor's Service and A- to AA+ by S&P Ratings.

**Concentration of Credit Risk.** Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Madison County places no limit on the amount the county may invest in one issuer. More than five percent of the county's investments are in the Federal Home Loan Mortgage Corporation. These investments represent all of the county's investments.

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 Madison 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 Madison 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 Madison County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 736,901
Developed Market International Equity	N/A	N/A	332,794
Emerging Market International Equity	N/A	N/A	95,084
U.S. Fixed Income	N/A	N/A	475,420
Real Estate	N/A	N/A	237,710
Short-term Securities	N/A	N/A	23,770
NAV - Private Equity and Strategic Lending	N/A	N/A	475,420
Total			<u><u>\$ 2,377,099</u></u>

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

## OPEB Trust

**Legal Provisions.** The Madison County School Department is a member of the Tennessee School Board OPEB Trust. The school department has placed funds into the irrevocable trust as authorized by the Other Postemployment Benefit Trust Act of 2006, Section 8-50-1201, et. seq., *Tennessee Code Annotated*. 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 postemployment benefits of that member's employees. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

The trust is authorized to make investments in securities as authorized by each member's investment committee. The Madison County School Department has authorized investments in equity investments, fixed income investments, and cash and equivalents.

**Investment Balances.** On June 30, 2024, the Madison County School Department had the following investments held by the trust on its behalf.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
Equities	N/A	N/A	\$ 272,244
Fixed Income and Preferreds	N/A	N/A	231,321
Structured Investments	N/A	N/A	37,788
Cash	N/A	N/A	4,986
Total			<u>\$ 546,339</u>

Investment by Fair Value Level	Fair Value 6-30-24	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equities	\$ 272,244	\$ 272,244	\$ 0	\$ 0
U.S. Fixed Income & Preferreds	231,321	0	231,321	0
Structured Investments	37,788	0	0	37,788
Cash	4,986	0	4,986	0
Total	<u>\$ 546,339</u>	<u>\$ 272,244</u>	<u>\$ 236,307</u>	<u>\$ 37,788</u>

Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

**Risks and Uncertainties.** The trust's investments include various types of investment funds, which in turn invest in any combination of stock, bonds and other investments exposed to various risks, such as interest rate, credit, and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported for trust investments.

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Madison County School Department does not have a formal investment policy that limits trust 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. The Madison County School Department does not have a formal investment policy that limits the credit ratings of individual investments made by the trust.

**Concentration of Credit Risk.** Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Madison County School Department places no limit on the amount the county may invest in one issuer.

**Custodial Credit Risk.** Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the Madison County School Department to pay postemployment benefits of the school department employees.

For further information concerning the school departments investments with the TSBA, audited financial statements of the TSBA OPEB Trust may be obtained from the TSBA administrative office at 525 Brick Church Park Drive, Nashville, TN 37207.



**B. Capital Assets**

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

**Primary Government**

**Governmental Activities:**

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 7,196,300	\$ 187,300	\$ 0	\$ 7,383,600
Total Capital Assets Not Depreciated	\$ 7,196,300	\$ 187,300	\$ 0	\$ 7,383,600
Capital Assets Depreciated:				
Buildings and Improvements	\$ 87,749,393	\$ 22,398	\$ 0	\$ 87,771,791
Infrastructure	64,745,997	367,790	155,000	64,958,787
Other Capital Assets	34,287,794	4,925,342	1,165,997	38,047,139
Total Capital Assets Depreciated	\$ 186,783,184	\$ 5,315,530	\$ 1,320,997	\$ 190,777,717
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 17,904,797	\$ 751,387	\$ 0	\$ 18,656,184
Infrastructure	49,504,167	1,547,946	155,000	50,897,113
Other Capital Assets	24,776,705	3,862,181	1,150,836	27,488,050
Total Accumulated Depreciation	\$ 92,185,669	\$ 6,161,514	\$ 1,305,836	\$ 97,041,347
Total Capital Assets Depreciated, Net	\$ 94,597,515	\$ (845,984)	\$ 15,161	\$ 93,736,370
Governmental Activities Capital Assets, Net	\$ 101,793,815	\$ (658,684)	\$ 15,161	\$ 101,119,970

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

**Governmental Activities:**

General Government	\$ 297,573
Finance	13,681
Administration of Justice	189,804
Public Safety	3,377,492
Public Health and Welfare	224,032
Social, Cultural, and Recreational Services	174,955
Agriculture and Natural Resources	4,413
Highways/Public Works	<u>1,879,564</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 6,161,514</u></u>

**Net Investment in Capital Assets**

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Capital Assets	\$ 101,119,970
Less:	
Outstanding principal of capital debt and other capital borrowings	(27,941,042)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(2,388,231)</u>
Net Investment in Capital Assets	<u><u>\$ 70,790,697</u></u>

## Discretely Presented Madison County School Department

### Governmental Activities:

	Balance				Balance
	7-1-23	Increases	Decreases		6-30-24
Capital Assets Not Depreciated:					
Land	\$ 2,881,861	\$ 12,500	\$ 0	\$	2,894,361
Construction in Progress	2,303,499	21,277,449	0		23,580,948
Total Capital Assets Not Depreciated	<u>\$ 5,185,360</u>	<u>\$ 21,289,949</u>	<u>\$ 0</u>	<u>\$</u>	<u>26,475,309</u>
Capital Assets Depreciated:					
Buildings and Improvements	\$ 182,559,237	\$ 1,534,628	\$ 0	\$	184,093,865
Infrastructure	702,413	0	0		702,413
Other Capital Assets	25,933,390	2,128,519	547,724		27,514,185
Total Capital Assets Depreciated	<u>\$ 209,195,040</u>	<u>\$ 3,663,147</u>	<u>\$ 547,724</u>	<u>\$</u>	<u>212,310,463</u>
Less Accumulated Depreciated For:					
Buildings and Improvements	\$ 79,573,599	\$ 4,092,117	\$ 0	\$	83,665,716
Infrastructure	670,900	1,025	0		671,925
Other Capital Assets	16,423,164	1,521,035	547,724		17,396,475
Total Accumulated Depreciation	<u>\$ 96,667,663</u>	<u>\$ 5,614,177</u>	<u>\$ 547,724</u>	<u>\$</u>	<u>101,734,116</u>
Total Capital Assets Depreciated, Net	<u>\$ 112,527,377</u>	<u>\$ (1,951,030)</u>	<u>\$ 0</u>	<u>\$</u>	<u>110,576,347</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 117,712,737</u></u>	<u><u>\$ 19,338,919</u></u>	<u><u>\$ 0</u></u>	<u><u>\$</u></u>	<u><u>137,051,656</u></u>

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

**Governmental Activities:**

Instruction	\$ 4,411,750
Support Services	898,948
Operation of Non-instructional Services	<u>303,479</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 5,614,177</u></u>

**C. Construction Commitments**

On June 30, 2024, the school department had uncompleted construction contracts of approximately \$32,202,463 for the various construction and renovation projects. Funding for these future expenditures is expected to be received from state and federal grants and general obligation bond proceeds.

**D. Interfund Receivables, Payables, and Transfers**

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

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	General Debt Service	\$ 43,623
"	Nonmajor governmental	255,099
Highway/Public Works	Nonmajor governmental	772,338
Nonmajor governmental	General	25,485
Employee Insurance	"	241,425
"	Highway/Public Works	16,573
"	Nonmajor governmental	42,789

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

**Advances to/from Funds**

Receivable Fund	Payable Fund	Amount
General Purpose School	School Federal Projects	\$ 3,000,000

These balances resulted from an unauthorized transfer from General Purpose School Fund to the School Federal Projects Fund.

## 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	Highway/ Public Works Fund	Nonmajor governmental fund	
Nonmajor governmental fund	\$ 84,498	\$ 772,338	\$ 2,000,000	ARPA funds
Total	<u>\$ 84,498</u>	<u>\$ 772,338</u>	<u>\$ 2,000,000</u>	

### Discretely Presented Madison County School Department

Transfer Out	Transfer In	
	General Purpose School Fund	Purpose
School Federal Projects Fund	\$ 81,000	Comprehensive Coordinated Early Intervening Services funds
Total	<u>\$ 81,000</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 authorizations.

## *E. Long-term Debt*

### Primary Government

#### General Obligation Bonds, Other Loans and Notes

**General Obligation Bonds** – Madison 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 and credit of the government. General obligation bonds were issued for original terms of up to 20 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements

decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2024, will be retired from the General Debt Service Fund.

**Direct Borrowing and Direct Placements** – Madison 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. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. The capital outlay note and other loans outstanding were issued for original terms of 9 years for the note and up to 20 years for the other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. The note and other loans, included in long-term debt as of June 30, 2024, will be retired from the General Debt Service and General Capital Projects funds.

General obligation bonds, the capital outlay note, 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	2.5 to 5	%	5-1-42	\$ 95,275,000	\$ 68,570,000
Direct Borrowing and Direct Placement:					
Capital Outlay Note -					
Refunding	2 to 3		4-1-29	7,635,000	4,385,000
Other Loans - Fixed rate	3.25 to 7.85		6-1-41	21,169,510	19,347,645

On September 20, 2019, Madison County entered into a six-year loan agreement for a ladder fire truck for the Madison County Fire Department. The terms of the agreement require total loan payments of \$1,299,914 plus interest of 4.1 percent. Title to the equipment transfers to Madison County at the end of the loan period. The loan payments are made from the General Capital Projects Fund.

On September 1, 2021, Madison County entered into a twenty-year loan agreement for a school building. The terms of the agreement require total loan payments of \$19,579,215 plus interest of 3.25 percent. Title to the building transfers to Madison County at the end of the loan period. The loan payments are made from the General Debt Service Fund.

On January 26, 2024, Madison County entered into a four-year loan agreement for network infrastructure for the Madison County Information Technology Department. The terms of the agreement require total loan payments of \$290,381 plus interest of 7.85 percent. Title to the equipment transfers to Madison County at the end of the loan period. The loan payments are made from the General Capital Projects Fund.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 6,830,000	\$ 2,840,025	\$ 9,670,025
2026	7,175,000	2,498,526	9,673,526
2027	7,520,000	2,145,525	9,665,525
2028	7,890,000	1,781,475	9,671,475
2029	3,375,000	1,399,425	4,774,425
2030-2034	18,970,000	4,911,458	23,881,458
2035-2039	9,990,000	2,129,692	12,119,692
2040-2042	6,820,000	448,012	7,268,012
Total	\$ 68,570,000	\$ 18,154,138	\$ 86,724,138

Year Ending June 30	Note - Direct Placement		
	Principal	Interest	Total
2025	\$ 850,000	\$ 131,550	\$ 981,550
2026	875,000	106,050	981,050
2027	900,000	79,800	979,800
2028	920,000	52,800	972,800
2029	840,000	25,200	865,200
Total	\$ 4,385,000	\$ 395,400	\$ 4,780,400

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2025	\$ 611,144	\$ 678,195	\$ 1,289,339
2026	623,142	666,198	1,289,340
2027	430,855	641,105	1,071,960
2028	448,133	623,827	1,071,960
2029	1,159,721	501,444	1,661,165
2030-2034	5,971,977	1,986,688	7,958,665
2035-2039	6,889,615	1,069,048	7,958,663
2040-2041	3,213,058	253,941	3,466,999
Total	\$ 19,347,645	\$ 6,420,446	\$ 25,768,091

There is \$27,610,101 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$694, based on the 2020 federal census. Total debt per capita, including bonds, the note, other loans, and unamortized debt premiums, totaled \$995, based on the 2020 federal census.

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

## Discretely Presented Madison County School Department

Description of Debt	Outstanding 6-30-24
<u>Bonds Payable</u>	
<u>Contributions from the General Purpose School Fund</u>	
General Obligation Bonds, Series 2022	\$ 31,490,000

### Changes in Long-term Debt

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

#### Governmental Activities:

	Bonds	Notes - Direct Placement	Other Loan - Direct Placement
Balance, July 1, 2023	\$ 75,080,000	\$ 5,210,000	\$ 19,589,192
Additions	0	0	290,381
Reductions	(6,510,000)	(825,000)	(531,928)
Balance, June 30, 2024	<u>\$ 68,570,000</u>	<u>\$ 4,385,000</u>	<u>\$ 19,347,645</u>
Balance Due Within One Year	<u>\$ 6,830,000</u>	<u>\$ 850,000</u>	<u>\$ 611,144</u>

#### Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 92,302,645
Less: Balance Due Within One Year - Debt	(8,291,144)
Add: Unamortized Premium on Debt	<u>6,049,458</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 90,060,959</u>



***F. Long-term Obligations***

**Primary Government**

**Changes in Long-term Obligations**

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

**Governmental Activities:**

	Compensated Absences	Net OPEB Liability
Balance, July 1, 2023	\$ 5,437,696	\$ 5,938,967
Additions	2,857,666	625,466
Reductions	(2,405,793)	(1,126,672)
Balance, June 30, 2024	<u>\$ 5,889,569</u>	<u>\$ 5,437,761</u>
Balance Due Within One Year	<u>\$ 2,539,100</u>	<u>\$ 231,596</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 11,327,330
Less: Balance Due Within One Year - Other	<u>(2,770,696)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 8,556,634</u>

Compensated absences and the net OPEB liability will be paid from the employing funds, primarily the General and Highway/Public Works funds.

**Discretely Presented Madison County School Department**

**Changes in Long-term Obligations**

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

**Governmental Activities:**

	Compensated Absences	Net OPEB Liability
Balance, July 1, 2023	\$ 191,211	\$ 17,076,181
Additions	815,778	3,465,847
Reductions	(451,274)	(1,353,333)
Balance, June 30, 2024	<u>\$ 555,715</u>	<u>\$ 19,188,695</u>
Balance Due Within One Year	<u>\$ 394,318</u>	<u>\$ 1,844,702</u>

## Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 19,744,410
Less: Balance Due Within One Year - Other	<u>(2,239,020)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 17,505,390</u>

Compensated absences and the net OPEB liability will be paid from the employing funds, primarily the General Purpose School, School Federal Projects, and Central Cafeteria funds.

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

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Madison County School Department. These payments are made by the state to the Local Education Group Insurance. 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 \$458,901. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

***H. Short-term Debt***

During the year, Madison County borrowed \$150,000 from the General Debt Service Fund to provide temporary operating funds for the Juvenile Services Fund. This loan was retired prior to June 30, 2024, as required by state statutes. Short-term debt activity for the year ended June 30, 2024, was as follows:

	Balance 7-1-23	Issued	Paid	Balance 6-30-24
Tax Anticipation Notes	\$ 0	\$ 150,000	\$ (150,000)	\$ 0

## V. OTHER INFORMATION

### A. Risk Management

#### Primary Government

##### Employee Health Insurance

The county has chosen to establish the Employee Insurance Fund for risks associated with the employees' health insurance plan. The Employee Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$100,000 per specific loss and 100 percent of expected claims. The county obtained an excess risk insurance policy to cover claims beyond any amounts exceeding these limits. The premiums for the excess risk insurance and administration fees are paid directly to the administrator of the county's employee insurance plan by the various funds and departments participating in the plan.

All full-time employees of the primary government are eligible to participate. A premium charge is allocated to each fund that accounts for full-time employees. This charge is based on demographics of the group, cost of medical care, prior-claim experience, and expected liability during the 2023-24 year. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The Employee Insurance Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

		Beginning of Fiscal Year Liability	Current Year Claims and Estimates	Payments	Balance at Fiscal Year-end
2022-23	\$	0	\$ 6,605,736	\$ (6,605,736)	0
2023-24		0	7,681,360	(7,681,360)	0

##### Workers' Compensation Insurance

Madison County has elected to implement and administer an On-the-Job Program under the provisions of Section 50-6-106(16), *Tennessee Code Annotated (TCA)*, to provide uniform procedures for the reporting, treatment, and compensation of qualified individuals who are injured or fall ill while performing their duties. During the year, the county established the Workers' Compensation Fund for risks associated with workers' compensation claims. The Workers' Compensation Fund is accounted for as an Internal Service Fund in which assets are set aside for claim settlements.

### **Liability, Property, and Casualty**

Madison County participates in 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.

### **Discretely Presented Madison County School Department**

#### **Employee Health Insurance**

The 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.

#### **Workers' Compensation Insurance**

The school department 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.

### **Liability, Property, and Casualty**

The school department participates in 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 school department 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.

### ***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 attorneys for the county and the school department advised that there were no pending lawsuits, unasserted claims, or assessments that would materially affect the county or the school department's financial statements.

***D. Change in Administration***

On June 28, 2024, Karen Bell left the Office of Finance Director and was succeeded by Michelle Sellers effective June 29, 2024.

***E. Joint Ventures***

Madison County and the city of Jackson jointly operate the Jackson-Madison County Airport Authority, Jackson-Madison County Community Economic Development Commission, Jackson-Madison County General Hospital, and Jackson-Madison County Library. The boards of the Airport Authority, General Hospital, Community Economic Development Commission, and Jackson-Madison County Library each comprise five members who are alternately appointed each year by Madison County and the city of Jackson.

Madison County has control over budgeting and financing of the above joint ventures only to the extent of representation by its appointed board or commission members. Madison County contributed \$689,025 to the Airport Authority for its operations in addition to processing the airport's payroll during the year ended June 30, 2024. One-half of this contribution was refunded to Madison County by the city of Jackson per an agreement between Madison County and the city of Jackson. Madison County provides annual support to the library for its operations. Funding for the Community Economic Development Commission is provided through a hotel/motel tax levied jointly by the city of Jackson and Madison County. Twenty percent of the monies collected from this tax is allocated to the Community Economic Development Commission pursuant to the provisions of a private act. Madison County does not have an equity interest in any of the above-mentioned joint ventures. Complete financial statements for the above-noted joint ventures can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

Jackson-Madison County Airport Authority  
308 Grady Montgomery Drive  
Jackson, TN 38301

Jackson-Madison County Community  
Economic Development Commission  
197 Auditorium Street  
Jackson, TN 38301

Jackson-Madison County General Hospital  
620 Skyline Drive  
Jackson, TN 38301-3956

Jackson-Madison County Library  
433 East LaFayette  
Jackson, TN 38301

***F. Jointly Governed Organizations***

The West Tennessee Railroad Authority (WTRA) was created by Gibson County in conjunction with the counties of Chester, Madison, McNairy, Obion, and Weakley. The WTRA's board includes the mayors of Chester, Gibson, Madison, McNairy, Obion, and Weakley counties, and one at-large member from each of these areas. However, the counties do not have any ongoing financial interest or responsibility for the entity.

The Gibson County Railroad Authority (GCRA) was created by the county, in conjunction with Madison County and the cities of Trenton, Humboldt, Dyer, Rutherford, and Kenton. The GCRA's board includes the mayors of Gibson and Madison counties; the city mayors of Trenton, Humboldt, Dyer, Rutherford, and Kenton; and one at-large member from each of these areas. However, the counties and cities do not have any ongoing financial interest or responsibility for the entity.

***G. Retirement Commitments***

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

**Primary Government**

***General Information About the Pension Plan***

Madison County closed the retirement plan for new hires effective July 1, 2012. Employees hired prior to July 1, 2012, remain on the plan.

*Plan Description.* Employees of Madison County, non-certified employees of the discretely presented Madison County School Department, and employees of the Madison County Airport are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 71.18 percent, the non-certified employees of the discretely presented school department comprised 27.22 percent, and employees of the Madison County Airport comprised 1.6 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

*Benefits Provided.* TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may

adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service-related and nonservice-related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

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

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

Inactive Employees or Beneficiaries Currently	
Receiving Benefits	1,031
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	696
Active Employees	400
Total	<u><u>2,127</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees are noncontributory. Madison County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contribution for Madison County was \$2,293,788 based on a rate of eleven percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Madison 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)**

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

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

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historical market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by 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 Madison County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

***Changes in the Net Pension Liability (Asset)***

	Increase (Decrease)		
	Total	Plan	Net Pension
	Pension	Fiduciary	Liability
	Liability	Net Position	(Asset)
	(a)	(b)	(a)-(b)
Balance, July 1, 2022	\$ 181,561,070	\$ 182,882,000	\$ (1,320,930)
Changes for the Year:			
Service Cost	\$ 1,837,603	\$ 0	\$ 1,837,603
Interest	12,092,615	0	12,092,615
Differences Between Expected and Actual Experience	1,046,822	0	1,046,822
Contributions-Employer	0	2,159,779	(2,159,779)
Contributions-Employees	0	1,198	(1,198)
Net Investment Income	0	12,077,108	(12,077,108)
Benefit Payments, Including Refunds of Employee Contributions	(8,497,653)	(8,497,653)	0
Administrative Expense	0	(89,531)	89,531
Net Changes	\$ 6,479,387	\$ 5,650,901	\$ 828,486
Balance, June 30, 2023	\$ 188,040,457	\$ 188,532,901	\$ (492,444)

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

		Total	Plan	Net
		Pension	Fiduciary	Pension
		Liability	Net	Liability
			Position	(Asset)
Primary Government	71.18%	\$ 133,847,197	\$ 134,197,719	\$ (350,522)
Airport	1.60%	3,008,647	3,016,526	(7,879)
School Department	27.22%	51,184,613	51,318,656	(134,043)
Total		\$ 188,040,457	\$ 188,532,901	\$ (492,444)

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

	1% Decrease	Current Discount Rate	1% Increase
Madison County	5.75%	6.75%	7.75%

Net Pension Liability (Asset)    \$    22,542,982    \$    (492,444)    \$    (19,780,222)

***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, Madison County recognized pension expense (negative pension expense) of \$6,890,395.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,052,346	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,304,521	0
Changes in Assumptions		0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	2,293,788	N/A
Total	<u>\$ 5,650,655</u>	<u>\$ 0</u>

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

**Allocation of Agent Plan Deferred Outflows of Resources and  
Deferred Inflows of Resources**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 3,989,647	\$ 0
Airport	91,643	0
School Department	1,569,365	0
Total	<u>\$ 5,650,655</u>	<u>\$ 0</u>

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

Year Ending June 30	Amount
2025	\$ 1,006,245
2026	(1,753,923)
2027	4,094,438
2028	10,107
2029	0
Thereafter	0

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

**Discretely Presented Madison County School Department - Non-certified Employees**

***General Information About the Pension Plans***

*Plan Description.* As noted above under the primary government, employees of Madison County, non-certified employees of the discretely presented Madison County School Department, and employees of the Madison County Airport are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 71.18 percent, the non-certified employees of the discretely presented school department comprised 27.22 percent, and employees of the Madison County Airport comprised 1.6 percent of the plan based on contribution data.

## **Discretely Presented Madison County School Department - Certified Employees - Teacher Retirement Plan**

### ***General Information About the Pension Plan***

*Plan Description.* Teachers of the Madison 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 \$940,042, which is 2.95 percent of covered payroll. In addition, employer contributions of \$312,791, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2024, the school department reported a liability (asset) of (\$543,239) 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 1.281123 percent. The proportion as of June 30, 2022, was 1.302613 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2024, the school department recognized pension expense of \$694,219.

*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	\$ 18,299	\$ 317,077
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	138,115	0
Changes in Assumptions	408,702	0
Changes in Proportion of Net Pension Liability (Asset)	66,877	38,336
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	940,042	N/A
Total	<u>\$ 1,572,035</u>	<u>\$ 355,413</u>

The school department's employer contributions of \$940,042, 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	\$ 4,173
2026	(15,928)
2027	197,135
2028	16,495
2029	17,338
Thereafter	57,367

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

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

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

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

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

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

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



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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate	
		6.75%	1% Increase 7.75%

Net Pension Liability (Asset)	\$	2,498,876	\$	(543,239)	\$	(2,733,313)
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*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 Madison County School Department - Certified Employees - Teacher Legacy Pension Plan**

### ***General Information About the Pension Plan***

*Plan Description.* Teachers of the Madison 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 Madison County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$2,966,722, 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 (\$14,659,659) 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 1.243425 percent. The proportion measured on June 30, 2022, was 1.210385 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2024, the school department recognized (negative pension expense) of \$3,761,818.

*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	\$ 3,492,677	\$ 680,306
Changes in Assumptions	4,776,518	0
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	2,543,526	0
Changes in Proportion of Net Pension Liability (Asset)	607,590	613,950
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	2,966,722	N/A
Total	<u>\$ 14,387,033</u>	<u>\$ 1,294,256</u>

The school department's employer contributions of \$2,966,722 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	\$ 3,490,026
2026	(1,893,201)
2027	8,509,306
2028	19,924
2029	0
Thereafter	0

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 31,929,759	\$ (14,659,659)	\$ (53,408,918)

*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**

Madison County offers all employees a deferred compensation plan established pursuant to IRC Section 457 and also offers employees hired on or after July 1, 2012, a deferred compensation plan established pursuant to IRC Sections 401(a). Madison County will match each eligible participant's 457(b) salary deferrals dollar-for-dollar on the first one percent of compensation and 50 percent on the next six percent of compensation. This match will be deposited into a 401(a) account.

The Madison County School Department offers its full-time, non-certified employees hired on or after July 1, 2012, deferred compensation plans established pursuant to IRC Sections 457 and 401(a). The Madison County School Department will contribute four percent to each eligible participant's 401(a) and match each eligible participant's 457(b) salary deferrals dollar-for-dollar on the first three percent of compensation. This match will be deposited into a 401(a) account.

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 \$1,593,613 and teachers contributed \$470,665 to this deferred compensation pension plan.

## ***H. Other Postemployment Benefits (OPEB)***

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

### **Self-Insured Postemployment Benefits Plan**

#### **Primary Government**

Madison County and the Jackson-Madison County Airport Authority provide OPEB benefits to its employees through a self-insured health plan. The primary government employees comprised 99.2 percent and the airport employees comprised .8 percent.

*Plan Description.* The county and the airport participate in a self-insured postemployment benefits plan administered by Blue Cross Blue Shield for its retirees. Employees are eligible for OPEB benefits if they retire at age 55 with at least five year of service or any age with at

least 30 years of service. Coverage ends at age 65. For accounting purposes, the plan is a single employer defined benefit OPEB plan. Benefits are established and amended by the county commission. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

*Benefits Provided.* The plan provides healthcare, dental, and life insurance benefits to retirees and their dependents.

The benefit terms provide for the county and the airport to pay a percentage of healthcare costs depending on years of service. The county and the airport pay 75 percent of the healthcare cost for employees with over 30 years of service and 65 percent for employees with 20-29 years of service. A retiree who is at least age 55 with five years of service is required to pay 100 percent of the premium. Employees are eligible to participate in the healthcare plan until they reach age 65. Surviving spouses of eligible retirees may be able to continue coverage until they reach Medicare eligibility.

The benefit terms provide for eligible retirees to receive vision and dental benefits for life by paying 100 percent of the premium cost.

*Employees Covered by Benefit Terms.* At the measurement date of June 30, 2024, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	35
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	555
	<hr/>
Total	590
	<hr/>

**Total OPEB Liability**

The total OPEB liability of \$5,481,614 was measured as of June 30, 2024, and was determined by an actuarial valuation as of July 1, 2023.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the July 1, 2023, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Discount Rate	4.21%
Healthcare Cost Trend Rate	5% to 3.63%
Retirees share of Benefit-related Cost	25% to 100% depending on years of service

The discount rate was based on the S&P Municipal Bond 20-Year High Grade Index - SAPIHG.

Mortality rates were based on the PubG-2010 Mortality Table with scale MP-2020 for males and females.

The actuarial assumptions used in the July 1, 2023, valuation were based on plan data and costs presented by the county with concurrence by the actuary.

#### Changes in the Total OPEB Liability

	Total OPEB Liability
Balance July 1, 2023	\$ 6,029,182
Changes for the Year:	
Service Cost	\$ 333,038
Interest	255,116
Change in Experience	(839,117)
Change in Assumptions and Other Inputs	(186,949)
Benefit Payments	(109,656)
Net Changes	<u>\$ (547,568)</u>
Balance June 30, 2024	<u><u>\$ 5,481,614</u></u>

#### Allocation of the Total OPEB Liability

		Total OPEB Liability
Primary Government	99.20%	\$ 5,437,761
Airport	0.80%	<u>43,853</u>
Total		<u><u>\$ 5,481,614</u></u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2024, the county recognized OPEB expense of \$231,596. For the year ended June 30, 2024, Madison County reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 2,086,140
Changes of Assumptions	<u>268,440</u>	<u>48,485</u>
Total	<u><u>\$ 268,440</u></u>	<u><u>\$ 2,134,625</u></u>



**Allocation of Deferred Outflows or Resources and  
Deferred Inflows of Resources**

	Deferred Outflows	Deferred Inflows
Primary Government	\$ 266,301	\$ 2,117,616
Airport	2,139	17,009
Total	<u>\$ 268,440</u>	<u>\$ 2,134,625</u>

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	Amount
2025	\$ (356,558)
2026	(356,553)
2027	(450,261)
2028	(450,272)
2029	(126,266)
Thereafter	(126,275)

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 discount rate of 4.21 percent, as well as what the OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.21%) or one percentage point higher (5.21%) than the current rate:

<u>Discount Rate</u>	1% Decrease 3.21%	Current Discount Rate 4.21%	1% Increase 5.21%
Total OPEB Liability	\$ 5,886,774	\$ 5,481,614	\$ 5,058,970

*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 healthcare cost trend rate, as well as what the OPEB liability would be if it were 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%	Trend	1%
	Decrease	Rate	Increase
	4 to 2.63%	5 to 3.63%	6 to 4.63%

Total OPEB Liability	\$	4,879,294	\$	5,481,614	\$	6,121,622
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***OPEB Provided through State Administered Public Entity Risk Pool***

**Discretely Presented Madison County School Department**

The school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified employees of the 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. No assets are accumulated in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

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

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

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

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 19 percent load for males and an 18 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

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

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

*Plan Description.* Employees of the Madison 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 Madison County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA* 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. During the year, Madison County provided direct subsidies of \$35 to \$839 per month toward the cost of the insurance plan selected by the retiree. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	114
Inactive Employees Entitled to But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	937
Total	<u>1,052</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 \$1,061,226 to the LEP for OPEB benefits as they came due.

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

	Share of Collective Liability		
	Madison County School Department	State of TN	Total OPEB Liability
	70.3604%	29.6396%	
Balance July 1, 2022	\$ 17,076,181	\$ 6,884,939	\$ 23,961,120
Changes for the Year:			
Service Cost	\$ 775,567	\$ 326,710	\$ 1,102,277
Interest	604,331	254,577	858,908
Difference between Expected and Actuarial Experience	773,371	325,785	1,099,156
Changes in Proportion	(217,039)	217,039	0
Changes in Assumption and Other Inputs	1,312,578	552,929	1,865,507
Benefit Payments	(1,136,293)	(478,668)	(1,614,961)
Net Changes	\$ 2,112,514	\$ 1,198,373	\$ 3,310,887
Balance June 30, 2023	\$ 19,188,695	\$ 8,083,312	\$ 27,272,007

The Madison 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 Madison County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employers' long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$809,119 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Madison County School Department's proportionate share of the collective OPEB liability was 70.36 percent and the State of Tennessee's share was 29.64 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 \$2,653,821, 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	\$ 1,770,505	\$ 497,728
Changes of Assumptions	3,149,300	1,673,810
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	392,111	611,273
Benefits Paid After the Measurement Date of June 30, 2023	1,061,226	0
Total	<u>\$ 6,373,142</u>	<u>\$ 2,782,811</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	\$ 464,804
2026	464,804
2027	502,647
2028	496,300
2029	358,717
Thereafter	241,833

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

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

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

Proportionate Share of the			
Collective Total OPEB			
Liability	\$ 20,455,419	\$ 19,188,695	\$ 17,975,839

*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%	Rate	1%
	Decrease		Increase
	9.31 to 3.5%	10.31 to 4.5%	11.31 to 5.5%

Proportionate Share of the			
Collective Total OPEB			
Liability	\$ 17,399,915	\$ 19,188,695	\$ 21,244,851

#### ***I. Office of Central Accounting and Budgeting***

Madison County operates under the provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a finance department operated under the direction of a finance director.

#### ***J. Purchasing Law***

The County Financial Management System of 1981 provides for the finance director, or a deputy appointed by her, to serve as the county purchasing agent. The finance director serves as purchasing agent for Madison County. All purchase orders are issued by the finance department. Purchases exceeding \$50,000 for the Office of County Mayor, Office of Highway Engineer, and for the discretely presented school department are required to be competitively bid.

## REQUIRED SUPPLEMENTARY INFORMATION SECTION

**MADISON COUNTY, TENNESSEE**  
**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on**  
**Participation in the Public Employee Pension Plan of TCRS**  
Primary Government  
**For the Fiscal Year Ended June 30**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Total Pension Liability</b>										
Service Cost	\$ 2,503,861	\$ 2,546,359	\$ 2,320,142	\$ 2,184,793	\$ 2,084,731	\$ 2,017,207	\$ 1,911,612	\$ 1,830,481	\$ 1,917,578	\$ 1,837,603
Interest	8,528,421	9,078,436	9,360,868	9,698,497	9,932,081	10,336,534	10,696,873	11,032,895	11,446,266	12,092,615
Differences Between Actual and Expected Experience	957,864	(2,479,699)	(1,529,465)	(1,407,887)	(236,715)	(700,451)	(803,386)	181,167	4,586,807	1,046,822
Change in Assumptions	0	0	0	3,129,363	0	0	0	11,971,697	0	0
Benefit Payments, Including Refunds of Employee Contributions	(4,443,515)	(4,954,709)	(5,351,522)	(5,677,430)	(5,970,114)	(6,297,714)	(6,857,280)	(7,321,105)	(8,092,643)	(8,497,653)
Net Change in Total Pension Liability	\$ 7,546,631	\$ 4,190,387	\$ 4,800,023	\$ 7,927,336	\$ 5,809,983	\$ 5,355,576	\$ 4,947,819	\$ 17,695,135	\$ 9,858,008	\$ 6,479,387
Total Pension Liability, Beginning	113,430,172	120,976,803	125,167,190	129,967,213	137,894,549	143,704,532	149,060,108	154,007,927	171,703,062	181,561,070
Total Pension Liability, Ending (a)	\$ 120,976,803	\$ 125,167,190	\$ 129,967,213	\$ 137,894,549	\$ 143,704,532	\$ 149,060,108	\$ 154,007,927	\$ 171,703,062	\$ 181,561,070	\$ 188,040,457
<b>Plan Fiduciary Net Position</b>										
Contributions - Employer	\$ 4,523,436	\$ 3,938,838	\$ 3,717,662	\$ 3,471,879	\$ 3,474,411	\$ 3,377,176	\$ 2,605,252	\$ 2,560,802	\$ 2,474,159	\$ 2,159,779
Contributions - Employee	2,017	300	652	0	192	413	245	268	920	1,198
Net Investment Income	17,536,366	3,782,858	3,321,558	14,342,408	11,496,238	10,962,524	7,665,923	40,672,459	(7,387,315)	12,077,108
Benefit Payments, Including Refunds of Employee Contributions	(4,443,515)	(4,954,709)	(5,351,522)	(5,677,430)	(5,970,114)	(6,297,714)	(6,857,280)	(7,321,105)	(8,092,643)	(8,497,653)
Administrative Expense	(43,681)	(47,023)	(61,810)	(61,023)	(63,975)	(55,605)	(50,907)	(47,213)	(46,159)	(89,531)
Other	0	0	0	1,054	0	0	2,245	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 17,574,623	\$ 2,720,264	\$ 1,626,540	\$ 12,076,888	\$ 8,936,752	\$ 7,986,794	\$ 3,365,478	\$ 35,865,211	\$ (13,051,038)	\$ 5,650,901
Plan Fiduciary Net Position, Beginning	105,780,488	123,355,111	126,075,375	127,701,915	139,778,803	148,715,555	156,702,349	160,067,827	195,933,038	182,882,000
Plan Fiduciary Net Position, Ending (b)	\$ 123,355,111	\$ 126,075,375	\$ 127,701,915	\$ 139,778,803	\$ 148,715,555	\$ 156,702,349	\$ 160,067,827	\$ 195,933,038	\$ 182,882,000	\$ 188,532,901
Net Pension Liability (Asset), Ending (a - b)	\$ (2,378,308)	\$ (908,185)	\$ 2,265,298	\$ (1,884,254)	\$ (5,011,023)	\$ (7,642,241)	\$ (6,059,900)	\$ (24,229,976)	\$ (1,320,930)	\$ (492,444)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	101.97%	100.73%	98.26%	101.37%	103.49%	105.13%	103.93%	114.11%	100.73%	100.26%
Covered Payroll	\$ 31,522,191	\$ 28,410,764	\$ 26,853,345	\$ 25,031,554	\$ 24,330,219	\$ 23,668,324	\$ 22,390,221	\$ 21,774,405	\$ 20,766,072	\$ 19,653,466
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(7.54)%	(3.20)%	(8.44)%	(7.53)%	(20.60)%	(32.29)%	(27.06)%	(111.28)%	(6.36)%	(2.51)%

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



Exhibit F-2

**MADISON COUNTY, TENNESSEE**

**Schedule of Contributions Based on Participation in the Public**

**Employee Pension Plan of TCRS**

Primary Government

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially Determined Contribution	\$ 3,938,838	\$ 3,717,662	\$ 3,471,879	\$ 3,474,411	\$ 3,377,176	\$ 2,605,252	\$ 2,560,802	\$ 2,474,159	\$ 2,159,779	\$ 2,293,788
Less: Contributions in Relation to the Actuarially Determined Contribution	(3,938,838)	(3,717,662)	(3,471,879)	(3,474,411)	(3,377,176)	(2,605,252)	(2,560,802)	(2,474,159)	(2,159,779)	(2,293,788)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 28,410,764	\$ 26,853,345	\$ 25,031,554	\$ 24,330,219	\$ 23,668,324	\$ 22,390,221	\$ 21,774,405	\$ 20,766,072	\$ 19,653,466	\$ 20,852,590
Contributions as a Percentage of Covered Payroll	13.86%	13.84%	13.87%	14.28%	14.27%	11.64%	11.76%	11.91%	10.99%	11.00%

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

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

Discretely Presented Madison County School Department

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 127,275	\$ 259,449	\$ 358,339	\$ 193,153	\$ 248,294	\$ 316,963	\$ 383,008	\$ 447,119	\$ 731,336	\$ 940,042
Less: Contributions in Relation to the Contractually Required Contribution	(127,275)	(259,449)	(358,339)	(473,779)	(248,294)	(316,963)	(383,008)	(447,119)	(731,336)	(940,042)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (280,626)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 3,181,880	\$ 6,486,246	\$ 9,038,854	\$ 11,947,819	\$ 12,966,640	\$ 15,546,322	\$ 18,960,648	\$ 21,857,021	\$ 25,481,994	\$ 31,865,465
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	3.96%	3.97%	1.91%	2.04%	2.02%	2.05%	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%

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

Discretely Presented Madison County School Department

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 4,387,063	\$ 4,249,389	\$ 4,024,974	\$ 3,935,894	\$ 4,415,621	\$ 4,291,415	\$ 4,323,665	\$ 4,102,799	\$ 3,506,392	\$ 2,966,722
Less: Contributions in Relation to the Contractually Required Contribution	(4,387,063)	(4,249,389)	(4,024,974)	(3,935,894)	(4,415,621)	(4,291,415)	(4,323,665)	(4,102,799)	(3,506,392)	(2,966,722)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 48,529,483	\$ 47,006,484	\$ 44,443,645	\$ 43,280,981	\$ 42,132,112	\$ 40,427,120	\$ 42,099,899	\$ 40,201,563	\$ 40,349,709	\$ 43,563,053
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.06%	9.09%	10.48%	10.62%	10.27%	10.21%	8.69%	6.81%

**MADISON COUNTY, TENNESSEE****Schedule of Proportionate Share of the Net Pension Asset  
in the Teacher Retirement Plan of TCRS**

Discretely Presented Madison 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)	1.499811%	1.474128%	1.364917%	1.355390%	1.209468%	1.237316%	0.1313782%	0.1302613%	1.281123%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (61,608)	\$ (153,461)	\$ (360,112)	\$ (614,707)	\$ (682,728)	\$ (703,590)	\$ (1,423,104)	\$ (394,594)	\$ (543,239)
Covered Payroll	\$ 3,181,880	\$ 6,486,246	\$ 9,038,854	\$ 11,947,819	\$ 12,966,640	\$ 15,546,322	\$ 18,960,648	\$ 21,857,021	\$ 25,481,994
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.98)%	(5.14)%	(5.27)%	(4.53)%	(7.51)%	(1.81)%	(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.

**MADISON COUNTY, TENNESSEE**  
**Schedule of Proportionate Share of the Net Pension Asset**  
**in the Teacher Legacy Pension Plan of TCRS**  
Discretely Presented Madison 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)	1.368282%	1.296365%	1.302192%	1.259538%	1.237889%	1.258949%	1.212971%	0.1282686%	0.1210385%	1.243425%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (222,339)	\$ 531,035	\$ 8,137,980	\$ (412,101)	\$ (4,356,027)	\$ (12,944,258)	\$ (9,249,795)	\$ (55,325,338)	\$ (14,844,221)	\$ (14,659,659)
Covered Payroll	\$ 53,704,969	\$ 48,529,483	\$ 47,006,484	\$ 44,443,645	\$ 43,280,981	\$ 42,132,112	\$ 40,427,120	\$ 42,099,899	\$ 40,201,563	\$ 40,349,709
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(.41)%	1.09%	17.31%	(.93)%	(10.06)%	(30.72)%	(22.88)%	(131.41)%	(36.92)%	(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%

**MADISON COUNTY, TENNESSEE****Schedule of Changes in the Total OPEB Liability and Related Ratios - Self-Insurance Plan**

Primary Government

**For the Fiscal Year Ended June 30**

	2018	2019	2020	2021	2022	2023	2024
<b>Total OPEB Liability</b>							
Service Cost	\$ 319,886	\$ 330,039	\$ 501,752	\$ 490,729	\$ 486,788	\$ 330,807	\$ 333,038
Interest	169,667	160,339	175,216	191,500	204,084	241,045	255,116
Differences Between Actual and Expected Experience	(682,060)	0	(283,609)	0	(1,816,222)	0	(839,117)
Changes in Assumptions or Other Inputs	0	0	939,535	0	(17,714)	(103,499)	(186,949)
Benefit Payments	(64,908)	(128,271)	(204,662)	(192,707)	(249,079)	(105,154)	(109,656)
Net Change in Total OPEB Liability	\$ (257,415)	\$ 362,107	\$ 1,128,232	\$ 489,522	\$ (1,392,143)	\$ 363,199	\$ (547,568)
Total OPEB Liability, Beginning	5,335,680	5,078,265	5,440,372	6,568,604	7,058,126	5,665,983	6,029,182
Total OPEB Liability, Ending	<u>\$ 5,078,265</u>	<u>\$ 5,440,372</u>	<u>\$ 6,568,604</u>	<u>\$ 7,058,126</u>	<u>\$ 5,665,983</u>	<u>\$ 6,029,182</u>	<u>\$ 5,481,614</u>
Madison County's Proportionate Share of the Total OPEB Liability	\$ 5,020,880	\$ 5,358,766	\$ 6,471,574	\$ 6,955,712	\$ 5,613,289	\$ 5,938,967	\$ 5,437,761
Airport's Proportionate Share of the Total OPEB Liability	57,385	81,606	97,030	102,414	52,694	90,215	43,853
Covered Employee Payroll	\$ 15,970,104	\$ 15,755,999	\$ 27,708,688	\$ 28,539,949	\$ 29,760,280	\$ 30,653,088	\$ 37,012,577
Net OPEB Liability as a Percentage of Covered Employee Payroll	31.80%	34.53%	23.71%	24.73%	19.04%	19.67%	14.81%

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:

2018	3.00%
2019	3.00%
2020	2.75%
2022	4.09%
2023	4.09%
2024	4.21%

(b) The assumed initial trend rate applicable to the 2024 plan year was updated from a flat 4.5% to an immediate rate of 5%, decreasing per year to an ultimate rate of 3.63%.

(c) In 2024, the mortality improvement scale was PubG-2010 Mortality Table.

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

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

Discretely Presented Madison County School Department

**For the Fiscal Year Ended June 30**

	2017	2018	2019	2020	2021	2022	2023
<b>Total OPEB Liability</b>							
Service Cost	\$ 1,054,227	\$ 984,850	\$ 1,029,565	\$ 949,131	\$ 1,069,690	\$ 1,389,793	\$ 1,102,277
Interest	650,762	761,070	711,694	729,084	485,780	543,496	858,908
Changes in Benefit Terms	0	(1,838,293)	1,416,435	0	0	0	0
Differences Between Actual and Expected Experience	0	(769,533)	1,392,961	(867,740)	286,033	1,165,026	1,099,156
Changes in Assumptions or Other Inputs	(842,627)	885,319	(1,615,079)	1,904,621	2,618,572	(2,100,154)	1,865,507
Benefit Payments	(1,639,932)	(1,762,038)	(1,827,094)	(1,658,111)	(1,588,874)	(1,609,624)	(1,614,961)
Net Change in Total OPEB Liability	\$ (777,570)	\$ (1,738,625)	\$ 1,108,482	\$ 1,056,985	\$ 2,871,201	\$ (611,463)	\$ 3,310,887
Total OPEB Liability, Beginning	22,052,110	21,274,540	19,535,915	20,644,397	21,701,382	24,572,583	23,961,120
Total OPEB Liability, Ending	<u>\$ 21,274,540</u>	<u>\$ 19,535,915</u>	<u>\$ 20,644,397</u>	<u>\$ 21,701,382</u>	<u>\$ 24,572,583</u>	<u>\$ 23,961,120</u>	<u>\$ 27,272,007</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 6,366,193	\$ 4,846,743	\$ 5,445,269	\$ 5,782,052	\$ 6,881,109	\$ 6,884,939	\$ 8,083,312
Employer Proportionate Share of the Total OPEB Liability	14,908,347	14,689,172	15,199,128	15,919,330	17,691,474	17,076,181	19,188,695
Covered Employee Payroll	\$ 51,483,445	\$ 50,212,953	\$ 47,690,962	\$ 49,312,955	\$ 46,399,420	\$ 45,757,436	\$ 49,523,290
Net OPEB Liability as a Percentage of Covered Employee Payroll	28.96%	29.25%	31.87%	32.28%	38.13%	37.32%	38.75%

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

Note 2: Changes in assumptions.

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

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

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

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

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

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

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

Methods and assumptions used to determine contribution rates:

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

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



## COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

# NONMAJOR GOVERNMENTAL FUNDS

## SPECIAL REVENUE FUNDS

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*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.*

**Juvenile Services Fund** – The Juvenile Services Fund is used to account for transactions related to the supervision, care, and detention of those children who are defined by the general laws of the state of Tennessee as delinquent, unruly, dependent, neglected, or abused.

**Solid Waste/Sanitation Fund** – The Solid Waste/Sanitation Fund is used to account for solid waste activities related to the county's convenience centers.

**Special Purpose Fund** – The Special Purpose Fund is used to account for transactions related to certain public safety, health, and welfare programs.

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

**Other Special Revenue Fund** – The Other Special Revenue Fund is used to account for proceeds received from the American Rescue Plan Act.

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

## CAPITAL PROJECTS FUNDS

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

**General Capital Projects Fund** – The General Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital projects.

**Community Development/Industrial Park Fund** – The Community Development/ Industrial Park Fund is used to account for revenues provided for industrial park projects.

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

	Special Revenue Funds				
	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue
<b>ASSETS</b>					
Cash	\$ 0	\$ 0	\$ 0	\$ 0	0
Equity in Pooled Cash and Investments	1,248,098	995,079	1,212,412	577,415	3,178,415
Accounts Receivable	44,699	33,525	46,863	0	0
Allowance for Uncollectibles	0	0	(10,994)	0	0
Due from Other Governments	55,013	0	1,231,277	0	0
Due from Other Funds	0	0	25,485	0	0
Property Taxes Receivable	2,920,905	989,019	0	0	0
Allowance for Uncollectible Property Taxes	(58,180)	(19,700)	0	0	0
Total Assets	\$ 4,210,535	\$ 1,997,923	\$ 2,505,043	\$ 577,415	\$ 3,178,415
<b>LIABILITIES</b>					
Accounts Payable	\$ 143	\$ 0	\$ 95,457	\$ 0	0
Accrued Payroll	59,803	18,629	114,134	0	0
Payroll Deductions Payable	33,174	4,703	59,156	0	0
Due to Other Funds	15,894	474	176,421	0	856,836
Other Current Liabilities	183	0	516	0	0
Total Liabilities	\$ 109,197	\$ 23,806	\$ 445,684	\$ 0	\$ 856,836
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 2,810,036	\$ 951,479	\$ 0	\$ 0	0
Deferred Delinquent Property Taxes	44,944	15,217	0	0	0

(Continued)

**MADISON COUNTY, TENNESSEE****Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue
<b>DEFERRED INFLOWS OF RESOURCES (Cont.)</b>					
Other Deferred/Unavailable Revenue	\$ 0	\$ 0	\$ 35,869	\$ 0	\$ 0
Total Deferred Inflows of Resources	\$ 2,854,980	\$ 966,696	\$ 35,869	\$ 0	\$ 0
<b>FUND BALANCES</b>					
Restricted:					
Restricted for General Government	\$ 0	\$ 0	\$ 0	\$ 0	2,321,579
Restricted for Public Safety	545,032	0	414,304	577,415	0
Restricted for Public Health and Welfare	0	461,414	1,490,896	0	0
Restricted for Other Operations	0	0	118,290	0	0
Committed:					
Committed for General Government	0	0	0	0	0
Committed for Finance	0	0	0	0	0
Committed for Public Safety	701,326	0	0	0	0
Committed for Public Health and Welfare	0	546,007	0	0	0
Committed for Capital Outlay	0	0	0	0	0
Total Fund Balances	\$ 1,246,358	\$ 1,007,421	\$ 2,023,490	\$ 577,415	\$ 2,321,579
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 4,210,535	\$ 1,997,923	\$ 2,505,043	\$ 577,415	\$ 3,178,415

(Continued)

## Exhibit G-1

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Funds</u>			
	Constitu - tional Officers - Fees	Total	General Capital Projects	Community Development/ Industrial Park	Total	Total Nonmajor Governmental Funds
<b>ASSETS</b>						
Cash	\$ 13,865	\$ 13,865	\$ 0	\$ 0	\$ 0	\$ 13,865
Equity in Pooled Cash and Investments	0	7,211,419	5,584,573	930,555	6,515,128	13,726,547
Accounts Receivable	6,736	131,823	66,594	0	66,594	198,417
Allowance for Uncollectibles	0	(10,994)	0	0	0	(10,994)
Due from Other Governments	0	1,286,290	0	0	0	1,286,290
Due from Other Funds	0	25,485	0	0	0	25,485
Property Taxes Receivable	0	3,909,924	2,429,028	0	2,429,028	6,338,952
Allowance for Uncollectible Property Taxes	0	(77,880)	(66,978)	0	(66,978)	(144,858)
Total Assets	<u>\$ 20,601</u>	<u>\$ 12,489,932</u>	<u>\$ 8,013,217</u>	<u>\$ 930,555</u>	<u>\$ 8,943,772</u>	<u>\$ 21,433,704</u>
<b>LIABILITIES</b>						
Accounts Payable	\$ 0	\$ 95,600	\$ 257,264	\$ 0	\$ 257,264	\$ 352,864
Accrued Payroll	0	192,566	0	0	0	192,566
Payroll Deductions Payable	0	97,033	0	0	0	97,033
Due to Other Funds	20,601	1,070,226	0	0	0	1,070,226
Other Current Liabilities	0	699	0	0	0	699
Total Liabilities	<u>\$ 20,601</u>	<u>\$ 1,456,124</u>	<u>\$ 257,264</u>	<u>\$ 0</u>	<u>\$ 257,264</u>	<u>\$ 1,713,388</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Current Property Taxes	\$ 0	\$ 3,761,515	\$ 2,283,552	\$ 0	\$ 2,283,552	\$ 6,045,067
Deferred Delinquent Property Taxes	0	60,161	66,959	0	66,959	127,120

(Continued)

**MADISON COUNTY, TENNESSEE****Combining Balance Sheet**

Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Funds</u>				Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Total	General Capital Projects	Community Development/ Industrial Park	Total		
<b>DEFERRED INFLOWS OF RESOURCES (Cont.)</b>							
Other Deferred/Unavailable Revenue	\$ 0	\$ 35,869	\$ 0	\$ 0	\$ 0	\$ 0	\$ 35,869
Total Deferred Inflows of Resources	\$ 0	\$ 3,857,545	\$ 2,350,511	\$ 0	\$ 2,350,511	\$ 0	\$ 6,208,056
<b>FUND BALANCES</b>							
Restricted:							
Restricted for General Government	\$ 0	\$ 2,321,579	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,321,579
Restricted for Public Safety	0	1,536,751	0	0	0	0	1,536,751
Restricted for Public Health and Welfare	0	1,952,310	0	0	0	0	1,952,310
Restricted for Other Operations	0	118,290	0	0	0	0	118,290
Committed:							
Committed for General Government	0	0	112,487	0	112,487		112,487
Committed for Finance	0	0	35,081	0	35,081		35,081
Committed for Public Safety	0	701,326	622,077	0	622,077		1,323,403
Committed for Public Health and Welfare	0	546,007	2,998	0	2,998		549,005
Committed for Capital Outlay	0	0	4,632,799	930,555	5,563,354		5,563,354
Total Fund Balances	\$ 0	\$ 7,176,263	\$ 5,405,442	\$ 930,555	\$ 6,335,997	\$ 0	\$ 13,512,260
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 20,601	\$ 12,489,932	\$ 8,013,217	\$ 930,555	\$ 8,943,772	\$ 0	\$ 21,433,704

**MADISON 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				
	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue
<b>Revenues</b>					
Local Taxes	\$ 2,943,614	\$ 1,016,263	\$ 0	\$ 0	0
Fines, Forfeitures, and Penalties	0	0	0	65,963	0
Charges for Current Services	26	377,428	1,731,276	0	0
Other Local Revenues	1,159	59,248	109	5,795	0
State of Tennessee	144,375	0	3,477,932	0	0
Federal Government	84,585	0	175,379	0	0
Other Governments and Citizens Groups	35,113	0	0	0	0
Total Revenues	\$ 3,208,872	\$ 1,452,939	\$ 5,384,696	\$ 71,758	\$ 0
<b>Expenditures</b>					
Current:					
General Government	\$ 0	\$ 0	\$ 0	\$ 0	0
Finance	0	0	0	0	0
Administration of Justice	0	0	0	0	0
Public Safety	2,639,924	0	1,301,569	51,050	0
Public Health and Welfare	0	1,527,756	3,935,599	0	0
Social, Cultural, and Recreational Services	0	0	0	0	0
Other Operations	12,203	2,954	8,214	0	0
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Total Expenditures	\$ 2,652,127	\$ 1,530,710	\$ 5,245,382	\$ 51,050	\$ 0

(Continued)

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

	<b>Special Revenue Funds</b>				
	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Other Special Revenue
Excess (Deficiency) of Revenues Over Expenditures	\$ 556,745	\$ (77,771)	\$ 139,314	\$ 20,708	\$ 0
<b>Other Financing Sources (Uses)</b>					
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Insurance Recovery	0	8,713	30,090	0	0
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	(2,856,836)
Total Other Financing Sources (Uses)	\$ 0	\$ 8,713	\$ 30,090	\$ 0	\$ (2,856,836)
Net Change in Fund Balances	\$ 556,745	\$ (69,058)	\$ 169,404	\$ 20,708	\$ (2,856,836)
Fund Balance, July 1, 2023	689,613	1,076,479	1,854,086	556,707	5,178,415
Fund Balance, June 30, 2024	\$ 1,246,358	\$ 1,007,421	\$ 2,023,490	\$ 577,415	\$ 2,321,579

(Continued)



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

Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Funds</u>			Total Nonmajor Governmental Funds
	Constitu - tional Officers - Fees	Total	General Capital Projects	Community Development/ Industrial Park	Total	
<b>Revenues</b>						
Local Taxes	\$ 0	\$ 3,959,877	\$ 4,388,352	\$ 0	\$ 4,388,352	\$ 8,348,229
Fines, Forfeitures, and Penalties	0	65,963	0	0	0	65,963
Charges for Current Services	1,424	2,110,154	0	0	0	2,110,154
Other Local Revenues	0	66,311	2,440,538	16,571	2,457,109	2,523,420
State of Tennessee	0	3,622,307	0	0	0	3,622,307
Federal Government	0	259,964	0	0	0	259,964
Other Governments and Citizens Groups	0	35,113	5,000	0	5,000	40,113
Total Revenues	\$ 1,424	\$ 10,119,689	\$ 6,833,890	\$ 16,571	\$ 6,850,461	\$ 16,970,150
<b>Expenditures</b>						
Current:						
General Government	\$ 0	\$ 0	\$ 279,957	\$ 0	\$ 279,957	\$ 279,957
Finance	0	0	837,818	0	837,818	837,818
Administration of Justice	1,424	1,424	13,324	0	13,324	14,748
Public Safety	0	3,992,543	3,065,741	0	3,065,741	7,058,284
Public Health and Welfare	0	5,463,355	274,495	0	274,495	5,737,850
Social, Cultural, and Recreational Services	0	0	318,440	0	318,440	318,440
Other Operations	0	23,371	629,372	129,315	758,687	782,058
Debt Service:						
Principal on Debt	0	0	192,693	0	192,693	192,693
Interest on Debt	0	0	24,686	0	24,686	24,686
Total Expenditures	\$ 1,424	\$ 9,480,693	\$ 5,636,526	\$ 129,315	\$ 5,765,841	\$ 15,246,534

(Continued)

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

	<u>Special Revenue Funds (Cont.)</u>		<u>Capital Projects Funds</u>			Total
	Constitu - tional Officers - Fees	Total	General Capital Projects	Community Development/ Industrial Park	Total	Nonmajor Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 638,996	\$ 1,197,364	\$ (112,744)	\$ 1,084,620	\$ 1,723,616
<b>Other Financing Sources (Uses)</b>						
Other Loans Issued	\$ 0	\$ 0	\$ 290,381	\$ 0	\$ 290,381	\$ 290,381
Insurance Recovery	0	38,803	18,711	0	18,711	57,514
Transfers In	0	0	2,000,000	0	2,000,000	2,000,000
Transfers Out	0	(2,856,836)	0	0	0	(2,856,836)
Total Other Financing Sources (Uses)	\$ 0	\$ (2,818,033)	\$ 2,309,092	\$ 0	\$ 2,309,092	\$ (508,941)
Net Change in Fund Balances	\$ 0	\$ (2,179,037)	\$ 3,506,456	\$ (112,744)	\$ 3,393,712	\$ 1,214,675
Fund Balance, July 1, 2023	0	9,355,300	1,898,986	1,043,299	2,942,285	12,297,585
Fund Balance, June 30, 2024	\$ 0	\$ 7,176,263	\$ 5,405,442	\$ 930,555	\$ 6,335,997	\$ 13,512,260

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

Juvenile Services Fund

**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 2,943,614	\$ 0	\$ 0	\$ 2,943,614	\$ 2,923,767	\$ 2,923,767	\$ 19,847
Charges for Current Services	26	0	0	26	300	300	(274)
Other Local Revenues	1,159	0	0	1,159	0	0	1,159
State of Tennessee	144,375	0	0	144,375	9,000	144,375	0
Federal Government	84,585	0	0	84,585	184,656	124,281	(39,696)
Other Governments and Citizens Groups	35,113	0	0	35,113	40,000	40,000	(4,887)
Total Revenues	\$ 3,208,872	\$ 0	\$ 0	\$ 3,208,872	\$ 3,157,723	\$ 3,232,723	\$ (23,851)
<b>Expenditures</b>							
Public Safety							
Juvenile Services	\$ 2,639,924	\$ (11,540)	\$ 16,500	\$ 2,644,884	\$ 2,610,943	\$ 2,758,944	\$ 114,060
Other Operations							
Employee Benefits	12,203	0	0	12,203	0	12,203	0
Total Expenditures	\$ 2,652,127	\$ (11,540)	\$ 16,500	\$ 2,657,087	\$ 2,610,943	\$ 2,771,147	\$ 114,060
Excess (Deficiency) of Revenues Over Expenditures	\$ 556,745	\$ 11,540	\$ (16,500)	\$ 551,785	\$ 546,780	\$ 461,576	\$ 90,209
Net Change in Fund Balance	\$ 556,745	\$ 11,540	\$ (16,500)	\$ 551,785	\$ 546,780	\$ 461,576	\$ 90,209
Fund Balance, July 1, 2023	689,613	(11,540)	0	678,073	345,404	689,613	(11,540)
Fund Balance, June 30, 2024	\$ 1,246,358	\$ 0	\$ (16,500)	\$ 1,229,858	\$ 892,184	\$ 1,151,189	\$ 78,669

**MADISON COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
Solid Waste/Sanitation Fund  
**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 1,016,263	\$ 0	\$ 0	\$ 1,016,263	\$ 1,025,651	\$ 1,025,651	\$ (9,388)
Charges for Current Services	377,428	0	0	377,428	376,354	376,354	1,074
Other Local Revenues	59,248	0	0	59,248	30,500	37,910	21,338
Total Revenues	<u>\$ 1,452,939</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,452,939</u>	<u>\$ 1,432,505</u>	<u>\$ 1,439,915</u>	<u>\$ 13,024</u>
<b>Expenditures</b>							
Public Health and Welfare							
Convenience Centers	\$ 820,895	\$ (83,469)	\$ 35,325	\$ 772,751	\$ 844,812	\$ 860,935	\$ 88,184
Landfill Operation and Maintenance	706,861	0	1,000	707,861	839,700	839,700	131,839
Other Operations							
Employee Benefits	2,954	0	0	2,954	0	0	(2,954)
Total Expenditures	<u>\$ 1,530,710</u>	<u>\$ (83,469)</u>	<u>\$ 36,325</u>	<u>\$ 1,483,566</u>	<u>\$ 1,684,512</u>	<u>\$ 1,700,635</u>	<u>\$ 217,069</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (77,771)</u>	<u>\$ 83,469</u>	<u>\$ (36,325)</u>	<u>\$ (30,627)</u>	<u>\$ (252,007)</u>	<u>\$ (260,720)</u>	<u>\$ 230,093</u>
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 8,713	\$ 0	\$ 0	\$ 8,713	\$ 0	\$ 8,713	\$ 0
Total Other Financing Sources	<u>\$ 8,713</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,713</u>	<u>\$ 0</u>	<u>\$ 8,713</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (69,058)	\$ 83,469	\$ (36,325)	\$ (21,914)	\$ (252,007)	\$ (252,007)	\$ 230,093
Fund Balance, July 1, 2023	<u>1,076,479</u>	<u>(83,469)</u>	<u>0</u>	<u>993,010</u>	<u>960,907</u>	<u>1,076,479</u>	<u>(83,469)</u>
Fund Balance, June 30, 2024	<u><u>\$ 1,007,421</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (36,325)</u></u>	<u><u>\$ 971,096</u></u>	<u><u>\$ 708,900</u></u>	<u><u>\$ 824,472</u></u>	<u><u>\$ 146,624</u></u>

**MADISON COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
Special Purpose Fund  
**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Charges for Current Services	\$ 1,731,276	\$ 0	\$ 0	\$ 1,731,276	\$ 1,647,155	\$ 1,637,041	\$ 94,235
Other Local Revenues	109	0	0	109	0	0	109
State of Tennessee	3,477,932	0	0	3,477,932	3,559,269	3,922,241	(444,309)
Federal Government	175,379	0	0	175,379	135,368	371,959	(196,580)
Total Revenues	\$ 5,384,696	\$ 0	\$ 0	\$ 5,384,696	\$ 5,341,792	\$ 5,931,241	\$ (546,545)
<b>Expenditures</b>							
Public Safety							
Correctional Incentive Program Improvements	\$ 839,282	\$ (227)	\$ 4,373	\$ 843,428	\$ 835,396	\$ 876,799	\$ 33,371
Other Emergency Management	96,092	0	247	96,339	170,292	316,751	220,412
Public Safety Grants Program	366,195	0	0	366,195	216,950	474,105	107,910
Public Health and Welfare							
Maternal and Child Health Services	3,925,249	(35,522)	32,292	3,922,019	4,414,973	4,585,343	663,324
Sanitation Education/Information	10,350	(8,076)	0	2,274	0	2,274	0
Other Operations							
Miscellaneous	8,214	0	0	8,214	0	7,000	(1,214)
Total Expenditures	\$ 5,245,382	\$ (43,825)	\$ 36,912	\$ 5,238,469	\$ 5,637,611	\$ 6,262,272	\$ 1,023,803
Excess (Deficiency) of Revenues Over Expenditures	\$ 139,314	\$ 43,825	\$ (36,912)	\$ 146,227	\$ (295,819)	\$ (331,031)	\$ 477,258
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 30,090	\$ 0	\$ 0	\$ 30,090	\$ 0	\$ 30,089	\$ 1
Total Other Financing Sources	\$ 30,090	\$ 0	\$ 0	\$ 30,090	\$ 0	\$ 30,089	\$ 1
Net Change in Fund Balance	\$ 169,404	\$ 43,825	\$ (36,912)	\$ 176,317	\$ (295,819)	\$ (300,942)	\$ 477,259
Fund Balance, July 1, 2023	1,854,086	(43,825)	0	1,810,261	1,428,589	1,854,086	(43,825)
Fund Balance, June 30, 2024	\$ 2,023,490	\$ 0	\$ (36,912)	\$ 1,986,578	\$ 1,132,770	\$ 1,553,144	\$ 433,434

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

Drug Control Fund

**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Fines, Forfeitures, and Penalties	\$ 65,963	\$ 0	\$ 0	\$ 65,963	\$ 12,500	\$ 12,500	\$ 53,463
Other Local Revenues	5,795	0	0	5,795	0	0	5,795
Total Revenues	<u>\$ 71,758</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 71,758</u>	<u>\$ 12,500</u>	<u>\$ 12,500</u>	<u>\$ 59,258</u>
<b>Expenditures</b>							
Public Safety							
Drug Enforcement	\$ 51,050	\$ (20,782)	\$ 50,676	\$ 80,944	\$ 0	\$ 85,000	\$ 4,056
Total Expenditures	<u>\$ 51,050</u>	<u>\$ (20,782)</u>	<u>\$ 50,676</u>	<u>\$ 80,944</u>	<u>\$ 0</u>	<u>\$ 85,000</u>	<u>\$ 4,056</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 20,708</u>	<u>\$ 20,782</u>	<u>\$ (50,676)</u>	<u>\$ (9,186)</u>	<u>\$ 12,500</u>	<u>\$ (72,500)</u>	<u>\$ 63,314</u>
Net Change in Fund Balance	\$ 20,708	\$ 20,782	\$ (50,676)	\$ (9,186)	\$ 12,500	\$ (72,500)	\$ 63,314
Fund Balance, July 1, 2023	<u>556,707</u>	<u>(20,782)</u>	<u>0</u>	<u>535,925</u>	<u>487,661</u>	<u>556,707</u>	<u>(20,782)</u>
Fund Balance, June 30, 2024	<u><u>\$ 577,415</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (50,676)</u></u>	<u><u>\$ 526,739</u></u>	<u><u>\$ 500,161</u></u>	<u><u>\$ 484,207</u></u>	<u><u>\$ 42,532</u></u>

**MADISON COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Other Special Revenue 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
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (2,856,836)	\$ 0	\$ (2,856,836)	\$ 0
Total Other Financing Sources	\$ (2,856,836)	\$ 0	\$ (2,856,836)	\$ 0
Net Change in Fund Balance	\$ (2,856,836)	\$ 0	\$ (2,856,836)	\$ 0
Fund Balance, July 1, 2023	5,178,415	5,178,415	5,178,415	0
Fund Balance, June 30, 2024	\$ 2,321,579	\$ 5,178,415	\$ 2,321,579	\$ 0

**MADISON COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
General Capital Projects Fund  
**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 4,388,352	\$ 0	\$ 0	\$ 4,388,352	\$ 4,333,454	\$ 4,333,454	\$ 54,898
Other Local Revenues	2,440,538	0	0	2,440,538	35,000	179,721	2,260,817
State of Tennessee	0	0	0	0	25,000	50,000	(50,000)
Other Governments and Citizens Groups	5,000	0	0	5,000	0	44,430	(39,430)
Total Revenues	\$ 6,833,890	\$ 0	\$ 0	\$ 6,833,890	\$ 4,393,454	\$ 4,607,605	\$ 2,226,285
<b>Expenditures</b>							
General Government							
Election Commission	\$ 24,903	\$ 0	\$ 0	\$ 24,903	\$ 25,000	\$ 50,000	\$ 25,097
County Buildings	255,054	0	112,487	367,541	231,775	367,960	419
Finance							
Accounting and Budgeting	405,945	(23,775)	0	382,170	404,505	405,945	23,775
Property Assessor's Office	23,542	0	0	23,542	30,000	30,000	6,458
Data Processing	408,331	(15,301)	35,081	428,111	154,476	444,857	16,746
Administration of Justice							
Chancery Court	13,324	0	0	13,324	13,324	13,324	0
Public Safety							
Sheriff's Department	1,231,083	(564,651)	74,603	741,035	682,202	765,336	24,301
Special Patrols	519,438	0	530,384	1,049,822	900,000	1,050,000	178
Jail	1,197	(1,197)	0	0	0	0	0
Fire Prevention and Control	1,221,107	(38,176)	5,453	1,188,384	1,296,379	1,188,430	46
Civil Defense	71,137	0	11,637	82,774	79,500	91,500	8,726
Inspection and Regulation	21,779	0	0	21,779	17,155	21,793	14
Public Health and Welfare							
Local Health Center	176,700	0	0	176,700	200,000	200,000	23,300
Convenience Centers	97,795	(8,793)	2,998	92,000	92,000	92,000	0
Social, Cultural, and Recreational Services							
Libraries	37,893	0	0	37,893	45,000	62,336	24,443
Parks and Fair Boards	280,547	(29,117)	0	251,430	234,430	251,430	0

(Continued)



**MADISON COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
 General Capital Projects Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Other Operations							
Airport	\$ 523,125	\$ 0	\$ 0	\$ 523,125	\$ 523,125	\$ 523,125	\$ 0
Miscellaneous	106,247	0	0	106,247	75,000	75,000	(31,247)
Principal on Debt							
General Government	192,693	0	0	192,693	0	192,693	0
Interest on Debt							
General Government	24,686	0	0	24,686	0	24,686	0
Total Expenditures	<u>\$ 5,636,526</u>	<u>\$ (681,010)</u>	<u>\$ 772,643</u>	<u>\$ 5,728,159</u>	<u>\$ 5,003,871</u>	<u>\$ 5,850,415</u>	<u>\$ 122,256</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,197,364</u>	<u>\$ 681,010</u>	<u>\$ (772,643)</u>	<u>\$ 1,105,731</u>	<u>\$ (610,417)</u>	<u>\$ (1,242,810)</u>	<u>\$ 2,348,541</u>
<b>Other Financing Sources (Uses)</b>							
Other Loans Issued	\$ 290,381	\$ 0	\$ 0	\$ 290,381	\$ 0	\$ 290,381	\$ 0
Insurance Recovery	18,711	0	0	18,711	0	17,711	1,000
Transfers In	2,000,000	0	0	2,000,000	0	2,000,000	0
Total Other Financing Sources	<u>\$ 2,309,092</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,309,092</u>	<u>\$ 0</u>	<u>\$ 2,308,092</u>	<u>\$ 1,000</u>
Net Change in Fund Balance	\$ 3,506,456	\$ 681,010	\$ (772,643)	\$ 3,414,823	\$ (610,417)	\$ 1,065,282	\$ 2,349,541
Fund Balance, July 1, 2023	<u>1,898,986</u>	<u>(681,010)</u>	<u>0</u>	<u>1,217,976</u>	<u>1,061,756</u>	<u>1,898,986</u>	<u>(681,010)</u>
Fund Balance, June 30, 2024	<u><u>\$ 5,405,442</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (772,643)</u></u>	<u><u>\$ 4,632,799</u></u>	<u><u>\$ 451,339</u></u>	<u><u>\$ 2,964,268</u></u>	<u><u>\$ 1,668,531</u></u>

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Other Local Revenues	\$ 16,571	\$ 22,000	\$ 22,000	\$ (5,429)
Total Revenues	\$ 16,571	\$ 22,000	\$ 22,000	\$ (5,429)
<b>Expenditures</b>				
Other Operations				
Industrial Development	\$ 129,315	\$ 125,000	\$ 129,517	\$ 202
Total Expenditures	\$ 129,315	\$ 125,000	\$ 129,517	\$ 202
Excess (Deficiency) of Revenues Over Expenditures	\$ (112,744)	\$ (103,000)	\$ (107,517)	\$ (5,227)
Net Change in Fund Balance	\$ (112,744)	\$ (103,000)	\$ (107,517)	\$ (5,227)
Fund Balance, July 1, 2023	1,043,299	1,031,200	1,043,299	0
Fund Balance, June 30, 2024	\$ 930,555	\$ 928,200	\$ 935,782	\$ (5,227)

## MAJOR GOVERNMENTAL FUND

### GENERAL DEBT SERVICE FUND

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*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.*

**MADISON 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	
<b>Revenues</b>				
Local Taxes	\$ 15,274,066	\$ 15,258,942	\$ 15,258,942	\$ 15,124
Other Local Revenues	2,461,244	1,500,000	1,500,000	961,244
Other Governments and Citizens Groups	1,112,500	0	1,112,500	0
Total Revenues	\$ 18,847,810	\$ 16,758,942	\$ 17,871,442	\$ 976,368
<b>Expenditures</b>				
Principal on Debt				
General Government	\$ 4,116,250	\$ 2,381,250	\$ 4,263,913	\$ 147,663
Education	3,557,985	5,061,691	3,565,153	7,168
Interest on Debt				
General Government	1,368,806	1,558,968	1,805,436	436,630
Education	2,611,060	2,598,777	2,572,717	(38,343)
Other Debt Service				
General Government	320,060	302,000	314,011	(6,049)
Education	45,073	2,000	45,623	550
Total Expenditures	\$ 12,019,234	\$ 11,904,686	\$ 12,566,853	\$ 547,619
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,828,576	\$ 4,854,256	\$ 5,304,589	\$ 1,523,987
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 0	\$ 1,112,500	\$ 0	\$ 0
Total Other Financing Sources	\$ 0	\$ 1,112,500	\$ 0	\$ 0
Net Change in Fund Balance	\$ 6,828,576	\$ 5,966,756	\$ 5,304,589	\$ 1,523,987
Fund Balance, July 1, 2023	20,781,525	21,976,273	20,781,525	0
Fund Balance, June 30, 2024	\$ 27,610,101	\$ 27,943,029	\$ 26,086,114	\$ 1,523,987

## PROPRIETARY FUNDS

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*Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or to other governments, on a cost-reimbursement basis.*

**Employee Insurance Fund** – The Employee Insurance Fund is used to account for the county's self-insurance employee health program. Premiums charged to the various county funds and employee payroll deductions are placed in this fund for the payment of claims of county employees.

**Workers' Compensation Fund** – The Workers' Compensation Fund is used to account for the county's self-insurance workers' compensation program. Premiums charged to the various county funds are placed in this fund for the payment of claims of county employees.

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

Proprietary Funds

**June 30, 2024**

	<b>Internal Service Funds</b>		
	Employee Insurance Fund	Workers' Compensation Fund	Total
<b>ASSETS</b>			
Equity in Pooled Cash and Investments	\$ 1,287,546	\$ 593,674	\$ 1,881,220
Accounts Receivable	8,439	0	8,439
Due from Other Funds	300,787	0	300,787
Total Assets	<u>\$ 1,596,772</u>	<u>\$ 593,674</u>	<u>\$ 2,190,446</u>
<b>NET POSITION</b>			
Unrestricted	<u>\$ 1,596,772</u>	<u>\$ 593,674</u>	<u>\$ 2,190,446</u>
Net Position	<u>\$ 1,596,772</u>	<u>\$ 593,674</u>	<u>\$ 2,190,446</u>

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

	<b>Internal Service Funds</b>		
	Employee Insurance Fund	Workers' Compensation Fund	Total
<b>Operating Revenues</b>			
Self-Insurance Premiums/Contributions	\$ 7,015,606	\$ 0	\$ 7,015,606
Total Operating Revenues	\$ 7,015,606	\$ 0	\$ 7,015,606
<b>Operating Expenses</b>			
Medical Claims	\$ 7,681,360	\$ 0	\$ 7,681,360
Liability Claims	0	193,579	193,579
Other Charges	70,681	0	70,681
Total Operating Expenses	\$ 7,752,041	\$ 193,579	\$ 7,945,620
Operating Income (Loss)	\$ (736,435)	\$ (193,579)	\$ (930,014)
<b>Nonoperating Revenues</b>			
Investment Income	\$ 68,125	\$ 0	\$ 68,125
Total Nonoperating Revenues	\$ 68,125	\$ 0	\$ 68,125
Change in Net Position	\$ (668,310)	\$ (193,579)	\$ (861,889)
Net Position, July 1, 2023	2,265,082	787,253	3,052,335
Net Position, June 30, 2024	\$ 1,596,772	\$ 593,674	\$ 2,190,446

**MADISON COUNTY, TENNESSEE****Statement of Cash Flows**

Proprietary Funds

**For the Year Ended June 30, 2024**

	<b>Internal Service Funds</b>		
	Employee Insurance Fund	Workers' Compensation Fund	Total
<b>Cash Flows from Operating Activities</b>			
Receipts for Self-Insurance Premiums	\$ 6,999,995	\$ 0	\$ 6,999,995
Payments for Medical Claims	(7,681,360)	0	(7,681,360)
Payments for Liability Claims	0	(193,579)	(193,579)
Payments for Administrative Costs	(70,681)	0	(70,681)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (752,046)</u>	<u>\$ (193,579)</u>	<u>\$ (945,625)</u>
<b>Cash Flows from Investing Activities</b>			
Interest on Investments	\$ 68,125	\$ 0	\$ 68,125
Net Cash Provided By (Used In) Investing Activities	<u>\$ 68,125</u>	<u>\$ 0</u>	<u>\$ 68,125</u>
Increase (Decrease) in Cash	\$ (683,921)	\$ (193,579)	\$ (877,500)
Cash, July 1, 2023	<u>1,971,467</u>	<u>787,253</u>	<u>2,758,720</u>
Cash, June 30, 2024	<u><u>\$ 1,287,546</u></u>	<u><u>\$ 593,674</u></u>	<u><u>\$ 1,881,220</u></u>
<b>Reconciliation of Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities</b>			
Operating Income (Loss)	\$ (736,435)	\$ (193,579)	\$ (930,014)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
(Increase) Decrease in Due from Other Funds	(10,883)	0	(10,883)
(Increase) Decrease in Accounts Receivables	<u>(4,728)</u>	<u>0</u>	<u>(4,728)</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (752,046)</u></u>	<u><u>\$ (193,579)</u></u>	<u><u>\$ (945,625)</u></u>
<b>Reconciliation of Cash With the Statement of Net Position</b>			
Equity in Pooled Cash and Investments Per Net Position	<u>\$ 1,287,546</u>	<u>\$ 593,674</u>	<u>\$ 1,881,220</u>
Cash, June 30, 2024	<u><u>\$ 1,287,546</u></u>	<u><u>\$ 593,674</u></u>	<u><u>\$ 1,881,220</u></u>



## CUSTODIAL FUNDS

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*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 the incorporated city of Jackson and to account for the city of Jackson's portion (40 percent) of the hotel/motel tax. These revenues are received by the county from the state of Tennessee and from the hotels and motels located in Madison County and are forwarded to the city of Jackson on a monthly basis.

**Cities - Property Tax Fund** – The Cities - Property Tax Fund is used to account for property taxes collected by the county trustee for the city of Three-Way and the second half of the sales tax revenues collected inside the incorporated city of Three-Way.

**Watershed District Fund** – The Watershed District Fund is used to account for acreage assessments collected by the county trustee and held in trust for the watershed district.

**Joint Venture Fund** – The Joint Venture Fund is used to account for a portion (20 percent) of the hotel/motel tax, which is collected for the Jackson - Madison County Community Economic Development Commission. These revenues are received by the county from the hotels and motels located in the county and are forwarded to the commission monthly.

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

**Other Custodial Fund** – The Other Custodial Fund is used to account for the second half of the sales tax revenues collected inside the incorporated cities of Medon and Humboldt. These revenues are received by the county from the state of Tennessee and forwarded to these cities on a monthly basis.

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

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

**Educational Foundation- Sales Tax** – The Educational Foundation Sales Tax Fund is used to account for sales tax collections in excess of \$12,000,000 that are donated to the Jackson-Madison County Educational Foundation. Total yearly donations may not exceed \$1,000,000.

Exhibit J-1

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

	Custodial Funds								
	Cities - Sales Tax	Cities - Property Tax	Watershed District	Joint Venture	Constitu- tional Officers - Custodial	Other Custodial	Judicial District Drug	District Attorney General	Total
<b>ASSETS</b>									
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,095,267	\$ 0	\$ 4,675	\$ 0	\$ 7,099,942
Equity in Pooled Cash and Investments	115,748	2,296	55,973	57,874	0	0	120,032	17,065	368,988
Accounts Receivable	136,635	0	0	68,317	1,245	0	0	0	206,197
Due from Other Governments	4,852,518	39,682	0	0	0	9,749	5,898	216	4,908,063
Total Assets	<u>\$ 5,104,901</u>	<u>\$ 41,978</u>	<u>\$ 55,973</u>	<u>\$ 126,191</u>	<u>\$ 7,096,512</u>	<u>\$ 9,749</u>	<u>\$ 130,605</u>	<u>\$ 17,281</u>	<u>\$ 12,583,190</u>
<b>LIABILITIES</b>									
Due to Other Taxing Units	\$ 5,104,901	\$ 41,978	\$ 0	\$ 0	\$ 0	\$ 9,749	\$ 0	\$ 0	\$ 5,156,628
Other Current Liabilities	0	0	0	126,191	0	0	0	0	126,191
Total Liabilities	<u>\$ 5,104,901</u>	<u>\$ 41,978</u>	<u>\$ 0</u>	<u>\$ 126,191</u>	<u>\$ 0</u>	<u>\$ 9,749</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,282,819</u>
<b>NET POSITION</b>									
Restricted for Individuals, Organizations and Other Governments	<u>\$ 0</u>	<u>\$ 0</u>	<u>55,973</u>	<u>\$ 0</u>	<u>\$ 7,096,512</u>	<u>\$ 0</u>	<u>\$ 130,605</u>	<u>\$ 17,281</u>	<u>\$ 7,300,371</u>
Total Net Position	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 55,973</u>	<u>\$ 0</u>	<u>\$ 7,096,512</u>	<u>\$ 0</u>	<u>\$ 130,605</u>	<u>\$ 17,281</u>	<u>\$ 7,300,371</u>

Exhibit J-2

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

	Custodial Funds									
	Cities - Sales Tax	Cities - Property Tax	Watershed District	Joint Venture	Constitu - tional Officers - Custodial	Other Custodial	Judicial District Drug	District Attorney General	Education Foundation - Sales Tax	Total
<b>Additions</b>										
Sales Tax Collections for Other Governments	\$ 28,108,546	\$ 239,778	\$ 0	\$ 0	\$ 0	\$ 53,010	\$ 0	\$ 0	\$ 1,000,000	\$ 29,401,334
Property Tax Collections for Other Governments	0	321,949	0	0	0	0	0	0	0	321,949
Hotel/Motel Tax Collections for Other Governments	1,209,488	0	0	604,744	0	0	0	0	0	1,814,232
Fines/Fees and Other Collections	0	0	0	0	27,349,761	0	0	0	0	27,349,761
Drug Task Force Collections	0	0	0	0	0	0	162,886	0	0	162,886
District Attorney General Collections	0	0	0	0	0	0	0	6,687	0	6,687
Total Additions	\$ 29,318,034	\$ 561,727	\$ 0	\$ 604,744	\$ 27,349,761	\$ 53,010	\$ 162,886	\$ 6,687	\$ 1,000,000	\$ 59,056,849
<b>Deductions</b>										
Payment of Sales Tax Collections for Other Governments	\$ 28,108,546	\$ 239,778	\$ 0	\$ 0	\$ 0	\$ 53,010	\$ 0	\$ 0	\$ 0	\$ 28,401,334
Payment of Property Tax Collections for Other Governments	0	321,949	0	0	0	0	0	0	0	321,949
Payment of Hotel/Motel Tax for Other Governments	1,209,488	0	0	604,744	0	0	0	0	0	1,814,232
Payments to State	0	0	0	0	10,488,257	0	0	0	0	10,488,257
Payments to Cities, Individuals and Others	0	0	0	0	16,260,107	0	0	0	1,000,000	17,260,107
Payment of Drug Task Force Expenses	0	0	0	0	0	0	100,375	0	0	100,375
Payment of District Attorney General Expenses	0	0	0	0	0	0	0	5,418	0	5,418
Total Deductions	\$ 29,318,034	\$ 561,727	\$ 0	\$ 604,744	\$ 26,748,364	\$ 53,010	\$ 100,375	\$ 5,418	\$ 1,000,000	\$ 58,391,672
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ 0	\$ 601,397	\$ 0	\$ 62,511	\$ 1,269	\$ 0	\$ 665,177
Net Position July 1, 2023	0	0	55,973	0	6,495,115	0	68,094	16,012	0	6,635,194
Net Position June 30, 2024	\$ 0	\$ 0	\$ 55,973	\$ 0	\$ 7,096,512	\$ 0	\$ 130,605	\$ 17,281	\$ 0	\$ 7,300,371

# MADISON COUNTY SCHOOL DEPARTMENT

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

**Pension Trust Fund** – The Pension Trust Fund is used to account for the former City of Jackson Teacher Retirement Plan, which was assumed by the Madison County Board of Education as a result of the consolidation of the City of Jackson School System and the Madison County School System.

Exhibit K-1

**MADISON COUNTY, TENNESSEE**

**Statement of Activities**

Discretely Presented Madison 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	\$ 100,619,780	\$ 27,353	\$ 40,793,772	\$ 1,850,412	\$ (57,948,243)
Support Services	53,466,476	3,497	5,025,398	5,754,806	(42,682,775)
Operation of Non-instructional Services	14,911,564	81,669	12,623,122	0	(2,206,773)
Total Governmental Activities	<u>\$ 168,997,820</u>	<u>\$ 112,519</u>	<u>\$ 58,442,292</u>	<u>\$ 7,605,218</u>	<u>\$ (102,837,791)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 1,622,887
Local Option Sales Taxes					50,207,336
Mixed Drink Tax					393,751
Grants and Contributions Not Restricted to Specific Programs					78,414,897
Miscellaneous					97,619
Total General Revenues					<u>\$ 130,736,490</u>
Change in Net Position					\$ 27,898,699
Net Position, July 1, 2023					<u>180,052,091</u>
Net Position, June 30, 2024					<u>\$ 207,950,790</u>

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

Discretely Presented Madison County School Department

**June 30, 2024**

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	
	General Purpose School	School Federal Projects	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash	\$ 0	\$ 0	\$ 1,461,856	\$ 1,461,856
Equity in Pooled Cash and Investments	29,060,207	5,651,707	5,874,877	40,586,791
Accounts Receivable	24,832	227,794	1,297	253,923
Due from Other Governments	12,082,993	1,163,538	0	13,246,531
Property Taxes Receivable	1,563,481	0	1,281,773	2,845,254
Allowance for Uncollectible Property Taxes	(31,421)	0	(13,133)	(44,554)
Advances to Other Funds	3,000,000	0	0	3,000,000
Restricted Assets	2,923,438	0	0	2,923,438
Total Assets	<u>\$ 48,623,530</u>	<u>\$ 7,043,039</u>	<u>\$ 8,606,670</u>	<u>\$ 64,273,239</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 167,495	\$ 0	\$ 13,033	\$ 180,528
Payroll Deductions Payable	2,015,715	422,524	44,987	2,483,226
Advances from Other Funds	0	3,000,000	0	3,000,000
Total Liabilities	<u>\$ 2,183,210</u>	<u>\$ 3,422,524</u>	<u>\$ 58,020</u>	<u>\$ 5,663,754</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Current Property Taxes	\$ 1,503,337	\$ 0	\$ 1,268,640	\$ 2,771,977
Deferred Delinquent Property Taxes	24,496	0	0	24,496
Other Deferred/Unavailable Revenue	4,302,259	0	0	4,302,259
Total Deferred Inflows of Resources	<u>\$ 5,830,092</u>	<u>\$ 0</u>	<u>\$ 1,268,640</u>	<u>\$ 7,098,732</u>

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	<b>Total Governmental Funds</b>
	General Purpose School	School Federal Projects	Other Governmental Funds	
<b>FUND BALANCES</b>				
Restricted:				
Restricted for Education	\$ 3,201	\$ 0	\$ 1,453,583	\$ 1,456,784
Restricted for Operation of Non-instructional Services	0	0	5,044,833	5,044,833
Restricted for OPEB	546,339	0	0	546,339
Restricted for Hybrid Retirement Stabilization Funds	2,377,099	0	0	2,377,099
Committed:				
Committed for Education	10,934,663	0	0	10,934,663
Committed for Capital Outlay	0	0	781,594	781,594
Assigned:				
Assigned for Education	0	3,620,515	0	3,620,515
Assigned for Instruction	463,115	0	0	463,115
Assigned for Support Services	1,241,160	0	0	1,241,160
Assigned for Operation of Non-instructional Services	6,943	0	0	6,943
Unassigned	25,037,708	0	0	25,037,708
Total Fund Balances	<u>\$ 40,610,228</u>	<u>\$ 3,620,515</u>	<u>\$ 7,280,010</u>	<u>\$ 51,510,753</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 48,623,530</u>	<u>\$ 7,043,039</u>	<u>\$ 8,606,670</u>	<u>\$ 64,273,239</u>

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

Discretely Presented Madison 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 K-2)		\$ 51,510,753
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,894,361	
Add: construction in progress	23,580,948	
Add: buildings and improvements net of accumulated depreciation	100,428,149	
Add: infrastructure net of accumulated depreciation	30,488	
Add: other capital assets net of accumulated depreciation	<u>10,117,710</u>	137,051,656
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: net OPEB liability	\$ (19,188,695)	
Less: compensated absences payable	<u>(555,715)</u>	(19,744,410)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 17,528,433	
Less: deferred inflows of resources related to pensions	(1,649,669)	
Add: deferred outflows of resources related to OPEB	6,373,142	
Less: deferred inflows of resources related to OPEB	<u>(2,782,811)</u>	19,469,095
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 134,043	
Add: net pension asset - teacher retirement plan	543,239	
Add: net pension asset - teacher legacy pension plan	<u>14,659,659</u>	15,336,941
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>4,326,755</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 207,950,790</u></u>



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

Discretely Presented Madison County School Department

**For the Year Ended June 30, 2024**

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Other Govern- mental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues</b>				
Local Taxes	\$ 52,554,912	\$ 0	\$ 50,488	\$ 52,605,400
Licenses and Permits	7,570	0	0	7,570
Charges for Current Services	32,337	0	80,990	113,327
Other Local Revenues	498,013	0	2,043,891	2,541,904
State of Tennessee	84,991,764	0	68,336	85,060,100
Federal Government	766,408	30,356,271	8,849,413	39,972,092
Other Governments and Citizens Groups	909,562	0	15,436,797	16,346,359
Total Revenues	<u>\$ 139,760,566</u>	<u>\$ 30,356,271</u>	<u>\$ 26,529,915</u>	<u>\$ 196,646,752</u>
<b>Expenditures</b>				
Current:				
Instruction	\$ 73,459,709	\$ 14,555,513	\$ 0	\$ 88,015,222
Support Services	46,783,975	9,206,592	0	55,990,567
Operation of Non-Instructional Services	3,397,706	0	11,121,548	14,519,254
Capital Outlay	1,474,838	7,605,218	15,436,797	24,516,853
Debt Service:				
Other Debt Service	1,112,500	0	0	1,112,500
Capital Projects	0	0	1,546,202	1,546,202
Total Expenditures	<u>\$ 126,228,728</u>	<u>\$ 31,367,323</u>	<u>\$ 28,104,547</u>	<u>\$ 185,700,598</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 13,531,838</u>	<u>\$ (1,011,052)</u>	<u>\$ (1,574,632)</u>	<u>\$ 10,946,154</u>

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

	<b>Major Funds</b>		<b>Nonmajor Funds</b>	
	General Purpose School	School Federal Projects	Other Govern- mental Funds	Total Governmental Funds
<b>Other Financing Sources (Uses)</b>				
Insurance Recovery	\$ 769,874	\$ 0	\$ 62,800	\$ 832,674
Transfers In	81,000	0	0	81,000
Transfers Out	0	(81,000)	0	(81,000)
Total Other Financing Sources (Uses)	<u>\$ 850,874</u>	<u>\$ (81,000)</u>	<u>\$ 62,800</u>	<u>\$ 832,674</u>
Net Change in Fund Balances	\$ 14,382,712	\$ (1,092,052)	\$ (1,511,832)	\$ 11,778,828
Fund Balance, July 1, 2023	<u>26,227,516</u>	<u>4,712,567</u>	<u>8,791,842</u>	<u>39,731,925</u>
Fund Balance, June 30, 2024	<u><u>\$ 40,610,228</u></u>	<u><u>\$ 3,620,515</u></u>	<u><u>\$ 7,280,010</u></u>	<u><u>\$ 51,510,753</u></u>

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

Discretely Presented Madison 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 K-4)		\$ 11,778,828
(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	\$ 24,953,096	
Less: current-year depreciation expense	<u>(5,614,177)</u>	19,338,919
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2024	\$ 4,326,755	
Less: deferred delinquent property taxes and other deferred June 30, 2023	<u>(4,427,206)</u>	(100,451)
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net OPEB liability	\$ (2,112,514)	
Change in compensated absences payable	(364,504)	
Change in net pension asset - agent plan	(255,631)	
Change in net pension asset - teacher retirement plan	148,645	
Change in net pension asset - teacher legacy pension plan	(184,562)	
Change in deferred outflows related to pensions	(3,055,071)	
Change in deferred inflows related to pensions	1,376,002	
Change in deferred outflows related to OPEB	794,498	
Change in deferred inflows related to OPEB	<u>534,540</u>	<u>(3,118,597)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 27,898,699</u>

**MADISON COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
Discretely Presented Madison County School Department  
**June 30, 2024**

	<u>Special Revenue Funds</u>			<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	Total	Education Capital Projects	
<b>ASSETS</b>					
Cash	\$ 0	\$ 1,461,856	\$ 1,461,856	\$ 0	\$ 1,461,856
Equity in Pooled Cash and Investments	5,093,283	0	5,093,283	781,594	5,874,877
Accounts Receivable	0	1,297	1,297	0	1,297
Property Taxes Receivable	0	0	0	1,281,773	1,281,773
Allowance for Uncollectible Property Taxes	0	0	0	(13,133)	(13,133)
Total Assets	<u>\$ 5,093,283</u>	<u>\$ 1,463,153</u>	<u>\$ 6,556,436</u>	<u>\$ 2,050,234</u>	<u>\$ 8,606,670</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 3,463	\$ 9,570	\$ 13,033	\$ 0	\$ 13,033
Payroll Deductions Payable	44,987	0	44,987	0	44,987
Total Liabilities	<u>\$ 48,450</u>	<u>\$ 9,570</u>	<u>\$ 58,020</u>	<u>\$ 0</u>	<u>\$ 58,020</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 1,268,640	\$ 1,268,640
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,268,640</u>	<u>\$ 1,268,640</u>
<b>FUND BALANCES</b>					
Restricted:					
Restricted for Education	\$ 0	\$ 1,453,583	\$ 1,453,583	\$ 0	\$ 1,453,583
Restricted for Operation of Non-instructional Services	5,044,833	0	5,044,833	0	5,044,833
Committed:					
Committed for Capital Outlay	\$ 0	\$ 0	\$ 0	\$ 781,594	\$ 781,594
Total Fund Balances	<u>\$ 5,044,833</u>	<u>\$ 1,453,583</u>	<u>\$ 6,498,416</u>	<u>\$ 781,594</u>	<u>\$ 7,280,010</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,093,283</u>	<u>\$ 1,463,153</u>	<u>\$ 6,556,436</u>	<u>\$ 2,050,234</u>	<u>\$ 8,606,670</u>

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

	<u>Special Revenue Funds</u>			<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
	Central Cafeteria	Internal School	Total	Education Capital Projects	
<b>Revenues</b>					
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 50,488	\$ 50,488
Charges for Current Services	80,990	0	80,990	0	80,990
Other Local Revenues	207,104	1,836,787	2,043,891	0	2,043,891
State of Tennessee	68,336	0	68,336	0	68,336
Federal Government	8,849,413	0	8,849,413	0	8,849,413
Other Governments and Citizens Groups	0	0	0	15,436,797	15,436,797
Total Revenues	\$ 9,205,843	\$ 1,836,787	\$ 11,042,630	\$ 15,487,285	\$ 26,529,915
<b>Expenditures</b>					
Current:					
Operation of Non-Instructional Services	\$ 9,382,833	\$ 1,738,715	\$ 11,121,548	\$ 0	\$ 11,121,548
Capital Outlay	0	0	0	15,436,797	15,436,797
Capital Projects	0	0	0	1,546,202	1,546,202
Total Expenditures	\$ 9,382,833	\$ 1,738,715	\$ 11,121,548	\$ 16,982,999	\$ 28,104,547
Excess (Deficiency) of Revenues Over Expenditures	\$ (176,990)	\$ 98,072	\$ (78,918)	\$ (1,495,714)	\$ (1,574,632)
<b>Other Financing Sources (Uses)</b>					
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 62,800	\$ 62,800
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 62,800	\$ 62,800
Net Change in Fund Balances	\$ (176,990)	\$ 98,072	\$ (78,918)	\$ (1,432,914)	\$ (1,511,832)
Fund Balance, July 1, 2023	5,221,823	1,355,511	6,577,334	2,214,508	8,791,842
Fund Balance, June 30, 2024	\$ 5,044,833	\$ 1,453,583	\$ 6,498,416	\$ 781,594	\$ 7,280,010

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 52,554,912	\$ 0	\$ 0	\$ 52,554,912	\$ 46,678,151	\$ 46,678,151	\$ 5,876,761
Licenses and Permits	7,570	0	0	7,570	11,000	11,000	(3,430)
Charges for Current Services	32,337	0	0	32,337	31,000	31,000	1,337
Other Local Revenues	498,013	0	0	498,013	0	139,200	358,813
State of Tennessee	84,991,764	0	0	84,991,764	87,869,126	95,137,206	(10,145,442)
Federal Government	766,408	0	0	766,408	150,000	150,000	616,408
Other Governments and Citizens Groups	909,562	0	0	909,562	74,000	916,008	(6,446)
Total Revenues	\$ 139,760,566	\$ 0	\$ 0	\$ 139,760,566	\$ 134,813,277	\$ 143,062,565	\$ (3,301,999)
<b>Expenditures</b>							
Instruction							
Regular Instruction Program	\$ 56,768,945	\$ (16,800)	\$ 279,795	\$ 57,031,940	\$ 57,536,678	\$ 62,424,065	\$ 5,392,125
Special Education Program	11,008,116	0	829	11,008,945	12,723,120	12,728,618	1,719,673
Career and Technical Education Program	5,682,648	(75,832)	182,491	5,789,307	11,960,985	9,005,556	3,216,249
Support Services							
Attendance	298,131	0	0	298,131	379,500	379,500	81,369
Health Services	1,458,849	(186)	0	1,458,663	1,032,100	1,562,230	103,567
Other Student Support	5,973,485	(8,556)	140,670	6,105,599	6,208,768	7,269,352	1,163,753
Regular Instruction Program	3,065,077	(785)	34,968	3,099,260	3,753,880	3,851,260	752,000
Special Education Program	976,146	0	0	976,146	1,024,830	1,038,332	62,186
Career and Technical Education Program	182,033	0	19,875	201,908	195,957	532,102	330,194
Technology	2,358,047	(79,407)	57,731	2,336,371	1,854,001	2,639,460	303,089
Other Programs	458,901	0	0	458,901	0	458,901	0
Board of Education	1,680,932	(29,722)	229,048	1,880,258	2,305,300	2,278,800	398,542
Director of Schools	1,127,690	0	1,629	1,129,319	1,157,400	1,302,842	173,523
Office of the Principal	10,192,985	0	1,752	10,194,737	8,845,250	10,837,765	643,028
Fiscal Services	541,941	0	0	541,941	708,900	667,925	125,984
Human Services/Personnel	681,368	0	360	681,728	539,700	768,547	86,819
Operation of Plant	8,339,227	(5,000)	108,303	8,442,530	7,944,700	8,731,769	289,239

(Continued)

**MADISON COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Madison County School Department  
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Support Services (Cont.)							
Maintenance of Plant	\$ 3,460,695	\$ (131,392)	\$ 535,897	\$ 3,865,200	\$ 3,413,650	\$ 4,297,223	\$ 432,023
Transportation	5,988,468	0	219	5,988,687	6,560,800	6,831,203	842,516
Operation of Non-Instructional Services							
Community Services	243,283	0	4,318	247,601	492,200	529,200	281,599
Early Childhood Education	3,154,423	0	2,625	3,157,048	2,997,700	3,328,745	171,697
Capital Outlay							
Regular Capital Outlay	1,474,838	0	110,708	1,585,546	6,719,500	4,341,152	2,755,606
Other Debt Service							
Education	1,112,500	0	0	1,112,500	0	1,112,500	0
Total Expenditures	\$ 126,228,728	\$ (347,680)	\$ 1,711,218	\$ 127,592,266	\$ 138,354,919	\$ 146,917,047	\$ 19,324,781
Excess (Deficiency) of Revenues Over Expenditures	\$ 13,531,838	\$ 347,680	\$ (1,711,218)	\$ 12,168,300	\$ (3,541,642)	\$ (3,854,482)	\$ 16,022,782
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 769,874	\$ 0	\$ 0	\$ 769,874	\$ 0	\$ 0	\$ 769,874
Transfers In	81,000	0	0	81,000	1,200,000	1,281,000	(1,200,000)
Transfers Out	0	0	0	0	(1,000,000)	(1,000,000)	1,000,000
Total Other Financing Sources	\$ 850,874	\$ 0	\$ 0	\$ 850,874	\$ 200,000	\$ 281,000	\$ 569,874
Net Change in Fund Balance	\$ 14,382,712	\$ 347,680	\$ (1,711,218)	\$ 13,019,174	\$ (3,341,642)	\$ (3,573,482)	\$ 16,592,656
Fund Balance, July 1, 2023	26,227,516	(347,680)	0	25,879,836	21,957,088	26,227,516	(347,680)
Fund Balance, June 30, 2024	\$ 40,610,228	\$ 0	\$ (1,711,218)	\$ 38,899,010	\$ 18,615,446	\$ 22,654,034	\$ 16,244,976

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

Discretely Presented Madison County School Department

School Federal Projects Fund

**For the Year Ended June 30, 2024**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Federal Government	\$ 30,356,271	\$ 0	\$ 0	\$ 30,356,271	\$ 56,967,285	\$ 47,275,165	\$ (16,918,894)
Total Revenues	\$ 30,356,271	\$ 0	\$ 0	\$ 30,356,271	\$ 56,967,285	\$ 47,275,165	\$ (16,918,894)
<b>Expenditures</b>							
Instruction							
Regular Instruction Program	\$ 10,654,226	\$ 0	\$ 5,798	\$ 10,660,024	\$ 15,735,573	\$ 15,570,339	\$ 4,910,315
Alternative Instruction Program	370,803	0	0	370,803	424,262	491,902	121,099
Special Education Program	3,217,429	0	38,678	3,256,107	3,198,230	4,263,097	1,006,990
Career and Technical Education Program	313,055	(2,302)	0	310,753	763,668	546,334	235,581
Support Services							
Attendance	77,704	0	0	77,704	373,380	87,503	9,799
Health Services	65,146	0	0	65,146	461,515	190,118	124,972
Other Student Support	2,783,903	0	0	2,783,903	3,327,195	4,182,405	1,398,502
Regular Instruction Program	3,529,874	0	29,134	3,559,008	3,964,449	4,791,345	1,232,337
Alternative Instruction Program	453,560	0	0	453,560	794,160	453,560	0
Special Education Program	1,543,934	(128,844)	4,123	1,419,213	1,655,253	2,187,903	768,690
Career and Technical Education Program	16,177	(500)	0	15,677	20,197	19,197	3,520
Technology	346,628	(17,261)	0	329,367	805,483	350,246	20,879
Office of the Principal	130,228	0	0	130,228	152,960	146,076	15,848
Operation of Plant	217,801	(26,250)	415,776	607,327	374,118	786,047	178,720
Transportation	41,637	0	0	41,637	2,125,248	86,995	45,358
Operation of Non-Instructional Services							
Community Services	0	0	0	0	422,406	0	0
Early Childhood Education	0	0	0	0	510,462	0	0
Capital Outlay							
Regular Capital Outlay	7,605,218	(3,309,903)	4,097,867	8,393,182	20,677,859	11,868,255	3,475,073
Total Expenditures	\$ 31,367,323	\$ (3,485,060)	\$ 4,591,376	\$ 32,473,639	\$ 55,786,418	\$ 46,021,322	\$ 13,547,683

(Continued)



**MADISON COUNTY, TENNESSEE**

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,011,052)	\$ 3,485,060	\$ (4,591,376)	\$ (2,117,368)	\$ 1,180,867	\$ 1,253,843	\$ (3,371,211)
<b>Other Financing Sources (Uses)</b>							
Transfers Out	\$ (81,000)	\$ 0	\$ 0	\$ (81,000)	\$ (1,180,867)	\$ (1,253,843)	\$ 1,172,843
Total Other Financing Sources	\$ (81,000)	\$ 0	\$ 0	\$ (81,000)	\$ (1,180,867)	\$ (1,253,843)	\$ 1,172,843
Net Change in Fund Balance	\$ (1,092,052)	\$ 3,485,060	\$ (4,591,376)	\$ (2,198,368)	\$ 0	\$ 0	\$ (2,198,368)
Fund Balance, July 1, 2023	4,712,567	(3,485,060)	0	1,227,507	2,471,993	4,712,567	(3,485,060)
Fund Balance, June 30, 2024	\$ 3,620,515	\$ 0	\$ (4,591,376)	\$ (970,861)	\$ 2,471,993	\$ 4,712,567	\$ (5,683,428)

**MADISON COUNTY, TENNESSEE**

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Charges for Current Services	\$ 80,990	\$ 0	\$ 0	\$ 80,990	\$ 76,000	\$ 76,000	\$ 4,990
Other Local Revenues	207,104	0	0	207,104	68,000	68,000	139,104
State of Tennessee	68,336	0	0	68,336	67,800	67,800	536
Federal Government	8,849,413	0	0	8,849,413	10,030,955	10,416,179	(1,566,766)
Total Revenues	<u>\$ 9,205,843</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 9,205,843</u>	<u>\$ 10,242,755</u>	<u>\$ 10,627,979</u>	<u>\$ (1,422,136)</u>
<b>Expenditures</b>							
Operation of Non-Instructional Services							
Food Service	\$ 9,382,833	\$ (2,121)	\$ 891	\$ 9,381,603	\$ 11,001,020	\$ 11,705,088	\$ 2,323,485
Total Expenditures	<u>\$ 9,382,833</u>	<u>\$ (2,121)</u>	<u>\$ 891</u>	<u>\$ 9,381,603</u>	<u>\$ 11,001,020</u>	<u>\$ 11,705,088</u>	<u>\$ 2,323,485</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (176,990)</u>	<u>\$ 2,121</u>	<u>\$ (891)</u>	<u>\$ (175,760)</u>	<u>\$ (758,265)</u>	<u>\$ (1,077,109)</u>	<u>\$ 901,349</u>
Net Change in Fund Balance	\$ (176,990)	\$ 2,121	\$ (891)	\$ (175,760)	\$ (758,265)	\$ (1,077,109)	\$ 901,349
Fund Balance, July 1, 2023	<u>5,221,823</u>	<u>(2,121)</u>	<u>0</u>	<u>5,219,702</u>	<u>5,252,914</u>	<u>5,221,823</u>	<u>(2,121)</u>
Fund Balance, June 30, 2024	<u><u>\$ 5,044,833</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (891)</u></u>	<u><u>\$ 5,043,942</u></u>	<u><u>\$ 4,494,649</u></u>	<u><u>\$ 4,144,714</u></u>	<u><u>\$ 899,228</u></u>

**MADISON COUNTY, TENNESSEE**

**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
Discretely Presented Madison County School Department  
Education Capital 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	
<b>Revenues</b>						
Local Taxes	\$ 50,488	\$ 0	\$ 50,488	\$ 0	\$ 0	\$ 50,488
Other Governments and Citizens Groups	15,436,797	0	15,436,797	0	15,436,797	0
Total Revenues	<u>\$ 15,487,285</u>	<u>\$ 0</u>	<u>\$ 15,487,285</u>	<u>\$ 0</u>	<u>\$ 15,436,797</u>	<u>\$ 50,488</u>
<b>Expenditures</b>						
Capital Outlay						
Regular Capital Outlay	\$ 15,436,797	\$ 0	\$ 15,436,797	\$ 0	\$ 15,436,797	\$ 0
Capital Projects						
Education Capital Projects	1,546,202	(1,454,024)	92,178	0	1,520,302	1,428,124
Total Expenditures	<u>\$ 16,982,999</u>	<u>\$ (1,454,024)</u>	<u>\$ 15,528,975</u>	<u>\$ 0</u>	<u>\$ 16,957,099</u>	<u>\$ 1,428,124</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,495,714)</u>	<u>\$ 1,454,024</u>	<u>\$ (41,690)</u>	<u>\$ 0</u>	<u>\$ (1,520,302)</u>	<u>\$ 1,478,612</u>
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 62,800	\$ 0	\$ 62,800	\$ 0	\$ 62,800	\$ 0
Total Other Financing Sources	<u>\$ 62,800</u>	<u>\$ 0</u>	<u>\$ 62,800</u>	<u>\$ 0</u>	<u>\$ 62,800</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ (1,432,914)	\$ 1,454,024	\$ 21,110	\$ 0	\$ (1,457,502)	\$ 1,478,612
Fund Balance, July 1, 2023	<u>2,214,508</u>	<u>(1,454,024)</u>	<u>760,484</u>	<u>0</u>	<u>2,214,508</u>	<u>(1,454,024)</u>
Fund Balance, June 30, 2024	<u><u>\$ 781,594</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 781,594</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 757,006</u></u>	<u><u>\$ 24,588</u></u>

## MADISON COUNTY, TENNESSEE

## Statement of Fiduciary Net Position

Discretely Presented Madison County School Department

Fiduciary Fund

June 30, 2024

	Other Trust
	Pension Trust
	Fund
<b>ASSETS</b>	
Equity in Pooled Cash and Investments	\$ 1,043,657
Total Assets	\$ 1,043,657
<b>NET POSITION</b>	
Funds Held in Trust for Retirees	\$ 1,043,657
Total Net Position	\$ 1,043,657

**MADISON COUNTY, TENNESSEE****Statement of Changes in Fiduciary Net Position**

Discretely Presented Madison County School Department

Fiduciary Fund

**For the Year Ended June 30, 2024**

	<b>Other Trust</b>
	Pension Trust Fund
<b>ADDITIONS</b>	
<u>Contributions</u>	
Tennessee Consolidated Retirement System	\$ 52,944
Employer	82,159
Total Contributions	<u>\$ 135,103</u>
<u>Investment Income</u>	
Interest Earned	\$ 44,939
Total Investment Income	<u>\$ 44,939</u>
Total Additions	<u>\$ 180,042</u>
<b>DEDUCTIONS</b>	
Benefits	\$ 168,355
Trustee's Commission	450
Total Deductions	<u>\$ 168,805</u>
Change in Net Position	\$ 11,237
Net Position, July 1, 2023	<u>1,032,420</u>
Net Position, June 30, 2024	<u><u>\$ 1,043,657</u></u>

## MISCELLANEOUS SCHEDULES

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

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Exhibit L-2

**MADISON COUNTY, TENNESSEE**

**Schedule of Long-term Debt Requirements by Year**

<b>Year Ending June 30</b>	<b>Note</b>		
	Principal	Interest	Total
2025	\$ 850,000	\$ 131,550	\$ 981,550
2026	875,000	106,050	981,050
2027	900,000	79,800	979,800
2028	920,000	52,800	972,800
2029	840,000	25,200	865,200
Total	\$ 4,385,000	\$ 395,400	\$ 4,780,400

<b>Year Ending June 30</b>	<b>Other Loans</b>		
	Principal	Interest	Total
2025	\$ 611,144	\$ 678,195	\$ 1,289,339
2026	623,142	666,198	1,289,340
2027	430,855	641,105	1,071,960
2028	448,133	623,827	1,071,960
2029	1,159,721	501,444	1,661,165
2030	1,127,100	464,633	1,591,733
2031	1,159,786	431,947	1,591,733
2032	1,193,420	398,313	1,591,733
2033	1,228,029	363,704	1,591,733
2034	1,263,642	328,091	1,591,733
2035	1,300,287	291,445	1,591,732
2036	1,337,996	253,737	1,591,733
2037	1,376,797	214,935	1,591,732
2038	1,416,725	175,008	1,591,733
2039	1,457,810	133,923	1,591,733
2040	1,500,086	91,546	1,591,632
2041	1,712,972	162,395	1,875,367
Total	\$ 19,347,645	\$ 6,420,446	\$ 25,768,091

(Continued)



Exhibit L-2

**MADISON COUNTY, TENNESSEE**

**Schedule of Long-term Debt Requirements by Year (Cont.)**

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 6,830,000	\$ 2,840,025	\$ 9,670,025
2026	7,175,000	2,498,526	9,673,526
2027	7,520,000	2,145,525	9,665,525
2028	7,890,000	1,781,475	9,671,475
2029	3,375,000	1,399,425	4,774,425
2030	3,525,000	1,250,176	4,775,176
2031	3,655,000	1,117,950	4,772,950
2032	3,800,000	980,400	4,780,400
2033	3,930,000	849,913	4,779,913
2034	4,060,000	713,019	4,773,019
2035	1,855,000	569,619	2,424,619
2036	1,930,000	495,418	2,425,418
2037	2,005,000	418,218	2,423,218
2038	2,070,000	355,562	2,425,562
2039	2,130,000	290,875	2,420,875
2040	2,200,000	221,650	2,421,650
2041	2,275,000	150,150	2,425,150
2042	2,345,000	76,212	2,421,212
Total	\$ 68,570,000	\$ 18,154,138	\$ 86,724,138

Exhibit L-3

**MADISON COUNTY, TENNESSEE**

**Schedule of Transfers**

Primary Government and Discretely Presented Madison County School Department

**For the Year Ended June 30, 2024**

<b>From Fund</b>	<b>To Fund</b>	<b>Purpose</b>	<b>Amount</b>
<b>PRIMARY GOVERNMENT</b>			
Other Special Revenue	General	American Rescue Plan Act funds	\$ 84,498
"	Highway/Public Works	"	772,338
"	General Capital Projects	"	<u>2,000,000</u>
Total Transfers Primary Government			<u>\$ 2,856,836</u>
<b>DISCRETELY PRESENTED MADISON COUNTY SCHOOL DEPARTMENT</b>			
School Federal Projects	General Purpose School	Comprehensive Coordinated Early Intervening Services funds	<u>\$ 81,000</u>
Total Transfers Discretely Presented Madison County School Department			<u>\$ 81,000</u>

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

Primary Government and Discretely Presented Madison County School Department

**For the Year Ended June 30, 2024**

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>County Mayor</b>		Section 8-24-102, <i>TCA</i>	\$ 400,000	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 143,575</u>			
<b>Highway Engineer</b>		Section 8-24-102, <i>TCA</i>	400,000	"
Base salary	\$ 116,695			
Commission approved increase	6,957			
Accrued leave	7,848			
Education incentive	1,628			
Total compensation	<u>\$ 133,128</u>			
<b>Director of Schools</b>		State Board of Education and County Board of Education	400,000	"
Base salary	\$ 216,379			
Accrued leave	12,621			
Longevity pay	300			
Bonus payments	34,650			
Career ladder	1,000			
Total compensation	<u>\$ 264,950</u>			
<b>Trustee</b>		Section 8-24-102, <i>TCA</i>	5,440,018	Cincinnati Insurance Company
Base salary	\$ 106,086			
Education incentive	1,628			
Total compensation	<u>\$ 107,714</u>			
<b>Assessor of Property</b>		Section 8-24-102, <i>TCA</i>	400,000	Local Government Property and Casualty Fund
Base salary	\$ 106,086			
Education incentive	1,628			
Total compensation	<u>\$ 107,714</u>			
<b>County Clerk</b>		Section 8-24-102, <i>TCA</i>	400,000	"
Base salary	\$ 106,086			
Education incentive	1,628			
Total compensation	<u>\$ 107,714</u>			

(Continued)

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

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

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>Circuit and General Sessions Courts Clerk</b>		Section 8-24-102, <i>TCA</i>	\$ 400,000	Local Government Property and Casualty Fund
Base salary	\$ 106,086			
Additional 10% for overseeing more than one court	10,608			
Education incentive	1,628			
Total compensation	<u>\$ 118,322</u>			
<b>Clerk and Master</b>		Section 8-24-102, <i>TCA</i>	120,000	RLI Insurance Company
Base salary	\$ 106,086	and Chancery Court Judge		
Additional 10% for overseeing more than one court	10,608			
Education incentive	1,628			
Special commissioner fees	1,424			
Total compensation	<u>\$ 119,746</u>			
<b>Juvenile Court Clerk</b>		Chapter 212, Private Acts of 1990	400,000	Local Government Property and Casualty Fund
Base salary/Total compensation	<u>\$ 106,086</u>			
<b>Register of Deeds</b>		Section 8-24-102, <i>TCA</i>	400,000	"
Base salary	\$ 106,086			
Education incentive	1,628			
Total compensation	<u>\$ 107,714</u>			
<b>Sheriff</b>		Section 8-24-102, <i>TCA</i> , and	400,000	"
Base salary	\$ 116,695	County Commission		
Law enforcement training supplement	800			
Superintendent of workhouse	16,682			
Total compensation	<u>\$ 134,177</u>			
<b>Finance Director</b>		County Commission	400,000	"
Base salary/Total compensation	<u>\$ 106,927</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			400,000	"

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

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

	Special Revenue Funds						Constitu - tional Officers -
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Fees	
Local Taxes							
County Property Taxes							
Current Property Tax	\$ 33,404,531	\$ 2,757,246	\$ 933,588	\$ 0	\$ 0	\$ 0	
Trustee's Collections - Prior Year	424,154	40,442	23,666	0	0	0	
Trustee's Collections - Bankruptcy	2,196	163	100	0	0	0	
Circuit Clerk/Clerk and Master Collections - Prior Years	502,326	35,701	19,413	0	0	0	
Interest and Penalty	133,246	10,220	5,556	0	0	0	
Payments in-Lieu-of Taxes - Local Utilities	976,586	44,699	15,135	0	0	0	
Payments in-Lieu-of Taxes - Other	448,659	37,134	12,707	0	0	0	
County Local Option Taxes							
Local Option Sales Tax	926,537	0	0	0	0	0	
Hotel/Motel Tax	1,210,308	0	0	0	0	0	
Litigation Tax - General	248,962	0	0	0	0	0	
Litigation Tax - Special Purpose	228,885	0	0	0	0	0	
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0	
Business Tax	2,836,288	0	0	0	0	0	
Mixed Drink Tax	2,794	0	0	0	0	0	
Mineral Severance Tax	0	0	0	0	0	0	
Statutory Local Taxes							
Bank Excise Tax	217,571	18,009	6,098	0	0	0	
Wholesale Beer Tax	295,193	0	0	0	0	0	
Total Local Taxes	\$ 41,858,236	\$ 2,943,614	\$ 1,016,263	\$ 0	\$ 0	\$ 0	
Licenses and Permits							
Licenses							
Animal Registration	\$ 20,795	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Animal Vaccination	2,504	0	0	0	0	0	
Cable TV Franchise	238,332	0	0	0	0	0	

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees
<b>Licenses and Permits (Cont.)</b>						
Permits						
Building Permits	\$ 225,420	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 487,051	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>Fines, Forfeitures, and Penalties</b>						
Circuit Court						
Fines	\$ 41,632	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	75,247	0	0	0	0	0
Drug Control Fines	14,362	0	0	0	0	0
Drug Court Fees	9,407	0	0	0	0	0
Veterans Treatment Court Fees	332	0	0	0	0	0
Jail Fees	29,013	0	0	0	0	0
DUI Treatment Fines	5,236	0	0	0	0	0
Data Entry Fee - Circuit Court	4,260	0	0	0	0	0
Courtroom Security Fee	2,194	0	0	0	0	0
Victims Assistance Assessments	9,232	0	0	0	0	0
Criminal Court						
Fines	3,800	0	0	0	0	0
General Sessions Court						
Fines	33,525	0	0	0	0	0
Officers Costs	114,288	0	0	0	0	0
Game and Fish Fines	163	0	0	0	0	0
Drug Control Fines	15,514	0	0	0	15,079	0
Drug Court Fees	7,544	0	0	0	0	0
Jail Fees	33,300	0	0	0	0	0
DUI Treatment Fines	11,536	0	0	0	0	0

(Continued)

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

	Special Revenue Funds						Constitu - tional Officers -
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Fees	
<b>Fines, Forfeitures, and Penalties (Cont.)</b>							
General Sessions Court (Cont.)							
Data Entry Fee - General Sessions Court	\$ 36,522	\$ 0	\$ 0	\$ 0	\$ 0	0	
Courtroom Security Fee	521	0	0	0	0	0	
Victims Assistance Assessments	15,324	0	0	0	0	0	
Juvenile Court							
Officers Costs	2,680	0	0	0	0	0	
Chancery Court							
Officers Costs	4,632	0	0	0	0	0	
Data Entry Fee - Chancery Court	23,383	0	0	0	0	0	
Other Fines, Forfeitures, and Penalties							
Proceeds from Confiscated Property	4,006	0	0	0	50,884	0	
Other Fines, Forfeitures, and Penalties	4	0	0	0	0	0	
Total Fines, Forfeitures, and Penalties	\$ 497,657	\$ 0	\$ 0	\$ 0	\$ 65,963	\$ 0	
<b>Charges for Current Services</b>							
General Service Charges							
Tipping Fees	\$ 0	\$ 0	\$ 257,746	\$ 0	\$ 0	0	
Surcharge - Waste Tire Disposal	0	0	119,682	0	0	0	
Patient Charges	23,744	0	0	0	0	0	
Health Department Collections	150,000	0	0	899,580	0	0	
Other General Service Charges	40,938	26	0	0	0	0	
Fees							
Engineer Review Fees	48,533	0	0	0	0	0	
Recreation Fees	62,771	0	0	0	0	0	
Copy Fees	1,114	0	0	0	0	0	
Greenbelt Late Application Fee	350	0	0	0	0	0	

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees
<b>Charges for Current Services (Cont.)</b>						
Fees (Cont.)						
Telephone Commissions	\$ 304,533	\$ 0	\$ 0	\$ 0	\$ 0	0
Vending Machine Collections	284,222	0	0	0	0	0
Electronic Citation Fee	77	0	0	0	0	0
Additional Fees - Titling and Registration	116,023	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	1,424
Data Processing Fee - Register	27,290	0	0	0	0	0
Data Processing Fee - Sheriff	11,052	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	7,200	0	0	0	0	0
Data Processing Fee - County Clerk	23,243	0	0	0	0	0
Vehicle Registration Reinstatement Fees	19,875	0	0	0	0	0
Education Charges						
Tuition - Other	11,745	0	0	0	0	0
Community Service Fees - Adults	0	0	0	826,422	0	0
TBI Criminal Background Fee	1,880	0	0	0	0	0
Other Charges for Services	0	0	0	5,274	0	0
Total Charges for Current Services	\$ 1,134,590	\$ 26	\$ 377,428	\$ 1,731,276	\$ 0	\$ 1,424
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 1,476,351	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals/PPP	54,613	0	0	0	0	0
Sale of Materials and Supplies	206	0	0	0	0	0
Commissary Sales	368,235	0	0	0	0	0
Sale of Recycled Materials	0	0	37,510	0	0	0
Miscellaneous Refunds	110,870	1,159	21,738	109	0	0
Expenditure Credits	31,410	0	0	0	0	0

(Continued)



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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees
<b>Other Local Revenues (Cont.)</b>						
Nonrecurring Items						
Sale of Equipment	\$ 42,115	\$ 0	\$ 0	\$ 0	\$ 5,795	\$ 0
Sale of Property	27,119	0	0	0	0	0
Damages Recovered from Individuals	3,630	0	0	0	0	0
Other Local Revenues						
Other Local Revenues	3,058	0	0	0	0	0
Total Other Local Revenues	\$ 2,117,607	\$ 1,159	\$ 59,248	\$ 109	\$ 5,795	\$ 0
<b>Fees Received From County Officials</b>						
Fees In-Lieu-of Salary						
County Clerk	\$ 1,268,032	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	741,605	0	0	0	0	0
General Sessions Court Clerk	882,665	0	0	0	0	0
Clerk and Master	555,207	0	0	0	0	0
Juvenile Court Clerk	68,455	0	0	0	0	0
Register	444,027	0	0	0	0	0
Sheriff	48,520	0	0	0	0	0
Trustee	2,432,361	0	0	0	0	0
Total Fees Received From County Officials	\$ 6,440,872	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>State of Tennessee</b>						
Public Safety Grants						
Law Enforcement Training Programs	\$ 100,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Drug Control Grants	0	0	0	206,193	0	0
Other Public Safety Grants	30,600	135,375	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees
<b>State of Tennessee (Cont.)</b>						
Health and Welfare Grants						
Health Department Programs	\$ 0	\$ 0	\$ 0	3,271,739	\$ 0	0
Public Works Grants						
Bridge Program	0	0	0	0	0	0
Litter Program	17,343	0	0	0	0	0
Other State Revenues						
Beer Tax	18,498	0	0	0	0	0
Vehicle Certificate of Title Fees	18,207	0	0	0	0	0
Alcoholic Beverage Tax	208,224	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	364,442	0	0	0	0	0
State Revenue Sharing - Telecommunications	149,273	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	52,828	0	0	0	0	0
Prisoner Transportation	2,492	0	0	0	0	0
Contracted Prisoner Boarding	1,622,899	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	2,989,758	0	0	0	0	0
Other State Revenues	156,163	9,000	0	0	0	0
Total State of Tennessee	\$ 5,745,891	\$ 144,375	\$ 0	\$ 3,477,932	\$ 0	0
<b>Federal Government</b>						
Federal Through State						
Civil Defense Reimbursement	\$ 104,045	\$ 0	\$ 0	0	\$ 0	0
Disaster Relief	933,556	0	0	5,126	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Special Purpose	Drug Control	Constitu - tional Officers - Fees
<b>Federal Government (Cont.)</b>						
Federal Through State (Cont.)						
Homeland Security Grants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Law Enforcement Grants	13,431	0	0	0	0	0
COVID-19 Grant #2	1,002,451	0	0	0	0	0
Other Federal through State	81,509	84,585	0	22,150	0	0
Direct Federal Revenue						
Other Direct Federal Revenue	27,706	0	0	148,103	0	0
Total Federal Government	<u>\$ 2,162,698</u>	<u>\$ 84,585</u>	<u>\$ 0</u>	<u>\$ 175,379</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Prisoner Board	\$ 10,589	\$ 35,113	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	0	0	0
Contracted Services	2,073,667	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	199,404	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 2,283,660</u>	<u>\$ 35,113</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 62,728,262</u>	<u>\$ 3,208,872</u>	<u>\$ 1,452,939</u>	<u>\$ 5,384,696</u>	<u>\$ 71,758</u>	<u>\$ 1,424</u>

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			Total
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 1,713,292	\$ 13,985,344	\$ 4,119,390	\$ 0	\$ 0	\$ 56,913,391
Trustee's Collections - Prior Year	25,662	252,954	58,354	0	0	825,232
Trustee's Collections - Bankruptcy	134	995	232	0	0	3,820
Circuit Clerk/Clerk and Master Collections - Prior Years	29,861	212,274	45,737	0	0	845,312
Interest and Penalty	8,286	59,353	15,829	0	0	232,490
Payments in-Lieu-of Taxes - Local Utilities	54,794	226,722	66,594	0	0	1,384,530
Payments in-Lieu-of Taxes - Other	23,068	188,727	55,386	0	0	765,681
County Local Option Taxes						
Local Option Sales Tax	0	0	0	0	0	926,537
Hotel/Motel Tax	0	0	0	0	0	1,210,308
Litigation Tax - General	0	0	0	0	0	248,962
Litigation Tax - Special Purpose	0	0	0	0	0	228,885
Litigation Tax - Jail, Workhouse, or Courthouse	0	256,352	0	0	0	256,352
Business Tax	0	0	0	0	0	2,836,288
Mixed Drink Tax	0	0	0	0	0	2,794
Mineral Severance Tax	63,488	0	0	0	0	63,488
Statutory Local Taxes						
Bank Excise Tax	11,159	91,345	26,830	0	0	371,012
Wholesale Beer Tax	0	0	0	0	0	295,193
Total Local Taxes	\$ 1,929,744	\$ 15,274,066	\$ 4,388,352	\$ 0	\$ 0	\$ 67,410,275
<b>Licenses and Permits</b>						
Licenses						
Animal Registration	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 20,795
Animal Vaccination	0	0	0	0	0	2,504
Cable TV Franchise	0	0	0	0	0	238,332

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	Total
<b>Licenses and Permits (Cont.)</b>						
Permits						
Building Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	225,420
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	487,051
<b>Fines, Forfeitures, and Penalties</b>						
Circuit Court						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	41,632
Officers Costs	0	0	0	0	0	75,247
Drug Control Fines	0	0	0	0	0	14,362
Drug Court Fees	0	0	0	0	0	9,407
Veterans Treatment Court Fees	0	0	0	0	0	332
Jail Fees	0	0	0	0	0	29,013
DUI Treatment Fines	0	0	0	0	0	5,236
Data Entry Fee - Circuit Court	0	0	0	0	0	4,260
Courtroom Security Fee	0	0	0	0	0	2,194
Victims Assistance Assessments	0	0	0	0	0	9,232
Criminal Court						
Fines	0	0	0	0	0	3,800
General Sessions Court						
Fines	0	0	0	0	0	33,525
Officers Costs	0	0	0	0	0	114,288
Game and Fish Fines	0	0	0	0	0	163
Drug Control Fines	0	0	0	0	0	30,593
Drug Court Fees	0	0	0	0	0	7,544
Jail Fees	0	0	0	0	0	33,300
DUI Treatment Fines	0	0	0	0	0	11,536

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
General Sessions Court (Cont.)						
Data Entry Fee - General Sessions Court	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	36,522
Courtroom Security Fee	0	0	0	0	0	521
Victims Assistance Assessments	0	0	0	0	0	15,324
Juvenile Court						
Officers Costs	0	0	0	0	0	2,680
Chancery Court						
Officers Costs	0	0	0	0	0	4,632
Data Entry Fee - Chancery Court	0	0	0	0	0	23,383
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	0	0	0	54,890
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	4
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	563,620
<b>Charges for Current Services</b>						
General Service Charges						
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	257,746
Surcharge - Waste Tire Disposal	0	0	0	0	0	119,682
Patient Charges	0	0	0	0	0	23,744
Health Department Collections	0	0	0	0	0	1,049,580
Other General Service Charges	0	0	0	0	0	40,964
Fees						
Engineer Review Fees	0	0	0	0	0	48,533
Recreation Fees	0	0	0	0	0	62,771
Copy Fees	0	0	0	0	0	1,114
Greenbelt Late Application Fee	0	0	0	0	0	350

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	Total
<b>Charges for Current Services (Cont.)</b>						
Fees (Cont.)						
Telephone Commissions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	304,533
Vending Machine Collections	0	0	0	0	0	284,222
Electronic Citation Fee	0	0	0	0	0	77
Additional Fees - Titling and Registration	0	0	0	0	0	116,023
Constitutional Officers' Fees and Commissions	0	0	0	0	0	1,424
Data Processing Fee - Register	0	0	0	0	0	27,290
Data Processing Fee - Sheriff	0	0	0	0	0	11,052
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	7,200
Data Processing Fee - County Clerk	0	0	0	0	0	23,243
Vehicle Registration Reinstatement Fees	0	0	0	0	0	19,875
Education Charges						
Tuition - Other	0	0	0	0	0	11,745
Community Service Fees - Adults	0	0	0	0	0	826,422
TBI Criminal Background Fee	0	0	0	0	0	1,880
Other Charges for Services	0	0	0	0	0	5,274
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	3,244,744
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 0	\$ 2,431,644	\$ 2,239,557	\$ 0	\$ 0	6,147,552
Lease/Rentals/PPP	0	0	0	16,571	0	71,184
Sale of Materials and Supplies	0	0	0	0	0	206
Commissary Sales	0	0	0	0	0	368,235
Sale of Recycled Materials	0	0	0	0	0	37,510
Miscellaneous Refunds	1,287	0	0	0	0	135,163
Expenditure Credits	0	0	0	0	0	31,410

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	Total
<b>Other Local Revenues (Cont.)</b>						
Nonrecurring Items						
Sale of Equipment	\$ 0	\$ 0	\$ 200,981	\$ 0	\$ 0	\$ 248,891
Sale of Property	0	0	0	0	0	27,119
Damages Recovered from Individuals	0	0	0	0	0	3,630
Other Local Revenues						
Other Local Revenues	0	29,600	0	0	0	32,658
Total Other Local Revenues	\$ 1,287	\$ 2,461,244	\$ 2,440,538	\$ 16,571	\$ 0	\$ 7,103,558
<b>Fees Received From County Officials</b>						
Fees In-Lieu-of Salary						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,268,032
Circuit Court Clerk	0	0	0	0	0	741,605
General Sessions Court Clerk	0	0	0	0	0	882,665
Clerk and Master	0	0	0	0	0	555,207
Juvenile Court Clerk	0	0	0	0	0	68,455
Register	0	0	0	0	0	444,027
Sheriff	0	0	0	0	0	48,520
Trustee	0	0	0	0	0	2,432,361
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,440,872
<b>State of Tennessee</b>						
Public Safety Grants						
Law Enforcement Training Programs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 100,000
Drug Control Grants	0	0	0	0	0	206,193
Other Public Safety Grants	0	0	0	0	0	165,975

(Continued)



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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			Total
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	
<b>State of Tennessee (Cont.)</b>						
Health and Welfare Grants						
Health Department Programs	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	3,271,739
Public Works Grants						
Bridge Program	754,847	0	0	0	0	754,847
Litter Program	0	0	0	0	0	17,343
Other State Revenues						
Beer Tax	0	0	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	0	0	18,207
Alcoholic Beverage Tax	0	0	0	0	0	208,224
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0	364,442
State Revenue Sharing - Telecommunications	0	0	0	0	0	149,273
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	52,828
Prisoner Transportation	0	0	0	0	0	2,492
Contracted Prisoner Boarding	0	0	0	0	0	1,622,899
Gasoline and Motor Fuel Tax	3,397,195	0	0	0	0	3,397,195
Hybrid/Electric Vehicle Registration Fee	13,749	0	0	0	0	13,749
Petroleum Special Tax	65,478	0	0	0	0	65,478
Registrar's Salary Supplement	0	0	0	0	0	15,164
Other State Grants	0	0	0	0	0	2,989,758
Other State Revenues	0	0	0	0	0	165,163
Total State of Tennessee	\$ 4,231,269	\$ 0	\$ 0	\$ 0	\$ 0	13,599,467
<b>Federal Government</b>						
Federal Through State						
Civil Defense Reimbursement	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	104,045
Disaster Relief	67,776	0	0	0	0	1,006,458

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds			
	Highway / Public Works	General Debt Service	General Capital Projects	Community Development/ Industrial Park	Other Capital Projects	Total
<b>Federal Government (Cont.)</b>						
Federal Through State (Cont.)						
Homeland Security Grants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 911,292	\$ 911,292
Law Enforcement Grants	0	0	0	0	0	13,431
COVID-19 Grant #2	0	0	0	0	0	1,002,451
Other Federal through State	207,503	0	0	0	0	395,747
Direct Federal Revenue						
Other Direct Federal Revenue	0	0	0	0	0	175,809
Total Federal Government	<u>\$ 275,279</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 911,292</u>	<u>\$ 3,609,233</u>
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 45,702
Contributions	0	1,112,500	5,000	0	0	1,117,500
Contracted Services	0	0	0	0	0	2,073,667
Other						
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	199,404
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 1,112,500</u>	<u>\$ 5,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,436,273</u>
Total	<u>\$ 6,437,579</u>	<u>\$ 18,847,810</u>	<u>\$ 6,833,890</u>	<u>\$ 16,571</u>	<u>\$ 911,292</u>	<u>\$ 105,895,093</u>

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

Discretely Presented Madison County School Department

**For the Year Ended June 30, 2024**

	<b>Special Revenue Funds</b>				<b>Capital Projects Fund</b>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 1,507,275	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,507,275
Trustee's Collections - Prior Year	53,196	0	0	0	13,247	66,443
Trustee's Collections - Bankruptcy	385	0	0	0	99	484
Circuit Clerk/Clerk and Master Collections - Prior Years	87,690	0	0	0	33,562	121,252
Interest and Penalty	15,609	0	0	0	3,380	18,989
Payments in-Lieu-of Taxes - Local Utilities	24,367	0	0	0	0	24,367
Payments in-Lieu-of Taxes - Other	246,590	0	0	0	200	246,790
County Local Option Taxes						
Local Option Sales Tax	50,216,238	0	0	0	0	50,216,238
Mixed Drink Tax	393,744	0	0	0	0	393,744
Statutory Local Taxes						
Bank Excise Tax	9,818	0	0	0	0	9,818
Total Local Taxes	\$ 52,554,912	\$ 0	\$ 0	\$ 0	\$ 50,488	\$ 52,605,400
<b>Licenses and Permits</b>						
Licenses						
Marriage Licenses	\$ 6,878	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,878
Permits						
Other Permits	692	0	0	0	0	692
Total Licenses and Permits	\$ 7,570	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,570
<b>Charges for Current Services</b>						
Fees						
Vending Machine Collections	\$ 1,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,500

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
<b>Charges for Current Services (Cont.)</b>						
Education Charges						
Tuition - Other	\$ 27,353	\$ 0	\$ 0	\$ 0	\$ 0	\$ 27,353
Lunch Payments - Adults	0	0	42,482	0	0	42,482
A la Carte Sales	0	0	38,508	0	0	38,508
Transportation - Other State Systems	517	0	0	0	0	517
Contract for Instructional Services with Other LEA's	162	0	0	0	0	162
Receipts from Individual Schools	1,875	0	0	0	0	1,875
Other Charges for Services	930	0	0	0	0	930
Total Charges for Current Services	\$ 32,337	\$ 0	\$ 80,990	\$ 0	\$ 0	\$ 113,327
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 255,574	\$ 0	\$ 184,306	\$ 0	\$ 0	\$ 439,880
Sale of Materials and Supplies	565	0	0	0	0	565
Sale of Recycled Materials	182	0	0	0	0	182
Rebates	4,661	0	0	0	0	4,661
Miscellaneous Refunds	4,449	0	0	0	0	4,449
Expenditure Credits	30,331	0	22,798	0	0	53,129
Nonrecurring Items						
Sale of Property	29,600	0	0	0	0	29,600
Damages Recovered from Individuals	3,533	0	0	0	0	3,533
Contributions and Gifts	169,118	0	0	0	0	169,118
Other Local Revenues						
Other Local Revenues	0	0	0	1,836,787	0	1,836,787
Total Other Local Revenues	\$ 498,013	\$ 0	\$ 207,104	\$ 1,836,787	\$ 0	\$ 2,541,904

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

	<b>Special Revenue Funds</b>				<b>Capital Projects Fund</b>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
<b>State of Tennessee</b>						
General Government Grants						
On-behalf Contributions for OPEB	\$ 458,901	\$ 0	\$ 0	\$ 0	\$ 0	\$ 458,901
<b>State Education Funds</b>						
Tennessee Investment in Student Achievement	76,395,604	0	0	0	0	76,395,604
TISA - On-behalf Payments	175,202	0	0	0	0	175,202
Early Childhood Education	1,641,331	0	0	0	0	1,641,331
School Food Service	0	0	68,336	0	0	68,336
Other State Education Funds	4,200	0	0	0	0	4,200
Paid Parental Leave	186,927	0	0	0	0	186,927
Career Ladder Program	110,869	0	0	0	0	110,869
Other Vocational	2,672,773	0	0	0	0	2,672,773
<b>Other State Revenues</b>						
State Revenue Sharing - T.V.A.	1,372,120	0	0	0	0	1,372,120
Other State Grants	1,973,837	0	0	0	0	1,973,837
Total State of Tennessee	\$ 84,991,764	\$ 0	\$ 68,336	\$ 0	\$ 0	\$ 85,060,100
<b>Federal Government</b>						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 5,115,797	\$ 0	\$ 0	\$ 5,115,797
USDA - Commodities	0	0	473,981	0	0	473,981
Breakfast	0	0	2,931,126	0	0	2,931,126
USDA - Other	0	0	328,509	0	0	328,509
Vocational Education - Basic Grants to States	0	298,295	0	0	0	298,295
Title I Grants to Local Education Agencies	0	8,538,971	0	0	0	8,538,971
Special Education - Grants to States	0	4,242,545	0	0	0	4,242,545

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
<b>Federal Government (Cont.)</b>						
Federal Through State (Cont.)						
Special Education Preschool Grants	\$ 0	\$ 144,577	\$ 0	\$ 0	\$ 0	\$ 144,577
English Language Acquisition Grants	0	67,014	0	0	0	67,014
Education for Homeless Children and Youth	0	60,352	0	0	0	60,352
Eisenhower Professional Development State Grants	0	864,159	0	0	0	864,159
COVID-19 Grant #1	0	2,764,047	0	0	0	2,764,047
COVID-19 Grant #2	0	12,333,396	0	0	0	12,333,396
COVID-19 Grant #3	0	71,250	0	0	0	71,250
COVID-19 Grant B	0	125,000	0	0	0	125,000
COVID-19 Grant D	0	1,000	0	0	0	1,000
American Rescue Plan Act Grant #2	0	294,722	0	0	0	294,722
American Rescue Plan Act Grant #4	0	14,249	0	0	0	14,249
Other Federal through State	695,666	536,694	0	0	0	1,232,360
Direct Federal Revenue						
ROTC Reimbursement	70,742	0	0	0	0	70,742
Total Federal Government	\$ 766,408	\$ 30,356,271	\$ 8,849,413	\$ 0	\$ 0	\$ 39,972,092
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Contributions	\$ 855,088	\$ 0	\$ 0	\$ 0	\$ 15,436,797	\$ 16,291,885
Other						
Other	54,474	0	0	0	0	54,474
Total Other Governments and Citizens Groups	\$ 909,562	\$ 0	\$ 0	\$ 0	\$ 15,436,797	\$ 16,346,359
Total	\$ 139,760,566	\$ 30,356,271	\$ 9,205,843	\$ 1,836,787	\$ 15,487,285	\$ 196,646,752

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

**General Fund**

General Government

**County Commission**

Supervisor/Director	\$	24,978	
Secretary to Board		20,367	
Part-time Personnel		500	
Educational Incentive - Other County Employees		750	
Board and Committee Members Fees		156,428	
Social Security		14,970	
Handling Charges and Administrative Costs		689	
Employee and Dependent Insurance		3,348	
Life Insurance		100	
Medical Insurance		7,809	
Dental Insurance		356	
Local Retirement		3,628	
Dues and Memberships		2,100	
Travel		314	
Office Supplies		1,773	
Other Charges		312	
Total County Commission			\$ 238,422

**County Mayor/Executive**

County Official/ Administrative Officer	\$	143,575	
Deputy(ies)		12,137	
Educational Incentive - Other County Employees		3,100	
Other Salaries and Wages		51,225	
Social Security		15,634	
Handling Charges and Administrative Costs		703	
Pensions		5,634	
Employee and Dependent Insurance		3,200	
Life Insurance		361	
Medical Insurance		7,968	
Dental Insurance		360	
Local Retirement		12,521	
Communication		800	
Dues and Memberships		4,094	
Maintenance and Repair Services - Vehicles		379	
Travel		13,328	
Gasoline		3,244	
Office Supplies		2,672	
Other Supplies and Materials		1,477	
Total County Mayor/Executive			282,412

**Personnel Office**

Supervisor/Director	\$	100,608
Other Salaries and Wages		69,544
Social Security		12,721
Handling Charges and Administrative Costs		1,165
Pensions		298
Employee and Dependent Insurance		3,850

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Personnel Office (Cont.)**

Life Insurance	\$	297	
Medical Insurance		13,198	
Dental Insurance		581	
Local Retirement		11,898	
Dues and Memberships		709	
Travel		1,348	
Other Contracted Services		825	
Office Supplies		4,066	
Total Personnel Office			\$ 221,108

**County Attorney**

Other Contracted Services	\$	135,976	
Total County Attorney			135,976

**Election Commission**

County Official/ Administrative Officer	\$	106,086	
Deputy(ies)		183,044	
Educational Incentive - Official/ Admin Officer		750	
Educational Incentive - Other County Employees		3,000	
Overtime Pay		1,069	
Election Commission		6,800	
Election Workers		89,340	
Social Security		28,299	
Handling Charges and Administrative Costs		2,573	
Pensions		18,423	
Employee and Dependent Insurance		8,441	
Life Insurance		487	
Medical Insurance		29,151	
Dental Insurance		1,306	
Local Retirement		8,094	
Lease/SBITA Payments		1,313	
Legal Notices, Recording, and Court Costs		17,599	
Maintenance and Repair Services - Equipment		83,591	
Postal Charges		1,642	
Printing, Stationery, and Forms		28,589	
Rentals		250	
Travel		5,665	
Gasoline		475	
Office Supplies		7,401	
Liability Insurance		6,995	
Voting Machines		88,740	
Total Election Commission			729,123

**Register of Deeds**

County Official/ Administrative Officer	\$	106,086	
Deputy(ies)		159,007	
Educational Incentive - Official/ Admin Officer		1,628	

(Continued)



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

**General Fund (Cont.)**

General Government (Cont.)

**Register of Deeds (Cont.)**

Educational Incentive - Other County Employees	\$	8,925	
Bonus Payments		800	
Social Security		19,881	
Handling Charges and Administrative Costs		2,212	
Pensions		8,269	
Employee and Dependent Insurance		7,787	
Life Insurance		443	
Medical Insurance		31,559	
Dental Insurance		1,438	
Local Retirement		15,865	
Dues and Memberships		220	
Travel		47	
Data Processing Supplies		27,134	
Office Supplies		9,136	
Total Register of Deeds			\$ 400,437

**County Buildings**

Supervisor/Director	\$	74,780	
Custodial Personnel		2,523	
Maintenance Personnel		161,407	
Educational Incentive - Other County Employees		375	
Overtime Pay		4,646	
Social Security		17,723	
Handling Charges and Administrative Costs		3,206	
Pensions		12,983	
Employee and Dependent Insurance		10,776	
Life Insurance		426	
Medical Insurance		35,140	
Dental Insurance		1,357	
Local Retirement		7,275	
Maintenance and Repair Services - Buildings		93,039	
Maintenance and Repair Services - Vehicles		7,541	
Travel		726	
Other Contracted Services		237,156	
Custodial Supplies		2,470	
Gasoline		9,658	
Building Improvements		25,020	
Heating and Air Conditioning Equipment		64,676	
Other Equipment		3,847	
Total County Buildings			776,750

**Other Facilities**

Maintenance and Repair Services - Buildings	\$	4,590	
Total Other Facilities			4,590

**Preservation of Records**

Assistant(s)	\$	68,589	
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(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Preservation of Records (Cont.)**

Social Security	\$	5,247	
Communication		222	
Lease/SBITA Payments		367	
Travel		55	
Office Supplies		1,738	
Other Supplies and Materials		6,387	
Total Preservation of Records			\$ 82,605

**Risk Management**

Supervisor/Director	\$	52,102	
Social Security		3,753	
Handling Charges and Administrative Costs		640	
Pensions		5,731	
Employee and Dependent Insurance		1,083	
Life Insurance		60	
Medical Insurance		7,251	
Dental Insurance		308	
Travel		275	
Office Supplies		69	
Total Risk Management			71,272

Finance

**Accounting and Budgeting**

Supervisor/Director	\$	106,927	
Educational Incentive - Other County Employees		12,125	
Overtime Pay		93	
Other Salaries and Wages		573,968	
Social Security		49,942	
Handling Charges and Administrative Costs		5,567	
Pensions		27,079	
Employee and Dependent Insurance		17,266	
Life Insurance		1,133	
Medical Insurance		61,849	
Dental Insurance		3,508	
Local Retirement		30,086	
Audit Services		42,494	
Communication		212	
Data Processing Services		450	
Dues and Memberships		1,180	
Travel		7,238	
Office Supplies		6,198	
In Service/Staff Development		135	
Total Accounting and Budgeting			947,450

**Property Assessor's Office**

County Official/Administrative Officer	\$	106,086	
Deputy(ies)		242,155	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Property Assessor's Office (Cont.)**

Part-time Personnel	\$	17,146	
Educational Incentive - Official/Admin Officer		1,628	
Educational Incentive - Other County Employees		4,425	
Board and Committee Members Fees		1,675	
In-service Training		762	
Social Security		27,077	
Handling Charges and Administrative Costs		3,891	
Pensions		24,385	
Employee and Dependent Insurance		10,809	
Life Insurance		588	
Medical Insurance		42,612	
Dental Insurance		1,590	
Local Retirement		9,860	
Audit Services		7,910	
Communication		523	
Data Processing Services		26,827	
Dues and Memberships		2,655	
Maintenance and Repair Services - Vehicles		384	
Travel		3,899	
Office Supplies		2,252	
Total Property Assessor's Office	\$		539,139

**Reappraisal Program**

Part-time Personnel	\$	18,724	
Other Salaries and Wages		321,094	
Social Security		24,051	
Handling Charges and Administrative Costs		4,010	
Pensions		27,732	
Employee and Dependent Insurance		16,278	
Life Insurance		577	
Medical Insurance		45,427	
Dental Insurance		2,060	
Local Retirement		5,519	
Contracts with Private Agencies		89,450	
Data Processing Services		13,313	
Legal Services		6,811	
Maintenance and Repair Services - Vehicles		830	
Travel		1,130	
Other Contracted Services		62,844	
Gasoline		3,172	
Office Supplies		6,217	
Data Processing Equipment		1,595	
Total Reappraisal Program			650,834

**County Trustee's Office**

County Official/Administrative Officer	\$	106,086	
Deputy(ies)		193,317	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**County Trustee's Office (Cont.)**

Part-time Personnel	\$	22,657	
Educational Incentive - Official/Admin Officer		1,628	
Educational Incentive - Other County Employees		6,750	
Overtime Pay		8	
Social Security		23,944	
Handling Charges and Administrative Costs		3,191	
Pensions		28,425	
Employee and Dependent Insurance		11,457	
Life Insurance		483	
Medical Insurance		28,914	
Dental Insurance		1,279	
Local Retirement		2,944	
Audit Services		6,400	
Data Processing Services		14,942	
Dues and Memberships		1,996	
Printing, Stationery, and Forms		12,909	
Travel		4,321	
Office Supplies		1,464	
Other Charges		582	
Total County Trustee's Office	\$		473,697

**County Clerk's Office**

County Official/Administrative Officer	\$	106,086	
Deputy(ies)		396,508	
Part-time Personnel		19,648	
Educational Incentive - Official/Admin Officer		1,628	
Social Security		37,047	
Handling Charges and Administrative Costs		6,758	
Pensions		33,048	
Employee and Dependent Insurance		23,284	
Life Insurance		894	
Medical Insurance		77,149	
Dental Insurance		3,120	
Unemployment Compensation		536	
Local Retirement		14,013	
Communication		616	
Maintenance Agreements		3,280	
Maintenance and Repair Services - Buildings		36,863	
Maintenance and Repair Services - Office Equipment		25,078	
Printing, Stationery, and Forms		4,096	
Travel		1,984	
Data Processing Supplies		3,181	
Office Supplies		5,742	
Total County Clerk's Office			800,559

**Data Processing**

Supervisor/Director	\$	118,769	
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(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Data Processing (Cont.)**

Educational Incentive - Other County Employees	\$	4,325	
Other Salaries and Wages		177,285	
Social Security		19,321	
Handling Charges and Administrative Costs		2,014	
Pensions		21,058	
Employee and Dependent Insurance		7,713	
Life Insurance		491	
Medical Insurance		23,233	
Dental Insurance		954	
Local Retirement		4,638	
Communication		60,740	
Data Processing Services		239,794	
Lease/SBITA Payments		16,341	
Maintenance and Repair Services - Vehicles		4,002	
Travel		10,199	
Other Contracted Services		21,420	
Data Processing Supplies		41,343	
Gasoline		2,912	
Office Supplies		412	
Total Data Processing			\$ 776,964

**Other Finance**

Internal Audit Personnel	\$	70,955	
Social Security		5,128	
Handling Charges and Administrative Costs		640	
Employee and Dependent Insurance		3,108	
Life Insurance		125	
Medical Insurance		7,251	
Dental Insurance		330	
Local Retirement		5,668	
Travel		1,219	
Office Supplies		165	
Total Other Finance			94,589

Administration of Justice

**Circuit Court**

County Official/ Administrative Officer	\$	116,694	
Deputy(ies)		900,709	
Part-time Personnel		17,535	
Educational Incentive - Official/ Admin Officer		1,628	
Educational Incentive - Other County Employees		11,350	
Jury and Witness Expense		47,760	
Social Security		74,814	
Handling Charges and Administrative Costs		11,154	
Pensions		84,874	
Employee and Dependent Insurance		38,692	
Life Insurance		1,698	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Circuit Court (Cont.)**

Medical Insurance	\$	127,622	
Dental Insurance		5,046	
Local Retirement		14,605	
Data Processing Services		5,897	
Lease/SBITA Payments		8,774	
Travel		1,357	
Other Contracted Services		3,662	
Data Processing Supplies		4,482	
Office Supplies		22,925	
Other Supplies and Materials		2,082	
Other Charges		4,960	
Data Processing Equipment		35,174	
Furniture and Fixtures		596	
Total Circuit Court			\$ 1,544,090

**General Sessions Court**

Judge(s)	\$	193,708	
Other Salaries and Wages		129,224	
Social Security		22,225	
Handling Charges and Administrative Costs		1,915	
Pensions		35,523	
Employee and Dependent Insurance		7,103	
Life Insurance		559	
Medical Insurance		21,996	
Dental Insurance		977	
Travel		1,825	
Office Supplies		7,557	
Total General Sessions Court			422,612

**Drug Court**

Other Charges	\$	14,252	
Total Drug Court			14,252

**Chancery Court**

County Official/Administrative Officer	\$	116,694	
Deputy(ies)		459,017	
Part-time Personnel		10,751	
Educational Incentive - Official/Admin Officer		1,628	
Educational Incentive - Other County Employees		3,000	
Overtime Pay		44	
Social Security		42,142	
Handling Charges and Administrative Costs		6,506	
Pensions		42,423	
Employee and Dependent Insurance		16,210	
Life Insurance		1,005	
Medical Insurance		74,159	
Dental Insurance		3,222	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Chancery Court (Cont.)**

Local Retirement	\$	11,837	
Communication		3,001	
Maintenance and Repair Services - Office Equipment		30,980	
Other Contracted Services		9,052	
Data Processing Supplies		4,973	
Office Supplies		23,342	
Other Charges		1,329	
Total Chancery Court			\$ 861,315

**Juvenile Court**

Judge(s)	\$	193,708	
Other Salaries and Wages		116,426	
Social Security		23,829	
Handling Charges and Administrative Costs		1,920	
Pensions		27,965	
Employee and Dependent Insurance		7,297	
Life Insurance		522	
Medical Insurance		21,748	
Dental Insurance		969	
Local Retirement		5,079	
Dues and Memberships		1,265	
Maintenance and Repair Services - Buildings		6,898	
Maintenance and Repair Services - Equipment		2,572	
Rentals		1,324	
Travel		6,557	
Other Contracted Services		33,279	
Custodial Supplies		1,420	
Office Supplies		4,076	
Data Processing Equipment		174	
Total Juvenile Court			457,028

**Juvenile Court Clerk**

County Official/ Administrative Officer	\$	106,086	
Deputy(ies)		45,162	
Accountants/Bookkeepers		63,564	
Clerical Personnel		149,363	
Part-time Personnel		168	
Social Security		26,899	
Handling Charges and Administrative Costs		3,159	
Pensions		28,546	
Employee and Dependent Insurance		7,187	
Life Insurance		567	
Medical Insurance		35,787	
Dental Insurance		1,576	
Local Retirement		6,756	
Data Processing Services		481	
Printing, Stationery, and Forms		360	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Juvenile Court Clerk (Cont.)**

Rentals	\$	6,801	
Data Processing Supplies		1,000	
Office Supplies		3,190	
Total Juvenile Court Clerk			\$ 486,652

**District Attorney General**

Assistant(s)	\$	93,365	
Social Security		7,171	
Life Insurance		167	
Local Retirement		7,159	
Other Charges		1,491	
Total District Attorney General			109,353

**Office of Public Defender**

Salary Supplements	\$	50,837	
Social Security		3,671	
Handling Charges and Administrative Costs		5	
Employee and Dependent Insurance		26	
Life Insurance		77	
Medical Insurance		4,391	
Dental Insurance		208	
Local Retirement		3,972	
Total Office of Public Defender			63,187

**Other Administration of Justice**

Supervisor/Director	\$	14,799	
Social Security		1,170	
Handling Charges and Administrative Costs		135	
Employee and Dependent Insurance		657	
Life Insurance		22	
Medical Insurance		1,532	
Dental Insurance		70	
Local Retirement		1,180	
Other Contracted Services		8,200	
Office Supplies		1,320	
Other Charges		62,656	
Total Other Administration of Justice			91,741

**Courtroom Security**

Deputy(ies)	\$	1,770,368	
Overtime Pay		62,877	
Social Security		133,198	
Handling Charges and Administrative Costs		13,845	
Pensions		98,129	
Employee and Dependent Insurance		51,101	
Life Insurance		2,884	
Medical Insurance		156,135	

(Continued)



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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Courtroom Security (Cont.)**

Dental Insurance	\$	7,916	
Local Retirement		<u>59,366</u>	
Total Courtroom Security			\$ 2,355,819

Public Safety

**Sheriff's Department**

County Official/Administrative Officer	\$	116,695	
Deputy(ies)		6,435,915	
Part-time Personnel		425,451	
Overtime Pay		424,328	
Other Salaries and Wages		93,890	
In-service Training		118,600	
Social Security		557,251	
Handling Charges and Administrative Costs		54,136	
Pensions		259,157	
Employee and Dependent Insurance		207,972	
Life Insurance		10,503	
Medical Insurance		625,412	
Dental Insurance		28,265	
Unemployment Compensation		2,020	
Local Retirement		312,346	
Communication		174,588	
Contracts with Private Agencies		66,952	
Data Processing Services		455,044	
Dues and Memberships		4,066	
Maintenance and Repair Services - Buildings		206,177	
Maintenance and Repair Services - Vehicles		430,733	
Pest Control		4,567	
Rentals		33,200	
Travel		50,289	
Other Contracted Services		203,250	
Custodial Supplies		10,314	
Gasoline		466,452	
Law Enforcement Supplies		275,656	
Office Supplies		35,061	
Uniforms		115,899	
Utilities		2,201	
Other Supplies and Materials		469	
Other Charges		6,559	
Furniture and Fixtures		1,599	
Law Enforcement Equipment		151,791	
Motor Vehicles		<u>164,617</u>	
Total Sheriff's Department			12,531,425

**Special Patrols**

Deputy(ies)	\$	1,145,902	
Overtime Pay		55,374	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Special Patrols (Cont.)**

Other Salaries and Wages	\$	21,684	
Social Security		89,399	
Handling Charges and Administrative Costs		9,094	
Pensions		36,308	
Employee and Dependent Insurance		37,940	
Life Insurance		2,031	
Medical Insurance		105,073	
Dental Insurance		4,994	
Local Retirement		64,340	
Maintenance and Repair Services - Vehicles		25,251	
Travel		1,925	
Gasoline		34,314	
Uniforms		30,870	
Law Enforcement Equipment		64,947	
Motor Vehicles		434,883	
Total Special Patrols			\$ 2,164,329

**Drug Enforcement**

Deputy(ies)	\$	437,228	
Part-time Personnel		46	
Overtime Pay		98,251	
Social Security		36,198	
Handling Charges and Administrative Costs		3,226	
Pensions		28,222	
Employee and Dependent Insurance		13,605	
Life Insurance		731	
Medical Insurance		36,001	
Dental Insurance		1,951	
Local Retirement		21,955	
Maintenance and Repair Services - Vehicles		1,764	
Gasoline		15,978	
Uniforms		7,500	
Total Drug Enforcement			702,656

**Jail**

Deputy(ies)	\$	4,982,285	
Maintenance Personnel		248,032	
Part-time Personnel		133,598	
Overtime Pay		810,860	
In-service Training		45,300	
Social Security		457,324	
Handling Charges and Administrative Costs		47,566	
Pensions		241,859	
Employee and Dependent Insurance		146,785	
Life Insurance		7,563	
Medical Insurance		547,195	
Dental Insurance		23,174	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Jail (Cont.)**

Local Retirement	\$	189,616	
Communication		5,730	
Data Processing Services		28,601	
Maintenance and Repair Services - Buildings		181,197	
Maintenance and Repair Services - Equipment		8,835	
Maintenance and Repair Services - Vehicles		25	
Medical and Dental Services		1,848,343	
Other Contracted Services		38,000	
Custodial Supplies		109,458	
Drugs and Medical Supplies		371,355	
Food Preparation Supplies		43,491	
Food Supplies		1,069,875	
Law Enforcement Supplies		8,772	
Office Supplies		15,481	
Prisoners Clothing		23,779	
Uniforms		30,394	
Other Supplies and Materials		45,085	
Other Charges		245	
Total Jail			\$ 11,709,823

**Workhouse**

County Official/ Administrative Officer	\$	16,682	
Guards		1,014,997	
Overtime Pay		125,474	
Social Security		83,843	
Handling Charges and Administrative Costs		10,389	
Pensions		92,453	
Employee and Dependent Insurance		37,707	
Life Insurance		1,539	
Medical Insurance		116,236	
Dental Insurance		4,872	
Local Retirement		19,100	
Communication		1,398	
Data Processing Services		781	
Maintenance and Repair Services - Buildings		76,258	
Maintenance and Repair Services - Equipment		8,683	
Pest Control		1,073	
Custodial Supplies		45	
Drugs and Medical Supplies		1,437	
Uniforms		611	
Other Supplies and Materials		2,984	
Total Workhouse			1,616,562

**Work Release Program**

Probation Officer(s)	\$	35,140
Social Security		2,394
Handling Charges and Administrative Costs		587

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Work Release Program (Cont.)**

Employee and Dependent Insurance	\$	1,804	
Life Insurance		62	
Medical Insurance		6,655	
Dental Insurance		303	
Local Retirement		114	
Total Work Release Program			\$ 47,059

**Fire Prevention and Control**

Supervisor/Director	\$	90,538	
Mechanic(s)		109,932	
Part-time Personnel		23,380	
Overtime Pay		322,918	
Other Salaries and Wages		1,822,145	
In-service Training		35,102	
Social Security		175,674	
Handling Charges and Administrative Costs		20,393	
Pensions		17,869	
Employee and Dependent Insurance		65,495	
Life Insurance		2,799	
Medical Insurance		224,635	
Dental Insurance		10,318	
Local Retirement		154,037	
Communication		33,948	
Data Processing Services		5,764	
Dues and Memberships		268	
Maintenance and Repair Services - Buildings		62,423	
Maintenance and Repair Services - Equipment		4,527	
Maintenance and Repair Services - Vehicles		111,593	
Postal Charges		34	
Travel		3,787	
Other Contracted Services		30,348	
Equipment and Machinery Parts		72,052	
Gasoline		71,948	
Office Supplies		5,281	
Uniforms		71,363	
Utilities		2,176	
Gravel and Chert		1,500	
Other Supplies and Materials		4,937	
In Service/Staff Development		9,030	
Other Charges		5,430	
Data Processing Equipment		1,572	
Total Fire Prevention and Control			3,573,216

**Civil Defense**

Supervisor/Director	\$	90,537	
Overtime Pay		7,930	
Other Salaries and Wages		165,413	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Civil Defense (Cont.)**

Social Security	\$	18,636	
Handling Charges and Administrative Costs		2,560	
Pensions		9,959	
Employee and Dependent Insurance		12,434	
Life Insurance		404	
Medical Insurance		29,006	
Dental Insurance		1,322	
Local Retirement		9,608	
Communication		9,558	
Dues and Memberships		198	
Lease/SBITA Payments		601	
Maintenance Agreements		2,149	
Maintenance and Repair Services - Buildings		11,912	
Maintenance and Repair Services - Equipment		6,903	
Maintenance and Repair Services - Vehicles		9,501	
Printing, Stationery, and Forms		449	
Travel		2,827	
Equipment and Machinery Parts		17,936	
Gasoline		19,840	
Office Supplies		923	
Other Supplies and Materials		19,450	
Building Improvements		3,815	
Total Civil Defense			\$ 453,871

**Disaster Relief**

Overtime Pay	\$	16,166	
Social Security		1,213	
Maintenance and Repair Services - Equipment		2,159	
Other Contracted Services		41,732	
Gasoline		2,762	
Motor Vehicles		180,270	
Other Equipment		187,748	
Total Disaster Relief			432,050

**Inspection and Regulation**

County Official/ Administrative Officer	\$	72,077	
Other Salaries and Wages		133,884	
In-service Training		2,106	
Social Security		14,309	
Handling Charges and Administrative Costs		2,556	
Employee and Dependent Insurance		12,434	
Life Insurance		361	
Medical Insurance		29,006	
Dental Insurance		1,335	
Local Retirement		14,175	
Advertising		3,734	
Contracts with Private Agencies		10,002	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Inspection and Regulation (Cont.)**

Dues and Memberships	\$	310	
Maintenance and Repair Services - Vehicles		2,636	
Other Contracted Services		3,460	
Gasoline		6,079	
Office Supplies		2,053	
Small Tools		926	
Data Processing Equipment		1,099	
Total Inspection and Regulation			\$ 312,542

**County Coroner/Medical Examiner**

Contracts with Government Agencies	\$	134,750	
Contracts with Public Carriers		14,055	
Other Contracted Services		179,972	
Other Charges		1,119	
Total County Coroner/Medical Examiner			329,896

Public Health and Welfare

**Local Health Center**

County Official/ Administrative Officer	\$	117,973	
Supervisor/Director		217,396	
Paraprofessionals		12,231	
Custodial Personnel		44,636	
Part-time Personnel		32,480	
Educational Incentive - Other County Employees		3,000	
Overtime Pay		62	
Other Salaries and Wages		991,365	
Social Security		102,177	
Handling Charges and Administrative Costs		8,915	
Pensions		65,984	
Employee and Dependent Insurance		30,450	
Life Insurance		2,351	
Medical Insurance		102,466	
Dental Insurance		4,933	
Unemployment Compensation		3,943	
Local Retirement		52,312	
Communication		18,359	
Data Processing Services		17,646	
Dues and Memberships		1,265	
Janitorial Services		6,497	
Maintenance Agreements		13,231	
Maintenance and Repair Services - Buildings		35,069	
Maintenance and Repair Services - Vehicles		10,082	
Pest Control		1,175	
Postal Charges		2,899	
Printing, Stationery, and Forms		4,841	
Travel		10,883	
Data Processing Supplies		2,607	

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Local Health Center (Cont.)**

Drugs and Medical Supplies	\$	111,375	
Gasoline		9,247	
Office Supplies		6,056	
Utilities		4,001	
Liability Insurance		6,987	
In Service/Staff Development		282	
Data Processing Equipment		12,759	
Furniture and Fixtures		2,183	
Total Local Health Center			\$ 2,070,118

**Rabies and Animal Control**

Overtime Pay	\$	3,379	
Other Salaries and Wages		182,707	
Social Security		13,198	
Handling Charges and Administrative Costs		1,575	
Pensions		6,285	
Employee and Dependent Insurance		7,512	
Life Insurance		278	
Medical Insurance		17,824	
Dental Insurance		977	
Local Retirement		5,158	
Communication		3,784	
Data Processing Services		49	
Dues and Memberships		210	
Maintenance Agreements		851	
Maintenance and Repair Services - Buildings		4,382	
Maintenance and Repair Services - Vehicles		2,772	
Pest Control		625	
Printing, Stationery, and Forms		581	
Travel		92	
Veterinary Services		1,738	
Animal Food and Supplies		7,893	
Drugs and Medical Supplies		3,421	
Gasoline		8,071	
Office Supplies		221	
Uniforms		1,770	
Refunds		3,900	
In Service/Staff Development		709	
Total Rabies and Animal Control			279,962

**Other Local Welfare Services**

Contributions	\$	24,881	
Total Other Local Welfare Services			24,881

**Sanitation Education/Information**

Gasoline	\$	2,286	
Other Supplies and Materials		5,626	
Other Charges		12,387	
Total Sanitation Education/Information			20,299

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services

**Libraries**

Contributions	\$ 1,549,598	
Total Libraries		\$ 1,549,598

**Parks and Fair Boards**

Supervisor/Director	\$ 50,574	
Part-time Personnel	72	
Other Salaries and Wages	651,208	
Social Security	49,397	
Handling Charges and Administrative Costs	8,772	
Pensions	52,150	
Employee and Dependent Insurance	33,146	
Life Insurance	1,223	
Medical Insurance	99,047	
Dental Insurance	4,809	
Local Retirement	16,005	
Advertising	3,503	
Communication	5,335	
Maintenance and Repair Services - Equipment	222,091	
Travel	4,653	
Remittance of Revenue Collected	3,520	
Other Contracted Services	7,200	
Gasoline	36,644	
Office Supplies	4,026	
Utilities	1,011	
Other Charges	247	
Total Parks and Fair Boards		1,254,633

**Other Social, Cultural, and Recreational**

Overtime Pay	\$ 1	
Other Salaries and Wages	29,789	
Social Security	2,230	
Other Contracted Services	9,637	
Other Supplies and Materials	61,525	
Total Other Social, Cultural, and Recreational		103,182

Agriculture and Natural Resources

**Agricultural Extension Service**

Other Fringe Benefits	\$ 62,735	
Communication	2,456	
Contributions	5,000	
Travel	500	
Other Contracted Services	203,173	
Office Supplies	17,134	
In Service/Staff Development	9,060	
Data Processing Equipment	2,000	
Total Agricultural Extension Service		302,058

(Continued)



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

**General Fund (Cont.)**

Agriculture and Natural Resources (Cont.)

**Soil Conservation**

Other Salaries and Wages	\$	96,796	
Social Security		7,027	
Handling Charges and Administrative Costs		640	
Employee and Dependent Insurance		3,108	
Life Insurance		179	
Medical Insurance		7,251	
Dental Insurance		330	
Local Retirement		5,985	
Total Soil Conservation			\$ 121,316

**Flood Control**

Contributions	\$	86,310	
Total Flood Control			86,310

Other Operations

**Tourism**

Contributions	\$	100,000	
Total Tourism			100,000

**Industrial Development**

Contributions	\$	72,000	
Total Industrial Development			72,000

**Airport**

Handling Charges and Administrative Costs	\$	6,699	
Pensions		38,181	
Employee and Dependent Insurance		15,296	
Medical Insurance		74,045	
Dental Insurance		3,436	
Local Retirement		34,284	
Contributions		165,900	
Liability Insurance		37,862	
Total Airport			375,703

**Veterans' Services**

Part-time Personnel	\$	111,353	
Social Security		8,519	
Data Processing Services		2,768	
Dues and Memberships		50	
Travel		10,750	
Office Supplies		1,587	
Other Supplies and Materials		959	
Total Veterans' Services			135,986

**Other Charges**

Handling Charges and Administrative Costs	\$	14,210	
Disability Insurance		106,575	

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Other Charges (Cont.)**

Other Fringe Benefits	\$	5,685	
Medical and Dental Services		367,626	
Excess Risk Insurance		28,752	
Medical Claims		479	
Total Other Charges			\$ 523,327

**Employee Benefits**

Social Security	\$	15,759	
Life Insurance		4	
Termination Benefits		206,237	
Total Employee Benefits			222,000

**COVID-19 Grant #2**

Part-time Personnel	\$	134,999	
Other Salaries and Wages		67,000	
Social Security		15,453	
Advertising		87,582	
Communication		2,675	
Data Processing Services		24,000	
Utilities		400	
Other Supplies and Materials		66,279	
Communication Equipment		81,099	
Data Processing Equipment		1,285	
Site Development		44,750	
Health Equipment		220,825	
Total COVID-19 Grant #2			746,347

**Miscellaneous**

Social Security	\$	277	
Handling Charges and Administrative Costs		4,601	
Employee and Dependent Insurance		25	
Life Insurance		7	
Medical Insurance		369	
Dental Insurance		18	
Local Retirement		2	
Other Fringe Benefits		980	
Communication		750	
Consultants		4,000	
Contracts with Government Agencies		24,000	
Contributions		65,000	
Dues and Memberships		6,079	
Evaluation and Testing		136,705	
Legal Services		2,917	
Legal Notices, Recording, and Court Costs		41,918	
Postal Charges		165,163	
Remittance of Revenue Collected		64,818	
Other Contracted Services		133,214	

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Miscellaneous (Cont.)**

Utilities	\$	1,288,731	
Excess Risk Insurance		23,830	
Liability Insurance		1,685,766	
Refunds		350	
Trustee's Commission		802,388	
Fines, Assessments, and Penalties		77,953	
Other Charges		9,416	
Total Miscellaneous			\$ 4,539,277

Total General Fund \$ 60,032,402

**Juvenile Services Fund**

Public Safety

**Juvenile Services**

County Official/ Administrative Officer	\$	92,127
Supervisor/Director		277,554
Accountants/Bookkeepers		55,489
Social Workers		470,853
Paraprofessionals		228,700
Guards		449,432
Clerical Personnel		140,905
Part-time Personnel		29,839
Educational Incentive - Other County Employees		12,000
Overtime Pay		22,467
Social Security		129,116
Handling Charges and Administrative Costs		16,326
Pensions		75,094
Employee and Dependent Insurance		58,283
Life Insurance		2,300
Medical Insurance		177,073
Dental Insurance		7,892
Disability Insurance		3,063
Local Retirement		43,561
Other Fringe Benefits		345
Audit Services		5,000
Communication		14,115
Contributions		22,275
Data Processing Services		10,451
Maintenance and Repair Services - Buildings		20,302
Maintenance and Repair Services - Equipment		4,345
Maintenance and Repair Services - Vehicles		1,986
Medical and Dental Services		18,980
Printing, Stationery, and Forms		708
Travel		4,650
Other Contracted Services		78,154
Custodial Supplies		1,095
Food Supplies		20,170

(Continued)

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

**Juvenile Services Fund (Cont.)**

Public Safety (Cont.)

**Juvenile Services (Cont.)**

Gasoline	\$	2,448	
Instructional Supplies and Materials		168	
Office Supplies		4,030	
Prisoners Clothing		639	
Uniforms		725	
Utilities		38,115	
Other Supplies and Materials		3,271	
Excess Risk Insurance		2,216	
Liability Insurance		22,681	
Trustee's Commission		57,615	
Data Processing Equipment		11,560	
Office Equipment		770	
Other Equipment		1,036	
Total Juvenile Services			\$ 2,639,924

Other Operations

**Employee Benefits**

Social Security	\$	867	
Termination Benefits		11,336	
Total Employee Benefits			12,203

Total Juvenile Services Fund \$ 2,652,127

**Solid Waste/Sanitation Fund**

Public Health and Welfare

**Convenience Centers**

Truck Drivers	\$	57,819	
Part-time Personnel		382,771	
Overtime Pay		11,919	
Other Salaries and Wages		44,930	
Social Security		37,839	
Handling Charges and Administrative Costs		1,040	
Employee and Dependent Insurance		3,264	
Life Insurance		150	
Medical Insurance		12,021	
Dental Insurance		218	
Local Retirement		5,197	
Other Fringe Benefits		1,130	
Communication		7,528	
Lease/SBITA Payments		15,552	
Maintenance and Repair Services - Buildings		5,121	
Maintenance and Repair Services - Equipment		27,460	
Maintenance and Repair Services - Vehicles		47,181	
Medical and Dental Services		9,980	
Travel		1,736	
Gasoline		35,302	
Uniforms		652	

(Continued)

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

**Solid Waste/Sanitation Fund (Cont.)**

Public Health and Welfare (Cont.)

**Convenience Centers (Cont.)**

Utilities	\$	14,597	
Other Supplies and Materials		2,559	
Liability Insurance		8,599	
Trustee's Commission		21,621	
In Service/Staff Development		418	
Other Charges		18,224	
Solid Waste Equipment		46,067	
Total Convenience Centers			\$ 820,895

**Landfill Operation and Maintenance**

Contracts with Government Agencies	\$	401,887	
Other Contracted Services		304,974	
Total Landfill Operation and Maintenance			706,861

Other Operations

**Employee Benefits**

Social Security	\$	210	
Termination Benefits		2,744	
Total Employee Benefits			2,954

Total Solid Waste/Sanitation Fund \$ 1,530,710

**Special Purpose Fund**

Public Safety

**Correctional Incentive Program Improvements**

Probation Officer(s)	\$	472,365	
Salary Supplements		27,284	
Educational Incentive - Other County Employees		3,000	
Social Security		37,578	
Handling Charges and Administrative Costs		4,138	
Pensions		24,754	
Employee and Dependent Insurance		6,880	
Life Insurance		844	
Medical Insurance		45,294	
Dental Insurance		2,911	
Local Retirement		15,185	
Communication		9,256	
Data Processing Services		19,327	
Dues and Memberships		2,200	
Evaluation and Testing		10,930	
Maintenance and Repair Services - Buildings		4,869	
Maintenance and Repair Services - Vehicles		22,902	
Postal Charges		693	
Rentals		60,614	
Travel		710	
Other Contracted Services		14,700	
Office Supplies		37,966	

(Continued)

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

**Special Purpose Fund (Cont.)**

Public Safety (Cont.)

**Correctional Incentive Program Improvements (Cont.)**

Utilities	\$	8,043	
Other Charges		200	
Other Equipment		6,639	
Total Correctional Incentive Program Improvements			\$ 839,282

**Other Emergency Management**

Other Salaries and Wages	\$	7,200	
Social Security		413	
In Service/Staff Development		806	
Data Processing Equipment		23,352	
Law Enforcement Equipment		64,321	
Total Other Emergency Management			96,092

**Public Safety Grants Program**

Other Salaries and Wages	\$	187,241	
Social Security		14,021	
Handling Charges and Administrative Costs		1,372	
Pensions		5,094	
Employee and Dependent Insurance		2,165	
Life Insurance		259	
Medical Insurance		14,503	
Dental Insurance		1,250	
Local Retirement		9,020	
Communication		2,124	
Rentals		17,449	
Travel		22,058	
Other Contracted Services		25,459	
Office Supplies		11,789	
Utilities		3,900	
Other Charges		48,491	
Total Public Safety Grants Program			366,195

Public Health and Welfare

**Maternal and Child Health Services**

Part-time Personnel	\$	94,981	
Overtime Pay		899	
Other Salaries and Wages		2,383,217	
Social Security		180,443	
Handling Charges and Administrative Costs		22,099	
Pensions		61,983	
Employee and Dependent Insurance		80,916	
Life Insurance		3,952	
Medical Insurance		251,979	
Dental Insurance		12,939	
Local Retirement		114,705	
Advertising		32,348	
Communication		37,703	

(Continued)

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

**Special Purpose Fund (Cont.)**

Public Health and Welfare (Cont.)

**Maternal and Child Health Services (Cont.)**

Maintenance Agreements	\$	15,498	
Maintenance and Repair Services - Buildings		7,218	
Maintenance and Repair Services - Vehicles		4,726	
Postal Charges		2,679	
Printing, Stationery, and Forms		1,859	
Travel		23,312	
Remittance of Revenue Collected		100,934	
Drugs and Medical Supplies		136,915	
Office Supplies		22,585	
Utilities		73,925	
Other Supplies and Materials		239,115	
Liability Insurance		2,630	
Refunds		2,133	
Other Charges		103	
Communication Equipment		3,524	
Data Processing Equipment		9,929	
Total Maternal and Child Health Services			\$ 3,925,249

**Sanitation Education/Information**

Other Salaries and Wages	\$	2,274	
Other Supplies and Materials		7,726	
Other Charges		350	
Total Sanitation Education/Information			10,350

Other Operations

**Miscellaneous**

Trustee's Commission	\$	8,214	
Total Miscellaneous			8,214

Total Special Purpose Fund \$ 5,245,382

**Drug Control Fund**

Public Safety

**Drug Enforcement**

Law Enforcement Supplies	\$	20,528	
Refunds		9,280	
Trustee's Commission		547	
Law Enforcement Equipment		20,695	
Total Drug Enforcement			\$ 51,050

Total Drug Control Fund 51,050

**Constitutional Officers - Fees Fund**

Administration of Justice

**Chancery Court**

Constitutional Officers' Operating Expenses	\$	1,424	
Total Chancery Court			\$ 1,424

Total Constitutional Officers - Fees Fund 1,424

(Continued)

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

**Highway/Public Works Fund**

Other Operations

**Employee Benefits**

Social Security	\$	299	
Termination Benefits		3,914	
Total Employee Benefits			\$ 4,213

Highways

**Administration**

County Official/Administrative Officer	\$	131,500	
Clerical Personnel		213,183	
Educational Incentive - Official/Admin Officer		1,635	
Educational Incentive - Other County Employees		9,000	
Social Security		25,025	
Handling Charges and Administrative Costs		2,615	
Pensions		26,471	
Employee and Dependent Insurance		12,700	
Life Insurance		575	
Medical Insurance		29,927	
Dental Insurance		1,364	
Local Retirement		6,515	
Data Processing Services		11,601	
Dues and Memberships		5,484	
Maintenance and Repair Services - Buildings		1,854	
Maintenance and Repair Services - Office Equipment		371	
Postal Charges		155	
Printing, Stationery, and Forms		1,100	
Travel		1,583	
Data Processing Supplies		39,631	
Office Supplies		3,263	
Other Charges		286	
Total Administration			525,838

**Highway and Bridge Maintenance**

Materials Supervisor	\$	70,539	
Foremen		237,896	
Equipment Operators		362,701	
Truck Drivers		263,857	
Laborers		173,919	
Overtime Pay		4,457	
Social Security		79,818	
Handling Charges and Administrative Costs		13,333	
Pensions		40,595	
Employee and Dependent Insurance		49,581	
Life Insurance		1,762	
Medical Insurance		149,883	
Dental Insurance		6,384	
Local Retirement		46,734	
Other Contracted Services		75,263	
Asphalt - Cold Mix		42,561	

(Continued)



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

**Highway/Public Works Fund (Cont.)**

Highways (Cont.)

**Highway and Bridge Maintenance (Cont.)**

Asphalt - Liquid	\$	579,354	
Concrete		5,229	
Crushed Stone		405,729	
Riprap		68,564	
Pipe		26,307	
Road Signs		46,533	
Salt		10,061	
Sand		1,575	
Small Tools		4,494	
Uniforms		7,496	
Wood Products		9,984	
Gravel and Chert		214,117	
Chemicals		82,710	
Other Supplies and Materials		9,603	
Other Charges		1,000	
Total Highway and Bridge Maintenance			\$ 3,092,039

**Operation and Maintenance of Equipment**

Mechanic(s)	\$	54,358	
Overtime Pay		132	
Social Security		3,991	
Handling Charges and Administrative Costs		640	
Employee and Dependent Insurance		3,108	
Life Insurance		81	
Medical Insurance		7,251	
Dental Insurance		330	
Local Retirement		4,061	
Laundry Service		1,699	
Maintenance and Repair Services - Equipment		59,531	
Diesel Fuel		110,307	
Equipment and Machinery Parts		156,157	
Garage Supplies		6,540	
Gasoline		35,033	
Lubricants		7,117	
Small Tools		16,776	
Tires and Tubes		37,805	
Other Supplies and Materials		11,436	
In Service/Staff Development		6,700	
Other Capital Outlay		12,425	
Total Operation and Maintenance of Equipment			535,478

**Other Charges**

Communication	\$	23,766	
Contracts with Private Agencies		849	
Utilities		20,977	
Liability Insurance		52,971	
Trustee's Commission		71,198	
Total Other Charges			169,761

(Continued)

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

**Highway/Public Works Fund (Cont.)**

Highways (Cont.)

**Employee Benefits**

Handling Charges and Administrative Costs	\$	1,754	
Disability Insurance		4,013	
Other Fringe Benefits		926	
Medical and Dental Services		66,718	
Excess Risk Insurance		5,786	
Total Employee Benefits	\$		79,197

**Capital Outlay**

Engineering Services	\$	321,078	
Other Contracted Services		406,234	
Vehicle Parts		515	
Gravel and Chert		36,220	
Bridge Construction		354,240	
Building Improvements		43,867	
Highway Equipment		851,066	
Motor Vehicles		49,075	
Total Capital Outlay			2,062,295

Total Highway/Public Works Fund \$ 6,468,821

**General Debt Service Fund**

Principal on Debt

**General Government**

Principal on Bonds	\$	3,910,000	
Principal on Notes		206,250	
Total General Government	\$		4,116,250

**Education**

Principal on Bonds	\$	2,600,000	
Principal on Notes		618,750	
Principal on Other Loans		339,235	
Total Education			3,557,985

Interest on Debt

**General Government**

Interest on Bonds	\$	1,329,731	
Interest on Notes		39,075	
Total General Government			1,368,806

**Education**

Interest on Bonds	\$	1,830,544	
Interest on Notes		117,225	
Interest on Other Loans		663,291	
Total Education			2,611,060

(Continued)

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

**General Debt Service Fund (Cont.)**

Other Debt Service

**General Government**

Trustee's Commission	\$ 319,310	
Other Debt Service	<u>750</u>	
Total General Government		\$ 320,060

**Education**

Other Debt Service	\$ 45,073	
Total Education	<u>45,073</u>	

Total General Debt Service Fund \$ 12,019,234

**General Capital Projects Fund**

General Government

**Election Commission**

Voting Machines	\$ 24,903	
Total Election Commission		\$ 24,903

**County Buildings**

Building Improvements	\$ 189,375	
Motor Vehicles	<u>65,679</u>	
Total County Buildings		255,054

Finance

**Accounting and Budgeting**

Building Improvements	\$ 1,440	
Data Processing Equipment	<u>404,505</u>	
Total Accounting and Budgeting		405,945

**Property Assessor's Office**

Maintenance and Repair Services - Buildings	\$ 23,542	
Total Property Assessor's Office		23,542

**Data Processing**

Data Processing Services	\$ 353,905	
Communication Equipment	2,401	
Data Processing Equipment	17,685	
Motor Vehicles	<u>34,340</u>	
Total Data Processing		408,331

Administration of Justice

**Chancery Court**

Building Improvements	\$ 13,324	
Total Chancery Court		13,324

Public Safety

**Sheriff's Department**

Building Improvements	\$ 13,478	
Law Enforcement Equipment	166,030	
Motor Vehicles	<u>1,051,575</u>	
Total Sheriff's Department		1,231,083

(Continued)

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

**General Capital Projects Fund (Cont.)**

Public Safety (Cont.)

**Special Patrols**

Other Equipment	\$ 519,438	
Total Special Patrols		\$ 519,438

**Jail**

Law Enforcement Equipment	\$ 1,197	
Total Jail		1,197

**Fire Prevention and Control**

Communication Equipment	\$ 123,023	
Motor Vehicles	38,176	
Other Equipment	1,059,908	
Total Fire Prevention and Control		1,221,107

**Civil Defense**

Communication Equipment	\$ 20,951	
Heating and Air Conditioning Equipment	9,840	
Other Equipment	40,346	
Total Civil Defense		71,137

**Inspection and Regulation**

Motor Vehicles	\$ 21,779	
Total Inspection and Regulation		21,779

Public Health and Welfare

**Local Health Center**

Maintenance and Repair Services - Buildings	\$ 176,700	
Total Local Health Center		176,700

**Convenience Centers**

Site Development	\$ 8,793	
Solid Waste Equipment	89,002	
Total Convenience Centers		97,795

Social, Cultural, and Recreational Services

**Libraries**

Contributions	\$ 35,557	
Maintenance and Repair Services - Buildings	2,336	
Total Libraries		37,893

**Parks and Fair Boards**

Motor Vehicles	\$ 60,099	
Other Capital Outlay	220,448	
Total Parks and Fair Boards		280,547

Other Operations

**Airport**

Airport Improvement	\$ 523,125	
Total Airport		523,125

(Continued)

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

**General Capital Projects Fund (Cont.)**

Other Operations (Cont.)

**Miscellaneous**

Trustee's Commission	\$ 106,247	
Total Miscellaneous		\$ 106,247

Principal on Debt

**General Government**

Principal on Other Loans	\$ 192,693	
Total General Government		192,693

Interest on Debt

**General Government**

Interest on Other Loans	\$ 24,686	
Total General Government		<u>24,686</u>

Total General Capital Projects Fund \$ 5,636,526

**Community Development/Industrial Park Fund**

Other Operations

**Industrial Development**

Contributions	\$ 125,000	
Road Signs	4,149	
Trustee's Commission	<u>166</u>	
Total Industrial Development		\$ <u>129,315</u>

Total Community Development/Industrial Park Fund 129,315

**Other Capital Projects Fund**

Capital Outlay

**Regular Capital Outlay**

Building Construction	\$ 911,292	
Total Regular Capital Outlay		\$ 911,292

Capital Projects

**Education Capital Projects**

Contributions	\$ 15,436,797	
Total Education Capital Projects		<u>15,436,797</u>

Total Other Capital Projects Fund 16,348,089

Total Governmental Funds - Primary Government \$ 110,115,080

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

Discretely Presented Madison County School Department

**For the Year Ended June 30, 2024****General Purpose School Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$	40,244,663	
Career Ladder Program		64,155	
Homebound Teachers		62,267	
Salary Supplements		817,519	
Educational Assistants		1,426,026	
Bonus Payments		897,900	
Other Salaries and Wages		237,503	
Certified Substitute Teachers		98,355	
Non-certified Substitute Teachers		360,000	
Social Security		3,171,426	
Pensions		3,198,510	
Life Insurance		75,965	
Medical Insurance		4,216,817	
Dental Insurance		137,056	
Local Retirement		44,050	
Other Fringe Benefits		335,801	
Tuition		79,897	
Other Contracted Services		142,311	
Instructional Supplies and Materials		267,663	
Textbooks - Bound		60,851	
Software		26,483	
Other Supplies and Materials		160,491	
TISA - On-behalf Payments		142,259	
Regular Instruction Equipment		500,977	
Total Regular Instruction Program	\$		56,768,945

**Special Education Program**

Teachers	\$	6,035,552
Career Ladder Program		17,200
Homebound Teachers		103,388
Educational Assistants		1,115,414
Speech Pathologist		628,139
Bonus Payments		468,912
Certified Substitute Teachers		5,618
Non-certified Substitute Teachers		50,700
Social Security		572,900
Pensions		508,177
Life Insurance		13,264
Medical Insurance		696,529
Dental Insurance		27,455
Local Retirement		30,196
Contracts with Other Public Agencies		524,165
Contracts with Private Agencies		109,877
Other Contracted Services		24,980
Instructional Supplies and Materials		16,721
Other Supplies and Materials		6,694

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Instruction (Cont.)

**Special Education Program (Cont.)**

TISA - On-behalf Payments	\$	32,943	
Special Education Equipment		19,292	
Total Special Education Program			\$ 11,008,116

**Career and Technical Education Program**

Teachers	\$	2,672,519	
Career Ladder Program		1,000	
Bonus Payments		3,450	
Other Salaries and Wages		377,148	
Certified Substitute Teachers		5,670	
Non-certified Substitute Teachers		24,880	
Social Security		220,870	
Pensions		217,120	
Life Insurance		5,260	
Medical Insurance		266,527	
Dental Insurance		9,953	
Local Retirement		2,977	
Maintenance and Repair Services - Buildings		2,765	
Tuition		1,109	
Other Contracted Services		166,673	
Instructional Supplies and Materials		111,727	
Textbooks - Electronic		43,367	
Textbooks - Bound		1,256	
Uniforms		868	
Software		6,942	
Other Supplies and Materials		3,067	
In Service/Staff Development		24,849	
Other Charges		58,965	
Vocational Instruction Equipment		1,453,686	
Total Career and Technical Education Program			5,682,648

## Support Services

**Attendance**

Supervisor/Director	\$	105,752	
Other Salaries and Wages		55,199	
Social Security		12,237	
Pensions		13,274	
Life Insurance		302	
Medical Insurance		5,276	
Travel		791	
Software		94,717	
Other Supplies and Materials		932	
In Service/Staff Development		5,657	
Attendance Equipment		3,994	
Total Attendance			298,131

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Health Services**

Medical Personnel	\$	1,096,055	
Other Salaries and Wages		50,939	
Social Security		82,785	
Pensions		92,922	
Life Insurance		1,946	
Medical Insurance		90,694	
Dental Insurance		3,603	
Travel		2,374	
Software		13,827	
Other Supplies and Materials		20,302	
In Service/Staff Development		3,402	
Total Health Services			\$ 1,458,849

**Other Student Support**

Supervisor/Director	\$	109,546	
Career Ladder Program		3,100	
Guidance Personnel		2,451,310	
Psychological Personnel		425,269	
Social Workers		166,467	
Assessment Personnel		30,759	
Clerical Personnel		117,993	
Attendants		83,634	
School Resource Officer		3,244	
Bonus Payments		24,200	
Other Salaries and Wages		472,140	
Social Security		267,870	
Pensions		243,617	
Life Insurance		6,736	
Medical Insurance		331,837	
Dental Insurance		11,659	
Local Retirement		15,621	
Advertising		10,400	
Contracts with Government Agencies		140,810	
Internet Connectivity		840,088	
Travel		24,996	
Other Contracted Services		61,997	
Instructional Supplies and Materials		981	
Office Supplies		995	
Software		2,382	
Other Supplies and Materials		27,078	
In Service/Staff Development		29,617	
Other Charges		34,893	
Other Equipment		34,246	
Total Other Student Support			5,973,485

(Continued)



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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Regular Instruction Program**

Supervisor/Director	\$	218,524	
Career Ladder Program		15,340	
Librarians		1,230,071	
Clerical Personnel		101,354	
Other Salaries and Wages		674,917	
Certified Substitute Teachers		210	
In-service Training		880	
Social Security		145,848	
Pensions		142,903	
Life Insurance		3,682	
Medical Insurance		180,188	
Dental Insurance		6,191	
Local Retirement		1,008	
Travel		13,242	
Other Contracted Services		78,087	
Library Books/Media		23,577	
Office Supplies		7,384	
Software		16,412	
Other Supplies and Materials		18,300	
In Service/Staff Development		84,434	
Other Charges		19,145	
Other Equipment		83,380	
Total Regular Instruction Program	\$		3,065,077

**Special Education Program**

Supervisor/Director	\$	188,551	
Bonus Payments		350	
Other Salaries and Wages		551,249	
Social Security		52,313	
Pensions		47,140	
Life Insurance		1,375	
Medical Insurance		75,330	
Dental Insurance		1,881	
Local Retirement		4,624	
Contracts with Private Agencies		2,884	
Travel		15,118	
Other Supplies and Materials		25,610	
In Service/Staff Development		9,721	
Total Special Education Program			976,146

**Career and Technical Education Program**

Supervisor/Director	\$	102,498	
Social Security		7,658	
Pensions		7,066	
Life Insurance		202	
Medical Insurance		5,345	

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Career and Technical Education Program (Cont.)**

Dental Insurance	\$	140	
Maintenance and Repair Services - Equipment		4,539	
Travel		40,515	
Uniforms		757	
Other Supplies and Materials		1,691	
In Service/Staff Development		9,209	
Other Charges		2,413	
Total Career and Technical Education Program			\$ 182,033

**Technology**

Supervisor/Director	\$	117,066	
Other Salaries and Wages		179,088	
Social Security		21,118	
Pensions		15,232	
Life Insurance		561	
Medical Insurance		34,729	
Dental Insurance		830	
Local Retirement		6,560	
Communication		293,019	
Data Processing Services		762,405	
Lease/SBITA Payments		208,015	
Internet Connectivity		72,807	
Travel		27	
Other Contracted Services		288,083	
Data Processing Supplies		325,143	
Uniforms		342	
Cabling		8,684	
Other Supplies and Materials		18,736	
In Service/Staff Development		330	
Other Equipment		5,272	
Total Technology			2,358,047

**Other Programs**

On-behalf Payments to OPEB	\$	458,901	
Total Other Programs			458,901

**Board of Education**

Secretary to Board	\$	56,842	
Board and Committee Members Fees		58,500	
Social Security		8,807	
Life Insurance		109	
Unemployment Compensation		27,719	
Local Retirement		2,274	
Contributions		300	
Dues and Memberships		13,958	
Legal Services		164,610	

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Board of Education (Cont.)**

Other Contracted Services	\$	175	
Software		2,000	
Other Supplies and Materials		4,550	
Trustee's Commission		665,258	
Workers' Compensation Insurance		597,651	
In Service/Staff Development		61,984	
Other Charges		16,195	
Total Board of Education			\$ 1,680,932

**Director of Schools**

County Official/ Administrative Officer	\$	229,300	
Assistant(s)		312,934	
Career Ladder Program		2,000	
Secretary(ies)		92,947	
Bonus Payments		34,450	
Other Salaries and Wages		189,237	
Social Security		60,046	
Pensions		51,513	
Life Insurance		1,521	
Medical Insurance		71,868	
Dental Insurance		2,125	
Local Retirement		3,834	
Other Fringe Benefits		33,855	
Dues and Memberships		7,640	
Postal Charges		4,975	
Travel		4,296	
Other Contracted Services		1,483	
Office Supplies		733	
Software		139	
Other Supplies and Materials		945	
In Service/Staff Development		15,592	
Other Charges		3,245	
Administration Equipment		3,012	
Total Director of Schools			1,127,690

**Office of the Principal**

Principals	\$	2,712,018	
Career Ladder Program		12,000	
Assistant Principals		3,378,713	
Secretary(ies)		1,726,127	
Clerical Personnel		35,965	
Other Salaries and Wages		417,318	
Social Security		595,434	
Pensions		495,231	
Life Insurance		15,066	
Medical Insurance		689,370	

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Office of the Principal (Cont.)**

Dental Insurance	\$	26,799	
Local Retirement		65,723	
Travel		3,599	
Other Supplies and Materials		11,327	
In Service/Staff Development		8,295	
Total Office of the Principal			\$ 10,192,985

**Fiscal Services**

Supervisor/Director	\$	86,781	
Accountants/Bookkeepers		53,452	
Social Security		10,434	
Pensions		9,546	
Life Insurance		263	
Medical Insurance		5,697	
Dental Insurance		489	
Local Retirement		2,138	
Dues and Memberships		1,378	
Travel		331	
Other Contracted Services		362,249	
Office Supplies		324	
In Service/Staff Development		7,659	
Administration Equipment		1,200	
Total Fiscal Services			541,941

**Human Services/Personnel**

Supervisor/Director	\$	214,670	
Clerical Personnel		51,802	
Other Salaries and Wages		261,246	
Social Security		38,103	
Pensions		28,791	
Life Insurance		992	
Medical Insurance		28,905	
Dental Insurance		2,074	
Local Retirement		9,654	
Dues and Memberships		375	
Travel		337	
Other Contracted Services		3,625	
Office Supplies		2,033	
Software		24,301	
Other Supplies and Materials		4,051	
In Service/Staff Development		6,300	
Other Charges		2,609	
Administration Equipment		1,500	
Total Human Services/Personnel			681,368

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Operation of Plant**

Supervisor/Director	\$	110,231	
Secretary(ies)		51,604	
Custodial Personnel		84,484	
Social Security		18,051	
Pensions		15,641	
Life Insurance		427	
Medical Insurance		20,618	
Dental Insurance		354	
Local Retirement		1,692	
Communication		260	
Dues and Memberships		110	
Lease/SBITA Payments		75,611	
Other Contracted Services		2,825,780	
Electricity		2,342,864	
Natural Gas		361,885	
Uniforms		522	
Water and Sewer		319,621	
Other Supplies and Materials		11,472	
Building and Contents Insurance		2,066,130	
Plant Operation Equipment		31,870	
Total Operation of Plant	\$		8,339,227

**Maintenance of Plant**

Supervisor/Director	\$	87,377	
Secretary(ies)		105,124	
Other Salaries and Wages		1,696,535	
Social Security		136,482	
Pensions		88,659	
Life Insurance		3,267	
Medical Insurance		195,663	
Dental Insurance		6,406	
Local Retirement		58,085	
Other Contracted Services		278,164	
Gasoline		20,000	
Uniforms		2,433	
Software		17,912	
Other Supplies and Materials		458,373	
In Service/Staff Development		907	
Administration Equipment		110,957	
Maintenance Equipment		2,500	
Other Equipment		191,851	
Total Maintenance of Plant			3,460,695

**Transportation**

Supervisor/Director	\$	145,238
Mechanic(s)		335,489

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Support Services (Cont.)

**Transportation (Cont.)**

Bus Drivers	\$	2,424,751	
Other Salaries and Wages		995,082	
Social Security		285,492	
Pensions		133,368	
Life Insurance		5,569	
Medical Insurance		300,030	
Dental Insurance		13,193	
Local Retirement		96,271	
Contracts with Parents		9,490	
Maintenance and Repair Services - Vehicles		11,872	
Travel		459	
Other Contracted Services		64,480	
Diesel Fuel		577,576	
Gasoline		141,743	
Lubricants		24,664	
Office Supplies		2,391	
Tires and Tubes		63,814	
Uniforms		1,979	
Vehicle Parts		229,836	
Software		104,193	
Other Supplies and Materials		8,699	
In Service/Staff Development		2,895	
Other Charges		1,830	
Administration Equipment		8,064	
Total Transportation			\$ 5,988,468

## Operation of Non-Instructional Services

**Community Services**

Other Salaries and Wages	\$	116,650	
Social Security		8,279	
Pensions		7,342	
Life Insurance		182	
Medical Insurance		13,429	
Dental Insurance		437	
Local Retirement		842	
Advertising		38,997	
Communication		11,166	
Contributions		36,361	
Dues and Memberships		590	
Travel		629	
Other Contracted Services		2,176	
Other Supplies and Materials		3,759	
In Service/Staff Development		69	
Other Charges		2,375	
Total Community Services			243,283

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**General Purpose School Fund (Cont.)**

## Operation of Non-Instructional Services (Cont.)

**Early Childhood Education**

Teachers	\$	1,759,951	
Guidance Personnel		61,575	
Educational Assistants		659,385	
Other Salaries and Wages		285	
Certified Substitute Teachers		8,242	
Non-certified Substitute Teachers		20,520	
Social Security		179,771	
Pensions		150,489	
Life Insurance		4,559	
Medical Insurance		250,127	
Dental Insurance		9,943	
Local Retirement		16,151	
Travel		255	
Other Contracted Services		576	
Instructional Supplies and Materials		20,395	
Software		5,000	
In Service/Staff Development		2,590	
Regular Instruction Equipment		4,609	
Total Early Childhood Education			\$ 3,154,423

## Capital Outlay

**Regular Capital Outlay**

Other Contracted Services	\$	1,230,184	
Building Improvements		244,654	
Total Regular Capital Outlay			1,474,838

## Other Debt Service

**Education**

Debt Service Contribution to Primary Government	\$	1,112,500	
Total Education			1,112,500

Total General Purpose School Fund \$ 126,228,728

**School Federal Projects Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$	1,607,226	
Educational Assistants		246,874	
Bonus Payments		186,500	
Other Salaries and Wages		3,063,295	
Non-certified Substitute Teachers		366	
Social Security		321,430	
Pensions		286,422	
Life Insurance		6,822	
Medical Insurance		347,837	
Dental Insurance		12,495	

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Instruction (Cont.)

**Regular Instruction Program (Cont.)**

Local Retirement	\$	9,364	
Retirement - Hybrid Stabilization		19	
Tuition		139,948	
Other Contracted Services		69,684	
Instructional Supplies and Materials		949,249	
Textbooks - Electronic		348,152	
Textbooks - Bound		150,000	
Software		1,569,784	
Other Supplies and Materials		11,508	
Regular Instruction Equipment		1,327,251	
Total Regular Instruction Program			\$ 10,654,226

**Alternative Instruction Program**

Teachers	\$	287,375	
Educational Assistants		22,318	
Social Security		18,991	
Pensions		16,784	
Life Insurance		466	
Medical Insurance		22,908	
Dental Insurance		1,068	
Local Retirement		893	
Total Alternative Instruction Program			370,803

**Special Education Program**

Teachers	\$	20,060	
Educational Assistants		2,010,689	
Speech Pathologist		104,293	
Social Security		153,030	
Pensions		62,752	
Life Insurance		3,578	
Medical Insurance		220,047	
Dental Insurance		10,070	
Local Retirement		53,052	
Contracts with Private Agencies		22,700	
Other Contracted Services		18,418	
Instructional Supplies and Materials		248,434	
Other Supplies and Materials		78,356	
Special Education Equipment		211,950	
Total Special Education Program			3,217,429

**Career and Technical Education Program**

Teachers	\$	53,867	
Educational Assistants		23,491	
Other Salaries and Wages		44,970	
Social Security		8,324	
Pensions		9,229	

(Continued)



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

Discretely Presented Madison County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Instruction (Cont.)

**Career and Technical Education Program (Cont.)**

Life Insurance	\$	225	
Medical Insurance		16,473	
Dental Insurance		809	
Local Retirement		940	
Instructional Supplies and Materials		61,730	
Textbooks - Electronic		16,096	
Software		2,600	
Other Supplies and Materials		72,735	
Vocational Instruction Equipment		1,566	
Total Career and Technical Education Program			\$ 313,055

## Support Services

**Attendance**

Other Salaries and Wages	\$	63,828	
Social Security		4,774	
Life Insurance		119	
Medical Insurance		5,792	
Local Retirement		3,191	
Total Attendance			77,704

**Health Services**

Medical Personnel	\$	6,005	
Other Salaries and Wages		46,194	
Social Security		3,821	
Pensions		4,026	
Life Insurance		98	
Medical Insurance		4,656	
Dental Insurance		191	
Retirement - Hybrid Stabilization		155	
Total Health Services			65,146

**Other Student Support**

Guidance Personnel	\$	392,902	
Assessment Personnel		36,932	
Clerical Personnel		12,155	
Bonus Payments		658,088	
Other Salaries and Wages		707,297	
Social Security		129,743	
Pensions		104,245	
Life Insurance		1,806	
Medical Insurance		89,178	
Dental Insurance		2,475	
Local Retirement		13,438	
Travel		19,245	
Other Contracted Services		240,838	
Other Supplies and Materials		127,350	

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Other Student Support (Cont.)**

In Service/Staff Development	\$	18,188	
Other Charges		106,937	
Other Equipment		123,086	
Total Other Student Support			\$ 2,783,903

**Regular Instruction Program**

Supervisor/Director	\$	427,325	
Clerical Personnel		95,144	
Other Salaries and Wages		1,739,759	
Social Security		152,598	
Pensions		142,470	
Life Insurance		2,492	
Medical Insurance		78,476	
Dental Insurance		2,694	
Local Retirement		2,181	
Travel		557	
Other Contracted Services		204,861	
Other Supplies and Materials		39,929	
In Service/Staff Development		630,388	
Other Equipment		11,000	
Total Regular Instruction Program			3,529,874

**Alternative Instruction Program**

Other Contracted Services	\$	453,560	
Total Alternative Instruction Program			453,560

**Special Education Program**

Supervisor/Director	\$	93,929	
Medical Personnel		281,644	
Assessment Personnel		125,860	
Secretary(ies)		38,890	
Other Salaries and Wages		519,018	
In-service Training		34,060	
Social Security		78,263	
Pensions		53,610	
Life Insurance		1,728	
Medical Insurance		101,039	
Dental Insurance		3,361	
Local Retirement		11,621	
Evaluation and Testing		9,944	
Other Contracted Services		10,387	
Other Supplies and Materials		37,439	
In Service/Staff Development		14,297	
Other Equipment		128,844	
Total Special Education Program			1,543,934

(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Career and Technical Education Program**

Clerical Personnel	\$	7,589	
Social Security		462	
Pensions		835	
Life Insurance		14	
Medical Insurance		1,823	
Dental Insurance		53	
In Service/Staff Development		1,401	
Other Charges		4,000	
Total Career and Technical Education Program			\$ 16,177

**Technology**

Other Salaries and Wages	\$	222,384	
Social Security		15,814	
Pensions		9,000	
Life Insurance		301	
Medical Insurance		18,230	
Dental Insurance		175	
Local Retirement		3,812	
Other Contracted Services		17,261	
Software		8,800	
Other Equipment		50,851	
Total Technology			346,628

**Office of the Principal**

Principals	\$	103,392	
Social Security		7,192	
Pensions		7,041	
Life Insurance		194	
Medical Insurance		12,048	
Dental Insurance		361	
Total Office of the Principal			130,228

**Operation of Plant**

Custodial Personnel	\$	156,126	
Other Salaries and Wages		11,625	
Social Security		12,757	
Life Insurance		263	
Medical Insurance		1,606	
Dental Insurance		262	
Local Retirement		4,688	
Other Contracted Services		26,250	
Custodial Supplies		4,224	
Total Operation of Plant			217,801

**Transportation**

Bus Drivers	\$	108	
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(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**School Federal Projects Fund (Cont.)**

## Support Services (Cont.)

**Transportation (Cont.)**

Other Salaries and Wages	\$	2,700	
Social Security		210	
Pensions		173	
Local Retirement		16	
Contracts with Vehicle Owners		38,280	
Other Supplies and Materials		150	
Total Transportation			\$ 41,637

## Capital Outlay

**Regular Capital Outlay**

Building Improvements	\$	5,722,008	
Other Capital Outlay		1,883,210	
Total Regular Capital Outlay			<u>7,605,218</u>

Total School Federal Projects Fund	\$	31,367,323
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**Central Cafeteria Fund**

## Operation of Non-Instructional Services

**Food Service**

Supervisor/Director	\$	91,922	
Accountants/Bookkeepers		95,692	
Cafeteria Personnel		2,064,612	
Other Salaries and Wages		290,732	
Social Security		187,823	
Pensions		104,018	
Life Insurance		4,300	
Medical Insurance		158,540	
Dental Insurance		10,339	
Unemployment Compensation		1,172	
Local Retirement		65,849	
Other Fringe Benefits		3,997	
Communication		7,598	
Maintenance and Repair Services - Equipment		54,691	
Travel		10,180	
Other Contracted Services		95,925	
Food Supplies		5,096,372	
Uniforms		6,244	
USDA - Commodities		473,981	
Other Supplies and Materials		388,813	
Trustee's Commission		2,511	
In Service/Staff Development		14,354	
Food Service Equipment		153,168	
Total Food Service			<u>\$ 9,382,833</u>

Total Central Cafeteria Fund		9,382,833
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(Continued)

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

Discretely Presented Madison County School Department (Cont.)

**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

Other Charges

\$ 1,738,715

Total Community Services

\$ 1,738,715

Total Internal School Fund

\$ 1,738,715

**Education Capital Projects Fund**

Capital Outlay

**Regular Capital Outlay**

Engineering Services

\$ 305,107

Building Construction

15,131,690

Total Regular Capital Outlay

\$ 15,436,797

Capital Projects

**Education Capital Projects**

Trustee's Commission

\$ 900

Building Improvements

28,500

Transportation Equipment

1,516,802

Total Education Capital Projects

1,546,202

Total Education Capital Projects Fund

16,982,999

Total Governmental Funds - Madison County School Department

\$ 185,700,598

## 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***

Madison County Mayor and  
Board of County Commissioners  
Madison 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 Madison County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Madison County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated November 27, 2024. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Madison County School Department (a discretely presented component unit), as described in our report on Madison 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 Madison County's internal control over financial reporting (internal control) as a basis for designing the 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 Madison County's internal control. Accordingly, we do not express an opinion on the effectiveness of Madison 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 2024-004.

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: 2024-001 and 2024-007.

### Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Madison County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2024-002, 2024-005, 2024-006, and 2024-008.


### Madison County's Responses to Findings

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

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 27, 2024

JEM/gc





JASON E. MUMPOWER  
*Comptroller*

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

Madison County Mayor and  
Board of County Commissioners  
Madison 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 Madison 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 Madison County's major federal programs for the year ended June 30, 2024. Madison 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, Madison 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 Madison 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 Madison 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 Madison 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 Madison 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 Madison 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 Madison 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 Madison 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 Madison 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 Madison County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Madison County's basic financial statements. We issued our report thereon dated November 27, 2024, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 27, 2024

JEM/gc

**MADISON COUNTY, TENNESSEE, AND THE MADISON COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11)**  
**For the Year-Ended June 30, 2024**

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 2,931,126
National School Lunch Program	10.555	N/A	5,444,306 (10)
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program(Commodities - Noncash Assistance)	10.555	N/A	473,981 (10)
Passed-through State Department of Health:			
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-22-71934	807,067
Total U.S. Department of Agriculture			<u>\$ 9,656,480</u>
U.S. Department of Justice:			
Passed-through State Commission on Children and Youth:			
Juvenile Justice and Delinquency Prevention	16.540	(5)	\$ 35,304
Passed-through State Office of Criminal Justice Programs:			
Crime Victim Assistance	16.575	(5)	99,896
Edward Byrne Memorial Justice Assistance Grant Program	16.738	35490	1,089
Passed-through State Department of Mental Health and Substance Abuse Services:			
Treatment Court Discretionary Grant Program	16.585	77260	20,410
Direct Program:			
Body Worn Camera Policy and Implementation	16.835	N/A	80,000
Total U.S. Department of Justice			<u>\$ 236,699</u>
U.S. Department of Transportation:			
Passed-through State Department of Safety and Homeland Security:			
Highway Safety Cluster: (4)			
State and Community Highway Safety	20.600	(6)	\$ 8,438
Alcohol Open Container Requirements	20.607	(7)	55,825
Total U.S. Department of Transportation			<u>\$ 64,263</u>
U.S. Department of the Treasury:			
Passed-through State Department of Environment and Conservation:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	32701-05092	\$ 207,503 (10)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	N/A	575,430 (10)
Total U.S. Department of the Treasury			<u>\$ 782,933</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	N/A	\$ 8,267,001
Special Education Cluster: (4)			
Special Education Grants to States	84.027	N/A	4,298,178 (10)
COVID 19 - Special Education Grants to States (ARP)	84.027X	N/A	294,722 (10)
Special Education Preschool Grants	84.173	N/A	145,494
Career and Technical Education -- Basic Grants to States	84.048	N/A	253,888
Education for Homeless Children and Youth	84.196	N/A	60,351
English Language Acquisition State Grants	84.365	N/A	67,013
Supporting Effective Instruction State Grants	84.367	N/A	871,614
Student Support and Academic Enrichment Program	84.424	N/A	491,287
COVID 19 - Education Stabilization Fund Program -- Elementary and Secondary			
School Emergency Relief Fund (ESSER II)	84.425D	N/A	2,832,960 (10)
COVID 19 - Education Stabilization Fund Program -- Elementary and Secondary			
School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	12,333,396 (10)
COVID 19 - Education Stabilization Fund Program -- Elementary and Secondary			
School Emergency Relief Fund - Homeless Children and Youth (ESSER ARP)	84.425W	N/A	14,249 (10)
Passed-through State Department of Human Services:			
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	34570-51222	120,237
Total U.S. Department of Education			<u>\$ 30,050,390</u>

(Continued)

**MADISON COUNTY, TENNESSEE, AND THE MADISON COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (Cont.)**

<b>Federal/Pass-through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Passed-through Entity Identifying Number</b>	<b>Expenditures</b>
U.S. Election Assistance Commission:			
Passed-through Tennessee Secretary of State:			
HAVA Election Security Grants	90.404	30501-02524-257	\$ 22,835
Total U.S. Election Assistance Commission			<u>\$ 22,835</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Public Health Emergency Preparedness	93.069	GG-23-74723-00	\$ 371,132
Injury Prevention and Control Research and State and Community Based Programs	93.136	GG-24-82444	60,795
Family Planning Services	93.217	GG-23-73749	111,926
Immunization Cooperative Agreements	93.268	GG-23-76026	93,163
Racial and Ethnic Approaches to Community Health	93.305	GG-20-64975	56,410
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) (ARP)	93.323	GG-20-68023	1,002,451
The National Cardiovascular Health Program	93.426	GG-20-62388	101
CCDF Cluster: (4)			
Child Care and Development Block Grant	93.575	N/A	30,800
Medicaid Cluster: (4)			
Medical Assistance Program	93.778	GG2062935	535,668
National Bioterrorism Hospital Preparedness Program	93.889	GG-23-74723-00	70,759
Cooperative Agreements to Support State-Based Safe Motherhood and Infant Health Initiative Programs	93.946	GU-19-60694-01	1,500
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	GG-23-81643-00	82,479
Preventive Health and Health Services Block Grant	93.991	GG-21-65376	106,644
Maternal and Child Health Services Block Grant to the States	93.994	(8)	91,496
Direct Program:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	148,103
Passed-through State Department of Education:			
Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	N/A	45,407
Total U.S. Department of Health and Human Services			<u>\$ 2,808,834</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	(9)	\$ 775,470
Hazard Mitigation Grant	97.039	4609-0011	865,727
Emergency Management Performance Grants	97.042	34101-38823	104,045
Homeland Security Grant Program	97.067	34101-21422	22,150
Total U.S. Department of Homeland Security			<u>\$ 1,767,392</u>
Total Expenditures of Federal Grants			<u>\$ 45,389,826</u>
<b>State Grants</b>		<b>Contract Number</b>	
Access and Visitation Program - State Administrative Office of the Courts	N/A	(5)	\$ 6,600
Parent Education and Mediation Fund - State Administrative Office of the Courts	N/A	(5)	18,333
Direct Appropriations Grant - Senior Center - State Commission on Aging and Disability	N/A	(5)	50,000
Child and Family Intervention Services - State Department of Children's Services	N/A	(5)	135,375
State Supplement Juvenile Improvement Funds - State Department of Children's Services	N/A	35910-10162	9,000
Rescue Squad Grant Program - State Department of Commerce and Insurance	N/A	33501-2425643	36,548
Coordinated School Health - State Department of Education	N/A	N/A	
COVID 19 - Summer Learning Camps Grant - State Department of Education	N/A	N/A	1,234,498
COVID 19 - Summer Learning Camps Grant - Transportation - State Department of Education	N/A	N/A	109,866
Early Childhood Education - State Department of Education	N/A	N/A	1,632,645
Innovative School Models - State Department of Education	N/A	N/A	2,672,773
Public School Security Grant - State Department of Education	N/A	N/A	195,924
Safe Schools - State Department of Education	N/A	N/A	34,376
State School Improvement Grant (SSIG) - State Department of Education	N/A	N/A	399,172
State Special Education Preschool Grant - State Department of Education	N/A	N/A	8,687
2023 Direct Appropriations Grant - State Department of Health	N/A	(5)	177,200
Administering Environmental Health Programs - State Department of Health	N/A	GU-23-74294-00	3,330
Community Health Access and Navigation in Tennessee (CHANT) Program - State Department of Health	N/A	GG-24-76717-01	52,244
Family Planning Services - State Department of Health	N/A	GG-23-73749	27,968

(Continued)

**MADISON COUNTY, TENNESSEE, AND THE MADISON COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (11) (Cont.)**

	Assistance Listing Number	Contract Number	Expenditures
<b>State Grants (Cont.)</b>			
Grant In Aid - State Department of Health	N/A	GG-24-286293-00	\$ 355,644
Immunization Cooperative Agreements - State Department of Health	N/A	GG-23-76026	24,716
Metro TD Control and Prevention - State Department of Health	N/A	GG-24-79149-00	118,778
Sexually Transmitted Diseases (STD) Prevention and Control Grants - State Department of Health	N/A	GG-23-81643-00	20,334
Tobacco Prevention and Cessation Services - State Department of Health	N/A	GG-24-77284-00	70,825
Voluntary Acknowledgments of Paternity Program - State Department of Health	N/A	VAP2710	760
Archives Development Grant - State Department of Library and Archives	N/A	(5)	3,159
Addiction Recovery Program Recovery Court - State Department of Mental Health and Substance Abuse Services	N/A	(5)	19,998
Crisis Intervention Team in Tennessee - State Department of Mental Health and Substance Abuse Services	N/A	(5)	71,524
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	79120	165,785
Disaster Grants - Public Assistance (Presidentially Declared Disasters) - State Department of Military	N/A	81894-48210	10,414
Hazard Mitigation Grant - State Department of Military	N/A	(5)	45,565
Statewide School Resource Officer Grant Program - State Department of Safety and Homeland Security	N/A	34901-01482	1,822,379
Litter Program - State Department of Transportation	N/A	(5)	17,343
Direct Appropriations Grant - Mental Health Transport - State Office of Criminal Justice Programs	N/A	65687-MHT	209,991
Evidence Based Programing - State Office of Criminal Justice Programs	N/A	45648	225,267
Victim Services State Grant - State Office of Criminal Justice Programs	N/A	79135-VSSG	34,790
Violent Crime Intervention Fund - State Office of Criminal Justice Programs	N/A	77241-VCIF	157,450
HAVA Election Security Grants - Tennessee Secretary of State	N/A	30501-02524-257	4,568
PPP Election - Tennessee Secretary of State	N/A	(5)	82,726
TCI Training Equipment Grant - Tennessee Corrections Institute	N/A	31609-0115	13,431
Total State Grants			<u>\$ 10,279,986</u>

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) Madison 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) Child Nutrition Cluster total \$8,849,413; Highway Safety Cluster total \$8,438; Special Education Cluster (IDEA) total \$4,738,394; CCDF Cluster total \$30,800; Medicaid Cluster total \$535,668.

(5) Information not available.

(6) Z23THS165: \$2,169; Z23THS172: \$6,269.

(7) Z23THS164: \$32,477; Z23THS171: \$23,348

(8) GG-23-23749: \$22,237; GG-24-76717: \$69,259.

(9) FEMA-4514-DR-TN: \$712,982; 81894-48210: \$62,488.

(10) Total for ALN 10.555 is \$5,918,287; Total for ALN 21.027 is \$782,933; Total for ALN 84.027 is \$4,592,900; Total for ALN 84.425 is \$15,180,605.

(11) The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 747,979
English Language Acquisition State Grants	84.365	784
Supporting Effective Instruction State Grants	84.367	43,534
Student Support and Academic Enrichment Program	84.424	10,448
Total amounts consolidated for administration purposes		<u>\$ 802,745</u>

**MADISON 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 Madison County, Tennessee, for the year ended June 30, 2024.

**Prior-year Financial Statement Findings**

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
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**OFFICE OF FINANCE DIRECTOR**

2023	252	2023-001	The General, General Purpose School, and School Federal Projects Funds required material audit adjustments for proper financial statement presentation.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	253	2023-002	The office had deficiencies in budget operations.	N/A	Not Corrected - See Explanation on Corrective Action Plan

**OFFICE OF COUNTY CLERK**

2023	254	2023-003	Bank statements were not reconciled with the general ledger.	N/A	Corrected
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**Prior-year Federal Awards Findings**

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

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

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Madison 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: 84.010      Title I Grants to Local Educational Agencies
  - \* Assistance Listing Numbers: 84.027 and 84.173      Special Education Cluster: Special Education - Grants to States and Special Education - Preschool Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$1,361,695**
9. Auditee qualified as low-risk auditee? **NO**



## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

### OFFICES OF FINANCE DIRECTOR AND DIRECTOR OF SCHOOLS

FINDING\_2024-001

#### THE OFFICES FAILED TO PROPERLY MONITOR THE EXPENDITURE OF ESSER II FUNDS

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

During the 2020-2021 year, the Madison County School Department was allocated \$16,781,246 in grant funds through the Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II) program to be obligated by September 30, 2023. ESSER II funds were accounted for in the School Federal Projects Fund using sub-fund 934. As of June 30, 2024, reimbursement requests had been submitted to the state Department of Education totaling \$16,781,246; however, the school department actually spent \$18,223,454 through June 30, 2024, and charged those expenses to sub-fund 934, resulting in \$1,442,208 in funds that are not reimbursable under the ESSER II program. The Department of Education has advised that there are no other grants available to apply these expenditures to; therefore, they have been funded by cash flow funds from the General Purpose School Fund. This deficiency is the result of a lack of management oversight and the failure to properly monitor grant funds.

### RECOMMENDATION

The finance and school departments should have appropriate processes in place to monitor grant funds to prevent this situation from occurring in the future.

### MANAGEMENT'S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR

I concur. Grant expenditures will be monitored to ensure overspending does not occur.

FINDING 2024-002

#### FUNDS WERE TRANSFERRED FROM THE GENERAL PURPOSE SCHOOL FUND TO THE SCHOOL FEDERAL PROJECTS FUND WITHOUT COUNTY COMMISSION AND BOARD OF EDUCATION APPROVAL

(Noncompliance Under *Government Auditing Standards*)

On September 20, 2023, the General Purpose School Fund transferred \$3,000,000 to the School Federal Projects Fund to provide funds for cash flow without approval of the county commission and board of education. Section 5-9-401, *Tennessee Code Annotated*, provides that "all funds from whatever source derived, including, but not limited to, 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." This amount has been reflected in the financial statements of this report as Advance from Other Funds in the General Purpose School

Fund and as Advance to Other Funds in the School Federal Projects Fund at June 30, 2024. This deficiency was the result of a lack of management oversight and the failure to follow state statute.

## **RECOMMENDATION**

All school department transfers between funds should be approved by the county commission and the Board of Education.

## **MANAGEMENT’S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR**

I concur. Transfers will not be made without county commission and board of education approval.

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## **OFFICE OF FINANCE DIRECTOR**

*FINDING\_2024-003*

### **THE GENERAL, GENERAL PURPOSE SCHOOL, SCHOOL FEDERAL PROJECTS, AND OTHER CAPITAL PROJECTS FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION**

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

At June 30, 2024, certain general ledger account balances in the General, General Purpose School, School Federal Projects, and Other Capital Projects funds were not materially correct, and audit adjustments for accounts receivable, related deferred revenues, accounts payable, restricted accounts, and encumbrances totaling \$1,546,815, \$3,750,536, \$3,233,871, and \$5,672,305, respectively, were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require Madison County 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. This deficiency is the result of a lack of management oversight, management’s failure to correct the finding noted in the prior-year audit report, and management’s 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**

Madison County should have appropriate processes in place to ensure its general ledgers are materially correct.

## **MANAGEMENT’S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR**

I concur. We will make every effort to ensure that all entries are made prior to year end closing.

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*FINDING 2024-004*

### **MADISON COUNTY HAS A MATERIAL RECURRING AUDIT FINDING**

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

Madison County has a material audit finding that has been reported in its annual financial report for three or more consecutive years. This recurring material finding is listed below:

Finding Numbers	Description
2022-001, 2023-001, 2024-003	Material audit adjustments were required for proper financial statement presentation

The recurring nature of the above-noted finding indicates that management is either unwilling or unable to address the deficiency. Madison County appointed an audit committee in fiscal year 2013 to address financial and other reporting practices, internal control, compliance with laws and regulation, and ethics.

## RECOMMENDATION

Madison County should work with its audit committee to correct the above-noted weakness in internal control.

## MANAGEMENT’S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR

I concur. We will make every effort to ensure that all entries are made prior to year end closing.

## *FINDING 2024-005* **THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS** (Noncompliance Under *Government Auditing Standards*)

Our examination revealed the following deficiencies in budget operations. 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. These deficiencies also exist because management failed to correct the finding noted in the prior-year audit report and failed to implement their corrective action plan.

- A. Expenditures exceeded appropriations approved by the county commission in three of 58 major appropriation categories (the legal level of control) in the General Fund, in one of three major appropriation categories in the Solid/Waste Sanitation Fund, in one of six major categories in the Special Purpose Fund, in one of seven major appropriation categories in the Highway/Public Works Fund, in two of six major appropriation categories in the General Debt Service Fund, and in one of 20 major categories in the General Capital Projects Fund as follows:

Major Appropriation Category	Amount Overspent
General Fund:	
General Government - County Attorney	\$ 15,976
Public Safety - Jail	312,412
Public Safety - County Coroner/Medical Examiner	15,941
Solid Waste/Sanitation Fund:	
Other Operations - Employee Benefits	2,954
Special Purpose Fund:	
Other Operations - Miscellaneous	1,214
Highway/Public Works Fund:	
Other Operations - Employee Benefits	4,213
General Debt Service Fund:	
Interest on Debt - Education	38,343
Other Debt Service - General Government	6,049
General Capital Projects:	
Other Operations - Miscellaneous	31,247

- B. Salaries exceeded appropriations in 27 of 151 salary line-items in the General Fund by amounts ranging from \$138 to \$29,025, in four of ten salary line-items in the Juvenile Services Fund by amounts ranging from \$177 to \$7,609, in one of nine salary line items in the Special Purpose Fund by \$5,865, in seven of 99 salary line items in the General Purpose School Fund by amounts ranging from \$2,742 to \$227,900, and in two of 46 salary line items in the School Federal Projects Fund by \$1,764 and \$2,942. 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 for 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 – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR

I concur. We will do budget amendments prior to June 30 so that major categories and salaries do not exceed appropriations.

**THE OFFICE HAD DEFICIENCIES WHEN ENTERING INTO  
LOAN AND LEASE AGREEMENTS**(Noncompliance Under *Government Auditing Standards*)

The office had the following deficiencies when entering into loan and lease agreements. These deficiencies are the result of a lack of management oversight and the failure to follow state statutes.

- A. On January 26, 2024, the office entered into a four-year loan agreement for network infrastructure totaling \$290,381 without the prior approval of the county commission or the state Comptroller's Office. The county commission did not approve the agreement until March 18, 2024, and the office notified the state Comptroller's Office of the agreement on April 2, 2024. Section 7-51-904, *Tennessee Code Annotated (TCA)*, requires this type of agreement to be approved by resolution of the governing body prior to issuance. Furthermore, Section 9-24-104 (*TCA*) requires prior approval of the state Comptroller's Office. Additionally, the office did not file a Report on Debt Obligation with the state Comptroller's Office. Section 9-21-151, *TCA*, requires that within 45 days following the issuance of debt, the county must provide to the state Comptroller's Office certain information, such as a description of the purchase for which the debt is issued, a description of the debt obligation, and an itemized description of the costs of issuance. The finance director advised that the agreement was entered into prior to her knowledge.
- B. During the year, in addition to the loan agreement in Part A of this finding, the office also entered into 46 lease agreements for copiers totaling \$650,494 for the county (\$333,916) and school department (\$316,578). All of these agreements were signed by the chief information officer and not the finance director or purchasing agent. Section 5-21-118, (*TCA*) states that it is the responsibility of the finance director or county purchasing agent to contract, purchase, or obligate funds for supplies, materials, equipment, contractual services, etc.

**RECOMMENDATION**

Loan agreements should receive prior approval by the county commission and state Comptroller's Office, and a Report on Debt Obligation should be filed with the state Comptroller's Office within 45 days following the issuance of the debt, as required by state statutes. The finance director or the purchasing agent should sign all loan and/or lease agreements.

**MANAGEMENT'S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR**

I concur. It will be communicated to all departments that no lease agreements should be entered into with prior approval from the county commission and the state Comptroller's Office. It will also be communicated that lease agreements need to be signed either by the finance director or purchasing agent.

**THE OFFICE HAD DEFICIENCIES IN PURCHASING  
PROCEDURES**(Internal Control – Significant Deficiency 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 95 disbursements totaling \$1,647,220 from a population of 13,700 vendor checks totaling \$109,785,039. Our examination revealed the following deficiencies, which are the result of a lack of management oversight and a lack of understanding of internal controls.

- A. In nine of 66 applicable instances, purchase orders were not issued properly. In some instances, purchase orders were issued after the invoice date. This practice defeats the purpose of issuing a purchase order and makes the purchase order an approval for payment rather than an approval of the purchase. Purchase orders are necessary to control who has purchasing authority for the department and to document purchase commitments. The failure to issue purchase orders properly increases the risks of unauthorized purchases.
- B. In seven of 95 instances, the office was unable to present proper documentation to support the purchases. Sound business practices dictate that proper documentation should be on file to support all purchases. The failure to maintain adequate documentation increases the risks of unauthorized purchases.
- C. In seven of 95 instances, invoices were paid without documentation that goods had been received and/or services rendered. This practice weakens controls over the purchasing process and increases the risk of paying for something that was never received.

## RECOMMENDATION

Purchase orders should be issued for all applicable purchases before the purchase are made to strengthen internal controls over purchasing procedures and to document purchasing commitments. Adequate documentation should be maintained to support all purchases including documentation that goods have been received or services have been rendered before invoices are paid.

## MANAGEMENT'S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR

I concur. Purchase orders should be issued prior to the purchase being made and the required documentation on file. We will also make sure that all invoices and receipts are signed off on.

FINDING 2024-008

### **SICK LEAVE BALANCES WERE TRANSFERRED BETWEEN EMPLOYEES WITHOUT POLICY AUTHORIZATION**

(Noncompliance Under *Government Auditing Standards*)

During the examination of the county's accrued leave records, auditors noted that there were 38 employees who had earned more sick leave than the maximum amount allowed to be earned during the year. Madison County has a personnel policy which allows for full-time employees to earn sick leave at the rate of one day per month (12 days per year). Auditors were advised that employees were being allowed to transfer their sick leave balances to other employees at termination. Madison County has a personnel policy governing sick leave; however, there is no provision in the policy allowing for the transfer of sick leave balances between employees. However, there is a provision in the personnel policy that allows unused accumulated sick leave to be used for retirement credit with the Tennessee Consolidated Retirement System. Allowing employees to transfer their sick leave balances could result in excess employee compensation and could also improperly inflate retirement credits. This deficiency is the result of a lack of management oversight and the failure to follow approved policies.

## RECOMMENDATION

Management should adhere to the county personnel policies regarding the accrual of sick leave.

**MANAGEMENT’S RESPONSE – MICHELLE SELLERS, CURRENT FINANCE DIRECTOR**

I concur. A policy will be put in place regarding the transferring of sick leave between employees.

### **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.



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

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

Finding Number	Title of Finding	Corrective Action Plan Page Number
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**OFFICE OF FINANCE DIRECTOR**

2024-001	The offices failed to properly monitor the expenditure of ESSER II funds.	244
2024-002	Funds were transferred from the General Purpose School Fund to the School Federal Projects Fund without county commission and board of education approval.	246
2024-003	The General, General Purpose School, School Federal Projects, and Other Capital Projects funds required material audit adjustments for proper financial statement presentation.	242
2024-004	Madison County has a material recurring audit finding.	243
2024-005	The office had deficiencies in budget operations.	245
2024-006	The office had deficiencies when entering into loan and lease agreements.	247
2024-007	The office had deficiencies in purchasing procedures.	248
2024-008	Sick leave balances were transferred between employees without policy authorization.	249



**Madison County  
Finance Department**

**Michelle Sellers  
Finance Director**

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*Corrective Action Plan*

*FINDING*

**THE GENERAL, OTHER CAPITAL PROJECTS, GENERAL PURPOSE SCHOOL, AND SCHOOL FEDERAL PROJECTS FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
Yes

**Reason Corrective Action was Not Taken in the Prior Year:** I had recently been named finance director just before the year ended. In a push to close-out the year, we failed to get all the proper accruals posted.

**Planned Corrective Action:** Entries for accounts receivable, deferred revenues, accounts payable, restricted accounts, and encumbrances will be made prior to closing the fiscal year.



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*Corrective Action Plan*

**FINDING**

**MADISON COUNTY HAS A MATERIAL RECURRING AUDIT FINDING**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
No

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

**Planned Corrective Action:** Entries for accounts receivable, deferred revenues, accounts payable, restricted accounts, and encumbrances will be made prior to closing the fiscal year.



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*Corrective Action Plan*

*FINDING*

**THE OFFICES FAILED TO PROPERLY MONITOR THE  
EXPENDITURE OF ESSER II FUNDS**

**Response and Corrective Action Plan Prepared by:**

Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**

Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**

June 30, 2025

**Repeat Finding:**

No

**Reason Corrective Action was Not Taken in the Prior Year:**

N/A

**Planned Corrective Action:** Grant expenditures will be monitored to ensure overspending does not occur.



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*Corrective Action Plan*

*FINDING*

**THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
Yes

**Reason Corrective Action was Not Taken in the Prior Year:** I had recently been named finance director just before the year ended, and budget amendments were completed at that point.

**Planned Corrective Action:** We will do budget amendments prior to June 30th so that major categories and salaries do not exceed appropriations.

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*Corrective Action Plan*

**FINDING**

**FUNDS WERE TRANSFERRED FROM THE GENERAL  
PURPOSE SCHOOL FUND TO THE SCHOOL FEDERAL  
PROJECTS FUND WITHOUT COUNTY COMMISSION AND  
BOARD OF EDUCATION APPROVAL**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
Yes

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

**Planned Corrective Action:** Transfers will not be made without County Commission and Board of Education approval.



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*Corrective Action Plan*

**FINDING**

**THE OFFICE HAD DEFICIENCIES WHEN ENTERING INTO  
LOAN AND LEASE AGREEMENTS**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
Immediately

**Repeat Finding:**  
No

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

**Planned Corrective Action.** It will be communicated to all departments that lease agreements should not be entered into without prior approval from the county commission and the state Comptroller's Office. It will also be communicated that lease agreements need to be signed by either the finance director or purchasing agent.





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*Corrective Action Plan*

*FINDING*

**THE OFFICE HAD DEFICIENCIES IN PURCHASING  
PROCEDURES**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
No

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

**Planned Corrective Action:** Purchase orders should be issued prior to the purchase being made and the required documentation on file. We will also make sure that all invoices and receipts are signed off on.





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*Corrective Action Plan*

*FINDING*

**SICK LEAVE BALANCES WERE TRANSFERRED BETWEEN  
EMPLOYEES WITHOUT POLICY AUTHORIZATION**

**Response and Corrective Action Plan Prepared by:**  
Michelle Sellers, Finance Director

**Person Responsible for Implementing the Corrective Action:**  
Michelle Sellers, Finance Director

**Anticipated Completion Date of Corrective Action:**  
June 30, 2025

**Repeat Finding:**  
No

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

**Planned Corrective Action:** A policy will be put in place regarding the transferring of sick leave between employees.

A handwritten signature in blue ink that reads "Michelle Sellers". The signature is written in a cursive style and is positioned above a horizontal line.

Michelle Sellers, Finance Director