



ANNUAL FINANCIAL REPORT

Marshall County, Tennessee

For the Year Ended June 30, 2024

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

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

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

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

MARSHALL COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ Accrued leave balances exceeded the maximum balance provided by the county's personnel policy.
- ◆ Marshall County did not comply with the reporting requirements for Water and Waste Disposal Systems for Rural Communities.

OFFICE OF REGISTER OF DEEDS

- ◆ Duties were not segregated adequately.

OFFICE OF SHERIFF

- ◆ Inmate funds totaling \$454 were missing from the sheriff's department.



INTRODUCTORY SECTION

MARSHALL COUNTY OFFICIALS

June 30, 2024

Officials

Mike Keny, County Mayor
Jerry Williams, Highway Superintendent
Jacob Sorrells, Director of Schools
Scotty Poarch, Trustee
Michelle Clark, Assessor of Property
Daphne Girts, County Clerk
Mike Wiles, Circuit, General Sessions, and Juvenile Courts Clerk
Cecilia West Spivy, Clerk and Master
Jennifer Neill, Register of Deeds
Billy Lamb, Sheriff
Robin Bates, Director of Accounts and Budgets

Board of County Commissioners

Mike Keny, County Mayor, Chairman	Tony Beyer
Randy Perryman	John McCullough
Terry Dunnivant	Nathan Johnson
Craig Blackwell	Keith Hollingsworth
Dean Delk	Seth Warf
Ken Lee	Sheldon Davis
Anna Childress	Jeff Poarch
Debbie Gilbert	Glen White
Mickey King	James Hopkins
Cannon Allen	

Board of Education

Julie Cathey, Chairman	John Allen
Susan Hunter	Harvey Jones, Jr.
Kristen Gold	Andy Woodard
Patty Hill	Heidi McElhaney
William Bell	

Audit Committee

Nancy Pruitt, Chairman	Matt Moorehead
Mickey King	Michael Sullivan
Jeff Stewart	

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marshall 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 Marshall County School Department, a discretely presented component unit, which represent 1.16 percent, 1.3 percent, and 2.67 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Also, we did not audit the financial statements of the discretely presented Marshall County Board of Public Utilities. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it related to the amounts included for the Internal School Fund of the discretely presented Marshall County School Department and the discretely presented Marshall County Board of Public Utilities, is based solely on the reports of the other auditors. We were unable to determine Marshall County Board of Public Utilities' respective percentage of the assets, net position, and revenues of the discretely presented component units because the Marshall County Emergency Communications District, a component unit requiring discrete presentation, was not included in the county's financial statements.

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 Marshall 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., Marshall 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 Marshall 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 Marshall 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 Marshall County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedule of school changes in the total other postemployment benefits liability and related ratios, as listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Marshall 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, Community Development/Industrial Park, and Other Capital Projects funds, combining and individual fund financial statements of the Marshall 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, Community Development/Industrial Park, and Other Capital Projects funds, combining and individual fund financial statements of the Marshall County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2024, on our consideration of Marshall 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 Marshall 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 Marshall County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 17, 2024

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

Exhibit A

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

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Marshall County Department	Marshall County Board of Public Utilities	
ASSETS						
Cash	\$ 500	\$ 0	\$ 500	\$ 1,142,648	\$ 3,301,706	
Investments	0	0	0	0	500,000	
Equity in Pooled Cash and Investments	43,161,159	0	43,161,159	16,272,512	0	
Inventories	0	0	0	0	231,999	
Accounts Receivable	2,227,689	0	2,227,689	14,379	447,970	
Allowance for Uncollectibles	(1,100,505)	0	(1,100,505)	0	(12,894)	
Interest Receivable	0	0	0	0	234,872	
Due from Other Governments	5,210,215	0	5,210,215	2,970,836	0	
Due from Primary Government	0	0	0	0	4,377,231	
Due from Component Units - Current	0	395,432	395,432	0	0	
Due from Component Units - Long-term	0	44,416,870	44,416,870	0	0	
Property Taxes Receivable	11,408,453	0	11,408,453	9,467,443	0	
Allowance for Uncollectible Property Taxes	(147,515)	0	(147,515)	(122,417)	0	
Restricted Assets:						
Cash	0	0	0	0	1,833,198	
Investments	0	0	0	0	32,942,180	
Amounts Accumulated for Pension Benefits	0	0	0	700,194	0	
Net Pension Asset - Agent Plan	953,743	0	953,743	621,236	64,599	
Net Pension Asset - Teacher Retirement Plan	0	0	0	148,351	0	
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	6,082,945	0	
Capital Assets:						
Assets Not Depreciated:						
Land	13,624,795	0	13,624,795	2,804,140	723,229	
Construction in Progress	382,825	0	382,825	7,679,439	13,666,964	
Assets Net of Accumulated Depreciation:						
Buildings and Improvements	13,293,072	0	13,293,072	47,491,080	578,561	
Infrastructure	14,883,947	0	14,883,947	90,914	18,997,441	
Other Capital Assets	5,171,361	0	5,171,361	3,145,918	24,510	
Total Assets	\$ 109,069,739	\$ 44,812,302	\$ 153,882,041	\$ 98,509,618	\$ 77,911,566	

DEFERRED OUTFLOWS OF RESOURCES

Pension Changes in Experience	\$ 810,885	\$ 0	\$ 810,885	\$ 1,982,448	\$ 54,923
Pension Changes in Investment Earnings	286,809	0	286,809	1,279,957	19,426
Pension Changes in Assumptions	904,823	0	904,823	2,682,972	61,286
Pension Changes in Proportion	0	0	0	47,421	0
Pension Contributions after Measurement Date	826,613	0	826,613	2,072,780	57,221
OPEB Changes in Experience	0	0	0	850,982	0
OPEB Changes in Assumptions	0	0	0	1,039,557	0
OPEB Changes in Proportion	0	0	0	349,290	0
OPEB Benefits Paid after Measurement Date	0	0	0	260,027	0
Total Deferred Outflows of Resources	\$ 2,829,130	\$ 0	\$ 2,829,130	\$ 10,565,434	\$ 192,856

(Continued)

Exhibit A

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

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Marshall	Marshall	
				County School Department	County Board of Public Utilities	
LIABILITIES						
Accounts Payable	\$ 125,990	\$ 0	\$ 125,990	\$ 1,238	\$ 98,315	
Accrued Payroll	0	0	0	495,618	15,211	
Accrued Interest Payable	112,092	0	112,092	0	0	
Payroll Deductions Payable	107,538	0	107,538	942,391	0	
Contracts Payable	0	0	0	0	718,543	
Retainage Payable	0	0	0	0	182,272	
Due to Component Unit	4,377,231	0	4,377,231	0	0	
Due to State of Tennessee	119,711	0	119,711	0	0	
Unearned Revenue	0	0	0	0	267,384	
Current Liabilities Payable from Restricted Assets:						
Customer Deposits Payable	0	0	0	0	324,000	
Noncurrent Liabilities:						
Due Within One Year - Debt Due to External Lenders	850,000	395,432	1,245,432	0	0	
Due Within One Year - Debt Due to Primary Government	0	0	0	0	395,432	
Due Within One Year - Other	465,493	0	465,493	885,245	0	
Due in More Than One Year - Debt Due to External Lenders	16,895,000	44,416,870	61,311,870	0	0	
Due in More Than One Year - Debt Due to Primary Government	0	0	0	0	44,416,870	
Due in More Than One Year - Other	0	0	0	7,359,194	41,254	
Total Liabilities	\$ 23,053,055	\$ 44,812,302	\$ 67,865,357	\$ 9,683,686	\$ 46,459,281	
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 11,046,681	\$ 0	\$ 11,046,681	\$ 9,167,222	\$ 0	
Pension Changes in Experience	331,283	0	331,283	584,665	22,439	
Pension Changes in Proportion	0	0	0	140,247	0	
OPEB Changes in Experience	0	0	0	471,035	0	
OPEB Changes in Assumptions	0	0	0	807,876	0	
OPEB Changes in Proportion	0	0	0	661,457	0	
Total Deferred Inflows of Resources	\$ 11,377,964	\$ 0	\$ 11,377,964	\$ 11,832,502	\$ 22,439	
NET POSITION						
Net Investment in Capital Assets	\$ 47,356,000	\$ 0	\$ 47,356,000	\$ 61,211,491	\$ 20,485,022	
Restricted for:						
General Government	269,388	0	269,388	0	0	
Finance	115,767	0	115,767	0	0	
Administration of Justice	61,840	0	61,840	0	0	
Public Safety	229,252	0	229,252	0	0	
Public Health and Welfare	339,629	0	339,629	0	0	
Highway/Public Works	3,562,276	0	3,562,276	0	0	
Capital Outlay	2,640,981	0	2,640,981	0	0	
Education	8,849,489	0	8,849,489	3,443,947	0	
Pensions	953,743	0	953,743	7,552,726	64,599	
Unrestricted	13,089,485	0	13,089,485	15,350,700	11,073,081	
Total Net Position	\$ 77,467,850	\$ 0	\$ 77,467,850	\$ 87,558,864	\$ 31,622,702	

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

Exhibit B

MARSHALL COUNTY, TENNESSEE

Statement of Activities

For the Year Ended June 30, 2024

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position				Component Units	
	Expenses	Services	Operating	Capital	Primary Government			Marshall County School Department	Marshall County Board of Public Utilities	
			Charges for Contributions	Grants and Contributions	Governmental Activities	Business-type Activities	Total			
Primary Government:										
General Government	\$ 4,983,657	\$ 924,810	\$ 73,096	\$ 214,382	\$ (3,771,369)	\$ 0	\$ (3,771,369)	\$ 0	\$ 0	\$ 0
Finance	1,898,169	1,480,626	0	0	(417,543)	0	(417,543)	0	0	0
Administration of Justice	2,220,934	706,133	195,092	0	(1,319,709)	0	(1,319,709)	0	0	0
Public Safety	6,151,917	708,043	1,100,208	0	(4,343,666)	0	(4,343,666)	0	0	0
Public Health and Welfare	11,175,012	927,154	5,226,407	88,307	(4,933,144)	0	(4,933,144)	0	0	0
Social, Cultural, and Recreational Services	649,823	0	0	0	(649,823)	0	(649,823)	0	0	0
Agriculture and Natural Resources	168,782	0	0	0	(168,782)	0	(168,782)	0	0	0
Highways	6,996,587	0	2,474,357	2,700,846	(1,821,384)	0	(1,821,384)	0	0	0
Education	3,187,417	0	0	0	(3,187,417)	0	(3,187,417)	0	0	0
Interest on Long-term Debt	587,121	0	0	0	(587,121)	0	(587,121)	0	0	0
Total Governmental Activities	\$ 38,019,419	\$ 4,746,766	\$ 9,069,160	\$ 3,003,535	\$ (21,199,958)	\$ 0	\$ (21,199,958)	\$ 0	\$ 0	\$ 0
Business-type Activities:										
Public Utility Debt Enterprise Fund	\$ 3,238,439	\$ 0	\$ 3,238,439	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Business-type Activities	\$ 3,238,439	\$ 0	\$ 3,238,439	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Primary Government	\$ 41,257,858	\$ 4,746,766	\$ 12,307,599	\$ 3,003,535	\$ (21,199,958)	\$ 0	\$ (21,199,958)	\$ 0	\$ 0	\$ 0
Component Units:										
Marshall County School Department	\$ 66,915,625	\$ 3,547,990	\$ 8,823,546	\$ 5,785,911	\$ 0	\$ 0	\$ 0	\$ (48,758,178)	\$ 0	\$ 0
Marshall County Board of Public Utilities	4,703,900	5,098,516	0	6,175,705	0	0	0	0	6,570,321	
Total Component Units	\$ 71,619,525	\$ 8,646,506	\$ 8,823,546	\$ 11,961,616	\$ 0	\$ 0	\$ 0	\$ (48,758,178)	\$ 6,570,321	

(Continued)

Exhibit B

MARSHALL COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							
	Program Revenues				Primary Government			Component Units
	Expenses	Services	Operating Charges for and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Marshall County School Department
								Board of Public Utilities
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 11,772,742	\$ 0	\$ 11,772,742	\$ 9,768,630
Local Option Sales Tax					5,398,470	0	5,398,470	5,024,303
Wheel Tax					1,678,320	0	1,678,320	0
Mineral Severance Tax					356,736	0	356,736	0
Business Tax					466,758	0	466,758	0
Hotel/Motel Tax					269,222	0	269,222	0
Litigation Tax					280,012	0	280,012	0
Adequate Facilities/Development Tax					724,838	0	724,838	0
Wholesale Beer Tax					104,419	0	104,419	0
Other Local Taxes					1,299	0	1,299	19,696
Grants and Contributions Not Restricted for Specific Programs					1,601,788	0	1,601,788	38,681,820
Unrestricted Investment Income					1,490,731	0	1,490,731	58,636
Miscellaneous					124,445	0	124,445	61,239
Total General Revenues					\$ 24,269,780	\$ 0	\$ 24,269,780	\$ 53,614,324
Change in Net Position					\$ 3,069,822	\$ 0	\$ 3,069,822	\$ 4,856,146
Net Position, July 1, 2023					74,398,028	0	74,398,028	7,270,856
Error Correction Adjustment - See Note VI.D.					0	0	0	22,656,538
Net Position, June 30, 2024					\$ 77,467,850	\$ 0	\$ 77,467,850	\$ 87,558,864
								\$ 31,622,702

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

MARSHALL COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds

June 30, 2024

	Major Funds				
	General	Highway / Public Works	General Debt Service	Community Development/ Industrial Park	Other Capital Projects
ASSETS					
Cash	\$ 500	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	25,383,465	1,153,602	8,165,457	1,030,314	2,728,823
Accounts Receivable	2,079,614	0	0	0	0
Allowance for Uncollectibles	(1,100,505)	0	0	0	0
Due from Other Governments	434,357	527,169	796,124	3,393,050	21,139
Due from Other Funds	0	0	0	0	0
Property Taxes Receivable	10,835,677	519,975	0	0	52,801
Allowance for Uncollectible Property Taxes	(140,109)	(6,723)	0	0	(683)
Total Assets	\$ 37,492,999	\$ 2,194,023	\$ 8,961,581	\$ 4,423,364	\$ 2,802,080
LIABILITIES					
Accounts Payable	\$ 98,789	\$ 0	\$ 0	\$ 0	\$ 0
Payroll Deductions Payable	88,182	14,605	0	0	0
Due to Other Funds	249,646	0	0	0	0
Due to Component Units	0	0	0	4,377,231	0
Due to State of Tennessee	119,711	0	0	0	0
Total Liabilities	\$ 556,328	\$ 14,605	\$ 0	\$ 4,377,231	\$ 0
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 10,492,068	\$ 503,486	\$ 0	\$ 0	\$ 51,127
Deferred Delinquent Property Taxes	174,433	8,371	0	0	850
Other Deferred/Unavailable Revenue	953,229	216,927	398,062	0	0
Total Deferred Inflows of Resources	\$ 11,619,730	\$ 728,784	\$ 398,062	\$ 0	\$ 51,977

(Continued)

Exhibit C-1

MARSHALL COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

	Major Funds				
	General	Highway / Public Works	General Debt Service	Community Development/ Industrial Park	Other Capital Projects
FUND BALANCES					
Restricted:					
Restricted for General Government	\$ 269,388	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for Finance	115,767	0	0	0	0
Restricted for Administration of Justice	61,840	0	0	0	0
Restricted for Public Safety	123,455	0	0	0	0
Restricted for Public Health and Welfare	339,629	0	0	0	0
Restricted for Highways/Public Works	0	1,450,634	0	0	0
Restricted for Education	0	0	8,563,519	0	0
Restricted for Capital Outlay	90,075	0	0	0	2,550,056
Restricted for Capital Projects	0	0	0	0	0
Committed:					
Committed for General Government	168,792	0	0	0	0
Committed for Administration of Justice	0	0	0	0	0
Committed for Public Health and Welfare	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	21,751	0	0	0	0
Committed for Capital Projects	0	0	0	46,133	0
Committed for Other Purposes	369,266	0	0	0	0
Assigned:					
Assigned for General Government	4,360	0	0	0	0
Assigned for Public Health and Welfare	35,125	0	0	0	0
Assigned for Capital Outlay	0	0	0	0	200,047
Unassigned	23,717,493	0	0	0	0
Total Fund Balances	\$ 25,316,941	\$ 1,450,634	\$ 8,563,519	\$ 46,133	\$ 2,750,103
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 37,492,999	\$ 2,194,023	\$ 8,961,581	\$ 4,423,364	\$ 2,802,080

(Continued)

MARSHALL COUNTY, TENNESSEE**Balance Sheet**

Governmental Funds (Cont.)

	Nonmajor Funds	Other Govern- mental Funds	Total Govern- mental Funds
ASSETS			
Cash	\$ 0	\$ 500	\$ 500
Equity in Pooled Cash and Investments	4,699,498	43,161,159	43,161,159
Accounts Receivable	148,075	2,227,689	2,227,689
Allowance for Uncollectibles	0	(1,100,505)	(1,100,505)
Due from Other Governments	38,376	5,210,215	5,210,215
Due from Other Funds	249,646	249,646	249,646
Property Taxes Receivable	0	11,408,453	11,408,453
Allowance for Uncollectible Property Taxes	0	(147,515)	(147,515)
 Total Assets	 \$ 5,135,595	 \$ 61,009,642	 \$ 61,009,642
LIABILITIES			
Accounts Payable	\$ 27,201	\$ 125,990	\$ 125,990
Payroll Deductions Payable	4,751	107,538	107,538
Due to Other Funds	0	249,646	249,646
Due to Component Units	0	4,377,231	4,377,231
Due to State of Tennessee	0	119,711	119,711
Total Liabilities	\$ 31,952	\$ 4,980,116	\$ 4,980,116
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 0	\$ 11,046,681	\$ 11,046,681
Deferred Delinquent Property Taxes	0	183,654	183,654
Other Deferred/Unavailable Revenue	0	1,568,218	1,568,218
Total Deferred Inflows of Resources	\$ 0	\$ 12,798,553	\$ 12,798,553

(Continued)

Exhibit C-1

MARSHALL COUNTY, TENNESSEE

Balance Sheet

Governmental Funds (Cont.)

FUND BALANCES	Nonmajor Funds	Other Govern- mental Funds	Total Govern- mental Funds
Restricted:			
Restricted for General Government	\$ 0	\$ 269,388	
Restricted for Finance	0	115,767	
Restricted for Administration of Justice	0	61,840	
Restricted for Public Safety	105,797	229,252	
Restricted for Public Health and Welfare	0	339,629	
Restricted for Highways/Public Works	0	1,450,634	
Restricted for Education	0	8,563,519	
Restricted for Capital Outlay	0	2,640,131	
Restricted for Capital Projects	1,913,015	1,913,015	
Committed:			
Committed for General Government	0	168,792	
Committed for Administration of Justice	22,872	22,872	
Committed for Public Health and Welfare	2,962,385	2,962,385	
Committed for Social, Cultural, and Recreational Services	0	21,751	
Committed for Capital Projects	0	46,133	
Committed for Other Purposes	0	369,266	
Assigned:			
Assigned for General Government	0	4,360	
Assigned for Public Health and Welfare	99,574	134,699	
Assigned for Capital Outlay	0	200,047	
Unassigned	0	23,717,493	
Total Fund Balances	<u>\$ 5,103,643</u>	<u>\$ 43,230,973</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,135,595</u>	<u>\$ 61,009,642</u>	

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

MARSHALL 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)	\$ 43,230,973
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 13,624,795
Add: construction in progress	382,825
Add: buildings and improvements net of accumulated depreciation	13,293,072
Add: infrastructure net of accumulated depreciation	14,883,947
Add: other capital assets net of accumulated depreciation	<u>5,171,361</u> 47,356,000
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: bonds payable	\$ (17,745,000)
Less: compensated absences payable	(465,493)
Less: accrued interest on debt	<u>(112,092)</u> (18,322,585)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be amortized and recognized as components of pension expense in future years.	
Add: deferred outflows of resources related to pension	\$ 2,829,130
Less: deferred inflows of resources related to pension	<u>(331,283)</u> 2,497,847
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.	953,743
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.	<u>1,751,872</u>
Net position of governmental activities (Exhibit A)	<u>\$ 77,467,850</u>

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

Exhibit C-3

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Community Development/ Industrial Park	Other Capital Projects
Revenues					
Local Taxes	\$ 13,010,168	\$ 1,144,951	\$ 5,899,562	\$ 0	\$ 1,235,662
Licenses and Permits	591,308	0	0	0	0
Fines, Forfeitures, and Penalties	109,443	0	0	0	0
Charges for Current Services	1,869,234	0	0	0	0
Other Local Revenues	1,599,023	2,125	0	0	0
Fees Received From County Officials	2,063,316	0	0	0	0
State of Tennessee	2,580,209	5,574,348	0	0	55,471
Federal Government	774,378	0	0	4,136,298	307,169
Other Governments and Citizens Groups	234,601	0	0	0	4,478
Total Revenues	\$ 22,831,680	\$ 6,721,424	\$ 5,899,562	\$ 4,136,298	\$ 1,602,780
Expenditures					
Current:					
General Government	\$ 2,429,249	\$ 0	\$ 0	\$ 0	\$ 0
Finance	1,868,096	0	0	0	0
Administration of Justice	2,164,473	0	0	0	0
Public Safety	6,386,782	0	0	0	0
Public Health and Welfare	3,388,499	0	0	0	0
Social, Cultural, and Recreational Services	638,897	0	0	0	0
Agriculture and Natural Resources	166,005	0	0	0	0
Other Operations	2,634,928	0	0	3,920,546	0
Highways	0	6,415,271	0	0	0
Debt Service:					
Principal on Debt	0	0	959,727	0	0
Interest on Debt	0	0	599,513	0	0
Other Debt Service	0	0	64,409	0	0

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Community Development/ Industrial Park	Other Capital Projects
Expenditures (Cont.)					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 1,223,000	\$ 1,876,865
Capital Projects - Donated	0	0	3,123,008	0	0
Total Expenditures	\$ 19,676,929	\$ 6,415,271	\$ 4,746,657	\$ 5,143,546	\$ 1,876,865
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,154,751	\$ 306,153	\$ 1,152,905	\$ (1,007,248)	\$ (274,085)
Other Financing Sources (Uses)					
Insurance Recovery	\$ 32,899	\$ 4,000	\$ 0	\$ 0	\$ 0
Transfers In	45,000	0	0	0	82,389
Transfers Out	(841,829)	0	0	0	0
Total Other Financing Sources (Uses)	\$ (763,930)	\$ 4,000	\$ 0	\$ 0	\$ 82,389
Net Change in Fund Balances	\$ 2,390,821	\$ 310,153	\$ 1,152,905	\$ (1,007,248)	\$ (191,696)
Restatement	0	0	(6,418,715)	0	0
Fund Balance, July 1, 2023	22,926,120	1,140,481	13,829,329	1,053,381	2,941,799
Fund Balance, June 30, 2024	\$ 25,316,941	\$ 1,450,634	\$ 8,563,519	\$ 46,133	\$ 2,750,103

(Continued)

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

	Nonmajor Funds		
	Other	Govern- mental Funds	Total Governmental Funds
Revenues			
Local Taxes	\$ 424,838	\$ 21,715,181	
Licenses and Permits	0	591,308	
Fines, Forfeitures, and Penalties	24,966	134,409	
Charges for Current Services	834,945	2,704,179	
Other Local Revenues	956,364	2,557,512	
Fees Received From County Officials	0	2,063,316	
State of Tennessee	64,484	8,274,512	
Federal Government	0	5,217,845	
Other Governments and Citizens Groups	0	239,079	
Total Revenues	\$ 2,305,597	\$ 43,497,341	
Expenditures			
Current:			
General Government	\$ 50	\$ 2,429,299	
Finance	0	1,868,096	
Administration of Justice	9,633	2,174,106	
Public Safety	3,280	6,390,062	
Public Health and Welfare	1,494,866	4,883,365	
Social, Cultural, and Recreational Services	0	638,897	
Agriculture and Natural Resources	0	166,005	
Other Operations	0	6,555,474	
Highways	0	6,415,271	
Debt Service:			
Principal on Debt	0	959,727	
Interest on Debt	0	599,513	
Other Debt Service	0	64,409	

(Continued)

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
Expenditures (Cont.)			
Capital Projects	\$ 136,320	\$ 3,236,185	
Capital Projects - Donated	0	3,123,008	
Total Expenditures	<u>\$ 1,644,149</u>	<u>\$ 39,503,417</u>	
Excess (Deficiency) of Revenues			
Over Expenditures	\$ 661,448	\$ 3,993,924	
Other Financing Sources (Uses)			
Insurance Recovery	\$ 11,562	\$ 48,461	
Transfers In	759,440	886,829	
Transfers Out	(45,000)	(886,829)	
Total Other Financing Sources (Uses)	<u>\$ 726,002</u>	<u>\$ 48,461</u>	
Net Change in Fund Balances			
Restatement	\$ 1,387,450	\$ 4,042,385	
Fund Balance, July 1, 2023	0	(6,418,715)	
Fund Balance, June 30, 2024	<u>\$ 5,103,643</u>	<u>\$ 43,230,973</u>	

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

MARSHALL 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)	\$ 4,042,385
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:	
Add: capital assets purchased in the current period	\$ 2,961,009
Less: current-year depreciation expense	<u>(2,154,645)</u> 806,364
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.	(24,642)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ (4,159,972)
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>1,751,872</u> (2,408,100)
(4) The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.	
Add: principal payments on bonds	\$ 830,000
Add: principal payments on notes	<u>129,727</u> 959,727
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in net pension asset	\$ 416,124
Change in deferred outflows of resources related to pension	(682,583)
Change in deferred inflows of resources related to pension	26,172
Change in accrued interest payable	12,392
Change in compensated absences payable	<u>(78,017)</u> (305,912)
Change in net position of governmental activities (Exhibit B)	<u>\$ 3,069,822</u>

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

MARSHALL 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)	Add: 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 13,010,168	\$ 0	\$ 13,010,168	\$ 12,842,249	\$ 12,432,249	\$ 577,919
Licenses and Permits	591,308	0	591,308	569,000	569,000	22,308
Fines, Forfeitures, and Penalties	109,443	0	109,443	96,350	96,350	13,093
Charges for Current Services	1,869,234	0	1,869,234	2,127,900	2,127,900	(258,666)
Other Local Revenues	1,599,023	0	1,599,023	184,400	207,500	1,391,523
Fees Received From County Officials	2,063,316	0	2,063,316	2,049,400	2,049,400	13,916
State of Tennessee	2,580,209	0	2,580,209	1,579,039	2,368,138	212,071
Federal Government	774,378	0	774,378	688,000	1,187,616	(413,238)
Other Governments and Citizens Groups	234,601	0	234,601	212,888	226,617	7,984
Total Revenues	\$ 22,831,680	\$ 0	\$ 22,831,680	\$ 20,349,226	\$ 21,264,770	\$ 1,566,910
Expenditures						
General Government						
County Commission	\$ 269,795	\$ 0	\$ 269,795	\$ 245,848	\$ 277,905	\$ 8,110
Board of Equalization	1,410	0	1,410	5,390	5,390	3,980
Other Boards and Committees	3,929	0	3,929	5,283	5,283	1,354
County Mayor/Executive	201,354	0	201,354	208,268	208,268	6,914
Personnel Office	233,847	0	233,847	244,084	246,128	12,281
County Attorney	78,238	0	78,238	102,298	102,298	24,060
Election Commission	220,119	0	220,119	244,787	256,002	35,883
Register of Deeds	229,255	0	229,255	277,078	277,078	47,823
Building	334,135	0	334,135	378,359	381,965	47,830
County Buildings	857,167	4,360	861,527	1,037,874	1,164,986	303,459
Finance						
Accounting and Budgeting	461,984	0	461,984	483,324	483,324	21,340
Property Assessor's Office	313,564	0	313,564	328,195	328,195	14,631

(Continued)

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

	Actual (GAAP Basis)	Add: 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Finance (Cont.)						
Reappraisal Program	\$ 193,948	\$ 0	\$ 193,948	\$ 209,504	\$ 209,547	\$ 15,599
County Trustee's Office	304,292	0	304,292	319,024	319,024	14,732
County Clerk's Office	594,308	0	594,308	599,008	603,008	8,700
Administration of Justice						
Circuit Court	641,019	0	641,019	686,006	690,746	49,727
General Sessions Judge	312,971	0	312,971	310,984	313,593	622
Chancery Court	300,340	0	300,340	317,104	323,594	23,254
Juvenile Court	334,091	0	334,091	361,139	363,139	29,048
Probation Services	355,992	0	355,992	375,023	377,523	21,531
Courtroom Security	220,060	0	220,060	288,565	288,565	68,505
Public Safety						
Sheriff's Department	2,730,316	0	2,730,316	2,952,618	2,961,373	231,057
Special Patrols	630,287	0	630,287	0	750,000	119,713
Administration of the Sexual Offender Registry	0	0	0	1,000	1,000	1,000
Jail	2,156,605	0	2,156,605	2,544,397	2,544,397	387,792
Rural Fire Protection	320,691	0	320,691	361,900	362,172	41,481
Civil Defense	429,850	0	429,850	433,036	450,064	20,214
Other Emergency Management	12,711	0	12,711	10,000	16,580	3,869
County Coroner/Medical Examiner	89,891	0	89,891	108,400	108,400	18,509
Public Safety Grants Program	15,807	0	15,807	0	49,073	33,266
Other Public Safety	624	0	624	0	660	36
Public Health and Welfare						
Local Health Center	70,557	0	70,557	89,026	89,026	18,469
Rabies and Animal Control	99,583	0	99,583	118,386	118,521	18,938
Ambulance/Emergency Medical Services	2,861,259	0	2,861,259	3,401,009	3,423,683	562,424

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Add: 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Public Health and Welfare (Cont.)						
Maternal and Child Health Services	\$ 6,500	\$ 0	\$ 6,500	\$ 6,500	\$ 6,500	0
Other Local Health Services	254,360	0	254,360	297,375	366,150	111,790
Other Public Health and Welfare	96,240	0	96,240	96,240	96,240	0
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	90,800	0	90,800	90,800	90,800	0
Libraries	448,097	0	448,097	534,033	543,836	95,739
Other Social, Cultural, and Recreational	100,000	0	100,000	100,000	100,000	0
Agriculture and Natural Resources						
Agricultural Extension Service	97,952	0	97,952	112,130	112,194	14,242
Forest Service	2,000	0	2,000	2,000	2,000	0
Soil Conservation	66,053	0	66,053	66,787	66,787	734
Other Operations						
Tourism	48,200	0	48,200	50,000	50,000	1,800
Housing and Urban Development	386,598	0	386,598	0	386,598	0
Other Economic and Community Development	407,812	0	407,812	382,812	409,812	2,000
Veterans' Services	78,885	0	78,885	84,540	85,174	6,289
Other Charges	867,468	0	867,468	925,600	973,900	106,432
Contributions to Other Agencies	580,505	0	580,505	580,505	580,505	0
COVID-19 Grant B	230,905	0	230,905	283,000	283,000	52,095
American Rescue Plan Act Grant #2	24,500	0	24,500	19,000	49,083	24,583
American Rescue Plan Act Grant #3	10,055	35,125	45,180	510,900	510,900	465,720
Total Expenditures	\$ 19,676,929	\$ 39,485	\$ 19,716,414	\$ 21,189,139	\$ 22,813,989	\$ 3,097,575
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,154,751	\$ (39,485)	\$ 3,115,266	\$ (839,913)	\$ (1,549,219)	\$ 4,664,485

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Add: 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Other Financing Sources (Uses)						
Insurance Recovery	\$ 32,899	\$ 0	\$ 32,899	\$ 10,000	\$ 42,389	\$ (9,490)
Transfers In	45,000	0	45,000	45,000	45,000	0
Transfers Out	(841,829)	0	(841,829)	(410,000)	(841,829)	0
Total Other Financing Sources	\$ (763,930)	\$ 0	\$ (763,930)	\$ (355,000)	\$ (754,440)	\$ (9,490)
Net Change in Fund Balance	\$ 2,390,821	\$ (39,485)	\$ 2,351,336	\$ (1,194,913)	\$ (2,303,659)	\$ 4,654,995
Fund Balance, July 1, 2023	22,926,120	0	22,926,120	23,363,675	22,926,120	0
Fund Balance, June 30, 2024	\$ 25,316,941	\$ (39,485)	\$ 25,277,456	\$ 22,168,762	\$ 20,622,461	\$ 4,654,995

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

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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 1,144,951	\$ 1,095,726	\$ 1,095,726	\$ 49,225
Other Local Revenues	2,125	0	0	2,125
State of Tennessee	5,574,348	5,642,292	5,642,292	(67,944)
Total Revenues	\$ 6,721,424	\$ 6,738,018	\$ 6,738,018	\$ (16,594)
Expenditures				
Highways				
Administration	\$ 277,252	\$ 288,659	\$ 288,659	\$ 11,407
Highway and Bridge Maintenance	2,322,056	2,423,080	2,487,035	164,979
Operation and Maintenance of Equipment	799,378	1,006,432	1,011,432	212,054
Other Charges	121,878	120,300	129,490	7,612
Employee Benefits	55,767	67,100	67,100	11,333
Capital Outlay	2,838,940	3,508,592	3,493,402	654,462
Total Expenditures	\$ 6,415,271	\$ 7,414,163	\$ 7,477,118	\$ 1,061,847
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 306,153	\$ (676,145)	\$ (739,100)	\$ 1,045,253
Other Financing Sources (Uses)				
Insurance Recovery	\$ 4,000	\$ 0	\$ 0	\$ 4,000
Total Other Financing Sources	\$ 4,000	\$ 0	\$ 0	\$ 4,000
Net Change in Fund Balance	\$ 310,153	\$ (676,145)	\$ (739,100)	\$ 1,049,253
Fund Balance, July 1, 2023	1,140,481	929,149	1,140,481	0
Fund Balance, June 30, 2024	\$ 1,450,634	\$ 253,004	\$ 401,381	\$ 1,049,253

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

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

Proprietary Fund

June 30, 2024

Business-type Activities
Major Enterprise Fund
Public Utility
Debt
Enterprise
Fund

ASSETS

Current Assets:

Due from Component Units - Current	\$ 395,432
Total Current Assets	\$ 395,432

Noncurrent Assets:

Due from Component Units - Non-current	\$ 44,416,870
Total Noncurrent Assets	\$ 44,416,870
Total Assets	\$ 44,812,302

LIABILITIES

Noncurrent Liabilities:

Due Within One Year - Debt	\$ 395,432
Due in More than One Year - Debt	\$ 44,416,870
Total Noncurrent Liabilities	\$ 44,812,302
Total Liabilities	\$ 44,812,302

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

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

	Business-type Activities
	Major Enterprise Fund
	Public Utility
Debt	Debt
Enterprise	Enterprise
Fund	Fund
Operating Revenues	
Investment Income	\$ 769,680
Premiums on Debt Sold	2,468,759
Total Operating Revenues	<u>\$ 3,238,439</u>
Operating Expenses	
Interest Expense	\$ 769,680
Contributions	2,187,794
Debt Issuance Costs	280,965
Total Operating Expenses	<u>\$ 3,238,439</u>
Operating Income (Loss)	<u>\$ 0</u>
Change in Net Position	\$ 0
Net Position, July 1, 2023	<u>0</u>
Net Position, June, 30, 2024	<u>\$ 0</u>

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

MARSHALL COUNTY, TENNESSEE

Statement of Cash Flows

Proprietary Fund

For the Year Ended June 30, 2024

Noncash Financing Activities

Public Utility Debt Enterprise Fund:

This fund had no cash flow during the year. Proceeds from debt issuances, including premiums on debt sold, net of debt issuance costs, were received directly from the bondholder by the discretely presented Marshall County Board of Public Utility. Water Revenue and Tax Anticipation note principal of \$2,268,400 and interest of \$36,584 were paid directly to noteholder by the discretely presented Marshall County Board of Public Utility. Revenue bond principal of \$700,312 and interest of \$733,096 were paid directly to bondholder by the discretely presented Marshall County Board of Public Utility.

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

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

	Custodial Funds
ASSETS	
Cash	\$ 2,676,297
Equity in Pooled Cash and Investments	104,949
Accounts Receivable	8,160
Due from Other Governments	609,160
Total Assets	<u>\$ 3,398,566</u>
LIABILITIES	
Due to Other Taxing Units	\$ 614,193
Due to Litigants, Heirs, and Others	10,171
Total Liabilities	<u>\$ 624,364</u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 2,774,202</u>
Total Net Position	<u><u>\$ 2,774,202</u></u>

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

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

	Custodial Funds
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 3,432,395
Property Tax Collections for Other Governments	770,940
Fines/Fees and Other Collections	11,961,799
Other Collections	<u>1,199,775</u>
Total Additions	<u><u>\$ 17,364,909</u></u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 3,432,395
Payment of Property Tax Collections to Other Governments	770,940
Payments to State	5,982,329
Payments to City	2,602,211
Payments to Individuals and Others	<u>3,744,856</u>
Total Deductions	<u><u>\$ 16,532,731</u></u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 832,178
Net Position, July 1, 2023	<u><u>1,942,024</u></u>
Net Position, June 30, 2024	<u><u><u>\$ 2,774,202</u></u></u>

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

MARSHALL COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Marshall 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 Marshall County:

A. *Reporting Entity*

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

The Marshall County Board of Public Utilities provides water services for the citizens of Marshall County, and the Marshall County Commission appoints its governing body. The public utility may not issue debt without county approval, and its budget is subject to the county commission's approval. Water sales are the major source of funding, with the county being contingently liable for any debt.

The Marshall 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 Marshall County Board of Public Utilities and Marshall County Emergency Communications District can be obtained from its administrative office at the following addresses:

Administrative Offices:

Marshall County Board of Public Utilities
624 W Commerce St.
Lewisburg, TN 37091

Marshall County Emergency Communications District
P.O. Box 2786
Lewisburg, TN 37091

B. Government-wide and Fund Financial Statements

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

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

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary funds financial statements. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property

taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Marshall County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund sent position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Marshall County only reports one proprietary fund, an enterprise fund. It has no internal service funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Marshall County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

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

Marshall 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.

Community Development/Industrial Park Fund – This fund accounts for and report financial resources that are committed for community development projects.

Other Capital Projects Fund – This fund accounts for various capital projects and capital outlay for the county. Local taxes are the foundational revenues of this fund.

Marshall County reports the following major enterprise fund:

Public Utility Debt Enterprise Fund – This fund accounts for transactions and balances of notes and revenue bonds issued by the county which are secured solely by revenues of the discretely presented Marshall County Board of Public Utilities. Liabilities reported for the outstanding debt are offset by a receivable, Due from Component Units, in the financial statements of the fund.

Additionally, Marshall County reports the following fund type:

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 Marshall County, property taxes for the Town of Chapel Hill, assets being held in a custodial capacity for the Marshall County Joint Economic Development Board, and to account for payroll processing of the Marshall County Emergency Communications District.

The discretely presented Marshall 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.

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

Additionally, the discretely presented Marshall County School Department reports the following fund type:

Special Revenue Funds – These funds 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.

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has one proprietary fund, an enterprise fund, used to account for notes and revenue bonds issued for the benefit of the discretely presented Marshall County Board of Public Utilities. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. Operating revenues and expenses of the enterprise fund include interest revenue and interest expense associated with public utility notes and revenue bonds.

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

1. Deposits and Investments

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Marshall 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 Fund. Marshall 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. Marshall County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance, probation, and property taxes receivables are shown with an allowance for uncollectibles. Ambulance and probation receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 0.64 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for

collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

3. Restricted Assets

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Marshall 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 Marshall County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Marshall 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. The Board of Public Utilities also reflects restricted assets that consist mainly of customer deposits.

4. Capital Assets

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

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, and similar items) are reported in the primary government and the discretely presented school department columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 or more (\$25,000 infrastructure) and an estimated useful life of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

Assets	Years
Buildings and Improvements	7 - 40
Other Capital Assets	5 - 20
Infrastructure:	
Roads	50
Bridges	50

5. Deferred Outflows/Inflows of Resources

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

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 changes in experience and proportion; OPEB changes in assumptions, proportion, and experience; and various receivables for revenues, which do not meet the availability criteria in governmental funds. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

6. Compensated Absences

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

7. Long-term Debt and Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type 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 fund in the fund financial statements, equity is classified as net position and displayed in three components:

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

As of June 30, 2024, Marshall County had \$17,745,000 in outstanding debt for capital purposes for the discretely presented Marshall County School Department. This debt is a liability of Marshall County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Marshall County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

unassigned amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

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

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

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

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

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

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and 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 following minimum fund balance policy exists and consists of the sum of committed, assigned, and unassigned fund balances:

General Fund – 25 percent of current-year expenditures.

10. Restatement

The Public Utility Debt Enterprise Fund was created by restating the beginning fund balance in the General Debt Service Fund by \$6,418,715 to segregate the operations of debt issued by the primary government on behalf of the discretely presented Marshall County Board of Public Utilities.

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 Marshall County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Marshall 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 Marshall County School Department

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

F. Other Postemployment Benefit (OPEB) Plan

Discretely Presented Marshall 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 Marshall 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 Marshall County School Department

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

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

Primary Government

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

Discretely Presented Marshall County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

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

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

Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

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

On June 30, 2024, Marshall County and the Marshall County School Department reported the following significant encumbrances:

Funds	Amount
Primary Government:	
Major Fund:	
General	\$ 39,485
Other Capital Projects	200,047
Nonmajor Fund:	
Solid/Waste Sanitation	99,574
School Department:	
Major Funds:	
General Purpose School	2,123,710
Education Capital Projects	1,345,505
Nonmajor Fund:	
Central Cafeteria	27,933

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Marshall County and the Marshall 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; deposit at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the State Treasurer's Investment Pool, the State Treasurer's Intermediate Term Investment Fund, and in repurchase agreements. The primary oversight responsibility for the investments and operations of the State Treasurer's Investment Pool rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the State Treasurer's Investment Pool are reported both by the pool and the county at amortized cost using a stable net asset value. The primary oversight responsibility for the investments and operations of the Intermediate Term Investment Fund rests with the Funding Board of the State of Tennessee (Funding Board). The Funding Board has established an investment policy that is administered by the state treasurer. Investments in the Intermediate Term Investment Fund are reported both by the pool and the county at amortized cost using a floating net asset value. Repurchase agreements

must be approved by the state Comptroller's Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

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

TCRS Stabilization Trust

Legal Provisions. The Marshall 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 Marshall 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 Marshall 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	\$ 217,060
Developed Market International Equity	N/A	N/A	98,027
Emerging Market International Equity	N/A	N/A	28,008
U.S. Fixed Income	N/A	N/A	140,039
Real Estate	N/A	N/A	70,019
Short-term Securities	N/A	N/A	7,002
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>140,039</u>
Total			\$ <u>700,194</u>

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

B. Capital Assets

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

Primary Government

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land				
Construction in Progress	\$ 13,624,795	\$ 0	\$ 0	\$ 13,624,795
Total Capital Assets	57,837	501,811	(176,823)	382,825
Not Depreciated	<u>\$ 13,682,632</u>	<u>\$ 501,811</u>	<u>\$ (176,823)</u>	<u>\$ 14,007,620</u>
Capital Assets Depreciated:				
Buildings and				
Improvements	\$ 23,575,229	\$ 204,410	\$ 0	\$ 23,779,639
Infrastructure	36,863,398	380,663	0	37,244,061
Other Capital Assets	13,747,845	2,050,948	(477,586)	15,321,207
Total Capital Assets	<u>\$ 74,186,472</u>	<u>\$ 2,636,021</u>	<u>\$ (477,586)</u>	<u>\$ 76,344,907</u>
Less Accumulated Depreciation For:				
Buildings and				
Improvements	\$ 9,911,882	\$ 574,685	\$ 0	\$ 10,486,567
Infrastructure	21,824,653	535,461	0	22,360,114
Other Capital Assets	9,558,291	1,044,499	(452,944)	10,149,846
Total Accumulated Depreciation	<u>\$ 41,294,826</u>	<u>\$ 2,154,645</u>	<u>\$ (452,944)</u>	<u>\$ 42,996,527</u>
Total Capital Assets Depreciated, Net	<u>\$ 32,891,646</u>	<u>\$ 481,376</u>	<u>\$ (24,642)</u>	<u>\$ 33,348,380</u>
Governmental Activities Capital Assets, Net				
	<u>\$ 46,574,278</u>	<u>\$ 983,187</u>	<u>\$ (201,465)</u>	<u>\$ 47,356,000</u>

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

Governmental Activities:

General Government	\$ 238,224
Finance	2,695
Administration of Justice	5,996
Public Safety	503,928
Public Health and Welfare	613,449
Social, Cultural, and Recreational Services	1,659
Highway/Public Works	<u>788,694</u>
 Total Depreciation Expense - Governmental Activities	<u>\$ 2,154,645</u>

Discretely Presented Marshall County School Department

Governmental Activities:

	Balance 7-1-23	Increases	Decreases	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 2,804,140	\$ 0	\$ 0	\$ 2,804,140
Construction in Progress	1,218,715	7,575,380	(1,114,656)	7,679,439
Total Capital Assets Not Depreciated	<u>\$ 4,022,855</u>	<u>\$ 7,575,380</u>	<u>\$ (1,114,656)</u>	<u>\$ 10,483,579</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 102,343,631	\$ 2,718,106	\$ 0	\$ 105,061,737
Infrastructure	154,324	0	0	154,324
Other Capital Assets	10,249,302	73,228	0	10,322,530
Total Capital Assets Depreciated	<u>\$ 112,747,257</u>	<u>\$ 2,791,334</u>	<u>\$ 0</u>	<u>\$ 115,538,591</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 55,152,410	\$ 2,418,247	\$ 0	\$ 57,570,657
Infrastructure	63,410	0	0	63,410
Other Capital Assets	6,578,133	598,479	0	7,176,612
Total Accumulated Depreciation	<u>\$ 61,793,953</u>	<u>\$ 3,016,726</u>	<u>\$ 0</u>	<u>\$ 64,810,679</u>
Total Capital Assets Depreciated, Net	<u>\$ 50,953,304</u>	<u>\$ (225,392)</u>	<u>\$ 0</u>	<u>\$ 50,727,912</u>
Governmental Activities				
Capital Assets, Net	<u>\$ 54,976,159</u>	<u>\$ 7,349,988</u>	<u>\$ (1,114,656)</u>	<u>\$ 61,211,491</u>

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

Governmental Activities:

Instruction	\$ 57,795
Support Services	2,919,401
Operation of Non-instructional Services	<u>39,530</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 3,016,726</u></u>

C. *Interfund Receivables, Payables, and Transfers*

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
Nonmajor governmental	General	\$ 249,646

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

Due to/from Primary Government and Component Units:

Receivable Entity	Payable Entity	Amount
Component Unit:		
Primary Government:	Marshall County Board	
Public Utility Debt Enterprise Fund	of Public Utilities	\$ 44,812,302
Component Unit:	Primary Government:	
Marshall County Board	Community Development/	
of Public Utilities	Industrial Park Fund	4,377,231

The receivable from the Marshall County Board of Public Utilities represents the outstanding balance of revenue bonds issued by the primary government for the benefit of the public utilities. The bonds are secured solely by the revenues of the public utilities.

The payable from the primary government represents grant funding.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In				Purpose	
	Other		Nonmajor governmental funds	\$ 759,440		
	General Fund	Capital Projects Fund				
General	\$ 0	\$ 0		\$ 759,440	Capital projects	
"	0	82,389		0	Capital expenditures	
Nonmajor governmental funds	45,000	0		0	Operations	
Total	\$ 45,000	\$ 82,389		\$ 759,440		

Discretely Presented Marshall County School Department

Transfers Out	Transfers In				Purpose	
	General		Education	Nonmajor governmental funds		
	Purpose	Capital	Nonmajor			
	School	Projects	governmental			
	Fund	Fund	funds			
General Purpose School Fund	\$ 0	\$ 318,000	\$ 0		Capital projects	
"	0	0	200,000		Operations	
"	0	0	4,112		Cafeteria expenditures	
Nonmajor governmental funds	49,753	0	0		Operations	
Total	\$ 49,753	\$ 318,000	\$ 204,112			

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.

D. Long-term Debt

Primary Government

General Obligation Bonds and Notes

General Obligation Bonds - Marshall County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds

are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 30 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. 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 - Marshall County issues capital outlay notes to fund capital facilities and other capital outlay purchases, such as equipment for the primary government and discretely presented school department. Capital outlay notes are direct obligations and pledge the full faith, credit, and taxing authority of the government. Marshall County had no outstanding capital outlay notes as of June 30, 2024.

General obligation bonds 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	2.81 to 3.86 %	12-1-44	\$ 19,495,000	\$ 15,185,000
General Obligation Bonds - Refunding	1.78	5-1-31	5,060,000	2,560,000

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 850,000	\$ 577,501	\$ 1,427,501
2026	875,000	554,751	1,429,751
2027	900,000	530,964	1,430,964
2028	920,000	506,501	1,426,501
2029	950,000	480,845	1,430,845
2030-2034	3,990,000	1,996,012	5,986,012
2035-2039	3,850,000	1,368,410	5,218,410
2040-2044	4,710,000	581,192	5,291,192
2045	700,000	12,044	712,044
Total	\$ 17,745,000	\$ 6,608,220	\$ 24,353,220

There is \$8,563,519 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$517 based on the 2020 federal census.

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Notes - Direct Placement
Balance, July 1, 2023	\$ 18,575,000	\$ 129,727
Reductions	<u>(830,000)</u>	<u>(129,727)</u>
Balance, June 30, 2024	<u><u>\$ 17,745,000</u></u>	<u><u>0</u></u>
Balance Due Within One Year	<u><u>\$ 850,000</u></u>	<u><u>0</u></u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 17,745,000
Less: Balance Due Within One Year - Debt	<u>(850,000)</u>
Noncurrent Liabilities - Due in	
More Than One Year - Debt - Exhibit A	<u><u>\$ 16,895,000</u></u>

Public Utility Debt Enterprise Fund

Revenue Bonds and Notes

Revenue Bonds – Marshall County issued revenue bonds on behalf of the discretely presented Marshall County Board of Public Utilities. Those bonds are secured solely by revenues of the public utility. Principal and interest requirements on the bonds are paid directly to the bondholders by Marshall County Board of Public Utilities. The primary government's Public Utility Debt Enterprise Fund reports the liability for the bonds with an offsetting receivable, Due from Component Unit.

Direct Borrowing and Direct Placements – Marshall County issued capital outlay notes on behalf of the discretely presented Marshall County Board of Public Utilities. These notes are secured solely by revenues of the public utility. Principal and interest requirements on the notes are paid directly to the noteholders by Marshall County Board of Public Utilities. Marshall County had no outstanding capital outlay notes as of June 30, 2024.

Revenue bonds outstanding as of June 30, 2024, reported in the enterprise fund are as follows:

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

Water Revenue Bonds	2 to 5	%	8-1-61	\$ 40,317,000	\$ 40,282,302
Water Revenue Bonds - Refunding	1.897		6-1-36	7,005,000	4,530,000

The annual requirements to amortize all revenue bonds outstanding as of June 30, 2024, including interest payments, are presented in the following tables:

Year Ending June 30	Revenue Bonds		
	Principal	Interest	Total
2025	\$ 395,432	\$ 1,902,220	\$ 2,297,652
2026	1,051,652	1,894,301	2,945,953
2027	1,087,895	1,853,908	2,941,803
2028	1,134,165	1,811,889	2,946,054
2029	1,175,460	1,767,893	2,943,353
2030-2034	6,597,664	8,106,518	14,704,182
2035-2039	6,744,199	6,668,717	13,412,916
2040-2044	7,449,565	5,088,910	12,538,475
2045-2049	9,214,179	3,323,596	12,537,775
2050-2054	9,108,484	1,043,912	10,152,396
2055-2059	572,959	57,641	630,600
2060-2062	280,648	6,659	287,307
Total	\$ 44,812,302	\$ 33,526,164	\$ 78,338,466

Changes in Long-term Enterprise Fund Debt

Long-term debt activity for the Public Utility Debt Enterprise Fund for the year ended June 30, 2024, was as follows:

Business-type Activities:

	Revenue Bonds	Notes - Direct Placement
Balance, July 1, 2023	\$ 5,195,614	\$ 1,223,101
Additions	40,317,000	1,045,299
Reductions	(700,312)	(2,268,400)
Balance, June 30, 2024	<u>\$ 44,812,302</u>	<u>0</u>
Balance Due Within One Year	<u>\$ 395,432</u>	<u>0</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2024	\$ 44,812,302
Less: Balance Due Within One Year - Debt	<u>(395,432)</u>
Noncurrent Liabilities - Due in	
More Than One Year - Debt - Exhibit A	<u>\$ 44,416,870</u>

E. 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
Balance, July 1, 2023	\$ 387,476
Additions	630,186
Reductions	<u>(552,169)</u>
Balance, June 30, 2024	<u>\$ 465,493</u>
Balance Due Within One Year	<u>\$ 465,493</u>

Compensated absences will be paid from the employing funds, primarily the General Fund.

Discretely Presented Marshall County School Department

Changes in Long-term Obligations

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

Governmental Activities:	Compensated Absences	Other Postemployment Benefits
Balance, July 1, 2023	\$ 196,633	\$ 7,096,579
Additions	319,624	1,342,902
Reductions	(239,654)	(471,645)
Balance, June 30, 2024	<u>\$ 276,603</u>	<u>\$ 7,967,836</u>
Balance Due Within One Year	<u>\$ 276,603</u>	<u>\$ 608,642</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School Fund.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2024	\$ 8,244,439
Less: Balance Due Within One Year - Other	<u>(885,245)</u>
Noncurrent Liabilities - Due in	
More Than One Year - Other - Exhibit A	<u>\$ 7,359,194</u>

F. *On-Behalf Payments – Discretely Presented Marshall County School Department*

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Marshall County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2024, were \$137,883. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. *Risk Management*

Primary Government

The county is exposed to various risks related to general liability, property, and casualty losses. In prior years, the county decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty

coverage. The county joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays annual premiums to the LGPCF for their 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.

Marshall County participate 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.

Marshall County purchase commercial health insurance for employees of the primary government. Pre-65 age retirees are not allowed to participate in the health insurance program. Settled claims have not exceeded this commercial coverage.

Discretely Presented Marshall County School Department

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

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

B. Accounting Change

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

C. Contingent Liabilities

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

The county is involved in several pending lawsuits. The county attorney estimates that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Changes in Administration

On October 10, 2023, Kimberlee Alsup left the Office of Clerk and Master and was succeeded by Cecilia West Spivy, and the register of deeds, Dorris Wayne Weaver, passed away on March 5, 2024, and was succeeded by Jennifer Neill effective March 25, 2024.

E. Joint Ventures

Primary Government

The Marshall County Joint Economic Development Board is a joint venture between Marshall County, the city of Lewisburg, and the Towns of Chapel Hill, Petersburg, and Cornersville. The board comprises the county mayor, city mayor, town administrators, and 16 additional members. The purpose of the board is to foster communication and facilitate economic and community development between and among governmental entities, industry, and private citizens. The city, towns, and county provide the majority of funding for the board based on the percentage of its population compared to the total census of the county. Marshall County has been designated as the fiscal agent for the board and accounts for its activities through the Community Development - Custodial Fund, which is included in the financial statements of this report. Marshall County contributed \$82,812 to the operations of the board during the year ended June 30, 2024.

The Seventeenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventeenth Judicial District, Lincoln, Moore, and Marshall counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within the judicial district. Marshall County did not contribute any funds to the DTF for the year ended June 30, 2024.

Marshall County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of District Attorney General
Seventeenth Judicial District Drug Task Force
P.O. Box 878
Fayetteville, TN 37334

Discretely Presented Marshall County School Department

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

Complete financial statements for the Volunteer State Cooperative can be obtained from its administrative office at the following address:

Administrative Office:

Volunteer State Cooperative
220 McLemore Street
Dickson, TN 37055

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Marshall County, non-certified employees of the discretely presented Marshall County School Department, and employees of the discretely presented Marshall County Board of Public Utilities 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 58.17 percent, the non-certified employees of the discretely presented school department comprised 37.89 percent, and employees of the discretely presented Marshall County Board of Public Utilities comprised 3.94 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	297
Inactive Employees Entitled to But Not Yet Receiving Benefits	539
Active Employees	499
<hr/>	
Total	<hr/> 1,335

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Marshall County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2024, the employer contributions for Marshall County were \$1,507,143 based on a rate of 7.5 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Marshall 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)

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

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

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

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

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

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Marshall 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	\$ 58,245,456	\$ 59,156,984	\$ (911,528)
Changes for the Year:			
Service Cost	\$ 1,736,543	\$ 0	\$ 1,736,543
Interest	3,967,731	0	3,967,731
Differences Between Expected and Actual Experience	(266,863)	0	(266,863)
Contributions-Employer	0	1,330,904	(1,330,904)
Contributions-Employees	0	913,682	(913,682)
Net Investment Income	0	3,969,544	(3,969,544)
Benefit Payments, Including Refunds of Employee Contributions	(2,401,585)	(2,401,585)	0
Administrative Expense	0	(48,669)	48,669
Net Changes	\$ 3,035,826	\$ 3,763,876	\$ (728,050)
Balance, June 30, 2023	\$ 61,281,282	\$ 62,920,860	\$ (1,639,578)

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

		Total	Plan	Net
		Pension	Fiduciary	Pension
		Liability	Net	Liability
			Position	(Asset)
Primary Government	58.17%	\$ 35,647,321	\$ 36,601,064	\$ (953,743)
School Department	37.89%	23,219,478	23,840,714	(621,236)
Public Utilities	3.94%	2,414,483	2,479,082	(64,599)
Total		\$ 61,281,282	\$ 62,920,860	\$ (1,639,578)

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

Marshall County	Current		
	1%	Decrease	1%
	Discount	Rate	Increase
	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 6,641,386	\$ (1,639,578)	\$ (8,461,737)

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, Marshall County recognized pension expense (negative pension expense) of \$1,745,494.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,393,992	\$ 569,509
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	493,053	0
Changes in Assumptions	1,555,480	0
Contributions Subsequent to the Measurement Date of June 30, 2023 (1)	<u>1,507,143</u>	N/A
Total	<u>\$ 4,949,668</u>	<u>\$ 569,509</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2023,” will be recognized as a reduction (increase) to net pension liability (asset) in the following 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	\$ 2,829,130	\$ 331,283
School Department	1,927,682	215,787
Public Utilities	<u>192,856</u>	<u>22,439</u>
Total	<u>\$ 4,949,668</u>	<u>\$ 569,509</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 <u>June 30</u>	Amount
2025	\$ 870,549
2026	759,359
2027	1,239,783
2028	3,325
2029	0
Thereafter	0

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

Discretely Presented Marshall County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Marshall County, non-certified employees of the discretely presented Marshall County School Department, and employees of the discretely presented Marshall County Board of Public Utilities are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 58.17 percent, the non-certified employees of the discretely presented school department comprise 37.89 percent, and employees of the discretely presented Marshall County Board of Public Utilities comprise 3.94 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Marshall 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 \$259,788, which is 2.95 percent of covered payroll. In addition, employer contributions of \$92,467, which is 1.05 percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

Pension Liabilities (Assets). On June 30, 2024, the school department reported a liability, (asset) of (\$148,351) 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 .349856 percent. The proportion as of June 30, 2022, was .358934 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the Marshall County School Department recognized pension expense (negative pension expense) of \$189,997.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 4,997	\$ 86,589
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	37,717	0
Changes in Assumptions	111,611	0
Changes in Proportion of Net Pension Liability (Asset)	21,890	9,550
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	<u>259,788</u>	N/A
 Total	 <u>\$ 436,003</u>	 <u>\$ 96,139</u>

The school department's employer contributions of \$259,788, 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 <u>June 30</u>	Amount
2025	\$ 1,556
2026	(3,934)
2027	54,251
2028	4,921
2029	5,151
Thereafter	18,131

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	Current	1% Decrease	Discount Rate	1% Increase
Net Pension Liability (Asset)	\$ 682,406	\$ (148,351)	\$ (746,428)	

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

General Information About the Pension Plan

Plan Description. Teachers of the Marshall 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 Marshall County School Department for the year ended June 30, 2024, to the Teacher Legacy Pension Plan were \$1,189,683, 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 (\$6,082,945) 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 .515953 percent. The proportion as of June 30, 2022, was .507716 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, the school department recognized pension expense (negative pension expense) of \$1,519,362.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,449,267	\$ 282,289
Changes in Assumptions	1,981,990	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,055,422	0
Changes in Proportion of Net Pension Liability (Asset)	25,531	130,697
LEA's Contributions Subsequent to the Measurement Date of June 30, 2023	1,189,683	N/A
Total	\$ 5,701,893	\$ 412,986

The school department's employer contributions of \$1,189,683 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	\$ 1,403,917
2026	(871,358)
2027	3,558,398
2028	8,267
2029	0
Thereafter	0

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 13,249,078	\$ (6,082,945)	\$ (22,161,738)

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

Marshall County, the Marshall County School Department, and the Marshall County Board of Public Utilities offer their employees a deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program are the responsibility of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 establishes participation, contribution, and withdrawal provisions for the plan.

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 \$467,129 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

Discretely Presented Marshall County School Department

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

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

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

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

The discount rate was 3.65%, based on an average 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, 2020, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 19 percent load for males and an 18 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

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

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

Plan Description. Employees of the Marshall 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 Marshall County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA 8-27-301* establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Upon meeting requirements for full retirement with the Tennessee Consolidated Retirement System, an eligible employee must have at least 10 years of credible service to continue group health insurance coverage. With at least 15 years of non-consecutive service with the Marshall County School Department, of which, the last five years of service was with the school system participating in the LEP, retirees are eligible to receive a monthly direct subsidy toward the cost of their insurance premiums. The monthly subsidy is based on years of service and ranges from \$207 to \$421 for certified teachers and from \$453 to \$654 for support staff, based on 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 by the state for enrollees of the health savings CDHP.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	30
Inactive Employees Entitled To But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	<u>387</u>
 Total	 <u>418</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 \$260,027 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		
	Marshall County School Department 65.84%	State of TN 34.16%	Total OPEB Liability
Balance July 1, 2022	\$ 7,096,579	\$ 3,330,372	\$ 10,426,951
Changes for the Year:			
Service Cost	\$ 302,060	\$ 156,719	\$ 458,779
Interest	249,499	129,449	378,948
Difference between Expected and Actual Experience	193,145	100,210	293,355
Changes in Assumptions	598,198	310,365	908,563
Change in Proportion	(231,224)	231,224	0
Benefit Payments	(240,421)	(124,739)	(365,160)
Net Changes	\$ 871,257	\$ 803,228	\$ 1,674,485
Balance June 30, 2023	\$ 7,967,836	\$ 4,133,600	\$ 12,101,436

The Marshall 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 Marshall County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$373,132 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Marshall County School Department's proportionate share of the collective OPEB liability was 65.84 percent and the State of Tennessee's share was 34.16 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 \$981,774, 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	\$ 850,982	\$ 471,035
Changes of Assumptions	1,039,557	807,876
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	349,290	661,457
Benefits Paid After the Measurement Date of June 30, 2023	<u>260,027</u>	N/A
 Total	 <u>\$ 2,499,856</u>	 <u>\$ 1,940,368</u>

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

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

Year Ending <u>June 30</u>	School Department
2025	\$ 57,065
2026	57,065
2027	57,065
2028	81,892
2029	10,038
Thereafter	36,336

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		\$ 8,554,370	\$ 7,967,836
			\$ 7,408,793

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.

Healthcare Cost Trend Rate

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

Proportionate Share of the Collective Total OPEB Liability	\$ 7,176,518	\$ 7,967,836	\$ 8,878,674
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H. Office of Central Accounting and Budgeting

Marshall County operates under provisions of Chapter 17, Private Acts of 2005, which provide for a central system of accounting and budgeting covering funds administered by the county mayor and highway superintendent. These funds are maintained in the Office of Director of Accounts and Budgets.

I. Purchasing Laws

Office of County Mayor

Purchasing procedures for this office are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-207, *Tennessee Code Annotated (TCA)*, which provide for competitive bids on all purchases exceeding \$25,000. Chapter 17, Private Acts of 2005, requires that purchases exceeding \$2,500 be approved in advance by the director of accounts and budgets.

Office of Highway Superintendent

Purchasing procedures for the highway department are governed by Chapter 17, Private Acts of 2005, and the Uniform Road Law, Section 54-7-113, *TCA*. Competitive bids are required to be solicited through newspaper advertisement for all purchases exceeding \$25,000, and purchases exceeding \$2,500 are required to have prior approval by the director of accounts and budgets.

Office of Director of Schools

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

J. Subsequent Events

On August 31, 2024, Jennifer Neill left the Office of Register of Deeds and was succeeded by Curtis Johnson, and Michelle Clark left the Office of Assessor of Property and was succeeded by Jennifer Neill.

VI. OTHER NOTES – DISCRETELY PRESENTED MARSHALL COUNTY BOARD OF PUBLIC UTILITIES

A. Summary of Significant Accounting Policies

Reporting Entity and Introduction

The Marshall County Board of Public Utilities (the utility) is a discrete component unit of Marshall County, Tennessee. The utility is governed by a board of directors appointed by the Marshall County. In addition, the Marshall County commissioners approve the annual budget of the utility. The utility is operated as an enterprise fund with self-balancing accounting records. Information relative to the county may be obtained by reading its separately issued financial statements.

The utility's financial statements are presented on the full accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and reporting principles.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

All operating activities are accounted for within a single proprietary (enterprise) fund. Proprietary funds are used to account for operations that are (a) financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, and expenses incurred, or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

The accounting and financial reporting treatment applied to the utility is determined by its measurement focus. The transactions of the utility are accounted for on a flow of economic resources measurement focus. With this measurement focus, assets, deferred outflow of resources, liabilities, and deferred inflows of resources associated with the operations are included on the balance sheet. Net position (i.e., total assets and deferred outflows of resources net of total liabilities and deferred inflows of resources) is segregated into invested

in capital assets, net of related debt; restricted for capital activity and debt service; and unrestricted components.

The utility's financial statements are presented in accordance with GAAP for proprietary funds. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services in connection with the utility's principal ongoing operations. The principal operating revenues of the enterprise fund are charges for services. Operating expenses for the enterprise fund include payments to vendors, administrative expenses, and employee benefits. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Assets, Liabilities, Deferred Outflows/Inflows or Resources, and Net Position/Fund Balance

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

Investments – The utility may 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 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. They may make investments with longer maturities if various restrictions set out in the state law are followed.

Restricted Assets – Restricted assets represent cash and cash equivalents maintained in accordance with bond resolutions, loan agreements, grant awards, and other resolutions and formal actions by the utility's board or by agreement for the purpose of funding certain debt service payments, depreciation, and contingency activities, and improvements and extensions to the system. Restricted assets are generally not available for current operating expenses.

Receivables – Receivables consist of all revenues earned at year-end and not yet received. Allowance for uncollectible accounts receivable is based upon historical trends and the periodic aging of accounts receivable. Accounts receivable is shown net of allowance for uncollectible accounts of \$12,894.

Inventories – Inventories of the Marshall County Board of Utility are recorded at cost, determined on the first-in, first-out method. Inventories are recorded as expenditures when consumed rather than when purchased.

Capital Assets – Capital assets, including property, plant, vehicles, equipment, and construction in progress are reported in the utility's financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 or more (\$25,000 infrastructure) and an estimated useful life of three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, and equipment of the utility are depreciated using the straight-line method over the estimated useful lives of the assets.

The range of estimated useful lives by type of asset is as follows:

Buildings and Improvements	7 – 40 years
Other capital assets	5 – 20 years
Water systems	50 years

Compensated Absences – It is the policy of the utility to permit employees to accumulate earned but unused vacation and sick leave benefits. There is no liability for unpaid accumulated sick leave since the utility does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred.

Deferred Outflows/Inflows of Resources – In addition to assets, the statement of financial 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 position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The utility's pension-related items fall into this category.

Pensions – For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about fiduciary net position of the Utility's participation in the Public Employee Retirement Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from the Utility's fiduciary net position have been determined on the same basis as they are reported by TCRS for Public Employee Retirement 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 Retirement Plan of TCRS. Investments are reported at their fair value.

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

Net position is 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 bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvements 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 and regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that do not meet the definition of “restricted” or “net investments in capital assets”.

Estimates

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

Revenues and Expenses

Operating Revenues and Expenses – Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities. All revenues that are not generated from the daily operations are defined as non-operating.

Impact of Recently Issued Accounting Pronouncement

In June 2022, the GASB issued Statement No. 100 – Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62, effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The primary objective of the statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. See disclosure about error corrections below.

B. Detail Notes on Transaction Classes/Accounts

Cash and Investments

Deposits – The utility policies regarding deposits of cash are discussed in a previous note. The utility maintains checking accounts with local banks. Also, some funds are held as certificates of deposit at local banks. Deposits are carried at cost plus accrued interest. The carrying amount of deposits is separately displayed on the balance sheet as “Cash and cash equivalents” and “investments”. Investments consist of certificates of deposits at the local banks whose maturity exceeds three months.

As of June 30, 2024, none of the utility’s deposits were exposed to custodial credit risk due to being entirely covered by depository insurance (a combination of federal depository insurance and pledged collateral or coverage by the State’s Bank Collateral Pool).

Investments – The utility investment policies are governed by State Statutes. As outlined in a previous note, permissible investments include direct obligations of the U.S. Government and agency securities, certificates of deposit, and savings accounts. Collateral is required for demand deposits, certificates of deposit, and repurchase agreements at 105% of all amounts not covered by federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its subdivisions. The utility has no policy that further limits allowable investments. The carrying amount of investments on June 30, 2024, was \$32,942,180.

Investment – Fair Value Disclosures

Investments and Derivative Instruments Measured at Fair Value

Investments Measured at Fair Value (\$ in millions)	Fair Value Measurements Using		
	Quoted		
	Prices in		
	Active	Significant	
	Markets for	Other	Significant
	Identical	Observable	Unobservable
		Assets	Inputs
		(Level 1)	(Level 2)
			(Level 3)
Debt securities			
US Treasury Securities	\$ 32.94	\$ -	\$ -
Total investments by fair value level	\$ 32.94	\$ -	\$ -
Investments Measured at the net asset value (NAV)	\$ -		
Total investments measured at fair value	\$ 32.94		

Note: Debt securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value based on the securities' relationship to benchmark quoted prices.

Fair Value Measurements – GASB Statement number 72 Fair Value Measurements and Disclosures, (GASB 72) defines fair value and expanded disclosures about fair value measurements. GASB 72 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. GASB 72 also established a fair value hierarchy that prioritizes the inputs used to measure fair value. The hierarchy requires entities to maximize the use of observable inputs and minimize the use of unobservable inputs. The three levels of inputs used to measure fair value are as follows:

Level 1 – Quoted prices in active markets for identical assets or liabilities

Level 2 - Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar assets and liabilities in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities. This includes certain pricing models, discounted cash flow methodologies and similar techniques that use significant unobservable inputs.

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, primarily include certain common stock and preferred stock equities. These investments are traded daily in public markets in the United States and other foreign countries. The fair value of these investments is based on the last reported sales price on the last day of the plan year.

Investments that trade in markets that are not considered to be actively traded on a daily basis, but are valued based on quoted market prices, dealer and broker quotations, bid prices, or alternative pricing sources using observable inputs are classified within Level 2. These include certain U.S. Government and foreign obligations, investment grade corporate bonds and bank loans, certain mortgage and asset backed securities, less liquid listed securities, certain government agency securities, and foreign currency exchange purchases and sales contracts. Common and collective trust funds, investment entities and short-term investment funds, whose underlying assets are primarily invested in securities that are actively traded, are fair valued based upon the redemption value of each unit on the last business day of the plan year.

Investments classified within Level 3 have significant unobservable inputs, as they trade infrequently or not at all. Level 3 investments include private equity funds, real estate investment, limited partnerships, certain mortgage and asset backed and common and collective trust funds that are primarily invested in real estate. The fair value of these investments is determined by estimates provided by independent pricing sources in asset classes, non-binding bid prices from industry vendors and managers, and the net asset value on the last day of plan year.

Capital Assets

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

	Balance 7-1-23	Additions/ Adjustments	Disposals/ Adjustments	Balance 6-30-24
Capital Assets Not Depreciated:				
Land	\$ 659,901	\$ 63,328	\$ 0	\$ 723,229
Construction in Progress	3,922,027	9,744,937	0	13,666,964
Total Capital Assets Not Depreciated	\$ 4,581,928	\$ 9,808,265	\$ 0	\$ 14,390,193
Capital Assets Depreciated:				
Buildings and Improvements	\$ 979,951	\$ 0	\$ 0	\$ 979,951
Infrastructure	30,071,128	186,509	0	30,257,637
Other Capital Assets	1,079,358	83,917	(2,179)	1,161,096
Total Capital Assets Being Depreciated	\$ 32,130,437	\$ 270,426	\$ (2,179)	\$ 32,398,684
Less Accumulated Depreciation:				
Buildings and Improvements	\$ 375,870	\$ 25,520	\$ 0	\$ 401,390
Infrastructure	10,714,337	545,859	0	11,260,196
Other Capital Assets	1,033,852	102,574	160	1,136,586
Total Accumulated Depreciation	\$ 12,124,059	\$ 673,953	\$ 160	\$ 12,798,172
Total Capital Assets Depreciated, Net	\$ 20,006,378	\$ (403,527)	\$ (2,339)	\$ 19,600,512
Total Business-type Capital Assets, Net	\$ 24,588,306	\$ 9,404,738	\$ (2,339)	\$ 33,990,705

Depreciation expense totaled \$592,375 for the year ended June 30, 2024.

Accounts Payable

Payables are composed of payables to vendors.

Long-term Liabilities

The utility is currently contributing funds to service the debt issued on its behalf by the primary government as noted in the table below. The debt is reflected in the government-wide financial statements and Debt Enterprise Fund of the primary government as Due from Component Units and Due to Primary Government in the Utility's financial statements. During the year the Utility made payments to the primary government paid of \$2,968,712 for principal and \$769,680 for interest.

Bonds Payable:

Principal Payments Due to Marshall County

Water Revenue and Tax Refunding Bonds, Series 2016	\$ 4,530,000
Water Revenue and Tax Bond, Series 2020	3,312,302
Water Revenue Bond, Series 2024	<u>36,970,000</u>
	<u>\$ 44,812,302</u>

	Balance 7/1/2023	Additions	Retirements	Balance 6/30/2024	Due with one year
Compensated absences	\$ 31,862	\$ 9,392	\$ -	\$ 41,254	\$ -
Payable to Marshall Co - Bonds	5,195,614	40,317,000	700,312	44,812,302	395,432
Payable to Marshall Co - Bonds	1,223,101	1,045,299	2,268,400	-	-
Total	<u>\$ 6,450,577</u>	<u>\$ 41,371,691</u>	<u>\$ 2,968,712</u>	<u>\$ 44,853,556</u>	<u>\$ 395,432</u>

Annual Requirements to Retire Liability Outstanding with Marshall County

The annual aggregate maturities for each note payable for the years subsequent to June 30, 2024, are as follows:

Year Ending June 30	Series 2016		Series 2020		Series 2024	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 335,000	\$ 98,507	\$ 60,432	\$ 65,688	\$ 0	\$ 1,738,025
2026	345,000	91,808	61,652	64,468	645,000	1,738,025
2027	350,000	84,907	62,895	63,225	675,000	1,705,775
2028	360,000	77,908	64,164	61,956	710,000	1,672,025
2029	365,000	70,707	65,460	60,660	745,000	1,636,525
2030-2034	1,935,000	237,439	347,664	282,936	4,315,000	7,586,125
2035-2039	840,000	29,945	384,199	246,401	5,520,000	6,392,375
2040-2044	0	0	424,565	206,035	7,025,000	4,882,875
2045-2049	0	0	469,179	161,421	8,745,000	3,162,175
2050-2054	0	0	518,484	112,116	8,590,000	931,814
2055-2059	0	0	572,959	57,641	0	0
2060-2062	0	0	280,649	6,663	0	0
Total	<u>\$ 4,530,000</u>	<u>\$ 691,221</u>	<u>\$ 3,312,302</u>	<u>\$ 1,389,210</u>	<u>\$ 36,970,000</u>	<u>\$ 31,445,739</u>

C. Stewardship, Compliance, and Accountability

Budgetary Information – The Utility Board of Commissioners annually approves the operating budget. Budget documents are required to be submitted to the State of Tennessee, Division of Local Finance for approval. The budget was approved by the Board.

D. Other Information

Pension

Plan Description. Marshall County Board of Public Utilities participates in the Tennessee Consolidated Retirement System under the Marshall County, Tennessee plan. Employees are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multi-employer pension plan administered by the TCRS. The TCRS was created by state statute under Tennessee Code Annotated, 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. Tennessee Code Annotated Title 8, Chapters 34-37 establishes 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 5 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 at age 55 and vested. 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 non-service-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are 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 2nd 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 3 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	0
Inactive Employees Entitled to But Not Yet Receiving	
Benefits	0
Active Employees	14
 Total employees	 14

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute 5 percent

of salary. Marshall 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, employer contributions for Marshall County Board of Public Utilities were \$57,221 based on a rate of 7.5 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Marshall County's state shared taxes if required employer contributions are not remitted. The employer's ADC and member contributions are expected to finance the cost of benefits earned by during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

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

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

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best estimate of expected future real rates of return (expected returns, net of pension plan investment 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	Long-term Expected Real Rate of Return	Target Allocations
U.S. Equity	4.88 %	31 %
Developed Market		
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
 Total	 <u>100</u>	 <u>%</u>

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 Marshall County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2022	\$ 2,172,556	\$ 2,206,556	\$ (34,000)
Changes for the Year:			
Service Cost	\$ 68,420	\$ 0	\$ 68,420
Interest	156,333	0	156,333
Differences Between Expected and Actual Experience			
	(10,514)	0	(10,514)
Contributions-Employer	0	52,438	(52,438)
Contributions-Employees	0	35,999	(35,999)
Net Investment Income	0	156,400	(156,400)
Benefit Payments, Including Refunds of Employee Contributions			
	(94,622)	(94,622)	0
Change in Proportion	(2)	(1)	(1)
Administrative Expense	0	0	0
Net Changes	\$ 119,615	\$ 150,214	\$ (30,599)
Balance, June 30, 2023	\$ 2,292,171	\$ 2,356,770	\$ (64,599)

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

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government	58.17%	\$ 35,647,321	\$ 36,601,064
School Department	37.89%	23,219,478	23,840,714
Public Utilities	3.94%	2,414,483	2,479,082
Total		\$ 61,281,282	\$ 62,920,860
			\$ (1,639,578)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Marshall County calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a

discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

	1%	Current	1%
	Decrease	Discount Rate	Increase
	5.75%	6.75%	7.75%
Net Pension Liability (Asset)	\$ 261,671	\$ 64,599	\$ 333,392

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, Marshall County recognized pension expense (negative pension expense) of \$1,745,494. The utilities portion of this expense would be \$68,772, based on the allocation rate.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2024, the utility 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	\$ 54,923	\$ 22,439
Net Difference Between Projected and Actual Earnings on Pension Plan		
Investments	19,426	0
Changes in Assumptions	61,286	0
Contributions Subsequent to the Measurement Date of June 30, 2023	57,221	N/A
 Total	 \$ 192,856	 \$ 22,439

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

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2025	\$ 34,299
2026	29,919
2027	48,847
2028	131
2029	0
Thereafter	0

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

Risk Management

The utility is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended June 30, 2024, the utility purchased commercial insurance for all of the above risks. Settled claims have not exceeded commercial insurance coverage in any of the three past fiscal years.

The Marshall County Board of Public Utilities is exposed to various risks related to general liability, property, and casualty losses. In prior years, the utility decided it was more economically feasible to join a public entity risk pool instead of purchasing commercial insurance for general liability, property, and casualty coverage. The utility joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The utility pays annual premiums to the LGPCF for their 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. The utility 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 Marshall County Board of Public Utilities purchases commercial health insurance for employees. Pre-65 age retirees are not allowed to participate in the health insurance program. Settled claims have not exceeded this commercial coverage.

Commitments

The utility is committed to future capital expenditures for projects ongoing on June 30, 2024:

The utility has an ongoing Water Treatment Facility project with an estimated total cost of \$39,000,000. The utility has spent \$5.6 million as of June 30, 2024. This project is being funded by revenue bonds issued to Marshall County. They expect to complete this project by 2027.

The utility is also in the process of completing a water line improvement project on Hwy 31A. The total costs as of June 30, 2024, were approximately \$8 million. The total cost is estimated to be \$10.3 million. The funding for this project includes a \$2.1 million Rural Development

Loan, a \$1.2 million Rural Development grant, a \$2.8 million ARPA grant, and \$1.8 million from other local governments. This project will be completed by the end of 2024.

Error Corrections

The utility made error correcting adjustments to record corrections to the statement of net position from prior years.

The entries are as follows:

The utility made an adjustment to record a grant receivable of \$1,642,589 for amounts receivable. The entry increased grant receivable and net position.

An entry was made to increase inventory and net position by \$9,707 due to amounts that were not recorded in the prior year.

The utility made an entry to reduce net position for unrecorded accrued wages of \$12,880 and unrecorded accrued leave of \$31,862 from the prior year.

The utility made an entry to decrease customer deposits and increase net position by \$4,412 for misstated customer deposits.

The utility made an entry to record capital assets that had not been recorded in prior years. The entry increased capital assets and net position by \$83,342.

	<u>Net Position</u>
12-31-23, as previously reported	\$ 22,656,538
Error correction - grant receivable	1,642,589
Error correction - inventory	9,707
Error correction - unrecorded accrued wages	(12,880)
Error correction - accrued leave	(31,862)
Error correction - customer deposits	4,412
Error correction - capital assets	<u>83,342</u>
12-31-23, as restated	<u><u>\$ 24,351,846</u></u>

REQUIRED SUPPLEMENTARY INFORMATION SECTION

MARSHALL COUNTY, TENNESSEE**Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS**

Primary Government

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Total Pension Liability										
Service Cost	\$ 1,004,774	\$ 1,074,330	\$ 1,099,290	\$ 1,188,940	\$ 1,337,272	\$ 1,346,083	\$ 1,430,556	\$ 1,431,744	\$ 1,632,405	\$ 1,736,543
Interest	2,357,662	2,511,475	2,699,260	2,821,041	2,922,982	3,076,587	3,267,311	3,413,676	3,582,098	3,967,731
Differences Between Actual and Expected Experience	194,505	555,152	(504,622)	(501,622)	(141,570)	195,273	(520,168)	(663,325)	2,787,984	(266,863)
Change in Assumptions	0	0	0	935,711	0	0	0	3,888,703	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,570,856)	(1,580,468)	(1,743,780)	(1,775,873)	(2,002,704)	(2,014,905)	(2,128,583)	(2,191,534)	(2,385,501)	(2,401,585)
Net Change in Total Pension Liability	\$ 1,986,085	\$ 2,560,489	\$ 1,550,148	\$ 2,668,197	\$ 2,115,980	\$ 2,603,038	\$ 2,049,116	\$ 5,879,264	\$ 5,616,986	\$ 3,035,826
Total Pension Liability, Beginning	\$ 31,216,153	\$ 33,202,238	\$ 35,762,727	\$ 37,312,875	\$ 39,981,072	\$ 42,097,052	\$ 44,700,090	\$ 46,749,206	\$ 52,628,470	\$ 58,245,456
Total Pension Liability, Ending (a)	\$ 33,202,238	\$ 35,762,727	\$ 37,312,875	\$ 39,981,072	\$ 42,097,052	\$ 44,700,090	\$ 46,749,206	\$ 52,628,470	\$ 58,245,456	\$ 61,281,282
Plan Fiduciary Net Position										
Contributions - Employer	\$ 1,181,756	\$ 803,925	\$ 813,697	\$ 871,778	\$ 1,041,617	\$ 1,106,587	\$ 1,181,036	\$ 1,199,569	\$ 1,312,308	\$ 1,330,904
Contributions - Employee	594,063	609,918	606,001	665,448	696,649	739,361	797,627	843,103	924,495	913,682
Net Investment Income	5,038,837	1,091,679	961,943	4,182,657	3,386,484	3,270,661	2,330,942	12,674,556	(2,357,054)	3,969,544
Benefit Payments, Including Refunds of Employee Contributions	(1,570,856)	(1,580,468)	(1,743,780)	(1,775,873)	(2,002,704)	(2,014,905)	(2,128,583)	(2,191,534)	(2,385,501)	(2,401,585)
Administrative Expense	(17,256)	(22,195)	(32,656)	(39,506)	(43,635)	(41,633)	(43,474)	(43,299)	(47,850)	(48,669)
Other	0	0	3,240	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 5,226,544	\$ 902,859	\$ 608,445	\$ 3,904,504	\$ 3,078,411	\$ 3,060,071	\$ 2,137,548	\$ 12,482,395	\$ (2,553,602)	\$ 3,763,876
Plan Fiduciary Net Position, Beginning	\$ 30,309,809	\$ 35,536,353	\$ 36,439,212	\$ 37,047,657	\$ 37,047,657	\$ 44,030,572	\$ 47,090,643	\$ 49,228,191	\$ 61,710,586	\$ 59,156,984
Plan Fiduciary Net Position, Ending (b)	\$ 35,536,353	\$ 36,439,212	\$ 37,047,657	\$ 40,952,161	\$ 40,126,068	\$ 47,090,643	\$ 49,228,191	\$ 61,710,586	\$ 59,156,984	\$ 62,920,860
Net Pension Liability (Asset), Ending (a - b)	\$ (2,334,115)	\$ (676,485)	\$ 265,218	\$ (971,089)	\$ 1,970,984	\$ (2,390,553)	\$ (2,478,985)	\$ (9,082,116)	\$ (911,528)	\$ (1,639,578)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	107.03%	101.89%	99.29%	102.43%	104.59%	105.35%	105.30%	117.26%	101.56%	102.68%
Covered Payroll	\$ 11,889,021	\$ 12,192,494	\$ 12,241,399	\$ 13,228,793	\$ 13,888,192	\$ 14,754,470	\$ 15,747,128	\$ 15,987,206	\$ 17,251,965	\$ 17,744,052
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(19.63)%	(5.55)%	2.17%	(7.34)%	(13.92)%	(16.20)%	(15.74)%	(56.81)%	(5.28)%	(9.24)%

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

MARSHALL 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	\$ 803,925	\$ 813,697	\$ 613,816	\$ 622,191	\$ 675,756	\$ 708,621	\$ 719,741	\$ 787,385	\$ 1,000,840	\$ 1,133,372
Less: Contributions in Relation to the Actuarially Determined Contribution	(803,925)	(813,697)	(871,778)	(1,041,617)	(1,106,587)	(1,181,036)	(1,199,569)	(1,312,308)	(1,330,904)	(1,507,143)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ (257,962)	\$ (419,426)	\$ (430,831)	\$ (472,415)	\$ (479,828)	\$ (524,923)	\$ (330,064)	\$ (373,771)
Covered Payroll	\$ 12,192,494	\$ 12,241,399	\$ 13,228,793	\$ 13,888,192	\$ 14,754,470	\$ 15,747,128	\$ 15,987,206	\$ 17,251,965	\$ 17,744,052	\$ 20,095,241
Contributions as a Percentage of Covered Payroll	6.59%	6.65%	6.59%	7.50%	7.50%	7.50%	7.50%	7.61%	7.50%	7.50%

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System.

This plan covers employees of the primary government and the discretely presented Board of Public Utilities, and the non-certified employees of the discretely presented school department.

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 43,779	\$ 71,190	\$ 95,264	\$ 126,656	\$ 80,189	\$ 99,850	\$ 103,807	\$ 123,204	\$ 199,717	\$ 259,788
Less: Contributions in Relation to the Contractually Required Contribution	<u>(43,779)</u>	<u>(71,190)</u>	<u>(95,264)</u>	<u>(126,656)</u>	<u>(80,189)</u>	<u>(99,850)</u>	<u>(103,807)</u>	<u>(123,204)</u>	<u>(199,717)</u>	<u>(259,788)</u>
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 1,094,463	\$ 1,779,754	\$ 2,381,591	\$ 3,166,411	\$ 4,133,489	\$ 4,918,694	\$ 5,138,938	\$ 6,287,476	\$ 6,958,772	\$ 8,806,381
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	1.96%	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%

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	\$ 1,675,968	\$ 1,658,502	\$ 1,673,159	\$ 1,659,365	\$ 1,856,168	\$ 1,793,125	\$ 1,721,645	\$ 1,720,988	\$ 1,454,958	\$ 1,189,683
Less: Contributions in Relation to the Contractually Required Contribution	(1,675,968)	(1,658,502)	(1,673,159)	(1,659,365)	(1,856,168)	(1,793,125)	(1,721,645)	(1,720,988)	(1,454,958)	(1,189,683)
Contribution Deficiency (Excess)	\$ 0									
Covered Payroll	\$ 18,539,464	\$ 18,346,239	\$ 18,508,367	\$ 18,274,936	\$ 17,745,372	\$ 16,868,537	\$ 16,763,816	\$ 16,708,615	\$ 16,744,784	\$ 17,469,648
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%

Exhibit F-5

MARSHALL COUNTY, TENNESSEE

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

in the Teacher Retirement Plan of TCRS

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.515889%	0.404487%	0.362863%	0.362339%	0.390613%	0.389779%	0.356074%	0.358934%	0.349856%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (21,191)	\$ (42,108)	\$ (95,734)	\$ (164,331)	\$ (220,496)	\$ (221,644)	\$ (385,704)	\$ (108,730)	\$ (148,351)
Covered Payroll	\$ 1,094,463	\$ 1,779,754	\$ 2,381,591	\$ 3,166,411	\$ 4,133,489	\$ 4,918,694	\$ 5,138,938	\$ 6,287,476	\$ 6,958,772
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.73)%	(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.

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
School Department's Proportion of the Net Pension Liability (Asset)	0.492739%	0.495244%	0.508235%	0.523583%	0.521892%	0.529217%	0.506828%	0.510754%	0.507716%	0.515953%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (80,068)	\$ 202,869	\$ 3,176,187	\$ (171,307)	\$ (1,836,492)	\$ (5,441,301)	\$ (3,864,934)	\$ (22,030,062)	\$ (6,226,658)	\$ (6,082,945)
Covered Payroll	\$ 19,339,980	\$ 18,539,464	\$ 18,346,239	\$ 18,508,367	\$ 18,274,936	\$ 17,745,372	\$ 16,868,537	\$ 16,763,816	\$ 16,708,615	\$ 16,744,784
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(36.33)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023
Total OPEB Liability							
Service Cost	\$ 538,139	\$ 498,120	\$ 687,311	\$ 500,235	\$ 537,477	\$ 593,743	\$ 458,779
Interest	261,492	315,270	401,421	346,335	227,312	238,637	378,948
Changes in Benefit Terms	0	0	(1,389,117)	0	0	(37,353)	0
Differences Between Actual and Expected Experience	0	1,184,072	236,897	(1,274,309)	242,912	356,699	293,355
Changes in Assumptions	(423,194)	452,558	(672,643)	1,062,282	(14,255)	(1,032,020)	908,563
Benefit Payments	(428,126)	(443,364)	(372,185)	(223,808)	(282,280)	(292,445)	(365,160)
Net Change in Total OPEB Liability	\$ (51,689)	\$ 2,006,656	\$ (1,108,316)	\$ 410,735	\$ 711,166	\$ (172,739)	\$ 1,674,485
Total OPEB Liability, Beginning	8,631,138	8,579,449	10,586,105	9,477,789	9,888,524	10,599,690	10,426,951
Total OPEB Liability, Ending	\$ 8,579,449	\$ 10,586,105	\$ 9,477,789	\$ 9,888,524	\$ 10,599,690	\$ 10,426,951	\$ 12,101,436
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 2,809,246	\$ 2,475,719	\$ 2,391,911	\$ 2,741,714	\$ 3,198,332	\$ 3,330,372	\$ 4,133,600
Employer Proportionate Share of the Total OPEB Liability	5,770,203	8,110,386	7,085,878	7,146,810	7,401,358	7,096,579	7,967,836
Covered Employee Payroll	\$ 27,319,044	\$ 28,084,801	\$ 27,672,700	\$ 27,590,968	\$ 27,884,165	\$ 29,114,268	\$ 30,255,400
Employer Proportionate Share of the Total OPEB Liability as a Percentage of Covered Employee Payroll	21.12%	28.88%	25.61%	25.90%	26.54%	24.37%	26.34%

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

Note 2: Changes in assumptions.

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

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

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

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

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Juvenile Services Fund – The Juvenile Services Fund is used to account for the costs of the delinquency prevention officer's grant, programs, and services.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for the Marshall/Maury Municipal Planning Region.

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

Constitutional Officer - 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 FUND

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.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for highway-related capital expenditures of the county.

Exhibit G-1

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

	Special Revenue Funds				Capital Projects Fund		Total Nonmajor Governmental Funds
	Juvenile Services	Solid Waste / Sanitation	Drug Control	Total	Highway Capital Projects		
ASSETS							
Equity in Pooled Cash and Investments	\$ 22,872	\$ 2,907,460	\$ 105,797	\$ 3,036,129	\$ 1,663,369	\$ 4,699,498	
Accounts Receivable	0	148,075	0	148,075	0	148,075	
Due from Other Governments	0	38,376	0	38,376	0	38,376	
Due from Other Funds	0	0	0	0	249,646	249,646	
Total Assets	\$ 22,872	\$ 3,093,911	\$ 105,797	\$ 3,222,580	\$ 1,913,015	\$ 5,135,595	
LIABILITIES							
Accounts Payable	\$ 0	\$ 27,201	\$ 0	\$ 27,201	\$ 0	\$ 27,201	
Payroll Deductions Payable	0	4,751	0	4,751	0	4,751	
Total Liabilities	\$ 0	\$ 31,952	\$ 0	\$ 31,952	\$ 0	\$ 31,952	
FUND BALANCES							
Restricted:							
Restricted for Public Safety	\$ 0	\$ 0	\$ 105,797	\$ 105,797	\$ 0	\$ 105,797	
Restricted for Capital Projects	0	0	0	0	1,913,015	1,913,015	
Committed:							
Committed for Administration of Justice	22,872	0	0	22,872	0	22,872	
Committed for Public Health and Welfare	0	2,962,385	0	2,962,385	0	2,962,385	
Assigned:							
Assigned for Public Health and Welfare	0	99,574	0	99,574	0	99,574	
Total Fund Balances	\$ 22,872	\$ 3,061,959	\$ 105,797	\$ 3,190,628	\$ 1,913,015	\$ 5,103,643	
Total Liabilities and Fund Balances	\$ 22,872	\$ 3,093,911	\$ 105,797	\$ 3,222,580	\$ 1,913,015	\$ 5,135,595	

Exhibit G-2

MARSHALL COUNTY, TENNESSEE

Combining Statement of Revenues, Expenditures,

and Changes in Fund Balances

Nonmajor Governmental Funds

For the Year Ended June 30, 2024

	Special Revenue Funds					Capital Projects Fund		Total Nonmajor Governmental Funds
	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	Highway Capital Projects		
Revenues								
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 424,838	\$ 424,838	
Fines, Forfeitures, and Penalties	16,591	0	8,375	0	24,966	0	24,966	
Charges for Current Services	0	828,947	0	5,998	834,945	0	834,945	
Other Local Revenues	0	955,132	1,232	0	956,364	0	956,364	
State of Tennessee	0	64,484	0	0	64,484	0	64,484	
Total Revenues	\$ 16,591	\$ 1,848,563	\$ 9,607	\$ 5,998	\$ 1,880,759	\$ 424,838	\$ 2,305,597	
Expenditures								
Current:								
General Government	\$ 0	\$ 0	\$ 0	\$ 50	\$ 50	\$ 0	\$ 50	
Administration of Justice	3,685	0	0	5,948	9,633	0	9,633	
Public Safety	0	0	3,280	0	3,280	0	3,280	
Public Health and Welfare	0	1,494,866	0	0	1,494,866	0	1,494,866	
Capital Projects	0	0	0	0	0	136,320	136,320	
Total Expenditures	\$ 3,685	\$ 1,494,866	\$ 3,280	\$ 5,998	\$ 1,507,829	\$ 136,320	\$ 1,644,149	
Excess (Deficiency) of Revenues Over Expenditures	\$ 12,906	\$ 353,697	\$ 6,327	\$ 0	\$ 372,930	\$ 288,518	\$ 661,448	
Other Financing Sources (Uses)								
Insurance Recovery	\$ 0	\$ 11,562	\$ 0	\$ 0	\$ 11,562	\$ 0	\$ 11,562	
Transfers In	0	0	0	0	0	759,440	759,440	
Transfers Out	(45,000)	0	0	0	(45,000)	0	(45,000)	
Total Other Financing Sources (Uses)	\$ (45,000)	\$ 11,562	\$ 0	\$ 0	\$ (33,438)	\$ 759,440	\$ 726,002	
Net Change in Fund Balances	\$ (32,094)	\$ 365,259	\$ 6,327	\$ 0	\$ 339,492	\$ 1,047,958	\$ 1,387,450	
Fund Balance, July 1, 2023	54,966	2,696,700	99,470	0	2,851,136	865,057	3,716,193	
Fund Balance, June 30, 2024	\$ 22,872	\$ 3,061,959	\$ 105,797	\$ 0	\$ 3,190,628	\$ 1,913,015	\$ 5,103,643	

MARSHALL COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Juvenile Services Fund
For the Year Ended June 30, 2024

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 16,591	\$ 45,000	\$ 45,000	\$ (28,409)
Total Revenues	\$ 16,591	\$ 45,000	\$ 45,000	\$ (28,409)
Expenditures				
Administration of Justice				
Juvenile Court	\$ 3,685	\$ 7,000	\$ 7,000	\$ 3,315
Total Expenditures	\$ 3,685	\$ 7,000	\$ 7,000	\$ 3,315
Excess (Deficiency) of Revenues Over Expenditures	\$ 12,906	\$ 38,000	\$ 38,000	\$ (25,094)
Other Financing Sources (Uses)				
Transfers Out	\$ (45,000)	\$ (45,000)	\$ (45,000)	\$ 0
Total Other Financing Sources	\$ (45,000)	\$ (45,000)	\$ (45,000)	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ (32,094)	\$ (7,000)	\$ (7,000)	\$ (25,094)
Fund Balance, June 30, 2024	\$ 54,966	\$ 61,442	\$ 54,966	\$ 0
	\$ 22,872	\$ 54,442	\$ 47,966	\$ (25,094)

MARSHALL 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	
Revenues							
Charges for Current Services	\$ 828,947	\$ 0	\$ 0	\$ 828,947	\$ 765,000	\$ 765,000	\$ 63,947
Other Local Revenues	955,132	0	0	955,132	840,000	840,000	115,132
State of Tennessee	64,484	0	0	64,484	65,100	65,100	(616)
Total Revenues	\$ 1,848,563	\$ 0	\$ 0	\$ 1,848,563	\$ 1,670,100	\$ 1,670,100	\$ 178,463
Expenditures							
Public Health and Welfare							
Sanitation Management	\$ 1,494,866	\$ (6,000)	\$ 99,574	\$ 1,588,440	\$ 1,817,950	\$ 1,819,695	\$ 231,255
Total Expenditures	\$ 1,494,866	\$ (6,000)	\$ 99,574	\$ 1,588,440	\$ 1,817,950	\$ 1,819,695	\$ 231,255
Excess (Deficiency) of Revenues Over Expenditures	\$ 353,697	\$ 6,000	\$ (99,574)	\$ 260,123	\$ (147,850)	\$ (149,595)	\$ 409,718
Other Financing Sources (Uses)							
Insurance Recovery	\$ 11,562	\$ 0	\$ 0	\$ 11,562	\$ 0	\$ 0	\$ 11,562
Total Other Financing Sources	\$ 11,562	\$ 0	\$ 0	\$ 11,562	\$ 0	\$ 0	\$ 11,562
Net Change in Fund Balance	\$ 365,259	\$ 6,000	\$ (99,574)	\$ 271,685	\$ (147,850)	\$ (149,595)	\$ 421,280
Fund Balance, July 1, 2023	2,696,700	(6,000)	0	2,690,700	2,878,988	2,696,700	(6,000)
Fund Balance, June 30, 2024	\$ 3,061,959	\$ 0	\$ (99,574)	\$ 2,962,385	\$ 2,731,138	\$ 2,547,105	\$ 415,280

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 8,375	\$ 6,950	\$ 6,950	\$ 1,425
Other Local Revenues	1,232	3,000	3,000	(1,768)
Total Revenues	\$ 9,607	\$ 9,950	\$ 9,950	\$ (343)
Expenditures				
Public Safety				
Drug Enforcement	\$ 3,280	\$ 5,700	\$ 5,700	\$ 2,420
Total Expenditures	\$ 3,280	\$ 5,700	\$ 5,700	\$ 2,420
Excess (Deficiency) of Revenues Over Expenditures	\$ 6,327	\$ 4,250	\$ 4,250	\$ 2,077
Net Change in Fund Balance	\$ 6,327	\$ 4,250	\$ 4,250	\$ 2,077
Fund Balance, July 1, 2023	99,470	90,879	99,470	0
Fund Balance, June 30, 2024	\$ 105,797	\$ 95,129	\$ 103,720	\$ 2,077

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 424,838	\$ 0	\$ 410,000	\$ 14,838
Total Revenues	\$ 424,838	\$ 0	\$ 410,000	\$ 14,838
Expenditures				
Capital Projects				
Highway and Street Capital Projects	\$ 136,320	\$ 410,000	\$ 1,169,440	\$ 1,033,120
Total Expenditures	\$ 136,320	\$ 410,000	\$ 1,169,440	\$ 1,033,120
Excess (Deficiency) of Revenues Over Expenditures	\$ 288,518	\$ (410,000)	\$ (759,440)	\$ 1,047,958
Other Financing Sources (Uses)				
Transfers In	\$ 759,440	\$ 410,000	\$ 759,440	\$ 0
Total Other Financing Sources	\$ 759,440	\$ 410,000	\$ 759,440	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ 1,047,958	\$ 0	\$ 0	\$ 1,047,958
	865,057	668,984	865,057	0
Fund Balance, June 30, 2024	\$ 1,913,015	\$ 668,984	\$ 865,057	\$ 1,047,958

MAJOR GOVERNMENTAL FUNDS

GENERAL DEBT SERVICE FUND

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

COMMUNITY DEVELOPMENT/INDUSTRIAL PARK FUND

The Community Development/ Industrial Park Fund is used to account for and report financial resources that are committed for community development projects.

OTHER CAPITAL PROJECTS FUND

The Other Capital Projects Fund is used to account for various capital projects and capital outlay for the county.

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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 5,899,562	\$ 4,850,000	\$ 4,850,000	\$ 1,049,562
Total Revenues	<u>\$ 5,899,562</u>	<u>\$ 4,850,000</u>	<u>\$ 4,850,000</u>	<u>\$ 1,049,562</u>
Expenditures				
Principal on Debt				
Education	\$ 959,727	\$ 959,727	\$ 959,727	\$ 0
Interest on Debt				
Education	599,513	599,514	599,514	1
Other Debt Service				
Education	64,409	66,200	66,200	1,791
Capital Projects - Donated				
Capital Projects Donated to School Department	3,123,008	0	3,123,008	0
Total Expenditures	<u>\$ 4,746,657</u>	<u>\$ 1,625,441</u>	<u>\$ 4,748,449</u>	<u>\$ 1,792</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,152,905</u>	<u>\$ 3,224,559</u>	<u>\$ 101,551</u>	<u>\$ 1,051,354</u>
Net Change in Fund Balance				
Restatement	\$ 1,152,905	\$ 3,224,559	\$ 101,551	\$ 1,051,354
Fund Balance, July 1, 2023	(6,418,715)	0	(6,418,715)	0
Fund Balance, June 30, 2024	<u>\$ 13,829,329</u>	<u>\$ 11,227,692</u>	<u>\$ 13,829,329</u>	<u>\$ 0</u>
	<u><u>\$ 8,563,519</u></u>	<u><u>\$ 14,452,251</u></u>	<u><u>\$ 7,512,165</u></u>	<u><u>\$ 1,051,354</u></u>

MARSHALL 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	
Revenues				
Federal Government	\$ 4,136,298	\$ 0	\$ 4,298,565	\$ (162,267)
Total Revenues	<u>\$ 4,136,298</u>	<u>\$ 0</u>	<u>\$ 4,298,565</u>	<u>\$ (162,267)</u>
Expenditures				
Other Operations				
American Rescue Plan Act Grant J	\$ 3,920,546	\$ 0	\$ 4,128,946	\$ 208,400
Capital Projects				
Public Utility Projects	1,223,000	0	1,223,000	0
Total Expenditures	<u>\$ 5,143,546</u>	<u>\$ 0</u>	<u>\$ 5,351,946</u>	<u>\$ 208,400</u>
Excess (Deficiency) of Revenues				
Over Expenditures	\$ (1,007,248)	\$ 0	\$ (1,053,381)	\$ 46,133
Net Change in Fund Balance				
Fund Balance, July 1, 2023	\$ (1,007,248)	\$ 0	\$ (1,053,381)	\$ 46,133
	<u>1,053,381</u>	<u>0</u>	<u>1,053,381</u>	<u>0</u>
Fund Balance, June 30, 2024	<u>\$ 46,133</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 46,133</u>

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

Other 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	
Revenues							
Local Taxes	\$ 1,235,662	\$ 0	\$ 0	\$ 1,235,662	\$ 1,214,417	\$ 1,214,417	\$ 21,245
State of Tennessee	55,471	0	0	55,471	153,452	164,735	(109,264)
Federal Government	307,169	0	0	307,169	1,000,000	1,214,382	(907,213)
Other Governments and Citizens Groups	4,478	0	0	4,478	7,531	7,531	(3,053)
Total Revenues	\$ 1,602,780	\$ 0	\$ 0	\$ 1,602,780	\$ 2,375,400	\$ 2,601,065	\$ (998,285)
Expenditures							
Other Operations							
COVID-19 Grant C	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,000,000	\$ 0	\$ 0
Capital Projects							
Public Safety Projects	46,886	(46,886)	0	0	100,632	147,518	147,518
Public Health and Welfare Projects	382,826	(77,119)	0	305,707	0	2,422,000	2,116,293
Other General Government Projects	762,700	(422,712)	200,047	540,035	1,417,126	724,449	184,414
Highway and Street Capital Projects	684,453	(206,075)	0	478,378	0	490,000	11,622
Total Expenditures	\$ 1,876,865	\$ (752,792)	\$ 200,047	\$ 1,324,120	\$ 2,517,758	\$ 3,783,967	\$ 2,459,847
Excess (Deficiency) of Revenues Over Expenditures	\$ (274,085)	\$ 752,792	\$ (200,047)	\$ 278,660	\$ (142,358)	\$ (1,182,902)	\$ 1,461,562
Other Financing Sources (Uses)							
Transfers In	\$ 82,389	\$ 0	\$ 0	\$ 82,389	\$ 0	\$ 82,389	\$ 0
Total Other Financing Sources	\$ 82,389	\$ 0	\$ 0	\$ 82,389	\$ 0	\$ 82,389	\$ 0
Net Change in Fund Balance	\$ (191,696)	\$ 752,792	\$ (200,047)	\$ 361,049	\$ (142,358)	\$ (1,100,513)	\$ 1,461,562
Fund Balance, July 1, 2023	2,941,799	(752,792)	0	2,189,007	2,720,610	2,941,799	(752,792)
Fund Balance, June 30, 2024	\$ 2,750,103	\$ 0	\$ (200,047)	\$ 2,550,056	\$ 2,578,252	\$ 1,841,286	\$ 708,770

CUSTODIAL FUNDS

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

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

Cities - Property Tax Fund – The Cities - Property Tax Fund is used to account for the property taxes of the Town of Chapel Hill. These collections are remitted to the town monthly.

Community Development - Custodial Fund – The Community Development - Custodial Fund is used to account for transactions of the Marshall County Joint Economic Development Board for Marshall County, the city of Lewisburg, and the towns of Chapel Hill, Petersburg, and Cornersville.

Constitutional Officers - Custodial Fund – The Constitutional Officers - Custodial Fund is used to account for amounts collected in a custodial capacity by the county clerk; circuit general sessions, and juvenile's 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 payroll processing of the Marshall County Emergency Communications District.

MARSHALL COUNTY, TENNESSEE**Combining Statement of Net Position**

Custodial Funds

June 30, 2024

	Custodial Funds						Total
	Cities - Sales Tax	Cities - Property Tax	Community/ Development Custodial	Constitu - tional Officers - Custodial	Other Custodial		
ASSETS							
Cash	\$ 0	\$ 0	\$ 0	\$ 2,676,297	\$ 0	\$ 0	\$ 2,676,297
Equity in Pooled Cash and Investments	0	5,033	45,379	0	54,537	104,949	
Accounts Receivable	0	0	0	8,160	0	8,160	
Due from Other Governments	609,160	0	0	0	0	609,160	
Total Assets	\$ 609,160	\$ 5,033	\$ 45,379	\$ 2,684,457	\$ 54,537	\$ 3,398,566	
LIABILITIES							
Due to Other Taxing Units	\$ 609,160	\$ 5,033	\$ 0	\$ 0	\$ 0	\$ 0	\$ 614,193
Due to Litigants, Heirs, and Others	0	0	634	0	9,537	10,171	
Total Liabilities	\$ 609,160	\$ 5,033	\$ 634	\$ 0	\$ 9,537	\$ 624,364	
NET POSITION							
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 44,745	\$ 2,684,457	\$ 45,000	\$ 2,774,202	
Total Net Position	\$ 0	\$ 0	\$ 44,745	\$ 2,684,457	\$ 45,000	\$ 2,774,202	

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

	Custodial Funds						Total
	Cities - Sales Tax	Cities - Property Tax	Community Development Custodial	Constitu - tional Officers - Custodial	Other Custodial		
Additions							
Sales Tax Collections for Other Governments	\$ 3,432,395	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,432,395
Property Tax Collections for Other Governments	0	770,940	0	0	0	0	770,940
Fines/Fees and Other Collections	0	0	0	11,961,799	0	0	11,961,799
Other Collections	0	0	113,867	0	1,085,908	0	1,199,775
Total Additions	\$ 3,432,395	\$ 770,940	\$ 113,867	\$ 11,961,799	\$ 1,085,908	\$ 0	\$ 17,364,909
Deductions							
Payment of Sales Tax Collections for Other Governments	\$ 3,432,395	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,432,395
Payment of Property Tax Collections for Other Governments	0	770,940	0	0	0	0	770,940
Payments to State	0	0	0	5,982,329	0	0	5,982,329
Payments to City	0	0	0	2,602,211	0	0	2,602,211
Payments to Individuals and Others	0	0	104,190	2,564,758	1,075,908	0	3,744,856
Total Deductions	\$ 3,432,395	\$ 770,940	\$ 104,190	\$ 11,149,298	\$ 1,075,908	\$ 0	\$ 16,532,731
Change in Net Position	\$ 0	\$ 0	\$ 9,677	\$ 812,501	\$ 10,000	\$ 0	\$ 832,178
Net Position July 1, 2023	0	0	35,068	1,871,956	35,000	0	1,942,024
Net Position June 30, 2024	\$ 0	\$ 0	\$ 44,745	\$ 2,684,457	\$ 45,000	\$ 0	\$ 2,774,202

MARSHALL COUNTY SCHOOL DEPARTMENT

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

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

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

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for 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.

MARSHALL COUNTY, TENNESSEE**Statement of Activities**

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

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Operating	Capital	Total	Governmental Activities
		Charges for Services	Grants and Contributions	Grants and Contributions	
Governmental Activities:					
Instruction	\$ 33,685,111	\$ 252,228	\$ 3,605,276	0	\$ (29,827,607)
Support Services	27,011,153	85,150	2,199,856	5,785,911	(18,940,236)
Operation of Non-instructional Services	6,219,361	3,210,612	3,018,414	0	9,665
Total Governmental Activities	<u>\$ 66,915,625</u>	<u>\$ 3,547,990</u>	<u>\$ 8,823,546</u>	<u>\$ 5,785,911</u>	<u>\$ (48,758,178)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes				\$ 9,768,630	
Local Option Sales Tax				5,024,303	
Other Local Taxes				19,696	
Grants and Contributions Not Restricted to Specific Programs				38,681,820	
Unrestricted Investment Earnings				58,636	
Miscellaneous				61,239	
Total General Revenues				<u>\$ 53,614,324</u>	
Change in Net Position				\$ 4,856,146	
Net Position, July 1, 2023				<u>\$ 82,702,718</u>	
Net Position, June 30, 2024				<u>\$ 87,558,864</u>	

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

Discretely Presented Marshall County School Department
June 30, 2024

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds	
ASSETS					
Cash	\$ 0	\$ 0	\$ 1,142,648	\$ 1,142,648	
Equity in Pooled Cash and Investments	\$ 11,331,896	\$ 2,051,916	\$ 2,888,700	\$ 16,272,512	
Accounts Receivable	2,212	0	12,167	14,379	
Due from Other Governments	2,942,471	0	28,365	2,970,836	
Property Taxes Receivable	9,467,443	0	0	9,467,443	
Allowance for Uncollectible Property Taxes	(122,417)	0	0	(122,417)	
Restricted Assets	700,194	0	0	700,194	
Total Assets	\$ 24,321,799	\$ 2,051,916	\$ 4,071,880	\$ 30,445,595	
LIABILITIES					
Accounts Payable	\$ 1,238	\$ 0	\$ 0	\$ 1,238	
Accrued Payroll	495,618	0	0	495,618	
Payroll Deductions Payable	942,390	0	0	942,390	
Due to State of Tennessee	1	0	0	1	
Total Liabilities	\$ 1,439,247	\$ 0	\$ 0	\$ 1,439,247	
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 9,167,222	\$ 0	\$ 0	\$ 9,167,222	
Deferred Delinquent Property Taxes	152,407	0	0	152,407	
Other Deferred/Unavailable Revenue	410,000	0	0	410,000	
Total Deferred Inflows of Resources	\$ 9,729,629	\$ 0	\$ 0	\$ 9,729,629	
FUND BALANCES					
Restricted:					
Restricted for Education	\$ 0	\$ 0	\$ 3,443,947	\$ 3,443,947	
Restricted for Hybrid Retirement Stabilization Funds	700,194	0	0	700,194	
Committed:					
Committed for Education	0	706,411	600,000	1,306,411	
Assigned:					
Assigned for Education	2,381,986	1,345,505	27,933	3,755,424	
Unassigned	10,070,743	0	0	10,070,743	
Total Fund Balances	\$ 13,152,923	\$ 2,051,916	\$ 4,071,880	\$ 19,276,719	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 24,321,799	\$ 2,051,916	\$ 4,071,880	\$ 30,445,595	

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

Discretely Presented Marshall County School Department

June 30, 2024

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

Total fund balances - balance sheet - governmental funds (Exhibit J-2)		\$ 19,276,719
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,804,140	
Add: construction in progress	7,679,439	
Add: buildings and improvements net of accumulated depreciation	47,491,080	
Add: infrastructure net of accumulated depreciation	90,914	
Add: other capital assets net of accumulated depreciation	<u>3,145,918</u>	<u>61,211,491</u>
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (276,603)	
Less: net OPEB liability	<u>(7,967,836)</u>	<u>(8,244,439)</u>
(3) 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	\$ 8,065,578	
Less: deferred inflows of resources related to pensions	(724,912)	
Add: deferred outflows of resources related to OPEB	2,499,856	
Less: deferred inflows of resources related to OPEB	<u>(1,940,368)</u>	<u>7,900,154</u>
(4) Net pension assets of the agent, teacher retirement, and teacher legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 621,236	
Add: net pension asset - teacher retirement plan	148,351	
Add: net pension asset - teacher legacy pension plan	<u>6,082,945</u>	<u>6,852,532</u>
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		
		<u>562,407</u>
Net position of governmental activities (Exhibit A)		<u>\$ 87,558,864</u>

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

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other	Govern-mental Funds	Total Governmental Funds
Revenues					
Local Taxes	\$ 14,802,658	\$ 0	\$ 0	\$ 14,802,658	
Licenses and Permits	2,223	0	0	0	2,223
Charges for Current Services	337,378	0	1,292,068	1,629,446	
Other Local Revenues	120,108	0	1,922,665	2,042,773	
State of Tennessee	40,370,776	127,757	38,513	40,537,046	
Federal Government	538,610	0	8,209,163	8,747,773	
Other Governments and Citizens Groups	503,741	3,123,008	0	3,626,749	
Total Revenues	<u>\$ 56,675,494</u>	<u>\$ 3,250,765</u>	<u>\$ 11,462,409</u>	<u>\$ 71,388,668</u>	
Expenditures					
Current:					
Instruction	\$ 32,206,340	\$ 0	\$ 3,411,704	\$ 35,618,044	
Support Services	20,368,696	0	940,568	21,309,264	
Operation of Non-Instructional Services	466,640	0	5,923,703	6,390,343	
Capital Outlay	1,947,388	0	1,035,014	2,982,402	
Capital Projects	0	5,951,077	0	5,951,077	
Total Expenditures	<u>\$ 54,989,064</u>	<u>\$ 5,951,077</u>	<u>\$ 11,310,989</u>	<u>\$ 72,251,130</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,686,430</u>	<u>\$ (2,700,312)</u>	<u>\$ 151,420</u>	<u>\$ (862,462)</u>	
Other Financing Sources (Uses)					
Insurance Recovery	\$ 181,064	\$ 0	\$ 0	\$ 181,064	
Transfers In	49,753	318,000	204,112	571,865	
Transfers Out	(522,112)	0	(49,753)	(571,865)	
Total Other Financing Sources (Uses)	<u>\$ (291,295)</u>	<u>\$ 318,000</u>	<u>\$ 154,359</u>	<u>\$ 181,064</u>	
Net Change in Fund Balances	\$ 1,395,135	\$ (2,382,312)	\$ 305,779	\$ (681,398)	
Fund Balance, July 1, 2023	11,757,788	4,434,228	3,766,101	19,958,117	
Fund Balance, June 30, 2024	<u>\$ 13,152,923</u>	<u>\$ 2,051,916</u>	<u>\$ 4,071,880</u>	<u>\$ 19,276,719</u>	

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

Discretely Presented Marshall County School Department

For the Year Ended June 30, 2024

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

Net change in fund balances - total governmental funds (Exhibit J-4)	\$ (681,398)
(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	\$ 9,252,058
Less: current-year depreciation expense	<u>(3,016,726)</u> 6,235,332
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Less: deferred delinquent property taxes and other deferred June 30, 2023	\$ (552,436)
Add: deferred delinquent property taxes and other deferred June 30, 2024	<u>562,407</u> 9,971
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in compensated absences payable	\$ (79,970)
Change in net OPEB liability	(871,257)
Change in deferred outflows of resources related to pensions	(1,100,589)
Change in deferred inflows of resources related to pensions	644,180
Change in deferred outflows of resources related to OPEB	315,550
Change in deferred inflows of resources related to OPEB	207,092
Change in net pension asset - agent pension plan	281,327
Change in net pension asset - teacher retirement plan	39,621
Change in net pension asset - teacher legacy pension plan	<u>(143,713)</u> (707,759)
Change in net position of governmental activities (Exhibit B)	<u><u>\$ 4,856,146</u></u>

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	
ASSETS				
Cash	\$ 0	\$ 3,590	\$ 1,139,058	\$ 1,142,648
Equity in Pooled Cash and Investments	599,000	2,289,700	0	2,888,700
Accounts Receivable	1,000	11,167	0	12,167
Due from Other Governments	0	28,365	0	28,365
Total Assets	\$ 600,000	\$ 2,332,822	\$ 1,139,058	\$ 4,071,880
FUND BALANCES				
Restricted:				
Restricted for Education	\$ 0	\$ 2,304,889	\$ 1,139,058	\$ 3,443,947
Committed:				
Committed for Education	600,000	0	0	600,000
Assigned:				
Assigned for Education	0	27,933	0	27,933
Total Fund Balances	\$ 600,000	\$ 2,332,822	\$ 1,139,058	\$ 4,071,880

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

	Special Revenue Funds			Total Nonmajor Governmental Funds
	Federal Projects	Central Cafeteria	Internal School	
Revenues				
Charges for Current Services	\$ 0	\$ 1,292,068	\$ 0	\$ 1,292,068
Other Local Revenues	0	4,121	1,918,544	1,922,665
State of Tennessee	11,075	27,438	0	38,513
Federal Government	5,425,911	2,783,252	0	8,209,163
Total Revenues	\$ 5,436,986	\$ 4,106,879	\$ 1,918,544	\$ 11,462,409
Expenditures				
Current:				
Instruction	\$ 3,411,704	\$ 0	\$ 0	\$ 3,411,704
Support Services	940,568	0	0	940,568
Operation of Non-Instructional Services	0	4,092,467	1,831,236	5,923,703
Capital Outlay	1,035,014	0	0	1,035,014
Total Expenditures	\$ 5,387,286	\$ 4,092,467	\$ 1,831,236	\$ 11,310,989
Excess (Deficiency) of Revenues Over Expenditures	\$ 49,700	\$ 14,412	\$ 87,308	\$ 151,420
Other Financing Sources (Uses)				
Transfers In	\$ 200,000	\$ 4,112	\$ 0	\$ 204,112
Transfers Out	(49,753)	0	0	(49,753)
Total Other Financing Sources (Uses)	\$ 150,247	\$ 4,112	\$ 0	\$ 154,359
Net Change in Fund Balances	\$ 199,947	\$ 18,524	\$ 87,308	\$ 305,779
Fund Balance, July 1, 2023	400,053	2,314,298	1,051,750	3,766,101
Fund Balance, June 30, 2024	\$ 600,000	\$ 2,332,822	\$ 1,139,058	\$ 4,071,880

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

Discretely Presented Marshall County School Department

General Purpose School Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 14,802,658	\$ 0	\$ 0	\$ 14,802,658	\$ 11,644,382	\$ 11,644,382	\$ 3,158,276
Licenses and Permits	2,223	0	0	2,223	1,867	1,867	356
Charges for Current Services	337,378	0	0	337,378	165,500	165,500	171,878
Other Local Revenues	120,108	0	0	120,108	87,000	87,000	33,108
State of Tennessee	40,370,776	0	0	40,370,776	38,543,152	43,006,580	(2,635,804)
Federal Government	538,610	0	0	538,610	0	608,456	(69,846)
Other Governments and Citizens Groups	503,741	0	0	503,741	0	503,741	0
Total Revenues	\$ 56,675,494	\$ 0	\$ 0	\$ 56,675,494	\$ 50,441,901	\$ 56,017,526	\$ 657,968
Expenditures							
Instruction							
Regular Instruction Program	\$ 26,957,506	\$ (373,350)	\$ 64,249	\$ 26,648,405	\$ 26,729,096	\$ 27,197,443	\$ 549,038
Alternative Instruction Program	190,551	0	0	190,551	195,531	196,136	5,585
Special Education Program	3,207,087	0	0	3,207,087	3,687,652	3,325,663	118,576
Career and Technical Education Program	1,851,196	0	0	1,851,196	1,635,109	2,717,537	866,341
Support Services							
Attendance	331,248	0	0	331,248	295,748	352,048	20,800
Health Services	620,136	0	0	620,136	652,190	674,688	54,552
Other Student Support	1,813,030	(7,000)	0	1,806,030	1,338,451	1,827,141	21,111
Regular Instruction Program	1,494,003	(403)	75	1,493,675	1,484,385	1,588,536	94,861
Special Education Program	368,783	0	0	368,783	420,137	399,992	31,209
Career and Technical Education Program	197,292	0	0	197,292	195,939	206,589	9,297
Technology	1,379,178	(295,839)	15,487	1,098,826	722,025	1,120,766	21,940
Other Programs	137,883	0	0	137,883	0	137,883	0
Board of Education	711,032	(1,284)	3,363	713,111	708,960	731,960	18,849
Director of Schools	284,043	0	0	284,043	287,158	289,663	5,620
Office of the Principal	3,811,951	0	0	3,811,951	3,743,765	3,853,484	41,533
Fiscal Services	508,812	(1,910)	9,358	516,260	494,982	525,982	9,722
Human Services/Personnel	213,613	0	298	213,911	222,993	223,893	9,982

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2023	Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Support Services (Cont.)							
Operation of Plant	\$ 3,690,452	\$ (23,743)	\$ 13,755	\$ 3,680,464	\$ 3,764,442	\$ 3,719,542	\$ 39,078
Maintenance of Plant	1,856,803	(102,323)	99,529	1,854,009	1,870,708	1,958,508	104,499
Transportation	2,661,743	(12,452)	29,681	2,678,972	2,366,482	2,850,704	171,732
Central and Other	288,694	(168)	0	288,526	289,477	313,077	24,551
Operation of Non-Instructional Services							
Food Service	10,223	0	0	10,223	0	28,057	17,834
Community Services	228,365	0	0	228,365	0	282,500	54,135
Early Childhood Education	228,052	(9,385)	0	218,667	219,250	236,450	17,783
Capital Outlay							
Regular Capital Outlay	1,947,388	(1,713,945)	1,887,915	2,121,358	1,700,000	3,973,154	1,851,796
Total Expenditures	\$ 54,989,064	\$ (2,541,802)	\$ 2,123,710	\$ 54,570,972	\$ 53,024,480	\$ 58,731,396	\$ 4,160,424
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,686,430	\$ 2,541,802	\$ (2,123,710)	\$ 2,104,522	\$ (2,582,579)	\$ (2,713,870)	\$ 4,818,392
Other Financing Sources (Uses)							
Insurance Recovery	\$ 181,064	\$ 0	\$ 0	\$ 181,064	\$ 2,000	\$ 141,415	\$ 39,649
Transfers In	49,753	0	0	49,753	0	0	49,753
Transfers Out	(522,112)	0	0	(522,112)	(318,000)	(529,075)	6,963
Total Other Financing Sources	\$ (291,295)	\$ 0	\$ 0	\$ (291,295)	\$ (316,000)	\$ (387,660)	\$ 96,365
Net Change in Fund Balance	\$ 1,395,135	\$ 2,541,802	\$ (2,123,710)	\$ 1,813,227	\$ (2,898,579)	\$ (3,101,530)	\$ 4,914,757
Fund Balance, July 1, 2023	11,757,788	(2,541,802)	0	9,215,986	8,591,757	8,666,870	549,116
Fund Balance, June 30, 2024	\$ 13,152,923	\$ 0	\$ (2,123,710)	\$ 11,029,213	\$ 5,693,178	\$ 5,565,340	\$ 5,463,873

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
State of Tennessee	\$ 11,075	\$ 0	\$ 0	\$ 11,075
Federal Government	5,425,911	5,473,832	6,561,110	(1,135,199)
Total Revenues	\$ 5,436,986	\$ 5,473,832	\$ 6,561,110	\$ (1,124,124)
Expenditures				
Instruction				
Regular Instruction Program	\$ 2,238,401	\$ 2,308,308	\$ 2,613,171	\$ 374,770
Special Education Program	1,097,545	1,118,626	1,419,618	322,073
Career and Technical Education Program	75,758	68,719	75,759	1
Support Services				
Attendance	115,792	137,633	137,633	21,841
Other Student Support	17,245	30,556	24,164	6,919
Regular Instruction Program	467,458	475,528	648,594	181,136
Special Education Program	122,377	98,095	199,735	77,358
Career and Technical Education Program	5,627	6,065	5,627	0
Transportation	212,069	197,000	225,600	13,531
Capital Outlay				
Regular Capital Outlay	1,035,014	1,035,014	1,154,168	119,154
Total Expenditures	\$ 5,387,286	\$ 5,475,544	\$ 6,504,069	\$ 1,116,783
Excess (Deficiency) of Revenues Over Expenditures				
	\$ 49,700	\$ (1,712)	\$ 57,041	\$ (7,341)
Other Financing Sources (Uses)				
Transfers In	\$ 200,000	\$ 0	\$ 0	\$ 200,000
Transfers Out	(49,753)	(8,287)	(57,040)	7,287
Total Other Financing Sources	\$ 150,247	\$ (8,287)	\$ (57,040)	\$ 207,287
Net Change in Fund Balance				
Fund Balance, July 1, 2023	\$ 199,947	\$ (9,999)	\$ 1	\$ 199,946
	400,053	400,000	600,000	(199,947)
Fund Balance, June 30, 2024	\$ 600,000	\$ 390,001	\$ 600,001	\$ (1)

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

Discretely Presented Marshall 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	
Revenues							
Charges for Current Services	\$ 1,292,068	\$ 0	\$ 0	\$ 1,292,068	\$ 1,459,236	\$ 1,459,236	\$ (167,168)
Other Local Revenues	4,121	0	0	4,121	50	50	4,071
State of Tennessee	27,438	0	0	27,438	28,082	28,082	(644)
Federal Government	2,783,252	0	0	2,783,252	2,601,901	2,816,393	(33,141)
Total Revenues	\$ 4,106,879	\$ 0	\$ 0	\$ 4,106,879	\$ 4,089,269	\$ 4,303,761	\$ (196,882)
Expenditures							
Operation of Non-Instructional Services	\$ 4,092,467	\$ (6,726)	\$ 27,933	\$ 4,113,674	\$ 4,096,790	\$ 4,311,279	\$ 197,605
Food Service							
Total Expenditures	\$ 4,092,467	\$ (6,726)	\$ 27,933	\$ 4,113,674	\$ 4,096,790	\$ 4,311,279	\$ 197,605
Excess (Deficiency) of Revenues Over Expenditures	\$ 14,412	\$ 6,726	\$ (27,933)	\$ (6,795)	\$ (7,521)	\$ (7,518)	\$ 723
Other Financing Sources (Uses)							
Transfers In	\$ 4,112	\$ 0	\$ 0	\$ 4,112	\$ 0	\$ 0	\$ 4,112
Total Other Financing Sources	\$ 4,112	\$ 0	\$ 0	\$ 4,112	\$ 0	\$ 0	\$ 4,112
Net Change in Fund Balance	\$ 18,524	\$ 6,726	\$ (27,933)	\$ (2,683)	\$ (7,521)	\$ (7,518)	\$ 4,835
Fund Balance, July 1, 2023	2,314,298	(6,726)	0	2,307,572	2,381,367	2,307,572	0
Fund Balance, June 30, 2024	\$ 2,332,822	\$ 0	\$ (27,933)	\$ 2,304,889	\$ 2,373,846	\$ 2,300,054	\$ 4,835

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

Discretely Presented Marshall County School Department

Education Capital Projects Fund

For the Year Ended June 30, 2024

	Actual (GAAP Basis)	Less:		Add: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Encumbrances 7/1/2023	Encumbrances			Original	Final	
Revenues								
State of Tennessee	\$ 127,757	\$ 0	\$ 0	\$ 127,757	\$ 125,000	\$ 125,000	\$ 125,000	2,757
Other Governments and Citizens Groups	3,123,008	0	0	3,123,008	0	0	3,123,008	0
Total Revenues	\$ 3,250,765	\$ 0	\$ 0	\$ 3,250,765	\$ 125,000	\$ 125,000	\$ 3,248,008	2,757
Expenditures								
Capital Projects								
Education Capital Projects	\$ 5,951,077	\$ (4,184,141)	\$ 1,345,505	\$ 3,112,441	\$ 443,000	\$ 3,566,008	\$ 453,567	
Total Expenditures	\$ 5,951,077	\$ (4,184,141)	\$ 1,345,505	\$ 3,112,441	\$ 443,000	\$ 3,566,008	\$ 453,567	
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,700,312)	\$ 4,184,141	\$ (1,345,505)	\$ 138,324	\$ (318,000)	\$ (318,000)	\$ 456,324	
Other Financing Sources (Uses)								
Transfers In	\$ 318,000	\$ 0	\$ 0	\$ 318,000	\$ 318,000	\$ 318,000	\$ 318,000	0
Total Other Financing Sources	\$ 318,000	\$ 0	\$ 0	\$ 318,000	\$ 318,000	\$ 318,000	\$ 318,000	0
Net Change in Fund Balance Fund Balance, July 1, 2023	\$ (2,382,312)	\$ 4,184,141	\$ (1,345,505)	\$ 456,324	\$ 0	\$ 0	\$ 456,324	
	4,434,228	(4,184,141)	0	250,087	203,948	250,087	0	
Fund Balance, June 30, 2024	\$ 2,051,916	\$ 0	\$ (1,345,505)	\$ 706,411	\$ 203,948	\$ 250,087	\$ 456,324	

MISCELLANEOUS SCHEDULES

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-23 Restated	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-24
GOVERNMENTAL ACTIVITIES								
NOTES PAYABLE								
Payable through General Debt Service Fund								
Energy Efficient Schools Initiative	\$ 2,982,250	.75 %	3-28-11	12-28-23	\$ 129,727	\$ 0	\$ 129,727	\$ 0
Total Notes Payable					<u>\$ 129,727</u>	<u>\$ 0</u>	<u>\$ 129,727</u>	<u>\$ 0</u>
BONDS PAYABLE								
Payable through General Debt Service Fund								
GO School Improvement Bonds, Series 2013	5,945,000	3.86	12-23-13	10-1-43	\$ 4,745,000	\$ 0	\$ 150,000	\$ 4,595,000
GO School Improvement Bonds, Series 2014	5,550,000	2.81	10-14-14	12-1-44	4,405,000	0	135,000	4,270,000
GO School Improvement Bonds, Series 2015	8,000,000	3.02	1-20-15	10-1-44	6,530,000	0	210,000	6,320,000
GO School Refunding Bonds, Series 2016	5,060,000	1.78	3-23-16	5-1-31	2,895,000	0	335,000	2,560,000
Total Bonds Payable					<u>\$ 18,575,000</u>	<u>\$ 0</u>	<u>\$ 830,000</u>	<u>\$ 17,745,000</u>
BUSINESS-TYPE ACTIVITIES								
NOTES PAYABLE								
Payable from Public Utility Debt Enterprise Fund by Marshall County Board of Public Utilities								
Water Revenue and Tax Bond Anticipation Note	2,268,400	2	6-23-22	6-23-24	\$ 1,223,101	\$ 1,045,299	\$ 2,268,400	\$ 0
Total Notes Payable					<u>\$ 1,223,101</u>	<u>\$ 1,045,299</u>	<u>\$ 2,268,400</u>	<u>\$ 0</u>
BONDS PAYABLE								
Payable from Public Utility Debt Enterprise Fund by Marshall County Board of Public Utilities								
Water Revenue and Tax Bonds, Series 2011B	409,000	2.5	6-26-13	7-3-23	\$ 335,614	\$ 0	\$ 335,614	\$ 0
Water Revenue and Tax Refunding Bonds, Series 2016	7,005,000	1.897	6-30-16	6-1-36	4,860,000	0	330,000	4,530,000
Water Revenue and Tax Bonds, Series 2020	3,347,000	2	11-9-23	8-1-61	0	3,347,000	34,698	3,312,302
Water Revenue Bond, Series 2024	36,970,000	4-5	1-29-24	6-1-53	0	36,970,000	0	36,970,000
Total Bonds Payable					<u>\$ 5,195,614</u>	<u>\$ 40,317,000</u>	<u>\$ 700,312</u>	<u>\$ 44,812,302</u>

Note: Notes of \$1,223,101 and bonds of \$5,195,614 were moved from the Governmental Activities to the Business-type Activities effective July 1, 2024.

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

GOVERNMENTAL ACTIVITIES

Year Ending June 30	Bonds		
	Principal	Interest	Total
2025	\$ 850,000	\$ 577,501	\$ 1,427,501
2026	875,000	554,751	1,429,751
2027	900,000	530,964	1,430,964
2028	920,000	506,501	1,426,501
2029	950,000	480,845	1,430,845
2030	980,000	453,677	1,433,677
2031	1,015,000	424,376	1,439,376
2032	640,000	394,170	1,034,170
2033	670,000	372,983	1,042,983
2034	685,000	350,806	1,035,806
2035	710,000	327,410	1,037,410
2036	750,000	302,042	1,052,042
2037	775,000	274,888	1,049,888
2038	795,000	246,650	1,041,650
2039	820,000	217,420	1,037,420
2040	865,000	186,220	1,051,220
2041	905,000	152,723	1,057,723
2042	945,000	117,688	1,062,688
2043	980,000	81,203	1,061,203
2044	1,015,000	43,358	1,058,358
2045	700,000	12,044	712,044
Total	\$ 17,745,000	\$ 6,608,220	\$ 24,353,220

(Continued)

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

BUSINESS-TYPE ACTIVITIES

Year Ending June 30	Revenue Bonds		
	Principal	Interest	Total
2025	\$ 395,432	\$ 1,902,220	\$ 2,297,652
2026	1,051,652	1,894,301	2,945,953
2027	1,087,895	1,853,908	2,941,803
2028	1,134,165	1,811,889	2,946,054
2029	1,175,460	1,767,893	2,943,353
2030	1,216,782	1,722,021	2,938,803
2031	1,268,131	1,674,272	2,942,403
2032	1,314,505	1,624,298	2,938,803
2033	1,370,908	1,571,232	2,942,140
2034	1,427,338	1,514,695	2,942,033
2035	1,488,800	1,455,590	2,944,390
2036	1,550,290	1,394,551	2,944,841
2037	1,176,809	1,330,336	2,507,145
2038	1,233,359	1,273,786	2,507,145
2039	1,294,941	1,214,454	2,509,395
2040	1,356,554	1,152,091	2,508,645
2041	1,418,199	1,086,696	2,504,895
2042	1,489,880	1,018,265	2,508,145
2043	1,561,592	946,303	2,507,895
2044	1,623,340	885,555	2,508,895
2045	1,685,124	822,371	2,507,495
2046	1,751,943	756,752	2,508,695
2047	1,833,798	671,897	2,505,695
2048	1,925,692	583,003	2,508,695
2049	2,017,622	489,573	2,507,195
2050	2,114,594	391,601	2,506,195
2051	2,201,606	303,952	2,505,558
2052	2,293,655	212,653	2,506,308
2053	2,390,747	117,468	2,508,215
2054	107,882	18,238	126,120
2055	110,059	16,061	126,120
2056	112,281	13,839	126,120
2057	114,545	11,575	126,120
2058	116,858	9,262	126,120
2059	119,216	6,904	126,120
2060	121,623	4,497	126,120
2061	124,080	2,040	126,120
2062	34,945	122	35,067
Total	\$ 44,812,302	\$ 33,526,164	\$ 78,338,466

Exhibit K-3

MARSHALL COUNTY, TENNESSEE

Schedule of Transfers

Primary Government and Discretely Presented Marshall County School Department

For the Year Ended June 30, 2024

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Highway Capital Projects	Capital projects	\$ 759,440
"	Other Capital Projects	Capital expenditures	82,389
Juvenile Services	General	Operations	<u>45,000</u>
Total Transfers Primary Government			<u>\$ 886,829</u>
DISCRETELY PRESENTED MARSHALL COUNTY SCHOOL DEPARTMENT			
General Purpose School	Education Capital Projects	Capital projects	\$ 318,000
"	School Federal Projects	Operations	200,000
"	Central Cafeteria	Cafeteria expenditures	4,112
School Federal Projects	General Purpose School	Operations	<u>49,753</u>
Total Transfers Discretely Presented Marshall County School Department			<u>\$ 571,865</u>

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

Primary Government and Discretely Presented Marshall County School Department

For the Year Ended June 30, 2024

Official	Salary	Authorization	Bond	Surety
County Mayor Base salary/Total compensation	\$ <u>104,776</u>	Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Property and Casualty Fund
Highway Superintendent Base salary/Total compensation	\$ <u>99,787</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Director of Schools Base salary Chief executive officer training supplement Longevity Dental and vision insurance Total compensation	\$ 153,410 1,000 650 459 <u>\$ 155,519</u>	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Trustee Base salary/Total compensation	\$ <u>90,715</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Assessor of Property Base salary/Total compensation	\$ <u>90,715</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
County Clerk Base salary/Total compensation	\$ <u>90,715</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Circuit, General Sessions and Juvenile Courts Clerk Base salary/Total compensation	\$ <u>90,715</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Clerk and Master - Kimberlee Alsup (7/1/23 - 10/10/23) Base salary Special commissioner fees Total compensation	\$ 25,121 5,948 <u>\$ 31,069</u>	Section 8-24-102, <i>TCA</i>	100,000	Auto Owners Mutual Insurance Company
Clerk and Master - Cecilia West Spivy (10/11/23 - 6/30/24) Base salary/Total compensation Total Clerk and Master compensation	\$ 65,594 <u>\$ 96,663</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund

(Continued)

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

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

Official	Salary	Authorization	Bond	Surety
Register of Deeds - Dorris Wayne Weaver (7/1/23 - 3/5/24)		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 61,756			
Register of Deeds - Jennifer Neill (3/25/24 - 6/30/24)		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 24,074			
Total Register of Deeds compensation	<u><u>\$ 85,830</u></u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Base salary	\$ 99,787			
Law enforcement training supplement	800			
Total compensation	<u><u>\$ 100,587</u></u>			
Director of Accounts and Budgets		Chapter 17, Private Acts of	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	\$ 98,631	2005, and County Commission		
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			500,000	Tennessee Risk Management Trust

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

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types

For the Year Ended June 30, 2024

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 9,693,841	\$ 0	\$ 0	\$ 0	\$ 0	\$ 520,134
Trustee's Collections - Prior Year	173,284	0	0	0	0	9,301
Trustee's Collections - Bankruptcy	6,354	0	0	0	0	357
Circuit Clerk/Clerk and Master Collections - Prior Years	78,402	0	0	0	0	4,030
Interest and Penalty	48,766	0	0	0	0	2,645
Payments in-Lieu-of Taxes - T.V.A.	6,945	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	126,586	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	334,072	0	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	825,263	0	0	0	0	0
Hotel/Motel Tax	269,222	0	0	0	0	0
Wheel Tax	83,916	0	0	0	0	251,748
Litigation Tax - General	140,804	0	0	0	0	0
Litigation Tax - Special Purpose	14,102	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	73,037	0	0	0	0	0
Litigation Tax - Courthouse Security	52,069	0	0	0	0	0
Business Tax	466,758	0	0	0	0	0
Mixed Drink Tax	1,299	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	356,736
Adequate Facilities/Development Tax	300,000	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	211,029	0	0	0	0	0
Wholesale Beer Tax	104,419	0	0	0	0	0
Total Local Taxes	\$ 13,010,168	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,144,951

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 55,198	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Permits						
Beer Permits	1,947	0	0	0	0	0
Building Permits	533,413	0	0	0	0	0
Other Permits	750	0	0	0	0	0
Total Licenses and Permits	\$ 591,308	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 7,228	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	6,275	0	0	0	0	0
Drug Control Fines	0	0	0	912	0	0
Drug Court Fees	0	0	0	759	0	0
DUI Treatment Fines	427	0	0	0	0	0
Data Entry Fee - Circuit Court	2,233	0	0	0	0	0
Courtroom Security Fee	117	0	0	0	0	0
General Sessions Court						
Fines	8,868	0	0	0	0	0
Officers Costs	35,275	0	0	0	0	0
Game and Fish Fines	500	0	0	0	0	0
Drug Control Fines	0	0	0	3,110	0	0
Drug Court Fees	0	0	0	2,749	0	0
Jail Fees	0	0	0	24	0	0
DUI Treatment Fines	3,706	0	0	0	0	0
Data Entry Fee - General Sessions Court	6,684	0	0	0	0	0
Courtroom Security Fee	482	0	0	0	0	0

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
Fines, Forfeitures, and Penalties (Cont.)						
Juvenile Court						
Fines	\$ 2,750	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	367	0	0	0	0	0
Data Entry Fee - Juvenile Court	4,418	0	0	0	0	0
Courtroom Security Fee	2	0	0	0	0	0
Chancery Court						
Officers Costs	3,223	0	0	0	0	0
Data Entry Fee - Chancery Court	5,323	0	0	0	0	0
Other Courts - In-county						
Fines	0	16,591	0	0	0	0
Judicial District Drug Program						
Fines	748	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	392	0	0	821	0	0
Other Fines, Forfeitures, and Penalties	20,425	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 109,443	\$ 16,591	\$ 0	\$ 8,375	\$ 0	0

Charges for Current Services

General Service Charges

Tipping Fees	\$ 0	\$ 0	\$ 216,852	\$ 0	\$ 0	0
Surcharge - Host Agency	0	0	579,326	0	0	0
Surcharge - General	0	0	8,198	0	0	0
Patient Charges	1,498,744	0	0	0	0	0
Zoning Studies	34,229	0	0	0	0	0
Other General Service Charges	21,234	0	24,571	0	0	0
Service Charges	5,405	0	0	0	0	0

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitutional Officers - Fees	Highway / Public Works
Charges for Current Services (Cont.)						
Fees						
Copy Fees	\$ 6,560	\$ 0	\$ 0	\$ 0	\$ 0	0
Telephone Commissions	68,021	0	0	0	0	0
Vending Machine Collections	12,208	0	0	0	0	0
Additional Fees - Titling and Registration	50,904	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	5,998	0
Data Processing Fee - Register	12,392	0	0	0	0	0
Probation Fees	134,679	0	0	0	0	0
Data Processing Fee - Sheriff	3,402	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	4,350	0	0	0	0	0
Data Processing Fee - County Clerk	5,766	0	0	0	0	0
Vehicle Registration Reinstatement Fees	5,640	0	0	0	0	0
Education Charges						
Other Charges for Services	5,700	0	0	0	0	0
Total Charges for Current Services	\$ 1,869,234	\$ 0	\$ 828,947	\$ 0	\$ 5,998	\$ 0
Other Local Revenues						
Recurring Items						
Investment Income	\$ 1,490,731	\$ 0	\$ 0	\$ 0	\$ 0	0
Lease/Rentals/PPP	5,701	0	0	0	0	0
Sale of Recycled Materials	0	0	611,783	0	0	2,125
E-Rate Funding	4,875	0	0	0	0	0
Miscellaneous Refunds	41,891	0	0	0	0	0
Expenditure Credits	1,818	0	0	0	0	0
Nonrecurring Items						
Sale of Equipment	44,250	0	23,349	0	0	0

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Juvenile Services	Solid	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
			Waste / Sanitation			
Other Local Revenues (Cont.)						
Nonrecurring Items (Cont.)						
Sale of Property	\$ 500	\$ 0	\$ 0	\$ 0	\$ 0	0
Damages Recovered from Individuals	749	0	0	0	0	0
Contributions and Gifts	5,646	0	320,000	1,232	0	0
Other Local Revenues	2,862	0	0	0	0	0
Total Other Local Revenues	\$ 1,599,023	\$ 0	\$ 955,132	\$ 1,232	\$ 0	\$ 2,125
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 614,151	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	107,078	0	0	0	0	0
General Sessions Court Clerk	143,837	0	0	0	0	0
Clerk and Master	126,038	0	0	0	0	0
Juvenile Court Clerk	35,351	0	0	0	0	0
Register	218,712	0	0	0	0	0
Sheriff	19,982	0	0	0	0	0
Trustee	798,167	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,063,316	\$ 0	\$ 0	\$ 0	\$ 0	0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Other General Government Grants	187,962	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	22,400	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
State of Tennessee (Cont.)						
Public Safety Grants (Cont.)						
School Resource Officer Grants	\$ 630,289	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Public Safety Grants	53,983	0	0	0	0	0
Health and Welfare Grants						
Other Health and Welfare Grants	247,463	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	3,082,954
Litter Program	0	0	42,782	0	0	0
Other State Revenues						
Beer Tax	18,498	0	0	0	0	0
Vehicle Certificate of Title Fees	10,645	0	0	0	0	0
Alcoholic Beverage Tax	88,490	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	166,294	0	0	0	0	0
State Revenue Sharing - T.V.A.	325,153	0	0	0	0	17,452
State Revenue Sharing - Telecommunications	154,768	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	35,139	0	0	0	0	0
Contracted Prisoner Boarding	550,630	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,441,324
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	9,880
Petroleum Special Tax	0	0	0	0	0	22,738
Registrar's Salary Supplement	15,164	0	0	0	0	0
State Shared Sales Tax - Cities	13,263	0	0	0	0	0
Other State Grants	25,000	0	0	0	0	0
Other State Revenues	26,068	0	21,702	0	0	0
Total State of Tennessee	\$ 2,580,209	\$ 0	\$ 64,484	\$ 0	\$ 0	\$ 5,574,348

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Federal Government						
Federal Through State						
Community Development	\$ 386,598	\$ 0	\$ 0	\$ 0	\$ 0	0
Homeland Security Grants	42,439	0	0	0	0	0
COVID-19 Grant B	230,905	0	0	0	0	0
American Rescue Plan Act Grant #1	0	0	0	0	0	0
American Rescue Plan Act Grant #2	24,500	0	0	0	0	0
American Rescue Plan Act Grant #3	7,518	0	0	0	0	0
Other Federal through State	70,392	0	0	0	0	0
Direct Federal Revenue						
Medicare	3,000	0	0	0	0	0
Other Direct Federal Revenue	9,026	0	0	0	0	0
Total Federal Government	\$ 774,378	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Governments and Citizens Groups						
Other Governments						
Prisoner Board	\$ 48,700	\$ 0	\$ 0	\$ 0	\$ 0	0
Contributions	9,679	0	0	0	0	0
Contracted Services	19,444	0	0	0	0	0
Citizens Groups						
Donations	4,270	0	0	0	0	0
Other						
Other	33,548	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	118,960	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 234,601	\$ 0	\$ 0	\$ 0	\$ 0	0
Total	\$ 22,831,680	\$ 16,591	\$ 1,848,563	\$ 9,607	\$ 5,998	\$ 6,721,424

(Continued)

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

	Debt Service Fund	Capital Projects Funds					Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects			
	General Debt Service						
Local Taxes							
County Property Taxes							
Current Property Tax	\$	0	\$	0	\$	1,197,943	\$ 11,411,918
Trustee's Collections - Prior Year		0		0		21,476	204,061
Trustee's Collections - Bankruptcy		0		0		824	7,535
Circuit Clerk/Clerk and Master Collections - Prior Years		0		0		9,306	91,738
Interest and Penalty		0		0		6,113	57,524
Payments in-Lieu-of Taxes - T.V.A.		0		0		0	6,945
Payments in-Lieu-of Taxes - Local Utilities		0		0		0	126,586
Payments in-Lieu-of Taxes - Other		0		0		0	334,072
County Local Option Taxes							
Local Option Sales Tax		4,556,906		0		0	5,382,169
Hotel/Motel Tax		0		0		0	269,222
Wheel Tax		1,342,656		0		0	1,678,320
Litigation Tax - General		0		0		0	140,804
Litigation Tax - Special Purpose		0		0		0	14,102
Litigation Tax - Jail, Workhouse, or Courthouse		0		0		0	73,037
Litigation Tax - Courthouse Security		0		0		0	52,069
Business Tax		0		0		0	466,758
Mixed Drink Tax		0		0		0	1,299
Mineral Severance Tax		0		0		0	356,736
Adequate Facilities/Development Tax		0		0		424,838	0
Statutory Local Taxes							
Bank Excise Tax		0		0		0	211,029
Wholesale Beer Tax		0		0		0	104,419
Total Local Taxes		\$ 5,899,562	\$ 0	\$ 424,838	\$ 1,235,662	\$ 21,715,181	

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Debt Service Fund	Capital Projects Funds				Total
		Community	Development/ Industrial Park	Highway Capital Projects	Other Capital Projects	
		General Debt Service				
Licenses and Permits						
Licenses						
Cable TV Franchise	\$	0	\$	0	\$	55,198
Permits						
Beer Permits		0		0		1,947
Building Permits		0		0		533,413
Other Permits		0		0		750
Total Licenses and Permits	\$	0	\$	0	\$	591,308
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$	0	\$	0	\$	7,228
Officers Costs		0		0		6,275
Drug Control Fines		0		0		912
Drug Court Fees		0		0		759
DUI Treatment Fines		0		0		427
Data Entry Fee - Circuit Court		0		0		2,233
Courtroom Security Fee		0		0		117
General Sessions Court						
Fines		0		0		8,868
Officers Costs		0		0		35,275
Game and Fish Fines		0		0		500
Drug Control Fines		0		0		3,110
Drug Court Fees		0		0		2,749
Jail Fees		0		0		24
DUI Treatment Fines		0		0		3,706
Data Entry Fee - General Sessions Court		0		0		6,684
Courtroom Security Fee		0		0		482

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
		General Debt Service				
Fines, Forfeitures, and Penalties (Cont.)						
Juvenile Court						
Fines	\$	0 \$	0 \$	0 \$	0 \$	2,750
Officers Costs		0	0	0	0	367
Data Entry Fee - Juvenile Court		0	0	0	0	4,418
Courtroom Security Fee		0	0	0	0	2
Chancery Court						
Officers Costs		0	0	0	0	3,223
Data Entry Fee - Chancery Court		0	0	0	0	5,323
Other Courts - In-county						
Fines		0	0	0	0	16,591
Judicial District Drug Program						
Fines		0	0	0	0	748
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property		0	0	0	0	1,213
Other Fines, Forfeitures, and Penalties		0	0	0	0	20,425
Total Fines, Forfeitures, and Penalties	\$	0 \$	0 \$	0 \$	0 \$	134,409

Charges for Current Services

General Service Charges

Tipping Fees	\$	0 \$	0 \$	0 \$	0 \$	216,852
Surcharge - Host Agency		0	0	0	0	579,326
Surcharge - General		0	0	0	0	8,198
Patient Charges		0	0	0	0	1,498,744
Zoning Studies		0	0	0	0	34,229
Other General Service Charges		0	0	0	0	45,805
Service Charges		0	0	0	0	5,405

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
	General Debt Service					
Charges for Current Services (Cont.)						
Fees						
Copy Fees	\$	0 \$	0 \$	0 \$	0 \$	6,560
Telephone Commissions		0	0	0	0	68,021
Vending Machine Collections		0	0	0	0	12,208
Additional Fees - Titling and Registration		0	0	0	0	50,904
Constitutional Officers' Fees and Commissions		0	0	0	0	5,998
Data Processing Fee - Register		0	0	0	0	12,392
Probation Fees		0	0	0	0	134,679
Data Processing Fee - Sheriff		0	0	0	0	3,402
Sexual Offender Registration Fee - Sheriff		0	0	0	0	4,350
Data Processing Fee - County Clerk		0	0	0	0	5,766
Vehicle Registration Reinstatement Fees		0	0	0	0	5,640
Education Charges						
Other Charges for Services		0	0	0	0	5,700
Total Charges for Current Services	\$	0 \$	0 \$	0 \$	0 \$	2,704,179
Other Local Revenues						
Recurring Items						
Investment Income	\$	0 \$	0 \$	0 \$	0 \$	1,490,731
Lease/Rentals/PPP		0	0	0	0	5,701
Sale of Recycled Materials		0	0	0	0	613,908
E-Rate Funding		0	0	0	0	4,875
Miscellaneous Refunds		0	0	0	0	41,891
Expenditure Credits		0	0	0	0	1,818
Nonrecurring Items						
Sale of Equipment		0	0	0	0	67,599

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
		General Debt Service				
Other Local Revenues (Cont.)						
Nonrecurring Items (Cont.)						
Sale of Property	\$	0 \$	0 \$	0 \$	0 \$	500
Damages Recovered from Individuals		0	0	0	0	749
Contributions and Gifts		0	0	0	0	326,878
Other Local Revenues		0	0	0	0	2,862
Other Local Revenues		0	0	0	0	2,862
Total Other Local Revenues	\$	0 \$	0 \$	0 \$	0 \$	2,557,512
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$	0 \$	0 \$	0 \$	0 \$	614,151
Circuit Court Clerk		0	0	0	0	107,078
General Sessions Court Clerk		0	0	0	0	143,837
Clerk and Master		0	0	0	0	126,038
Juvenile Court Clerk		0	0	0	0	35,351
Register		0	0	0	0	218,712
Sheriff		0	0	0	0	19,982
Trustee		0	0	0	0	798,167
Total Fees Received From County Officials	\$	0 \$	0 \$	0 \$	0 \$	2,063,316
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$	0 \$	0 \$	0 \$	0 \$	9,000
Other General Government Grants		0	0	0	11,283	199,245
Public Safety Grants						
Law Enforcement Training Programs		0	0	0	0	22,400

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
	General Debt Service					
State of Tennessee (Cont.)						
Public Safety Grants (Cont.)						
School Resource Officer Grants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	630,289
Other Public Safety Grants	0	0	0	0	0	53,983
Health and Welfare Grants						
Other Health and Welfare Grants	0	0	0	0	0	247,463
Public Works Grants						
State Aid Program	0	0	0	0	0	3,082,954
Litter Program	0	0	0	0	0	42,782
Other State Revenues						
Beer Tax	0	0	0	0	0	18,498
Vehicle Certificate of Title Fees	0	0	0	0	0	10,645
Alcoholic Beverage Tax	0	0	0	0	0	88,490
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0	166,294
State Revenue Sharing - T.V.A.	0	0	0	40,298	0	382,903
State Revenue Sharing - Telecommunications	0	0	0	0	0	154,768
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	35,139
Contracted Prisoner Boarding	0	0	0	0	0	550,630
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,441,324
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	9,880
Petroleum Special Tax	0	0	0	0	0	22,738
Registrar's Salary Supplement	0	0	0	0	0	15,164
State Shared Sales Tax - Cities	0	0	0	0	0	13,263
Other State Grants	0	0	0	3,890	0	28,890
Other State Revenues	0	0	0	0	0	47,770
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 55,471	\$ 8,274,512	

(Continued)

Exhibit K-5

MARSHALL COUNTY, TENNESSEE

Schedule of Detailed Revenues -

All Governmental Fund Types (Cont.)

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
Federal Government						
Federal Through State						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	386,598
Homeland Security Grants	0	0	0	0	0	42,439
COVID-19 Grant B	0	0	0	0	0	230,905
American Rescue Plan Act Grant #1	0	2,913,298	0	0	0	2,913,298
American Rescue Plan Act Grant #2	0	0	0	0	0	24,500
American Rescue Plan Act Grant #3	0	0	0	0	0	7,518
Other Federal through State	0	0	0	307,169	0	377,561
Direct Federal Revenue						
Medicare	0	0	0	0	0	3,000
Other Direct Federal Revenue	0	1,223,000	0	0	0	1,232,026
Total Federal Government	\$ 0	\$ 4,136,298	\$ 0	\$ 307,169	\$ 0	5,217,845
Other Governments and Citizens Groups						
Other Governments						
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	48,700
Contributions	0	0	0	0	0	9,679
Contracted Services	0	0	0	0	0	19,444
Citizens Groups						
Donations	0	0	0	4,478	0	8,748
Other						
Other	0	0	0	0	0	33,548
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	118,960
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 4,478	\$ 0	239,079
Total	\$ 5,899,562	\$ 4,136,298	\$ 424,838	\$ 1,602,780	\$ 0	43,497,341

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

Discretely Presented Marshall County School Department

For the Year Ended June 30, 2024

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School School	Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 9,470,058	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,470,058
Trustee's Collections - Prior Year	169,342	0	0	0	0	169,342
Trustee's Collections - Bankruptcy	6,798	0	0	0	0	6,798
Circuit Clerk/Clerk and Master Collections - Prior Years	73,733	0	0	0	0	73,733
Interest and Penalty	48,728	0	0	0	0	48,728
County Local Option Taxes						
Local Option Sales Tax	5,014,303	0	0	0	0	5,014,303
Mixed Drink Tax	19,696	0	0	0	0	19,696
Total Local Taxes	\$ 14,802,658	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,802,658
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 2,223	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,223
Total Licenses and Permits	\$ 2,223	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,223
Charges for Current Services						
Education Charges						
Tuition - Other	\$ 211,285	\$ 0	\$ 0	\$ 0	\$ 0	\$ 211,285
Lunch Payments - Children	0	0	528,898	0	0	528,898
Lunch Payments - Adults	0	0	36,958	0	0	36,958
Income from Breakfast	0	0	88,350	0	0	88,350
A la Carte Sales	0	0	637,862	0	0	637,862
Receipts from Individual Schools	84,676	0	0	0	0	84,676
TBI Criminal Background Fee	474	0	0	0	0	474

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	
	General Purpose School	Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
	School	Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Charges for Current Services (Cont.)						
Education Charges (Cont.)						
Other Charges for Services	\$ 40,943	\$ 0	\$ 0	\$ 0	\$ 0	\$ 40,943
Total Charges for Current Services	\$ 337,378	\$ 0	\$ 1,292,068	\$ 0	\$ 0	\$ 1,629,446
Other Local Revenues						
Recurring Items						
Investment Income	\$ 58,611	\$ 0	\$ 25	\$ 0	\$ 0	\$ 58,636
Sale of Materials and Supplies	4,946	0	0	0	0	4,946
Rebates	0	0	552	0	0	552
Miscellaneous Refunds	31,107	0	0	0	0	31,107
Nonrecurring Items						
Sale of Equipment	22,545	0	0	0	0	22,545
Damages Recovered from Individuals	2,089	0	0	0	0	2,089
Contributions and Gifts	810	0	3,544	0	0	4,354
Other Local Revenues						
Other Local Revenues	0	0	0	1,918,544	0	1,918,544
Total Other Local Revenues	\$ 120,108	\$ 0	\$ 4,121	\$ 1,918,544	\$ 0	\$ 2,042,773
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 137,883	\$ 0	\$ 0	\$ 0	\$ 0	\$ 137,883
State Education Funds						
Tennessee Investment in Student Achievement	38,285,589	0	0	0	0	38,285,589
TISA - On-behalf Payments	71,897	0	0	0	0	71,897
Early Childhood Education	234,974	0	0	0	0	234,974

(Continued)

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

Discretely Presented Marshall 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
	School	Federal Projects	Cafeteria	Internal School	Capital Projects	Total
State of Tennessee (Cont.)						
State Education Funds (Cont.)						
School Food Service	\$ 0	\$ 0	\$ 27,438	\$ 0	\$ 0	\$ 27,438
Driver Education	19,071	0	0	0	0	19,071
Other State Education Funds	661,482	0	0	0	0	661,482
Career Ladder Program	59,813	0	0	0	0	59,813
Other Vocational	325,044	0	0	0	0	325,044
Other State Revenues						
State Revenue Sharing - T.V.A.	190,000	0	0	0	127,757	317,757
Other State Grants	257,845	0	0	0	0	257,845
Other State Revenues	127,178	11,075	0	0	0	138,253
Total State of Tennessee	\$ 40,370,776	\$ 11,075	\$ 27,438	\$ 0	\$ 127,757	\$ 40,537,046
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,859,545	\$ 0	\$ 0	\$ 1,859,545
USDA - Commodities	0	0	253,798	0	0	253,798
Breakfast	0	0	589,404	0	0	589,404
USDA - Other	0	0	53,255	0	0	53,255
USDA Food Service Equipment Grant	0	0	27,250	0	0	27,250
Vocational Education - Basic Grants to States	0	91,384	0	0	0	91,384
Title I Grants to Local Education Agencies	0	1,132,701	0	0	0	1,132,701
Special Education - Grants to States	0	1,311,184	0	0	0	1,311,184
Special Education Preschool Grants	0	40,018	0	0	0	40,018
English Language Acquisition Grants	0	24,645	0	0	0	24,645
Eisenhower Professional Development State Grants	0	214,192	0	0	0	214,192

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

	<u>Special Revenue Funds</u>				<u>Capital Projects Fund</u>	
	General Purpose School School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Federal Government (Cont.)						
Federal Through State (Cont.)						
COVID-19 Grant B	\$ 0	\$ 71,250	\$ 0	\$ 0	\$ 0	\$ 71,250
COVID-19 Grant D	0	125,500	0	0	0	125,500
American Rescue Plan Act Grant #1	0	2,159,162	0	0	0	2,159,162
American Rescue Plan Act Grant #2	0	24,971	0	0	0	24,971
Other Federal through State	210,154	230,904	0	0	0	441,058
Direct Federal Revenue						
Public Safety Partnership and Community Policing - COPS	328,456	0	0	0	0	328,456
Total Federal Government	\$ 538,610	\$ 5,425,911	\$ 2,783,252	\$ 0	\$ 0	\$ 8,747,773
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 503,741	\$ 0	\$ 0	\$ 0	\$ 3,123,008	\$ 3,626,749
Total Other Governments and Citizens Groups	\$ 503,741	\$ 0	\$ 0	\$ 0	\$ 3,123,008	\$ 3,626,749
Total	\$ 56,675,494	\$ 5,436,986	\$ 4,106,879	\$ 1,918,544	\$ 3,250,765	\$ 71,388,668

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

General Fund

General Government

County Commission

Other Per Diem and Fees	\$ 96,488
Social Security	4,827
Extension Service Medicare	1,129
Employee and Dependent Insurance	121,104
Audit Services	14,757
Communication	997
Contracts with Private Agencies	6,957
Data Processing Services	2,819
Dues and Memberships	8,000
Legal Notices, Recording, and Court Costs	3,128
Postal Charges	469
Travel	5,918
Other Contracted Services	782
Other Supplies and Materials	20
In Service/Staff Development	<u>2,400</u>
Total County Commission	\$ 269,795

Board of Equalization

Board and Committee Members Fees	\$ 1,310
Social Security	81
Extension Service Medicare	<u>19</u>
Total Board of Equalization	1,410

Other Boards and Committees

Board and Committee Members Fees	\$ 3,650
Social Security	226
Extension Service Medicare	<u>53</u>
Total Other Boards and Committees	3,929

County Mayor/Executive

County Official/Administrative Officer	\$ 104,776
Secretary(ies)	41,964
Part-time Personnel	206
Longevity Pay	350
In-service Training	840
Social Security	9,140
Extension Service Medicare	2,137
Pensions	11,032
Employee and Dependent Insurance	18,215
Communication	1,127
Data Processing Services	3,275
Dues and Memberships	2,106
Postal Charges	197
Internet Connectivity	581
Travel	1,841
Office Supplies	2,548
In Service/Staff Development	800

(Continued)

MARSHALL COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****General Government (Cont.)****County Mayor/Executive (Cont.)**

Furniture and Fixtures	\$ 141
Other Equipment	78
Total County Mayor/Executive	\$ 201,354

Personnel Office

Assistant(s)	\$ 87,672
Supervisor/Director	65,344
Salary Supplements	510
Part-time Personnel	8,945
Longevity Pay	1,000
Social Security	9,781
Extension Service Medicare	2,288
Pensions	11,590
Employee and Dependent Insurance	34,546
Communication	1,436
Data Processing Services	6,689
Evaluation and Testing	184
Maintenance Agreements	990
Postal Charges	875
Internet Connectivity	581
Office Supplies	1,416
Total Personnel Office	233,847

County Attorney

Supervisor/Director	\$ 61,125
Social Security	3,749
Extension Service Medicare	877
Pensions	4,584
Employee and Dependent Insurance	7,153
Dues and Memberships	150
Other Contracted Services	600
Total County Attorney	78,238

Election Commission

County Official/Administrative Officer	\$ 81,644
Deputy(ies)	40,950
Longevity Pay	600
Election Commission	1,885
Election Workers	15,429
Social Security	7,935
Extension Service Medicare	1,856
Pensions	9,240
Employee and Dependent Insurance	16,521
Communication	1,048
Data Processing Services	21,842
Legal Notices, Recording, and Court Costs	1,480
Maintenance Agreements	101

(Continued)

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

Postal Charges	\$	2,255
Printing, Stationery, and Forms		1,925
Internet Connectivity		857
Travel		310
Office Supplies		3,076
Office Equipment		11,165
Total Election Commission	\$	220,119

Register of Deeds

County Official/Administrative Officer	\$	85,830
Deputy(ies)		60,596
Part-time Personnel		12,984
Social Security		9,680
Extension Service Medicare		2,264
Pensions		10,930
Employee and Dependent Insurance		27,779
Communication		772
Data Processing Services		13,139
Dues and Memberships		1,184
Evaluation and Testing		92
Maintenance Agreements		18
Postal Charges		239
Internet Connectivity		581
Office Supplies		1,470
Office Equipment		1,697
Total Register of Deeds		229,255

Building

Assistant(s)	\$	86,718
Supervisor/Director		39,665
Salary Supplements		3,803
Secretary(ies)		66,645
Part-time Personnel		183
Social Security		11,920
Extension Service Medicare		2,788
Pensions		14,627
Employee and Dependent Insurance		52,449
Advertising		155
Communication		4,062
Data Processing Services		30,421
Dues and Memberships		480
Engineering Services		1,500
Evaluation and Testing		430
Maintenance Agreements		195
Maintenance and Repair Services - Vehicles		2,741
Postal Charges		481
Internet Connectivity		581

(Continued)

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

Travel	\$	920
Food Supplies		20
Gasoline		5,555
Office Supplies		453
Road Signs		131
Uniforms		84
Refunds		960
Vehicle and Equipment Insurance		2,941
In Service/Staff Development		740
Office Equipment		<u>2,487</u>
Total Building	\$	334,135

County Buildings

Salary Supplements	\$	1,314
Custodial Personnel		65,172
Maintenance Personnel		237,912
Part-time Personnel		29,360
Longevity Pay		400
Overtime Pay		11,042
Social Security		20,994
Extension Service Medicare		4,910
Pensions		23,569
Employee and Dependent Insurance		57,966
Communication		1,027
Data Processing Services		1,751
Evaluation and Testing		741
Lease/SBITA Payments		4,000
Maintenance and Repair Services - Buildings		150,148
Maintenance and Repair Services - Office Equipment		19
Maintenance and Repair Services - Vehicles		4,602
Pest Control		2,340
Internet Connectivity		1,802
Disposal Fees		4,729
Custodial Supplies		17,874
Electricity		89,576
Gasoline		8,534
Natural Gas		24,693
Office Supplies		1,309
Uniforms		1,783
Water and Sewer		5,297
Other Supplies and Materials		5,899
Vehicle and Equipment Insurance		2,847
Other Charges		74,704
Office Equipment		<u>853</u>
Total County Buildings	\$	857,167

(Continued)

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

Finance

Accounting and Budgeting

Assistant(s)	\$	51,300
Supervisor/Director		98,631
Accountants/Bookkeepers		143,549
Part-time Personnel		576
Longevity Pay		1,000
Social Security		17,612
Extension Service Medicare		4,119
Pensions		21,807
Employee and Dependent Insurance		54,187
Advertising		116
Communication		1,500
Data Processing Services		55,063
Dues and Memberships		365
Maintenance Agreements		526
Postal Charges		1,800
Internet Connectivity		581
Travel		252
Office Supplies		3,314
In Service/Staff Development		3,266
Furniture and Fixtures		292
Office Equipment		2,128
Total Accounting and Budgeting	\$	461,984

Property Assessor's Office

County Official/Administrative Officer	\$	90,715
Deputy(ies)		104,464
Secretary(ies)		13,606
Longevity Pay		1,650
Social Security		12,712
Extension Service Medicare		2,973
Pensions		15,783
Employee and Dependent Insurance		30,597
Advertising		248
Audit Services		15,385
Communication		3,251
Data Processing Services		10,234
Dues and Memberships		1,900
Legal Services		1,500
Postal Charges		1,892
Travel		412
Office Supplies		1,809
Other Supplies and Materials		3,961
In Service/Staff Development		375
Office Equipment		97
Total Property Assessor's Office		313,564

(Continued)

MARSHALL COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Finance (Cont.)****Reappraisal Program**

Assistant(s)	\$	54,423
Deputy(ies)		66,025
Part-time Personnel		17,681
Social Security		8,420
Extension Service Medicare		1,969
Pensions		9,034
Employee and Dependent Insurance		27,474
Data Processing Services		3,494
Maintenance and Repair Services - Vehicles		263
Postal Charges		1,804
Gasoline		1,431
Office Supplies		487
Vehicle and Equipment Insurance		1,443
Total Reappraisal Program	\$	193,948

County Trustee's Office

County Official/Administrative Officer	\$	90,715
Deputy(ies)		90,864
Part-time Personnel		20,681
Longevity Pay		1,350
Social Security		12,215
Extension Service Medicare		2,857
Pensions		13,720
Employee and Dependent Insurance		26,146
Communication		1,664
Data Processing Services		17,554
Dues and Memberships		1,234
Legal Services		40
Maintenance Agreements		30
Postal Charges		7,187
Printing, Stationery, and Forms		4,550
Internet Connectivity		581
Travel		748
Office Supplies		3,393
Office Equipment		8,763
Total County Trustee's Office		304,292

County Clerk's Office

County Official/Administrative Officer	\$	90,715
Deputy(ies)		272,474
Longevity Pay		700
Bonus Payments		8,000
Social Security		22,254
Extension Service Medicare		5,205
Pensions		27,819
Employee and Dependent Insurance		93,524
Communication		3,662

(Continued)

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

Finance (Cont.)

County Clerk's Office (Cont.)

Data Processing Services	\$	38,611
Dues and Memberships		959
Evaluation and Testing		91
Maintenance Agreements		696
Postal Charges		14,484
Internet Connectivity		3,023
Travel		564
Office Supplies		7,058
In Service/Staff Development		255
Office Equipment		1,714
Other Equipment		2,500
Total County Clerk's Office	\$	594,308

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	90,715
Deputy(ies)		332,258
Attendants		600
Longevity Pay		2,750
Jury and Witness Expense		2,321
Social Security		25,510
Extension Service Medicare		5,966
Pensions		31,929
Employee and Dependent Insurance		82,462
Communication		5,393
Data Processing Services		35,443
Dues and Memberships		1,174
Maintenance Agreements		667
Postal Charges		4,146
Travel		795
Food Supplies		1,512
Office Supplies		10,668
Office Equipment		6,710
Total Circuit Court		641,019

General Sessions Judge

Judge(s)	\$	164,768
Secretary(ies)		40,950
Longevity Pay		550
Other Salaries and Wages		36,000
Social Security		14,794
Extension Service Medicare		3,460
Pensions		15,470
Employee and Dependent Insurance		24,342
Communication		1,935
Data Processing Services		4,024
Dues and Memberships		670

(Continued)

MARSHALL COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Administration of Justice (Cont.)****General Sessions Judge (Cont.)**

Licenses	\$	409
Postal Charges		905
Travel		1,470
Other Contracted Services		2,700
Office Supplies		524
Total General Sessions Judge	\$	312,971

Chancery Court

County Official/Administrative Officer	\$	90,715
Deputy(ies)		76,019
Part-time Personnel		20,705
Social Security		11,296
Extension Service Medicare		2,642
Pensions		12,505
Employee and Dependent Insurance		33,451
Communication		1,565
Data Processing Services		20,957
Dues and Memberships		1,184
Legal Notices, Recording, and Court Costs		2,213
Maintenance Agreements		347
Postal Charges		3,953
Travel		819
Other Contracted Services		2,151
Office Supplies		4,280
In Service/Staff Development		954
Furniture and Fixtures		1,669
Office Equipment		12,915
Total Chancery Court		300,340

Juvenile Court

Probation Officer(s)	\$	81,700
Youth Service Officer(s)		31,865
Guidance Personnel		61,402
Secretary(ies)		38,584
Longevity Pay		650
Overtime Pay		1,800
Social Security		12,988
Extension Service Medicare		3,038
Pensions		15,820
Employee and Dependent Insurance		61,446
Communication		483
Data Processing Services		8,369
Evaluation and Testing		1,054
Maintenance Agreements		161
Postal Charges		973
Travel		1,208
Office Supplies		736

(Continued)

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

Administration of Justice (Cont.)

Juvenile Court (Cont.)

In Service/Staff Development	\$ 760
Other Charges	4,300
Office Equipment	6,754
Total Juvenile Court	\$ 334,091

Probation Services

Supervisor/Director	\$ 71,115
Probation Officer(s)	75,712
Social Workers	42,912
Social Security	11,460
Extension Service Medicare	2,680
Pensions	14,230
Employee and Dependent Insurance	42,750
Communication	2,606
Data Processing Services	14,448
Dues and Memberships	340
Evaluation and Testing	2,461
Licenses	810
Maintenance Agreements	1,569
Pest Control	420
Postal Charges	198
Internet Connectivity	1,213
Rentals	9,100
Travel	9,113
Other Contracted Services	42,674
Electricity	1,314
Natural Gas	482
Office Supplies	5,793
In Service/Staff Development	1,133
Office Equipment	1,459
Total Probation Services	355,992

Courtroom Security

Deputy(ies)	\$ 100,152
Overtime Pay	2,517
Social Security	6,090
Extension Service Medicare	1,424
Pensions	7,697
Employee and Dependent Insurance	23,778
Communication	482
Other Contracted Services	77,312
Uniforms	608
Total Courtroom Security	220,060

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 99,787
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(Continued)

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

Assistant(s)	\$ 78,100
Deputy(ies)	700,238
Detective(s)	221,631
Captain(s)	64,537
Sergeant(s)	117,827
Accountants/Bookkeepers	88,643
Salary Supplements	48,564
Longevity Pay	8,200
Overtime Pay	159,232
In-service Training	22,400
Social Security	97,600
Extension Service Medicare	22,826
Pensions	116,638
Employee and Dependent Insurance	261,566
Advertising	462
Communication	6,723
Contracts with Private Agencies	670
Data Processing Services	34,966
Dues and Memberships	2,300
Evaluation and Testing	1,015
Maintenance and Repair Services - Buildings	244
Maintenance and Repair Services - Office Equipment	365
Maintenance and Repair Services - Vehicles	34,521
Pest Control	429
Postal Charges	1,287
Internet Connectivity	1,371
Towing Services	510
Travel	9,245
Disposal Fees	2,301
Other Contracted Services	180
Diesel Fuel	37
Electricity	17,312
Gasoline	103,287
Law Enforcement Supplies	7,458
Natural Gas	4,741
Office Supplies	4,540
Tires and Tubes	8,069
Uniforms	16,559
Water and Sewer	15,139
Other Supplies and Materials	494
Vehicle and Equipment Insurance	33,084
In Service/Staff Development	3,647
Other Charges	14,785
Law Enforcement Equipment	18,014
Motor Vehicles	277,448
Office Equipment	1,324
Total Sheriff's Department	\$ 2,730,316

(Continued)

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

School Resource Officer	\$	330,186
Longevity Pay		1,250
Overtime Pay		1,406
Social Security		20,008
Extension Service Medicare		4,679
Pensions		24,291
Employee and Dependent Insurance		60,072
Life Insurance		231
Disability Insurance		1,134
Motor Vehicles		<u>187,030</u>
Total Special Patrols	\$	630,287

Jail

Assistant(s)	\$	45,995
Supervisor/Director		64,537
Salary Supplements		31,967
Guards		669,224
Clerical Personnel		41,552
Longevity Pay		3,600
Overtime Pay		160,150
Social Security		61,901
Extension Service Medicare		14,477
Pensions		75,206
Employee and Dependent Insurance		136,481
Communication		3,574
Contracts with Private Agencies		2,010
Data Processing Services		15,190
Evaluation and Testing		6,371
Maintenance and Repair Services - Equipment		11,956
Maintenance and Repair Services - Office Equipment		1,511
Maintenance and Repair Services - Vehicles		952
Medical and Dental Services		291,432
Pest Control		385
Postal Charges		1,287
Internet Connectivity		1,371
Travel		3,049
Disposal Fees		5,594
Electricity		51,936
Food Supplies		326,441
Natural Gas		30,342
Office Supplies		5,265
Prisoners Clothing		9,156
Uniforms		3,502
Water and Sewer		35,354
Other Supplies and Materials		36,469
Refunds		454
In Service/Staff Development		200

(Continued)

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

Other Charges	\$ 230
Office Equipment	308
Other Equipment	<u>7,176</u>
Total Jail	\$ 2,156,605

Rural Fire Protection

In-service Training	\$ 50
Maintenance and Repair Services - Equipment	2,879
Maintenance and Repair Services - Vehicles	22,239
Towing Services	460
Other Contracted Services	215,000
Diesel Fuel	4,324
Electricity	16,203
Gasoline	816
Natural Gas	7,091
Water and Sewer	3,008
Other Supplies and Materials	1,433
Excess Risk Insurance	8,390
Vehicle and Equipment Insurance	22,772
Other Equipment	<u>16,026</u>
Total Rural Fire Protection	320,691

Civil Defense

Supervisor/Director	\$ 79,893
Secretary(ies)	40,349
Part-time Personnel	47,520
Longevity Pay	1,800
Other Salaries and Wages	94,923
Social Security	16,063
Extension Service Medicare	3,757
Pensions	16,272
Employee and Dependent Insurance	35,426
Communication	8,959
Data Processing Services	4,618
Dues and Memberships	549
Evaluation and Testing	173
Maintenance Agreements	994
Maintenance and Repair Services - Equipment	3,136
Maintenance and Repair Services - Office Equipment	57
Maintenance and Repair Services - Vehicles	12,378
Postal Charges	214
Internet Connectivity	2,163
Travel	406
Diesel Fuel	3,925
Gasoline	4,074
Office Supplies	986
Uniforms	3,889

(Continued)

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

Vehicle and Equipment Insurance	\$	10,473	
In Service/Staff Development		1,400	
Other Charges		8,697	
Furniture and Fixtures		438	
Office Equipment		965	
Other Equipment		<u>25,353</u>	
Total Civil Defense			\$ 429,850

Other Emergency Management

Remittance of Revenue Collected	\$	1,747	
Other Supplies and Materials		<u>10,964</u>	
Total Other Emergency Management			12,711

County Coroner/Medical Examiner

Assistant(s)	\$	224	
Social Security		14	
Extension Service Medicare		3	
Pensions		17	
Data Processing Services		972	
Pauper Burials		300	
Other Contracted Services		88,240	
Other Equipment		<u>121</u>	
Total County Coroner/Medical Examiner			89,891

Public Safety Grants Program

Other Contracted Services	\$	15,807	
Total Public Safety Grants Program			15,807

Other Public Safety

Communication	\$	624	
Total Other Public Safety			624

Public Health and Welfare**Local Health Center**

Communication	\$	8,333	
Contracts with Government Agencies		19,872	
Contracts with Private Agencies		2,745	
Dues and Memberships		375	
Pest Control		420	
Internet Connectivity		1,319	
Disposal Fees		2,044	
Electricity		33,686	
Natural Gas		55	
Office Supplies		78	
Water and Sewer		857	
Other Supplies and Materials		470	
Other Charges		<u>303</u>	
Total Local Health Center			70,557

(Continued)

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

Public Health and Welfare (Cont.)

Rabies and Animal Control

Assistant(s)	\$	46,197
Longevity Pay		600
Overtime Pay		703
Social Security		2,806
Extension Service Medicare		656
Pensions		3,562
Employee and Dependent Insurance		13,793
Communication		1,899
Contracts with Government Agencies		22,804
Data Processing Services		813
Maintenance and Repair Services - Vehicles		1,610
Gasoline		2,902
Other Supplies and Materials		553
Vehicle and Equipment Insurance		685
Total Rabies and Animal Control	\$	99,583

Ambulance/Emergency Medical Services

Supervisor/Director	\$	74,381
Accountants/Bookkeepers		39,166
Paraprofessionals		1,746,109
Longevity Pay		5,600
Social Security		109,093
Extension Service Medicare		26,443
Pensions		128,129
Employee and Dependent Insurance		275,548
Advertising		93
Communication		8,105
Contracts with Government Agencies		5,500
Contracts with Private Agencies		41,829
Data Processing Services		5,151
Dues and Memberships		800
Evaluation and Testing		3,261
Licenses		3,145
Maintenance Agreements		245
Maintenance and Repair Services - Buildings		277
Maintenance and Repair Services - Equipment		6,990
Maintenance and Repair Services - Vehicles		32,240
Pest Control		805
Postal Charges		179
Internet Connectivity		2,690
Towing Services		315
Travel		3,112
Disposal Fees		1,224
Other Contracted Services		61,158
Custodial Supplies		498
Diesel Fuel		212
Drugs and Medical Supplies		123,371

(Continued)

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

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Electricity	\$	15,453
Gasoline		68,589
Natural Gas		5,051
Office Supplies		884
Tires and Tubes		5,488
Uniforms		5,772
Water and Sewer		1,019
Other Supplies and Materials		595
Refunds		2,258
Vehicle and Equipment Insurance		20,324
In Service/Staff Development		6,061
Furniture and Fixtures		2,860
Office Equipment		5,476
Other Equipment		15,760
Total Ambulance/Emergency Medical Services		\$ 2,861,259

Maternal and Child Health Services

Contracts with Government Agencies	\$	6,500
Total Maternal and Child Health Services		6,500

Other Local Health Services

Paraprofessionals	\$	129,936
Secretary(ies)		37,608
Longevity Pay		1,000
Social Security		9,974
Extension Service Medicare		2,332
Pensions		12,641
Employee and Dependent Insurance		59,340
Life Insurance		143
Disability Insurance		563
Travel		823
Total Other Local Health Services		254,360

Other Public Health and Welfare

Contracts with Private Agencies	\$	51,240
Contributions		45,000
Total Other Public Health and Welfare		96,240

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$	90,800
Total Senior Citizens Assistance		90,800

Libraries

Assistant(s)	\$	32,304
Supervisor/Director		56,909
Librarians		124,250

(Continued)

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

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Part-time Personnel	\$	62,990
Longevity Pay		1,750
Social Security		17,035
Extension Service Medicare		3,984
Pensions		16,141
Employee and Dependent Insurance		38,287
Advertising		517
Communication		3,978
Data Processing Services		3,434
Dues and Memberships		572
Evaluation and Testing		670
Maintenance and Repair Services - Equipment		207
Maintenance and Repair Services - Office Equipment		714
Pest Control		420
Postal Charges		315
Internet Connectivity		16,278
Rentals		5,242
Travel		1,744
Disposal Fees		432
Electricity		10,917
Library Books/Media		19,946
Natural Gas		3,165
Office Supplies		9,534
Periodicals		704
Water and Sewer		1,441
Other Supplies and Materials		9,231
Vehicle and Equipment Insurance		1,424
In Service/Staff Development		658
Other Charges		231
Office Equipment		2,673
Total Libraries	\$	448,097

Other Social, Cultural, and Recreational

Contributions	\$	100,000
Total Other Social, Cultural, and Recreational		100,000

Agriculture and Natural Resources

Agricultural Extension Service

Assistant(s)	\$	12,047
Supervisor/Director		14,493
Secretary(ies)		7,743
Educational Assistants		12,469
Longevity Pay		640
Social Security		2,841
Extension Service Medicare		664
Pensions		8,908
Employee and Dependent Insurance		7,951

(Continued)

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

Agriculture and Natural Resources (Cont.)

Agricultural Extension Service (Cont.)

Communication	\$	3,243
Dues and Memberships		1,723
Maintenance and Repair Services - Office Equipment		278
Travel		5,271
Custodial Supplies		461
Electricity		8,735
Natural Gas		5,061
Office Supplies		1,912
Water and Sewer		1,391
Other Supplies and Materials		1,146
Office Equipment		975
Total Agricultural Extension Service	\$	97,952

Forest Service

Contributions	\$	2,000
Total Forest Service		2,000

Soil Conservation

Supervisor/Director	\$	45,063
Longevity Pay		1,000
Social Security		2,798
Extension Service Medicare		654
Pensions		3,455
Employee and Dependent Insurance		13,083
Total Soil Conservation		66,053

Other Operations**Tourism**

Advertising	\$	2,000
Contributions		46,200
Total Tourism		48,200

Housing and Urban Development

Other Contracted Services	\$	30,000
Other Capital Outlay		356,598
Total Housing and Urban Development		386,598

Other Economic and Community Development

Contributions	\$	382,812
Other Contracted Services		25,000
Total Other Economic and Community Development		407,812

Veterans' Services

Supervisor/Director	\$	38,857
Part-time Personnel		18,558
Social Security		3,560
Extension Service Medicare		832

(Continued)

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

Pensions	\$ 2,914
Communication	1,278
Contributions	3,950
Data Processing Services	3,424
Maintenance Agreements	102
Postal Charges	179
Internet Connectivity	857
Travel	855
Office Supplies	812
Vehicle and Equipment Insurance	634
Office Equipment	2,073
Total Veterans' Services	\$ 78,885

Other Charges

Life Insurance	\$ 5,308
Disability Insurance	27,450
Unemployment Compensation	5,194
Liability Insurance	316,070
Trustee's Commission	284,350
Workers' Compensation Insurance	215,701
Liability Claims	1,396
Other Charges	11,997
Land	2
Total Other Charges	867,468

Contributions to Other Agencies

Contributions	\$ 580,505
Total Contributions to Other Agencies	580,505

COVID-19 Grant B

Other Supplies and Materials	\$ 3,734
Other Capital Outlay	227,171
Total COVID-19 Grant B	230,905

American Rescue Plan Act Grant #2

Advertising	\$ 24,500
Total American Rescue Plan Act Grant #2	24,500

American Rescue Plan Act Grant #3

Other Capital Outlay	\$ 10,055
Total American Rescue Plan Act Grant #3	10,055

Total General Fund

\$ 19,676,929

(Continued)

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

Administration of Justice

Juvenile Court

Data Processing Services	\$ 3,000
Other Supplies and Materials	523
Trustee's Commission	162
Total Juvenile Court	<u>\$ 3,685</u>

Total Juvenile Services Fund

\$ 3,685

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Assistant(s)	\$ 59,987
Supervisor/Director	81,182
Equipment Operators - Light	113,420
Truck Drivers	103,566
Secretary(ies)	35,125
Maintenance Personnel	50,272
Part-time Personnel	180,606
Longevity Pay	2,450
Overtime Pay	36,089
Social Security	40,155
Extension Service Medicare	9,391
Pensions	35,825
Employee and Dependent Insurance	91,775
Life Insurance	322
Disability Insurance	1,474
Advertising	1,002
Communication	3,775
Contracts with Private Agencies	5,911
Data Processing Services	3,119
Dues and Memberships	979
Evaluation and Testing	1,378
Laundry Service	2,601
Legal Notices, Recording, and Court Costs	59
Licenses	500
Maintenance Agreements	294
Maintenance and Repair Services - Buildings	26,726
Maintenance and Repair Services - Equipment	46,094
Maintenance and Repair Services - Vehicles	42,864
Pest Control	420
Postal Charges	539
Printing, Stationery, and Forms	52
Internet Connectivity	1,199
Rentals	8,000
Travel	770
Disposal Fees	17,243
Brokerage Fees - Recyclables	6,421
Other Contracted Services	211,287

(Continued)

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

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Custodial Supplies	\$ 685
Diesel Fuel	49,424
Electricity	50,320
Food Supplies	366
Garage Supplies	7,076
Gasoline	9,208
Natural Gas	11,696
Office Supplies	1,313
Uniforms	2,247
Water and Sewer	12,663
Wire	29,307
Other Supplies and Materials	9,737
Liability Insurance	17,093
Trustee's Commission	16,895
Vehicle and Equipment Insurance	14,014
Workers' Compensation Insurance	32,412
Liability Claims	3,940
Office Equipment	3,045
Other Equipment	553
Total Sanitation Management	<u>\$ 1,494,866</u>

Total Solid Waste/Sanitation Fund

\$ 1,494,866

Drug Control Fund

Public Safety

Drug Enforcement

Remittance of Revenue Collected	\$ 3,196
Trustee's Commission	84
Total Drug Enforcement	<u>\$ 3,280</u>

Total Drug Control Fund

3,280

Constitutional Officers - Fees Fund

General Government

Register of Deeds

Constitutional Officers' Operating Expenses	\$ 50
Total Register of Deeds	\$ 50

Administration of Justice

Chancery Court

Special Commissioner Fees/Special Master Fees	\$ 5,948
Total Chancery Court	<u>\$ 5,948</u>

Total Constitutional Officers - Fees Fund

5,998

(Continued)

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

Highways

Administration

County Official/Administrative Officer	\$ 99,787
Assistant(s)	51,501
Accountants/Bookkeepers	48,166
Salary Supplements	5,800
Longevity Pay	1,500
Overtime Pay	5,200
Social Security	13,112
Extension Service Medicare	3,066
Pensions	15,897
Employee and Dependent Insurance	21,427
Dues and Memberships	4,147
Legal Notices, Recording, and Court Costs	106
Maintenance and Repair Services - Equipment	478
Maintenance and Repair Services - Office Equipment	1,303
Postal Charges	816
Travel	2,881
Office Supplies	1,260
Other Charges	505
Office Equipment	300
Total Administration	\$ 277,252

Highway and Bridge Maintenance

Foremen	\$ 177,715
Equipment Operators	493,958
Truck Drivers	271,178
Laborers	128,232
Longevity Pay	10,800
Overtime Pay	25,946
Social Security	67,136
Extension Service Medicare	15,701
Pensions	83,110
Employee and Dependent Insurance	263,025
Evaluation and Testing	1,659
Asphalt	380,985
Concrete	2,000
Crushed Stone	276,518
Fertilizer, Lime, and Seed	9,000
General Construction Materials	3,008
Pipe	78,915
Road Signs	18,298
Salt	14,872
Total Highway and Bridge Maintenance	\$ 2,322,056

Operation and Maintenance of Equipment

Foremen	\$ 61,747
Mechanic(s)	142,626
Longevity Pay	2,050

(Continued)

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

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Overtime Pay	\$ 10,864
Social Security	13,030
Extension Service Medicare	3,047
Pensions	16,274
Employee and Dependent Insurance	53,739
Laundry Service	12,298
Diesel Fuel	110,774
Equipment and Machinery Parts	186,939
Garage Supplies	48,738
Gasoline	41,198
Lubricants	9,558
Tires and Tubes	57,857
Other Supplies and Materials	28,639
Total Operation and Maintenance of Equipment	\$ 799,378

Other Charges

Communication	\$ 11,493
Electricity	9,773
Water and Sewer	5,034
Liability Insurance	11,158
Trustee's Commission	41,388
Vehicle and Equipment Insurance	43,032
Total Other Charges	121,878

Employee Benefits

Life Insurance	\$ 1,042
Disability Insurance	5,428
Workers' Compensation Insurance	49,297
Total Employee Benefits	55,767

Capital Outlay

Bridge Construction	\$ 350
Highway Construction	50,802
Plant Operation Equipment	1,456
State Aid Projects	2,786,332
Total Capital Outlay	2,838,940

Total Highway/Public Works Fund

\$ 6,415,271

General Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 830,000
Principal on Notes	129,727
Total Education	\$ 959,727

(Continued)

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

Interest on Debt

Education

Interest on Bonds	\$ 599,201
Interest on Notes	<u>312</u>
Total Education	\$ 599,513

Other Debt Service

Education

Contracts with Private Agencies	\$ 2,120
Trustee's Commission	59,289
Other Debt Issuance Charges	<u>3,000</u>
Total Education	64,409

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions	\$ 3,123,008
Total Capital Projects Donated to School Department	<u>3,123,008</u>

Total General Debt Service Fund

\$ 4,746,657

Community Development/Industrial Park Fund

Other Operations

American Rescue Plan Act Grant J

Contracts with Government Agencies	\$ 23,067
Contributions	<u>3,897,479</u>
Total American Rescue Plan Act Grant J	\$ 3,920,546

Capital Projects

Public Utility Projects

Contributions	\$ 1,223,000
Total Public Utility Projects	<u>1,223,000</u>

Total Community Development/Industrial Park Fund

\$ 5,143,546

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Highway Construction	\$ 136,320
Total Highway and Street Capital Projects	<u>\$ 136,320</u>

Total Highway Capital Projects Fund

\$ 136,320

Other Capital Projects Fund

Capital Projects

Public Safety Projects

Motor Vehicles	\$ 46,886
Total Public Safety Projects	<u>\$ 46,886</u>

(Continued)

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

Capital Projects (Cont.)

Public Health and Welfare Projects

Architects	\$ 84,859
Other Construction	<u>297,967</u>
Total Public Health and Welfare Projects	\$ 382,826

Other General Government Projects

Trustee's Commission	\$ 25,188
Motor Vehicles	324,052
Office Equipment	15,181
Voting Machines	222,665
Other Equipment	7,116
Other Capital Outlay	<u>168,498</u>
Total Other General Government Projects	762,700

Highway and Street Capital Projects

Highway Equipment	\$ 684,453
Total Highway and Street Capital Projects	<u>684,453</u>

Total Other Capital Projects Fund \$ 1,876,865Total Governmental Funds - Primary Government \$ 39,503,417

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

Discretely Presented Marshall County School Department

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

Instruction

Regular Instruction Program

Teachers	\$ 16,973,522
Career Ladder Program	31,858
Homebound Teachers	3,510
Educational Assistants	793,679
Longevity Pay	189,250
Other Salaries and Wages	716,864
Certified Substitute Teachers	16,446
Non-certified Substitute Teachers	377,047
Social Security	1,088,881
Pensions	1,320,529
Medical Insurance	3,515,190
Dental Insurance	11,213
Unemployment Compensation	9,599
Employer Medicare	261,521
Maintenance and Repair Services - Equipment	185,191
Travel	3,451
Tuition	2,725
Other Contracted Services	356,943
Instructional Supplies and Materials	406,043
Textbooks - Bound	474,860
Other Supplies and Materials	1,884
TISA - On-behalf Payments	71,897
Other Charges	13,082
Other Equipment	132,321
Total Regular Instruction Program	\$ 26,957,506

Alternative Instruction Program

Teachers	\$ 131,524
Longevity Pay	1,450
Non-certified Substitute Teachers	1,125
Social Security	7,590
Pensions	9,056
Medical Insurance	35,297
Dental Insurance	91
Unemployment Compensation	45
Employer Medicare	1,775
Other Contracted Services	1,104
Instructional Supplies and Materials	400
Regular Instruction Equipment	1,094
Total Alternative Instruction Program	\$ 190,551

Special Education Program

Teachers	\$ 1,336,079
Career Ladder Program	5,500
Homebound Teachers	3,525
Educational Assistants	531,080

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Speech Pathologist	\$	205,143
Longevity Pay		30,225
Other Salaries and Wages		162
Certified Substitute Teachers		1,950
Non-certified Substitute Teachers		43,975
Social Security		122,069
Pensions		154,202
Medical Insurance		587,649
Dental Insurance		1,902
Unemployment Compensation		1,507
Employer Medicare		28,691
Contracts with Other Public Agencies		98,820
Other Contracted Services		400
Instructional Supplies and Materials		6,000
Special Education Equipment		<u>48,208</u>
Total Special Education Program	\$	3,207,087

Career and Technical Education Program

Teachers	\$	1,164,855
Career Ladder Program		3,000
Longevity Pay		11,450
Other Salaries and Wages		73,062
Certified Substitute Teachers		300
Non-certified Substitute Teachers		9,570
Social Security		73,487
Pensions		91,259
Medical Insurance		251,757
Dental Insurance		739
Unemployment Compensation		522
Employer Medicare		17,213
Instructional Supplies and Materials		36,878
Other Supplies and Materials		70
Other Charges		46
Vocational Instruction Equipment		<u>116,988</u>
Total Career and Technical Education Program		1,851,196

Support Services

Attendance

Supervisor/Director	\$	80,512
Career Ladder Program		600
Social Workers		93,664
Clerical Personnel		64,303
Longevity Pay		3,900
Social Security		11,657
Pensions		13,866
Medical Insurance		24,339

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Dental Insurance	\$ 137
Unemployment Compensation	82
Employer Medicare	3,408
Travel	2,421
Other Contracted Services	28,297
Other Supplies and Materials	3,290
In Service/Staff Development	772
Total Attendance	\$ 331,248

Health Services

Supervisor/Director	\$ 122,320
Career Ladder Program	600
Medical Personnel	317,513
Longevity Pay	3,050
Social Security	22,848
Pensions	30,191
Medical Insurance	89,391
Dental Insurance	319
Unemployment Compensation	308
Employer Medicare	6,031
Travel	752
Other Supplies and Materials	17,470
Other Charges	412
Other Equipment	8,931
Total Health Services	620,136

Other Student Support

Career Ladder Program	\$ 1,000
Guidance Personnel	774,583
Educational Assistants	60,524
Longevity Pay	9,950
Other Salaries and Wages	1,045
Social Security	48,886
Pensions	59,952
Medical Insurance	200,970
Dental Insurance	456
Unemployment Compensation	335
Employer Medicare	11,435
Evaluation and Testing	14,395
Other Contracted Services	252,258
Other Supplies and Materials	4,086
In Service/Staff Development	3,562
Other Charges	15,507
Other Equipment	354,086
Total Other Student Support	1,813,030

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$ 359,434
Career Ladder Program	4,000
Librarians	609,642
Secretary(ies)	34,295
Longevity Pay	17,475
Other Salaries and Wages	25,256
Social Security	63,373
Pensions	77,825
Medical Insurance	209,288
Dental Insurance	588
Unemployment Compensation	407
Employer Medicare	14,835
Travel	10,479
Library Books/Media	22,882
Other Supplies and Materials	8,861
In Service/Staff Development	32,920
Other Equipment	2,443
Total Regular Instruction Program	\$ 1,494,003

Special Education Program

Supervisor/Director	\$ 85,095
Career Ladder Program	500
Psychological Personnel	67,817
Longevity Pay	1,700
Other Salaries and Wages	17,532
Social Security	5,125
Pensions	10,532
Medical Insurance	21,681
Unemployment Compensation	63
Employer Medicare	2,449
Contracts with Other Public Agencies	156,289
Total Special Education Program	368,783

Career and Technical Education Program

Supervisor/Director	\$ 103,207
Secretary(ies)	32,323
Longevity Pay	650
Social Security	8,070
Pensions	9,808
Medical Insurance	36,637
Dental Insurance	91
Unemployment Compensation	42
Employer Medicare	1,888
Communication	684
Travel	724
Other Contracted Services	2,715
Other Charges	453
Total Career and Technical Education Program	197,292

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Supervisor/Director	\$ 91,740
Data Processing Personnel	230,057
Longevity Pay	1,550
Social Security	19,118
Pensions	24,665
Medical Insurance	61,716
Dental Insurance	228
Unemployment Compensation	105
Employer Medicare	4,471
Maintenance and Repair Services - Equipment	17,585
Internet Connectivity	627,964
Other Contracted Services	11,463
Software	26,341
In Service/Staff Development	1,186
Other Equipment	<u>260,989</u>
Total Technology	\$ 1,379,178

Other Programs

On-behalf Payments to OPEB	\$ 137,883
Total Other Programs	137,883

Board of Education

Board and Committee Members Fees	\$ 36,619
Social Security	2,023
Employer Medicare	531
Dues and Memberships	7,030
Legal Services	6,692
Travel	313
Other Contracted Services	15,250
Liability Insurance	123,401
Trustee's Commission	337,853
Workers' Compensation Insurance	164,164
Criminal Investigation of Applicants - TBI	15,334
Other Charges	<u>1,822</u>
Total Board of Education	711,032

Director of Schools

County Official/Administrative Officer	\$ 153,410
Career Ladder Program	1,000
Secretary(ies)	52,000
Longevity Pay	650
Social Security	12,274
Pensions	14,460
Medical Insurance	36,548
Dental Insurance	388
Unemployment Compensation	42

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Employer Medicare	\$	2,871
Communication		650
Dues and Memberships		7,143
Travel		596
Other Charges		2,011
Total Director of Schools	\$	284,043

Office of the Principal

Principals	\$	952,168
Career Ladder Program		6,000
Assistant Principals		1,009,140
Clerical Personnel		732,471
Longevity Pay		35,450
Social Security		160,141
Pensions		192,392
Medical Insurance		513,148
Dental Insurance		1,418
Unemployment Compensation		1,034
Employer Medicare		37,452
Travel		110
Other Contracted Services		13,250
Office Supplies		6,049
Other Charges		139,814
Administration Equipment		11,914
Total Office of the Principal		3,811,951

Fiscal Services

Supervisor/Director	\$	91,740
Accountants/Bookkeepers		219,100
Longevity Pay		1,350
Social Security		18,166
Pensions		23,414
Medical Insurance		70,729
Dental Insurance		137
Unemployment Compensation		105
Employer Medicare		4,248
Data Processing Services		58,525
Travel		1,262
Other Contracted Services		975
Data Processing Supplies		1,955
Office Supplies		8,619
In Service/Staff Development		6,534
Administration Equipment		1,953
Total Fiscal Services		508,812

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel

Supervisor/Director	\$	91,740
Clerical Personnel		58,500
Longevity Pay		1,300
Social Security		8,872
Pensions		11,366
Medical Insurance		31,145
Dental Insurance		91
Unemployment Compensation		42
Employer Medicare		2,075
Travel		378
Office Supplies		1,423
Other Supplies and Materials		1,926
In Service/Staff Development		250
Other Charges		4,125
Administration Equipment		380
Total Human Services/Personnel	\$	213,613

Operation of Plant

Custodial Personnel	\$	1,123,692
Longevity Pay		16,400
Other Salaries and Wages		89
Social Security		63,612
Pensions		75,968
Medical Insurance		318,866
Dental Insurance		871
Unemployment Compensation		1,067
Employer Medicare		15,287
Disposal Fees		118,748
Other Contracted Services		780
Custodial Supplies		174,116
Electricity		1,142,310
Natural Gas		93,335
Water and Sewer		231,378
Boiler Insurance		7,246
Building and Contents Insurance		306,687
Total Operation of Plant		3,690,452

Maintenance of Plant

Supervisor/Director	\$	91,740
Clerical Personnel		40,100
Maintenance Personnel		573,091
Longevity Pay		6,975
Other Salaries and Wages		39,469
Social Security		43,658
Pensions		52,800
Medical Insurance		133,741

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Dental Insurance	\$ 397
Unemployment Compensation	317
Employer Medicare	10,315
Communication	4,654
Dues and Memberships	475
Maintenance and Repair Services - Buildings	573,691
Maintenance and Repair Services - Equipment	18,426
Travel	1,969
Other Contracted Services	257,298
Other Supplies and Materials	1,744
In Service/Staff Development	1,903
Other Charges	20
Maintenance Equipment	4,020
Total Maintenance of Plant	\$ 1,856,803

Transportation

Supervisor/Director	\$ 91,740
Mechanic(s)	154,777
Bus Drivers	954,783
Clerical Personnel	38,560
Longevity Pay	22,275
Other Salaries and Wages	85,107
Social Security	71,805
Pensions	92,339
Medical Insurance	495,427
Dental Insurance	1,523
Unemployment Compensation	1,274
Employer Medicare	17,415
Communication	2,119
Medical and Dental Services	5,815
Travel	2,486
Other Contracted Services	31,504
Diesel Fuel	234,773
Gasoline	76,639
Tires and Tubes	43,151
Vehicle Parts	109,854
Vehicle and Equipment Insurance	71,725
In Service/Staff Development	4,925
Other Charges	40,320
Transportation Equipment	11,407
Total Transportation	\$ 2,661,743

Central and Other

Clerical Personnel	\$ 38,940
Longevity Pay	500
Social Security	2,269

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Central and Other (Cont.)

Pensions	\$ 2,958
Life Insurance	15,055
Medical Insurance	125,321
Unemployment Compensation	21
Employer Medicare	531
Other Fringe Benefits	64,180
Communication	957
Postal Charges	5,569
Office Supplies	3,817
Other Charges	28,576
Total Central and Other	\$ 288,694

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 3,806
Cafeteria Personnel	5,048
Social Security	549
Pensions	215
Unemployment Compensation	11
Employer Medicare	128
Food Supplies	466
Total Food Service	10,223

Community Services

Supervisor/Director	\$ 67,678
Teachers	116,871
Educational Assistants	6,718
Social Security	11,301
Pensions	13,627
Unemployment Compensation	58
Employer Medicare	2,643
Food Supplies	6,420
Other Supplies and Materials	795
In Service/Staff Development	2,254
Total Community Services	228,365

Early Childhood Education

Teachers	\$ 133,056
Educational Assistants	33,029
Longevity Pay	1,550
Non-certified Substitute Teachers	2,978
Social Security	10,039
Pensions	11,646
Medical Insurance	22,584
Dental Insurance	132
Unemployment Compensation	87

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Employer Medicare	\$ 2,359
Instructional Supplies and Materials	<u>10,592</u>
Total Early Childhood Education	\$ 228,052

Capital Outlay

Regular Capital Outlay

Building Construction	\$ 18,455
Other Capital Outlay	<u>1,928,933</u>
Total Regular Capital Outlay	<u>1,947,388</u>

Total General Purpose School Fund

\$ 54,989,064

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 494,896
Educational Assistants	148,847
Other Salaries and Wages	743,958
Certified Substitute Teachers	538
Non-certified Substitute Teachers	12,539
Social Security	77,618
Pensions	96,745
Medical Insurance	297,669
Dental Insurance	1,104
Unemployment Compensation	634
Employer Medicare	18,773
Other Contracted Services	54,861
Instructional Supplies and Materials	224,958
Other Supplies and Materials	22,970
Regular Instruction Equipment	<u>42,291</u>
Total Regular Instruction Program	\$ 2,238,401

Special Education Program

Teachers	\$ 160,662
Educational Assistants	432,982
Other Salaries and Wages	21,190
Social Security	33,719
Pensions	46,889
Medical Insurance	243,025
Dental Insurance	611
Unemployment Compensation	616
Employer Medicare	7,886
Contracts with Other Public Agencies	109,428
Instructional Supplies and Materials	25,425
Other Supplies and Materials	7,517
Special Education Equipment	<u>7,595</u>
Total Special Education Program	1,097,545

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program

Instructional Supplies and Materials	\$ 19,110
Vocational Instruction Equipment	56,648
Total Career and Technical Education Program	\$ 75,758

Support Services

Attendance

Other Salaries and Wages	\$ 84,756
Social Security	5,090
Pensions	6,357
Medical Insurance	8,257
Dental Insurance	91
Unemployment Compensation	42
Employer Medicare	1,190
Other Contracted Services	10,009
Total Attendance	115,792

Other Student Support

Travel	\$ 2,671
In Service/Staff Development	7,328
Other Charges	7,246
Total Other Student Support	17,245

Regular Instruction Program

Supervisor/Director	\$ 75,686
Secretary(ies)	46,130
Other Salaries and Wages	17,532
Social Security	7,382
Pensions	8,684
Medical Insurance	34,610
Dental Insurance	41
Unemployment Compensation	61
Employer Medicare	1,981
Travel	936
Other Contracted Services	144,250
Other Supplies and Materials	52,039
In Service/Staff Development	75,633
Other Equipment	2,493
Total Regular Instruction Program	467,458

Special Education Program

Clerical Personnel	\$ 35,669
Social Security	1,865
Pensions	2,675
Medical Insurance	18,216
Dental Insurance	46
Unemployment Compensation	21

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Employer Medicare	\$ 436
Contracts with Other Public Agencies	11,292
Evaluation and Testing	7,279
Travel	2,923
Other Supplies and Materials	1,215
In Service/Staff Development	<u>40,740</u>
Total Special Education Program	\$ 122,377

Career and Technical Education Program

Supervisor/Director	\$ 4,565
In Service/Staff Development	<u>1,062</u>
Total Career and Technical Education Program	5,627

Transportation

Bus Drivers	\$ 77,768
Other Salaries and Wages	55,973
Social Security	7,358
Pensions	10,031
Medical Insurance	58,911
Dental Insurance	182
Unemployment Compensation	126
Employer Medicare	<u>1,720</u>
Total Transportation	212,069

Capital Outlay**Regular Capital Outlay**

Building Improvements	\$ 1,035,014
Total Regular Capital Outlay	<u>1,035,014</u>

Total School Federal Projects Fund

\$ 5,387,286

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 84,095
Clerical Personnel	95,786
Cafeteria Personnel	<u>1,172,946</u>
Longevity Pay	24,800
Social Security	76,821
Pensions	84,141
Medical Insurance	472,509
Dental Insurance	1,405
Unemployment Compensation	1,730
Employer Medicare	18,118
Other Fringe Benefits	194
Communication	2,040

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Transportation - Other than Students	\$ 11,828
Travel	50
Other Contracted Services	53,369
Food Supplies	1,485,201
Office Supplies	2,862
Uniforms	1,562
USDA - Commodities	253,798
Other Supplies and Materials	157,334
In Service/Staff Development	2,765
Food Service Equipment	89,113
Total Food Service	<u>\$ 4,092,467</u>

Total Central Cafeteria Fund

\$ 4,092,467

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 1,831,236
Total Community Services	<u>\$ 1,831,236</u>

Total Internal School Fund

1,831,236

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Other Contracted Services	\$ 32,500
Building Improvements	2,427,954
Regular Instruction Equipment	2,628,575
Transportation Equipment	289,688
Other Equipment	572,360
Total Education Capital Projects	<u>\$ 5,951,077</u>

Total Education Capital Projects Fund

5,951,077

Total Governmental Funds - Marshall County School Department

\$ 72,251,130

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***

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marshall County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Marshall County's basic financial statements as listed in the table of contents, and have issued our report thereon dated December 17, 2024. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Marshall County Board of Public Utilities and the Internal School Fund of the Marshall County School Department (a discretely presented component unit), as described in our report on Marshall County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Marshall County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Marshall County's internal control. Accordingly, we do not express an opinion on the effectiveness of Marshall County's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified the following deficiencies in internal control, described

in the accompanying Schedule of Findings and Questioned Costs, that we consider to be significant deficiencies: 2024-003 and 2024-004.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Marshall County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2024-001 and 2024-002.

Marshall County's Responses to Findings

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

Purpose of this Report

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

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 17, 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

Marshall County Mayor and
Board of County Commissioners
Marshall 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 Marshall 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 Marshall County's major federal programs for the year ended June 30, 2024. Marshall 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, Marshall 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* issued by the Comptroller General of the United States (*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 Marshall 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 Marshall County's compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not Included in the Compliance Audit

Marshall County's basic financial statements include the operations of the Marshall County Board of Public Utilities (Discretely Presented Component Unit) which expended \$7,391,031 in federal awards which is not included in Marshall County's schedule of expenditures of federal awards during the year ended June 30, 2024. Our compliance audit, described in the "Opinion on Each Major Program," does not include the operations of the Marshall County Board of Public Utilities because the government engaged other auditors to perform an audit in accordance with 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).

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 Marshall 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 Marshall 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 Marshall County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with general 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 Marshall 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 Marshall 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 Marshall 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.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and is described in the accompanying Schedule of Findings and Questioned Costs as item 2024-005. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards require the auditor to perform limited procedures on Marshall County's response to the noncompliance findings identified in our compliance audit described in the accompanying Schedule of Findings and Questioned Costs. Marshall County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Marshall County is responsible for preparing a corrective action plan to address each noncompliance audit finding included in our auditor's report in accordance with the Uniform Guidance. Marshall County's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the corrective action plan.

Report on Internal Control Over Compliance

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

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marshall County, Tennessee, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Marshall County's basic financial statements. We issued our report thereon dated December 17, 2024, which contained unmodified opinions on those financial

statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

December 17, 2024

JEM/gc

MARSHALL COUNTY, TENNESSEE, AND THE MARSHALL COUNTY SCHOOL DEPARTMENT

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

For the Year Ended June 30, 2024

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients		Amount Expenditures
U.S. Department of Agriculture:					
Direct Program:					
Water and Waste Disposal Systems for Rural Communities - Loan	10.760	N/A	\$ 3,347,000	\$ 3,347,000	(6) (7)
Water and Waste Disposal Systems for Rural Communities	10.760	N/A	1,223,000	1,223,000	(7)
Passed-through State Department of Education:					
Local Food for Schools Cooperative Agreement Program	10.185	(3)	0	50,000	
Child Nutrition Cluster: (4)					
School Breakfast Program	10.553	(3)	0	589,404	
National School Lunch Program	10.555	(3)	0	1,859,545	(5)
Child Nutrition Discretionary Grants Limited Availability	10.579	(3)	0	27,250	
COVID 19 - Pandemic EBT Administrative Costs	10.649	(3)	0	3,255	
Passed-through State Department of Agriculture:					
Child Nutrition Cluster: (4)					
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(3)	0	253,798	(5)
Passed-through State Department of Health:					
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-24-80567	0	47,995	
Total U.S. Department of Agriculture				\$ 7,401,247	
U.S. Department of Housing and Urban Development:					
Passed-through Tennessee Housing Development Agency:					
Home Investment Partnerships Program	14.239	(3)	0	\$ 386,598	
Total U.S. Department of Housing and Urban Development				\$ 386,598	
U.S. Department of Justice:					
Direct Program:					
Public Safety Partnership and Community Policing Grants	16.710	N/A	0	\$ 328,456	
Total U.S. Department of Justice				\$ 328,456	
U.S. Department of Transportation:					
Passed-through State Department of Military:					
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	(3)	0	\$ 4,972	
Total U.S. Department of Transportation				\$ 4,972	
U.S. Department of Treasury:					
Passed-through State Department of Education:					
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	0	\$ 64,507	(5)
Passed-through State Department of Environment and Conservation:					
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	2,821,031	2,913,298	(5) (7)
Passed-through State Department of Health:					
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	0	7,518	(5)
Passed-through State Department of Tourist Development:					
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	0	24,500	(5)
Total U.S. Department of Transportation				\$ 3,009,823	
The Institute of Museum and Library Services:					
Passed-through Tennessee Secretary of State:					
COVID 19 - Grants to States (ARP)	45.310	(3)	0	\$ 4,480	
Total The Institute of Museum and Library Services				\$ 4,480	

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Amount		
			Passed-through to Subrecipients	Expenditures	
U.S. Department of Education:					
Passed-through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	(3)	\$ 0	\$ 1,278,803	
Special Education Cluster: (4)					
Special Education - Grants to States	84.027	(3)	0	1,311,235 (5)	
COVID 19 - Special Education - Grants to States (ARP)	84.027	(3)	0	24,971 (5)	
Special Education - Preschool Grants	84.173	(3)	0	38,398 (5)	
COVID 19 - Special Education - Preschool Grants (ARP)	84.173	(3)	0	1,621 (5)	
Career and Technical Education - Basic Grants to States	84.048	(3)	0	91,384	
Twenty-first Century Community Learning Centers	84.287	(3)	0	145,647	
English Language Acquisition State Grants	84.365	(3)	0	24,645	
Supporting Effective Instruction State Grants	84.367	(3)	0	214,192	
Striving Readers Comprehensive Literacy Grant Programs	84.371	(3)	0	125,500	
Student Support and Academic Enrichment Program	84.424	(3)	0	84,802	
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER II)	84.425D	(3)	0	71,250 (5)	
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	(3)	0	<u>2,159,163</u> (5)	
Total U.S. Department of Education				<u>\$ 5,571,611</u>	
U.S. Election Assistance Commission:					
Passed-through Tennessee Secretary of State:					
Help America Vote Act Requirements Payments	90.401	(3)	0	\$ 214,382	
HAVA Election Security Grants	90.404	(3)	0	<u>9,346</u>	
Total U.S. Election Assistance Commission				<u>\$ 223,728</u>	
U.S. Department of Health and Human Services:					
Passed-through State Department of Education:					
COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ARP)	93.323	Z-23-275063	0	\$ 230,905	
Passed-through State Department of Health:					
Immunization Cooperative Agreements	93.268	(3)	0	88,307	
Maternal and Child Health Services Block Grant to the States	93.994	GG-24-80567	0	<u>13,051</u>	
Total U.S. Department of Health and Human Services				<u>\$ 332,263</u>	
U.S. Department of Homeland Security:					
Passed-through State Department of Military:					
Emergency Management Performance Grant	97.042	(3)	0	\$ 37,467	
Total U.S. Department of Homeland Security				<u>\$ 37,467</u>	
Total Expenditures of Federal Grants				<u>\$ 17,300,645</u>	

(Continued)

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients	Amount Expenditures
			Contract Number	
State Grants				
Public School Security Grant - State Department of Education	N/A	(3)		\$ 257,845
Early Childhood Education - State Department of Education	N/A	(3)		234,974
Lottery for Education Afterschool Programs - State Department of Education	N/A	(3)		79,145
Innovative School Models - State Department of Education	N/A	(3)		325,044
COVID 19 - Summer Learning Camps - State Department of Education	N/A	(3)		488,253
COVID 19 - Learning Camps Transportation - State Department of Education	N/A	(3)		92,283
Litter Program - State Department of Transportation	N/A	(3)		42,782
Help America Vote Act Requirements Payments - Tennessee Secretary of State	N/A	(3)		11,283
Technology Opportunities for Public Grant - Tennessee Secretary of State	N/A	(3)		3,890
Statewide School Resource Officer Grant - State Department of Safety and Homeland Security	N/A	(3)		630,289
Mental Health Transport - State Department of Health	N/A	(3)		53,983
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(3)		95,402
Tennessee Mental Health Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(3)		90,690
HAVA Election Security Grant - Tennessee Secretary of State	N/A	(3)		1,870
Three Star Grant Program - State Department of Economic and Community Development	N/A	(3)		25,000
Juvenile Justice - State Commission on Children and Youth	N/A	(3)		9,000
Local Health Services - State Department of Health	N/A	GG-24-80567		<u>193,312</u>
Total State Grants				\$ <u>2,635,045</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) Marshall County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.

(3) Information not available.

(4) Child Nutrition Cluster total \$2,702,747; Special Education Cluster total \$1,376,225.

(5) Total for ALN 10.555 is \$2,113,343; Total for ALN 21.027 is \$3,009,823; Total for ALN 84.027 is \$1,336,206;

Total for ALN 84.173 is \$40,019; Total for ALN 84.425 is \$2,230,413, Total for ALN 10.760 is 4,570,000.

(6) Loan received during the year:

During the year, Marshall County received a direct loan of \$3,347,000 from the U.S. Department of Agriculture for capital improvements. The loan has no continuing requirements other than the repayment of the debt.

This loan amount was passed through to the Marshall County Board of Public Utilities.

(7) SUBRECIPIENT AMOUNTS

The following amounts were paid to subrecipients:

Subrecipient	ALN	Amount Provided to Subrecipients
Marshall County Board of Public Utility	10.760	\$ 4,570,000
Marshall County Board of Public Utility	21.027	2,821,031
Total amounts provided to subrecipients		<u>\$ 7,391,031</u>

MARSHALL 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 Marshall 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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OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

2023	213	2023-001	The General Fund required material audit adjustments for proper financial statement presentation.	N/A	Corrected
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OFFICE OF DIRECTOR OF SCHOOLS

2023	214	2023-002	Funds were transferred from the General Purpose School Fund to the School Federal Projects Fund without county commission and board of education approval.	N/A	Corrected
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OFFICE OF BOARD OF PUBLIC UTILITIES

2023	214	2023-003	The Public Utility Fund required material audit adjustments for proper financial statement presentation.	N/A	See Marshall County Board of Public Utilities Report for disposition
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OFFICE OF REGISTER OF DEEDS

2023	215	2023-004	Duties were not segregated adequately.	N/A	Not Corrected - See Explanation on Corrective Action Plan
2023	215	2023-005	An investigation revealed that the register approved time not worked by his spouse.	N/A	Corrected

Prior-year Federal Awards Findings

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

MARSHALL COUNTY, TENNESSEE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2024

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Marshall County is unmodified.

2. Internal Control Over Financial Reporting:

* Material weakness identified? **NO**

* Significant deficiency identified? **YES**

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

Federal Awards:

4. Internal Control Over Major Federal Programs:

* Material weakness identified? **NO**

* Significant deficiency identified? **NONE REPORTED**

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

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **YES**

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: 10.760 Water and Waste Disposal Systems for Rural Communities

* Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Recovery Funds

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

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

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2024-001

ACCRUED LEAVE BALANCES EXCEEDED THE MAXIMUM BALANCE PROVIDED BY THE COUNTY'S PERSONNEL POLICY

*(Noncompliance Under *Government Auditing Standards*)*

The Director of Emergency Management and the Solid Waste Director had accrued compensatory leave balances exceeding the maximum balance provided by the county's personnel policy. The county's personnel policy for compensatory leave provides, "(2) The maximum number of compensatory time hours that an employee may accrue is 240. (3) Any employee who has reached the 240-hour maximum shall not work any additional overtime until the employee's accrued compensatory time has fallen below the maximum allowed unless the employee receives advance written authorization and receives payment in cash for any such additional overtime." These deficiencies can be attributed to the failure of management to adequately monitor employees' leave balances.

RECOMMENDATION

Officials should monitor employees' leave balances to ensure compliance with the county's personnel policy.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

We respectfully disagree with this finding. Resolution 18-11-09 passed by the Marshall County Commission on November 26, 2018, revised Section 4 of the Marshall County Base Personnel Policy which included adding section 4.7, a new section defining exempt employee's timekeeping, including compensatory time. The addition of section 4.7 to the policy handbook was to distinguish a difference on "exempt" and "non-exempt" employees. The EMA Director and Solid Waste Director are both classified as exempt employees and fall under Section 4.7. Our County Attorney has given her opinion that the County is following policy as stated in the Base Personnel and Policy handbook.

AUDITOR'S COMMENT

Section 4.5 allows employees to accrue a maximum of 240 hours of compensatory time. Section 4.7 is labeled *Exempt Employee Timekeeping* and provides "Exempt employees will be allowed to take paid time off (compensatory time) ...up to fifteen (15) days each fiscal year...". The maximum paid time off would be 120 hours per year for a 40-hour employee. Section 4.7 does not mention amending or superseding section 4.5. On June 30, 2024, compensatory time balances of 465 hours and 695 hours for the two employees far exceed the maximum limits in either section 4.5 or section 4.7 of the base personnel policies.

FINDING 2024-002

MARSHALL COUNTY DID NOT COMPLY WITH THE REPORTING REQUIREMENTS FOR WATER AND WASTE DISPOSAL SYSTEMS FOR RURAL COMMUNITIES
(Noncompliance Under *Government Auditing Standards* and OMB Uniform Guidance)

During the 2023-2024 audit year, Marshall County received a grant award of \$1,223,000 and a loan of \$3,347,000 from the U.S. Department of Agriculture for a total award of \$4,570,000 in Water and Waste Disposal Systems for Rural Communities (ALN 10.760). These amounts were passed through to the discretely presented Marshall County Board of Public Utilities. Marshall County, serving as the prime awardee, failed to file a sub-award report as required by the Federal Funding Accountability and Transparency Act (FFATA). This finding resulted from a lack of management oversight and failure to comply with federal grant guidance.

RECOMMENDATION

Marshall County should implement procedures to ensure compliance with all grant requirements.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

We respectfully disagree with this finding. On October 28, 2019, the Marshall County Commission passed Resolution 19-10-04 authorizing the County Mayor to sign the loan resolution between the U.S. Department of Agriculture and Marshall County, Tennessee for a waterline replacement plan for the Marshall County Board of Public Utilities. As part of a Loan Resolution form, Item 17 stated that Marshall County resolved to accept a grant in an amount not to exceed \$1,223,000.00 under the terms offered by the Government. At the loan closing on November 9, 2023, Marshall County signed off in good faith on all forms it was presented. USDA should have been aware of the recent separation of Marshall County and the Marshall County Board of Public Utilities. To the best of our knowledge, we did not have any documentation or correspondence from the grantee telling us a FFATA sub-award report was necessary. All funding of the grant was directly sent to the Marshall County Board of Utilities.

AUDITOR'S COMMENT

The Office of Management and Budget Compliance Supplement requires FFATA reporting on all direct grants/loans with subawards totaling \$30,000 or more. When county officials entered into the grant/loan agreement with the U.S. Department of Agriculture, Marshall County became the grantee and became responsible for all grant requirements. Marshall County passed these funds through to the subrecipient, Marshall County Board of Public Utilities. The fact the funds were sent to the subrecipient does not change any of the county's federal reporting requirements.

OFFICE OF REGISTER OF DEEDS

FINDING 2024-003

DUTIES WERE NOT SEGREGATED ADEQUATELY
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

Duties were not segregated adequately among the official and employees in the Office of Register of Deeds. The official and employees responsible for maintaining the accounting records in this office were also involved in receiving, depositing, and/or disbursing funds. Accounting standards provide that internal controls be designed to provide reasonable assurance to provide reliability in financial reporting, effectiveness, and efficiency of operations. This lack of segregation of duties is the result of management's decision based on the availability of financial resources and is a significant deficiency in internal controls that increases the risk of

unauthorized transactions. Also, this deficiency is the result of management's failure to correct the finding noted in the prior-year audit report, and management's failure to implement their corrective action plan.

RECOMMENDATION

The register of deeds should segregate duties to the extent possible using available resources.

MANAGEMENT'S RESPONSE – REGISTER

We concur with this finding. See the corrective action plan.

OFFICE OF SHERIFF

FINDING 2024-004

INMATE FUNDS TOTALING \$454 WERE MISSING FROM THE SHERIFF'S DEPARTMENT

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

On January 25, 2024, a released inmate stated that cash totaling \$454 was missing from the inmate's personal property. The inmate was booked into the county jail on January 11, 2024, and the cash in his possession (\$454) was counted and given back to the inmate where it was placed in the inmate's left pocket until finishing intake. In the sheriff's department report, the sheriff's employee states that the officer that dressed the inmate out for general population did not check the inmate's pockets therefore the cash in the inmate's pocket was placed in the property tote. However, when the inmate was released, the inmate stated the \$454 was missing from the inmate's personal property. The sheriff's department conducted an internal investigation; however, no suspect was ever identified. Inmate funds are deposited into the commissary unless the inmate is going to bond out immediately. This deficiency is due to management's failure to properly secure inmate property. The \$454 was reimbursed to the inmate on February 29, 2024, from the county's General Fund.

RECOMMENDATION

Management should continually monitor internal control procedures related to inmates' personal property and ensure that adequate controls are in place to safeguard assets in the custody of the Sheriff's Office.

MANAGEMENT'S RESPONSE – SHERIFF

We concur with this finding. Our jail has suffered a shortage of corrections officers; therefore we have had multiple trainees working at one time to fill our vacant positions. This increased the likelihood for errors to be made. We are working to get our jail fully staffed and have ordered additional cameras to help ensure that these errors do not occur again.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

A finding and recommendation, as a result of our audit of federal awards of Marshall County, Tennessee, for the year ended June 30, 2024, is presented below. Our audit followed 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).

We reviewed this finding and recommendation with federal program management to provide an opportunity for their response. Responses and/or corrective action plans for all findings, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan section of this report.

Findings relating specifically to the audit of the financial statements of Marshall County, Tennessee, are separately presented under Part II, Findings Relating to the Financial Statements.

FINDING 2024-005

MARSHALL COUNTY DID NOT COMPLY WITH THE REPORTING REQUIREMENTS FOR WATER AND WASTE DISPOSAL SYSTEMS FOR RURAL COMMUNITIES

(Noncompliance Under *Government Auditing Standards* and OMB Uniform Guidance)

Entity	Marshall County, Tennessee – Mayor's Office
Repeat Finding Number	N/A
Assistance Listing Number(s)	10.760
Assistance Listing Title(s)	Water and Waste Disposal Systems for Rural Communities
Federal Agency	Department of Agriculture
State Pass-Through Agency	N/A
Grant/Contract No.	N/A
Federal Award Year(s)	2024
Finding Type	Noncompliance – 10.760
Compliance Requirement	Reporting
Known Questioned Costs	N/A

During the 2023-2024 audit year, Marshall County received a grant award of \$1,223,000 and a loan of \$3,347,000 from the U.S. Department of Agriculture for a total award of \$4,570,000 in Water and Waste Disposal Systems for Rural Communities (ALN 10.760). These amounts were passed through to the discretely presented Marshall County Board of Public Utilities. Marshall County, serving as the prime awardee, failed to file a sub-award report as required by the Federal Funding Accountability and Transparency Act (FFATA). This finding resulted from a lack of management oversight and failure to comply with federal grant guidance.

RECOMMENDATION

Marshall County should implement procedures to ensure compliance with all grant requirements.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

We respectfully disagree with this finding. On October 28, 2019, the Marshall County Commission passed Resolution 19-10-04 authorizing the County Mayor to sign the loan resolution between the U.S. Department of Agriculture and Marshall County, Tennessee for a waterline replacement plan for the Marshall County Board of Public Utilities. As part of a Loan Resolution form, Item 17 stated that Marshall County resolved to accept a grant in an amount not to exceed \$1,223,000.00 under the terms offered by the Government. At the loan closing on November 9, 2023, Marshall County signed off in good faith on all forms it was presented. USDA should have been aware of the recent separation of Marshall County and the Marshall County Board of Public

Utilities. To the best of our knowledge, we did not have any documentation or correspondence from the grantee telling us a FFATA sub-award report was necessary. All funding of the grant was directly sent to the Marshall County Board of Utilities.

AUDITOR'S COMMENT

The Office of Management and Budget Compliance Supplement requires FFATA reporting on all direct grants/loans with subawards totaling \$30,000 or more. When county officials entered into the grant/loan agreement with the U.S. Department of Agriculture, Marshall County became the grantee and became responsible for all grant requirements. Marshall County passed these funds through to the subrecipient, Marshall County Board of Public Utilities. The fact the funds were sent to the subrecipient does not change any of the county's federal reporting requirements.

MARSHALL 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 COUNTY MAYOR

2024-001	Accrued leave balances exceeded the maximum balance provided by the county's personnel policy.	219
2024-002	Marshall County did not comply with the reporting requirements for Water and Waste Disposal Systems for Rural Communities.	220

OFFICE OF REGISTER OF DEEDS

2024-003	Duties were not segregated adequately.	221
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OFFICE OF SHERIFF

2024-004	Inmate funds totaling \$454 were missing from the sheriff's department.	222
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FEDERAL AWARD FINDING - OFFICE OF COUNTY MAYOR

2024-005	Marshall County did not comply with the reporting requirements for Water and Waste Disposal Systems for Rural Communities.	220
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MIKE KENY, MAYOR

Corrective Action Plan

FINDING: ACCRUED LEAVE BALANCES EXCEEDED THE MAXIMUM BALANCE PROVIDED BY THE COUNTY'S PERSONNEL POLICY

Response and Corrective Action Plan Prepared by:
Mike Keny, Mayor

Person Responsible for Implementing the Corrective Action:
Amanda Gonzales, Human Resources Director

Anticipated Completion Date of Corrective Action:
March 1, 2025

Repeat Finding:
NO

Planned Corrective Action:

Marshall County will still continue to adhere to its approved personnel policies to ensure exempt and non-exempt employees are treated in accordance with those policies. The County Mayor will continue to work with the Budget Office and Human Resources Office to monitor where exempt employees stand regarding how much compensation time they have earned and how much compensation time they have used at different intervals throughout the fiscal year. We will present updated policies to the appropriate county committees as well as Commission so that the policies are clear, concise and should leave no room for interpretation.

Signature:



MIKE KENY, MAYOR

Corrective Action Plan

FINDING:

MARSHALL COUNTY DID NOT COMPLY WITH THE REPORTING REQUIREMENTS FOR WATER AND WASTE DISPOSAL SYSTEMS FOR RURAL COMMUNITIES

Response and Corrective Action Plan Prepared by:

Mike Keny, Mayor

Person Responsible for Implementing the Corrective Action:

Robin Bates, Budget Director

Anticipated Completion Date of Corrective Action:

May 1, 2025

Repeat Finding:

NO

Planned Corrective Action:

Marshall County, working through its Mayor, Budget Director, Budget Committee and Commission will work to improve its Grant Policy to better streamline the process and educate all involved on how to properly execute the grant process. As a part of that process, points of emphasis will include effective communication of grant requirements with our different departments as well as sub-awardees. A concerted effort will be made to ensure that documentation is located in the County's Budget Office for ALL grants.

Signature:

A handwritten signature in black ink, appearing to read "Mike Keny". It is written in a cursive, flowing style with a prominent 'K' and 'e'.

Curtis R. Johnson, Registrar
Phone: (931) 359-4933
Email: cjohnson@marshallcountytn.com



1103 Courthouse Annex
First Floor
Lewisburg, TN 37091

MARSHALL COUNTY REGISTER OF DEEDS

November 12, 2024

Corrective Action Plan

FINDING: Duties were not segregated adequately

Response and Corrective Action Plan Prepared by:
Curtis Johnson, Register of Deeds

Person Responsible for Implementing the Corrective Action:
Curtis Johnson, Register Of Deeds

Anticipated Completion Date of Corrective Action:
11/12/2024

Repeat Finding:
Yes

Planned Corrective Action:
We concur with the findings.
We are now fully staffed and have made the changes. We make deposits every other day.

Signature:

MARSHALL



COUNTY

BILLY LAMB
SHERIFF

**Marshall County
Sheriff's Office**

209 First Avenue North
Lewisburg, Tennessee 37091
Phone 931-359-6122

BOB JOHNSON
CHIEF DEPUTY

"Marshall County is an equal opportunity provider and employer"

Corrective Action Plan

FINDING: Inmate Funds Totaling \$454 Were Missing From The Sheriff's Department

Response and Corrective Action Plan Prepared by: Billy Lamb, Sheriff

Person Responsible for Implementing the Corrective Action: Billy Lamb, Sheriff

Anticipated Completion Date of Corrective Action: December 30, 2024

Repeat Finding: No

Planned Corrective Action: Additional training has been conducted for jail personnel, for both new and existing Corrections Officers. They were re-trained on searching policy and procedure, and it was emphasized that there would be 2 people counting all money. There were also meetings with each shift to address this situation.

We ran ads in the newspaper and are giving a Civil Service Exam for Corrections Officers, to try to get our jail fully staffed.

We have ordered 36 new cameras to be installed at the jail, 2 of which will be in the property room.

Signature:



BEST PRACTICE

Accounting literature describes a best practice as a recommended policy, procedure, or technique that aids management in improving financial performance. Historically, a best practice has consistently shown superior results over conventional methods.

The Division of Local Government Audit strongly believes that the item noted below is a best practice that should be adopted by the governing body as a means of significantly improving accountability and the quality of services provided to the citizens of Marshall County.

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

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