



## ANNUAL FINANCIAL REPORT

### Claiborne County, Tennessee

*For the Year Ended June 30, 2025*

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



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

**ANNUAL FINANCIAL REPORT**  
**CLAIBORNE COUNTY, TENNESSEE**  
**FOR THE YEAR ENDED JUNE 30, 2025**

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

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

*ROBERT J. ANDERSON, CPA, CGFM*  
*Audit Manager*

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

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# CLAIBORNE COUNTY, TENNESSEE

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## Summary of Audit Findings

Annual Financial Report  
Claiborne County, Tennessee  
For the Year Ended June 30, 2025

### *Scope*

We have audited the basic financial statements of Claiborne County as of and for the year ended June 30, 2025.

### *Results*

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

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

### *Findings*

The following is a summary of the audit findings:

#### **OFFICES OF FINANCE DIRECTOR AND SHERIFF**

- ◆ Accrued leave balances exceeded the maximum balance provided by the county's personnel policy.

#### **OFFICE OF SHERIFF**

- ◆ An employee of the sheriff's department entered into a contract in violation of the Financial Management Act of 1981 and the Uniformity in Local Government Financing Act.



## INTRODUCTORY SECTION

## CLAIBORNE COUNTY OFFICIALS

June 30, 2025

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### Officials

Joe Brooks, County Mayor  
Ronald Pittman, Road Superintendent  
Meredith Arnold, Director of Schools  
Denise Alexander, Trustee  
Shane Breeding, Assessor of Property  
Karen Hurst, County Clerk  
Jackie Rosenbalm, Circuit, General Sessions, and Juvenile Courts Clerk  
Patricia Simmons, Clerk and Master  
Kimberly Harmon-Reece, Register of Deeds  
Bob Brooks, Sheriff  
Eric Pearson, Finance Director

### Board of County Commissioners

Mike Campbell, Chairman	
Haley Barker	Steve Mason
Rosemary Barnett	Sherry McCreary
Steve Brogan	Zach Mullins
Carolyn Brooks	David Mundy
Zachary Bunch	Gary Poore
Dennis Cook	Quinton Rogers
Mitchell Cosby	Anthony Rowe
Stacey Crawford	Timothy Shrout
Nathan Epperson	Whitt Shuford
Eric Jones	Dustin Wilson

### Board of Education

Wade Breeding, Chairman	Juanita Honeycutt
Miranda Adams	Neta Munsey
Shane Bunch	Dan Pearman
Linda Fultz	

### Financial Management Committee

Mike Campbell, Chairman	Mitchell Cosby
Joe Brooks, County Mayor	Zach Mullins
Ronald Pittman, Road Superintendent	David Mundy
Meredith Arnold, Director of Schools	

### Audit Committee

Carolyn Brooks, Chairperson	Zachary Bunch
Rosemary Barnett	Dennis Cook
Steve Brogan	

## FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## **Independent Auditor's Report**

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

To the County Mayor and Board of County Commissioners:

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of and for the year ended June 30, 2025, 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 other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of June 30, 2025, and the respective changes in financial position thereof and the respective budgetary comparison for the General, Solid Waste/Sanitation, Other General Government, 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, a special revenue fund of the discretely presented Claiborne County School Department, which represent 1.47 percent, 3.24 percent, and 3.14 percent, respectively, of the assets, net position, and revenues of the discretely presented Claiborne County School Department. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Internal School Fund of the Claiborne County School Department, is based solely on the report of the other auditors.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Claiborne 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.

### ***Changes in Accounting Principle***

As described in Note V.B., Claiborne County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*. GASB 101 updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures. GASB 102 provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

### ***Emphasis of Matter***

We draw attention to Note I.D.10. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$58,748) for the primary government and (\$741,269) for the discretely presented Campbell County School Department. These restatements were necessary because of the transitional requirements of GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

### ***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 Claiborne 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 Claiborne 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 Claiborne 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 Claiborne County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Claiborne County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Claiborne 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 October 17, 2025, on our consideration of Claiborne 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 Claiborne 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 Claiborne County's internal control over financial reporting and compliance.

Very truly yours,

  
Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 17, 2025

JEM/gc

## BASIC FINANCIAL STATEMENTS SECTION

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Net Position**  
**June 30, 2025**

	<b>Primary Government Governmental Activities</b>	<b>Component Unit Claiborne County School Department</b>
<b>ASSETS</b>		
Cash	\$ 95,934	\$ 6,527,870
Equity in Pooled Cash and Investments	15,890,963	16,840,423
Accounts Receivable	178,429	1,376,130
Allowance for Uncollectibles	(7,121)	0
Due from Other Governments	864,331	3,510,890
Property Taxes Receivable	11,318,260	6,692,265
Allowance for Uncollectible Property Taxes	(196,595)	(117,644)
Restricted Assets - Amounts Accumulated for Pension Benefits	0	606,317
Net Pension Asset - Agent Plan	1,051,422	723,429
Net Pension Asset - Teacher Retirement Plan	0	203,515
Net Pension Asset - Teacher Legacy Pension Plan	0	7,447,337
Capital Assets:		
Assets Not Depreciated:		
Land	1,054,592	1,224,296
Construction in Progress	301,050	245,562
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	13,171,517	27,351,252
Infrastructure	18,697,299	0
Other Capital Assets	4,159,058	2,830,756
Intangible Right-to-Use Assets	194,692	0
Total Assets	<u>\$ 66,773,831</u>	<u>\$ 75,462,398</u>
<b>DEFERRED OUTFLOW OF RESOURCES</b>		
Pension Changes in Experience	\$ 672,061	\$ 2,465,229
Pension Changes in Assumptions	0	80,873
Pension Changes in Proportion	0	715,488
Pension Contributions After Measurement Date	533,732	1,500,995
OPEB Changes in Experience	0	2,847,539
OPEB Changes in Assumptions	0	2,497,917
Total Deferred Outflow of Resources	<u>\$ 1,205,793</u>	<u>\$ 10,108,041</u>

(Continued)

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

	<b>Primary Government Governmental Activities</b>	<b>Component Unit Claiborne County School Department</b>
<b>LIABILITIES</b>		
Accounts Payable	\$ 178,861	\$ 1,184,327
Accrued Interest Payable	118,938	0
Payroll Deductions Payable	2,582	0
Contracts Payable	429,804	0
Retainage Payable	14,172	0
Due to Other Governments	3,555,409	0
Due to State of Tennessee	51,769	0
Other Current Liabilities	0	3,485,630
Noncurrent Liabilities:		
Due Within One Year - SBITA	43,431	0
Due Within One Year - Debt	2,735,000	0
Due Within One Year - Other	363,155	761,082
Due in More Than One Year - SBITA	145,721	0
Due in More Than One Year - Debt	10,760,636	0
Due in More Than One Year - Other	744,701	27,967,147
Total Liabilities	<u>\$ 19,144,179</u>	<u>\$ 33,398,186</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred Current Property Taxes	\$ 10,691,842	\$ 6,313,942
Deferred Credit on Refunding	30,881	0
Pension Changes in Experience	256,211	238,811
Pension Changes on Investment Earnings	412,340	1,768,479
Pension Changes in Proportion	0	165,298
OPEB Changes in Experience	0	3,268,909
OPEB Changes in Assumptions	0	6,203,225
Total Deferred Inflows of Resources	<u>\$ 11,391,274</u>	<u>\$ 17,958,664</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 36,031,820	\$ 31,651,866
Restricted for:		
General Government	105,733	0
Finance	387,693	0
Administration of Justice	252,103	0
Public Safety	144,652	0
Public Health and Welfare	2,785,613	0
Highways	1,674,118	0
Debt Service	836,104	0
Education	0	9,425,710
Capital Projects	1,035,909	0
Pensions	1,051,422	8,980,598
Unrestricted	<u>(6,860,996)</u>	<u>(15,844,585)</u>
Total Net Position	<u>\$ 37,444,171</u>	<u>\$ 34,213,589</u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Activities**  
**For the Year Ended June 30, 2025**

Functions/Programs					Net (Expense) Revenue and Changes in Net Position	
	Expenses	Program Revenues			Primary Government Total Governmental Activities	Component Unit Claiborne County School Department
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		
Primary Government:						
Governmental Activities:						
General Government	\$ 3,881,431	\$ 258,784	\$ 2,971,200	\$ 0	\$ (651,447)	\$ 0
Finance	1,787,146	1,068,506	0	0	(718,640)	0
Administration of Justice	1,772,823	632,986	144,013	0	(995,824)	0
Public Safety	8,095,424	1,019,736	1,874,913	0	(5,200,775)	0
Public Health and Welfare	6,880,868	889,068	256,867	122,399	(5,612,534)	0
Social, Cultural, and Recreational Services	440,842	0	49,891	0	(390,951)	0
Agriculture and Natural Resources	223,483	0	0	0	(223,483)	0
Highways	4,448,202	0	2,635,119	249,469	(1,563,614)	0
Interest on Long-term Debt	219,109	0	0	0	(219,109)	0
Total Primary Government	<u>\$ 27,749,328</u>	<u>\$ 3,869,080</u>	<u>\$ 7,932,003</u>	<u>\$ 371,868</u>	<u>\$ (15,576,377)</u>	<u>\$ 0</u>
Component Unit:						
Claiborne County School Department	\$ 60,858,012	\$ 601,739	\$ 15,508,075	\$ 0	\$ 0	\$ (44,748,198)
Total Component Unit	<u>\$ 60,858,012</u>	<u>\$ 601,739</u>	<u>\$ 15,508,075</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (44,748,198)</u>

(Continued)

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Activities (Cont.)**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
					Total Governmental Activities	Claiborne County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 8,589,717	\$ 7,082,042
Property Taxes Levied for Solid Waste/Sanitation					1,743,845	0
Property Taxes Levied for Highways					74,802	0
Property Taxes Levied for Debt Service					124,201	0
Property Taxes Levied for Highway Capital Projects					112,199	0
Local Option Sales Taxes					0	5,301,076
Wheel Tax					1,106,721	0
General Litigation Tax					184,099	0
Wholesale Beer Tax					79,493	0
Hotel/Motel Tax					109,919	0
Other Taxes					321,420	14,938
Grants and Contributions Not Restricted to Specific Programs					4,844,028	33,707,023
Unrestricted Investment Income					1,494,076	220,558
Miscellaneous					74,625	414,913
Total General Revenues					<u>\$ 18,859,145</u>	<u>\$ 46,740,550</u>
Change in Net Position					\$ 3,282,768	\$ 1,992,352
Net Position, July 1, 2024					34,220,151	32,962,506
Restatement - See Note I.D.10.					<u>(58,748)</u>	<u>(741,269)</u>
Net Position, June 30, 2025					<u><u>\$ 37,444,171</u></u>	<u><u>\$ 34,213,589</u></u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds**  
**June 30, 2025**

	<b>Major Funds</b>				
	General	Solid Waste / Sanitation	Other General Government Fund	Highway / Public Works	General Debt Service
<b>ASSETS</b>					
Cash	\$ 0	\$ 400	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	8,018,091	2,284,525	2,143,260	1,598,842	947,529
Accounts Receivable	18,955	61,906	0	20,423	2,556
Allowance for Uncollectibles	0	(7,121)	0	0	0
Due from Other Governments	416,545	40	0	447,746	0
Due from Other Funds	1,359	0	0	0	0
Property Taxes Receivable	8,694,403	2,073,827	0	77,774	355,962
Allowance for Uncollectible Property Taxes	(154,661)	(34,182)	0	(1,363)	(4,348)
Total Assets	<u>\$ 16,994,692</u>	<u>\$ 4,379,395</u>	<u>\$ 2,143,260</u>	<u>\$ 2,143,422</u>	<u>\$ 1,301,699</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 72,452	\$ 45,393	\$ 0	\$ 58,751	\$ 0
Payroll Deductions Payable	2,577	0	0	5	0
Contracts Payable	215,658	0	214,146	0	0
Retainage Payable	11,350	0	2,822	0	0
Due to Other Funds	0	0	0	0	0
Due to State of Tennessee	51,769	0	0	0	0
Due to Other Governments	0	0	3,555,409	0	0
Total Liabilities	<u>\$ 353,806</u>	<u>\$ 45,393</u>	<u>\$ 3,772,377</u>	<u>\$ 58,756</u>	<u>\$ 0</u>

(Continued)

**CLAIBORNE COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds (Cont.)**

**DEFERRED INFLOWS OF RESOURCES**

	<b>Major Funds</b>				
	General	Solid Waste / Sanitation	Other General Government Fund	Highway / Public Works	General Debt Service
Deferred Current Property Taxes	\$ 8,192,573	\$ 1,969,473	\$ 0	\$ 73,401	\$ 346,657
Deferred Delinquent Property Taxes	337,037	68,124	0	2,922	4,812
Other Deferred/Unavailable Revenue	26,805	0	0	217,199	0
Total Deferred Inflows of Resources	<u>\$ 8,556,415</u>	<u>\$ 2,037,597</u>	<u>\$ 0</u>	<u>\$ 293,522</u>	<u>\$ 351,469</u>

**FUND BALANCES**

Restricted:					
Restricted for General Government	\$ 105,733	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for Finance	218,929	0	0	0	0
Restricted for Administration of Justice	252,103	0	0	0	0
Restricted for Public Safety	124,158	0	0	0	0
Restricted for Public Health and Welfare	1,366,266	1,351,223	0	0	0
Restricted for Highways/Public Works	0	0	0	1,453,997	0
Restricted for Capital Outlay	0	10,369	0	0	0
Restricted for Debt Service	0	0	0	0	950,230
Restricted for Capital Projects	155,437	0	0	0	0
Committed:					
Committed for Public Health and Welfare	0	934,813	0	0	0
Committed for Highways/Public Works	0	0	0	337,147	0
Assigned:					
Assigned for Public Health and Welfare	193,968	0	0	0	0
Assigned for Other Operations	430,053	0	0	0	0
Unassigned	5,237,824	0	(1,629,117)	0	0
Total Fund Balances	<u>\$ 8,084,471</u>	<u>\$ 2,296,405</u>	<u>\$ (1,629,117)</u>	<u>\$ 1,791,144</u>	<u>\$ 950,230</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,994,692</u>	<u>\$ 4,379,395</u>	<u>\$ 2,143,260</u>	<u>\$ 2,143,422</u>	<u>\$ 1,301,699</u>

(Continued)

**CLAIBORNE COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds (Cont.)**

	<b>Nonmajor Funds</b>		
	Other Govern- mental Funds	Total Governmental Funds	
<b>ASSETS</b>			
Cash	\$ 95,534	\$ 95,934	
Equity in Pooled Cash and Investments	898,716	15,890,963	
Accounts Receivable	74,589	178,429	
Allowance for Uncollectibles	0	(7,121)	
Due from Other Governments	0	864,331	
Due from Other Funds	0	1,359	
Property Taxes Receivable	116,294	11,318,260	
Allowance for Uncollectible Property Taxes	(2,041)	(196,595)	
Total Assets	<u>\$ 1,183,092</u>	<u>\$ 28,145,560</u>	
<b>LIABILITIES</b>			
Accounts Payable	\$ 2,265	\$ 178,861	
Payroll Deductions Payable	0	2,582	
Contracts Payable	0	429,804	
Retainage Payable	0	14,172	
Due to Other Funds	1,359	1,359	
Due to State of Tennessee	0	51,769	
Due to Other Governments	0	3,555,409	
Total Liabilities	<u>\$ 3,624</u>	<u>\$ 4,233,956</u>	

(Continued)

**CLAIBORNE COUNTY, TENNESSEE**  
**Balance Sheet - Governmental Funds (Cont.)**

**DEFERRED INFLOWS OF RESOURCES**

	<b>Nonmajor Funds</b>		<b>Total Governmental Funds</b>
	Other Govern- mental Funds		Funds
Deferred Current Property Taxes	\$ 109,738	\$	10,691,842
Deferred Delinquent Property Taxes	4,383		417,278
Other Deferred/Unavailable Revenue	0		244,004
Total Deferred Inflows of Resources	<u>\$ 114,121</u>	<u>\$</u>	<u>11,353,124</u>

**FUND BALANCES**

Restricted:			
Restricted for General Government	\$ 0	\$	105,733
Restricted for Finance	168,764		387,693
Restricted for Administration of Justice	0		252,103
Restricted for Public Safety	20,494		144,652
Restricted for Public Health and Welfare	0		2,717,489
Restricted for Highways/Public Works	0		1,453,997
Restricted for Capital Outlay	0		10,369
Restricted for Debt Service	0		950,230
Restricted for Capital Projects	876,089		1,031,526
Committed:			
Committed for Public Health and Welfare	0		934,813
Committed for Highways/Public Works	0		337,147
Assigned:			
Assigned for Public Health and Welfare	0		193,968
Assigned for Other Operations	0		430,053
Unassigned	0		3,608,707
Total Fund Balances	<u>\$ 1,065,347</u>	<u>\$</u>	<u>12,558,480</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,183,092</u>	<u>\$</u>	<u>28,145,560</u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**to the Statement of Net Position**  
**June 30, 2025**

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)		\$ 12,558,480
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,054,592	
Add: construction in progress	301,050	
Add: buildings and improvements net of accumulated depreciation	13,171,517	
Add: infrastructure net of accumulated depreciation	18,697,299	
Add: other capital assets net of accumulated depreciation	4,159,058	
Add: intangible right-to-use assets net of accumulated amortization	<u>194,692</u>	37,578,208
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: notes payable	\$ (490,000)	
Less: bonds payable	(10,955,000)	
Less: SBITA payable	(189,152)	
Less: deferred credit on refunding	(30,881)	
Less: compensated absences payable	(531,669)	
Less: landfill closure/postclosure care costs	(576,187)	
Less: accrued interest on bonds and notes	(118,938)	
Less: unamortized premium on debt	<u>(2,050,636)</u>	(14,942,463)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expenses in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,205,793	
Less: deferred inflows of resources related to pensions	<u>(668,551)</u>	537,242
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,051,422
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>661,282</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 37,444,171</u></u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds**  
**For the Year Ended June 30, 2025**

	Major Funds				
	General	Solid Waste / Sanitation	Other General Government Fund	Highway / Public Works	General Debt Service
<b>Revenues</b>					
Local Taxes	\$ 10,495,087	\$ 1,766,883	\$ 0	\$ 254,123	\$ 488,508
Licenses and Permits	60,517	0	0	0	0
Fines, Forfeitures, and Penalties	129,402	0	0	0	0
Charges for Current Services	83,111	832,968	0	0	0
Other Local Revenues	1,896,787	138,774	0	27,425	2,554,547
Fees Received From County Officials	1,068,212	0	0	0	0
State of Tennessee	2,804,926	12,318	0	2,851,404	0
Federal Government	1,448,401	0	2,451,078	0	0
Other Governments and Citizens Groups	209,009	0	0	0	0
Total Revenues	\$ 18,195,452	\$ 2,750,943	\$ 2,451,078	\$ 3,132,952	\$ 3,043,055
<b>Expenditures</b>					
Current:					
General Government	\$ 1,343,967	\$ 0	\$ 0	\$ 0	0
Finance	1,264,898	0	0	0	0
Administration of Justice	1,673,202	0	0	0	0
Public Safety	7,885,749	0	0	0	0
Public Health and Welfare	712,205	2,307,100	0	0	0
Social, Cultural, and Recreational Services	351,133	0	0	0	0
Agriculture and Natural Resources	223,483	0	0	0	0
Other Operations	2,139,672	0	167,748	0	0
Highways	0	0	0	3,170,970	0

(Continued)

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

	<b>Major Funds</b>				
	General	Solid Waste / Sanitation	Other General Government Fund	Highway / Public Works	General Debt Service
<b>Expenditures (Cont.)</b>					
Debt Service:					
Principal on Debt	\$ 54,213	\$ 0	\$ 0	\$ 0	\$ 2,900,000
Interest on Debt	0	0	0	0	691,702
Other Debt Service	0	0	0	0	3,359
Capital Projects	803,987	0	3,732,737	0	0
Total Expenditures	<u>\$ 16,452,509</u>	<u>\$ 2,307,100</u>	<u>\$ 3,900,485</u>	<u>\$ 3,170,970</u>	<u>\$ 3,595,061</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,742,943</u>	<u>\$ 443,843</u>	<u>\$ (1,449,407)</u>	<u>\$ (38,018)</u>	<u>\$ (552,006)</u>
<b>Other Financing Sources (Uses)</b>					
Notes Issued	\$ 0	\$ 390,000	\$ 0	\$ 0	\$ 0
SBITA Issued	243,365	0	0	0	0
Transfers In	40,000	0	0	0	136,416
Transfers Out	0	(136,416)	0	(40,000)	0
Total Other Financing Sources (Uses)	<u>\$ 283,365</u>	<u>\$ 253,584</u>	<u>\$ 0</u>	<u>\$ (40,000)</u>	<u>\$ 136,416</u>
Net Change in Fund Balances	\$ 2,026,308	\$ 697,427	\$ (1,449,407)	\$ (78,018)	\$ (415,590)
Fund Balance, July 1, 2024	<u>6,058,163</u>	<u>1,598,978</u>	<u>(179,710)</u>	<u>1,869,162</u>	<u>1,365,820</u>
Fund Balance, June 30, 2025	<u><u>\$ 8,084,471</u></u>	<u><u>\$ 2,296,405</u></u>	<u><u>\$ (1,629,117)</u></u>	<u><u>\$ 1,791,144</u></u>	<u><u>\$ 950,230</u></u>

(Continued)

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

	<b>Nonmajor Funds</b>		
	Other Govern- mental Funds	Total Governmental Funds	
<b>Revenues</b>			
Local Taxes	\$ 863,187	\$ 13,867,788	
Licenses and Permits	0	60,517	
Fines, Forfeitures, and Penalties	21,858	151,260	
Charges for Current Services	605,673	1,521,752	
Other Local Revenues	0	4,617,533	
Fees Received From County Officials	0	1,068,212	
State of Tennessee	0	5,668,648	
Federal Government	0	3,899,479	
Other Governments and Citizens Groups	0	209,009	
Total Revenues	<u>\$ 1,490,718</u>	<u>\$ 31,064,198</u>	
<b>Expenditures</b>			
Current:			
General Government	\$ 0	\$ 1,343,967	
Finance	494,930	1,759,828	
Administration of Justice	74,751	1,747,953	
Public Safety	46,487	7,932,236	
Public Health and Welfare	0	3,019,305	
Social, Cultural, and Recreational Services	0	351,133	
Agriculture and Natural Resources	0	223,483	
Other Operations	0	2,307,420	
Highways	0	3,170,970	

(Continued)

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

	<b>Nonmajor Funds</b>		<b>Total Governmental Funds</b>
	<b>Other Govern- mental Funds</b>		
<b>Expenditures (Cont.)</b>			
Debt Service:			
Principal on Debt	\$ 0	\$	2,954,213
Interest on Debt	0		691,702
Other Debt Service	0		3,359
Capital Projects	751,237		5,287,961
Total Expenditures	<u>\$ 1,367,405</u>	\$	<u>30,793,530</u>
 Excess (Deficiency) of Revenues Over Expenditures			
	<u>\$ 123,313</u>	\$	<u>270,668</u>
 <b>Other Financing Sources (Uses)</b>			
Notes Issued	\$ 0	\$	390,000
SBITA Issued	0		243,365
Transfers In	0		176,416
Transfers Out	0		(176,416)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	\$	<u>633,365</u>
 Net Change in Fund Balances	\$ 123,313	\$	904,033
Fund Balance, July 1, 2024	<u>942,034</u>		<u>11,654,447</u>
 Fund Balance, June 30, 2025	<u>\$ 1,065,347</u>	\$	<u>12,558,480</u>

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

**CLAIBORNE 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, 2025**

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)		\$	904,033
(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	\$	2,374,955	
Less: current-year depreciation expense		(2,256,867)	
Less: current-year amortization of intangible right to use assets		<u>(48,673)</u>	69,415
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net assets.			
Less: book value of capital assets disposed			(16,809)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$	661,282	
Less: deferred delinquent property taxes and other deferred June 30, 2024		<u>(693,384)</u>	(32,102)
(4) The issuance of long-term debt (e.g., bonds, notes, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.			
Add: change in unamortized premium on debt issuances	\$	410,126	
Add: principal payments on bonds		2,540,000	
Add: principal payments on notes		360,000	
Add: principal payments on SBITA		54,213	
Less: note proceeds		(390,000)	
Less: SBITA issued		(243,365)	
Add: change in deferred amount on refunding debt		<u>12,655</u>	2,743,629
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.			
Change in accrued interest payable	\$	49,812	
Change in compensated absences payable		(77,141)	
Change in landfill closure/postclosure care costs		(202,482)	
Change in net pension liability/asset - agent plan		363,461	
Change in deferred outflows related to pensions		(368,627)	
Change in deferred inflows related to pension		<u>(150,421)</u>	(385,398)
Change in net position of governmental activities (Exhibit B)		\$	<u>3,282,768</u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual (Budgetary Basis) and Budget**  
General Fund  
**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Revenues</b>						
Local Taxes	\$ 10,495,087	\$ 0	\$ 10,495,087	\$ 9,588,151	\$ 9,588,151	\$ 906,936
Licenses and Permits	60,517	0	60,517	60,000	60,000	517
Fines, Forfeitures, and Penalties	129,402	0	129,402	96,650	96,650	32,752
Charges for Current Services	83,111	0	83,111	104,500	104,500	(21,389)
Other Local Revenues	1,896,787	0	1,896,787	1,131,463	1,322,686	574,101
Fees Received From County Officials	1,068,212	0	1,068,212	1,443,000	939,144	129,068
State of Tennessee	2,804,926	0	2,804,926	3,863,033	3,463,864	(658,938)
Federal Government	1,448,401	0	1,448,401	504,121	1,799,296	(350,895)
Other Governments and Citizens Groups	209,009	0	209,009	51,068	268,906	(59,897)
Total Revenues	\$ 18,195,452	\$ 0	\$ 18,195,452	\$ 16,841,986	\$ 17,643,197	\$ 552,255
<b>Expenditures</b>						
General Government						
County Commission	\$ 154,136	\$ 0	\$ 154,136	\$ 187,506	\$ 184,506	\$ 30,370
Board of Equalization	6,738	0	6,738	7,025	7,025	287
Beer Board	1,050	0	1,050	2,500	2,500	1,450
Budget and Finance Committee	17,778	0	17,778	32,232	35,232	17,454
County Mayor/Executive	219,489	0	219,489	224,627	224,627	5,138
County Attorney	64,298	0	64,298	65,461	65,461	1,163
Election Commission	304,082	0	304,082	353,879	353,879	49,797

(Continued)

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
General Government (Cont.)						
Register of Deeds	\$ 241,260	\$ 0	\$ 241,260	\$ 260,862	\$ 260,862	\$ 19,602
Development	4,563	0	4,563	5,000	5,000	437
Planning	27,608	0	27,608	28,993	28,993	1,385
County Buildings	280,861	0	280,861	297,726	297,726	16,865
Preservation of Records	22,104	0	22,104	24,796	24,796	2,692
Finance						
Accounting and Budgeting	438,634	0	438,634	480,496	480,496	41,862
Property Assessor's Office	267,462	0	267,462	295,558	295,558	28,096
Reappraisal Program	91,686	0	91,686	101,884	101,884	10,198
County Trustee's Office	112,710	0	112,710	373,700	149,882	37,172
County Clerk's Office	111,041	0	111,041	443,548	160,764	49,723
Data Processing	243,365	0	243,365	0	243,365	0
Administration of Justice						
Circuit Court	473,431	0	473,431	497,790	497,790	24,359
General Sessions Court	277,495	0	277,495	282,972	283,272	5,777
Chancery Court	313,035	0	313,035	320,133	320,133	7,098
District Attorney General	556,937	0	556,937	605,252	697,828	140,891
Office of Public Defender	52,304	0	52,304	52,405	52,405	101

(Continued)

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
Public Safety						
Sheriff's Department	\$ 3,412,445	\$ 0	\$ 3,412,445	\$ 3,331,530	\$ 3,529,738	\$ 117,293
Administration of the Sexual Offender Registry	1,600	0	1,600	2,000	2,000	400
Workhouse	3,941,982	0	3,941,982	4,075,447	4,192,181	250,199
Juvenile Services	75,989	0	75,989	83,423	83,423	7,434
Fire Prevention and Control	186,000	0	186,000	231,000	231,000	45,000
Civil Defense	113,683	0	113,683	148,849	148,849	35,166
Rescue Squad	26,000	0	26,000	36,000	36,000	10,000
Other Emergency Management	60,000	0	60,000	59,200	60,200	200
County Coroner/Medical Examiner	68,050	0	68,050	63,000	73,000	4,950
Public Health and Welfare						
Local Health Center	132,493	0	132,493	173,581	173,581	41,088
Rabies and Animal Control	20,000	0	20,000	20,000	20,000	0
Ambulance/Emergency Medical Services	342,323	0	342,323	365,000	365,000	22,677
Alcohol and Drug Programs	46,233	0	46,233	0	100,000	53,767
Other Local Health Services	106,977	0	106,977	86,473	129,017	22,040
Sanitation Education/Information	64,179	0	64,179	69,985	69,985	5,806
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	173,157	0	173,157	161,000	194,327	21,170
Libraries	177,976	0	177,976	172,891	180,713	2,737

(Continued)

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
Agriculture and Natural Resources						
Agricultural Extension Service	\$ 113,643	\$ 0	\$ 113,643	\$ 117,753	\$ 117,753	\$ 4,110
Forest Service	2,000	0	2,000	2,000	2,000	0
Soil Conservation	107,840	0	107,840	109,624	109,624	1,784
Other Operations						
Industrial Development	132,951	0	132,951	120,000	144,000	11,049
Housing and Urban Development	819,706	0	819,706	858,946	1,464,484	644,778
Other Economic and Community Development	7,461	0	7,461	65,062	65,062	57,601
Veterans' Services	38,503	0	38,503	43,526	44,476	5,973
Other Charges	1,103,932	0	1,103,932	929,378	1,203,203	99,271
Miscellaneous	37,119	0	37,119	45,000	45,000	7,881
Principal on Debt						
General Government	54,213	0	54,213	0	54,213	0
Capital Projects						
Public Safety Projects	611,107	49,358	660,465	496,002	703,263	42,798
Public Health and Welfare Projects	192,880	144,610	337,490	337,500	337,500	10
Total Expenditures	<u>\$ 16,452,509</u>	<u>\$ 193,968</u>	<u>\$ 16,646,477</u>	<u>\$ 17,148,515</u>	<u>\$ 18,653,576</u>	<u>\$ 2,007,099</u>
Excess (Deficiency) of Revenues						
Over Expenditures	<u>\$ 1,742,943</u>	<u>\$ (193,968)</u>	<u>\$ 1,548,975</u>	<u>\$ (306,529)</u>	<u>\$ (1,010,379)</u>	<u>\$ 2,559,354</u>

(Continued)

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Other Financing Sources (Uses)</b>						
SBITA Issued	\$ 243,365	\$ 0	\$ 243,365	\$ 0	\$ 243,365	\$ 0
Transfers In	40,000	0	40,000	40,000	40,000	0
Total Other Financing Sources	<u>\$ 283,365</u>	<u>\$ 0</u>	<u>\$ 283,365</u>	<u>\$ 40,000</u>	<u>\$ 283,365</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 2,026,308	\$ (193,968)	\$ 1,832,340	\$ (266,529)	\$ (727,014)	\$ 2,559,354
Fund Balance, July 1, 2024	<u>6,058,163</u>	<u>0</u>	<u>6,058,163</u>	<u>5,540,528</u>	<u>5,540,528</u>	<u>517,635</u>
Fund Balance, June 30, 2025	<u><u>\$ 8,084,471</u></u>	<u><u>\$ (193,968)</u></u>	<u><u>\$ 7,890,503</u></u>	<u><u>\$ 5,273,999</u></u>	<u><u>\$ 4,813,514</u></u>	<u><u>\$ 3,076,989</u></u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Solid Waste/Sanitation Fund  
**For the Year Ended June 30, 2025**

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Local Taxes	\$ 1,766,883	\$ 1,662,652	\$ 1,662,652	\$ 104,231
Charges for Current Services	832,968	728,000	728,000	104,968
Other Local Revenues	138,774	128,500	128,500	10,274
State of Tennessee	12,318	10,000	10,000	2,318
Total Revenues	<u>\$ 2,750,943</u>	<u>\$ 2,529,152</u>	<u>\$ 2,529,152</u>	<u>\$ 221,791</u>
<b>Expenditures</b>				
Public Health and Welfare				
Waste Pickup	\$ 2,307,100	\$ 2,773,552	\$ 2,773,552	\$ 466,452
Total Expenditures	<u>\$ 2,307,100</u>	<u>\$ 2,773,552</u>	<u>\$ 2,773,552</u>	<u>\$ 466,452</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 443,843</u>	<u>\$ (244,400)</u>	<u>\$ (244,400)</u>	<u>\$ 688,243</u>
<b>Other Financing Sources (Uses)</b>				
Notes Issued	\$ 390,000	\$ 390,000	\$ 390,000	\$ 0
Transfers Out	(136,416)	(145,600)	(145,600)	9,184
Total Other Financing Sources	<u>\$ 253,584</u>	<u>\$ 244,400</u>	<u>\$ 244,400</u>	<u>\$ 9,184</u>
Net Change in Fund Balance	\$ 697,427	\$ 0	\$ 0	\$ 697,427
Fund Balance, July 1, 2024	<u>1,598,978</u>	<u>1,640,719</u>	<u>1,640,719</u>	<u>(41,741)</u>
Fund Balance, June 30, 2025	<u><u>\$ 2,296,405</u></u>	<u><u>\$ 1,640,719</u></u>	<u><u>\$ 1,640,719</u></u>	<u><u>\$ 655,686</u></u>

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

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

Other General Government Fund

**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Federal Government	\$ 2,451,078	\$ 0	\$ 0	\$ 2,451,078	\$ 5,976,906	\$ 5,703,129	\$ (3,252,051)
Total Revenues	<u>\$ 2,451,078</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,451,078</u>	<u>\$ 5,976,906</u>	<u>\$ 5,703,129</u>	<u>\$ (3,252,051)</u>
<b>Expenditures</b>							
Other Operations							
American Rescue Plan Act Grant #1	\$ 67,748	\$ 0	\$ 0	\$ 67,748	\$ 0	\$ 74,652	\$ 6,904
American Rescue Plan Act Grant #6	100,000	0	0	100,000	100,000	100,000	0
Capital Projects							
American Rescue Plan Act Grant #1	1,232,005	0	48,220	1,280,225	4,344,124	4,204,908	2,924,683
American Rescue Plan Act Grant #2	2,500,732	(1,164,488)	664,715	2,000,959	5,880,718	5,703,129	3,702,170
Total Expenditures	<u>\$ 3,900,485</u>	<u>\$ (1,164,488)</u>	<u>\$ 712,935</u>	<u>\$ 3,448,932</u>	<u>\$ 10,324,842</u>	<u>\$ 10,082,689</u>	<u>\$ 6,633,757</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,449,407)</u>	<u>\$ 1,164,488</u>	<u>\$ (712,935)</u>	<u>\$ (997,854)</u>	<u>\$ (4,347,936)</u>	<u>\$ (4,379,560)</u>	<u>\$ 3,381,706</u>
Net Change in Fund Balance	\$ (1,449,407)	\$ 1,164,488	\$ (712,935)	\$ (997,854)	\$ (4,347,936)	\$ (4,379,560)	\$ 3,381,706
Fund Balance, July 1, 2024	(179,710)	(1,164,488)	0	(1,344,198)	4,002,651	4,002,651	(5,346,849)
Fund Balance, June 30, 2025	<u><u>\$ (1,629,117)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (712,935)</u></u>	<u><u>\$ (2,342,052)</u></u>	<u><u>\$ (345,285)</u></u>	<u><u>\$ (376,909)</u></u>	<u><u>\$ (1,965,143)</u></u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Highway/Public Works Fund  
**For the Year Ended June 30, 2025**

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Local Taxes	\$ 254,123	\$ 244,780	\$ 244,780	\$ 9,343
Other Local Revenues	27,425	5,500	21,600	5,825
State of Tennessee	2,851,404	3,140,454	3,211,528	(360,124)
Total Revenues	<u>\$ 3,132,952</u>	<u>\$ 3,390,734</u>	<u>\$ 3,477,908</u>	<u>\$ (344,956)</u>
<b>Expenditures</b>				
Highways				
Administration	\$ 159,976	\$ 173,282	\$ 174,282	\$ 14,306
Highway and Bridge Maintenance	1,865,441	1,746,467	2,075,067	209,626
Operation and Maintenance of Equipment	423,312	496,191	514,691	91,379
Other Charges	80,898	98,800	94,800	13,902
Employee Benefits	23,585	30,000	30,000	6,415
Capital Outlay	617,758	1,250,411	1,598,132	980,374
Total Expenditures	<u>\$ 3,170,970</u>	<u>\$ 3,795,151</u>	<u>\$ 4,486,972</u>	<u>\$ 1,316,002</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (38,018)</u>	<u>\$ (404,417)</u>	<u>\$ (1,009,064)</u>	<u>\$ 971,046</u>
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (40,000)	\$ (40,000)	\$ (40,000)	\$ 0
Total Other Financing Sources	<u>\$ (40,000)</u>	<u>\$ (40,000)</u>	<u>\$ (40,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	<u>\$ (78,018)</u>	<u>\$ (444,417)</u>	<u>\$ (1,049,064)</u>	<u>\$ 971,046</u>
Fund Balance, July 1, 2024	<u>1,869,162</u>	<u>2,149,366</u>	<u>2,149,366</u>	<u>(280,204)</u>
Fund Balance, June 30, 2025	<u><u>\$ 1,791,144</u></u>	<u><u>\$ 1,704,949</u></u>	<u><u>\$ 1,100,302</u></u>	<u><u>\$ 690,842</u></u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Net Position - Fiduciary Funds**  
**June 30, 2025**

	<b>Custodial Funds</b>
<b>ASSETS</b>	
Cash	\$ 2,018,286
Equity in Pooled Cash and Investments	170,322
Due from Other Governments	<u>529,735</u>
Total Assets	<u>\$ 2,718,343</u>
<b>LIABILITIES</b>	
Accounts Payable	\$ 1,611
Due to Other Taxing Units	<u>529,735</u>
Total Liabilities	<u>\$ 531,346</u>
<b>NET POSITION</b>	
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 2,186,997</u>
Total Net Position	<u><u>\$ 2,186,997</u></u>

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Changes in Net Position - Fiduciary Funds**  
**For the Year Ended June 30, 2025**

	<u><b>Custodial Funds</b></u>
<b>ADDITIONS</b>	
Sales Tax Collections for Other Governments	\$ 3,040,311
Fines/Fees and Other Collections	10,314,756
District Attorney General Collections	41,704
Work Release Collections	202,460
Total Additions	<u>\$ 13,599,231</u>
<b>DEDUCTIONS</b>	
Payment of Sales Tax Collections for Other Governments	\$ 3,040,311
Payments to State	4,989,361
Payments to Individuals and Others	5,478,288
Payments of District Attorney General Expenses	21,519
Payments of Work Release Program Expenses	177,687
Total Deductions	<u>\$ 13,707,166</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (107,935)
Net Position, July 1, 2024	<u>2,294,932</u>
Net Position, June 30, 2025	<u><u>\$ 2,186,997</u></u>

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

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## CLAIBORNE COUNTY, TENNESSEE

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**CLAIBORNE COUNTY, TENNESSEE**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2025**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Claiborne 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 Claiborne County:

**A. *Reporting Entity***

Claiborne County is a public municipal corporation governed by an elected 21-member board. As required by GAAP, these financial statements present Claiborne County (the primary government) and its component units. Although required by GAAP, the financial statements of the Claiborne County Economic and Community Development Board and the financial statements of the Claiborne County Emergency Communications District, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their 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 relationship 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 Claiborne County School Department operates the public school system in the county, and the voters of Claiborne 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 Claiborne County Economic and Community Development Board (formerly known as the Industrial Development Board) is a non-profit corporation incorporated under the provisions of the State of Tennessee, and the Claiborne County Commission appoints its governing body. The board is funded primarily through the sale and lease of industrial park properties, property taxes, grants, and contributions. Before the issuance of most debt instruments, the board obtains the approval of the county commission. The function of the board is to attract and promote new industry in the county. The financial statements of the Claiborne County Economic and Community Development Board were not material to the component units' opinion unit and therefore have been omitted from this report.

The Claiborne County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Claiborne County, and the Claiborne 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 Claiborne County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Claiborne 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 Claiborne County

Economic and Community Development Board and the Claiborne County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Claiborne County Economic and  
Community Development Board  
3222 Highway 25 East, Suite 1  
Tazewell, TN 37879

Claiborne County Emergency Communications District  
P.O. Box 911  
Tazewell, TN 37879

***B. Government-wide and Fund Financial Statements***

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

Claiborne County issues all debt for the discretely presented Claiborne County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2025.

Separate financial statements are provided for governmental funds, the proprietary fund (internal service), and fiduciary funds. The internal service fund is reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary 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 Claiborne County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund net position, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Claiborne County has no proprietary funds to report. The Claiborne County School Department has one proprietary fund, an internal service fund. It has no enterprise funds to report.

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

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

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

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.

Claiborne County reports the following major governmental funds:

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

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

**Other General Government Fund** – This special revenue fund accounts for proceeds received from the American Rescue Plan Act.

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

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

Additionally, Claiborne County reports the following fund types:

**Capital Projects Funds** – These 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.

**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 Claiborne County, restricted revenues held for the benefit of the Office of the District Attorney General, and assets held in a custodial capacity for the work release program.

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

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

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

**Central Cafeteria Fund** – This special revenue fund is used to account for cafeteria operations in each of the schools. Service charges and federal grants are the foundational revenues of this fund.

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

**Internal Service Fund** – The Employee Insurance Fund is used to account for transactions pertaining to the school department’s self-insured group medical plan.

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 25) 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 24) 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 [Tennessee Comptroller of the Treasury’s website](#).

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 school department has one proprietary fund, an internal service fund, used to account for the employees' health insurance. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenues of the internal service fund are charges for services. Operating expenses for the internal service fund include administrative expenses and employee benefits.

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

**1. Deposits and Investments**

For purposes of the Statement of Cash Flows for the school department's internal service fund, cash consists of demand deposits.

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 Claiborne 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. Income from these pooled investments is assigned to the General, Solid Waste/Sanitation, General Debt Service, and the school department's General Purpose School and Central Cafeteria funds per percentages established in the budgetary process. Claiborne 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. Claiborne County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

## **2. Receivables and Payables**

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 property taxes and solid waste receivables are shown with an allowance for uncollectibles. Solid waste receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 0.92 percent of total taxes levied.

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

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

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

Most payables are disaggregated on the face of the financial statements. Due to Other Governments (\$3,555,409) represents American Rescue Plan Act funds received in advance by the primary government. The Other Current Liabilities account reflected in the discretely presented school department's General Purpose School Fund represents the remaining balance in the teachers' payroll clearing accounts for July and August payrolls.

Retainage payable in the primary government's General Fund and Other General Government Fund represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held by the county

trustee as Equity in Pooled Cash and Investments in the General Fund and nonmajor governmental funds.

### 3. **Restricted Assets**

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

### 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), and intangible right-to-use assets (e.g., SBITA assets) are reported in the governmental column on the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

Property, plant, equipment, and infrastructure of the primary government and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives. Right-to-use assets are amortized over the shorter of the SBITA term or useful life.

Assets	Years
Buildings and Improvements	40
Other Capital Assets	5 - 20
Infrastructure:	
Roads (based on surface type)	30, 40, or 50
Bridges	40

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

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources

(expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position. These items are for pension and OPEB changes in experience, pension and OPEB changes in assumptions, pension changes in proportionate share, and employer contributions made to the pension plan after the measurement date.

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

## **6. Compensated Absences**

### **Primary Government**

It is the county's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide financial statements for the county. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not," to be used or paid. Since Claiborne County does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay or sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the county's policies.

### **Discretely Presented Claiborne County School Department**

Vacation benefits for employees of the school department do not vest or accumulate and must be used within the year. It is the policy of the discretely presented Claiborne County School Department to permit employees to accumulate earned but unused sick pay benefits. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not," to be used or paid. Since the school department does not have a policy to pay any amounts when employees separate from service, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued.

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

In the government-wide financial statements, long-term debt, SBITA, and other long-term obligations are reported as liabilities in the applicable governmental activities Statement of Net Position. Debt premiums and discounts are deferred and 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.

SBITA obligations are recognized in the government-wide financial statements. At the commencement of a SBITA, a liability is initially measured at the present value of payments expected to be made during the obligation term. Subsequently, the liability is reduced by the principal portion of subscription payments made.

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

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

In the government-wide financial statements and the proprietary fund (internal service 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.

The government-wide Statement of Net Position, Governmental Activities, reports \$8,273,347 of restricted net position, of which \$549,253 is restricted by enabling legislation.

As of June 30, 2025, Claiborne County had \$10,475,000 in outstanding debt for capital purposes for the discretely presented Claiborne County School Department and \$100,000 in outstanding debt issued for the benefit of a local utility. This debt is a liability of Claiborne County, but the capital assets acquired are reported in the financial statements of the school department and the local utility. Therefore, Claiborne 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 makes assignments for the general government. The Board of Education makes assignments for the school department. Assigned fund balance in the General Fund represents amounts assigned to balance the 2025-26 fiscal year budget (\$430,053) and amounts for encumbrances (\$193,968). Assigned fund balance in the General Purpose School Fund of the discretely presented school department consists of amounts appropriated for use in the 2025-26 fiscal year budget (\$3,143,055), amounts for encumbrances (\$1,335,138), and an amount assigned for debt service (\$565,104).

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds. In the other governmental funds, funds expended that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

## **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 balance:

General Fund – 17 - 20 percent of current-year appropriations.

Sanitation Fund – 25 – 30 percent of current-year appropriations.

Highway/Public Works Fund – 15 - 20 percent of current-year appropriations.

Debt Service Funds – At least 50 percent of current-year appropriations.

## 10. Restatements

With the implementation of GASB Statement 101, *Compensated Absences*, Claiborne County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Claiborne County School Department to record compensated absences liabilities. A restatement of (\$58,748) has been presented to reflect the beginning balance of the primary government and (\$741,269) for the discretely presented Claiborne County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Primary Government	Discretely Presented Claiborne County School Department
Net Position, as previously reported	\$ 34,220,151	\$ 32,962,506
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(58,748)	(741,269)
Net Change in Beginning Net Position	\$ (58,748)	\$ (741,269)
Net Position, June 30, 2024, Restated	<u>\$ 34,161,403</u>	<u>\$ 32,221,237</u>

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

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

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

**Primary Government**

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

**Discretely Presented Claiborne County School Department**

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

**III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

***A. Budgetary Information***

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

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

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

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

On June 30, 2025, Claiborne County and the discretely presented Claiborne County School Department reported the following significant encumbrances:

Fund	Amount
Primary Government:	
Major Funds:	
General	\$ 193,698
Other General Government	712,935
School Department:	
Major Fund:	
General Purpose School	1,335,138

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

The Other General Government Fund reported a GAAP basis deficit in unassigned fund balance of \$1,629,117 on June 30, 2025. This deficit is due to grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (ALN 21.027). The grant expenditures can only be reported in April of each year. Claiborne County made expenditures of grant funds after the reporting period but before the end of the fiscal year which resulted in the deficit.

The Other General Government Fund also reported a budgetary basis deficit of \$2,342,052 on June 30, 2025. This resulted from the GAAP basis deficit discussed above (\$1,629,117) plus the recognition of budgeted expenditures for outstanding encumbrances in the amount of \$712,935. These encumbrances were recorded to reflect outstanding commitments which will be funded by federal grants in the subsequent fiscal year.

***C. Appropriations Exceeded Estimated Available Funding***

The budget and subsequent amendments approved by the county commission for the Other General Government Fund resulted in appropriations exceeding estimated available funding by \$376,909.

## IV. DETAILED NOTES ON ALL FUNDS

### A. *Deposits and Investments*

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

#### **Deposits**

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

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

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

## Investments

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

Other than the school department's investment in the TCRS Stabilization Trust as discussed below, the county had no pooled or nonpooled investments as of June 30, 2025.

### TCRS Stabilization Trust

**Legal Provisions.** The Claiborne 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 Claiborne 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, 2025, the Claiborne 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	\$ 187,959
Developed Market International Equity	N/A	N/A	84,884
Emerging Market International Equity	N/A	N/A	24,253
U.S. Fixed Income	N/A	N/A	121,263
Real Estate	N/A	N/A	60,632
Short-term Securities	N/A	N/A	6,063
NAV-Private Equity and Strategic Lending	N/A	N/A	<u>121,263</u>
Total			<u><u>\$ 606,317</u></u>

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained on the [Tennessee Department of Treasury website](#).

## B. Capital Assets

Capital assets activity for the year ended June 30, 2025, was as follows:

### Primary Government

#### Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 1,054,592	\$ 0	\$ 0	\$ 1,054,592
Construction in Progress	0	301,050	0	301,050
Total Capital Assets Not Depreciated	\$ 1,054,592	\$ 301,050	\$ 0	\$ 1,355,642
Capital Assets Depreciated:				
Buildings and Improvements	\$ 34,584,773	\$ 202,886	\$ 0	\$ 34,787,659
Infrastructure	34,942,008	0	0	34,942,008
Other Capital Assets	10,010,463	1,627,654	(518,087)	11,120,030
Total Capital Assets Depreciated	\$ 79,537,244	\$ 1,830,540	\$ (518,087)	\$ 80,849,697
Less Accumulated Depreciated For:				
Buildings and Improvements	\$ 20,799,846	\$ 816,296	\$ 0	\$ 21,616,142
Infrastructure	15,413,185	831,524	0	16,244,709
Other Capital Assets	6,853,203	609,047	(501,278)	6,960,972
Total Accumulated Depreciation	\$ 43,066,234	\$ 2,256,867	\$ (501,278)	\$ 44,821,823
Total Capital Assets Depreciated, Net	\$ 36,471,010	\$ (426,327)	\$ (16,809)	\$ 36,027,874
Intangible Right-to-Use Assets:				
SBITA	\$ 0	\$ 243,365	\$ 0	\$ 243,365
Less: Accumulated Amortization - SBITA	0	48,673	0	48,673
Net Intangible Right-to-Use Assets	\$ 0	\$ 194,692	\$ 0	\$ 194,692
Governmental Activities Capital Assets, Net	\$ 37,525,602	\$ 69,415	\$ (16,809)	\$ 37,578,208

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

**Governmental Activities:**

General Government	\$ 330,869
Finance	3,471
Public Safety	284,373
Public Health and Welfare	620,339
Social, Cultural, and Recreational	780
Highways/Public Works	<u>1,065,708</u>

Total Depreciation and Amortization Expense - Governmental Activities	<u><u>\$ 2,305,540</u></u>
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**Net Investment in Capital Assets**

Capital Assets	\$ 37,578,208
Add:	
Capital borrowings related to unspent note proceeds	10,369
Less:	
Outstanding principal of capital debt and other capital borrowings	(390,000)
Outstanding principal balance of debt and other borrowing used to refund capital-related debt	(480,000)
Outstanding principal balance of SBITA obligations	(189,152)
Unamortized balance of original issue premiums on outstanding capital-related debt	(266,582)
Unamortized balance of capital-related deferred inflows of resources	(4,015)
Capital-related contracts and retainage payable	<u>(227,008)</u>
Net Investment in Capital Assets	<u><u>\$ 36,031,820</u></u>

## Discretely Presented Claiborne County School Department

### Governmental Activities:

	Balance 7-1-24	Increases	Balance 6-30-25
Capital Assets Not Depreciated:			
Land	\$ 1,224,296	\$ 0	\$ 1,224,296
Construction in Progress	0	245,562	245,562
Total Capital Assets Not Depreciated	<u>\$ 1,224,296</u>	<u>\$ 245,562</u>	<u>\$ 1,469,858</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 56,457,360	\$ 3,002,939	\$ 59,460,299
Other Capital Assets	6,928,383	30,524	6,958,907
Total Capital Assets Depreciated	<u>\$ 63,385,743</u>	<u>\$ 3,033,463</u>	<u>\$ 66,419,206</u>
Less Accumulated Depreciated For:			
Buildings and Improvements	\$ 30,482,216	\$ 1,626,831	\$ 32,109,047
Other Capital Assets	3,761,649	366,502	4,128,151
Total Accumulated Depreciation	<u>\$ 34,243,865</u>	<u>\$ 1,993,333</u>	<u>\$ 36,237,198</u>
Total Capital Assets Depreciated, Net	<u>\$ 29,141,878</u>	<u>\$ 1,040,130</u>	<u>\$ 30,182,008</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 30,366,174</u></u>	<u><u>\$ 1,285,692</u></u>	<u><u>\$ 31,651,866</u></u>

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

### Governmental Activities:

Instruction	\$ 1,454,293
Support Services	460,212
Operation of Non-instructional Services	<u>78,828</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,993,333</u></u>

### *C. Construction Commitments*

On June 30, 2025, the General Fund had uncompleted construction contracts of approximately \$193,968 for local health department renovations. Funding has been received for these future expenditures.

On June 30, 2025, the Other General Government Fund had uncompleted construction contracts of approximately \$48,220 for local health department renovations and \$664,715 for waterline projects. Funding has been received for the health department renovations and is expected to be received from federal grants for the waterline projects.

On June 30, 2025, the General Purpose School Fund had uncompleted construction contracts of approximately \$1,335,138 for building construction.

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

The composition of interfund balances as of June 30, 2025, was as follows:

**Due to/from Other Funds:**

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 1,359

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.

**Interfund Transfers:**

Interfund transfers for the year ended June 30, 2025, consisted of the following amounts:

**Primary Government**

Transfers Out	Transfers In	
	General Fund	General Debt Service Fund
Highway/Public Works Fund	\$ 40,000	\$ 0
Solid Waste/Sanitation Fund	0	136,416
Total	\$ 40,000	\$ 136,416

Transfers to the General Debt Service Fund represent contributions toward retirement of long-term debt principal and interest. Transfers to the General Fund represent funding for shared expenditures.

**E.     *SBITA Obligation***

**Sheriff Camera Cloud Service Subscription and Storage**

On January 29th, 2025, Claiborne County entered into a 60-month agreement as lessee for the use of Axon Enterprise cloud services. An initial subscription liability was recorded in the amount of \$243,365 during the fiscal year. Claiborne County is required to make yearly principal and interest payments of \$54,213. The SBITA has an annual interest rate of 5.7%. As of June 30, 2025, the present value of the SBITA liability was \$189,152. The SBITA obligation and accumulated amortization of the right-to-use asset is outlined in Note IV.B.

Year Ending June 30	Sheriff Camera Cloud Service Subscription and Storage		
	Principal	Interest	Total
2026	\$ 43,431	\$ 10,782	\$ 54,213
2027	45,907	8,306	54,213
2028	48,524	5,689	54,213
2029	51,290	2,923	54,213
Total	\$ 189,152	\$ 27,700	\$ 216,852

### Changes in SBITA Obligations

SBITA obligation activity for the year ended June 30, 2025, was as follows:

#### Governmental Activities:

	SBITA
Balance, July 1, 2024	\$ 0
Additions	243,365
Reductions	(54,213)
Balance, June 30, 2025	\$ 189,152
Balance Due Within One Year	\$ 43,431

Analysis of Noncurrent Liabilities for SBITA Presented on Exhibit A:

Total Noncurrent Liabilities - SBITA, June 30, 2025	\$ 189,152
Less: Balance Due Within One Year - SBITA	(43,431)
Noncurrent Liabilities - Due in More Than One Year - SBITA - Exhibit A	\$ 145,721

## F. Long-term Debt

### Primary Government

#### General Obligation Bonds and Notes

**General Obligation Bonds** - Claiborne 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 outstanding were issued for original terms of up to 10 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, 2025, will be retired from the General Debt Service Fund.

**Direct Borrowing and Direct Placements** - Claiborne County issues capital outlay notes to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented

school department. Capital outlay notes are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes outstanding were issued for original terms of up to five years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund

General obligation bonds and capital outlay notes outstanding as of June 30, 2025, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
General Obligation Bonds - Refunding	5 %	4-1-30	\$ 21,810,000	\$ 10,955,000
Direct Borrowing and Direct Placement: Capital Outlay Notes	1.95 to 5.7	6-30-27	1,450,000	490,000

Included in amounts outstanding are various general obligation debts Claiborne County has issued for the benefit of the Claiborne County School Department component unit. The Claiborne County School Department contributes funds annually to the county to apply toward retirement of debt based on budgetary appropriations. During the year, the school department contributed \$2,518,750 to the county's General Debt Service Fund for retirement of those general obligation debt issues.

The annual requirements to amortize all general obligation bonds and notes outstanding as of June 30, 2025, including interest payments are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 2,375,000	\$ 547,750	\$ 2,922,750
2027	1,990,000	429,000	2,419,000
2028	2,090,000	329,500	2,419,500
2029	2,195,000	225,000	2,420,000
2030	2,305,000	115,250	2,420,250
Total	\$ 10,955,000	\$ 1,646,500	\$ 12,601,500

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2026	\$ 360,000	\$ 20,247	\$ 380,247
2027	130,000	7,475	137,475
Total	\$ 490,000	\$ 27,722	\$ 517,722

There is \$950,230 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$342, based on the 2020 federal census. Total debt per capita, including bonds, notes, and unamortized debt premiums, totaled \$421, based on the 2020 federal census.

## Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2025, was as follows:

### Governmental Activities:

	Bonds	Notes- Direct Placement
Balance, July 1, 2024	\$ 13,495,000	\$ 460,000
Additions	0	390,000
Reductions	(2,540,000)	(360,000)
Balance, June 30, 2025	<u>\$ 10,955,000</u>	<u>\$ 490,000</u>
Balance Due Within One Year	<u>\$ 2,375,000</u>	<u>\$ 360,000</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 11,445,000
Less: Balance Due Within One Year - Debt	(2,735,000)
Add: Unamortized Premium on Debt	<u>2,050,636</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 10,760,636</u>

## G. Long-term Obligations

### Primary Government

## Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2025, was as follows:

### Governmental Activities:

	Compensated Absences*	Landfill Closure/ Postclosure Care Costs
Balance, July 1, 2024	\$ 454,528	\$ 373,705
Additions	77,141	202,482
Reductions	0	0
Balance, June 30, 2025	<u>\$ 531,669</u>	<u>\$ 576,187</u>
Balance Due Within One Year	<u>\$ 363,155</u>	<u>\$ 0</u>

\*Restated beginning balance – see Note I.D.10. The change in compensated absences is presented as a net change.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities - Other, June 30, 2025	\$ 1,107,856
Less: Balance Due Within One Year - Other	<u>(363,155)</u>
Other Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 744,701</u></u>

Compensated absences will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill closure/postclosure care costs will be paid from the Solid Waste/Sanitation Fund.

## Discretely Presented Claiborne County School Department

### Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Claiborne County School Department for the year ended June 30, 2025, was as follows:

**Governmental Activities:**

	Compensated Absences*	Other Postemployment Benefits
Balance, July 1, 2024	\$ 741,269	\$ 24,969,114
Additions	19,813	4,679,439
Deductions	<u>0</u>	<u>(1,681,406)</u>
Balance, June 30, 2025	<u>\$ 761,082</u>	<u>\$ 27,967,147</u>
Balance Due Within One Year	<u>\$ 761,082</u>	<u>\$ 0</u>

\*Restated beginning balance – see Note I.D.10. The change in compensated absences is presented as a net change.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities - Other, June 30, 2025	\$ 28,728,229
Less: Balance Due Within One Year - Other	<u>(761,082)</u>
Other Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 27,967,147</u></u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School, School Federal Projects funds, and Central Cafeteria funds.

## H. Pledges of Receivables and Future Revenues

In 2003, the Claiborne County Commission voted to levy a motor vehicle privilege tax. The county pledged the tax revenues for jail construction and ADA required renovations to the courthouse.

Proceeds of the tax are placed in the General Debt Service Fund and are currently being expended to retire principal and interest on debt associated with the construction of the judicial complex. During the year, revenues generated by the wheel tax totaled \$357,214, and principal and interest

expenditures funded by the wheel tax totaled \$696,000. Since its inception, wheel tax revenues for jail debt total \$14,397,631 and expenditures for jail debt total \$14,188,132.

In 2017, the county commission voted to levy an additional motor vehicle privilege tax. The county pledged the tax revenues for paving roads and the purchase of highway equipment.

Proceeds of the additional vehicle privilege tax are placed in the Highway Capital Projects Fund and are currently being expended to fund highway paving projects and purchases of highway equipment. During the year, revenues generated by the wheel tax totaled \$749,507 and expenditures of the Highway Capital Projects Fund for paving roads and equipment purchases totaled \$751,237. Since its inception, wheel tax revenues for paving roads and the purchase of highway equipment total \$6,839,010 and expenditures for paving roads and equipment purchases total \$6,500,256.

In October 2024, the Claiborne County Commission voted to stop further collections of the motor vehicle privilege tax that was being collected to fund debt service associated with the construction of the judicial complex. The remaining debt principal and interest outstanding will be funded with restricted fund balance in the General Debt Service Fund specifically restricted to pay off the debt.

## **V. OTHER INFORMATION**

### ***A. Risk Management***

#### **Primary Government**

It is the policy of the county to purchase commercial insurance for the risks of losses to which it is exposed. These risks include general liability, property, casualty, workers' compensation, employee health and accident, and environmental. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. Retirees are not permitted to remain on the county's health insurance program.

#### **Discretely Presented Claiborne County School Department**

The school department has chosen to establish the Employee Health Insurance Fund for risks associated with the employees' health insurance plan. The Employee Health Insurance Fund is accounted for as an internal service fund where assets are set aside for claim settlements. Certified employees are covered under one plan, while non-certified employees can choose between two plans. The school department purchased an excess risk insurance coverage policy during the year. The policy covered claims exceeding \$150,000 per claimant. During the fiscal year, the school department had an excess risk policy that stated the amount covered for all claims in a single year as \$9,390,174. All three plans are covered by the excess risk policy. The stop loss policy has a maximum reimbursement of \$1,000,000 per claim year.

All full-time certified employees and certain other employees of the Claiborne County School Department are eligible to participate. A premium charge is allocated to each fund that accounts for covered employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. That reserve was \$792,163 on June 30, 2025, and is reported as net position of the Employee Health Insurance Fund. Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. The Employee Health Insurance Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to

compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

		Beginning of Fiscal Year Liability		Current Year Claims and Estimates		Payments		Balance at Fiscal Year-end
2023-2024	\$	779,154	\$	5,543,090	\$	(5,504,676)	\$	817,568
2024-2025		817,568		7,093,894		(6,782,338)		1,129,124

Current year claims and estimates are presented net of credits for stop/loss recoveries (\$533,879) and contracted prescription drug rebates (\$1,313,192) for the 2024-2025 year.

The school department continues to carry commercial insurance for all other risks of loss, including general liability, property, casualty, and workers’ compensation. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past several fiscal years.

**B. Accounting Changes**

GASB Statement No. 101, *Compensated Absences*, became effective for the fiscal year ending June 30, 2025. This statement updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures.

GASB Statement No. 102, *Certain Risk Disclosures*, became effective for the fiscal year ending June 30, 2025. This statement provides users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints.

**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. Landfill Closure/Postclosure Care Costs**

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Claiborne County closed its sanitary landfill in 1998. The

\$576,187 reported as postclosure care liability on June 30, 2025, represents amounts based on what it would cost to perform all postclosure care in 2025. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

***E. Joint Venture***

The Eighth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Eighth Judicial District; Scott, Campbell, Fentress, Claiborne, and Union 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 the board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within the judicial district. Claiborne County made no contributions to the DTF for the year ended June 30, 2025, and does not have an equity interest in the joint venture. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of District Attorney General  
Eighth Judicial District Drug Task Force  
411 Blue Top Road, Suite 2  
Tazewell, TN 37879

***F. Jointly Governed Organization***

The East Tennessee Regional Agribusiness Marketing Authority was established through Title 64, *Tennessee Code Annotated (TCA)*, and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Unicoi, and Washington. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center. The authority is governed by a board of directors consisting of the county mayors of each county or the county mayor's designee and one nonvoting member representing each of the following: the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee, consisting of the chairman, vice chairman, secretary, and treasurer of the board of directors, along with the center's manager as an ex officio member, oversees the daily operation of the center.

***G. Retirement Commitments***

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

**Primary Government**

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

*Plan Description.* Employees of Claiborne County and non-certified employees of the discretely presented Claiborne County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 59.24 percent, the non-certified employees of the discretely presented school department comprise 40.76 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 on the [Tennessee Department of Treasury website](#).

*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.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	493
Inactive Employees Entitled to But Not Yet Receiving Benefits	1,175
Active Employees	524
Total	<u><u>2,192</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of their salary to the plan. Claiborne 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, 2025, the employer contributions for Claiborne County were \$885,812 based on a rate of 5.86 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Claiborne 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. Employer contributions to separately finance specific liabilities were 5.86 percent for the year ended June 30, 2025. The contributions to separately finance specific liabilities were related to employees who have returned to work under a TCRS Return to Work program which requires employer contributions.

#### ***Net Pension Liability (Asset)***

Claiborne County's net pension liability (asset) was measured as of June 30, 2024, and the total pension liability 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, 2024, 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

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

The actuarial assumptions used in the June 30, 2024, 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 reflect more closely actual and expected future experience.

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

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

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

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Claiborne 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, 2023	\$ 59,264,895	\$ 60,413,411	\$ (1,148,516)
Changes for the Year:			
Service Cost	\$ 1,157,453	\$ 0	\$ 1,157,453
Interest	3,961,268	0	3,961,268
Differences Between Expected and Actual Experience	1,548,244	0	1,548,244
Contributions-Employer	0	846,235	(846,235)
Contributions-Employees	0	721,951	(721,951)
Net Investment Income	0	5,801,048	(5,801,048)
Benefit Payments, Including Refunds of Employee Contributions	(3,473,807)	(3,473,807)	0
Administrative Expense	0	(75,934)	75,934
Net Changes	\$ 3,193,158	\$ 3,819,493	\$ (626,335)
Balance, June 30, 2024	\$ 62,458,053	\$ 64,232,904	\$ (1,774,851)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	59.24%	\$ 37,000,151	\$ 38,051,572	\$ (1,051,422)
School Department	40.76%	25,457,902	26,181,332	(723,429)
Total		\$ 62,458,053	\$ 64,232,904	\$ (1,774,851)

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

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

Net Pension Liability (Asset)      \$    5,404,719    \$    (1,774,851)    \$    (7,691,813)

***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, 2025, Claiborne County recognized pension expense (negative pension expense) of \$1,149,416.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, Claiborne 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	\$ 1,134,472	\$ 432,496
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	696,050
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	885,812	N/A
Total	<u>\$ 2,020,284</u>	<u>\$ 1,128,546</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2024,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,205,793	\$ 668,551
School Department	814,491	459,995
Total	<u>\$ 2,020,284</u>	<u>\$ 1,128,546</u>

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

Year Ending June 30	Amount
2026	\$ (755,588)
2027	1,474,284
2028	(354,766)
2029	(358,004)
2030	0
Thereafter	0

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

### **Discretely Presented Claiborne County School Department - Non-certified Employees**

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

*Plan Description.* As noted above under the primary government, employees of Claiborne County and non-certified employees of the discretely presented Claiborne County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 59.24 percent and the non-certified employees of the discretely presented school department comprise 40.76 percent of the plan based on contribution data.

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

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

*Plan Description.* Teachers of the Claiborne 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 on the [Tennessee Department of Treasury website](#).

*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 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 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, 2025, to the Teacher Retirement Plan were \$236,123 which is three percent of covered payroll. In addition, employer contributions of \$76,392, which is one percent of covered payroll, were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$203,515) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, 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 share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department's proportion was .285593 percent. The proportion as of June 30, 2023, was .278041 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school department recognized pension expense of \$169,320.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, 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	\$ 16,811	\$ 62,526
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	34,330
Changes in Assumptions	80,873	0
Changes in Proportion of Net Pension Liability (Asset)	26,142	37,292
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	236,123	N/A
Total	<u>\$ 359,949</u>	<u>\$ 134,148</u>

The school department's employer contributions of \$236,123 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2026. 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
2026	\$ (20,618)
2027	26,879
2028	(13,390)
2029	(13,202)
2030	3,513
Thereafter	6,496

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

*Actuarial Assumptions.* The total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2024, 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 reflect more closely actual and expected future experience.

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

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

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

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

*Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be

if it were calculated using a discount rate that is one percentage point lower (5.75 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)	\$ 536,736	\$ (203,515)	\$ (754,417)

*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 Claiborne County School Department - Certified Employees – Teacher Legacy Pension Plan**

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

*Plan Description.* Teachers of the Claiborne 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 on the [Tennessee Department of Treasury website](#).

*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 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 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 Claiborne County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$912,792, which is 6.36 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, 2025, the school department reported a liability (asset) of (\$7,447,337) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, 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, 2024, the school department's proportion was .432266 percent. The proportion measured on June 30, 2023, was .453745 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$1,871,853.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, 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	\$ 1,986,007	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,450,439
Changes in Proportion of Net Pension Liability (Asset)	689,346	128,006
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	912,792	N/A
Total	<u>\$ 3,588,145</u>	<u>\$ 1,578,445</u>

The school department's employer contributions of \$912,792 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2026. 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
2026	\$ (616,322)
2027	3,233,633
2028	(756,738)
2029	(763,665)
2030	0
Thereafter	0

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

*Actuarial Assumptions.* The total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2024, 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 reflect more closely actual and expected future experience.

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

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

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

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

*Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 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)	\$ 9,460,699	\$ (7,447,337)	\$ (21,470,246)

*Pension Plan Fiduciary Net Position.* Detailed information about the pension plan's fiduciary net position is available in a separately issued TCRS financial report.

## 2. Deferred Compensation

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$380,980 and teachers contributed \$199,585 to this deferred compensation pension plan.

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

Claiborne County primary government does not offer other postemployment benefits to its retirees.

#### **Discretely Presented Claiborne County School Department**

*Plan Description.* Claiborne County School Department provides self-insured postemployment benefits for health care and commercial postemployment benefits for life insurance for its retirees and their eligible dependents. This plan is administered by Shafer Insurance. For reporting purposes, the plan is considered to be a single employer defined benefit OPEB plan based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plan is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

The Board of Education is a member of the Tennessee School Board Association (TSBA) OPEB Trust. The TSBA OPEB Trust was established to manage investment of funds contributed by member employers to fund their OPEB liability. As of June 30, 2025, the Claiborne County Board of Education has not placed any funds with TSBA OPEB Trust.

*Benefits Provided.* All retirees must be at least 55 years old and have 20 years of service to qualify for benefits. Non-certified employees are not eligible to continue the medical plan after retirement. Eligible non-certified employees may continue their life insurance by paying the full premium amount. For pre-65 certified retirees, the school department pays 100 percent of the premium for single coverage medical benefits for retirees with 30 or more years of service. The school department pays a pro-rated amount (based on years of service) of the cost of single medical coverage for retirees with 20 to 29 years of service until age 65. The retiree pays 100 percent of the difference between the premiums of single and family medical coverage. The school department pays 100 percent of the premiums to provide \$30,000 of life insurance for eligible pre-65 retirees.

For post-65 retirees electing supplemental Medicare coverage, the retirees pay from \$150 per month to \$245 per month depending on coverage selected. Surviving spouses pay \$291 per month for the supplemental coverage. Post-65 retirees pay 100 percent of any life insurance coverage.

*Employees Covered by Benefit Terms.* As of July 1, 2024, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefits	189
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>372</u>
Total	<u><u>561</u></u>

Management does not believe the differences in census data between the valuation date and the measurement date is material.

### **Total OPEB Liability**

The plan's total OPEB liability of \$27,967,147 was measured as of June 30, 2025, and was determined by an actuarial valuation as of July 1, 2024, that was rolled forward to the measurement date.

*Actuarial Assumptions and Other Inputs.* The total OPEB liability in the actuarial valuation 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
Discount Rate	3.93%
Healthcare Cost Trend Rates	7.5% initially decreasing to 5% by 2030
Salary Increases	3% annually
Retirees share of Benefit-related Cost	See discussion under Benefits Provided

The discount rate was based on the Bond Buyer's 20 Bond Index as of June 30, 2024.

The mortality assumption is based on PUB-2010 Teacher's headcount-weighted fully generational table with projection scale MP-2021.

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

### ***Changes in the Total OPEB Liability***

	<u>Total OPEB Liability</u>
Balance July 1, 2024	<u>\$ 24,969,114</u>
Changes for the Year:	
Service Cost	\$ 740,521
Interest	1,071,760
Differences between expected and actual experience	(936,870)
Changes in Assumption	2,867,158
Benefit Payments	<u>(744,536)</u>
Net Changes	<u>\$ 2,998,033</u>
Balance June 30, 2025	<u><u>\$ 27,967,147</u></u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the school department recognized OPEB expense of \$1,426,269. On June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,847,539	\$ 3,268,909
Changes of Assumptions	2,497,917	6,203,225
Total	<u>\$ 5,345,456</u>	<u>\$ 9,472,134</u>

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

Year Ending June 30	Amount
2026	\$ (1,106,361)
2027	(1,106,361)
2028	(1,106,361)
2029	(1,106,361)
2030	(302,725)
Thereafter	601,491

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

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

Discount Rate	1% Decrease 2.93%	Current Discount Rate to 3.93%	1% Increase 4.93%
Total OPEB Liability	\$ 32,922,289	\$ 27,967,147	\$ 24,039,285

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

**Healthcare Cost Trend Rate**

	1% Decrease 6.50 to 4.0%	Current Trend Rates 7.5 to 5.0%	1% Increase 8.50 to 6.0%
Total OPEB Liability	\$ 24,193,875	\$ 27,967,147	\$ 32,874,466

***I. Office of Central Accounting, Budgeting, and Purchasing***

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

***J. Purchasing Law***

The County Financial Management System of 1981 provides for the finance director or a deputy appointed by him to serve as the county purchasing agent. The finance director serves as the purchasing agent for Claiborne County. All purchase orders are issued by the finance department. Purchases exceeding \$15,000 are required to be competitively bid.

***K. Subsequent Event***

Finance Director Eric Pearson resigned August 20, 2025, and was succeeded by Kelly Harvey effective September 1, 2025.

## REQUIRED SUPPLEMENTARY INFORMATION SECTION

**CLAIBORNE 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**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability</b>										
Service Cost	\$ 714,275	\$ 744,708	\$ 875,275	\$ 920,613	\$ 911,774	\$ 937,369	\$ 947,156	\$ 1,076,960	\$ 1,181,798	\$ 1,157,453
Interest	3,275,640	3,336,404	3,375,465	3,430,372	3,478,694	3,568,506	3,642,495	3,803,922	3,937,262	3,961,268
Differences Between Actual and Expected Experience	(154,148)	(652,386)	(564,586)	(475,984)	215,274	(72,360)	86,506	409,236	(1,297,486)	1,548,244
Changes in Assumptions	0	0	1,618,598	0	0	0	4,750,980	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(3,114,892)	(2,997,136)	(3,079,830)	(3,001,799)	(3,397,490)	(3,387,602)	(3,457,945)	(3,429,749)	(3,409,364)	(3,473,807)
Net Change in Total Pension Liability	\$ 720,875	\$ 431,590	\$ 2,224,922	\$ 873,202	\$ 1,208,252	\$ 1,045,913	\$ 5,969,192	\$ 1,860,369	\$ 412,210	\$ 3,193,158
Total Pension Liability, Beginning	44,518,370	45,239,245	45,670,835	47,895,757	48,768,959	49,977,211	51,023,124	56,992,316	58,852,685	59,264,895
Total Pension Liability, Ending (a)	\$ 45,239,245	\$ 45,670,835	\$ 47,895,757	\$ 48,768,959	\$ 49,977,211	\$ 51,023,124	\$ 56,992,316	\$ 58,852,685	\$ 59,264,895	\$ 62,458,053
<b>Plan Fiduciary Net Position</b>										
Contributions - Employer	\$ 507,315	\$ 577,354	\$ 621,480	\$ 613,930	\$ 637,017	\$ 433,985	\$ 463,315	\$ 494,518	\$ 789,353	\$ 846,235
Contributions - Employee	457,428	541,088	564,884	563,291	577,189	594,506	634,684	692,791	673,487	721,951
Net Investment Income	1,416,525	1,203,284	5,058,415	3,966,624	3,700,742	2,533,832	13,211,374	(2,374,763)	3,868,404	5,801,048
Benefit Payments, Including Refunds of Employee Contributions	(3,114,892)	(2,997,136)	(3,079,830)	(3,001,799)	(3,397,490)	(3,387,602)	(3,457,945)	(3,429,749)	(3,409,364)	(3,473,807)
Administrative Expense	(23,931)	(40,988)	(45,829)	(50,217)	(47,064)	(45,838)	(45,446)	(50,482)	(62,516)	(75,934)
Other	0	7,695	0	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ (757,555)	\$ (708,703)	\$ 3,119,120	\$ 2,091,829	\$ 1,470,394	\$ 128,883	\$ 10,805,982	\$ (4,667,685)	\$ 1,859,364	\$ 3,819,493
Plan Fiduciary Net Position, Beginning	47,071,782	46,314,227	45,605,524	48,724,644	50,816,473	52,286,867	52,415,750	63,221,732	58,554,047	60,413,411
Plan Fiduciary Net Position, Ending (b)	\$ 46,314,227	\$ 45,605,524	\$ 48,724,644	\$ 50,816,473	\$ 52,286,867	\$ 52,415,750	\$ 63,221,732	\$ 58,554,047	\$ 60,413,411	\$ 64,232,904
Net Pension Liability (Asset), Ending (a - b)	\$ (1,074,982)	\$ 65,311	\$ (828,887)	\$ (2,047,514)	\$ (2,309,656)	\$ (1,392,626)	\$ (6,229,416)	\$ 298,638	\$ (1,148,516)	\$ (1,774,851)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	102.38%	99.86%	101.73%	104.20%	104.62%	102.73%	110.93%	99.49%	101.94%	102.84%
Covered Payroll	\$ 9,190,482	\$ 10,459,286	\$ 11,264,351	\$ 11,121,892	\$ 11,540,170	\$ 11,889,984	\$ 12,693,532	\$ 13,548,395	\$ 13,471,086	\$ 14,438,998
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(11.7)%	0.62%	(7.36)%	(18.41)%	(20.01)%	(11.71)%	(49.08)%	2.20%	(8.53)%	(12.29)%

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

**CLAIBORNE 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**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 577,354	\$ 621,480	\$ 613,930	\$ 637,017	\$ 433,985	\$ 463,315	\$ 494,518	\$ 789,353	\$ 846,235	\$ 885,812
Less: Contributions in Relation to the Actuarially Determined Contribution	(577,354)	(621,480)	(613,930)	(637,017)	(433,985)	(463,315)	(494,518)	(789,353)	(846,235)	(885,812)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 10,459,286	\$ 11,264,351	\$ 11,121,892	\$ 11,540,170	\$ 11,889,984	\$ 12,693,532	\$ 13,548,395	\$ 13,471,086	\$ 14,438,998	\$ 15,113,972
Contributions as a Percentage of Covered Payroll	5.52%	5.52%	5.52%	5.52%	3.65%	3.65%	3.65%	5.86%	5.86%	5.86%

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

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

Discretely Presented Claiborne County School Department

**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 63,261	\$ 78,620	\$ 90,147	\$ 46,878	\$ 61,129	\$ 71,517	\$ 103,156	\$ 158,721	\$ 197,916	\$ 236,123
Less: Contributions in Relation to the Contractually Required Contribution	(63,261)	(78,620)	(90,147)	(46,878)	(61,129)	(71,517)	(103,156)	(158,721)	(197,916)	(236,123)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,581,516	\$ 1,965,490	\$ 2,253,684	\$ 2,416,378	\$ 3,011,256	\$ 3,540,426	\$ 5,132,115	\$ 5,528,553	\$ 6,705,157	\$ 7,870,782
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%	3.00%

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%

2025: Pension - 3.00%, SRT - 1.00%

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

Discretely Presented Claiborne County School Department

**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 1,588,945	\$ 1,564,008	\$ 1,552,517	\$ 1,724,199	\$ 1,734,623	\$ 1,562,223	\$ 1,674,237	\$ 1,279,537	\$ 972,873	\$ 912,792
Less: Contributions in Relation to the Contractually Required Contribution	(1,588,945)	(1,564,008)	(1,552,517)	(1,724,199)	(1,734,623)	(1,562,223)	(1,674,237)	(1,279,537)	(972,873)	(912,792)
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	\$ 17,576,842	\$ 17,300,987	\$ 17,098,198	\$ 16,483,740	\$ 16,315,072	\$ 15,183,440	\$ 16,254,721	\$ 14,724,242	\$ 14,285,946	\$ 14,352,049
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.29%	10.30%	8.69%	6.81%	6.36%

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

Discretely Presented Claiborne County School Department

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.358755%	0.359434%	0.299465%	0.257894%	0.228350%	0.238626%	0.245315%	0.300529%	0.278041%	0.285593%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (14,433)	\$ (37,418)	\$ (79,007)	\$ (116,962)	\$ (128,900)	\$ (135,693)	\$ (265,728)	\$ (91,038)	\$ (117,899)	\$ (203,515)
Covered Payroll	\$ 745,396	\$ 1,581,516	\$ 1,965,490	\$ 2,253,684	\$ 2,416,378	\$ 3,011,256	\$ 3,540,426	\$ 5,132,115	\$ 5,528,553	\$ 6,705,157
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%	(2.13)%	(3.04)%
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%	106.49%

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

Discretely Presented Claiborne County School Department

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.471847%	0.486920%	0.489426%	0.488287%	0.491591%	0.490292%	0.463459%	0.493924%	0.453745%	0.432266%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 193,285	\$ 3,042,979	\$ (160,133)	\$ (1,718,239)	\$ (5,054,437)	\$ (3,738,838)	\$ (19,990,105)	\$ (6,057,509)	\$ (5,349,538)	\$ (7,447,337)
Covered Payroll	\$ 17,663,641	\$ 17,576,842	\$ 17,300,987	\$ 17,098,198	\$ 16,483,740	\$ 16,315,072	\$ 15,183,440	\$ 16,254,721	\$ 14,724,242	\$ 14,285,946
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.09%	17.31%	(0.93)%	(10.05)%	(30.66)%	(22.92)%	(131.66)%	(37.27)%	(36.33)%	(52.13)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%	104.11%	105.76%

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

Discretely Presented Claiborne County School Department

**For the Fiscal Year Ended June 30**

	2018	2019	2020	2021	2022	2023	2024	2025
<b>Total OPEB Liability</b>								
Service Cost	\$ 442,055	\$ 583,968	\$ 518,144	\$ 791,622	\$ 824,414	\$ 699,818	\$ 693,588	\$ 740,521
Interest	627,742	849,494	920,765	544,103	553,176	889,542	932,333	1,071,760
Differences Between Actual and Expected Experience	(13,035)	(236,157)	(2,733)	(5,345,027)	0	4,263,050	0	(936,870)
Changes in Assumptions or Other Inputs	0	4,846,675	7,271,722	(4,425,307)	(5,509,930)	(291,223)	(1,156,068)	2,867,158
Benefit Payments	(854,730)	(662,916)	(727,603)	(609,145)	(605,373)	(716,041)	(694,827)	(744,536)
Net Change in Total OPEB Liability	\$ 202,032	\$ 5,381,064	\$ 7,980,295	\$ (9,043,754)	\$ (4,737,713)	\$ 4,845,146	\$ (224,974)	\$ 2,998,033
Total OPEB Liability, Beginning	20,567,018	20,769,050	26,150,114	34,130,409	25,086,655	20,348,942	25,194,088	24,969,114
Total OPEB Liability, Ending	\$ 20,769,050	\$ 26,150,114	\$ 34,130,409	\$ 25,086,655	\$ 20,348,942	\$ 25,194,088	\$ 24,969,114	\$ 27,967,147
Covered Employee Payroll	\$ 19,047,813	\$ 17,143,623	\$ 17,572,214	\$ 17,244,653	\$ 17,675,769	\$ 19,365,764	\$ 19,849,908	\$ 20,542,059
Net OPEB Liability as a Percentage of Covered Employee Payroll	109.04%	152.54%	194.23%	145.47%	115.12%	130.10%	125.79%	136.15%

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

Note 2: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Note 3: Changes in assumptions. Changes in assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period:

2018 - 3.05%  
2019 - 3.50%  
2020 - 2.21%  
2021 - 2.16%  
2022 - 3.54%  
2023 - 3.65%  
2024 - 3.93%  
2025 - 3.93%

**CLAIBORNE COUNTY, TENNESSEE**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**For the Year Ended June 30, 2025**

**TENNESSEE CONSOLIDATED RETIREMENT SYSTEM**

*Valuation Date:* Actuarially determined contribution rates for fiscal year 2025 were calculated based on the June 30, 2023, 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 Fair Value
Inflation	2.25%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, averaging 4%
Investment Rate of Return	6.75%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.125%

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

## COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

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

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

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

### CAPITAL PROJECTS FUNDS

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

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

**Highway Capital Projects Fund** – The Highway Capital Projects Fund is used to account for major paving projects and the purchase of some equipment for the highway department.

**CLAIBORNE COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
**June 30, 2025**

	<b>Special Revenue Funds</b>			<b>Capital Projects Funds</b>
		Constitu - tional Officers - Fees	Total	General Capital Projects
<b>ASSETS</b>	Drug Control			
Cash	\$ 0	\$ 95,534	\$ 95,534	\$ 0
Equity in Pooled Cash and Investments	20,494	0	20,494	382
Accounts Receivable	0	74,589	74,589	0
Property Taxes Receivable	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0
Total Assets	\$ 20,494	\$ 170,123	\$ 190,617	\$ 382
<b>LIABILITIES</b>				
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0
Due to Other Funds	0	1,359	1,359	0
Total Liabilities	\$ 0	\$ 1,359	\$ 1,359	\$ 0
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 0
<b>FUND BALANCES</b>				
Restricted:				
Restricted for Finance	\$ 0	\$ 168,764	\$ 168,764	\$ 0
Restricted for Public Safety	20,494	0	20,494	0
Restricted for Capital Projects	0	0	0	382
Total Fund Balances	\$ 20,494	\$ 168,764	\$ 189,258	\$ 382
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 20,494	\$ 170,123	\$ 190,617	\$ 382

(Continued)

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

	<b>Capital Projects Funds (Cont.)</b>		Total Nonmajor Governmental Funds
	Highway Capital Projects	Total	
<b>ASSETS</b>			
Cash	\$ 0	\$ 0	\$ 95,534
Equity in Pooled Cash and Investments	877,840	878,222	898,716
Accounts Receivable	0	0	74,589
Property Taxes Receivable	116,294	116,294	116,294
Allowance for Uncollectible Property Taxes	(2,041)	(2,041)	(2,041)
Total Assets	<u>\$ 992,093</u>	<u>\$ 992,475</u>	<u>\$ 1,183,092</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 2,265	\$ 2,265	\$ 2,265
Due to Other Funds	0	0	1,359
Total Liabilities	<u>\$ 2,265</u>	<u>\$ 2,265</u>	<u>\$ 3,624</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred Current Property Taxes	\$ 109,738	\$ 109,738	\$ 109,738
Deferred Delinquent Property Taxes	4,383	4,383	4,383
Total Deferred Inflows of Resources	<u>\$ 114,121</u>	<u>\$ 114,121</u>	<u>\$ 114,121</u>
<b>FUND BALANCES</b>			
Restricted:			
Restricted for Finance	\$ 0	\$ 0	\$ 168,764
Restricted for Public Safety	0	0	20,494
Restricted for Capital Projects	875,707	876,089	876,089
Total Fund Balances	<u>\$ 875,707</u>	<u>\$ 876,089</u>	<u>\$ 1,065,347</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 992,093</u>	<u>\$ 992,475</u>	<u>\$ 1,183,092</u>

**CLAIBORNE COUNTY, TENNESSEE**  
**Combining Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Nonmajor Governmental Funds**  
**For the Year Ended June 30, 2025**

	<b>Special Revenue Funds</b>			<b>Capital Projects Funds</b>
	<b>Drug Control</b>	<b>Constitutional Officers - Fees</b>	<b>Total</b>	<b>General Capital Projects</b>
<b>Revenues</b>				
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties	21,858	0	21,858	0
Charges for Current Services	0	605,673	605,673	0
Total Revenues	<u>\$ 21,858</u>	<u>\$ 605,673</u>	<u>\$ 627,531</u>	<u>\$ 0</u>
<b>Expenditures</b>				
Current:				
Finance	\$ 0	\$ 494,930	\$ 494,930	\$ 0
Administration of Justice	0	74,751	74,751	0
Public Safety	46,487	0	46,487	0
Capital Projects	0	0	0	0
Total Expenditures	<u>\$ 46,487</u>	<u>\$ 569,681</u>	<u>\$ 616,168</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (24,629)</u>	<u>\$ 35,992</u>	<u>\$ 11,363</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ (24,629)	\$ 35,992	\$ 11,363	\$ 0
Fund Balance, July 1, 2024	<u>45,123</u>	<u>132,772</u>	<u>177,895</u>	<u>382</u>
Fund Balance, June 30, 2025	<u><u>\$ 20,494</u></u>	<u><u>\$ 168,764</u></u>	<u><u>\$ 189,258</u></u>	<u><u>\$ 382</u></u>

(Continued)

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

	<b>Capital Projects Funds (Cont.)</b>		
	Highway Capital Projects	Total	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Local Taxes	\$ 863,187	\$ 863,187	\$ 863,187
Fines, Forfeitures, and Penalties	0	0	21,858
Charges for Current Services	0	0	605,673
Total Revenues	<u>\$ 863,187</u>	<u>\$ 863,187</u>	<u>\$ 1,490,718</u>
<b>Expenditures</b>			
Current:			
Finance	\$ 0	\$ 0	\$ 494,930
Administration of Justice	0	0	74,751
Public Safety	0	0	46,487
Capital Projects	751,237	751,237	751,237
Total Expenditures	<u>\$ 751,237</u>	<u>\$ 751,237</u>	<u>\$ 1,367,405</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 111,950</u>	<u>\$ 111,950</u>	<u>\$ 123,313</u>
Net Change in Fund Balances	\$ 111,950	\$ 111,950	\$ 123,313
Fund Balance, July 1, 2024	<u>763,757</u>	<u>764,139</u>	<u>942,034</u>
Fund Balance, June 30, 2025	<u><u>\$ 875,707</u></u>	<u><u>\$ 876,089</u></u>	<u><u>\$ 1,065,347</u></u>

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
Drug Control Fund  
**For the Year Ended June 30, 2025**

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Fines, Forfeitures, and Penalties	\$ 21,858	\$ 39,200	\$ 39,200	\$ (17,342)
Total Revenues	<u>\$ 21,858</u>	<u>\$ 39,200</u>	<u>\$ 39,200</u>	<u>\$ (17,342)</u>
<b>Expenditures</b>				
Public Safety				
Drug Enforcement	\$ 46,487	\$ 61,200	\$ 61,200	\$ 14,713
Total Expenditures	<u>\$ 46,487</u>	<u>\$ 61,200</u>	<u>\$ 61,200</u>	<u>\$ 14,713</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (24,629)</u>	<u>\$ (22,000)</u>	<u>\$ (22,000)</u>	<u>\$ (2,629)</u>
Net Change in Fund Balance	\$ (24,629)	\$ (22,000)	\$ (22,000)	\$ (2,629)
Fund Balance, July 1, 2024	<u>45,123</u>	<u>45,123</u>	<u>45,123</u>	<u>0</u>
Fund Balance, June 30, 2025	<u><u>\$ 20,494</u></u>	<u><u>\$ 23,123</u></u>	<u><u>\$ 23,123</u></u>	<u><u>\$ (2,629)</u></u>

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 Highway Capital Projects Fund  
**For the Year Ended June 30, 2025**

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Local Taxes	\$ 863,187	\$ 823,020	\$ 823,020	\$ 40,167
Total Revenues	<u>\$ 863,187</u>	<u>\$ 823,020</u>	<u>\$ 823,020</u>	<u>\$ 40,167</u>
<b>Expenditures</b>				
Capital Projects				
Highway and Street Capital Projects	\$ 751,237	\$ 812,448	\$ 812,448	\$ 61,211
Total Expenditures	<u>\$ 751,237</u>	<u>\$ 812,448</u>	<u>\$ 812,448</u>	<u>\$ 61,211</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 111,950</u>	<u>\$ 10,572</u>	<u>\$ 10,572</u>	<u>\$ 101,378</u>
Net Change in Fund Balance	\$ 111,950	\$ 10,572	\$ 10,572	\$ 101,378
Fund Balance, July 1, 2024	<u>763,757</u>	<u>795,170</u>	<u>795,170</u>	<u>(31,413)</u>
Fund Balance, June 30, 2025	<u><u>\$ 875,707</u></u>	<u><u>\$ 805,742</u></u>	<u><u>\$ 805,742</u></u>	<u><u>\$ 69,965</u></u>

## MAJOR GOVERNMENTAL FUND

### GENERAL DEBT SERVICE FUND

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

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of Revenues, Expenditures, and Changes**  
**in Fund Balance - Actual and Budget**  
 General Debt Service Fund  
**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 488,508	\$ 477,200	\$ 477,200	\$ 11,308
Other Local Revenues	2,554,547	2,519,750	2,519,750	34,797
Total Revenues	<u>\$ 3,043,055</u>	<u>\$ 2,996,950</u>	<u>\$ 2,996,950</u>	<u>\$ 46,105</u>
<b>Expenditures</b>				
Principal on Debt				
General Government	\$ 1,000,000	\$ 1,005,000	\$ 1,005,000	\$ 5,000
Education	1,900,000	1,900,000	1,900,000	0
Interest on Debt				
General Government	72,952	126,595	126,595	53,643
Education	618,750	618,750	618,750	0
Other Debt Service				
General Government	3,359	8,000	8,000	4,641
Total Expenditures	<u>\$ 3,595,061</u>	<u>\$ 3,658,345</u>	<u>\$ 3,658,345</u>	<u>\$ 63,284</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (552,006)</u>	<u>\$ (661,395)</u>	<u>\$ (661,395)</u>	<u>\$ 109,389</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 136,416	\$ 145,600	\$ 145,600	\$ (9,184)
Total Other Financing Sources	<u>\$ 136,416</u>	<u>\$ 145,600</u>	<u>\$ 145,600</u>	<u>\$ (9,184)</u>
Net Change in Fund Balance	\$ (415,590)	\$ (515,795)	\$ (515,795)	\$ 100,205
Fund Balance, July 1, 2024	<u>1,365,820</u>	<u>1,366,561</u>	<u>1,366,561</u>	<u>(741)</u>
Fund Balance, June 30, 2025	<u><u>\$ 950,230</u></u>	<u><u>\$ 850,766</u></u>	<u><u>\$ 850,766</u></u>	<u><u>\$ 99,464</u></u>

## CUSTODIAL FUNDS

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*Custodial Funds are used to account for assets held by the county in a custodial capacity or as an agent for individuals, private organizations, and other governments. 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 areas of the county. These revenues are received by the county from the state of Tennessee and forwarded to the various cities on a monthly basis.

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

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

**Work Release Program Fund** – The Work Release Program Fund is used to account for amounts collected in a custodial capacity for the work release program.

**CLAIBORNE COUNTY, TENNESSEE**  
**Combining Statement of Net Position - Custodial Funds**  
**June 30, 2025**

**Custodial Funds**

Cities - Sales Tax	Constitu - tional Officers - Custodial	District Attorney General	Work Release Program	Total
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**ASSETS**

Cash	\$ 0	\$ 2,018,286	\$ 0	\$ 0	\$ 2,018,286
Equity in Pooled Cash and Investments	0	0	59,069	111,253	170,322
Due from Other Governments	529,735	0	0	0	529,735
Total Assets	<u>\$ 529,735</u>	<u>\$ 2,018,286</u>	<u>\$ 59,069</u>	<u>\$ 111,253</u>	<u>\$ 2,718,343</u>

**LIABILITIES**

Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 1,611	\$ 1,611
Due to Other Taxing Units	529,735	0	0	0	529,735
Total Liabilities	<u>\$ 529,735</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,611</u>	<u>\$ 531,346</u>

**NET POSITION**

Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 2,018,286	\$ 59,069	\$ 109,642	\$ 2,186,997
Total Net Position	<u>\$ 0</u>	<u>\$ 2,018,286</u>	<u>\$ 59,069</u>	<u>\$ 109,642</u>	<u>\$ 2,186,997</u>

**CLAIBORNE COUNTY, TENNESSEE**  
**Combining Statement of Changes in Net Position - Custodial Funds**  
**For the Year Ended June 30, 2025**

	<b>Custodial Funds</b>					
	Cities - Sales Tax	Constitu- tional Officers - Custodial	District Attorney General	Work Release Program	Total	
<b>Additions</b>						
Sales Tax Collections for Other Governments	\$ 3,040,311	\$ 0	\$ 0	\$ 0	\$ 3,040,311	
Fines/Fees and Other Collections	0	10,314,756	0	0	10,314,756	
District Attorney General Collections	0	0	41,704	0	41,704	
Work Release Collections	0	0	0	202,460	202,460	
Total Additions	\$ 3,040,311	\$ 10,314,756	\$ 41,704	\$ 202,460	\$ 13,599,231	
<b>Deductions</b>						
Payment of Sales Tax Collections for Other Governments	\$ 3,040,311	\$ 0	\$ 0	\$ 0	\$ 3,040,311	
Payments to State	0	4,989,361	0	0	4,989,361	
Payments to Individuals and Others	0	5,478,288	0	0	5,478,288	
Payments of District Attorney General Expenses	0	0	21,519	0	21,519	
Payments of Work Release Program Expenses	0	0	0	177,687	177,687	
Total Deductions	\$ 3,040,311	\$ 10,467,649	\$ 21,519	\$ 177,687	\$ 13,707,166	
Change in Net Position	\$ 0	\$ (152,893)	\$ 20,185	\$ 24,773	\$ (107,935)	
Net Position July 1, 2024	0	2,171,179	38,884	84,869	2,294,932	
Net Position June 30, 2025	\$ 0	\$ 2,018,286	\$ 59,069	\$ 109,642	\$ 2,186,997	

# CLAIBORNE COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

**Employee Insurance Fund** – The Employee Insurance Fund is used to account for transactions pertaining to the school department's self-insured group medical plan.

**CLAIBORNE COUNTY, TENNESSEE****Statement of Activities**

Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025**

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Changes in Net Position Total Governmental Activities
Governmental Activities:				
Instruction	\$ 33,029,250	\$ 335,098	\$ 4,273,472	\$ (28,420,680)
Support Services	19,817,580	0	3,419,042	(16,398,538)
Operation of Non-instructional Services	8,011,182	266,641	7,815,561	71,020
Total Governmental Activities	<u>\$ 60,858,012</u>	<u>\$ 601,739</u>	<u>\$ 15,508,075</u>	<u>\$ (44,748,198)</u>
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 7,082,042
Local Option Sales Taxes				5,301,076
Other Taxes				14,938
Grants and Contributions Not Restricted for Specific Programs				33,707,023
Unrestricted Investment Income				220,558
Miscellaneous				414,913
Total General Revenues				<u>\$ 46,740,550</u>
Change in Net Position				\$ 1,992,352
Net Position, July 1, 2024				32,962,506
Restatement - See Note I.D.10.				(741,269)
Net Position, June 30, 2025				<u>\$ 34,213,589</u>

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

Discretely Presented Claiborne County School Department

**June 30, 2025**

	<b>Major Funds</b>			<b>Nonmajor Fund</b>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total Governmental Funds
<b>ASSETS</b>					
Cash	\$ 3,500,095	\$ 0	\$ 0	\$ 1,106,458	\$ 4,606,553
Equity in Pooled Cash and Investments	9,573,412	756,045	6,510,966	0	16,840,423
Accounts Receivable	2,664	0	1,372,240	1,226	1,376,130
Due from Other Governments	2,860,271	293,955	356,664	0	3,510,890
Property Taxes Receivable	6,692,265	0	0	0	6,692,265
Allowance for Uncollectible Property Taxes	(117,644)	0	0	0	(117,644)
Restricted Assets	606,317	0	0	0	606,317
Total Assets	<u>\$ 23,117,380</u>	<u>\$ 1,050,000</u>	<u>\$ 8,239,870</u>	<u>\$ 1,107,684</u>	<u>\$ 33,514,934</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 51,648	\$ 0	\$ 3,525	\$ 0	\$ 55,173
Other Current Liabilities	3,485,630	0	0	0	3,485,630
Total Liabilities	<u>\$ 3,537,278</u>	<u>\$ 0</u>	<u>\$ 3,525</u>	<u>\$ 0</u>	<u>\$ 3,540,803</u>

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

	<b>Major Funds</b>			<b>Nonmajor Fund</b>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total Governmental Funds
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 6,313,942	\$ 0	\$ 0	\$ 0	\$ 6,313,942
Deferred Delinquent Property Taxes	253,071	0	0	0	253,071
Other Deferred/Unavailable Revenue	460,922	0	0	0	460,922
Total Deferred Inflows of Resources	<u>\$ 7,027,935</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,027,935</u>
<b>FUND BALANCES</b>					
Restricted:					
Restricted for Education	\$ 81,681	\$ 0	\$ 8,236,345	\$ 1,107,684	\$ 9,425,710
Restricted for Hybrid Retirement Stabilization Funds	606,317	0	0	0	606,317
Committed:					
Committed for Education	0	1,050,000	0	0	1,050,000
Assigned:					
Assigned for Education	4,478,193	0	0	0	4,478,193
Assigned for Debt Service	565,104	0	0	0	565,104
Unassigned	6,820,872	0	0	0	6,820,872
Total Fund Balances	<u>\$ 12,552,167</u>	<u>\$ 1,050,000</u>	<u>\$ 8,236,345</u>	<u>\$ 1,107,684</u>	<u>\$ 22,946,196</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 23,117,380</u>	<u>\$ 1,050,000</u>	<u>\$ 8,239,870</u>	<u>\$ 1,107,684</u>	<u>\$ 33,514,934</u>

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

Discretely Presented Claiborne County School Department

**June 30, 2025**

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 22,946,196
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,224,296	
Add: construction in progress	245,562	
Add: buildings and improvements net of accumulated depreciation	27,351,252	
Add: other capital assets net of accumulated depreciation	<u>2,830,756</u>	31,651,866
(2) Internal service funds are used by management to charge the cost of employee health insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		792,163
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: other postemployment benefits (OPEB) liability	\$ (27,967,147)	
Less: compensated absences payable	<u>(761,082)</u>	(28,728,229)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 4,762,585	
Less: deferred inflows of resources related to pensions	(2,172,588)	
Add: deferred outflows of resources related to OPEB	5,345,456	
Less: deferred inflows of resources related to OPEB	<u>(9,472,134)</u>	(1,536,681)
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 723,429	
Add: net pension asset - teacher retirement plan	203,515	
Add: net pension asset - teacher legacy pension plan	<u>7,447,337</u>	8,374,281
(6) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>713,993</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 34,213,589</u></u>

**CLAIBORNE COUNTY, TENNESSEE**  
**Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances - Governmental Funds**  
Discretely Presented Claiborne County School Department  
**For the Year Ended June 30, 2025**

	<b>Major Funds</b>			<b>Nonmajor Fund</b>	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total Governmental Funds
<b>Revenues</b>					
Local Taxes	\$ 12,398,533	\$ 0	\$ 0	\$ 0	\$ 12,398,533
Licenses and Permits	2,340	0	0	0	2,340
Charges for Current Services	348,640	0	251,664	0	600,304
Other Local Revenues	599,699	0	31,322	1,973,654	2,604,675
State of Tennessee	35,210,711	0	26,003	0	35,236,714
Federal Government	251,777	6,007,091	5,188,389	0	11,447,257
Other Governments and Citizens Groups	547,321	0	0	0	547,321
Total Revenues	<u>\$ 49,359,021</u>	<u>\$ 6,007,091</u>	<u>\$ 5,497,378</u>	<u>\$ 1,973,654</u>	<u>\$ 62,837,144</u>
<b>Expenditures</b>					
Current:					
Instruction	\$ 24,528,390	\$ 3,450,848	\$ 0	\$ 0	\$ 27,979,238
Support Services	16,728,063	1,339,344	0	0	18,067,407
Operation of Non-Instructional Services	1,301,119	0	5,936,735	2,064,438	9,302,292
Capital Outlay	295,583	1,216,899	0	0	1,512,482
Debt Service:					
Other Debt Service	2,518,750	0	0	0	2,518,750
Total Expenditures	<u>\$ 45,371,905</u>	<u>\$ 6,007,091</u>	<u>\$ 5,936,735</u>	<u>\$ 2,064,438</u>	<u>\$ 59,380,169</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,987,116</u>	<u>\$ 0</u>	<u>\$ (439,357)</u>	<u>\$ (90,784)</u>	<u>\$ 3,456,975</u>
<b>Other Financing Sources (Uses)</b>					
Insurance Recovery	\$ 57,726	\$ 0	\$ 0	\$ 0	\$ 57,726
Total Other Financing Sources (Uses)	<u>\$ 57,726</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 57,726</u>
Net Change in Fund Balances	\$ 4,044,842	\$ 0	\$ (439,357)	\$ (90,784)	\$ 3,514,701
Fund Balance, July 1, 2024	8,507,325	1,050,000	8,675,702	1,198,468	19,431,495
Fund Balance, June 30, 2025	<u>\$ 12,552,167</u>	<u>\$ 1,050,000</u>	<u>\$ 8,236,345</u>	<u>\$ 1,107,684</u>	<u>\$ 22,946,196</u>

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

Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025**

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 3,514,701
(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	\$ 3,279,025	
Less: current-year depreciation expense	<u>(1,993,333)</u>	1,285,692
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 713,993	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(716,810)</u>	(2,817)
(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	\$ (19,813)	
Change in OPEB liability	(2,998,033)	
Change in net pension asset/liability	2,446,289	
Change in deferred outflows related to pensions	(2,219,740)	
Change in deferred inflows related to pensions	(1,215,788)	
Change in deferred outflows related to OPEB liability	1,305,463	
Change in deferred inflows related to OPEB liability	<u>1,010,837</u>	(1,690,785)
(4) Internal service funds are used by management to charge the cost of employee health benefits to individual funds. The net revenue (expense) of certain activities of the internal service fund is reported with governmental activities in the statement of activities.		<u>(1,114,439)</u>
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 1,992,352</u></u>

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

Discretely Presented Claiborne County School Department

General Purpose School Fund

**For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Revenues</b>						
Local Taxes	\$ 12,398,533	\$ 0	\$ 12,398,533	\$ 10,569,940	\$ 10,569,940	\$ 1,828,593
Licenses and Permits	2,340	0	2,340	2,300	2,300	40
Charges for Current Services	348,640	0	348,640	240,630	290,630	58,010
Other Local Revenues	599,699	0	599,699	357,500	422,076	177,623
State of Tennessee	35,210,711	0	35,210,711	36,067,329	37,058,998	(1,848,287)
Federal Government	251,777	0	251,777	607,025	725,834	(474,057)
Other Governments and Citizens Groups	547,321	0	547,321	0	601,088	(53,767)
Total Revenues	\$ 49,359,021	\$ 0	\$ 49,359,021	\$ 47,844,724	\$ 49,670,866	\$ (311,845)
<b>Expenditures</b>						
Instruction						
Regular Instruction Program	\$ 18,676,008	\$ 0	\$ 18,676,008	\$ 18,938,825	\$ 19,525,110	\$ 849,102
Special Education Program	3,470,448	0	3,470,448	3,883,744	3,787,770	317,322
Career and Technical Education Program	2,381,934	0	2,381,934	4,674,672	4,095,137	1,713,203
Support Services						
Attendance	152,887	0	152,887	150,929	156,049	3,162
Health Services	621,929	0	621,929	583,334	792,859	170,930
Other Student Support	1,025,500	0	1,025,500	858,151	1,181,425	155,925
Regular Instruction Program	1,153,527	0	1,153,527	1,003,895	1,280,879	127,352

(Continued)

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

Discretely Presented Claiborne County School Department

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
Support Services (Cont.)						
Alternative Instruction Program	\$ 113,243	\$ 0	\$ 113,243	\$ 122,651	\$ 116,651	\$ 3,408
Special Education Program	855,101	0	855,101	777,944	920,304	65,203
Career and Technical Education Program	104,871	0	104,871	105,412	108,072	3,201
Technology	359,094	0	359,094	444,359	425,359	66,265
Board of Education	3,946,965	0	3,946,965	2,786,089	4,394,952	447,987
Director of Schools	581,609	0	581,609	628,757	628,757	47,148
Office of the Principal	1,553,992	0	1,553,992	1,493,788	1,555,728	1,736
Fiscal Services	259,138	0	259,138	259,138	259,138	0
Operation of Plant	2,158,340	0	2,158,340	2,333,056	2,315,556	157,216
Maintenance of Plant	2,332,235	0	2,332,235	2,296,252	2,445,006	112,771
Transportation	1,376,252	0	1,376,252	1,809,657	1,912,178	535,926
Central and Other	133,380	0	133,380	127,226	138,626	5,246
Operation of Non-Instructional Services						
Food Service	9,082	0	9,082	0	11,000	1,918
Community Services	675,165	0	675,165	619,611	787,056	111,891
Early Childhood Education	616,872	0	616,872	608,239	616,885	13
American Rescue Plan Act Expenditures	0	0	0	167,648	0	0

(Continued)

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<b>Expenditures (Cont.)</b>						
Capital Outlay						
Regular Capital Outlay	\$ 295,583	\$ 1,335,138	\$ 1,630,721	\$ 2,037,000	\$ 1,781,268	\$ 150,547
Principal on Debt						
Education	0	0	0	1,900,000	0	0
Interest on Debt						
Education	0	0	0	618,750	0	0
Other Debt Service						
Education	2,518,750	0	2,518,750	2,500	2,521,250	2,500
Total Expenditures	<u>\$ 45,371,905</u>	<u>\$ 1,335,138</u>	<u>\$ 46,707,043</u>	<u>\$ 49,231,627</u>	<u>\$ 51,757,015</u>	<u>\$ 5,049,972</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 3,987,116</u>	<u>\$ (1,335,138)</u>	<u>\$ 2,651,978</u>	<u>\$ (1,386,903)</u>	<u>\$ (2,086,149)</u>	<u>\$ 4,738,127</u>
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 57,726	0	\$ 57,726	0	65,457	(7,731)
Total Other Financing Sources	<u>\$ 57,726</u>	<u>0</u>	<u>\$ 57,726</u>	<u>0</u>	<u>65,457</u>	<u>(7,731)</u>
Net Change in Fund Balance	\$ 4,044,842	(1,335,138)	\$ 2,709,704	(1,386,903)	(2,020,692)	4,730,396
Fund Balance, July 1, 2024	<u>8,507,325</u>	<u>0</u>	<u>8,507,325</u>	<u>6,107,964</u>	<u>6,107,964</u>	<u>2,399,361</u>
Fund Balance, June 30, 2025	<u>\$ 12,552,167</u>	<u>\$ (1,335,138)</u>	<u>\$ 11,217,029</u>	<u>\$ 4,721,061</u>	<u>\$ 4,087,272</u>	<u>\$ 7,129,757</u>

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

Discretely Presented Claiborne County School Department

School Federal Projects Fund

**For the Year Ended June 30, 2025**

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Federal Government	\$ 6,007,091	\$ 8,337,461	\$ 7,020,454	\$ (1,013,363)
Total Revenues	\$ 6,007,091	\$ 8,337,461	\$ 7,020,454	\$ (1,013,363)
<b>Expenditures</b>				
Instruction				
Regular Instruction Program	\$ 2,265,596	\$ 2,342,505	\$ 2,527,791	\$ 262,195
Special Education Program	1,116,292	1,388,621	1,531,513	415,221
Career and Technical Education Program	68,960	61,639	69,046	86
Support Services				
Health Services	4,801	3,399	4,801	0
Other Student Support	178,556	223,723	215,235	36,679
Regular Instruction Program	502,156	1,892,573	754,555	252,399
Special Education Program	35,288	203,510	76,565	41,277
Career and Technical Education Program	5,557	5,000	5,560	3
Technology	40,998	29,525	40,998	0
Operation of Plant	571,988	249,028	571,988	0
Maintenance of Plant	0	197,975	0	0
Transportation	0	374,321	5,000	5,000
Capital Outlay				
Regular Capital Outlay	1,216,899	1,365,642	1,216,899	0
Total Expenditures	\$ 6,007,091	\$ 8,337,461	\$ 7,019,951	\$ 1,012,860
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ 503	\$ (503)
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ 0	\$ 0	\$ (500)	\$ 500
Total Other Financing Sources	\$ 0	\$ 0	\$ (500)	\$ 500
Net Change in Fund Balance	\$ 0	\$ 0	\$ 3	\$ (3)
Fund Balance, July 1, 2024	1,050,000	687,898	687,898	362,102
Fund Balance, June 30, 2025	\$ 1,050,000	\$ 687,898	\$ 687,901	\$ 362,099

**CLAIBORNE COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual and Budget**Discretely Presented Claiborne County School Department  
Central Cafeteria Fund**For the Year Ended June 30, 2025**

			<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>		<b>Original</b>	<b>Final</b>	
<b>Revenues</b>					
Charges for Current Services	\$ 251,664	\$ 350,000	\$ 114,837	\$ 136,827	
Other Local Revenues	31,322	11,500	11,500	19,822	
State of Tennessee	26,003	30,000	56,003	(30,000)	
Federal Government	5,188,389	4,146,303	4,386,554	801,835	
Total Revenues	<u>\$ 5,497,378</u>	<u>\$ 4,537,803</u>	<u>\$ 4,568,894</u>	<u>\$ 928,484</u>	
<b>Expenditures</b>					
Operation of Non-Instructional Services					
Food Service	\$ 5,936,735	\$ 8,037,803	\$ 8,068,894	\$ 2,132,159	
Total Expenditures	<u>\$ 5,936,735</u>	<u>\$ 8,037,803</u>	<u>\$ 8,068,894</u>	<u>\$ 2,132,159</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (439,357)</u>	<u>\$ (3,500,000)</u>	<u>\$ (3,500,000)</u>	<u>\$ 3,060,643</u>	
Net Change in Fund Balance	\$ (439,357)	\$ (3,500,000)	\$ (3,500,000)	\$ 3,060,643	
Fund Balance, July 1, 2024	<u>8,675,702</u>	<u>7,334,652</u>	<u>7,334,652</u>	<u>1,341,050</u>	
Fund Balance, June 30, 2025	<u><u>\$ 8,236,345</u></u>	<u><u>\$ 3,834,652</u></u>	<u><u>\$ 3,834,652</u></u>	<u><u>\$ 8,236,345</u></u>	

**CLAIBORNE COUNTY, TENNESSEE****Statement of Net Position - Proprietary Fund**

Discretely Presented Claiborne County School Department

**June 30, 2025**

	<b>Governmental</b> <b>Activities</b> <hr/> <b>Internal</b> <b>Service</b> <b>Fund</b> <hr/> Employee Insurance - Health <hr/>
<b>ASSETS</b>	
Current Assets:	
Cash	\$ 1,921,317
Total Assets	<u>\$ 1,921,317</u>
<b>LIABILITIES</b>	
Current Liabilities:	
Accounts Payable	\$ 1,129,154
Total Liabilities	<u>\$ 1,129,154</u>
<b>NET POSITION</b>	
Unrestricted	<u>\$ 792,163</u>
Total Net Position	<u><u>\$ 792,163</u></u>

**CLAIBORNE COUNTY, TENNESSEE****Statement of Revenues, Expenses, and Changes****in Net Position - Proprietary Fund**

Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025**

	<b>Governmental Activities</b>
	<b>Internal Service Fund</b>
	Employee Insurance - Health
<b>Operating Revenues</b>	
Charges for Current Services	
Self-Insurance Premiums/Contributions	\$ 7,356,350
Total Operating Revenues	\$ 7,356,350
<b>Operating Expenses</b>	
Handling Charges and Administrative Costs	\$ 237,741
Excess Risk Insurance	1,155,191
Medical Claims	7,093,894
Total Operating Expenses	\$ 8,486,826
Operating Income (Loss)	\$ (1,130,476)
<b>Nonoperating Revenues (Expenses)</b>	
Investment Income	\$ 16,037
Total Nonoperating Revenues (Expenses)	\$ 16,037
Changes in Net Position	\$ (1,114,439)
Net Position, July 1, 2024	1,906,602
Net Position, June 30, 2025	\$ 792,163

**CLAIBORNE COUNTY, TENNESSEE****Statement of Cash Flows - Proprietary Fund**

Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025**

	<b>Governmental Activities</b>
	<b>Internal Service Fund</b>
	Employee Insurance - Health
<b>Cash Flows from Operating Activities</b>	
Receipts for Self-Insurance Premiums	\$ 7,356,350
Payments for Excess Risk Insurance	(1,155,191)
Payments for Medical Claims	(6,782,308)
Payments for Administrative Costs	(237,741)
Net Cash Provided By (Used In) Operating Activities	<u>\$ (818,890)</u>
<b>Cash Flows from Investment Activities</b>	
Interest on Investments	\$ 16,037
Net Cash Provided By (Used In) Investing Activities	<u>\$ 16,037</u>
Net Increase (Decrease) in Cash	\$ (802,853)
Cash, July 1, 2024	<u>2,724,170</u>
Cash, June 30, 2025	<u><u>\$ 1,921,317</u></u>
<b>Reconciliation of Operating Income to Net Cash Provided By (Used In) Operating Activities</b>	
Operating Income (Loss)	\$ (1,130,476)
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Changes in Assets and Liabilities:	
Increase (Decrease) in Accounts Payable	<u>311,586</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ (818,890)</u></u>
<b>Schedule of Non-cash Financing Activities</b>	
Credits applied for stop-loss recoveries	\$ 533,879
Credits applied for prescription drug rebates	1,313,192

## MISCELLANEOUS SCHEDULES

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of Changes in Long-term Notes and Bonds**  
**For the Year Ended June 30, 2025**

Description of Indebtedness	Original Amount of Issue	Interest Rate		Date of Issue	Last Maturity Date	Outstanding 7-1-24	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-25
<b>NOTES PAYABLE</b>									
Payable through General Debt Service Fund									
Sanitation Garbage Truck	\$ 425,000	1.95	%	9-16-20	9-16-25	\$ 170,000	\$ 0	\$ 85,000	\$ 85,000
Waterline	500,000	2.29		10-16-20	10-26-25	200,000	0	100,000	100,000
Landfill Backhoe	135,000	3		9-29-23	4-1-26	90,000	0	45,000	45,000
Landfill Garbage Truck	390,000	5.70		12-18-24	6-30-27	0	390,000	130,000	260,000
Total Notes Payable						<u>\$ 460,000</u>	<u>\$ 390,000</u>	<u>\$ 360,000</u>	<u>\$ 490,000</u>
<b>BONDS PAYABLE</b>									
Payable through General Debt Service Fund									
General Obligation Refunding Bonds, Series 2020 Judicial Series	2,885,000	5		4-30-20	4-1-30	\$ 1,120,000	\$ 0	\$ 640,000	\$ 480,000
General Obligation Refunding Bonds, Series 2020 Schools	18,925,000	5		4-30-20	4-1-30	12,375,000	0	1,900,000	10,475,000
Total Bonds Payable						<u>\$ 13,495,000</u>	<u>\$ 0</u>	<u>\$ 2,540,000</u>	<u>\$ 10,955,000</u>

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2026	\$ 360,000	\$ 20,247	\$ 380,247
2027	130,000	7,475	137,475
Total	\$ 490,000	\$ 27,722	\$ 517,722

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 2,375,000	\$ 547,750	\$ 2,922,750
2027	1,990,000	429,000	2,419,000
2028	2,090,000	329,500	2,419,500
2029	2,195,000	225,000	2,420,000
2030	2,305,000	115,250	2,420,250
Total	\$ 10,955,000	\$ 1,646,500	\$ 12,601,500

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of Changes in SBITA Obligations**  
**For the Year Ended June 30, 2025**

Description of Indebtedness	Original		Interest	Date	Maturity	Outstanding	Issued	Paid and/or		Outstanding
	Amount	of Issue						Matured		
			Rate	of Issue	Date	7-1-24	During Period	During Period		6-30-25
<b>GOVERNMENTAL ACTIVITIES</b>										
<b>SBITA PAYABLE</b>										
Payable through General Fund										
Sheriff Camera Cloud Service and Storage	\$	243,365	5.7	%	1-29-25	1-25-29	\$ 0	\$ 243,365	\$ 54,213	\$ 189,152

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of SBITA Requirements by Year**

Year Ending June 30	SBITA		
	Principal	Interest	Total
2026	\$ 43,431	\$ 10,782	\$ 54,213
2027	45,907	8,306	54,213
2028	48,524	5,689	54,213
2029	51,290	2,923	54,213
Total	\$ 189,152	\$ 27,700	\$ 216,852

**CLAIBORNE COUNTY, TENNESSEE****Schedule of Transfers**

Primary Government

**For the Year Ended June 30, 2025**

<b>From Fund</b>	<b>To Fund</b>	<b>Purpose</b>	<b>Amount</b>
<b>PRIMARY GOVERNMENT</b>			
Highway/Public Works	General	Bookkeeper's salary	\$ 40,000
Solid Waste/Sanitation	General Debt Service	Debt retirement	<u>136,416</u>
Total Transfers Primary Government			<u><u>\$ 176,416</u></u>

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

Primary Government and Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025**

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>County Mayor</b>				
Base salary/Total compensation	<u>\$ 120,515</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
<b>Road Superintendent</b>				
Base salary/Total compensation	<u>\$ 104,776</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
<b>Director of Schools</b>				
Base salary	\$ 114,625	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Secretary of the Board	1,500			
Accrued vacation payout	6,513			
Total compensation	<u>\$ 122,638</u>			
<b>Trustee</b>				
Base Salary/Total compensation	<u>\$ 95,251</u>	Section 8-24-102, <i>TCA</i>	\$ 1,710,783	RLI Insurance Company
<b>Assessor of Property</b>				
Base salary/Total compensation	<u>\$ 95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
<b>County Clerk</b>				
Base salary/Total compensation	<u>\$ 95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
<b>Circuit, General Sessions and Juvenile Courts Clerk</b>				
Base salary/Total compensation	<u>\$ 95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
<b>Clerk and Master</b>				
Base salary	\$ 95,251	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Special commissioner fees	74,751			
Total compensation	<u>\$ 170,002</u>			
<b>Register of Deeds</b>				
Base salary/Total compensation	<u>\$ 95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
<b>Sheriff</b>				
Base salary	\$ 104,776	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Superintendent of workhouse	10,000			
Law enforcement retention bonus	800			
Law enforcement training supplement	800			
Total compensation	<u>\$ 116,376</u>			
<b>Administrator of Elections</b>				
Base salary/Total compensation	<u>\$ 85,726</u>	Section 2-12-208, <i>TCA</i>		
<b>Finance Director</b>				
Base salary/Total compensation	<u>\$ 77,250</u>	County Commission	(1)	Local Government Property and Casualty Fund
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.

**CLAIBORNE COUNTY, TENNESSEE****Schedule of Detailed Revenues -****All Governmental Fund Types****For the Year Ended June 30, 2025**

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 8,060,152	\$ 1,629,106	\$ 0	\$ 0	\$ 0	\$ 69,882
Trustee's Collections - Prior Year	325,474	66,979	0	0	0	2,872
Circuit Clerk/Clerk and Master Collections - Prior Years	162,075	40,382	0	0	0	1,732
Interest and Penalty	56,438	11,580	0	0	0	496
Payments in-Lieu-of Taxes - T.V.A.	408,103	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	44,204	9,020	0	0	0	387
Payments in-Lieu-of Taxes - Other	188,342	9,816	0	0	0	421
County Local Option Taxes						
Hotel/Motel Tax	109,919	0	0	0	0	0
Wheel Tax	0	0	0	0	0	0
Litigation Tax - General	153,490	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	30,609	0	0	0	0	0
Business Tax	252,683	0	0	0	0	0
Mixed Drink Tax	14,884	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	41,859
Statutory Local Taxes						
Bank Excise Tax	607,701	0	0	0	0	126,000
Wholesale Beer Tax	79,493	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitutional - Officers - Fees	Highway / Public Works
<b>Local Taxes (Cont.)</b>						
Statutory Local Taxes (Cont.)						
Beer Privilege Tax	\$ 1,520	\$ 0	\$ 0	\$ 0	\$ 0	0
Other Statutory Local Taxes	0	0	0	0	0	10,474
Total Local Taxes	<u>\$ 10,495,087</u>	<u>\$ 1,766,883</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>254,123</u>
<b>Licenses and Permits</b>						
Permits						
Beer Permits	\$ 9,578	\$ 0	\$ 0	\$ 0	\$ 0	0
Building Permits	50,939	0	0	0	0	0
Total Licenses and Permits	<u>\$ 60,517</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<b>Fines, Forfeitures, and Penalties</b>						
Circuit Court						
Fines	\$ 25,360	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	37,737	0	0	0	0	0
Drug Control Fines	2,756	0	2,756	0	0	0
Drug Court Fees	66	0	0	0	0	0
Jail Fees	18,684	0	0	0	0	0
DUI Treatment Fines	7,186	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitutional - Officers - Fees	Highway / Public Works
<b>Fines, Forfeitures, and Penalties (Cont.)</b>						
Circuit Court (Cont.)						
Data Entry Fee - Circuit Court	\$ 1,182	\$ 0	\$ 0	\$ 0	\$ 0	0
Courtroom Security Fee	2,152	0	0	0	0	0
General Sessions Court						
Game and Fish Fines	348	0	0	0	0	0
Drug Control Fines	4,234	0	4,900	0	0	0
DUI Treatment Fines	627	0	0	0	0	0
Data Entry Fee - General Sessions Court	11,405	0	0	0	0	0
Juvenile Court						
Fines	2,673	0	0	0	0	0
Officers Costs	6,715	0	0	0	0	0
Data Entry Fee - Juvenile Court	884	0	0	0	0	0
Chancery Court						
Officers Costs	2,393	0	0	0	0	0
Data Entry Fee - Chancery Court	4,716	0	0	0	0	0
Courtroom Security Fee	284	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	14,202	0	0	0
<b>Total Fines, Forfeitures, and Penalties</b>	<b>\$ 129,402</b>	<b>\$ 0</b>	<b>\$ 21,858</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>0</b>

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works
<b>Charges for Current Services</b>						
General Service Charges						
Tipping Fees	\$ 0	\$ 778,968	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Disposal Fee	0	54,000	0	0	0	0
Work Release Charges for Board	9,055	0	0	0	0	0
Other General Service Charges	421	0	0	0	0	0
Fees						
Copy Fees	5,107	0	0	0	0	0
Library Fees	482	0	0	0	0	0
Greenbelt Late Application Fee	200	0	0	0	0	0
Telephone Commissions	37,630	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	530,923	0
Special Commissioner Fees/Special Master Fees	0	0	0	0	74,750	0
Data Processing Fee - Register	7,480	0	0	0	0	0
Data Processing Fee - Sheriff	2,426	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,400	0	0	0	0	0
Data Processing Fee - County Clerk	14,385	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	525	0	0	0	0	0
Total Charges for Current Services	\$ 83,111	\$ 832,968	\$ 0	\$ 0	\$ 605,673	\$ 0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works
<b>Other Local Revenues</b>						
Recurring Items						
Investment Income	\$ 1,375,176	\$ 83,103	\$ 0	\$ 0	\$ 0	\$ 0
Sale of Materials and Supplies	0	0	0	0	0	3,567
Commissary Sales	226,728	0	0	0	0	0
Sale of Recycled Materials	60	55,358	0	0	0	0
Miscellaneous Refunds	30,089	313	0	0	0	2,536
Nonrecurring Items						
Sale of Equipment	0	0	0	0	0	21,322
Damages Recovered from Individuals	2,596	0	0	0	0	0
Contributions and Gifts	262,138	0	0	0	0	0
<b>Total Other Local Revenues</b>	<b>\$ 1,896,787</b>	<b>\$ 138,774</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 27,425</b>
<b>Fees Received From County Officials</b>						
Excess Fees						
County Clerk	\$ 153,877	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Trustee	368,796	0	0	0	0	0
Fees In-Lieu-of Salary						
Circuit Court Clerk	57,169	0	0	0	0	0
General Sessions Court Clerk	193,831	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works
<b>Fees Received From County Officials (Cont.)</b>						
Fees In-Lieu-of Salary (Cont.)						
Clerk and Master	\$ 137,667	\$ 0	\$ 0	\$ 0	\$ 0	0
Juvenile Court Clerk	23,035	0	0	0	0	0
Register	118,896	0	0	0	0	0
Sheriff	14,941	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 1,068,212</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<b>State of Tennessee</b>						
General Government Grants						
Other General Government Grants	\$ 0	\$ 12,318	\$ 0	\$ 0	\$ 0	0
Public Safety Grants						
Law Enforcement Training Programs	51,200	0	0	0	0	0
School Resource Officer Grants	930,431	0	0	0	0	0
Other Public Safety Grants	234,321	0	0	0	0	0
Health and Welfare Grants						
Other Health and Welfare Grants	77,630	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	249,469
Litter Program	39,148	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works
<b>State of Tennessee (Cont.)</b>						
Other State Revenues						
Beer Tax	\$ 17,761	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Certificate of Title Fees	29,154	0	0	0	0	0
Alcoholic Beverage Tax	88,009	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	183,982	0	0	0	0	0
State Revenue Sharing - Telecommunications	58,791	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	48,395	0	0	0	0	0
Prisoner Transportation	41,204	0	0	0	0	0
Contracted Prisoner Boarding	704,544	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,547,802
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	32,902
Petroleum Special Tax	0	0	0	0	0	21,231
Registrar's Salary Supplement	15,164	0	0	0	0	0
State Shared Sales Tax - Cities	8,809	0	0	0	0	0
Other State Grants	223,233	0	0	0	0	0
Other State Revenues	53,150	0	0	0	0	0
Total State of Tennessee	\$ 2,804,926	\$ 12,318	\$ 0	\$ 0	\$ 0	\$ 2,851,404

(Continued)

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

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Constitu - tional Officers - Fees	Highway / Public Works
<b>Federal Government</b>						
Federal Through State						
Community Development	\$ 122,399	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	40,080	0	0	0	0	0
American Rescue Plan Act Grant #1	0	0	0	903,595	0	0
American Rescue Plan Act Grant #2	0	0	0	1,547,483	0	0
Other Federal through State	1,261,429	0	0	0	0	0
Direct Federal Revenue						
Other Direct Federal Revenue	24,493	0	0	0	0	0
Total Federal Government	<u>\$ 1,448,401</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,451,078</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Contributions	\$ 74,511	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	8,701	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	125,797	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 209,009</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u><u>\$ 18,195,452</u></u>	<u><u>\$ 2,750,943</u></u>	<u><u>\$ 21,858</u></u>	<u><u>\$ 2,451,078</u></u>	<u><u>\$ 605,673</u></u>	<u><u>\$ 3,132,952</u></u>

(Continued)

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

	<b>Debt Service Fund</b>		<b>Capital Projects Fund</b>	
	General Debt Service	Highway Capital Projects		Total
<b>Local Taxes</b>				
County Property Taxes				
Current Property Tax	\$ 114,878	\$ 104,817	\$	9,978,835
Trustee's Collections - Prior Year	9,478	4,308		409,111
Circuit Clerk/Clerk and Master Collections - Prior Years	3,758	2,598		210,545
Interest and Penalty	1,509	745		70,768
Payments in-Lieu-of Taxes - T.V.A.	0	0		408,103
Payments in-Lieu-of Taxes - Local Utilities	978	580		55,169
Payments in-Lieu-of Taxes - Other	693	632		199,904
County Local Option Taxes				
Hotel/Motel Tax	0	0		109,919
Wheel Tax	357,214	749,507		1,106,721
Litigation Tax - General	0	0		153,490
Litigation Tax - Jail, Workhouse, or Courthouse	0	0		30,609
Business Tax	0	0		252,683
Mixed Drink Tax	0	0		14,884
Mineral Severance Tax	0	0		41,859
Statutory Local Taxes				
Bank Excise Tax	0	0		733,701
Wholesale Beer Tax	0	0		79,493

(Continued)

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

	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	General Debt Service	Highway Capital Projects	Total
<hr/>			
<b>Local Taxes (Cont.)</b>			
Statutory Local Taxes (Cont.)			
Beer Privilege Tax	\$ 0	\$ 0	\$ 1,520
Other Statutory Local Taxes	0	0	10,474
Total Local Taxes	<u>\$ 488,508</u>	<u>\$ 863,187</u>	<u>\$ 13,867,788</u>
<b>Licenses and Permits</b>			
Permits			
Beer Permits	\$ 0	\$ 0	\$ 9,578
Building Permits	0	0	50,939
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 60,517</u>
<b>Fines, Forfeitures, and Penalties</b>			
Circuit Court			
Fines	\$ 0	\$ 0	\$ 25,360
Officers Costs	0	0	37,737
Drug Control Fines	0	0	5,512
Drug Court Fees	0	0	66
Jail Fees	0	0	18,684
DUI Treatment Fines	0	0	7,186

(Continued)

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

	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	General Debt Service	Highway Capital Projects	Total
<b>Fines, Forfeitures, and Penalties (Cont.)</b>			
Circuit Court (Cont.)			
Data Entry Fee - Circuit Court	\$ 0	\$ 0	\$ 1,182
Courtroom Security Fee	0	0	2,152
General Sessions Court			
Game and Fish Fines	0	0	348
Drug Control Fines	0	0	9,134
DUI Treatment Fines	0	0	627
Data Entry Fee - General Sessions Court	0	0	11,405
Juvenile Court			
Fines	0	0	2,673
Officers Costs	0	0	6,715
Data Entry Fee - Juvenile Court	0	0	884
Chancery Court			
Officers Costs	0	0	2,393
Data Entry Fee - Chancery Court	0	0	4,716
Courtroom Security Fee	0	0	284
Other Fines, Forfeitures, and Penalties			
Proceeds from Confiscated Property	0	0	14,202
Total Fines, Forfeitures, and Penalties	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 151,260</u>

(Continued)

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

	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	General Debt Service	Highway Capital Projects	Total
<hr/>			
<b>Charges for Current Services</b>			
General Service Charges			
Tipping Fees	\$ 0	\$ 0	\$ 778,968
Solid Waste Disposal Fee	0	0	54,000
Work Release Charges for Board	0	0	9,055
Other General Service Charges	0	0	421
Fees			
Copy Fees	0	0	5,107
Library Fees	0	0	482
Greenbelt Late Application Fee	0	0	200
Telephone Commissions	0	0	37,630
Constitutional Officers' Fees and Commissions	0	0	530,923
Special Commissioner Fees/Special Master Fees	0	0	74,750
Data Processing Fee - Register	0	0	7,480
Data Processing Fee - Sheriff	0	0	2,426
Sexual Offender Registration Fee - Sheriff	0	0	5,400
Data Processing Fee - County Clerk	0	0	14,385
Vehicle Insurance Coverage and Reinstatement Fees	0	0	525
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,521,752</u>

(Continued)

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

	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	General Debt Service	Highway Capital Projects	Total
<hr/>			
<b>Other Local Revenues</b>			
Recurring Items			
Investment Income	\$ 35,797	\$ 0	\$ 1,494,076
Sale of Materials and Supplies	0	0	3,567
Commissary Sales	0	0	226,728
Sale of Recycled Materials	0	0	55,418
Miscellaneous Refunds	0	0	32,938
Nonrecurring Items			
Sale of Equipment	0	0	21,322
Damages Recovered from Individuals	0	0	2,596
Contributions and Gifts	2,518,750	0	2,780,888
Total Other Local Revenues	<u>\$ 2,554,547</u>	<u>\$ 0</u>	<u>\$ 4,617,533</u>
<hr/>			
<b>Fees Received From County Officials</b>			
Excess Fees			
County Clerk	\$ 0	\$ 0	\$ 153,877
Trustee	0	0	368,796
Fees In-Lieu-of Salary			
Circuit Court Clerk	0	0	57,169
General Sessions Court Clerk	0	0	193,831

(Continued)

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

	<b>Debt Service Fund</b>	<b>Capital Projects Fund</b>	
	General Debt Service	Highway Capital Projects	Total
<hr/>			
<b>Fees Received From County Officials (Cont.)</b>			
Fees In-Lieu-of Salary (Cont.)			
Clerk and Master	\$ 0	\$ 0	\$ 137,667
Juvenile Court Clerk	0	0	23,035
Register	0	0	118,896
Sheriff	0	0	14,941
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,068,212</u>
 <b>State of Tennessee</b>			
General Government Grants			
Other General Government Grants	\$ 0	\$ 0	\$ 12,318
Public Safety Grants			
Law Enforcement Training Programs	0	0	51,200
School Resource Officer Grants	0	0	930,431
Other Public Safety Grants	0	0	234,321
Health and Welfare Grants			
Other Health and Welfare Grants	0	0	77,630
Public Works Grants			
State Aid Program	0	0	249,469
Litter Program	0	0	39,148

(Continued)

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

	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	General Debt Service	Highway Capital Projects	Total
<hr/>			
<b>State of Tennessee (Cont.)</b>			
Other State Revenues			
Beer Tax	\$ 0	\$ 0	\$ 17,761
Vehicle Certificate of Title Fees	0	0	29,154
Alcoholic Beverage Tax	0	0	88,009
Opioid Settlement Funds - TN Abatement Council	0	0	183,982
State Revenue Sharing - Telecommunications	0	0	58,791
State Shared Sports Gaming Privilege Tax	0	0	48,395
Prisoner Transportation	0	0	41,204
Contracted Prisoner Boarding	0	0	704,544
Gasoline and Motor Fuel Tax	0	0	2,547,802
Hybrid/Electric Vehicle Registration Fee	0	0	32,902
Petroleum Special Tax	0	0	21,231
Registrar's Salary Supplement	0	0	15,164
State Shared Sales Tax - Cities	0	0	8,809
Other State Grants	0	0	223,233
Other State Revenues	0	0	53,150
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,668,648</u>

(Continued)

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

	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
	General Debt Service	Highway Capital Projects	Total
<hr/>			
<b>Federal Government</b>			
Federal Through State			
Community Development	\$ 0	\$ 0	\$ 122,399
Homeland Security Grants	0	0	40,080
American Rescue Plan Act Grant #1	0	0	903,595
American Rescue Plan Act Grant #2	0	0	1,547,483
Other Federal through State	0	0	1,261,429
Direct Federal Revenue			
Other Direct Federal Revenue	0	0	24,493
Total Federal Government	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,899,479</u>
<b>Other Governments and Citizens Groups</b>			
Other Governments			
Contributions	\$ 0	\$ 0	\$ 74,511
Contracted Services	0	0	8,701
Other			
Opioid Settlement Funds - Past Remediation	0	0	125,797
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 209,009</u>
Total	<u>\$ 3,043,055</u>	<u>\$ 863,187</u>	<u>\$ 31,064,198</u>

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

Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025**

	<b>Special Revenue Funds</b>				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<b>Local Taxes</b>					
County Property Taxes					
Current Property Tax	\$ 6,051,830	\$ 0	\$ 0	\$ 0	\$ 6,051,830
Trustee's Collections - Prior Year	251,487	0	0	0	251,487
Circuit Clerk/Clerk and Master Collections - Prior Years	141,022	0	0	0	141,022
Interest and Penalty	43,412	0	0	0	43,412
Payments in-Lieu-of Taxes - T.V.A.	392,099	0	0	0	392,099
Payments in-Lieu-of Taxes - Local Utilities	33,702	0	0	0	33,702
Payments in-Lieu-of Taxes - Other	168,490	0	0	0	168,490
County Local Option Taxes					
Local Option Sales Tax	5,301,076	0	0	0	5,301,076
Statutory Local Taxes					
Other Statutory Local Taxes	15,415	0	0	0	15,415
Total Local Taxes	<u>\$ 12,398,533</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,398,533</u>
<b>Licenses and Permits</b>					
Licenses					
Marriage Licenses	\$ 2,340	\$ 0	\$ 0	\$ 0	\$ 2,340
Total Licenses and Permits	<u>\$ 2,340</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,340</u>

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

	<b>Special Revenue Funds</b>				<b>Total</b>
	<b>General Purpose School</b>	<b>School Federal Projects</b>	<b>Central Cafeteria</b>	<b>Internal School</b>	
<b>Charges for Current Services</b>					
Education Charges					
Tuition - Other	\$ 333,663	\$ 0	\$ 0	\$ 0	\$ 333,663
Lunch Payments - Adults	0	0	48,920	0	48,920
A la Carte Sales	0	0	67,113	0	67,113
Other Charges for Services	14,977	0	135,631	0	150,608
Total Charges for Current Services	<u>\$ 348,640</u>	<u>\$ 0</u>	<u>\$ 251,664</u>	<u>\$ 0</u>	<u>\$ 600,304</u>
<b>Other Local Revenues</b>					
Recurring Items					
Investment Income	\$ 187,406	\$ 0	\$ 17,115	\$ 0	\$ 204,521
Sale of Recycled Materials	1,435	0	0	0	1,435
Retirees' Insurance Payments	338,557	0	0	0	338,557
Miscellaneous Refunds	37,091	0	14,207	0	51,298
Nonrecurring Items					
Contributions and Gifts	34,960	0	0	0	34,960
Other Local Revenues					
Other Local Revenues	250	0	0	1,973,654	1,973,904
Total Other Local Revenues	<u>\$ 599,699</u>	<u>\$ 0</u>	<u>\$ 31,322</u>	<u>\$ 1,973,654</u>	<u>\$ 2,604,675</u>

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

	Special Revenue Funds					
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total	
State of Tennessee						
State Education Funds						
Tennessee Investment in Student Achievement	\$ 32,247,178	\$ 0	\$ 0	\$ 0	\$ 32,247,178	
TISA - On-behalf Payments	50,531	0	0	0	50,531	
Early Childhood Education	627,515	0	0	0	627,515	
School Food Service	0	0	26,003	0	26,003	
Other State Education Funds	663,749	0	0	0	663,749	
Paid Parental Leave	110,464	0	0	0	110,464	
Career Ladder Program	31,253	0	0	0	31,253	
Other State Revenues						
Other State Grants	1,450,823	0	0	0	1,450,823	
Other State Revenues	29,198	0	0	0	29,198	
Total State of Tennessee	\$ 35,210,711	\$ 0	\$ 26,003	\$ 0	\$ 35,236,714	
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,295,574	\$ 0	\$ 2,295,574	
USDA - Commodities	0	0	255,501	0	255,501	
Breakfast	0	0	1,004,318	0	1,004,318	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<b>Federal Government (Cont.)</b>					
Federal Through State (Cont.)					
USDA - Other	\$ 0	\$ 0	\$ 1,632,996	\$ 0	\$ 1,632,996
Vocational Education - Basic Grants to States	0	106,674	0	0	106,674
Title I Grants to Local Education Agencies	0	1,374,354	0	0	1,374,354
Special Education - Grants to States	12,624	1,141,330	0	0	1,153,954
Special Education Preschool Grants	0	10,251	0	0	10,251
Rural Education	0	101,853	0	0	101,853
Eisenhower Professional Development State Grants	0	294,499	0	0	294,499
COVID-19 Grant B	71,250	0	0	0	71,250
American Rescue Plan Act Grant #1	0	2,878,528	0	0	2,878,528
Other Federal through State	167,903	99,602	0	0	267,505
Total Federal Government	\$ 251,777	\$ 6,007,091	\$ 5,188,389	\$ 0	\$ 11,447,257
<b>Other Governments and Citizens Groups</b>					
Other Governments					
Contributions	\$ 522,513	\$ 0	\$ 0	\$ 0	\$ 522,513
Other					
Other	24,808	0	0	0	24,808
Total Other Governments and Citizens Groups	\$ 547,321	\$ 0	\$ 0	\$ 0	\$ 547,321
Total	\$ 49,359,021	\$ 6,007,091	\$ 5,497,378	\$ 1,973,654	\$ 62,837,144

**CLAIBORNE COUNTY, TENNESSEE**  
**Schedule of Detailed Expenditures -**  
**All Governmental Fund Types**  
**For the Year Ended June 30, 2025**

**General Fund**

General Government

**County Commission**

Board and Committee Members Fees	\$	92,925	
Social Security		5,281	
Pensions		3,312	
Medical Insurance		35,581	
Unemployment Compensation		3	
Employer Medicare		1,235	
Audit Services		14,099	
Dues and Memberships		1,700	
Total County Commission			\$ 154,136

**Board of Equalization**

Board and Committee Members Fees	\$	6,738	
Total Board of Equalization			6,738

**Beer Board**

Board and Committee Members Fees	\$	1,050	
Total Beer Board			1,050

**Budget and Finance Committee**

Board and Committee Members Fees	\$	16,100	
Social Security		954	
Pensions		492	
Unemployment Compensation		9	
Employer Medicare		223	
Total Budget and Finance Committee			17,778

**County Mayor/Executive**

County Official/Administrative Officer	\$	120,515	
Secretary(ies)		39,835	
Social Security		9,717	
Pensions		9,396	
Medical Insurance		12,884	
Unemployment Compensation		64	
Employer Medicare		2,272	
Communication		9,651	
Dues and Memberships		5,358	

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Mayor/Executive (Cont.)**

Lease/SBITA Payments	\$	3,516	
Travel		5,913	
Office Supplies		368	
Total County Mayor/Executive			\$ 219,489

**County Attorney**

County Official/Administrative Officer	\$	45,599	
Clerical Personnel		5,679	
Social Security		2,750	
Pensions		2,672	
Medical Insurance		6,435	
Unemployment Compensation		70	
Employer Medicare		643	
Dues and Memberships		450	
Total County Attorney			64,298

**Election Commission**

County Official/Administrative Officer	\$	85,726	
Clerical Personnel		35,486	
Other Salaries and Wages		2,200	
Election Commission		10,500	
Election Workers		66,615	
Social Security		10,589	
Pensions		7,226	
Medical Insurance		12,928	
Unemployment Compensation		628	
Employer Medicare		2,485	
Communication		13,566	
Data Processing Services		554	
Lease/SBITA Payments		1,897	
Maintenance and Repair Services - Buildings		75	
Rentals		900	
Other Contracted Services		27,424	
Office Supplies		11,239	
In Service/Staff Development		1,959	
Office Equipment		1,073	
Other Equipment		11,012	
Total Election Commission			304,082

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Register of Deeds**

County Official/Administrative Officer	\$	95,251	
Assistant(s)		34,741	
Supervisor/Director		40,280	
Clerical Personnel		12,526	
Social Security		11,066	
Pensions		9,978	
Medical Insurance		18,816	
Unemployment Compensation		221	
Employer Medicare		2,588	
Communication		1,653	
Dues and Memberships		772	
Lease/SBITA Payments		335	
Maintenance and Repair Services - Office Equipment		7,622	
Office Supplies		5,054	
Other Supplies and Materials		72	
Office Equipment		285	
Total Register of Deeds			\$ 241,260

**Development**

Contracts with Other Public Agencies	\$	4,563	
Total Development			4,563

**Planning**

Board and Committee Members Fees	\$	10,750	
Social Security		666	
Unemployment Compensation		14	
Employer Medicare		156	
Other Contracted Services		14,822	
Other Charges		1,200	
Total Planning			27,608

**County Buildings**

Custodial Personnel	\$	35,088	
Maintenance Personnel		35,088	
Social Security		4,183	
Pensions		4,112	

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Buildings (Cont.)**

Medical Insurance	\$	12,928	
Unemployment Compensation		140	
Employer Medicare		978	
Communication		29,614	
Maintenance and Repair Services - Buildings		26,870	
Maintenance and Repair Services - Equipment		120	
Maintenance and Repair Services - Vehicles		145	
Postal Charges		40,514	
Rentals		1,200	
Custodial Supplies		4,244	
Electricity		63,859	
Gasoline		465	
Natural Gas		5,834	
Office Supplies		7,097	
Utilities		83	
Water and Sewer		8,299	
Total County Buildings			\$ 280,861

**Preservation of Records**

Clerical Personnel	\$	13,206	
Social Security		791	
Pensions		774	
Medical Insurance		2,143	
Unemployment Compensation		23	
Employer Medicare		185	
Communication		1,882	
Lease/SBITA Payments		361	
Other Contracted Services		2,510	
Office Supplies		229	
Total Preservation of Records			22,104

Finance

**Accounting and Budgeting**

Supervisor/Director	\$	77,250	
Accountants/Bookkeepers		244,045	
Social Security		18,841	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Accounting and Budgeting (Cont.)**

Pensions	\$	18,560	
Life Insurance		944	
Medical Insurance		25,893	
Unemployment Compensation		530	
Employer Medicare		4,406	
Communication		6,387	
Maintenance Agreements		5,940	
Travel		434	
Other Contracted Services		27,538	
Office Supplies		2,977	
Other Supplies and Materials		1,429	
Other Charges		2,740	
Office Equipment		720	
Total Accounting and Budgeting			\$ 438,634

**Property Assessor's Office**

County Official/Administrative Officer	\$	95,251	
Supervisor/Director		35,390	
Clerical Personnel		63,071	
Social Security		11,356	
Pensions		11,351	
Medical Insurance		21,445	
Unemployment Compensation		210	
Employer Medicare		2,656	
Audit Services		8,650	
Communication		2,534	
Data Processing Services		1,094	
Dues and Memberships		1,700	
Legal Notices, Recording, and Court Costs		181	
Maintenance Agreements		11,275	
Maintenance and Repair Services - Vehicles		97	
Office Supplies		884	
Other Supplies and Materials		77	
Office Equipment		240	
Total Property Assessor's Office			267,462

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

**Reappraisal Program**

Assistant(s)	\$	63,598	
Social Security		3,808	
Pensions		3,727	
Medical Insurance		10,213	
Unemployment Compensation		210	
Employer Medicare		891	
Communication		851	
Data Processing Services		4,550	
Lease/SBITA Payments		1,525	
Gasoline		156	
Office Supplies		2,119	
In Service/Staff Development		38	
Total Reappraisal Program			\$ 91,686

**County Trustee's Office**

Social Security	\$	13,487	
Pensions		13,115	
Medical Insurance		26,861	
Unemployment Compensation		490	
Employer Medicare		3,154	
Communication		6,295	
Data Processing Services		10,724	
Dues and Memberships		907	
Lease/SBITA Payments		7,418	
Maintenance Agreements		17,485	
Travel		688	
Office Supplies		1,363	
Premiums on Corporate Surety Bonds		8,804	
Office Equipment		1,919	
Total County Trustee's Office			112,710

**County Clerk's Office**

Social Security	\$	17,049
Pensions		14,806
Medical Insurance		37,625
Unemployment Compensation		590

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

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

Employer Medicare	\$	3,987	
Communication		6,168	
Dues and Memberships		772	
Lease/SBITA Payments		1,659	
Maintenance Agreements		23,429	
Maintenance and Repair Services - Buildings		520	
Office Supplies		4,436	
Total County Clerk's Office			\$ 111,041

**Data Processing**

Other Capital Outlay	\$	243,365	
Total Data Processing			243,365

Administration of Justice

**Circuit Court**

County Official/Administrative Officer	\$	95,251	
Assistant(s)		69,481	
Supervisor/Director		39,836	
Clerical Personnel		113,622	
Jury and Witness Expense		12,399	
Social Security		19,098	
Pensions		16,817	
Medical Insurance		35,817	
Unemployment Compensation		599	
Employer Medicare		4,466	
Communication		5,462	
Dues and Memberships		957	
Lease/SBITA Payments		13,710	
Maintenance Agreements		26,724	
Postal Charges		6,079	
Office Supplies		13,113	
Total Circuit Court			473,431

**General Sessions Court**

Judge(s)	\$	189,711	
Secretary(ies)		36,339	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**General Sessions Court (Cont.)**

Social Security	\$	12,809	
Pensions		13,247	
Medical Insurance		12,913	
Unemployment Compensation		140	
Employer Medicare		3,231	
Communication		2,827	
Dues and Memberships		850	
Travel		2,733	
Office Supplies		676	
Periodicals		806	
Office Equipment		1,213	
Total General Sessions Court			\$ 277,495

**Chancery Court**

County Official/Administrative Officer	\$	95,251	
Assistant(s)		69,481	
Supervisor/Director		39,836	
Clerical Personnel		25,490	
Social Security		13,943	
Pensions		13,146	
Medical Insurance		19,518	
Unemployment Compensation		359	
Employer Medicare		3,261	
Communication		2,803	
Dues and Memberships		1,037	
Lease/SBITA Payments		2,596	
Maintenance Agreements		17,816	
Office Supplies		5,576	
Furniture and Fixtures		984	
Office Equipment		1,938	
Total Chancery Court			313,035

**District Attorney General**

County Official/Administrative Officer	\$	108,415
Supervisor/Director		53,589
Secretary(ies)		35,812

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**District Attorney General (Cont.)**

Clerical Personnel	\$	226,158	
Social Security		25,547	
Pensions		24,862	
Medical Insurance		38,698	
Unemployment Compensation		630	
Employer Medicare		5,975	
Dues and Memberships		570	
Evaluation and Testing		116	
Printing, Stationery, and Forms		415	
Travel		9,045	
Office Supplies		7,232	
Water and Sewer		53	
Other Supplies and Materials		4,075	
In Service/Staff Development		4,486	
Other Charges		11,259	
Total District Attorney General			\$ 556,937

**Office of Public Defender**

Contributions	\$	52,304	
Total Office of Public Defender			52,304

Public Safety

**Sheriff's Department**

County Official/Administrative Officer	\$	104,776	
Assistant(s)		59,130	
Deputy(ies)		894,075	
Investigator(s)		350,611	
Lieutenant(s)		146,608	
Salary Supplements		71,200	
Secretary(ies)		28,472	
School Resource Officer		517,572	
Overtime Pay		27,681	
Bonus Payments		10,000	
Other Salaries and Wages		47,324	
Social Security		136,018	
Pensions		132,878	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Sheriff's Department (Cont.)**

Medical Insurance	\$	242,458	
Unemployment Compensation		3,975	
Employer Medicare		31,811	
Communication		37,245	
Dues and Memberships		2,120	
Lease/SBITA Payments		9,755	
Maintenance and Repair Services - Buildings		7,400	
Maintenance and Repair Services - Equipment		7,442	
Maintenance and Repair Services - Vehicles		72,537	
Travel		11,565	
Tuition		13,239	
Other Contracted Services		7,215	
Gasoline		160,458	
Law Enforcement Supplies		7,654	
Office Supplies		3,661	
Tires and Tubes		25,688	
Uniforms		8,716	
Other Supplies and Materials		10,583	
Other Charges		92,393	
Communication Equipment		30,208	
Law Enforcement Equipment		99,957	
Motor Vehicles		20	
Total Sheriff's Department			\$ 3,412,445

**Administration of the Sexual Offender Registry**

Other Contracted Services	\$	1,600	
Total Administration of the Sexual Offender Registry			1,600

**Workhouse**

County Official/Administrative Officer	\$	10,000	
Supervisor/Director		51,206	
Data Processing Personnel		34,674	
Guidance Personnel		53,052	
Social Workers		36,087	
Salary Supplements		1,600	
Mechanic(s)		33,580	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Workhouse (Cont.)**

Guards	\$	1,198,472	
Secretary(ies)		33,390	
Cafeteria Personnel		59,786	
Maintenance Personnel		84,013	
Other Salaries and Wages		457,169	
Social Security		124,170	
Pensions		119,544	
Medical Insurance		187,207	
Unemployment Compensation		6,060	
Employer Medicare		29,040	
Communication		17,236	
Lease/SBITA Payments		3,678	
Maintenance and Repair Services - Buildings		25,313	
Maintenance and Repair Services - Vehicles		81	
Medical and Dental Services		461,943	
Travel		1,823	
Tuition		500	
Other Contracted Services		18,336	
Custodial Supplies		58,622	
Drugs and Medical Supplies		36,395	
Electricity		93,479	
Food Supplies		463,796	
Natural Gas		25,465	
Office Supplies		7,126	
Prisoners Clothing		3,616	
Uniforms		1,018	
Water and Sewer		54,253	
Other Supplies and Materials		31,733	
Other Charges		62,424	
Maintenance Equipment		5,986	
Motor Vehicles		50,109	
Total Workhouse			\$ 3,941,982

**Juvenile Services**

Social Workers	\$	51,698
Social Security		3,099

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Juvenile Services (Cont.)**

Pensions	\$	3,029	
Medical Insurance		6,464	
Unemployment Compensation		70	
Employer Medicare		725	
Communication		696	
Dues and Memberships		25	
Travel		738	
Other Contracted Services		8,998	
Office Supplies		129	
Office Equipment		318	
Total Juvenile Services			\$ 75,989

**Fire Prevention and Control**

Contributions	\$	186,000	
Total Fire Prevention and Control			186,000

**Civil Defense**

Supervisor/Director	\$	46,276	
Part-time Personnel		26,630	
Social Security		4,387	
Pensions		4,272	
Medical Insurance		10,763	
Unemployment Compensation		117	
Employer Medicare		1,026	
Communication		4,253	
Dues and Memberships		135	
Lease/SBITA Payments		616	
Maintenance and Repair Services - Vehicles		133	
Travel		551	
Other Contracted Services		440	
Gasoline		611	
Office Supplies		561	
Other Equipment		12,912	
Total Civil Defense			113,683

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Rescue Squad**

Contributions	\$ 26,000	
Total Rescue Squad		\$ 26,000

**Other Emergency Management**

Contributions	\$ 9,000	
Other Contracted Services	51,000	
Total Other Emergency Management		60,000

**County Coroner/Medical Examiner**

Other Per Diem and Fees	\$ 42,750	
Other Contracted Services	24,000	
Other Charges	1,300	
Total County Coroner/Medical Examiner		68,050

Public Health and Welfare

**Local Health Center**

Clerical Personnel	\$ 21,837	
Social Security	1,284	
Pensions	1,280	
Medical Insurance	4,597	
Unemployment Compensation	70	
Employer Medicare	300	
Communication	13,198	
Contracts with Government Agencies	36,055	
Maintenance and Repair Services - Buildings	10,409	
Travel	171	
Other Contracted Services	18,150	
Electricity	13,271	
Instructional Supplies and Materials	5,591	
Natural Gas	288	
Office Supplies	1,971	
Utilities	2,756	
Other Charges	1,055	
Furniture and Fixtures	210	
Total Local Health Center		132,493

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Rabies and Animal Control**

Contributions	\$ 20,000	
Total Rabies and Animal Control		\$ 20,000

**Ambulance/Emergency Medical Services**

Contributions	\$ 165,000	
Health Equipment	177,323	
Total Ambulance/Emergency Medical Services		342,323

**Alcohol and Drug Programs**

Contributions	\$ 46,233	
Total Alcohol and Drug Programs		46,233

**Other Local Health Services**

Medical Personnel	\$ 51,611	
Clerical Personnel	34,927	
Social Security	5,285	
Pensions	4,628	
Medical Insurance	4,619	
Unemployment Compensation	140	
Employer Medicare	1,236	
Travel	4,340	
Other Contracted Services	191	
Total Other Local Health Services		106,977

**Sanitation Education/Information**

Laborers	\$ 32,507	
Clerical Personnel	4,820	
Social Security	2,204	
Pensions	2,187	
Medical Insurance	6,464	
Unemployment Compensation	76	
Employer Medicare	515	
Gasoline	3,281	
Instructional Supplies and Materials	12,125	
Total Sanitation Education/Information		64,179

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services

**Senior Citizens Assistance**

County Official/Administrative Officer	\$	27,663	
Laborers		13,000	
Clerical Personnel		56,432	
Social Security		5,183	
Pensions		4,928	
Medical Insurance		202	
Unemployment Compensation		210	
Employer Medicare		1,212	
Communication		4,148	
Contracts with Other Public Agencies		7,000	
Maintenance and Repair Services - Buildings		1,425	
Maintenance and Repair Services - Vehicles		297	
Travel		5,795	
Other Contracted Services		1,560	
Electricity		9,057	
Gasoline		2,353	
Office Supplies		1,426	
Water and Sewer		3,643	
Other Supplies and Materials		11,553	
Other Charges		100	
Building Improvements		14,900	
Food Service Equipment		980	
Office Equipment		90	
Total Senior Citizens Assistance			\$ 173,157

**Libraries**

Librarians	\$	45,597
Attendants		32,570
Part-time Personnel		31,322
Social Security		6,568
Pensions		6,416
Medical Insurance		13,012
Unemployment Compensation		210
Employer Medicare		1,536
Communication		8,818
Maintenance Agreements		4,285

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services (Cont.)

**Libraries (Cont.)**

Travel	\$	217	
Other Contracted Services		1,347	
Office Supplies		9,422	
Periodicals		16,656	
Total Libraries			\$ 177,976

Agriculture and Natural Resources

**Agricultural Extension Service**

Communication	\$	2,506	
Contracts with Other Public Agencies		110,537	
Other Charges		600	
Total Agricultural Extension Service			113,643

**Forest Service**

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

**Soil Conservation**

Secretary(ies)	\$	34,740	
Other Salaries and Wages		38,389	
Social Security		4,342	
Pensions		4,285	
Medical Insurance		12,928	
Unemployment Compensation		140	
Employer Medicare		1,016	
Contributions		12,000	
Total Soil Conservation			107,840

Other Operations

**Industrial Development**

Contracts with Other Public Agencies	\$	20,000	
Contributions		112,951	
Total Industrial Development			132,951

**Housing and Urban Development**

Food Service Equipment	\$	52,544	
Other Construction		767,162	
Total Housing and Urban Development			819,706

(Continued)

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

**General Fund (Cont.)**

Other Operations (Cont.)

**Other Economic and Community Development**

Assistant(s)	\$	978	
Social Security		61	
Pensions		57	
Unemployment Compensation		10	
Employer Medicare		14	
Communication		345	
Travel		3,957	
Other Charges		2,039	
Total Other Economic and Community Development			\$ 7,461

**Veterans' Services**

County Official/Administrative Officer	\$	33,873	
Social Security		2,100	
Unemployment Compensation		70	
Employer Medicare		491	
Communication		477	
Dues and Memberships		35	
Travel		714	
Office Supplies		360	
Other Charges		383	
Total Veterans' Services			38,503

**Other Charges**

Contributions	\$	225,037	
Legal Notices, Recording, and Court Costs		2,270	
Refunds		168,213	
Trustee's Commission		219,508	
Vehicle and Equipment Insurance		395,885	
Workers' Compensation Insurance		71,077	
Other Charges		21,942	
Total Other Charges			1,103,932

**Miscellaneous**

Tax Relief Program	\$	37,119	
Total Miscellaneous			37,119

(Continued)

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

**General Fund (Cont.)**

Principal on Debt

**General Government**

Principal on SBITA	\$ 54,213	
Total General Government		\$ 54,213

Capital Projects

**Public Safety Projects**

Building Improvements	\$ 213,846	
Motor Vehicles	347,261	
Other Construction	50,000	
Total Public Safety Projects		611,107

**Public Health and Welfare Projects**

Building Improvements	\$ 192,880	
Total Public Health and Welfare Projects		192,880

Total General Fund \$ 16,452,509

**Solid Waste/Sanitation Fund**

Public Health and Welfare

**Waste Pickup**

Foremen	\$ 56,868
Equipment Operators	301,362
Secretary(ies)	39,137
Attendants	308,322
Board and Committee Members Fees	9,275
Social Security	43,098
Pensions	40,355
Medical Insurance	84,582
Unemployment Compensation	2,110
Employer Medicare	10,080
Communication	8,021
Contracts with Private Agencies	556,704
Engineering Services	52,205
Evaluation and Testing	36,669
Lease/SBITA Payments	2,400
Legal Notices, Recording, and Court Costs	26
Maintenance and Repair Services - Vehicles	63,108

(Continued)

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

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

Public Health and Welfare (Cont.)

**Waste Pickup (Cont.)**

Postal Charges	\$	631	
Permits		6,000	
Other Contracted Services		31,113	
Crushed Stone		9,290	
Diesel Fuel		63,854	
Electricity		16,355	
Fertilizer, Lime, and Seed		1,281	
Gasoline		5,068	
Lubricants		16,004	
Office Supplies		1,528	
Tires and Tubes		25,684	
Water and Sewer		3,929	
Other Supplies and Materials		1,916	
Trustee's Commission		43,501	
Vehicle and Equipment Insurance		31,886	
Workers' Compensation Insurance		14,159	
Other Charges		312	
Site Development		37,636	
Other Equipment		382,631	
Total Waste Pickup			<u>\$ 2,307,100</u>

Total Solid Waste/Sanitation Fund \$ 2,307,100

**Drug Control Fund**

Public Safety

**Drug Enforcement**

Confidential Drug Enforcement Payments	\$	2,500	
Travel		1,818	
Tuition		2,725	
Law Enforcement Supplies		158	
Other Supplies and Materials		1,965	
Trustee's Commission		219	
Law Enforcement Equipment		4,151	
Motor Vehicles		32,951	
Total Drug Enforcement			<u>\$ 46,487</u>

Total Drug Control Fund 46,487

(Continued)

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

**Other General Government Fund**

Other Operations

**American Rescue Plan Act Grant #1**

Architects	\$ 49,275	
Medical and Dental Services	<u>18,473</u>	
Total American Rescue Plan Act Grant #1		\$ 67,748

**American Rescue Plan Act Grant #6**

Contributions	<u>\$ 100,000</u>	
Total American Rescue Plan Act Grant #6		100,000

Capital Projects

**American Rescue Plan Act Grant #1**

Building Improvements	\$ 64,413	
Other Equipment	23,523	
Other Construction	<u>1,144,069</u>	
Total American Rescue Plan Act Grant #1		1,232,005

**American Rescue Plan Act Grant #2**

Other Construction	<u>\$ 2,500,732</u>	
Total American Rescue Plan Act Grant #2		<u>2,500,732</u>

Total Other General Government Fund \$ 3,900,485

**Constitutional Officers - Fees Fund**

Finance

**County Trustee's Office**

Constitutional Officers' Operating Expenses	<u>\$ 222,242</u>	
Total County Trustee's Office		\$ 222,242

**County Clerk's Office**

Constitutional Officers' Operating Expenses	<u>\$ 272,688</u>	
Total County Clerk's Office		272,688

Administration of Justice

**Chancery Court**

Special Commissioner Fees/Special Master Fees	<u>\$ 74,751</u>	
Total Chancery Court		<u>74,751</u>

Total Constitutional Officers - Fees Fund 569,681

(Continued)

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

**Highway/Public Works Fund**

Highways

**Administration**

County Official/Administrative Officer	\$	104,776	
Secretary(ies)		25,439	
Social Security		6,417	
Pensions		6,135	
Medical Insurance		6,454	
Unemployment Compensation		319	
Employer Medicare		1,870	
Dues and Memberships		3,905	
Legal Notices, Recording, and Court Costs		504	
Travel		930	
Office Supplies		3,227	
Total Administration			\$ 159,976

**Highway and Bridge Maintenance**

Laborers	\$	796,143	
Social Security		48,356	
Pensions		45,898	
Medical Insurance		89,968	
Unemployment Compensation		5,479	
Employer Medicare		11,309	
Other Contracted Services		74,627	
Asphalt - Hot Mix		461,943	
Crushed Stone		280,380	
Pipe - Metal		34,797	
Road Signs		9,638	
Wood Products		269	
Other Supplies and Materials		6,634	
Total Highway and Bridge Maintenance			1,865,441

**Operation and Maintenance of Equipment**

Mechanic(s)	\$	48,693	
Social Security		2,954	
Pensions		2,853	
Medical Insurance		6,464	
Unemployment Compensation		210	
Employer Medicare		691	

(Continued)

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

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

Highways (Cont.)

**Operation and Maintenance of Equipment (Cont.)**

Rentals	\$	32,572	
Diesel Fuel		91,770	
Equipment and Machinery Parts		140,141	
Garage Supplies		7,208	
Gasoline		31,533	
Lubricants		20,560	
Tires and Tubes		29,936	
Other Supplies and Materials		<u>7,727</u>	
Total Operation and Maintenance of Equipment			\$ 423,312

**Other Charges**

Communication	\$	2,424	
Electricity		3,761	
Natural Gas		3,794	
Water and Sewer		1,342	
Trustee's Commission		28,933	
Vehicle and Equipment Insurance		<u>40,644</u>	
Total Other Charges			80,898

**Employee Benefits**

Workers' Compensation Insurance	\$	<u>23,585</u>	
Total Employee Benefits			23,585

**Capital Outlay**

Highway Equipment	\$	379,380	
State Aid Projects		<u>238,378</u>	
Total Capital Outlay			<u>617,758</u>

Total Highway/Public Works Fund \$ 3,170,970

**General Debt Service Fund**

Principal on Debt

**General Government**

Principal on Bonds	\$	640,000	
Principal on Notes		<u>360,000</u>	
Total General Government			\$ 1,000,000

(Continued)

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

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

Principal on Debt (Cont.)

**Education**

Principal on Bonds	\$ 1,900,000	
Total Education		\$ 1,900,000

Interest on Debt

**General Government**

Interest on Bonds	\$ 56,000	
Interest on Notes	16,952	
Total General Government		72,952

**Education**

Interest on Bonds	\$ 618,750	
Total Education		618,750

Other Debt Service

**General Government**

Trustee's Commission	\$ 2,909	
Other Debt Service	450	
Total General Government		3,359

Total General Debt Service Fund \$ 3,595,061

**Highway Capital Projects Fund**

Capital Projects

**Highway and Street Capital Projects**

Asphalt - Hot Mix	\$ 195,978	
Asphalt - Liquid	250,126	
Crushed Stone	102,932	
Trustee's Commission	2,201	
Highway Equipment	200,000	
Total Highway and Street Capital Projects		\$ 751,237

Total Highway Capital Projects Fund 751,237

Total Governmental Funds - Primary Government \$ 30,793,530

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

Discretely Presented Claiborne County School Department

**For the Year Ended June 30, 2025****General Purpose School Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$ 12,653,532	
Career Ladder Program	10,305	
Educational Assistants	770,854	
Certified Substitute Teachers	223,083	
Social Security	798,010	
Pensions	761,749	
Life Insurance	53,597	
Medical Insurance	1,864,634	
Unemployment Compensation	22,423	
Employer Medicare	187,620	
Retirement - Hybrid Stabilization	139,003	
Contributions	476,280	
Tuition	7,830	
Instructional Supplies and Materials	140,788	
Textbooks - Electronic	338,563	
Textbooks - Bound	123,505	
Other Supplies and Materials	33,167	
TISA - On-behalf Payments	50,531	
Other Charges	20,534	
Total Regular Instruction Program		\$ 18,676,008

**Special Education Program**

Teachers	\$ 1,979,880
Career Ladder Program	4,000
Educational Assistants	237,414
Speech Pathologist	438,667
Certified Substitute Teachers	29,625
Social Security	159,337
Pensions	155,423
Life Insurance	10,430
Medical Insurance	296,701
Unemployment Compensation	4,293
Employer Medicare	37,271
Retirement - Hybrid Stabilization	33,524
Contracts with Private Agencies	5,753

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Instruction (Cont.)

**Special Education Program (Cont.)**

Maintenance and Repair Services - Equipment	\$	1,926	
Instructional Supplies and Materials		6,753	
Other Supplies and Materials		48,896	
Other Charges		903	
Special Education Equipment		19,652	
Total Special Education Program			\$ 3,470,448

**Career and Technical Education Program**

Teachers	\$	1,132,542	
Other Salaries and Wages		1,250	
Certified Substitute Teachers		19,050	
Social Security		66,011	
Pensions		70,641	
Life Insurance		4,962	
Medical Insurance		190,912	
Unemployment Compensation		1,642	
Employer Medicare		15,449	
Retirement - Hybrid Stabilization		15,138	
Other Contracted Services		11,402	
Instructional Supplies and Materials		40,759	
Software		239,914	
Other Supplies and Materials		130,568	
Other Charges		5,190	
Vocational Instruction Equipment		436,504	
Total Career and Technical Education Program			2,381,934

## Support Services

**Attendance**

Supervisor/Director	\$	82,308	
Career Ladder Program		1,000	
Clerical Personnel		36,690	
Social Security		7,057	
Pensions		7,448	
Life Insurance		240	
Medical Insurance		13,221	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Attendance (Cont.)**

Unemployment Compensation	\$	131	
Employer Medicare		1,650	
Travel		1,500	
Other Supplies and Materials		1,398	
Attendance Equipment		244	
Total Attendance			\$ 152,887

**Health Services**

Supervisor/Director	\$	76,154	
Social Workers		35,000	
Medical Personnel		359,548	
Social Security		27,466	
Pensions		26,095	
Life Insurance		1,445	
Medical Insurance		68,176	
Unemployment Compensation		1,063	
Employer Medicare		6,423	
Retirement - Hybrid Stabilization		11,068	
Travel		1,428	
Drugs and Medical Supplies		3,022	
Other Supplies and Materials		5,041	
Total Health Services			621,929

**Other Student Support**

Career Ladder Program	\$	1,000	
Guidance Personnel		514,887	
Other Salaries and Wages		85,838	
Social Security		33,602	
Pensions		33,671	
Life Insurance		2,007	
Medical Insurance		68,932	
Unemployment Compensation		810	
Employer Medicare		7,880	
Retirement - Hybrid Stabilization		7,264	
Evaluation and Testing		4,200	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Other Student Support (Cont.)**

Travel	\$	10,959	
Other Contracted Services		68,750	
Other Supplies and Materials		11,385	
In Service/Staff Development		12,670	
Other Charges		23,699	
Other Equipment		137,946	
Total Other Student Support			\$ 1,025,500

**Regular Instruction Program**

Supervisor/Director	\$	321,192	
Career Ladder Program		3,000	
Librarians		315,840	
Educational Assistants		30,400	
Other Salaries and Wages		104,384	
Social Security		44,361	
Pensions		45,443	
Life Insurance		2,458	
Medical Insurance		73,471	
Unemployment Compensation		1,002	
Employer Medicare		10,794	
Retirement - Hybrid Stabilization		5,175	
Travel		1,445	
Other Contracted Services		84,162	
Library Books/Media		60,838	
Other Supplies and Materials		4,409	
In Service/Staff Development		19,109	
Other Charges		18,944	
Other Equipment		7,100	
Total Regular Instruction Program			1,153,527

**Alternative Instruction Program**

Teachers	\$	60,262	
Career Ladder Program		500	
Other Salaries and Wages		35,802	
Social Security		3,561	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Alternative Instruction Program (Cont.)**

Pensions	\$	3,833	
Life Insurance		240	
Medical Insurance		7,267	
Unemployment Compensation		134	
Employer Medicare		1,359	
Travel		146	
Other Supplies and Materials		139	
Total Alternative Instruction Program			\$ 113,243

**Special Education Program**

Supervisor/Director	\$	82,308	
Career Ladder Program		500	
Psychological Personnel		210,715	
Secretary(ies)		26,286	
Other Salaries and Wages		282,243	
Social Security		33,157	
Pensions		33,367	
Life Insurance		2,160	
Medical Insurance		87,098	
Unemployment Compensation		738	
Employer Medicare		8,233	
Retirement - Hybrid Stabilization		8,122	
Communication		7,134	
Consultants		9,068	
Travel		11,374	
Other Contracted Services		35,212	
In Service/Staff Development		15,233	
Other Charges		2,153	
Total Special Education Program			855,101

**Career and Technical Education Program**

Supervisor/Director	\$	79,802	
Social Security		4,585	
Pensions		5,075	
Life Insurance		240	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

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

Medical Insurance	\$	13,641	
Unemployment Compensation		67	
Employer Medicare		1,072	
Other Charges		389	
Total Career and Technical Education Program			\$ 104,871

**Technology**

Supervisor/Director	\$	85,727	
Career Ladder Program		1,333	
Other Salaries and Wages		82,473	
Social Security		10,294	
Pensions		9,957	
Life Insurance		600	
Medical Insurance		13,064	
Unemployment Compensation		237	
Employer Medicare		2,408	
Maintenance and Repair Services - Equipment		379	
Internet Connectivity		49,491	
Other Contracted Services		14,500	
Software		21,478	
Other Equipment		67,153	
Total Technology			359,094

**Board of Education**

Secretary to Board	\$	1,500	
Board and Committee Members Fees		9,600	
Social Security		497	
Pensions		380	
Life Insurance		1,282	
Medical Insurance		12,237	
Unemployment Compensation		85	
Employer Medicare		135	
Other Fringe Benefits		2,737,338	
Audit Services		31,400	
Dues and Memberships		14,497	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Board of Education (Cont.)**

Legal Services	\$	51,638	
Travel		16,628	
Other Contracted Services		9,475	
Liability Insurance		415,575	
Trustee's Commission		266,349	
Workers' Compensation Insurance		160,675	
Other Charges		22,284	
Other Equipment		195,390	
Total Board of Education			\$ 3,946,965

**Director of Schools**

County Official/Administrative Officer	\$	110,250	
Assistant(s)		62,223	
Career Ladder Program		1,000	
Secretary(ies)		118,308	
Other Salaries and Wages		159,857	
Social Security		23,714	
Pensions		23,778	
Life Insurance		720	
Medical Insurance		30,726	
Unemployment Compensation		524	
Employer Medicare		6,318	
Communication		17,356	
Dues and Memberships		2,696	
Maintenance and Repair Services - Equipment		240	
Postal Charges		2,154	
Travel		8,948	
Office Supplies		9,073	
Other Charges		3,724	
Total Director of Schools			581,609

**Office of the Principal**

Principals	\$	976,675	
Career Ladder Program		1,000	
Assistant Principals		257,587	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

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

Social Security	\$	72,999	
Pensions		77,827	
Life Insurance		3,800	
Medical Insurance		143,792	
Unemployment Compensation		1,075	
Employer Medicare		17,072	
Retirement - Hybrid Stabilization		2,165	
Total Office of the Principal			\$ 1,553,992

**Fiscal Services**

Contributions	\$	259,138	
Total Fiscal Services			259,138

**Operation of Plant**

Custodial Personnel	\$	534,425	
Social Security		32,479	
Pensions		29,126	
Unemployment Compensation		2,403	
Employer Medicare		7,596	
Disposal Fees		73,068	
Other Contracted Services		38,160	
Custodial Supplies		120,528	
Electricity		1,019,703	
Natural Gas		81,901	
Water and Sewer		218,951	
Total Operation of Plant			2,158,340

**Maintenance of Plant**

Maintenance Personnel	\$	573,462	
Social Security		34,370	
Pensions		33,605	
Life Insurance		64,609	
Medical Insurance		1,303,310	
Unemployment Compensation		1,349	
Employer Medicare		8,038	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Maintenance of Plant (Cont.)**

Maintenance and Repair Services - Buildings	\$	5,770	
Maintenance and Repair Services - Equipment		290,402	
Uniforms		1,995	
Other Charges		15,325	
Total Maintenance of Plant			\$ 2,332,235

**Transportation**

Supervisor/Director	\$	79,514	
Mechanic(s)		50,613	
Bus Drivers		613,279	
Other Salaries and Wages		70,722	
Social Security		46,065	
Pensions		44,143	
Life Insurance		480	
Medical Insurance		17,506	
Unemployment Compensation		2,070	
Employer Medicare		11,576	
Retirement - Hybrid Stabilization		1,039	
Contracts with Parents		37,007	
Contracts with Vehicle Owners		156,604	
Maintenance and Repair Services - Vehicles		10,071	
Other Contracted Services		11,114	
Diesel Fuel		19,000	
Garage Supplies		2,715	
Gasoline		110,249	
Tires and Tubes		23,728	
Uniforms		3,675	
Vehicle Parts		50,560	
Other Charges		14,522	
Total Transportation			1,376,252

**Central and Other**

Communication	\$	28,254	
Other Contracted Services		74,011	
Data Processing Supplies		31,115	
Total Central and Other			133,380

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Operation of Non-Instructional Services

**Food Service**

Food Supplies	\$ 9,082	
Total Food Service		\$ 9,082

**Community Services**

Supervisor/Director	\$ 10,900	
Teachers	105,522	
Educational Assistants	58,110	
Other Salaries and Wages	360,549	
Social Security	33,195	
Pensions	29,734	
Unemployment Compensation	752	
Employer Medicare	6,623	
Retirement - Hybrid Stabilization	2,176	
Communication	5,227	
Travel	296	
Other Contracted Services	184	
Instructional Supplies and Materials	4,584	
Other Supplies and Materials	38,303	
Other Charges	19,010	
Total Community Services		675,165

**Early Childhood Education**

Supervisor/Director	\$ 68,842	
Teachers	341,467	
Educational Assistants	73,213	
Social Security	27,195	
Pensions	29,900	
Life Insurance	1,680	
Medical Insurance	62,652	
Unemployment Compensation	1,439	
Employer Medicare	7,501	
Other Supplies and Materials	2,983	
Total Early Childhood Education		616,872

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Capital Outlay

**Regular Capital Outlay**

Architects	\$	29,413	
Building Construction		245,562	
Building Improvements		11,500	
Other Capital Outlay		9,108	
Total Regular Capital Outlay			\$ 295,583

## Other Debt Service

**Education**

Debt Service Contribution to Primary Government	\$	2,518,750	
Total Education			2,518,750

Total General Purpose School Fund \$ 45,371,905

**School Federal Projects Fund**

## Instruction

**Regular Instruction Program**

Teachers	\$	687,029	
Educational Assistants		353,230	
Certified Substitute Teachers		17,662	
Social Security		62,165	
Pensions		63,917	
Life Insurance		2,880	
Medical Insurance		98,906	
Unemployment Compensation		2,582	
Employer Medicare		14,546	
Instructional Supplies and Materials		418,345	
Textbooks - Electronic		1,750	
Textbooks - Bound		4,378	
Other Supplies and Materials		4,350	
Regular Instruction Equipment		533,856	
Total Regular Instruction Program			\$ 2,265,596

**Special Education Program**

Teachers	\$	41,882	
Educational Assistants		881,072	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Instruction (Cont.)

**Special Education Program (Cont.)**

Speech Pathologist	\$	11,816	
Certified Substitute Teachers		29,362	
Social Security		54,892	
Pensions		53,416	
Life Insurance		220	
Medical Insurance		12,325	
Unemployment Compensation		4,424	
Employer Medicare		13,053	
Instructional Supplies and Materials		3,782	
Other Supplies and Materials		5,936	
Special Education Equipment		4,112	
Total Special Education Program			\$ 1,116,292

**Career and Technical Education Program**

Other Salaries and Wages	\$	1,600	
Social Security		50	
Pensions		51	
Unemployment Compensation		8	
Employer Medicare		23	
Other Contracted Services		4,674	
Instructional Supplies and Materials		17,157	
Software		40,500	
Other Supplies and Materials		499	
Vocational Instruction Equipment		4,398	
Total Career and Technical Education Program			68,960

## Support Services

**Health Services**

Other Supplies and Materials	\$	4,801	
Total Health Services			4,801

**Other Student Support**

Social Workers	\$	97,152	
Social Security		5,279	
Pensions		6,964	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Other Student Support (Cont.)**

Life Insurance	\$	480	
Medical Insurance		26,995	
Unemployment Compensation		134	
Employer Medicare		1,235	
Travel		2,062	
Other Supplies and Materials		5,534	
In Service/Staff Development		12,605	
Other Charges		20,116	
Total Other Student Support			\$ 178,556

**Regular Instruction Program**

Supervisor/Director	\$	78,901	
Other Salaries and Wages		247,371	
Social Security		19,305	
Pensions		20,050	
Life Insurance		940	
Medical Insurance		31,081	
Unemployment Compensation		320	
Employer Medicare		4,563	
Communication		740	
Software		19,610	
Other Supplies and Materials		24,674	
In Service/Staff Development		47,648	
Other Equipment		6,953	
Total Regular Instruction Program			502,156

**Special Education Program**

Other Salaries and Wages	\$	840	
Communication		1,494	
Contracts with Private Agencies		30,250	
Travel		1,991	
In Service/Staff Development		713	
Total Special Education Program			35,288

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

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

## Support Services (Cont.)

**Career and Technical Education Program**

Other Salaries and Wages	\$	1,800	
Social Security		112	
Pensions		105	
Unemployment Compensation		3	
Employer Medicare		26	
In Service/Staff Development		2,247	
Other Equipment		1,264	
Total Career and Technical Education Program			\$ 5,557

**Technology**

Software	\$	40,998	
Total Technology			40,998

**Operation of Plant**

Other Supplies and Materials	\$	9,998	
Plant Operation Equipment		561,990	
Total Operation of Plant			571,988

## Capital Outlay

**Regular Capital Outlay**

Building Improvements	\$	1,216,899	
Total Regular Capital Outlay			1,216,899

Total School Federal Projects Fund

\$ 6,007,091

**Central Cafeteria Fund**

## Operation of Non-Instructional Services

**Food Service**

Supervisor/Director	\$	85,200	
Accountants/Bookkeepers		24,431	
Clerical Personnel		15,845	
Cafeteria Personnel		1,189,493	
Social Security		77,511	
Pensions		71,481	
Life Insurance		360	

(Continued)

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

Discretely Presented Claiborne County School Department (Cont.)

**Central Cafeteria Fund (Cont.)**

Operation of Non-Instructional Services (Cont.)

**Food Service (Cont.)**

Medical Insurance	\$	16,005	
Unemployment Compensation		4,483	
Employer Medicare		18,564	
Communication		7,033	
Maintenance and Repair Services - Equipment		32,655	
Travel		8,639	
Other Contracted Services		36,071	
Food Preparation Supplies		165,495	
Food Supplies		2,153,061	
Office Supplies		6,101	
Uniforms		9,065	
USDA - Commodities		255,501	
Other Supplies and Materials		29,243	
In Service/Staff Development		3,526	
Other Charges		35,808	
Food Service Equipment		1,691,164	
Total Food Service			\$ 5,936,735

Total Central Cafeteria Fund		\$ 5,936,735
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**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

Other Charges	\$	2,064,438	
Total Community Services			\$ 2,064,438

Total Internal School Fund		2,064,438
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Total Governmental Funds - Claiborne County School Department		\$ 59,380,169
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## 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***

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Claiborne County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated October 17, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the discretely presented Claiborne County School Department, as described in our report on Claiborne County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Claiborne 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 Claiborne County's internal control. Accordingly, we do not express an opinion on the effectiveness of Claiborne 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Claiborne 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: 2025-001 and 2025-002.


## Claiborne County's Responses to the Findings

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

October 17, 2025

JEM/gc



JASON E. MUMPOWER  
*Comptroller*

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

Claiborne County Mayor and  
Board of County Commissioners  
Claiborne 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 Claiborne 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 Claiborne County's major federal programs for the year ended June 30, 2025. Claiborne 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, Claiborne 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, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Claiborne 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 Claiborne County's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Claiborne 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 Claiborne 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 that 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 Claiborne County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Claiborne 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 Claiborne 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 Claiborne County's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control Over Compliance**

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

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


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

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Claiborne County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Claiborne County's basic financial statements. We issued our report thereon dated October 17, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

October 17, 2025

JEM/gc

**CLAIBORNE COUNTY, TENNESSEE, AND THE CLAIBORNE COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)**  
**For the Year Ended June 30, 2025**

<b>Federal/Pass-Through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Expenditures</b>
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	\$ 1,232,076
National School Lunch Program	10.555	N/A	2,816,162 (6)
Fresh Fruit and Vegetable Program	10.582	N/A	20,505
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities Cash Assistance)	10.555	N/A	5,088 (6)
National School Lunch Program (Commodities Non-Cash Assistance)	10.555	N/A	255,501 (6)
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-25-84603	10,000
Passed-through East Tennessee Human Resource Agency:			
Child and Adult Care Food Program	10.558	N/A	235,163
Child Nutrition Cluster: (5)			
Summer Food Service Program for Children	10.559	N/A	1,372,240
Total U.S. Department of Agriculture			<u>\$ 5,946,735</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program	14.228	(4)	\$ 122,399
Passed-through State Housing Development Agency:			
HOME Investment Partnerships Program	14.239	(4)	659,337
Total U.S. Department of Housing and Urban Development			<u>\$ 781,736</u>
U.S. Department of Interior:			
Direct Program:			
Payments in Lieu of Taxes	15.226	N/A	\$ 13,157
Total U.S. Department of Interior			<u>\$ 13,157</u>
U.S. Department of Justice:			
Passed-through State Department of Finance and Administration:			
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	16.590	(4)	\$ 230,932
Crime Victim Assistance	16.575	(4)	179,517
Total U.S. Department of Justice			<u>\$ 410,449</u>
U.S. Department of Treasury:			
Direct Award:			
COVID 19 - Coronavirus Relief Fund	21.027	N/A	\$ 903,595 (6)
Passed-through State Department of Education:			
COVID 19 - Coronavirus Relief Fund	21.027	N/A	61,751 (6)
Passed-through State Department of Environment and Conservation:			
COVID-19 - Coronavirus Relief Fund	21.027	(4)	1,547,483 (6)
Total U.S. Department of Treasury			<u>\$ 2,512,829</u>

(Continued)

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

<b>Federal/Pass-Through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Expenditures</b>
Appalachian Regional Commission:			
Direct Award:			
Women's Jail to Work Program Grant	23.001	N/A	\$ 144,013
Total Appalachian Regional Commission			<u>\$ 144,013</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,577,170
Special Education Cluster: (5)			
Special Education-Grants to States	84.027	N/A	1,153,954
Special Education - Preschool Grants	84.173	N/A	10,251
Vocational Education-Basic Grants to States	84.048	N/A	106,674
Rehabilitation Services - Vocational Rehabilitation Grants to States	84.126	N/A	106,152
Rural Education	84.358	N/A	128,355
Supporting Effective Instruction State Grants	84.367	N/A	164,784
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary Math Implementation Support Grant	84.425D	N/A	71,250 (6)
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	2,878,528 (6)
Total U.S. Department of Education			<u>\$ 6,197,118</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Aging Cluster: (5)			
Special Programs for the Aging - Title III, Part B Grants for Supportive Services and Senior Centers	93.044	(4)	\$ 24,368
Medicaid Cluster: (5)			
Medical Assistance Program	93.778	GG-25-84603	7,160
Maternal and Child Health Services Block Grant to the States	93.994	GG-25-84603	3,116
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	GG-25-84603	2,987
Total U.S. Department of Health and Human Services			<u>\$ 37,631</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	(4)	\$ 27,169
Homeland Security Grant Program	97.067	34101-19925	12,912
Total U.S. Department of Homeland Security			<u>\$ 40,081</u>
Total Expenditures of Federal Grants			<u>\$ 16,083,749</u>

(Continued)

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

<b>Federal/Pass-Through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Expenditures</b>
<b>State Grants</b>			
Senior Center Grant- State Department of Disability and Aging	N/A	(4)	\$ 20,000
Victim Services Grant- State Department of Finance and Administration and Office of Criminal Justice Programs	N/A	(4)	74,126
Violent Crime Intervention Fund - State Department of Finance and Administration	N/A	(4)	159,155
State Aid Program - State Department of Transportation	N/A	(4)	249,469
Litter Program- State Department of Transportation	N/A	(4)	39,148
Statewide School Resource Officer Grant- State Department of Public Safety	N/A	(4)	930,431
Courtroom Security Grant- State Administrative Office of the Courts	N/A	(4)	65,165
Evidence Based Programming Grant - State Department of Safety	N/A	(4)	115,833
TOP Grant TSLA (Library) - Tennessee Secretary of State	N/A	(4)	5,523
Mental Health Transportation Direct Appropriation Grant- State Department of Mental Health	N/A	(4)	41,204
Summer Learning Camp Transportation - State Department of Education	N/A	(4)	60,745
Summer Learning Camps - State Department of Education	N/A	(4)	317,553
Early Childhood Education- State Department of Education	N/A	(4)	616,873
State Special Education Preschool Grant- State Department of Education	N/A	(4)	10,642
Lottery for Education: After School Programs - State Department of Education	N/A	(4)	284,311
Public School Security- State Department of Education	N/A	(4)	147,791
Innovative School Model Grant - State Department of Education	N/A	(4)	1,224,034
Supporting Access in Rural Counties (SPARC) - State Department of Education	N/A	(4)	78,997
Health Department Grants - State Department of Health	N/A	GG-25-84603	77,629
Total State Grants			<u>\$ 4,518,629</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) Claiborne county elected to not use the 10% de minimus cost rate permitted in the Uniform Guidance.

(3) No amounts (\$0) were passed through to subrecipients.

(4) Information not available.

(5) Child Nutrition Cluster total \$5,701,572; Special Education Cluster total \$1,164,205; Aging Cluster \$24,368; Medicaid Cluster \$7,160.

(6) ALN Totals: ALN 10.555, \$3,076,751; ALN 21.027 \$2,512,829; ALN 84.425 \$2,949,778.

(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

<b>Program Title</b>	<b>ALN</b>	<b>Amount Provided to Consolidated Administration</b>
Title I Grants to Local Educational Agencies	84.010	\$ 153,535
Rural Education	84.358	16,802
Supporting Effective Instruction State Grants	84.367	34,139
Total amounts consolidated for administration purposes		<u>\$ 204,476</u>

**CLAIBORNE COUNTY, TENNESSEE**  
**Summary Schedule of Prior-year Findings**  
**For the Year Ended June 30, 2025**

*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 Claiborne County, Tennessee, for the year ended June 30, 2025.

**Prior-year Financial Statement Findings**

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
<b>OFFICE OF TRUSTEE</b>					
2024	191	2024-001	The trustee was not bonded.	N/A	Corrected

***Prior-year Federal Award Findings***

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

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**CLAIBORNE COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2025**

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**PART I, SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

1. Our report on the financial statements of Claiborne County is unmodified.
2. Internal Control Over Financial Reporting:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
  - \* Assistance Listing Number: 21.027      COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
  - \* Assistance Listing Number: 84.425      COVID 19 - Elementary and Secondary School Emergency Relief Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

### OFFICES OF FINANCE DIRECTOR AND SHERIFF

*FINDING 2025-001*      **ACCRUED LEAVE BALANCES EXCEEDED THE MAXIMUM BALANCE PROVIDED BY THE COUNTY'S PERSONNEL POLICY**  
(Noncompliance Under *Government Auditing Standards*)

Accrued compensatory leave balances for three employees of the finance department and 20 employees of the sheriff's department were in excess of the maximum balance provided by the county's personnel policy. The county's personnel policy provides that, "The maximum number of compensatory time hours that an employee may accrue is 100 hours at the discretion of the county official or department head. Any employee who has reached this 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 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 – FINANCE DIRECTOR

I concur with the finding. Due to several staff changes within the finance department, several employees were working longer hours to help assist with the upkeep of the workload that was being shifted each time an employee resigned. The extra work was added to their normal duties and in turn caused the excessive amount of hours.

### MANAGEMENT'S RESPONSE – SHERIFF

No formal management's response was submitted. However, an explanation to the finding is included in the corrective action plan.

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### OFFICE OF SHERIFF

*FINDING 2025-002*      **AN EMPLOYEE OF THE SHERIFF'S DEPARTMENT ENTERED INTO A CONTRACT IN VIOLATION OF THE FINANCIAL MANAGEMENT ACT OF 1981 AND THE UNIFORMITY IN LOCAL GOVERNMENT FINANCING ACT**  
(Noncompliance Under *Government Auditing Standards*)

On January 29, 2025, an employee of the sheriff's department signed an agreement that entered Claiborne County into a contract with a vendor totaling \$243,365 for body cameras and cloud storage without the participation of the county's finance director. Claiborne County operates under the County Financial Management System of 1981, which establishes a finance department overseen by a director of finance to administer the county's accounting, budgeting, and purchasing functions. Section 5-21-118(a), *Tennessee Code Annotated (TCA)*, establishes the finance director or an appointed deputy to serve as the county purchasing agent. Section 5-21-118(b)(1), *TCA*, specifically states that contracts for equipment are the responsibility of the director of finance, and Section 5-21-119(5)(F), *TCA*, states that the purchasing agent shall "issue purchase orders and contracts." Additionally, this contract established a lease financing arrangement with a

principal amount in excess of \$100,000. The Uniformity in Local Government Financing Act, Section 9-24-101, *TCA*, requires approval by the Comptroller of the Treasury's Division of Local Government Finance prior to entering the lease financing agreement when the principal amounts of all qualifying agreements entered into in a fiscal year exceed \$100,000.

On May 19, 2025, the county commission approved the contract to honor it after the fact and the finance director subsequently sought approval from the Comptroller of the Treasury's Division of Local Government Finance. Circumventing the established procedures of the finance department weakens controls over purchasing and could possibly cost the county money in potential litigation caused by voided contracts. This deficiency is the result of a failure to follow the finance department's purchasing policies and state statutes.

## **RECOMMENDATION**

All accounting, purchasing, and budget functions of the county should be administrated by the finance department in compliance with provisions of the Financial Management Act of 1981. All qualifying lease financing arrangements should be approved by the Comptroller of the Treasury's Division of Local Government Finance prior to entering into the agreement in compliance with state statutes.

## **MANAGEMENT'S RESPONSE - SHERIFF**

No formal management's response was submitted. However, an explanation to the finding is included in the corrective action plan.

### **PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

There were no findings and questioned costs related to federal awards for the year ended June 30, 2025.

**CLAIBORNE COUNTY, TENNESSEE**  
**MANAGEMENT'S CORRECTIVE ACTION PLAN**  
**For the Year Ended June 30, 2025**

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

Finding Number	Title of Finding	Corrective Action Plan Page Number
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**OFFICE OF FINANCE DIRECTOR**

2025-001	Accrued leave balances exceeded the maximum balance provided by the county's personnel policy.	200
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**OFFICE OF SHERIFF**

2025-001	Accrued leave balances exceeded the maximum balance provided by the county's personnel policy.	201
2025-002	An employee of the sheriff's department entered into a contract in violation of the Financial Management Act of 1981 and the Uniformity in Local Government Financing Act.	201



# *Claiborne County Government*

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## 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:**

Kelly Harvey, Interim Finance Director

**Person Responsible for Implementing the Corrective Action:**

Kelly Harvey, Interim Finance Director

**Anticipated Completion Date of Corrective Action:**

October 16, 2025

**Repeat Finding:**

No

**Planned Corrective Action:**

Compensatory balances will be reviewed more closely. Upon the hiring of a new finance director, this will be discussed with them in detail to prevent any future issues with compensatory leave balances exceeding the policy maximum limit.

Signature: \_\_\_\_\_

*Kelly Harvey*



## Bob Brooks Sheriff

415 Straight Creek Rd. Tazewell, TN 37879

### 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:**  
Bob Brooks, Sheriff

**Person Responsible for Implementing the Corrective Action:**  
Ron Hayes, Chief Deputy

**Anticipated Completion Date of Corrective Action:**  
10/16/2025

**Repeat Finding:**  
No

**Planned Corrective Action:**

All employees and supervisors have been informed to closely monitor all comp-time balances. All are to work with scheduling to try to reduce the current number of comp time that is over while also trying to keep all employees from accruing more than the 100 maximum hours.

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**FINDING:** AN EMPLOYEE OF THE SHERIFF'S DEPARTMENT ENTERED INTO A CONTRACT IN VIOLATION OF THE FINANCIAL MANAGEMENT ACT OF 1981 AND THE UNIFORMITY IN LOCAL GOVERNMENT FINANCING ACT

**Response and Corrective Action Plan Prepared by:**  
Bob Brooks, Sheriff

**Person Responsible for Implementing the Corrective Action:**  
Ron Hayes, Chief Deputy

**Anticipated Completion Date of Corrective Action:**  
10/16/2025

**Repeat Finding:**  
No



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## Bob Brooks Sheriff

415 Straight Creek Rd. Tazewell, TN 37879

**Planned Corrective Action:**

Additional training has been provided for all employees to ensure they all know to not sign any contracts, that all contracts should be administrated by the finance department.

Signature:

*Bob Brooks*

Phone: (423) 626-3385  
(423) 626-2501



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