



ANNUAL FINANCIAL REPORT

Marion County, Tennessee

For the Year Ended June 30, 2025

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
MARION 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

STEVE REEDER, CPA, CGFM, CFE
Audit Manager

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

MARION COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICE OF COUNTY MAYOR

- ◆ The General and Education Capital Projects funds required material audit adjustments for proper financial statement presentation.

OFFICE OF COUNTY CLERK

- ◆ The office did not prepare and file an annual financial report timely.



INTRODUCTORY SECTION

MARION COUNTY OFFICIALS

June 30, 2025

Officials

David Jackson, County Mayor
Cory Pickett, Highway Supervisor
Mark Griffith, Director of Schools
Diane Massengale, Trustee
Darrell Pittman, Assessor of Property
Joanie Spangler, County Clerk
Lonna Henderson, Circuit and General Sessions Courts Clerk
Paige Mashburn, Clerk and Master
Debbie Pittman, Register of Deeds
Ronnie Burnett, Sheriff

Board of County Commissioners

Chris Morrison, Chairman
David Abbott
Don Adkins, Jr.
Donald Blansett
Ruric Brandt
Logan Campbell
Jimmy Cantrell
Steven Franklin

Robert Eugene Hargis
Nick Holland
Linda Mason
Jim Nunley
Dennis Rollins
Paul Schafer
Peggy Thompson

Board of Education

Ryan Phillips, Chairman
Nathan Billingsley
Donna Blansett
Linda Hooper
Brian Nunley

Audit Committee

John Moore, Chairman
David Abbott
Don Adkins
Gary Hooper
Steve Moss

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marion 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 the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marion County, Tennessee, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Marion County Conservation Commission (a major enterprise fund), which represent 100 percent of the assets, net position, and revenues of the business-type activities as of June 30, 2025. We also did not audit the financial statements of the Internal School Fund of the Marion County School Department (a discretely presented component unit), which represent 1.21 percent, 1.33 percent, and 4.16 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Marion County Conservation Commission and the Internal School Fund of the discretely presented Marion 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 Marion 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., Marion 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 a restatement to the beginning Governmental Activities net position totaling (\$51,417) for the primary government and (\$451,266) for the discretely presented Marion 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 Marion 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 Marion 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 Marion County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Marion County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the Rural Debt Service, Education Debt Service, Education Capital Projects, and Other Capital Projects funds, combining and individual fund financial statements of the Marion 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 Rural Debt Service, Education Debt Service, Education Capital Projects, and Other Capital Projects funds, combining and individual fund financial statements of the Marion County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information


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

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2025, on our consideration of Marion 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 Marion 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 Marion County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 25, 2025

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

MARION COUNTY, TENNESSEE
Statement of Net Position
June 30, 2025

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Marion County School Department
ASSETS				
Cash	\$ 73,451	\$ 180,656	\$ 254,107	\$ 1,420,337
Equity in Pooled Cash and Investments	57,496,851	0	57,496,851	25,110,334
Inventories	0	0	0	92,981
Accounts Receivable	66,197	0	66,197	6,163
Due from Other Governments	1,617,886	0	1,617,886	3,155,812
Property Taxes Receivable	12,782,682	0	12,782,682	6,978,774
Allowance for Uncollectible Property Taxes	(439,061)	0	(439,061)	(239,708)
Internal Balances	431,225	(431,225)	0	0
Notes Receivable - Short Term	60,937	0	60,937	0
Notes Receivable - Long Term	1,564,989	0	1,564,989	0
Restricted Assets - Amounts Accumulated for Pension Benefits	0	0	0	537,092
Net Pension Asset - Teacher Retirement Plan	0	0	0	166,365
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	6,796,814
Assets Not Depreciated:				
Land	2,805,377	0	2,805,377	2,051,696
Construction in Progress	3,343,590	0	3,343,590	27,000
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	16,483,437	0	16,483,437	61,591,018
Infrastructure	4,293,964	0	4,293,964	87,091
Other Capital Assets	2,634,607	736,562	3,371,169	4,184,625
Total Assets	\$ 103,216,132	\$ 485,993	\$ 103,702,125	\$ 111,966,394
DEFERRED OUTFLOWS OF RESOURCES				
Pension Changes in Experience	\$ 1,387,101	\$ 0	\$ 1,387,101	\$ 2,833,201
Pension Changes in Assumptions	355,307	0	355,307	324,035
Pension Changes in Proportion	0	0	0	62,346
Pension Contributions After Measurement Date	609,678	0	609,678	1,490,083
OPEB Changes in Experience	18,078	0	18,078	179,570
OPEB Changes in Proportion	0	0	0	75,186
OPEB Changes in Assumptions	88,030	0	88,030	860,051
OPEB Contributions After Measurement Date	8,463	0	8,463	94,011
Total Deferred Outflows of Resources	\$ 2,466,657	\$ 0	\$ 2,466,657	\$ 5,918,483

(Continued)

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

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Marion County School Department
LIABILITIES				
Accounts Payable	\$ 272,294	\$ 29,940	\$ 302,234	\$ 481,023
Accrued Payroll	171,358	0	171,358	433,128
Contracts Payable	910,043	0	910,043	65,000
Retainage Payable	47,897	0	47,897	0
Payroll Deductions Payable	1,488	0	1,488	0
Due to Litigants, Heirs, and Others	35,267	0	35,267	0
Accrued Interest Payable	208,807	0	208,807	0
Noncurrent Liabilities:				
Due Within One Year - Debt	3,265,386	0	3,265,386	0
Due Within One Year - Other	83,876	0	83,876	346,111
Due in More Than One Year - Debt	44,499,178	0	44,499,178	0
Due in More Than One Year - Other	1,034,690	0	1,034,690	5,296,100
Total Liabilities	<u>\$ 50,530,284</u>	<u>\$ 29,940</u>	<u>\$ 50,560,224</u>	<u>\$ 6,621,362</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred Current Property Taxes	\$ 11,914,040	\$ 0	\$ 11,914,040	\$ 6,504,535
Pension Changes in Experience	47,243	0	47,243	85,406
Pension Changes in Investment Earnings	304,384	0	304,384	1,572,765
Pension Changes in Proportion	0	0	0	35,581
OPEB Changes in Experience	48,378	0	48,378	363,466
OPEB Changes in Proportion	0	0	0	250,673
OPEB Changes in Assumptions	89,508	0	89,508	337,910
Total Deferred Inflows of Resources	<u>\$ 12,403,553</u>	<u>\$ 0</u>	<u>\$ 12,403,553</u>	<u>\$ 9,150,336</u>
NET POSITION				
Net Investment in Capital Assets	\$ 25,302,617	\$ 736,562	\$ 26,039,179	\$ 67,941,430
Restricted for:				
General Government	875,654	0	875,654	0
Finance	132,392	0	132,392	0
Administration of Justice	472,169	0	472,169	0
Public Safety	419,344	0	419,344	0
Public Health and Welfare	2,980,829	0	2,980,829	0
Highways/Public Works	1,947,434	0	1,947,434	0
Debt Service	11,703,499	0	11,703,499	0
Capital Projects	9,747,422	0	9,747,422	0
Education	0	0	0	6,538,084
Pensions	0	0	0	7,500,271
Unrestricted	<u>(10,832,408)</u>	<u>(280,509)</u>	<u>(11,112,917)</u>	<u>20,133,394</u>
Total Net Position	<u>\$ 42,748,952</u>	<u>\$ 456,053</u>	<u>\$ 43,205,005</u>	<u>\$ 102,113,179</u>

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

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

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position				Component Unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Marion County School Department	
					Governmental Activities	Business-type Activities	Total		
Primary Government:									
Governmental Activities:									
General Government	\$ 979,901	\$ 831,148	\$ 11,373	\$ 1,203,562	\$ 1,066,182	\$ 0	\$ 1,066,182	\$ 0	
Finance	1,277,488	1,084,471	0	0	(193,017)	0	(193,017)	0	
Administration of Justice	1,436,629	601,178	9,000	683	(825,768)	0	(825,768)	0	
Public Safety	7,719,964	273,046	1,197,827	0	(6,249,091)	0	(6,249,091)	0	
Public Health and Welfare	1,426,861	58,884	252,342	8,569	(1,107,066)	0	(1,107,066)	0	
Social, Cultural, and Recreational Services	709,373	171,670	116,677	22,323	(398,703)	0	(398,703)	0	
Agriculture and Natural Resources	170,891	0	0	0	(170,891)	0	(170,891)	0	
Highways/Public Works	4,556,514	304,872	2,594,472	843,135	(814,035)	0	(814,035)	0	
Interest on Long-term Debt	1,419,662	0	0	0	(1,419,662)	0	(1,419,662)	0	
Education	3,375,539	0	0	2,676,947	(698,592)	0	(698,592)	0	
Total Governmental Activities	\$ 23,072,822	\$ 3,325,269	\$ 4,181,691	\$ 4,755,219	\$ (10,810,643)	\$ 0	\$ (10,810,643)	\$ 0	
Business-type Activities:									
Marion County Conservation Commission	\$ 231,976	\$ 278,389	\$ 0	\$ 0	\$ 0	\$ 46,413	\$ 46,413	\$ 0	
Total Primary Government	\$ 23,304,798	\$ 3,603,658	\$ 4,181,691	\$ 4,755,219	\$ (10,810,643)	\$ 46,413	\$ (10,764,230)	\$ 0	
Component Unit:									
Marion County School Department	\$ 52,851,027	\$ 261,981	\$ 9,592,705	\$ 561,906	\$ 0	\$ 0	\$ 0	\$ (42,434,435)	
Total Component Unit	\$ 52,851,027	\$ 261,981	\$ 9,592,705	\$ 561,906	\$ 0	\$ 0	\$ 0	\$ (42,434,435)	

(Continued)

MARION COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions				
					Primary Government			
					Governmental Activities	Business-type Activities	Total	
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 9,162,007	\$ 0	\$ 9,162,007	\$ 6,462,063
Property Taxes Levied for Debt Service					2,448,634	0	2,448,634	0
Local Option Sales Taxes					4,154,563	0	4,154,563	6,416,307
Hotel/Motel Tax					0	0	0	409,293
Litigation Taxes					114,062	0	114,062	0
Business Tax					548,046	0	548,046	0
Wholesale Beer Tax					0	0	0	80,311
Mineral Severance Tax					44,439	0	44,439	0
Mixed Drink Tax					51,319	0	51,319	28,070
Other Local Taxes					35,058	0	35,058	0
Grants and Contributions Not Restricted to Specific Programs					1,311,122	0	1,311,122	30,528,080
Unrestricted Investment Income					1,554,278	0	1,554,278	578,583
Proceeds from Sale of Land/Equipment					65,439	0	65,439	0
Miscellaneous					248,187	0	248,187	44,411
Amortization Premium					195,378	0	195,378	0
Total General Revenues					\$ 19,932,532	\$ 0	\$ 19,932,532	\$ 44,547,118
Change in Net Position					\$ 9,121,889	\$ 46,413	\$ 9,168,302	\$ 2,112,683
Net Position, July 1, 2024					33,678,480	409,640	34,088,120	100,451,762
Restatements - See Note I.D.10.					(51,417)	0	(51,417)	(451,266)
Net Position, June 30, 2025					\$ 42,748,952	\$ 456,053	\$ 43,205,005	\$ 102,113,179

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

MARION COUNTY, TENNESSEE
Balance Sheet - Governmental Funds
June 30, 2025

	Major Funds					
	General	Highway / Public Works	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects
ASSETS						
Cash	\$ 200	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	19,949,290	1,559,635	7,254,473	11,281,785	1,990,027	9,599,387
Accounts Receivable	62,516	866	0	0	0	0
Due from Other Governments	65,896	389,639	0	508,519	439,017	0
Due from Other Funds	211,511	0	0	0	311,580	0
Property Taxes Receivable	8,673,840	0	1,887,353	0	0	1,386,720
Allowance for Uncollectible Property Taxes	(297,930)	0	(64,827)	0	0	(47,631)
Notes Receivable - Current	0	0	0	0	0	5,937
Advances to Other Funds	431,225	0	0	0	0	0
Notes Receivable - Long-term	0	0	0	0	0	95,495
Total Assets	<u>\$ 29,096,548</u>	<u>\$ 1,950,140</u>	<u>\$ 9,076,999</u>	<u>\$ 11,790,304</u>	<u>\$ 2,740,624</u>	<u>\$ 11,039,908</u>
LIABILITIES						
Accounts Payable	\$ 238,768	\$ 2,706	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Payroll	163,602	0	0	0	0	0
Payroll Deductions Payable	1,488	0	0	0	0	0
Contracts Payable	0	0	0	0	910,043	0
Retainage Payable	0	0	0	0	47,897	0
Due to Other Funds	311,580	0	0	0	205,921	0

(Continued)

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

	Major Funds					
	General	Highway / Public Works	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects
LIABILITIES (Cont.)						
Due to Litigants, Heirs, and Others	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Liabilities	\$ 715,438	\$ 2,706	\$ 0	\$ 0	\$ 1,163,861	\$ 0
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 8,084,413	\$ 0	\$ 1,759,099	\$ 0	\$ 0	\$ 1,292,486
Deferred Delinquent Property Taxes	271,181	0	59,007	0	0	43,355
Other Deferred/Unavailable Revenue	5,590	223,787	0	250,000	0	0
Total Deferred Inflows of Resources	\$ 8,361,184	\$ 223,787	\$ 1,818,106	\$ 250,000	\$ 0	\$ 1,335,841
FUND BALANCES						
Nonspendable:						
Advances to Other Funds	\$ 431,225	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted:						
Restricted for General Government	78,997	0	0	0	0	0
Restricted for Finance	64,515	0	0	0	0	0
Restricted for Administration of Justice	472,169	0	0	0	0	0
Restricted for Public Safety	187,909	0	0	0	0	0
Restricted for Public Health and Welfare	42,677	0	0	0	0	0

(Continued)

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

	Major Funds					
	General	Highway / Public Works	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects
FUND BALANCES (Cont.)						
Restricted (Cont.):						
Restricted for Other Operations	\$ 91,064	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for Highways/Public Works	0	1,723,647	0	0	0	0
Restricted for Debt Service	0	0	7,258,893	0	0	0
Restricted for Capital Projects	6,001,364	0	0	0	0	9,608,572
Committed:						
Committed for Debt Service	0	0	0	11,540,304	0	0
Committed for Capital Projects	0	0	0	0	1,576,763	95,495
Assigned:						
Assigned for General Government	1,099	0	0	0	0	0
Assigned for Finance	243	0	0	0	0	0
Assigned for Administration of Justice	400	0	0	0	0	0
Assigned for Public Safety	59,616	0	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	36,892	0	0	0	0	0
Unassigned	12,551,756	0	0	0	0	0
Total Fund Balances	<u>\$ 20,019,926</u>	<u>\$ 1,723,647</u>	<u>\$ 7,258,893</u>	<u>\$ 11,540,304</u>	<u>\$ 1,576,763</u>	<u>\$ 9,704,067</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 29,096,548</u>	<u>\$ 1,950,140</u>	<u>\$ 9,076,999</u>	<u>\$ 11,790,304</u>	<u>\$ 2,740,624</u>	<u>\$ 11,039,908</u>

(Continued)

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		Funds
ASSETS			
Cash	\$ 73,251	\$	73,451
Equity in Pooled Cash and Investments	5,862,254		57,496,851
Accounts Receivable	2,815		66,197
Due from Other Governments	214,815		1,617,886
Due from Other Funds	0		523,091
Property Taxes Receivable	834,769		12,782,682
Allowance for Uncollectible Property Taxes	(28,673)		(439,061)
Notes Receivable - Current	55,000		60,937
Advances to Other Funds	0		431,225
Notes Receivable - Long-term	1,469,494		1,564,989
Total Assets	<u>\$ 8,483,725</u>	<u>\$</u>	<u>74,178,248</u>
LIABILITIES			
Accounts Payable	\$ 30,820	\$	272,294
Accrued Payroll	7,756		171,358
Payroll Deductions Payable	0		1,488
Contracts Payable	0		910,043
Retainage Payable	0		47,897
Due to Other Funds	5,590		523,091

(Continued)

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		Funds
LIABILITIES (Cont.)			
Due to Litigants, Heirs, and Others	\$ 35,267	\$	35,267
Total Liabilities	<u>\$ 79,433</u>	<u>\$</u>	<u>1,961,438</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 778,042	\$	11,914,040
Deferred Delinquent Property Taxes	26,098		399,641
Other Deferred/Unavailable Revenue	95,000		574,377
Total Deferred Inflows of Resources	<u>\$ 899,140</u>	<u>\$</u>	<u>12,888,058</u>
FUND BALANCES			
Nonspendable:			
Advances to Other Funds	\$ 0	\$	431,225
Restricted:			
Restricted for General Government	3,187		82,184
Restricted for Finance	67,877		132,392
Restricted for Administration of Justice	0		472,169
Restricted for Public Safety	231,435		419,344
Restricted for Public Health and Welfare	2,843,152		2,885,829

(Continued)

MARION COUNTY, TENNESSEE**Balance Sheet - Governmental Funds (Cont.)****FUND BALANCES (Cont.)**

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		Funds
Restricted (Cont.):			
Restricted for Other Operations	\$ 0	\$	91,064
Restricted for Highways/Public Works	0		1,723,647
Restricted for Debt Service	4,359,501		11,618,394
Restricted for Capital Projects	0		15,609,936
Committed:			
Committed for Debt Service	0		11,540,304
Committed for Capital Projects	0		1,672,258
Assigned:			
Assigned for General Government	0		1,099
Assigned for Finance	0		243
Assigned for Administration of Justice	0		400
Assigned for Public Safety	0		59,616
Assigned for Social, Cultural, and Recreational Services	0		36,892
Unassigned	0		12,551,756
Total Fund Balances	<u>\$ 7,505,152</u>	<u>\$</u>	<u>59,328,752</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 8,483,725</u>	<u>\$</u>	<u>74,178,248</u>

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

MARION 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)		\$ 59,328,752
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,805,377	
Add: construction in progress	3,343,590	
Add: buildings and improvements net of accumulated depreciation	16,483,437	
Add: infrastructure net of accumulated depreciation	4,293,964	
Add: other capital assets net of accumulated depreciation	<u>2,634,607</u>	29,560,975
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (44,745,000)	
Less: notes payable	(542,886)	
Less: compensated absences payable	(75,413)	
Less: pension liability - agent plan	(719,893)	
Less: OPEB liability	(323,260)	
Less: accrued interest on outstanding debt	(208,807)	
Less: unamortized premium on debt	<u>(2,476,678)</u>	(49,091,937)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 2,352,086	
Less: deferred inflows of resources related to pensions	(351,627)	
Add: deferred outflows of resources related to OPEB	114,571	
Less: deferred inflows of resources related to OPEB	<u>(137,886)</u>	1,977,144
(4) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>974,018</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 42,748,952</u></u>

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

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

	Major Funds					
	General	Highway / Public Works	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects
Revenues						
Local Taxes	\$ 8,730,256	\$ 44,439	\$ 1,707,306	\$ 2,963,721	\$ 0	\$ 1,269,978
Licenses and Permits	410,873	0	0	0	0	0
Fines, Forfeitures, and Penalties	105,683	0	0	0	0	0
Charges for Current Services	174,341	301,820	0	0	0	0
Other Local Revenues	1,979,910	31,927	0	4,296	1,423,704	0
Fees Received From County Officials	1,103,822	0	0	0	0	0
State of Tennessee	2,098,824	3,443,759	0	0	0	11,137
Federal Government	1,294,259	0	0	0	1,426,947	0
Other Governments and Citizens Groups	388,532	0	1,250,000	0	0	0
Total Revenues	\$ 16,286,500	\$ 3,821,945	\$ 2,957,306	\$ 2,968,017	\$ 2,850,651	\$ 1,281,115
Expenditures						
Current:						
General Government	\$ 2,659,516	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,000,336
Finance	649,742	0	0	0	0	0
Administration of Justice	1,412,599	0	0	0	0	0
Public Safety	7,182,741	0	0	0	0	0
Public Health and Welfare	604,077	0	0	0	0	0
Social, Cultural, and Recreational Services	400,787	0	0	0	0	0
Agriculture and Natural Resources	170,872	0	0	0	0	0
Other Operations	1,175,394	0	0	29,602	2,048	25,119
Highways	0	3,996,374	0	0	0	0

(Continued)

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

	Major Funds					
	General	Highway / Public Works	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects
Expenditures (Cont.)						
Debt Service:						
Principal on Debt	\$ 18,204	\$ 129,038	\$ 1,550,000	\$ 1,060,000	\$ 0	\$ 0
Interest on Debt	0	30,239	932,962	262,688	0	0
Other Debt Service	99,371	0	34,666	300	0	0
Capital Projects	0	0	0	0	3,343,589	0
Total Expenditures	<u>\$ 14,373,303</u>	<u>\$ 4,155,651</u>	<u>\$ 2,517,628</u>	<u>\$ 1,352,590</u>	<u>\$ 3,345,637</u>	<u>\$ 1,025,455</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,913,197</u>	<u>\$ (333,706)</u>	<u>\$ 439,678</u>	<u>\$ 1,615,427</u>	<u>\$ (494,986)</u>	<u>\$ 255,660</u>
Other Financing Sources (Uses)						
Bonds Issued	\$ 5,865,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Premiums on Debt Sold	235,735	0	0	0	0	0
Proceeds from Sale of Capital Assets	0	10,558	0	0	0	0
Transfers In	0	10,000	0	0	0	0
Transfers Out	(10,000)	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>\$ 6,090,735</u>	<u>\$ 20,558</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Net Change in Fund Balances	\$ 8,003,932	\$ (313,148)	\$ 439,678	\$ 1,615,427	\$ (494,986)	\$ 255,660
Fund Balance, July 1, 2024	<u>12,015,994</u>	<u>2,036,795</u>	<u>6,819,215</u>	<u>9,924,877</u>	<u>2,071,749</u>	<u>9,448,407</u>
Fund Balance, June 30, 2025	<u><u>\$ 20,019,926</u></u>	<u><u>\$ 1,723,647</u></u>	<u><u>\$ 7,258,893</u></u>	<u><u>\$ 11,540,304</u></u>	<u><u>\$ 1,576,763</u></u>	<u><u>\$ 9,704,067</u></u>

(Continued)

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		Funds
<hr/>			
Revenues			
Local Taxes	\$ 1,966,503	\$	16,682,203
Licenses and Permits	0		410,873
Fines, Forfeitures, and Penalties	12,663		118,346
Charges for Current Services	670,287		1,146,448
Other Local Revenues	8,473		3,448,310
Fees Received From County Officials	0		1,103,822
State of Tennessee	199,664		5,753,384
Federal Government	10,464		2,731,670
Other Governments and Citizens Groups	111,615		1,750,147
Total Revenues	<u>\$ 2,979,669</u>	<u>\$</u>	<u>33,145,203</u>
Expenditures			
Current:			
General Government	\$ 11,423	\$	3,671,275
Finance	620,661		1,270,403
Administration of Justice	0		1,412,599
Public Safety	26,249		7,208,990
Public Health and Welfare	805,619		1,409,696
Social, Cultural, and Recreational Services	0		400,787
Agriculture and Natural Resources	0		170,872
Other Operations	29,615		1,261,778
Highways	0		3,996,374

(Continued)

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

	Nonmajor Funds		Total Governmental Funds
	Other Govern- mental Funds		
Expenditures (Cont.)			
Debt Service:			
Principal on Debt	\$ 455,000	\$	3,212,242
Interest on Debt	141,881		1,367,770
Other Debt Service	1,150		135,487
Capital Projects	0		3,343,589
Total Expenditures	<u>\$ 2,091,598</u>	<u>\$</u>	<u>28,861,862</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 888,071</u>	<u>\$</u>	<u>4,283,341</u>
Other Financing Sources (Uses)			
Bonds Issued	\$ 0	\$	5,865,000
Premiums on Debt Sold	0		235,735
Proceeds from Sale of Capital Assets	0		10,558
Transfers In	0		10,000
Transfers Out	0		(10,000)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$</u>	<u>6,111,293</u>
Net Change in Fund Balances	\$ 888,071	\$	10,394,634
Fund Balance, July 1, 2024	<u>6,617,081</u>		<u>48,934,118</u>
Fund Balance, June 30, 2025	<u><u>\$ 7,505,152</u></u>	<u><u>\$</u></u>	<u><u>59,328,752</u></u>

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

MARION 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)		\$ 10,394,634
(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	\$ 3,781,521	
Less: current-year depreciation expense	<u>(1,996,413)</u>	1,785,108
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(35,650)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 974,018	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(928,167)</u>	45,851
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Add: principal payments on bonds	\$ 3,065,000	
Add: principal payments on notes	129,038	
Add: principal payments on other loans	18,204	
Less: proceeds of debt issued	(5,865,000)	
Less: changes in premium on debt issuance	<u>(40,357)</u>	(2,693,115)
(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	\$ (51,892)	
Change in compensated absences payable	(4,628)	
Change in net pension liability/asset - agent plan	245,112	
Change in deferred outflows related to pensions	(347,222)	
Change in deferred inflows related to pensions	(201,292)	
Change in OPEB liability	(28,539)	
Change in deferred outflows related to OPEB	6,843	
Change in deferred inflows related to OPEB	<u>6,679</u>	<u>(374,939)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 9,121,889</u>

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

MARION 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	
Revenues						
Local Taxes	\$ 8,730,256	\$ 0	\$ 8,730,256	\$ 7,722,500	\$ 7,752,500	\$ 977,756
Licenses and Permits	410,873	0	410,873	264,000	264,000	146,873
Fines, Forfeitures, and Penalties	105,683	0	105,683	85,200	85,200	20,483
Charges for Current Services	174,341	0	174,341	128,885	128,885	45,456
Other Local Revenues	1,979,910	0	1,979,910	619,125	843,739	1,136,171
Fees Received From County Officials	1,103,822	0	1,103,822	849,000	849,000	254,822
State of Tennessee	2,098,824	0	2,098,824	2,102,200	2,116,327	(17,503)
Federal Government	1,294,259	0	1,294,259	322,200	670,527	623,732
Other Governments and Citizens Groups	388,532	0	388,532	330,550	652,077	(263,545)
Total Revenues	\$ 16,286,500	\$ 0	\$ 16,286,500	\$ 12,423,660	\$ 13,362,255	\$ 2,924,245
Expenditures						
General Government						
County Commission	\$ 84,510	\$ 853	\$ 85,363	\$ 228,500	\$ 228,500	\$ 143,137
Board of Equalization	969	0	969	6,200	6,200	5,231
Beer Board	2,664	0	2,664	2,925	2,925	261
Budget and Finance Committee	4,360	0	4,360	6,500	6,500	2,140
County Mayor/Executive	361,764	0	361,764	427,959	427,959	66,195
Election Commission	335,299	0	335,299	382,201	392,420	57,121
Register of Deeds	300,731	0	300,731	307,321	310,901	10,170
Development	50,000	0	50,000	50,000	50,000	0
Building	162,827	0	162,827	173,624	180,824	17,997

(Continued)

MARION 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	
Expenditures (Cont.)						
General Government (Cont.)						
County Buildings	\$ 1,209,342	\$ 246	\$ 1,209,588	\$ 1,256,360	\$ 1,256,360	\$ 46,772
Other General Administration	147,050	0	147,050	158,582	158,582	11,532
Finance						
Property Assessor's Office	301,799	243	302,042	338,601	338,601	36,559
Reappraisal Program	107,068	0	107,068	137,400	137,400	30,332
County Trustee's Office	82,299	0	82,299	103,050	103,050	20,751
County Clerk's Office	158,576	0	158,576	144,800	176,057	17,481
Administration of Justice						
Circuit Court	660,131	400	660,531	680,191	684,291	23,760
General Sessions Court	155,051	0	155,051	159,475	159,475	4,424
Chancery Court	305,613	0	305,613	332,161	332,844	27,231
Juvenile Court	291,804	0	291,804	330,055	330,055	38,251
Public Safety						
Sheriff's Department	4,724,161	6,786	4,730,947	4,655,349	5,165,881	434,934
Administration of the Sexual Offender Registry	0	0	0	2,171	2,171	2,171
Jail	1,835,495	24,988	1,860,483	2,160,740	2,160,740	300,257
Correctional Incentive Program Improvements	43,076	0	43,076	43,275	43,275	199
Fire Prevention and Control	339,700	0	339,700	352,000	352,000	12,300
Civil Defense	185,599	0	185,599	57,385	194,001	8,402

(Continued)

MARION 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	
Expenditures (Cont.)						
Public Safety (Cont.)						
Rescue Squad	\$ 23,000	\$ 0	\$ 23,000	\$ 23,000	\$ 23,000	\$ 0
County Coroner/Medical Examiner	31,710	0	31,710	34,600	34,600	2,890
Public Health and Welfare						
Local Health Center	235,408	0	235,408	1,053,000	1,053,000	817,592
Ambulance/Emergency Medical Services	198,496	0	198,496	203,000	203,000	4,504
Alcohol and Drug Programs	2,837	0	2,837	4,570	4,570	1,733
Other Local Health Services	68,632	0	68,632	101,500	101,500	32,868
Sanitation Education/Information	98,704	0	98,704	101,814	101,814	3,110
Social, Cultural, and Recreational Services						
Libraries	300,100	0	300,100	300,100	300,100	0
Parks and Fair Boards	58,187	0	58,187	519,265	519,265	461,078
Other Social, Cultural, and Recreational	42,500	0	42,500	80,000	80,000	37,500
Agriculture and Natural Resources						
Agricultural Extension Service	113,040	0	113,040	133,065	133,065	20,025
Soil Conservation	57,832	0	57,832	60,225	60,225	2,393
Other Operations						
Tourism	15,000	0	15,000	15,000	25,000	10,000
Industrial Development	0	0	0	34,385	34,385	34,385
Other Economic and Community Development	147,488	27,842	175,330	550,000	772,351	597,021

(Continued)

MARION 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	
Expenditures (Cont.)						
Other Operations (Cont.)						
Airport	\$ 287,902	\$ 0	\$ 287,902	\$ 767,622	\$ 767,622	\$ 479,720
Veterans' Services	20,665	0	20,665	25,370	25,770	5,105
Other Charges	704,339	0	704,339	707,800	707,800	3,461
Principal on Debt						
General Government	18,204	0	18,204	0	18,204	0
Other Debt Service						
General Government	99,371	0	99,371	0	99,371	0
Total Expenditures	<u>\$ 14,373,303</u>	<u>\$ 61,358</u>	<u>\$ 14,434,661</u>	<u>\$ 17,211,141</u>	<u>\$ 18,265,654</u>	<u>\$ 3,830,993</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,913,197</u>	<u>\$ (61,358)</u>	<u>\$ 1,851,839</u>	<u>\$ (4,787,481)</u>	<u>\$ (4,903,399)</u>	<u>\$ 6,755,238</u>
Other Financing Sources (Uses)						
Bonds Issued	\$ 5,865,000	\$ 0	\$ 5,865,000	\$ 0	\$ 5,865,000	\$ 0
Premiums on Debt Sold	235,735	0	235,735	0	235,735	0
Insurance Recovery	0	0	0	50,000	50,000	(50,000)
Transfers Out	(10,000)	0	(10,000)	(10,000)	(10,000)	0
Total Other Financing Sources	<u>\$ 6,090,735</u>	<u>\$ 0</u>	<u>\$ 6,090,735</u>	<u>\$ 40,000</u>	<u>\$ 6,140,735</u>	<u>\$ (50,000)</u>
Net Change in Fund Balance	\$ 8,003,932	\$ (61,358)	\$ 7,942,574	\$ (4,747,481)	\$ 1,237,336	\$ 6,705,238
Fund Balance, July 1, 2024	<u>12,015,994</u>	<u>0</u>	<u>12,015,994</u>	<u>11,130,472</u>	<u>11,130,472</u>	<u>885,522</u>
Fund Balance, June 30, 2025	<u><u>\$ 20,019,926</u></u>	<u><u>\$ (61,358)</u></u>	<u><u>\$ 19,958,568</u></u>	<u><u>\$ 6,382,991</u></u>	<u><u>\$ 12,367,808</u></u>	<u><u>\$ 7,590,760</u></u>

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

MARION 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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 44,439	\$ 34,214	\$ 34,214	\$ 10,225
Charges for Current Services	301,820	200,000	200,000	101,820
Other Local Revenues	31,927	3,000	3,000	28,927
State of Tennessee	3,443,759	4,038,002	4,038,002	(594,243)
Total Revenues	<u>\$ 3,821,945</u>	<u>\$ 4,275,216</u>	<u>\$ 4,275,216</u>	<u>\$ (453,271)</u>
Expenditures				
Highways				
Administration	\$ 413,205	\$ 401,476	\$ 417,047	\$ 3,842
Highway and Bridge Maintenance	1,652,543	1,778,494	1,778,494	125,951
Operation and Maintenance of Equipment	421,049	558,680	558,680	137,631
Other Charges	78,638	82,500	82,500	3,862
Employee Benefits	304,204	311,525	311,525	7,321
Capital Outlay	1,126,735	1,781,802	1,781,802	655,067
Principal on Debt				
Highways and Streets	129,038	116,341	129,041	3
Interest on Debt				
Highways and Streets	30,239	30,189	30,244	5
Total Expenditures	<u>\$ 4,155,651</u>	<u>\$ 5,061,007</u>	<u>\$ 5,089,333</u>	<u>\$ 933,682</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (333,706)</u>	<u>\$ (785,791)</u>	<u>\$ (814,117)</u>	<u>\$ 480,411</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	\$ 10,558	\$ 0	\$ 0	\$ 10,558
Transfers In	10,000	10,000	10,000	0
Total Other Financing Sources	<u>\$ 20,558</u>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 10,558</u>
Net Change in Fund Balance	\$ (313,148)	\$ (775,791)	\$ (804,117)	\$ 490,969
Fund Balance, July 1, 2024	<u>2,036,795</u>	<u>1,309,053</u>	<u>1,309,053</u>	<u>727,742</u>
Fund Balance, June 30, 2025	<u><u>\$ 1,723,647</u></u>	<u><u>\$ 533,262</u></u>	<u><u>\$ 504,936</u></u>	<u><u>\$ 1,218,711</u></u>

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

MARION COUNTY, TENNESSEE
Statement of Net Position - Proprietary Funds
June 30, 2025

	Business-type Activities <hr/> Major Enterprise Fund <hr/> Marion County Conservation Commission
ASSETS	
Current Assets:	
Cash	\$ 180,656
Total Current Assets	<u>\$ 180,656</u>
Noncurrent Assets:	
Capital Assets:	
Assets Net of Accumulated Depreciated:	
Other Capital Assets	\$ 736,562
Total Noncurrent Assets	<u>\$ 736,562</u>
Total Assets	<u><u>\$ 917,218</u></u>
LIABILITIES	
Accounts Payable	\$ 29,940
Advances Due to Other Funds	<u>431,225</u>
Total Liabilities	<u>\$ 461,165</u>
NET POSITION	
Net Investment in Capital Assets	\$ 736,562
Unrestricted	<u>(280,509)</u>
Total Net Position	<u><u>\$ 456,053</u></u>

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

MARION COUNTY, TENNESSEE
Statement of Revenues, Expenses, and Changes
in Net Position - Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities <hr/> Major Enterprise Fund <hr/> Marion County Conservation Commission
Operating Revenues	
User Fees/Vending	\$ 278,389
Total Operating Revenues	<u>\$ 278,389</u>
Operating Expenses	
Salaries and Benefits	\$ 57,967
Utilities	55,211
Contract Services	37,207
Equipment and Supplies	9,584
Depreciation	43,607
Professional Fees	9,015
Construction	11,402
Fuel	3,164
Printing	551
Miscellaneous	4,268
Total Operating Expenses	<u>\$ 231,976</u>
Operating Income (Loss)	<u>\$ 46,413</u>
Change in Net Position	\$ 46,413
Net Position, July 1, 2024	<u>409,640</u>
Net Position, June 30, 2025	<u><u>\$ 456,053</u></u>

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

MARION COUNTY, TENNESSEE
Statement of Cash Flows - Proprietary Funds
For the Year Ended June 30, 2025

	Business-type Activities Major Enterprise Fund Marion County Conservation Commission
Cash Flows from Operating Activities	
Receipts from Customers and Users	\$ 278,389
Payments to Suppliers	(104,985)
Payments to Employees	(57,967)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 115,437</u>
Cash Flows from Capital and Related Financing Activities	
Due to Other Funds	\$ (30,000)
Acquisition of Capital Assets	(178,499)
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (208,499)</u>
Net Increase (Decrease) in Cash	\$ (93,062)
Cash, July 1, 2024	<u>273,718</u>
Cash, June 30, 2025	<u><u>\$ 180,656</u></u>
Reconciliation of Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities	
Operating Income (Loss)	\$ 46,413
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:	
Depreciation	43,607
Changes in Assets and Liabilities:	
Increase (Decrease) in Accounts Payable	<u>25,417</u>
Net Cash Provided By (Used In) Operating Activities	<u><u>\$ 115,437</u></u>

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

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

	Custodial Funds
ASSETS	
Cash	\$ 1,397,855
Equity in Pooled Cash and Investments	207,848
Accounts Receivable	5,468
Due from Other Governments	1,035,546
Property Taxes Receivable	360,871
Allowance for Uncollectible Property Taxes	(12,014)
	<hr/>
Total Assets	\$ 2,995,574
LIABILITIES	
Accounts Payable	\$ 4,102
Accrued Payroll	5,301
Due to Other Taxing Units	1,107,604
	<hr/>
Total Liabilities	\$ 1,117,007
DEFERRED INFLOWS OF RESOURCES	
Deferred Current Property Taxes	\$ 301,266
	<hr/>
Total Deferred Inflows of Resources	\$ 301,266
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	\$ 1,577,301
	<hr/>
Total Net Position	\$ 1,577,301
	<hr/> <hr/>

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

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

**Custodial
Funds**

ADDITIONS

Sales Tax Collections for Other Governments	\$ 5,486,256
ADA - Educational Funds Collected for Cities	621,635
Fines/Fees and Other Collections	8,854,262
Drug Task Force Collections	373,107
Total Additions	<u>\$ 15,335,260</u>

DEDUCTIONS

Payment of Sales Tax Collections to Other Governments	\$ 5,486,256
Payments to City School Systems	621,635
Payments to State	5,446,018
Payments to Cities, Individuals and Others	3,618,450
Payment of Drug Task Force Expenses	419,229
Total Deductions	<u>\$ 15,591,588</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (256,328)
Net Position, July 1, 2024	<u>1,833,629</u>
Net Position June 30, 2025	<u><u>\$ 1,577,301</u></u>

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

MARION COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Marion 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 Marion County:

A. *Reporting Entity*

Marion County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Marion County (the primary government) and its component units. The financial statements of the Marion County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of this omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

Blended Component Unit – The Marion County Industrial and Environmental Development Board provides assistance in industrial recruitment in Marion County, and the Marion County Commission appoints its seven-member board. The financial statements of the Marion County Industrial and Environmental Development Board were not material to the primary government and therefore have been omitted from this report.

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

The Marion 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 Marion County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Office:

Marion County Emergency
Communications District
P.O. Box 818
Jasper, TN 37347

B. Government-wide and Fund Financial Statements

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

Marion County issues all debt for the discretely presented Marion 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 (enterprise), and fiduciary funds. The fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements.

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

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

Fund financial statements of Marion 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 and proprietary categories. Marion County only reports one proprietary fund, a major enterprise fund.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Marion County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds 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 a private-purpose trust fund and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement.

Marion County reports the following major governmental funds:

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

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

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

Education Debt Service Fund – This fund accounts for the accumulation of resources for, and the contribution to the primary government of, education related long-term debt principal, interest, and related costs.

Education Capital Projects Fund – This fund accounts for debt issued by Marion County that is subsequently contributed to the discretely presented Marion County School Department. This fund also accounts for revenues collected as lease payments on county-owned buildings to be used for future capital outlays.

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

Marion County reports the following major proprietary fund:

Marion County Conservation Commission Fund – This fund accounts for the management of the Marion County Park located on Nickajack Lake.

Additionally, Marion County reports the following fund type:

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, property taxes levied on residents of Richard City, local sales taxes received by the state to be forwarded to the various cities in Marion County, the city school system's share of educational revenues, and state grants and other restricted revenues held for the benefit of the Twelfth Judicial District Drug Task Force.

The discretely presented Marion 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.

Central Cafeteria Fund – This special revenue fund is used to account for the cafeteria operations in each of the schools. USDA School Lunch and Breakfast Programs and payments received from the sale of meals are the foundational revenues of this fund.

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

Capital Projects Fund – The Other Capital Projects Fund is used to account for the receipt of debt issued by Marion County and contributed to the school department for building construction and renovations of the school department.

Private Purpose Trust Fund – The Other Trust Fund is used to account for resources legally held in trust to fund two scholarships. One scholarship is for graduates of Whitwell Middle School who become graduates of Whitwell High School and plan to pursue a post-secondary education. The other scholarship is for graduating seniors of Marion County who plan to attend college and major in education. Earnings on invested resources may be used to fund the scholarships, but the principal must be maintained intact.

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 on the [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.

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

1. Deposits and Investments

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Marion County School Department (excluding the school department's Private Purpose Trust Fund). Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Fund. In addition, investments are held separately by the discretely presented school department's Private Purpose Trust Fund. Marion 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. Marion County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either due to/from other funds (i.e., the current portion of interfund loans) or advances to/from other funds (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

Advances between funds, as reported in the General Fund financial statements, are offset by a nonspendable fund balance classification account to indicate that they are not available for appropriation and are not expendable from available financial resources.

Notes receivable in the government-wide and the governmental funds represent loans made to the city of Orme and the Marion County Emergency Communications District. The note receivable balances in the governmental funds are restricted.

All property taxes receivable are shown with an allowance for uncollectibles. The allowance for uncollectible property taxes is equal to 1.85 percent of total taxes levied.

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

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

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

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

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

3. Inventories

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

4. **Restricted Assets**

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

5. **Capital Assets**

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

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

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

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

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

Assets	Years
Buildings and Improvements	25 - 40
Infrastructure:	
Roads	5 - 20
Bridges	40
Other Capital Assets	5 - 20

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

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

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows

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

7. Compensated Absences

Primary Government

It is the county's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. It is Marion County's policy, other than the highway department, to pay a separated employee a maximum of 15 days accrued vacation leave. All vacation pay is accrued when incurred in the government-wide financial statements. 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 Marion 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 sick pay 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 Marion County School Department

The general policy of the discretely presented Marion County School Department allows 12-month employees to earn one day annual leave for each 20 days worked. Any accumulated vacation days, in excess of 20 days, at the end of the school year are converted to sick leave. There is no lump sum payment or compensation for unused annual vacation leave. All professional and support personnel of the school department are allowed to accumulate unlimited sick leave days. 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 Marion County School Department 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.

8. Long-term Debt and Long-term Obligations

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

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

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

9. Net Position and Fund Balance

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

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

As of June 30, 2025, Marion County had \$35,320,000 in outstanding debt for capital purposes for the discretely presented Marion County School Department. In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (Richard City School System) based on an average daily attendance proration. This debt is a liability of Marion County, but the capital assets acquired are reported in the financial statements of the school department and the Richard City School System. Therefore, Marion County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

10. Restatements

With the implementation of GASB Statement 101, *Compensated Absences*, Marion County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Marion County School Department to record compensated absences liabilities. A restatement of (\$51,417) has been presented to reflect the beginning balance of the primary government and (\$451,266) for the discretely presented Marion County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide	
	Primary	Discretely Presented
	Government	Marion County School Department
Net Position, as previously reported	\$ 33,678,480	\$ 100,451,762
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(51,417)	(451,266)
Net Change in Beginning Net Position	\$ (51,417)	\$ (451,266)
Net Position, June 30, 2024, Restated	<u>\$ 33,627,063</u>	<u>\$ 100,000,496</u>

11. Changes To or Within the Financial Reporting Entity

Changes in Major Fund Classification (Column A)

Fund classifications are evaluated annually in accordance with the criteria established in GASB Statement No. 34. During fiscal year 2025, the following funds experienced changes in major fund status:

The Other Special Revenue Fund was reported as a major governmental fund in the prior year but ended with a zero fund balance; therefore, this fund is not presented in the current year's governmental fund financial statements or the table below.

In the discretely presented Marion County School Department, the School Federal Projects and Other Capital Projects funds no longer met the quantitative threshold and are presented as nonmajor governmental funds. Prior-year amounts have been restated to reflect the funds within the Nonmajor Governmental Funds column.

These presentation changes are reported retrospectively in accordance with GASB Statement No. 100 and do not affect the previously reported total governmental fund balances or changes in fund balances.

	7-1-24 As Previously Reported	Change To or Within the Financial Reporting Entity (A)	7-1-24 As Restated
Discretely Presented			
Marion County School Department			
Major Funds:			
School Federal Projects	\$ 50,000	\$ (50,000)	\$ 0
Other Capital Projects	1,551,778	(1,551,778)	0
Nonmajor Funds	1,338,660	1,601,778	2,940,438
Total Governmental Funds Discretely Presented Marion County School Department	\$ 2,940,438	\$ 0	\$ 2,940,438

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

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

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

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

Discretely Presented Marion 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 Marion 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 Marion County School Department

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

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

Primary Government

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

Discretely Presented Marion County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund and the school

department's Internal School Fund (special revenue funds), which are not budgeted, and the school department's Other Capital Projects Fund, which adopts a project length budget. All annual appropriations lapse at fiscal year-end.

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

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

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

On June 30, 2025, Marion County's General Fund reported outstanding encumbrances totaling \$61,358.

B. Expenditures Exceeded Appropriations

Expenditures exceeded total appropriations approved by the county commission in the Other Capital Projects fund by \$118.

Expenditures exceeded appropriations approved by the county commission in certain major appropriation categories (the legal level of control) of various funds administered by the county as reflected in the following table:

<u>Fund/Major Appropriation Category</u>	<u>Amount Overspent</u>
Solid Waste/Sanitation:	
Other Operations - Other Charges	\$ 814
Other Capital Projects:	
Other Operations - Other Charges	119

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

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Marion County and the Marion County School Department (excluding the Private Purpose Trust Fund) 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, depositing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash and investments reflected in the balance sheets or statements of net position represent nonpooled amounts held separately by individual funds.

Deposits

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

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

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

Investments

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

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

Investment Balances. As of June 30, 2025, the discretely presented Marion County School Department had the following investments carried at fair value within the fair value hierarchy established by generally accepted accounting principles. All the investments are nonpooled investments held by the school department's Private Purpose Trust Fund.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Private Purpose Trust Fund:			
Nonpooled Investments:			
Corporate Bonds - Walmart Inc.	N/A	9-9-25	\$ 99,910
Corporate Bonds - Toyota Motor	N/A	3-25-26	48,923
Corporate Bonds - Loews	N/A	4-1-26	74,606
Corporate Bonds - Apple	N/A	8-4-26	49,146
Corporate Bonds - Proctor & Gamble Co.	N/A	8-11-27	97,846
Corporate Bonds - Johnson & Johnson	N/A	1-15-28	97,677
Corporate Bonds - US Bancorp	N/A	4-26-28	49,679
Corporate Bonds - Home Depot Inc.	N/A	4-15-29	51,298
Corporate Bonds - Apple	N/A	9-11-29	<u>92,841</u>
Total			<u><u>\$ 661,926</u></u>

Investment by Fair Value Level	Fair Value 6-30-24	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Corporate Bonds - Walmart Inc.	\$ 99,910	\$ 99,910	\$ 0	\$ 0
Corporate Bonds - Toyota Motor	48,923	48,923	0	0
Corporate Bonds - Loews	74,606	74,606	0	0
Corporate Bonds - Apple	141,987	141,987	0	0
Corporate Bonds - Proctor & Gamble Co.	97,846	97,846	0	0
Corporate Bonds - Johnson & Johnson	97,677	97,677	0	0
Corporate Bonds - US Bancorp	49,679	49,679	0	0
Corporate Bonds - Home Depot Inc.	51,298	51,298	0	0
Total	<u><u>\$ 661,926</u></u>	<u><u>\$ 661,926</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

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

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

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Marion County has no investment policy that would further limit its investment choices. The following is the rating given each nonpooled investment by Moody's Investor's Service and Standard & Poor's Ratings:

Investment	Moody's Investor's Service	Standard & Poor's Rating
Corporate Bonds - Walmart Inc.	Aa2	AA
Corporate Bonds - Toyota Motor	A1	A+
Corporate Bonds - Loews	A3	A
Corporate Bonds - Apple	Aaa	AA+
Corporate Bonds - Proctor & Gamble Co.	Aa3	AA-
Corporate Bonds - Johnson & Johnson	Aaa	AAA
Corporate Bonds - US Bancorp	A3	A
Corporate Bonds - Home Depot Inc.	A2	A

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Marion County places no limit on the amount the county may invest in one issuer. The nonpooled investments (\$661,926) represent the entire investments of the school department's Private Purpose Trust Fund. These investments are as follows: Corporate Bonds – Walmart Inc. (15 percent), Corporate Bonds – Toyota Motor (7 percent), Corporate Bonds – Loews (11 percent), Corporate Bonds – Apple (21 percent), Corporate Bonds – Proctor & Gamble Co. (15 percent), Corporate Bonds – Johnson & Johnson (15 percent), Corporate Bonds – US Bancorp (8 percent), and Corporate Bonds – Home Depot Inc. (8 percent).

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The school department has a custodial credit risk exposure of \$661,926 for all the investments in corporate bonds because the related securities are uninsured, unregistered, and held by the government's brokerage firm, which is also the counterparty for these particular securities. The school department does not have a formal policy that limits custodial credit risk for investments.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool and the State Treasurer's Intermediate Term Investment Fund can be obtained by reviewing the State of Tennessee Annual Comprehensive Financial Report at [State of Tennessee Annual Comprehensive Financial Report](#).

TCRS Stabilization Trust

Legal Provisions. The Marion 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 Marion 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 Marion 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	\$ 166,499
Developed Market International Equity	N/A	N/A	75,193
Emerging Market International Equity	N/A	N/A	21,484
Private Equity and Strategic Lending	N/A	N/A	107,418
U.S. Fixed Income	N/A	N/A	107,418
Real Estate	N/A	N/A	53,709
Short-term Securities	N/A	N/A	5,371
Total			<u>\$ 537,092</u>

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

B. Notes Receivable

Long-term notes receivable in the Other Capital Projects Fund of \$101,432 on June 30, 2025, resulted from financing projects for the town of Orme. The amount of the notes not expected to be collected within one year is \$95,495.

Long-term notes receivable in the General Debt Service Fund of \$1,524,494 on June 30, 2025, resulted from financing projects for the Marion County Emergency Communications District. The amount of the notes not expected to be collected within one year is \$1,469,494.

C. *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	\$ 2,839,127	\$ 0	\$ (33,750)	\$ 2,805,377
Construction in Progress	6,343,222	3,343,590	(6,343,222)	3,343,590
Total Capital Assets Not Depreciated	\$ 9,182,349	\$ 3,343,590	\$ (6,376,972)	\$ 6,148,967
Capital Assets Depreciated:				
Buildings and Improvements	\$ 19,510,991	\$ 6,381,791	\$ 0	\$ 25,892,782
Infrastructure	30,730,987	0	0	30,730,987
Other Capital Assets	6,554,671	399,362	(19,000)	6,935,033
Total Capital Assets Depreciated	\$ 56,796,649	\$ 6,781,153	\$ (19,000)	\$ 63,558,802
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 8,613,742	\$ 795,603	\$ 0	\$ 9,409,345
Infrastructure	25,902,374	534,649	0	26,437,023
Other Capital Assets	3,651,365	666,161	(17,100)	4,300,426
Total Accumulated Depreciation	\$ 38,167,481	\$ 1,996,413	\$ (17,100)	\$ 40,146,794
Total Capital Assets Depreciated, Net	\$ 18,629,168	\$ 4,784,740	\$ (1,900)	\$ 23,412,008
Governmental Activities Capital Assets, Net	\$ 27,811,517	\$ 8,128,330	\$ (6,378,872)	\$ 29,560,975

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

Governmental Activities:

General Government	\$ 753,487
Finance	6,921
Administration of Justice	23,798
Public Safety	351,805
Public Health and Welfare	47,664
Highways/Public Works	<u>812,738</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,996,413</u></u>

Net Investment in Capital Assets

Capital Assets	\$ 29,560,975
Add:	
Outstanding debt for school purposes	35,320,000
Unamortized premiums for school purposes	2,184,842
Unspent Proceeds of Capital Related Debt	6,001,364
Less:	
Outstanding principal of capital debt	(45,287,886)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(2,476,678)</u>
Net Investment in Capital Assets	<u><u>\$ 25,302,617</u></u>

Discretely Presented Marion County School Department

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 2,051,696	\$ 0	\$ 0	\$ 2,051,696
Construction in Progress	34,001,112	27,000	(34,001,112)	27,000
Total Capital Assets Not Depreciated	<u>\$ 36,052,808</u>	<u>\$ 27,000</u>	<u>\$ (34,001,112)</u>	<u>\$ 2,078,696</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 61,995,703	\$ 35,080,493	\$ 0	\$ 97,076,196
Infrastructure	0	89,085	0	89,085
Other Capital Assets	4,856,077	477,603	0	5,333,680
Total Capital Assets Depreciated	<u>\$ 66,851,780</u>	<u>\$ 35,647,181</u>	<u>\$ 0</u>	<u>\$ 102,498,961</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 33,406,173	\$ 2,079,005	\$ 0	\$ 35,485,178
Infrastructure	0	1,994	0	1,994
Other Capital Assets	842,571	306,484	0	1,149,055
Total Accumulated Depreciation	<u>\$ 34,248,744</u>	<u>\$ 2,387,483</u>	<u>\$ 0</u>	<u>\$ 36,636,227</u>
Total Capital Assets Depreciated, Net	<u>\$ 32,603,036</u>	<u>\$ 33,259,698</u>	<u>\$ 0</u>	<u>\$ 65,862,734</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 68,655,844</u></u>	<u><u>\$ 33,286,698</u></u>	<u><u>\$ (34,001,112)</u></u>	<u><u>\$ 67,941,430</u></u>

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

Governmental Activities:

Instruction	\$ 2,296,530
Support Services	29,738
Operation of Non-instructional Services	<u>61,215</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 2,387,483</u></u>

D. Construction Commitments

On June 30, 2025, the county had uncompleted construction contracts of approximately \$5,412,757 for the construction of a new jail addition and approximately \$394,514 for the construction of the RITE Technical Building at Chattanooga State in Kimball, TN. Funding has been received for these future expenditures.

E. 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	\$ 5,590
"	Education Capital Projects	205,921
Education Capital Projects	General	311,580

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

Advances Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Conservation Commission	\$ 431,225

This balance represents the balance of an interfund loan.

Interfund Transfers:

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

Primary Government

Transfer Out	Transfer In	
	Highway/ Public Works Fund	Purpose
General Fund	\$ 10,000	Maintenance/construction

Discretely Presented Marion County School Department

Transfer Out	Transfer In	
	General Purpose School Fund	Purpose
Nonmajor governmental funds	\$ 77,585	Indirect costs

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

F. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds – Marion County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 20 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2025, will be retired from the General Debt Service, Rural Debt Service, and Education Debt Service funds.

Direct Borrowing and Direct Placements - Marion County issues capital outlay notes and other loans to fund capital facilities and other capital outlay purchases, such as equipment, for the primary government and discretely presented school department. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to eight years for notes and four years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. Other loans issued by the county were retired during the year. All notes included in long-term debt as of June 30, 2025, will be retired from the Highway/Public Works funds.

General obligation bonds, notes, and other loans 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	2 to 5	%	6-1-45	\$ 43,215,000	\$ 36,385,000
General Obligation Bonds - Refunding	2 to 2.68		6-1-31	18,830,000	8,360,000
Direct Borrowing and Direct Placement: Capital Outlay Notes	2.23 to 4.99		11-2-31	845,000	542,886

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	\$ 3,135,000	\$ 1,499,904	\$ 4,634,904
2027	3,315,000	1,349,863	4,664,863
2028	3,440,000	1,267,644	4,707,644
2029	3,545,000	1,174,709	4,719,709
2030	3,425,000	1,028,606	4,453,606
2031-2035	11,970,000	3,555,931	15,525,931
2036-2040	12,330,000	1,789,731	14,119,731
2041-2045	3,585,000	363,406	3,948,406
Total	\$ 44,745,000	\$ 12,029,794	\$ 56,774,794

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2026	\$ 130,386	\$ 25,389	\$ 155,775
2027	68,750	20,584	89,334
2028	68,750	17,153	85,903
2029	68,750	13,760	82,510
2030	68,750	10,292	79,042
2031-2032	137,500	10,292	147,792
Total	\$ 542,886	\$ 97,470	\$ 640,356

There is \$23,158,698 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$1,552, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums totaled \$1,656, based on the 2020 federal census.

The Marion County Emergency Communications District (E-911) is required to service the debt issued on its behalf by the primary government as noted in the table below. This debt is reflected in the county's government-wide financial statements as a Note Receivable and as Long-term Liability in the financial statements of the E-911 Component Unit.

Discretely Presented Marion County Emergency Communications District

Description of Debt	Outstanding 6-30-25
Other Loans Payable - Direct Placement	
Contributions from Marion County E-911	
E-911 Radio Towers	\$ 1,524,494
Total	\$ 1,524,494

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	Other Loans - Direct Placement
Balance, July 1, 2024	\$ 41,945,000	\$ 671,924	\$ 18,204
Additions	5,865,000	0	0
Reductions	(3,065,000)	(129,038)	(18,204)
Balance, June 30, 2025	<u>\$ 44,745,000</u>	<u>\$ 542,886</u>	<u>\$ 0</u>
Balance Due Within One Year	<u>\$ 3,135,000</u>	<u>\$ 130,386</u>	<u>\$ 0</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 45,287,886
Less: Balance Due Within One Year - Debt	(3,265,386)
Add: Unamortized Premium on Debt	<u>2,476,678</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 44,499,178</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*	Other Post- employment Benefits	Net Pension Liability - Agent Plan
Balance, July 1, 2024	\$ 70,785	\$ 294,721	\$ 965,005
Additions	4,628	62,884	3,379,773
Reductions	0	(34,345)	(3,624,885)
Balance, June 30, 2025	<u>\$ 75,413</u>	<u>\$ 323,260</u>	<u>\$ 719,893</u>
Balance Due Within One Year	<u>\$ 75,413</u>	<u>\$ 8,463</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 Noncurrent Liabilities - Other, June 30, 2025	\$ 1,118,566
Less: Balance Due Within One Year - Other	<u>83,876</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,034,690</u>

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

Discretely Presented Marion County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences*	Other Post- employment Benefits	Net Pension Liability - Agent Plan
Balance, July 1, 2024	\$ 451,266	\$ 3,904,544	\$ 597,434
Additions	352,779	476,393	2,513,183
Reductions	0	(65,359)	(2,588,029)
Balance, June 30, 2025	<u>\$ 804,045</u>	<u>\$ 4,315,578</u>	<u>\$ 522,588</u>
Balance Due Within One Year	<u>\$ 252,100</u>	<u>\$ 94,011</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 Noncurrent Liabilities - Other, June 30, 2025	\$ 5,642,211
Less: Balance Due Within One Year - Other	<u>(346,111)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 5,296,100</u>

Other postemployment benefits and pensions will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

H. On-Behalf Payments

Discretely Presented Marion County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Marion County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2025, were \$72,086. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. *Risk Management*

Primary Government

Marion County participates in the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

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

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

Discretely Presented Marion County School Department

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

The school department continues to carry commercial insurance for all other risks of loss, including general liability, property, casualty, workers' compensation, and environmental. Settled claims did not exceed commercial insurance coverage during any of the past three 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. Attorneys for the county and the discretely presented school department estimate that the potential claims not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Change in Administration

On January 5, 2025, David Rilet left the Office of Administrator of Elections and was succeeded by Brenda Wileman.

E. Landfill Closure/Postclosure Care Costs

Marion 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 Marion County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Closure costs generally are paid near the date that the landfill stops accepting waste and postclosure care costs are paid during the 30-year period following closure. Marion County has contracted with Solid Waste Disposal, Inc., a private company, to operate the county's landfill. This contract was amended on November 26, 2012, and requires Solid Waste Disposal, Inc., to be responsible for all closure and postclosure care costs of the county's landfill during the term of the contract. The terms of the 2012 amendment to the contract run for three consecutive ten-year periods. Prior to expiration of the initial ten-year term, the parties have the right to renegotiate or adjust the fees paid from Solid Waste Disposal, Inc., to the county. Any adjustment or modification made will apply to the second ten-year term. Prior to expiration of the second ten-year term, the parties have the right to renegotiate or adjust the fees paid from Solid Waste Disposal, Inc., to the county. Any adjustment or modification made will apply to the third ten-year term. The \$774,632 estimated closure and postclosure costs of the landfill on June 30, 2025, were not included in the county's long-term debt due to the uncertainty of what amount, if any, will be paid by the county. This amount is based on estimates of what it would cost to perform all closure and postclosure care in 2025. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Venture

The Twelfth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twelfth Judicial District and the municipalities within the district. The district is composed of Rhea, Bledsoe, Franklin, Grundy, Marion, and Sequatchie counties and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of the participating law enforcement agencies within the judicial district. Marion County made no contributions to the DTF for the year ended June 30, 2025, and does not have any equity interest in

this joint venture. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of the District Attorney General
Twelfth Judicial District Drug Task Force
7794 Rhea County Highway, Suite 102
Dayton, TN 37321

G. Jointly Governed Organization

The Marion County Railroad Authority is jointly operated by the county and the cities of Jasper, Kimball, and South Pittsburg. The Marion County Railroad Authority's board comprises the Marion County Mayor, Marion County Highway Supervisor, and the mayors of the three cities; however, the county and cities do not have any ongoing financial interest in or responsibility for the entity.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Marion County and non-certified employees of the discretely presented Marion 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 57.94 percent and the non-certified employees of the discretely presented school department comprise 42.06 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.

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

percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions plus any accumulated interest.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	224
Inactive Employees Entitled to But Not Yet Receiving Benefits	327
Active Employees	335
Total	<u><u>886</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 salary to the plan. Marion 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 Marion County were \$1,053,800 based on a rate of 7.66 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Marion 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 \$2,644 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)

Marion County's net pension liability (asset) was measured as of June 30, 2024, and the total pension liability (asset) used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 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 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 more closely reflect actual and expected future experience.

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Marion 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	\$ 47,639,822	\$ 46,077,383	\$ 1,562,439
Changes for the Year:			
Service Cost	\$ 1,306,532	\$ 0	\$ 1,306,532
Interest	3,231,643	0	3,231,643
Differences Between Expected and Actual Experience	1,254,214	0	1,254,214
Contributions-Employer	0	991,142	(991,142)
Contributions-Employees	0	688,296	(688,296)
Net Investment Income	0	4,473,748	(4,473,748)
Benefit Payments, Including Refunds of Employee Contributions	(2,140,330)	(2,140,330)	0
Administrative Expense	0	(40,839)	40,839
Net Changes	\$ 3,652,059	\$ 3,972,017	\$ (319,958)
Balance, June 30, 2024	\$ 51,291,881	\$ 50,049,400	\$ 1,242,481

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	57.94%	\$ 29,718,516	\$ 28,998,622	\$ 719,893
School Department	42.06%	21,573,365	21,050,778	522,588
Total		\$ 51,291,881	\$ 50,049,400	\$ 1,242,481

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Marion 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 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Marion County			
Net Pension Liability (Asset)	\$ 8,217,352	\$ 1,242,481	\$ (4,485,755)

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, Marion County recognized pension expense of \$1,508,417.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, Marion County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,394,030	\$ 81,537
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	525,343
Changes in Assumptions	613,232	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	1,053,800	N/A
Total	<u>\$ 4,061,062</u>	<u>\$ 606,880</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 subsequent fiscal period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 2,352,086	\$ 351,627
School Department	1,708,976	255,253
Total	<u>\$ 4,061,062</u>	<u>\$ 606,880</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	\$ 630,178
2027	1,454,975
2028	340,472
2029	(25,249)
2030	0
Thereafter	0

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

Discretely Presented Marion County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Marion County and non-certified employees of the discretely presented Marion 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 57.94 percent and the non-certified employees of the discretely presented school department comprise 42.06 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Marion 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 is available under various eligibility criteria. Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants

retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLAs, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2025, to the Teacher Retirement Plan were \$196,809, which is three percent of covered payroll. In addition, employer contributions of \$64,553, 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 Fund, 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 (\$166,365) 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 (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2024, the school department's proportion was .233460 percent. The proportion as of June 30, 2023, was .224838 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the Marion County School Department recognized pension expense (negative pension expense) of \$137,801.

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	\$ 13,742	\$ 51,112
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	28,063
Changes in Assumptions	66,110	0
Changes in Proportion of Net Pension Liability (Asset)	10,939	22,647
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	196,809	N/A
Total	<u>\$ 287,600</u>	<u>\$ 101,822</u>

The school department's employer contributions of \$196,809 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 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	\$ (17,465)
2027	21,362
2028	(11,556)
2029	(11,403)
2030	2,102
Thereafter	5,929

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

Actuarial Assumptions. The total pension liability in the June 30, 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 more closely reflect actual and expected future experience.

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

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

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the 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)	\$ 438,759	\$ (166,365)	\$ (616,705)

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

General Information About the Pension Plan

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

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid.

The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Marion County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$849,152 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 (\$6,796,814) 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 .394507 percent. The proportion measured on June 30, 2023, was .397534 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$1,501,299.

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	\$ 1,812,530	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,323,743
Changes in Proportion of Net Pension Liability (Asset)	51,407	12,934
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	849,152	N/A
Total	<u>\$ 2,713,089</u>	<u>\$ 1,336,677</u>

The school department's employer contributions of \$849,152 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 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	\$ (735,407)
2027	2,650,262
2028	(690,637)
2029	(696,959)
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 more closely reflect actual and expected future experience.

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from 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)	\$ 8,634,309	\$ (6,796,814)	\$ (19,594,824)

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 \$327,994 and teachers contributed \$237,838 to this deferred compensation pension plan.

I. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

Primary Government

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

The county and school department’s total OPEB liability for each plan was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and other inputs. The total OPEB liability in the June 30, 2024, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2021 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.93%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 10.68% for pre-65 retirees in the 2024 calendar year, and decreasing annually over a 13-year period to an ultimate trend rate of 4.5%.
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.93 percent, based on an average rating of AA/Aa as shown the Bond Buyer 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2024, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2024, valuations were the same as those employed in the July 1, 2022, Pension Actuarial Valuation of the TCRS. These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2016 - June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the PUB-2010 Headcount-weighted employee mortality table for non-disabled pre-retirement mortality, with mortality improvement projected generationally with MP-2021 from 2010. Post-retirement rates are headcount-weighted below median healthy annuitant and adjusted with a 6 percent load for males and a 14 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

Changes in Assumptions. The discount rate changed from 3.65 percent as of the beginning of the measurement period to 3.93 percent as of the measurement date of June 30, 2024. This change in assumption decreased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates. The trend rate applicable to the 2024 plan year was revised from 10.31 percent to 10.68 percent.

Local Government OPEB Plan (Primary Government)

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

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

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

Inactive Employees Currently Receiving Benefits	2
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>109</u>
Total	<u><u>111</u></u>

An insurance committee, created in accordance with *TCA* 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active

and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2025, the county paid \$8,463 to the LGP for OPEB benefits as they came due.

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

	Marion County
Balance July 1, 2023	\$ 294,721
Changes for the Year:	
Service Cost	\$ 22,534
Interest	11,492
Difference between Expected and Actuarial Experience	(29,511)
Changes in Assumption	28,858
Benefit Payments	(4,834)
Net Changes	\$ 28,539
Balance June 30, 2024	\$ 323,260

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, the county recognized OPEB expense of \$23,480. On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Actual and Expected Experience	\$ 18,078	\$ 48,378
Changes of Assumptions	88,030	89,508
Net Difference Between Projected and Benefits paid after the measurement date of June 30, 2024	8,463	0
Total	\$ 114,571	\$ 137,886

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

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

Year Ending June 30	Marion County
2026	\$ (10,546)
2027	(10,071)
2028	(11,611)
2029	(7,243)
2030	3,672
Thereafter	4,021

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

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

Discount Rate	1% Decrease	Current Discount Rate	1% Increase
Marion County	2.93%	3.93%	4.93%
Total OPEB Liability	\$ 345,755	\$ 323,260	\$ 302,271

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

Healthcare Cost Trend Rate	1% Decrease	Current Trend Rate	1% Increase
Marion County	9.68 to 3.5%	10.68 to 4.5%	11.68 to 5.5%
Total OPEB Liability	\$ 295,269	\$ 323,260	\$ 355,674

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

Plan Description. Employees of the Marion County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits Provided. The Marion County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active

employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Marion County does not provide a direct subsidy and is only subject to the implicit subsidy.

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

Inactive Employees Currently Receiving Benefits	17
Inactive Employees Entitled To But Not Yet Receiving Benefits	2
Active Employees Eligible for Benefits	<u>272</u>
Total	<u><u>291</u></u>

A state insurance committee, created in accordance with TCA 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$94,011 to the LEP for OPEB benefits as they came due.

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

	Share of Collective Liability		
	Marion County School Department 60.99%	State of TN 39.01%	Total OPEB Liability
Balance July 1, 2023	\$ 3,904,544	\$ 2,552,136	\$ 6,456,680
Changes for the Year:			
Service Cost	\$ 178,988	\$ 114,470	\$ 293,458
Interest	149,092	95,350	244,442
Difference between Expected and Actuarial Experience	22,919	14,658	37,577
Changes in Assumption	91,826	58,726	150,552
Change in Proportion	33,568	(33,568)	0
Benefit Payments	(65,359)	(41,799)	(107,158)
Net Changes	\$ 411,034	\$ 207,837	\$ 618,871
Balance June 30, 2024	<u>\$ 4,315,578</u>	<u>\$ 2,759,973</u>	<u>\$ 7,075,551</u>

The Marion County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Marion County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$271,834 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Marion County School Department's proportionate share of the collective OPEB liability was 60.99 percent and the State of Tennessee's share was 39.01 percent.

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 \$618,738, including the state's share of the expense. On June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 179,570	\$ 363,466
Changes in Proportion	75,186	250,673
Changes of Assumptions	860,051	337,910
Benefits Paid After the Measurement Date of June 30, 2024	94,011	0
Total	<u>\$ 1,208,818</u>	<u>\$ 952,049</u>

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

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

Year Ending June 30	School Department
2026	\$ 18,824
2027	20,102
2028	31,611
2029	58,453
2030	15,627
Thereafter	18,141

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

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

Discount Rate	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
Proportionate Share of the Collective Total OPEB Liability	\$ 4,650,534	\$ 4,315,578	\$ 3,997,647

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

Healthcare Cost Trend Rate	1% Decrease 9.68 to 3.5%	Current Trend Rate 10.68 to 4.5%	1% Increase 11.68 to 5.5%
Proportionate Share of the Collective Total OPEB Liability	\$ 3,867,255	\$ 4,315,578	\$ 4,831,942

J. Termination Benefits

The discretely presented Marion County School Department offers a retirement incentive to support staff with at least 20 years with the school department, and to teachers who retire from the school department. Employees must notify the school department of their plans to retire by April 15th in the year they choose to retire. In accordance with contract provisions, eligible retirees receive a \$500 retirement incentive. During the year ended June 30, 2025, six school department employees accepted the retirement incentive; therefore, the total cost of the cash payments reported in the government-wide Statement of Net Position by function was \$3,000.

K. Purchasing Laws

Office of County Mayor

Purchasing procedures for the Office of County Mayor are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated (TCA)*, which provide for all purchases exceeding \$10,000 to be made after public advertisement and solicitation of competitive bids.

Office of Highway Supervisor

Purchasing procedures for the highway department are governed by Chapter 24, Private Acts of 1933, and provisions of the Uniform Road Law, Section 54-7-113, *TCA*. Provisions of the Private Act provide for the highway supervisor and county mayor to jointly approve all machinery purchases. Provisions of the County Uniform Road Law require that competitive bids be solicited through public advertisement on all purchases exceeding \$25,000.

Office of Director of Schools

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

L. Subsequent Event

On October 27, 2025, the Marion County Commission approved the issuance of a refunding bond in the amount of \$8,395,000 to refund two bond issuances. The debt had not been issued as of the date of this report.

VI. OTHER NOTES – MARION COUNTY CONSERVATION COMMISSION (ENTERPRISE FUND)

The financial statements of Marion County Conservation Commission (commission) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and reporting principles.

The following is a summary of the more significant accounting policies:

A. Summary of Significant Accounting Policies

Reporting Entity

Marion County Conservation Commission was organized in 1989 for the purpose of managing the Marion County Park located on Nickajack Lake.

The primary source of revenue of the Marion County Conservation Commission is service fees charged for the use of the park, primarily camping fees.

The Marion County Board of Commissioners serves as the Board of Directors for the conservation commission as well as appoints two individuals outside of the county commission to serve on the board. As the governing board is not elected, but instead is entirely appointed by the county, the commission cannot be a primary government. Instead, it qualifies as a proprietary fund of Marion County, Tennessee (the primary government). The county commission may appropriate funds for the operation and maintenance of the conservation commission and must approve long-term debt issued by the commission.

The financial statements present only the Marion County Conservation Commission of Marion County, Tennessee, as of June 30, 2025. These financial statements are in no way intended to represent the government wide financial position of Marion County, Tennessee, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Basic Financial Statements

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

Measurement Focus – Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The commission's operations are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets, deferred outflows, liabilities, and deferred inflows associated with the operations are included on the Statement of Net Position. Net position (i.e., assets

+ deferred outflows - liabilities - deferred inflows) are segregated into net investment in capital assets, restricted components, and unrestricted components.

The financial records are maintained on the accrual basis of accounting. Under this method, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. The allowance method is used to estimate the uncollectible accounts. Unbilled service receivables are recorded at year-end.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operation. The principal operating revenues of the commission's enterprise fund are charges to customers for sales and services. Operating expenses for the enterprise fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the commission's policy to use restricted resources first, then unrestricted resources as needed.

Cash and Cash Equivalents

For purposes of reporting cash on the Statement of Cash Flows, the commission considers all unrestricted highly liquid investments with an initial maturity of three months or less when purchased to be cash equivalents. On June 30, 2025, the commission had no cash equivalents.

Investments

Investments are reported at fair value, which is based on quoted market prices. The commission is authorized by Tennessee statutes to invest in the following:

1. Bonds, notes, or treasury bills of the United States.
2. Non-convertible debt securities of the Federal Home Loan Bank, the Federal National Mortgage Association, the Federal Farm Credit Bank, and the Student Loan Marketing Association.
3. Any obligations which are guaranteed as to principal and interest by the United States or any of its agencies.
4. Certificates-of-deposit and other evidence of deposit at state and federal chartered banks and savings and loan associations.
5. Obligations of the United States or its agencies under a repurchase agreement for a shorter time than the maturity date of the security itself if the market value of the security itself is more than the amount of funds invested.
6. Money market funds whose portfolios consist of any of the foregoing investments.
7. The local government investment pool.

Prepaid Expenses

Payments made to vendors for services that will benefit periods beyond the current year-end are recorded as prepaid expenses. At year-end, there were no prepaid expenses to be reported.

Inventory

Supplies and materials are recorded as expenses at the time items are purchased and are not inventories at year-end, due to lack of materiality.

Restricted Assets

Certain resources can be classified as restricted assets on the Statement of Net Position because their use is limited. At year-end, there were no restricted assets to be reported.

Capital Assets

Capital assets are defined by the commission as assets with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Major additions are capitalized while maintenance and repairs, including the cost of minor items of property, are expensed as incurred. Upon disposal of such assets, the accounts are relieved of the related costs and accumulated depreciation, and resulting gains or losses are reflected in income. Depreciation is computed on the straight-line method over the estimated useful lives of the related assets. The estimated useful lives are as follows:

Assets	Years
Mobile Home	20
Bathhouse	12-20
Camp Store	10-20
Land Improvements	10-20
Equipment	5-10
Picnic Pavilion	15-20

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. Currently, the entity has no items that qualify for reporting as a deferred outflow of resources.

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. Currently, the entity has no items that qualify for reporting as a deferred inflow of resources.

Compensated Absences

Policies regarding employee vacation and sick leave benefits do not meet the criteria which would require accrual of a liability for future benefits.

Subscription IT Arrangements

The commission follows GASB No. 96, *Subscription-Based Information Technology Arrangements*, (SBITA), to address the accounting treatment and financial reporting for these agreements. The SBITA asset is measured as the initial value of the subscription liability plus payments made to the vendor at the commencement of the subscription term, plus capitalizable initial implementation costs, and less any vendor incentives received at the commencement of the subscription term. The commission will

amortize the SBITA asset in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying asset. Currently, the commission does not have any subscription IT arrangements.

Leases

The commission follows GASB No. 87, *Leases*, to address the accounting treatment and financial reporting of leases. Leases that are not classified as short-term leases or contracts that transfer ownership are required to recognize a right to use asset and a related lease liability. Right to use leased assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. Right to use leased assets are amortized on a straight-line bases over the life of the related lease. Currently, the commission does not have any leases.

Net Position

Net position is the residual of all elements presented in the Statement of Net Position (i.e., assets + deferred outflows - liabilities - deferred inflows). Net investment in capital assets represents capital assets reduced by accumulated depreciation and by any outstanding debt related to the acquisition, construction, or improvement of those assets. Restricted net position represents restricted assets reduced by any related outstanding debt.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

B. Deposits and Investments

Deposits

Custodial credit risk is the risk that in the event of a bank failure the commission's deposits may not be returned to it. The commission does not have a deposit or investment policy for custodial credit risk; however, the State of Tennessee requires its governmental entities to either meet the deposit and collateralization regulations under *TCA* Title 9, Chapter 4, Parts 1 and 4, or as provided in the collateral pool. As of June 30, 2025, the carrying amount of the commission's deposits was \$180,656, and the bank balance was \$184,847. None of the commission's bank balance was exposed to custodial credit risk as uninsured or uncollateralized due to the fact that all of its deposits and investments are in a financial institution that is a participant in the State of Tennessee collateral pool.

Investments

The commission had no investments at year-end.

C. *Capital Assets*

Capital asset activity for the year ended June 30, 2025, follows:

	Balance 7-1-24	Increases	Decreases	Transfers	Balance 6-30-25
Business-type Activities:					
Capital Assets Not Depreciated:					
Construction in Progress	\$ 318,374	\$ 0	\$ 0	\$ (318,374)	\$ 0
Capital Assets Depreciated:					
Mobile Home	\$ 52,148	\$ 0	\$ 0	\$ 0	\$ 52,148
Bathhouse	116,564	0	0	0	116,564
Camp Store	46,364	0	0	0	46,364
Land Improvements	160,573	178,499	(10,009)	312,374	641,437
Equipment	63,212	0	0	0	63,212
Picnic Pavilion	65,686	0	0	6,000	71,686
Total Assets being depreciated	\$ 504,547	\$ 178,499	\$ (10,009)	\$ 318,374	\$ 991,411
Less Accumulated Depreciation for:					
Mobile Home	\$ 14,341	\$ 2,608	\$ 0	\$ 0	\$ 16,949
Bathhouse	64,517	9,601	0	0	74,118
Camp Store	3,362	2,549	0	0	5,911
Land Improvements	65,850	19,182	(10,009)	(150)	74,873
Equipment	47,277	5,516	0	0	52,793
Picnic Pavilion	25,904	4,151	0	150	30,205
Total Accumulated Depreciation	\$ 221,251	\$ 43,607	\$ (10,009)	\$ 0	\$ 254,849
Net Capital Assets being depreciated	\$ 283,296	\$ 134,892	\$ 0	\$ 318,374	\$ 736,562
Net Capital Assets	\$ 601,670	\$ 134,892	\$ 0	\$ 0	\$ 736,562

D. *Land Use*

The Marion County Park is located on land owned by the Tennessee Valley Authority (TVA). TVA permits Marion County to use the park land at no charge.

E. *Due to Other Funds*

The commission owes Marion County, Tennessee, \$431,225 of which \$60,000 is scheduled to be repaid within one year. Since the commission is a proprietary fund of Marion County, Tennessee, this balance is shown as a Due to Other Funds in the commission's financial statements. These funds were used for electrical system infrastructure upgrades, improvements, repairs, and expansions.

A schedule of repayments follows:

Year Ending June 30	Principal	Interest	Total
2026	\$ 60,000	\$ 0	\$ 60,000
2027	60,000	0	60,000
2028	60,000	0	60,000
2029	60,000	0	60,000
2030	60,000	0	60,000
2031-33	131,225	0	131,225
Total	\$ 431,225	\$ 0	\$ 431,225

F. Wages

The managers of the park are compensated by the general government of Marion County. During the year ended June 30, 2025, the commission reimbursed the county \$57,967 relating to the salaries, payroll taxes and workers compensation insurance. Additionally, the manager is permitted to live in the mobile home rent free, including utilities.

G. Compliance with Finance Related Legal and Contractual Provisions

The commission has no material violations of finance related to legal and contractual provisions.

H. Contingent Liabilities

As of June 30, 2025, the commission does not have any material contingent liabilities that would have a material effect on the commission's financial condition.

I. Litigation

As of June 30, 2025, the commission was not involved in any litigation that would have a material effect on the commission's financial condition.

J. Commercial Insurance

It is the policy of the commission to purchase commercial insurance or to be covered under the entire Marion County Government for the risks of losses to which it is exposed. The risks include general liability, property and casualty, worker's compensation, employee fidelity, and directors' and officers' liability. The commission reimburses Marion County for the cost of insurance.

REQUIRED SUPPLEMENTARY INFORMATION SECTION

MARION 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
Total Pension Liability										
Service Cost	\$ 752,309	\$ 787,075	\$ 818,011	\$ 905,238	\$ 955,882	\$ 996,845	\$ 1,014,882	\$ 1,192,995	\$ 1,225,365	\$ 1,306,532
Interest	1,941,251	2,054,385	2,160,673	2,258,565	2,385,378	2,523,622	2,631,098	2,768,417	2,959,902	3,231,643
Differences Between Actual and Expected Experience	(72,712)	(228,892)	(86,350)	29,000	57,772	(401,673)	(407,689)	752,042	1,816,401	1,254,214
Changes in Assumptions	0	0	786,720	0	0	0	3,066,156	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,131,572)	(1,162,760)	(1,289,908)	(1,555,358)	(1,433,247)	(1,633,100)	(1,675,710)	(1,844,263)	(1,973,755)	(2,140,330)
Net Change in Total Pension Liability	\$ 1,489,276	\$ 1,449,808	\$ 2,389,146	\$ 1,637,445	\$ 1,965,785	\$ 1,485,694	\$ 4,628,737	\$ 2,869,191	\$ 4,027,913	\$ 3,652,059
Total Pension Liability, Beginning	25,696,827	27,186,103	28,635,911	31,025,057	32,662,502	34,628,287	36,113,981	40,742,718	43,611,909	47,639,822
Total Pension Liability, Ending (a)	\$ 27,186,103	\$ 28,635,911	\$ 31,025,057	\$ 32,662,502	\$ 34,628,287	\$ 36,113,981	\$ 40,742,718	\$ 43,611,909	\$ 47,639,822	\$ 51,291,881
Plan Fiduciary Net Position										
Contributions - Employer	\$ 601,407	\$ 611,505	\$ 649,560	\$ 701,746	\$ 725,353	\$ 753,154	\$ 773,837	\$ 806,938	\$ 927,174	\$ 991,142
Contributions - Employee	451,664	459,052	487,916	511,863	529,962	549,358	566,480	590,202	643,867	688,296
Net Investment Income	819,239	725,465	3,161,152	2,552,131	2,457,938	1,745,246	9,433,718	(1,743,756)	2,915,915	4,473,748
Benefit Payments, Including Refunds of Employee Contributions	(1,131,572)	(1,162,760)	(1,289,908)	(1,555,358)	(1,433,247)	(1,633,100)	(1,675,710)	(1,844,263)	(1,973,755)	(2,140,330)
Administrative Expense	(15,587)	(22,153)	(26,408)	(28,907)	(27,790)	(28,621)	(29,065)	(32,194)	(33,444)	(40,839)
Net Change in Plan Fiduciary Net Position	\$ 725,151	\$ 611,109	\$ 2,982,312	\$ 2,181,475	\$ 2,252,216	\$ 1,386,037	\$ 9,069,260	\$ (2,223,073)	\$ 2,479,757	\$ 3,972,017
Plan Fiduciary Net Position, Beginning	26,613,139	27,338,290	27,949,399	30,931,711	33,113,186	35,365,402	36,751,439	45,820,699	43,597,626	46,077,383
Plan Fiduciary Net Position, Ending (b)	\$ 27,338,290	\$ 27,949,399	\$ 30,931,711	\$ 33,113,186	\$ 35,365,402	\$ 36,751,439	\$ 45,820,699	\$ 43,597,626	\$ 46,077,383	\$ 50,049,400
Net Pension Liability (Asset), Ending (a - b)	\$ (152,187)	\$ 686,512	\$ 93,346	\$ (450,684)	\$ (737,115)	\$ (637,458)	\$ (5,077,981)	\$ 14,283	\$ 1,562,439	\$ 1,242,481
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	100.56%	97.60%	99.70%	101.38%	102.13%	101.77%	112.46%	99.97%	96.72%	97.58%
Covered Payroll	\$ 9,028,233	\$ 9,181,418	\$ 9,753,157	\$ 10,086,009	\$ 10,573,650	\$ 10,978,897	\$ 11,280,406	\$ 11,759,747	\$ 12,877,278	\$ 13,765,867
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(1.69%)	7.48%	0.96%	(4.47%)	(6.97%)	(5.81%)	(45.02%)	0.12%	12.13%	9.03%

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.

MARION 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	\$ 611,505	\$ 649,560	\$ 701,746	\$ 725,353	\$ 651,050	\$ 668,929	\$ 697,543	\$ 927,174	\$ 991,142	\$ 1,053,800
Less: Contributions in Relation to the Actuarially Determined Contribution	(611,505)	(649,560)	(701,746)	(725,353)	(753,154)	(773,837)	(806,938)	(927,174)	(991,142)	(1,053,800)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ (102,104)	\$ (104,908)	\$ (109,395)	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 9,181,418	\$ 9,753,157	\$ 10,086,009	\$ 10,573,650	\$ 10,978,897	\$ 11,280,406	\$ 11,759,747	\$ 12,877,278	\$ 13,765,867	\$ 13,761,075
Contributions as a Percentage of Covered Payroll	6.66%	6.66%	6.96%	6.86%	6.86%	6.86%	6.86%	7.20%	7.20%	7.66%

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.

MARION COUNTY, TENNESSEE
Schedule of Contributions Based on Participation in the Teacher
Retirement Plan of TCRS
Discretely Presented Marion County School Department
For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 37,708	\$ 57,654	\$ 70,939	\$ 44,421	\$ 55,706	\$ 60,510	\$ 80,739	\$ 128,350	\$ 161,788	\$ 196,809
Less: Contributions in Relation to the Contractually Required Contribution	(37,708)	(57,654)	(70,939)	(44,421)	(55,706)	(60,510)	(80,739)	(128,350)	(161,788)	(196,809)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 942,703	\$ 1,441,355	\$ 1,773,467	\$ 2,289,727	\$ 2,744,102	\$ 2,995,526	\$ 4,016,832	\$ 4,472,125	\$ 5,484,491	\$ 6,560,265
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%

MARION COUNTY, TENNESSEE
Schedule of Contributions Based on Participation in the Teacher
Legacy Pension Plan of TCRS
Discretely Presented Marion County School Department
For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 1,290,031	\$ 1,271,709	\$ 1,282,612	\$ 1,436,392	\$ 1,425,267	\$ 1,344,627	\$ 1,343,146	\$ 1,121,025	\$ 878,637	\$ 849,152
Less: Contributions in Relation to the Contractually Required Contribution	(1,290,031)	(1,271,709)	(1,282,612)	(1,436,392)	(1,425,267)	(1,344,627)	(1,343,146)	(1,121,025)	(878,637)	(849,152)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 14,270,258	\$ 14,067,577	\$ 14,125,683	\$ 13,732,244	\$ 13,407,982	\$ 13,092,764	\$ 13,043,332	\$ 12,926,932	\$ 12,902,171	\$ 13,351,457
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.67%	6.81%	6.36%

MARION COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Retirement Plan of TCRS
Discretely Presented Marion 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)	0.275422%	0.214248%	0.219605%	0.202942%	0.216379%	0.217456%	0.207558%	0.235219%	0.224838%	0.233460%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (11,314)	\$ (22,304)	\$ (57,940)	\$ (92,040)	\$ (122,143)	\$ (123,655)	\$ (224,829)	\$ (71,254)	\$ (95,339)	\$ (166,365)
Covered Payroll	\$ 584,315	\$ 942,703	\$ 1,441,355	\$ 1,773,467	\$ 2,289,727	\$ 2,744,102	\$ 2,995,526	\$ 4,016,832	\$ 4,472,125	\$ 5,484,191
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%)	(3.03%)
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%

MARION COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Marion 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)	0.387610%	0.395320%	0.397957%	0.403398%	0.409533%	0.402852%	0.398906%	0.396247%	0.397534%	0.394507%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 158,778	\$ 2,470,530	\$ (130,206)	\$ (1,419,523)	\$ (4,210,740)	\$ (3,072,047)	\$ (17,205,762)	\$ (4,859,600)	\$ (4,686,826)	\$ (6,796,814)
Covered Payroll	\$ 14,510,210	\$ 14,270,258	\$ 14,067,577	\$ 14,125,683	\$ 13,732,244	\$ 13,407,982	\$ 13,092,764	\$ 13,043,332	\$ 12,926,932	\$ 12,902,171
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%)	(22.91%)	(131.41%)	(37.26%)	(36.26%)	(52.68%)
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%

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

Primary Government

For the Fiscal Year Ended June 30**Marion County Plan**

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 19,909	\$ 19,438	\$ 22,162	\$ 25,065	\$ 30,941	\$ 27,804	\$ 16,643	\$ 22,534
Interest	6,771	8,711	9,033	9,611	7,921	6,535	7,659	11,492
Differences Between Actual and Expected Experience	0	(37,646)	(17,621)	35,047	2,794	(15,649)	7,153	(29,511)
Changes in Assumptions or Other Inputs	(12,431)	13,278	14,339	25,801	(78,584)	(86,714)	65,715	28,858
Benefit Payments	0	(1,923)	(1,406)	(11,771)	(21,808)	(9,762)	(4,261)	(4,834)
Net Change in Total OPEB Liability	\$ 14,249	\$ 1,858	\$ 26,507	\$ 83,753	\$ (58,736)	\$ (77,786)	\$ 92,909	\$ 28,539
Total OPEB Liability, Beginning	211,967	226,216	228,074	254,581	338,334	279,598	201,812	294,721
Total OPEB Liability, Ending	\$ 226,216	\$ 228,074	\$ 254,581	\$ 338,334	\$ 279,598	\$ 201,812	\$ 294,721	\$ 323,260
Covered Employee Payroll	\$ 4,590,400	\$ 4,893,419	\$ 4,886,658	\$ 5,128,636	\$ 5,398,350	\$ 6,307,294	\$ 6,404,975	\$ 6,704,478
Net OPEB Liability as a Percentage of Covered Employee Payroll	4.93%	4.66%	5.21%	6.60%	5.18%	3.20%	4.60%	4.82%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%
2024	3.93%

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

- For the 2019 plan year - from 5.4% to 6.75%
- For the 2020 plan year - from 6.75% to 6.03%
- For the 2021 plan year - from 6.03% to 9.02%
- For the 2022 plan year - from 9.02% to 7.36%
- For the 2023 plan year - from 7.36% to 8.37%
- For the 2024 plan year - from 8.37% to 10.31%
- For the 2025 plan year - from 10.31% to 10.68%

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

Note 4: The Marion County Highway Department opted out of providing insurance to retirees effective June 30, 2022.

MARION COUNTY, TENNESSEE
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan
Discretely Presented Marion County School Department
For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 263,146	\$ 243,395	\$ 219,129	\$ 213,591	\$ 278,166	\$ 372,246	\$ 283,265	\$ 293,458
Interest	138,598	164,224	135,456	147,871	109,206	135,162	211,747	244,442
Differences Between Actual and Expected Experience	0	(1,119,453)	663,958	(59,239)	(96,164)	51,698	(220,908)	37,577
Changes in Assumptions or Other Inputs	(207,554)	146,166	(329,677)	539,854	1,093,192	(626,209)	530,845	150,552
Benefit Payments	(297,066)	(318,772)	(245,890)	(178,153)	(177,364)	(147,374)	(92,319)	(107,158)
Net Change in Total OPEB Liability	\$ (102,876)	\$ (884,440)	\$ 442,976	\$ 663,924	\$ 1,207,036	\$ (214,477)	\$ 712,630	\$ 618,871
Total OPEB Liability, Beginning	4,631,907	4,529,031	3,644,591	4,087,567	4,751,491	5,958,527	5,744,050	6,456,680
Total OPEB Liability, Ending	\$ 4,529,031	\$ 3,644,591	\$ 4,087,567	\$ 4,751,491	\$ 5,958,527	\$ 5,744,050	\$ 6,456,680	\$ 7,075,551
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 1,572,792	\$ 1,222,093	\$ 1,436,207	\$ 1,575,940	\$ 2,068,400	\$ 2,109,340	\$ 2,552,136	\$ 2,759,973
Employer Proportionate Share of the Total OPEB Liability	2,956,239	2,422,498	2,651,360	3,175,551	3,890,127	3,634,710	3,904,544	4,315,578
Covered Employee Payroll	\$ 18,435,435	\$ 19,972,929	\$ 20,287,586	\$ 20,205,983	\$ 21,405,684	\$ 22,117,353	\$ 23,925,745	\$ 25,709,645
Net OPEB Liability as a Percentage of Covered Employee Payroll	24.57%	18.25%	20.15%	23.52%	27.84%	25.97%	26.99%	27.52%

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

Note 2: Changes in assumptions.

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

2016	2.92%
2017	3.56%
2018	3.62%
2019	3.51%
2020	2.21%
2021	2.16%
2022	3.54%
2023	3.65%
2024	3.93%

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

- For the 2019 plan year - from 5.4% to 6.75%
- For the 2020 plan year - from 6.75% to 6.03%
- For the 2021 plan year - from 6.03% to 9.02%
- For the 2022 plan year - from 9.02% to 7.36%
- For the 2023 plan year - from 7.36% to 8.37%
- For the 2024 plan year - from 8.37% to 10.31%
- For the 2025 plan year - from 10.31% to 10.68%

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

MARION 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 to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified mortality assumptions.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

Courthouse and Jail Maintenance Fund – The Courthouse and Jail Maintenance Fund is used to account for a special tax levied by private act on litigation.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions involving solid waste collection.

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.

DEBT SERVICE FUNDS

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

General Debt Service Fund – The General Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

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

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total
ASSETS					
Cash	\$ 0	\$ 0	\$ 0	\$ 73,251	\$ 73,251
Equity in Pooled Cash and Investments	3,187	2,764,388	261,628	0	3,029,203
Accounts Receivable	0	0	2,599	216	2,815
Due from Other Governments	0	211,834	2,981	0	214,815
Property Taxes Receivable	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0
Notes Receivable - Current	0	0	0	0	0
Notes Receivable - Long-term	0	0	0	0	0
Total Assets	<u>\$ 3,187</u>	<u>\$ 2,976,222</u>	<u>\$ 267,208</u>	<u>\$ 73,467</u>	<u>\$ 3,320,084</u>
LIABILITIES					
Accounts Payable	\$ 0	\$ 30,820	\$ 0	\$ 0	\$ 30,820
Accrued Payroll	0	7,250	506	0	7,756
Due to Other Funds	0	0	0	5,590	5,590
Due to Litigants, Heirs, and Others	0	0	35,267	0	35,267
Total Liabilities	<u>\$ 0</u>	<u>\$ 38,070</u>	<u>\$ 35,773</u>	<u>\$ 5,590</u>	<u>\$ 79,433</u>

(Continued)

MARION COUNTY, TENNESSEE**Combining Balance Sheet - Nonmajor Governmental Funds (Cont.)****DEFERRED INFLOWS OF RESOURCES**

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	0
Deferred Delinquent Property Taxes	0	0	0	0	0
Other Deferred/Unavailable Revenue	0	95,000	0	0	95,000
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 95,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>95,000</u>

FUND BALANCES

Restricted:

Restricted for General Government	\$ 3,187	\$ 0	\$ 0	\$ 0	3,187
Restricted for Finance	0	0	0	67,877	67,877
Restricted for Public Safety	0	0	231,435	0	231,435
Restricted for Public Health and Welfare	0	2,843,152	0	0	2,843,152
Restricted for Debt Service	0	0	0	0	0
Total Fund Balances	<u>\$ 3,187</u>	<u>\$ 2,843,152</u>	<u>\$ 231,435</u>	<u>\$ 67,877</u>	<u>\$ 3,145,651</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 3,187</u>	<u>\$ 2,976,222</u>	<u>\$ 267,208</u>	<u>\$ 73,467</u>	<u>\$ 3,320,084</u>

(Continued)

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

	Debt Service Fund	Total Nonmajor Governmental Funds
ASSETS		
Cash	\$ 0	\$ 73,251
Equity in Pooled Cash and Investments	2,833,051	5,862,254
Accounts Receivable	0	2,815
Due from Other Governments	0	214,815
Property Taxes Receivable	834,769	834,769
Allowance for Uncollectible Property Taxes	(28,673)	(28,673)
Notes Receivable - Current	55,000	55,000
Notes Receivable - Long-term	1,469,494	1,469,494
	<hr/>	<hr/>
Total Assets	\$ 5,163,641	\$ 8,483,725
	<hr/>	<hr/>
LIABILITIES		
Accounts Payable	\$ 0	\$ 30,820
Accrued Payroll	0	7,756
Due to Other Funds	0	5,590
Due to Litigants, Heirs, and Others	0	35,267
Total Liabilities	<hr/> \$ 0	<hr/> \$ 79,433

(Continued)

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

	Debt Service Fund	Total Nonmajor Governmental Funds
	General Debt Service	
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 778,042	\$ 778,042
Deferred Delinquent Property Taxes	26,098	26,098
Other Deferred/Unavailable Revenue	0	95,000
Total Deferred Inflows of Resources	<u>\$ 804,140</u>	<u>\$ 899,140</u>
FUND BALANCES		
Restricted:		
Restricted for General Government	\$ 0	\$ 3,187
Restricted for Finance	0	67,877
Restricted for Public Safety	0	231,435
Restricted for Public Health and Welfare	0	2,843,152
Restricted for Debt Service	4,359,501	4,359,501
Total Fund Balances	<u>\$ 4,359,501</u>	<u>\$ 7,505,152</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u><u>\$ 5,163,641</u></u>	<u><u>\$ 8,483,725</u></u>

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

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total
Revenues					
Local Taxes	\$ 7,584	\$ 1,195,513	\$ 0	\$ 0	\$ 1,203,097
Fines, Forfeitures, and Penalties	0	0	12,663	0	12,663
Charges for Current Services	0	58,884	0	611,403	670,287
Other Local Revenues	0	1,923	6,550	0	8,473
State of Tennessee	0	199,664	0	0	199,664
Federal Government	0	0	10,464	0	10,464
Other Governments and Citizens Groups	0	0	0	0	0
Total Revenues	\$ 7,584	\$ 1,455,984	\$ 29,677	\$ 611,403	\$ 2,104,648
Expenditures					
Current:					
General Government	\$ 11,423	\$ 0	\$ 0	\$ 0	\$ 11,423
Finance	0	0	0	620,661	620,661
Public Safety	0	0	26,249	0	26,249
Public Health and Welfare	0	805,619	0	0	805,619
Other Operations	76	14,314	127	0	14,517
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Total Expenditures	\$ 11,499	\$ 819,933	\$ 26,376	\$ 620,661	\$ 1,478,469
Excess (Deficiency) of Revenues Over Expenditures	\$ (3,915)	\$ 636,051	\$ 3,301	\$ (9,258)	\$ 626,179
Net Change in Fund Balances	\$ (3,915)	\$ 636,051	\$ 3,301	\$ (9,258)	\$ 626,179
Fund Balance, July 1, 2024	7,102	2,207,101	228,134	77,135	2,519,472
Fund Balance, June 30, 2025	\$ 3,187	\$ 2,843,152	\$ 231,435	\$ 67,877	\$ 3,145,651

(Continued)

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

	Debt Service Fund		Total Nonmajor Governmental Funds	
	General Debt Service			
Revenues				
Local Taxes	\$	763,406	\$	1,966,503
Fines, Forfeitures, and Penalties		0		12,663
Charges for Current Services		0		670,287
Other Local Revenues		0		8,473
State of Tennessee		0		199,664
Federal Government		0		10,464
Other Governments and Citizens Groups		111,615		111,615
Total Revenues	\$	875,021	\$	2,979,669
Expenditures				
Current:				
General Government	\$	0	\$	11,423
Finance		0		620,661
Public Safety		0		26,249
Public Health and Welfare		0		805,619
Other Operations		15,098		29,615
Debt Service:				
Principal on Debt		455,000		455,000
Interest on Debt	\$	141,881	\$	141,881
Other Debt Service		1,150		1,150
Total Expenditures	\$	613,129	\$	2,091,598
Excess (Deficiency) of Revenues Over Expenditures	\$	261,892	\$	888,071
Net Change in Fund Balances	\$	261,892	\$	888,071
Fund Balance, July 1, 2024		4,097,609		6,617,081
Fund Balance, June 30, 2025	\$	4,359,501	\$	7,505,152

MARION COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
 Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2025

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 7,584	\$ 7,000	\$ 7,000	\$ 584
Other Governments and Citizens Groups	0	8,000	8,000	(8,000)
Total Revenues	<u>\$ 7,584</u>	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ (7,416)</u>
Expenditures				
General Government				
County Buildings	\$ 11,423	\$ 15,000	\$ 15,000	\$ 3,577
Other Operations				
Other Charges	76	100	100	24
Total Expenditures	<u>\$ 11,499</u>	<u>\$ 15,100</u>	<u>\$ 15,100</u>	<u>\$ 3,601</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (3,915)</u>	<u>\$ (100)</u>	<u>\$ (100)</u>	<u>\$ (3,815)</u>
Net Change in Fund Balance	\$ (3,915)	\$ (100)	\$ (100)	\$ (3,815)
Fund Balance, July 1, 2024	<u>7,102</u>	<u>5,796</u>	<u>5,796</u>	<u>1,306</u>
Fund Balance, June 30, 2025	<u><u>\$ 3,187</u></u>	<u><u>\$ 5,696</u></u>	<u><u>\$ 5,696</u></u>	<u><u>\$ (2,509)</u></u>

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

Solid Waste/Sanitation Fund

For the Year Ended June 30, 2025

	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 1,195,513	\$ 750,000	\$ 750,000	\$ 445,513
Charges for Current Services	58,884	43,500	43,500	15,384
Other Local Revenues	1,923	1,000	1,000	923
State of Tennessee	199,664	140,000	140,000	59,664
Total Revenues	<u>\$ 1,455,984</u>	<u>\$ 934,500</u>	<u>\$ 934,500</u>	<u>\$ 521,484</u>
Expenditures				
Public Health and Welfare				
Convenience Centers	\$ 805,619	\$ 878,679	\$ 878,679	\$ 73,060
Other Operations				
Other Charges	14,314	12,000	13,500	(814)
Total Expenditures	<u>\$ 819,933</u>	<u>\$ 890,679</u>	<u>\$ 892,179</u>	<u>\$ 72,246</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 636,051</u>	<u>\$ 43,821</u>	<u>\$ 42,321</u>	<u>\$ 593,730</u>
Net Change in Fund Balance	\$ 636,051	\$ 43,821	\$ 42,321	\$ 593,730
Fund Balance, July 1, 2024	<u>2,207,101</u>	<u>2,008,999</u>	<u>2,008,999</u>	<u>198,102</u>
Fund Balance, June 30, 2025	<u><u>\$ 2,843,152</u></u>	<u><u>\$ 2,052,820</u></u>	<u><u>\$ 2,051,320</u></u>	<u><u>\$ 791,832</u></u>

MARION COUNTY, TENNESSEE

Schedule of Revenues, Expenditures, and Changes

in Fund Balance - Actual and Budget

Drug Control Fund

For the Year Ended June 30, 2025

					Variance with Final Budget - Positive (Negative)
	Actual	Budgeted Amounts			
		Original	Final		
Revenues					
Fines, Forfeitures, and Penalties	\$ 12,663	\$ 30,500	\$ 30,500	\$	(17,837)
Other Local Revenues	6,550	50	50		6,500
Federal Government	10,464	0	0		10,464
Total Revenues	<u>\$ 29,677</u>	<u>\$ 30,550</u>	<u>\$ 30,550</u>	<u>\$</u>	<u>(873)</u>
Expenditures					
Public Safety					
Drug Enforcement	\$ 26,249	\$ 87,850	\$ 87,850	\$	61,601
Other Operations					
Other Charges	127	225	225		98
Total Expenditures	<u>\$ 26,376</u>	<u>\$ 88,075</u>	<u>\$ 88,075</u>	<u>\$</u>	<u>61,699</u>
Excess (Deficiency) of Revenues					
Over Expenditures	<u>\$ 3,301</u>	<u>\$ (57,525)</u>	<u>\$ (57,525)</u>	<u>\$</u>	<u>60,826</u>
Net Change in Fund Balance	\$ 3,301	\$ (57,525)	\$ (57,525)	\$	60,826
Fund Balance, July 1, 2024	<u>228,134</u>	<u>224,051</u>	<u>224,051</u>		<u>4,083</u>
Fund Balance, June 30, 2025	\$ 231,435	\$ 166,526	\$ 166,526	\$	64,909

MARION 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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 763,406	\$ 696,200	\$ 696,200	\$ 67,206
Other Governments and Citizens Groups	111,615	0	0	111,615
Total Revenues	<u>\$ 875,021</u>	<u>\$ 696,200</u>	<u>\$ 696,200</u>	<u>\$ 178,821</u>
Expenditures				
Other Operations				
Other Charges	\$ 15,098	\$ 15,000	\$ 17,000	\$ 1,902
Principal on Debt				
General Government	455,000	455,000	455,000	0
Interest on Debt				
General Government	141,881	142,000	142,000	119
Other Debt Service				
General Government	1,150	1,000	1,200	50
Total Expenditures	<u>\$ 613,129</u>	<u>\$ 613,000</u>	<u>\$ 615,200</u>	<u>\$ 2,071</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 261,892</u>	<u>\$ 83,200</u>	<u>\$ 81,000</u>	<u>\$ 180,892</u>
Net Change in Fund Balance	\$ 261,892	\$ 83,200	\$ 81,000	\$ 180,892
Fund Balance, July 1, 2024	<u>4,097,609</u>	<u>2,475,860</u>	<u>2,475,860</u>	<u>1,621,749</u>
Fund Balance, June 30, 2025	<u><u>\$ 4,359,501</u></u>	<u><u>\$ 2,559,060</u></u>	<u><u>\$ 2,556,860</u></u>	<u><u>\$ 1,802,641</u></u>

MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

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

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the retirement of bonds issued for the construction and renovation of the county's rural schools.

Education Debt Service Fund – The Education Debt Service Fund is used to account for the accumulation of resources for, and the contribution to the primary government of, education related long-term debt principal, interest, and related costs.

CAPITAL PROJECTS FUNDS

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

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for debt issued by Marion County that is subsequently contributed to the discretely presented Marion County School Department. This fund is also used to account for revenues collected as lease payments on county-owned buildings to be used for future capital outlays.

Other Capital Projects Fund – The Other Capital Projects Fund is used to account for various capital outlays of the county.

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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 1,707,306	\$ 1,398,500	\$ 1,398,500	\$ 308,806
Other Local Revenues	0	5	5	(5)
Other Governments and Citizens Groups	1,250,000	250	250	1,249,750
Total Revenues	<u>\$ 2,957,306</u>	<u>\$ 1,398,755</u>	<u>\$ 1,398,755</u>	<u>\$ 1,558,551</u>
Expenditures				
Principal on Debt				
Education	\$ 1,550,000	\$ 1,550,000	\$ 1,550,000	\$ 0
Interest on Debt				
Education	932,962	933,000	933,000	38
Other Debt Service				
Education	34,666	37,000	37,000	2,334
Total Expenditures	<u>\$ 2,517,628</u>	<u>\$ 2,520,000</u>	<u>\$ 2,520,000</u>	<u>\$ 2,372</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 439,678</u>	<u>\$ (1,121,245)</u>	<u>\$ (1,121,245)</u>	<u>\$ 1,560,923</u>
Net Change in Fund Balance	\$ 439,678	\$ (1,121,245)	\$ (1,121,245)	\$ 1,560,923
Fund Balance, July 1, 2024	<u>6,819,215</u>	<u>5,548,473</u>	<u>5,548,473</u>	<u>1,270,742</u>
Fund Balance, June 30, 2025	<u><u>\$ 7,258,893</u></u>	<u><u>\$ 4,427,228</u></u>	<u><u>\$ 4,427,228</u></u>	<u><u>\$ 2,831,665</u></u>

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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 2,963,721	\$ 2,000,000	\$ 2,000,000	\$ 963,721
Other Local Revenues	4,296	5,000	5,000	(704)
Total Revenues	<u>\$ 2,968,017</u>	<u>\$ 2,005,000</u>	<u>\$ 2,005,000</u>	<u>\$ 963,017</u>
Expenditures				
Other Operations				
Other Charges	\$ 29,602	\$ 24,500	\$ 30,500	\$ 898
Principal on Debt				
Education	1,060,000	1,060,000	1,060,000	0
Interest on Debt				
Education	262,688	263,000	263,000	312
Other Debt Service				
Education	300	500	500	200
Total Expenditures	<u>\$ 1,352,590</u>	<u>\$ 1,348,000</u>	<u>\$ 1,354,000</u>	<u>\$ 1,410</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,615,427</u>	<u>\$ 657,000</u>	<u>\$ 651,000</u>	<u>\$ 964,427</u>
Net Change in Fund Balance	\$ 1,615,427	\$ 657,000	\$ 651,000	\$ 964,427
Fund Balance, July 1, 2024	<u>9,924,877</u>	<u>9,183,024</u>	<u>9,183,024</u>	<u>741,853</u>
Fund Balance, June 30, 2025	<u><u>\$ 11,540,304</u></u>	<u><u>\$ 9,840,024</u></u>	<u><u>\$ 9,834,024</u></u>	<u><u>\$ 1,706,280</u></u>

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

			Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final		
Revenues					
Other Local Revenues	\$ 1,423,704	\$ 211,000	\$ 1,411,501	\$	12,203
Federal Government	1,426,947	0	1,426,947		0
Total Revenues	<u>\$ 2,850,651</u>	<u>\$ 211,000</u>	<u>\$ 2,838,448</u>	<u>\$</u>	<u>12,203</u>
Expenditures					
Other Operations					
Other Charges	\$ 2,048	\$ 3,000	\$ 3,000	\$	952
Capital Projects					
Education Capital Projects	3,343,589	0	3,475,400		131,811
Total Expenditures	<u>\$ 3,345,637</u>	<u>\$ 3,000</u>	<u>\$ 3,478,400</u>	<u>\$</u>	<u>132,763</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (494,986)</u>	<u>\$ 208,000</u>	<u>\$ (639,952)</u>	<u>\$</u>	<u>144,966</u>
Net Change in Fund Balance	\$ (494,986)	\$ 208,000	\$ (639,952)	\$	144,966
Fund Balance, July 1, 2024	<u>2,071,749</u>	<u>2,034,870</u>	<u>2,034,870</u>		<u>36,879</u>
Fund Balance, June 30, 2025	<u><u>\$ 1,576,763</u></u>	<u><u>\$ 2,242,870</u></u>	<u><u>\$ 1,394,918</u></u>	<u><u>\$</u></u>	<u><u>181,845</u></u>

MARION COUNTY, TENNESSEE

Schedule of Revenues, Expenditures, and Changes

in Fund Balance - Actual and Budget

Other Capital Projects Fund

For the Year Ended June 30, 2025

					Variance with Final Budget - Positive (Negative)
	Actual		Budgeted Amounts		
			Original	Final	
Revenues					
Local Taxes	\$ 1,269,978	\$ 996,250	\$ 996,250	\$ 273,728	
State of Tennessee	11,137	100	11,237	(100)	
Federal Government	0	100,000	100,000	(100,000)	
Total Revenues	\$ 1,281,115	\$ 1,096,350	\$ 1,107,487	\$ 173,628	
Expenditures					
General Government					
County Buildings	\$ 1,000,336	\$ 1,000	\$ 1,000,337	\$ 1	
Other Operations					
Other Charges	25,119	25,000	25,000	(119)	
Total Expenditures	\$ 1,025,455	\$ 26,000	\$ 1,025,337	\$ (118)	
Excess (Deficiency) of Revenues					
Over Expenditures	\$ 255,660	\$ 1,070,350	\$ 82,150	\$ 173,510	
Net Change in Fund Balance	\$ 255,660	\$ 1,070,350	\$ 82,150	\$ 173,510	
Fund Balance, July 1, 2024	9,448,407	9,866,656	9,866,656	(418,249)	
Fund Balance, June 30, 2025	\$ 9,704,067	\$ 10,937,006	\$ 9,948,806	\$ (244,739)	

CUSTODIAL FUNDS

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

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

Special School District Fund – The Special School District Fund is used to account for property taxes levied on residents of Richard City. These property taxes are remitted to the Richard City Schools on a monthly basis.

City School ADA – Richard City Fund – The City School ADA – Richard City Fund is used to account for the Richard City School System's share of education revenues collected by the county, which must be apportioned between the school systems on an average daily attendance basis. These collections are remitted to the Richard City Schools on a monthly basis.

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

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

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

	Custodial Funds					
	Cities - Sales Tax	Special School District	City School ADA - Richard City	Constitu - tional Officers - Custodial	Judicial District Drug	Total
ASSETS						
Cash	\$ 0	\$ 0	\$ 0	\$ 1,397,855	\$ 0	\$ 1,397,855
Equity in Pooled Cash and Investments	0	64	28,283	0	179,501	207,848
Accounts Receivable	0	0	1,019	4,449	0	5,468
Due from Other Governments	979,065	0	51,582	0	4,899	1,035,546
Property Taxes Receivable	0	47,963	312,908	0	0	360,871
Allowance for Uncollectible Property Taxes	0	(1,266)	(10,748)	0	0	(12,014)
Total Assets	\$ 979,065	\$ 46,761	\$ 383,044	\$ 1,402,304	\$ 184,400	\$ 2,995,574
LIABILITIES						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,102	\$ 4,102
Accrued Payroll	0	0	0	0	5,301	5,301
Due to Other Taxing Units	979,065	46,761	81,778	0	0	1,107,604
Total Liabilities	\$ 979,065	\$ 46,761	\$ 81,778	\$ 0	\$ 9,403	\$ 1,117,007
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 301,266	\$ 0	\$ 0	\$ 301,266
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 301,266	\$ 0	\$ 0	\$ 301,266
NET POSITION						
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 0	\$ 1,402,304	\$ 174,997	\$ 1,577,301
Total Net Position	\$ 0	\$ 0	\$ 0	\$ 1,402,304	\$ 174,997	\$ 1,577,301

MARION COUNTY, TENNESSEE
Combining Statement of Net Position - Custodial Funds
For the Year Ended June 30, 2025

	Custodial Funds						
	Cities - Sales Tax	Special School District	City School ADA - Richard City	Constitu - tional Officers - Custodial	Judicial District Drug	Total	
Additions							
Sales Tax Collections for Other Governments	\$ 5,486,256	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,486,256	
ADA - Educational Funds Collected for Cities	0	23,021	598,614	0	0	621,635	
Fines/Fees and Other Collections	0	0	0	8,854,262	0	8,854,262	
Drug Task Force Collections	0	0	0	0	373,107	373,107	
Total Additions	\$ 5,486,256	\$ 23,021	\$ 598,614	\$ 8,854,262	\$ 373,107	\$ 15,335,260	
Deductions							
Payment of Sales Tax Collections for Other Governments	\$ 5,486,256	\$ 0	\$ 0	\$ 0	\$ 0	\$ 5,486,256	
Payments to City School Systems	0	23,021	598,614	0	0	621,635	
Payments to State	0	0	0	5,446,018	0	5,446,018	
Payments to Cities, Individuals and Others	0	0	0	3,618,450	0	3,618,450	
Payment of Drug Task Force Expenses	0	0	0	0	419,229	419,229	
Total Deductions	\$ 5,486,256	\$ 23,021	\$ 598,614	\$ 9,064,468	\$ 419,229	\$ 15,591,588	
Change in Net Position	\$ 0	\$ 0	\$ 0	\$ (210,206)	\$ (46,122)	\$ (256,328)	
Net Position July 1, 2024	0	0	0	1,612,510	221,119	1,833,629	
Net Position June 30, 2025	\$ 0	\$ 0	\$ 0	\$ 1,402,304	\$ 174,997	\$ 1,577,301	

MARION COUNTY SCHOOL DEPARTMENT

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

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

Private Purpose Trust Fund – The Private Purpose Trust Fund is used to account for two scholarships. One is for graduates of Whitwell Middle School who become graduates of Whitwell High School, and one is for graduating seniors planning to major in education.

MARION COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Marion County School Department

For the Year Ended June 30, 2025

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Total Governmental Activities
Governmental Activities:					
Instruction	\$ 29,936,934	\$ 19,369	\$ 1,885,339	\$ 561,906	\$ (27,470,320)
Support Services	16,174,304	0	3,381,029	0	(12,793,275)
Operation of Non-instructional Services	6,739,789	242,612	4,326,337	0	(2,170,840)
Total Governmental Activities	<u>\$ 52,851,027</u>	<u>\$ 261,981</u>	<u>\$ 9,592,705</u>	<u>\$ 561,906</u>	<u>\$ (42,434,435)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 6,462,063
Local Option Sales Taxes					6,416,307
Hotel/Motel Tax					409,293
Wholesale Beer Tax					80,311
Mixed Drink Tax					28,070
Grants and Contributions Not Restricted to Specific Programs					30,528,080
Unrestricted Investment Earnings					578,583
Miscellaneous					44,411
Total General Revenues					<u>\$ 44,547,118</u>
Change in Net Position					\$ 2,112,683
Net Position, July 1, 2024					100,451,762
Restatement - See Note I.D.10.					<u>(451,266)</u>
Net Position, June 30, 2025					<u><u>\$ 102,113,179</u></u>

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

Discretely Presented Marion County School Department

June 30, 2025

	Major Funds		Nonmajor Funds	
	General Purpose School	Central Cafeteria	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash	\$ 0	\$ 62,566	\$ 1,357,771	\$ 1,420,337
Equity in Pooled Cash and Investments	20,692,702	3,445,671	971,961	25,110,334
Inventories	0	92,981	0	92,981
Accounts Receivable	6,143	20	0	6,163
Due from Other Governments	2,444,998	669,940	40,874	3,155,812
Property Taxes Receivable	6,978,774	0	0	6,978,774
Allowance for Uncollectible Property Taxes	(239,708)	0	0	(239,708)
Restricted Assets	537,092	0	0	537,092
Total Assets	<u>\$ 30,420,001</u>	<u>\$ 4,271,178</u>	<u>\$ 2,370,606</u>	<u>\$ 37,061,785</u>
LIABILITIES				
Accounts Payable	\$ 424,537	\$ 29,102	\$ 27,384	\$ 481,023
Accrued Payroll	427,999	0	5,129	433,128
Contracts Payable	0	0	65,000	65,000
Total Liabilities	<u>\$ 852,536</u>	<u>\$ 29,102</u>	<u>\$ 97,513</u>	<u>\$ 979,151</u>

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

DEFERRED INFLOWS OF RESOURCES

	Major Funds		Nonmajor Funds	
	General Purpose School	Central Cafeteria	Other Governmental Funds	Total Governmental Funds
Deferred Current Property Taxes	\$ 6,504,535	\$ 0	\$ 0	\$ 6,504,535
Deferred Delinquent Property Taxes	218,186	0	0	218,186
Other Deferred/Unavailable Revenue	590,626	0	0	590,626
Total Deferred Inflows of Resources	<u>\$ 7,313,347</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 7,313,347</u>

FUND BALANCES

Nonspendable:				
Inventory	\$ 0	\$ 92,981	\$ 0	\$ 92,981
Restricted:				
Restricted for Education	22,915	4,149,095	2,223,093	6,395,103
Restricted for Hybrid Retirement Stabilization Funds	537,092	0	0	537,092
Committed:				
Committed for Education	0	0	50,000	50,000
Unassigned	21,694,111	0	0	21,694,111
Total Fund Balances	<u>\$ 22,254,118</u>	<u>\$ 4,242,076</u>	<u>\$ 2,273,093</u>	<u>\$ 28,769,287</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 30,420,001</u>	<u>\$ 4,271,178</u>	<u>\$ 2,370,606</u>	<u>\$ 37,061,785</u>

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

Discretely Presented Marion 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 J-2)		\$	28,769,287
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	2,051,696	
Add: construction in progress		27,000	
Add: buildings and improvements net of accumulated depreciation		61,591,018	
Add: infrastructure net of accumulated depreciation		87,091	
Add: other capital assets net of accumulated depreciation		<u>4,184,625</u>	67,941,430
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: pension liability - agent plan	\$	(522,588)	
Less: OPEB liability		(4,315,578)	
Less: compensated absences payable		<u>(804,045)</u>	(5,642,211)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	4,709,665	
Less: deferred inflows of resources related to pensions		(1,693,752)	
Add: deferred outflows of resources related to OPEB		1,208,818	
Less: deferred inflows of resources related to OPEB		<u>(952,049)</u>	3,272,682
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.			
Add: net pension asset - teacher retirement plan	\$	166,365	
Add: net pension asset - teacher legacy pension plan		<u>6,796,814</u>	6,963,179
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>808,812</u>
Net position of governmental activities (Exhibit A)		\$	<u>102,113,179</u>

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

Discretely Presented Marion County School Department

For the Year Ended June 30, 2025

	Major Funds				Nonmajor Funds	
	<i>General Purpose School</i>	<i>Formerly Major School Federal Projects</i>	<i>Central Cafeteria</i>	<i>Formerly Major Other Capital Projects -</i>	<i>Other Govern- mental Funds</i>	<i>Total Governmental Funds</i>
Revenues						
Local Taxes	\$ 13,358,486	\$ 0	\$ 0	\$ 0	\$ 0	\$ 13,358,486
Licenses and Permits	1,828	0	0	0	0	1,828
Charges for Current Services	83,288	0	178,693	0	0	261,981
Other Local Revenues	90,106	0	3,804	0	2,814,380	2,908,290
State of Tennessee	31,167,884	0	25,516	0	0	31,193,400
Federal Government	100,977	0	3,736,982	0	3,346,104	7,184,063
Other Governments and Citizens Groups	357,954	0	0	0	0	357,954
Total Revenues	\$ 45,160,523	\$ 0	\$ 3,944,995	\$ 0	\$ 6,160,484	\$ 55,266,002
Expenditures						
Current:						
Instruction	\$ 22,709,553	\$ 0	\$ 0	\$ 0	\$ 1,883,771	\$ 24,593,324
Support Services	15,309,980	0	0	0	1,180,796	16,490,776
Operation of Non-Instructional Services	443,875	0	3,932,846	0	2,267,090	6,643,811
Capital Outlay	786,724	0	0	0	203,952	990,676
Debt Service:						
Other Debt Service	1,250,000	0	0	0	0	1,250,000

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

	Major Funds				Nonmajor Funds	
	General Purpose School	<i>Formerly Major</i> School Federal Projects	Central Cafeteria	<i>Formerly Major</i> Other Capital Projects -	Other Govern- mental Funds	Total Governmental Funds
Expenditures (Cont.)						
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,214,635	\$ 1,214,635
Total Expenditures	\$ 40,500,132	\$ 0	\$ 3,932,846	\$ 0	\$ 6,750,244	\$ 51,183,222
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,660,391	\$ 0	\$ 12,149	\$ 0	\$ (589,760)	\$ 4,082,780
Other Financing Sources (Uses)						
Transfers In	\$ 77,585	\$ 0	\$ 0	\$ 0	\$ 0	\$ 77,585
Transfers Out	0	0	0	0	(77,585)	(77,585)
Total Other Financing Sources (Uses)	\$ 77,585	\$ 0	\$ 0	\$ 0	\$ (77,585)	\$ 0
Net Change in Fund Balances	\$ 4,737,976	\$ 0	\$ 12,149	\$ 0	\$ (667,345)	\$ 4,082,780
Change to or Within the Reporting Entity	0	(50,000)	0	(1,551,778)	1,601,778	0
Fund Balance, July 1, 2024	17,516,142	50,000	4,229,927	1,551,778	1,338,660	24,686,507
Fund Balance, June 30, 2025	\$ 22,254,118	\$ 0	\$ 4,242,076	\$ 0	\$ 2,273,093	\$ 28,769,287

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

Discretely Presented Marion 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 J-4)		\$ 4,082,780
(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	\$ 1,673,069	
Less: current-year depreciation expense	<u>(2,387,483)</u>	(714,414)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 808,812	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(767,184)</u>	41,628
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in net pension liability/asset - agent plan	\$ 74,846	
Change in net pension asset - teacher retirement plan	71,026	
Change in net pension asset - teacher legacy pension plan	2,109,988	
Change in deferred outflows related to pensions	(1,659,283)	
Change in deferred inflows related to pensions	(1,288,216)	
Change in compensated absences payable	(352,779)	
Change in OPEB liability	(411,034)	
Change in deferred outflows related to OPEB	(57,726)	
Change in deferred inflows related to OPEB	<u>215,867</u>	<u>(1,297,311)</u>
Change in net position of governmental activities (Exhibit B)		<u><u>\$ 2,112,683</u></u>

MARION COUNTY, TENNESSEE**Combining Balance Sheet - Nonmajor Governmental Funds**

Discretely Presented Marion County School Department

June 30, 2025

	Special Revenue Funds			Capital Projects Fund	
	School Federal Projects	Internal School	Total	Other Capital Projects -	Total Nonmajor Governmental Funds
ASSETS					
Cash	\$ 0	\$ 1,357,771	\$ 1,357,771	\$ 0	\$ 1,357,771
Equity in Pooled Cash and Investments	41,639	0	41,639	930,322	971,961
Due from Other Governments	40,874	0	40,874	0	40,874
Total Assets	\$ 82,513	\$ 1,357,771	\$ 1,440,284	\$ 930,322	\$ 2,370,606
LIABILITIES					
Accounts Payable	\$ 27,384	\$ 0	\$ 27,384	\$ 0	\$ 27,384
Accrued Payroll	5,129	0	5,129	0	5,129
Contracts Payable	0	0	0	65,000	65,000
Total Liabilities	\$ 32,513	\$ 0	\$ 32,513	\$ 65,000	\$ 97,513
FUND BALANCES					
Restricted:					
Restricted for Education	\$ 0	\$ 1,357,771	\$ 1,357,771	\$ 865,322	\$ 2,223,093
Committed:					
Committed for Education	50,000	0	50,000	0	50,000
Total Fund Balances	\$ 50,000	\$ 1,357,771	\$ 1,407,771	\$ 865,322	\$ 2,273,093
Total Liabilities and Fund Balances	\$ 82,513	\$ 1,357,771	\$ 1,440,284	\$ 930,322	\$ 2,370,606

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

Discretely Presented Marion County School Department

For the Year Ended June 30, 2025

	Special Revenue Funds			Capital Projects Fund	
	<i>Formerly Major School Federal Projects</i>	<i>Internal School</i>	<i>Total</i>	<i>Formerly Major Other Capital Projects -</i>	<i>Total Nonmajor Governmental Funds</i>
Revenues					
Other Local Revenues	\$ 0	\$ 2,286,201	\$ 2,286,201	\$ 528,179	\$ 2,814,380
Federal Government	3,346,104	0	3,346,104	0	3,346,104
Total Revenues	\$ 3,346,104	\$ 2,286,201	\$ 5,632,305	\$ 528,179	\$ 6,160,484
Expenditures					
Current:					
Instruction	\$ 1,883,771	\$ 0	\$ 1,883,771	\$ 0	\$ 1,883,771
Support Services	1,180,796	0	1,180,796	0	1,180,796
Operation of Non-Instructional Services	0	2,267,090	2,267,090	0	2,267,090
Capital Outlay	203,952	0	203,952	0	203,952
Capital Projects	0	0	0	1,214,635	1,214,635
Total Expenditures	\$ 3,268,519	\$ 2,267,090	\$ 5,535,609	\$ 1,214,635	\$ 6,750,244
Excess (Deficiency) of Revenues Over Expenditures	\$ 77,585	\$ 19,111	\$ 96,696	\$ (686,456)	\$ (589,760)
Other Financing Sources (Uses)					
Transfers Out	\$ (77,585)	\$ 0	\$ (77,585)	\$ 0	\$ (77,585)
Total Other Financing Sources (Uses)	\$ (77,585)	\$ 0	\$ (77,585)	\$ 0	\$ (77,585)
Net Change in Fund Balances	\$ 0	\$ 19,111	\$ 19,111	\$ (686,456)	\$ (667,345)
Change to or Within the Reporting Entity	50,000	0	50,000	1,551,778	1,601,778
Fund Balance, July 1, 2024	0	1,338,660	1,338,660	0	1,338,660
Fund Balance, June 30, 2025	\$ 50,000	\$ 1,357,771	\$ 1,407,771	\$ 865,322	\$ 2,273,093

MARION COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**Discretely Presented Marion County School Department
General Purpose School Fund**For the Year Ended June 30, 2025**

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 13,358,486	\$ 9,989,401	\$ 9,989,401	\$ 3,369,085
Licenses and Permits	1,828	2,289	2,289	(461)
Charges for Current Services	83,288	173,150	173,150	(89,862)
Other Local Revenues	90,106	48,750	48,750	41,356
State of Tennessee	31,167,884	32,278,582	32,972,336	(1,804,452)
Federal Government	100,977	0	103,201	(2,224)
Other Governments and Citizens Groups	357,954	0	357,954	0
Total Revenues	\$ 45,160,523	\$ 42,492,172	\$ 43,647,081	\$ 1,513,442
Expenditures				
Instruction				
Regular Instruction Program	\$ 17,875,103	\$ 18,367,110	\$ 18,698,447	\$ 823,344
Special Education Program	2,885,698	3,192,756	3,149,611	263,913
Career and Technical Education Program	1,948,752	3,742,799	2,695,303	746,551
Support Services				
Attendance	170,542	174,628	174,628	4,086
Health Services	498,700	518,740	533,530	34,830
Other Student Support	880,601	1,004,891	1,019,941	139,340
Regular Instruction Program	1,350,859	1,476,570	1,411,500	60,641
Special Education Program	692,304	654,342	728,201	35,897
Career and Technical Education Program	273,883	264,570	332,735	58,852
Technology	1,025,979	743,135	1,124,891	98,912
Other Programs	72,086	0	72,086	0
Board of Education	566,209	637,944	653,944	87,735
Director of Schools	418,710	450,661	450,661	31,951
Office of the Principal	2,819,860	2,917,823	2,939,650	119,790
Fiscal Services	414,533	434,694	434,694	20,161
Human Services/Personnel	195,542	210,549	210,549	15,007
Operation of Plant	3,311,984	3,555,410	3,585,410	273,426
Maintenance of Plant	1,093,016	1,076,516	1,187,078	94,062
Transportation	1,525,172	1,616,868	1,698,375	173,203
Operation of Non-Instructional Services				
Community Services	67,787	167,324	167,324	99,537

(Continued)

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

	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final
Expenditures (Cont.)			
Operation of Non-Instructional Services (Cont.)			
Early Childhood Education	\$ 376,088	\$ 384,786	\$ 376,088 \$ 0
Capital Outlay			
Regular Capital Outlay	786,724	3,760,513	4,749,535 3,962,811
Other Debt Service			
Education	1,250,000	1,250,000	1,250,000 0
Total Expenditures	\$ 40,500,132	\$ 46,602,629	\$ 47,644,181 \$ 7,144,049
Excess (Deficiency) of Revenues Over Expenditures	\$ 4,660,391	\$ (4,110,457)	\$ (3,997,100) \$ 8,657,491
Other Financing Sources (Uses)			
Transfers In	\$ 77,585	\$ 150,000	\$ 150,000 \$ (72,415)
Total Other Financing Sources	\$ 77,585	\$ 150,000	\$ 150,000 \$ (72,415)
Net Change in Fund Balance	\$ 4,737,976	\$ (3,960,457)	\$ (3,847,100) \$ 8,585,076
Fund Balance, July 1, 2024	17,516,142	16,529,808	16,529,808 986,334
Fund Balance, June 30, 2025	\$ 22,254,118	\$ 12,569,351	\$ 12,682,708 \$ 9,571,410

MARION COUNTY, TENNESSEE**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**Discretely Presented Marion County School Department
School Federal Projects Fund**For the Year Ended June 30, 2025**

	Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Actual	Original	Final	
Revenues				
Federal Government	\$ 3,346,104	\$ 2,478,358	\$ 3,960,437	\$ (614,333)
Total Revenues	<u>\$ 3,346,104</u>	<u>\$ 2,478,358</u>	<u>\$ 3,960,437</u>	<u>\$ (614,333)</u>
Expenditures				
Instruction				
Regular Instruction Program	\$ 1,019,271	\$ 857,140	\$ 1,266,122	\$ 246,851
Special Education Program	799,867	548,719	867,353	67,486
Career and Technical Education Program	64,633	62,455	64,633	0
Support Services				
Other Student Support	157,173	57,239	337,911	180,738
Regular Instruction Program	513,252	344,637	548,685	35,433
Special Education Program	459,484	451,954	519,443	59,959
Transportation	50,887	63,928	63,428	12,541
Capital Outlay				
Regular Capital Outlay	203,952	0	203,952	0
Total Expenditures	<u>\$ 3,268,519</u>	<u>\$ 2,386,072</u>	<u>\$ 3,871,527</u>	<u>\$ 603,008</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 77,585</u>	<u>\$ 92,286</u>	<u>\$ 88,910</u>	<u>\$ (11,325)</u>
Other Financing Sources (Uses)				
Transfers Out	\$ (77,585)	\$ (92,286)	\$ (88,910)	\$ 11,325
Total Other Financing Sources	<u>\$ (77,585)</u>	<u>\$ (92,286)</u>	<u>\$ (88,910)</u>	<u>\$ 11,325</u>
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0	\$ 0
Changes to or Within the Financial Reporting Entity	50,000	0	0	50,000
Fund Balance, July 1, 2024	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance, June 30, 2025	<u><u>\$ 50,000</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 50,000</u></u>

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

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Charges for Current Services	\$ 178,693	\$ 175,000	\$ 175,000	\$ 3,693
Other Local Revenues	3,804	16,000	16,000	(12,196)
State of Tennessee	25,516	30,000	30,000	(4,484)
Federal Government	3,736,982	4,017,976	4,017,976	(280,994)
Total Revenues	<u>\$ 3,944,995</u>	<u>\$ 4,238,976</u>	<u>\$ 4,238,976</u>	<u>\$ (293,981)</u>
Expenditures				
Operation of Non-Instructional Services				
Food Service	\$ 3,932,846	\$ 5,415,996	\$ 5,415,996	\$ 1,483,150
Total Expenditures	<u>\$ 3,932,846</u>	<u>\$ 5,415,996</u>	<u>\$ 5,415,996</u>	<u>\$ 1,483,150</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 12,149</u>	<u>\$ (1,177,020)</u>	<u>\$ (1,177,020)</u>	<u>\$ 1,189,169</u>
Net Change in Fund Balance	\$ 12,149	\$ (1,177,020)	\$ (1,177,020)	\$ 1,189,169
Fund Balance, July 1, 2024	<u>4,229,927</u>	<u>4,622,719</u>	<u>4,622,719</u>	<u>(392,792)</u>
Fund Balance, June 30, 2025	<u><u>\$ 4,242,076</u></u>	<u><u>\$ 3,445,699</u></u>	<u><u>\$ 3,445,699</u></u>	<u><u>\$ 796,377</u></u>

MARION COUNTY, TENNESSEE**Statement of Net Position - Fiduciary Funds**

Discretely Presented Marion County School Department

June 30, 2025

	Other Trust Fund
	<u>Private Purpose Trust Fund</u>
ASSETS	
Current Assets:	
Cash in Bank	\$ 9,990
Equity in Pooled Cash and Investments	22,005
Investments	<u>661,926</u>
Total Assets	<u>\$ 693,921</u>
NET POSITION	
Funds Held in Trust for Scholarships	<u>\$ 693,921</u>
Total Net Position	<u><u>\$ 693,921</u></u>

MARION COUNTY, TENNESSEE**Statement of Changes in Net Position - Fiduciary Funds**

Discretely Presented Marion County School Department

June 30, 2025

	Other Trust Fund
	<u>Private Purpose Trust Fund</u>
ADDITIONS	
Contributions and Gifts	\$ 0
Investment Income	38,233
Total Additions	<u>\$ 38,233</u>
DEDUCTIONS	
Scholarship Disbursements	\$ 10,249
Total Deductions	<u>\$ 10,249</u>
Change in Net Position	\$ 27,984
Net Position, July 1, 2024	<u>665,937</u>
Net Position, June 30, 2025	<u><u>\$ 693,921</u></u>

MISCELLANEOUS SCHEDULES

MARION COUNTY, TENNESSEE**Schedule of Changes in Long-term Bonds, Notes, and Other Loans****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
BONDS PAYABLE								
Payable through General Debt Service Fund								
General Obligation Bonds, Series 2010	\$ 3,675,000	2.5 to 4 %	3-31-10	4-1-30	\$ 1,150,000	\$ 0	\$ 150,000	\$ 1,000,000
General Obligation Refunding Bonds, 2015A Series	3,345,000	2 to 2.35	2-25-15	4-1-29	1,285,000	0	250,000	1,035,000
General Obligation Bonds, Series 2025	5,865,000	3 to 5	4-16-25	6-1-45	0	5,865,000	0	5,865,000
Total Payable through General Debt Service Fund					<u>\$ 2,435,000</u>	<u>\$ 5,865,000</u>	<u>\$ 400,000</u>	<u>\$ 7,900,000</u>
Contributions Due by the Marion County E911 to the General Debt Service Fund								
General Obligation Bonds, Series 2023	1,630,000	2 to 2.35	11-27-23	4-1-44	\$ 1,580,000	\$ 0	\$ 55,000	\$ 1,525,000
Total Payable through General Debt Service Fund					<u>\$ 1,580,000</u>	<u>\$ 0</u>	<u>\$ 55,000</u>	<u>\$ 1,525,000</u>
Payable through Rural Debt Service Fund								
Rural School General Obligation Refunding Bonds, 2015 Series	1,805,000	1.58	2-25-15	4-1-25	\$ 210,000	\$ 0	\$ 210,000	\$ 0
General Obligation County District School Bonds, 2022 Series	23,615,000	2 to 5	1-5-22	6-1-40	21,625,000	0	1,065,000	20,560,000
General Obligation County District School Bonds, 2022A Series	8,430,000	3.62	12-19-22	6-1-42	7,710,000	0	275,000	7,435,000
Total Payable through Rural Debt Service Fund					<u>\$ 29,545,000</u>	<u>\$ 0</u>	<u>\$ 1,550,000</u>	<u>\$ 27,995,000</u>
Payable through Education Debt Service Fund								
General Obligation Refunding Bonds, 2014 Series	15,485,000	2.68	10-15-14	6-1-31	\$ 8,385,000	\$ 0	\$ 1,060,000	\$ 7,325,000
Total Payable through Education Debt Service Fund					<u>\$ 8,385,000</u>	<u>\$ 0</u>	<u>\$ 1,060,000</u>	<u>\$ 7,325,000</u>
Total Bonds Payable					<u>\$ 41,945,000</u>	<u>\$ 5,865,000</u>	<u>\$ 3,065,000</u>	<u>\$ 44,745,000</u>

(Continued)

MARION COUNTY, TENNESSEE**Schedule of Changes in Long-term Bonds, Notes, and Other Loans (Cont.)**

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
NOTES PAYABLE									
Payable through Highway/Public Works Fund									
Highway Department Equipment	\$ 550,000	4.99	%	11-2-23	11-2-31	\$ 550,000	\$ 0	\$ 68,750	\$ 481,250
Gradall Excavator	295,000	2.23		6-15-21	6-15-26	121,924	0	60,288	61,636
Total Payable through Highway/Public Works Fund						<u>\$ 671,924</u>	<u>\$ 0</u>	<u>\$ 129,038</u>	<u>\$ 542,886</u>
Total Notes Payable						<u>\$ 671,924</u>	<u>\$ 0</u>	<u>\$ 129,038</u>	<u>\$ 542,886</u>
OTHER LOANS PAYABLE									
Payable through General Fund									
Body-Worn Cameras	112,016	0.00		9-30-20	9-30-24	\$ 18,204	\$ 0	\$ 18,204	\$ 0
Total Other Loans Payable						<u>\$ 18,204</u>	<u>\$ 0</u>	<u>\$ 18,204</u>	<u>\$ 0</u>

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 3,135,000	\$ 1,499,904	\$ 4,634,904
2027	3,315,000	1,349,863	4,664,863
2028	3,440,000	1,267,644	4,707,644
2029	3,545,000	1,174,709	4,719,709
2030	3,425,000	1,028,606	4,453,606
2031	3,325,000	891,657	4,216,657
2032	2,055,000	771,807	2,826,807
2033	2,130,000	696,056	2,826,056
2034	2,195,000	631,406	2,826,406
2035	2,265,000	565,006	2,830,006
2036	2,330,000	496,056	2,826,056
2037	2,395,000	427,756	2,822,756
2038	2,460,000	357,106	2,817,106
2039	2,535,000	289,406	2,824,406
2040	2,610,000	219,406	2,829,406
2041	1,045,000	145,006	1,190,006
2042	1,090,000	102,956	1,192,956
2043	500,000	59,094	559,094
2044	525,000	38,819	563,819
2045	425,000	17,531	442,531
Total	\$ 44,745,000	\$ 12,029,794	\$ 56,774,794

Year Ending June 30	Notes		
	Principal	Interest	Total
2026	\$ 130,386	\$ 25,389	\$ 155,775
2027	68,750	20,584	89,334
2028	68,750	17,153	85,903
2029	68,750	13,760	82,510
2030	68,750	10,292	79,042
2031	68,750	6,861	75,611
2032	68,750	3,431	72,181
Total	\$ 542,886	\$ 97,470	\$ 640,356

MARION COUNTY, TENNESSEE**Schedule of Investments**

Discretely Presented Marion County School Department

June 30, 2025

Fund and Type	Amount
Private Purpose Trust Fund	
Corporate Bonds - Walmart Inc.	\$ 99,910
Corporate Bonds - Toyota Motor	48,923
Corporate Bonds - Loews	74,606
Corporate Bonds - Apple	141,987
Corporate Bonds - Proctor & Gamble Co.	97,846
Corporate Bonds - Johnson & Johnson	97,677
Corporate Bonds - US Bancorp	49,679
Corporate Bonds - Home Depot	<u>51,298</u>
Total Investments	<u><u>\$ 661,926</u></u>

MARION COUNTY, TENNESSEE**Schedule of Notes Receivable**

Primary Government

June 30, 2025

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-25
PRIMARY GOVERNMENT						
Other Capital Projects Fund						
Bank Stabilization Project	Town of Orme	\$ 118,750	2-1-22	7-1-42	0 %	\$ 101,432
General Debt Service Fund						
Emergency Service Radio Towers	Marion County Emergency Communications District	1,588,261	11-27-23	4-1-44	0	<u>1,524,494</u>
Total Notes Receivable Primary Government						<u><u>\$ 1,625,926</u></u>

MARION COUNTY, TENNESSEE**Schedule of Transfers**

Primary Government and Discretely Presented Marion County School Department

For the Year Ended June 30, 2025

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Highway/Public Works	General maintenance/construction	\$ 10,000
Total Transfers Primary Government			<u>\$ 10,000</u>
DISCRETELY PRESENTED MARION COUNTY SCHOOL DEPARTMENT			
School Federal Projects	General Purpose School	Indirect costs	\$ 77,585
Total Transfers Discretely Presented Marion County School Department			<u>\$ 77,585</u>

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

Primary Government and Discretely Presented Marion County School Department

For the Year Ended June 30, 2025

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Insurance Pool
Base salary	\$ 110,015			
Local salary supplement	11,474			
Total compensation	<u>\$ 121,489</u>			
Highway Supervisor		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary	\$ 104,776			
Local salary supplement	1,800			
Total compensation	<u>\$ 106,576</u>			
Director of Schools		State Board of Education and County Board of Education	100,000	RLI Insurance Company
Base salary	\$ 200,435			
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 201,435</u>			
Trustee		Section 8-24-102, <i>TCA</i>	2,009,922	RLI Insurance Company
Base salary/Total compensation	<u>\$ 95,251</u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 95,251</u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 95,251</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 95,251</u>			
Clerk and Master		Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	(1)	Local Government Insurance Pool
Base salary	\$ 95,251			
Special commissioner fees	32,400			
Total compensation	<u>\$ 127,651</u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 95,251</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 104,776</u>			
Administrator of Elections - David Riley (7/1/24-1/5/25)		Section 2-12-208, <i>TCA</i>		
Base salary/Total compensation	<u>\$ 41,874</u>			
Administrator of Elections - Brenda Wileman (1/6/25-6/30/25)		Section 2-12-208, <i>TCA</i>		
Base salary/Total compensation	<u>\$ 43,852</u>			
Total Administrator of Elections Compensation	<u>\$ 85,726</u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Insurance Pool
Employee Fidelity - Highway Department			400,000	"
Employee Fidelity - School Department			150,000	Liberty Mutual Insurance

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

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

		Special Revenue Funds				
		Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
		General				
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 7,486,212	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	216,909	0	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	128,729	0	0	0	0	0
Interest and Penalty	49,486	0	0	0	0	0
Payments in-Lieu-of Taxes - T.V.A.	29,955	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	28,176	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	84,946	0	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	0	0	1,195,513	0	0	0
Litigation Tax - General	87,367	0	0	0	0	0
Litigation Tax - Special Purpose	1,195	7,584	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	17,916	0	0	0	0	0
Business Tax	548,046	0	0	0	0	0
Mixed Drink Tax	51,319	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	44,439
Total Local Taxes	\$ 8,730,256	\$ 7,584	\$ 1,195,513	\$ 0	\$ 0	\$ 44,439

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 114,512	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Permits						
Beer Permits	2,122	0	0	0	0	0
Building Permits	294,239	0	0	0	0	0
Total Licenses and Permits	<u>\$ 410,873</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 5,787	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	3,123	0	0	0	0	0
Drug Control Fines	0	0	0	12,663	0	0
Jail Fees	410	0	0	0	0	0
DUI Treatment Fines	537	0	0	0	0	0
Criminal Court						
Data Entry Fee - Criminal Court	718	0	0	0	0	0
General Sessions Court						
Fines	29,585	0	0	0	0	0
Officers Costs	32,764	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court (Cont.)						
Game and Fish Fines	\$ 622	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Drug Court Fees	1,606	0	0	0	0	0
Jail Fees	3,368	0	0	0	0	0
DUI Treatment Fines	9,143	0	0	0	0	0
Data Entry Fee - General Sessions Court	13,587	0	0	0	0	0
Juvenile Court						
Fines	171	0	0	0	0	0
Data Entry Fee - Juvenile Court	4	0	0	0	0	0
Chancery Court						
Data Entry Fee - Chancery Court	4,050	0	0	0	0	0
Other Courts - In-county						
Officers Costs	208	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	<u>\$ 105,683</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 12,663</u>	<u>\$ 0</u>	<u>\$ 0</u>
Charges for Current Services						
General Service Charges						
Solid Waste Disposal Fee	\$ 0	\$ 0	\$ 11,662	\$ 0	\$ 0	\$ 0
Surcharge - Waste Tire Disposal	0	0	29,225	0	0	0
Other General Service Charges	0	0	0	0	0	301,820

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Charges for Current Services (Cont.)						
Fees						
Airport Fees	\$ 60,284	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Copy Fees	813	0	0	0	0	0
Greenbelt Late Application Fee	50	0	0	0	0	0
Telephone Commissions	56,996	0	0	0	0	0
Additional Fees - Titling and Registration	36,263	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	611,403	0
Data Processing Fee - Register	11,072	0	0	0	0	0
Data Processing Fee - Sheriff	2,098	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,700	0	0	0	0	0
Data Processing Fee - County Clerk	1,065	0	0	0	0	0
Education Charges						
Other Charges for Services	0	0	17,997	0	0	0
Total Charges for Current Services	\$ 174,341	\$ 0	\$ 58,884	\$ 0	\$ 611,403	\$ 301,820
Other Local Revenues						
Recurring Items						
Investment Income	\$ 1,548,029	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Lease/Rentals/PPP	15,016	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Other Local Revenues (Cont.)						
Recurring Items (Cont.)						
Commissary Sales	\$ 39,934	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Sale of Gasoline	109,433	0	0	0	0	2,754
Sale of Recycled Materials	0	0	0	0	0	298
Miscellaneous Refunds	197,264	0	1,923	0	0	28,575
Nonrecurring Items						
Sale of Equipment	27,350	0	0	0	0	300
Sale of Property	22,459	0	0	6,550	0	0
Performance Bond Forfeitures	20,425	0	0	0	0	0
Total Other Local Revenues	<u>\$ 1,979,910</u>	<u>\$ 0</u>	<u>\$ 1,923</u>	<u>\$ 6,550</u>	<u>\$ 0</u>	<u>\$ 31,927</u>
Fees Received From County Officials						
Excess Fees						
Trustee	\$ 435,740	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fees In-Lieu-of Salary						
Circuit Court Clerk	155,907	0	0	0	0	0
General Sessions Court Clerk	214,401	0	0	0	0	0
Clerk and Master	111,064	0	0	0	0	0
Juvenile Court Clerk	1,460	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Fees Received From County Officials (Cont.)						
Fees In-Lieu-of Salary (Cont.)						
Register	\$ 173,461	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Sheriff	11,789	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 1,103,822</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Airport Maintenance Program	15,000	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	54,400	0	0	0	0	0
School Resource Officer Grants	657,835	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	143,904	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	843,135
Litter Program	85,689	0	0	0	0	0
Other State Revenues						
Income Tax	198,758	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Beer Tax	\$ 17,752	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Certificate of Title Fees	8,360	0	0	0	0	0
Alcoholic Beverage Tax	88,764	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	112,842	0	0	0	0	0
State Revenue Sharing - T.V.A.	382,190	0	191,095	0	0	0
State Revenue Sharing - Telecommunications	33,908	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	35,058	0	0	0	0	0
Contracted Prisoner Boarding	152,233	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,551,057
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	30,461
Petroleum Special Tax	0	0	0	0	0	19,106
Registrar's Salary Supplement	11,373	0	0	0	0	0
Other State Grants	81,224	0	8,569	0	0	0
Other State Revenues	10,534	0	0	0	0	0
Total State of Tennessee	\$ 2,098,824	\$ 0	\$ 199,664	\$ 0	\$ 0	\$ 3,443,759

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Federal Government						
Federal Through State						
Homeland Security Grants	\$ 15,387	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Other Federal through State	89,667	0	0	0	0	0
Direct Federal Revenue						
Other Direct Federal Revenue	1,189,205	0	0	10,464	0	0
Total Federal Government	<u>\$ 1,294,259</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,464</u>	<u>\$ 0</u>	<u>\$ 0</u>
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 43,487	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	291,300	0	0	0	0	0
Citizens Groups						
Donations	100	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	53,645	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 388,532</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 16,286,500</u>	<u>\$ 7,584</u>	<u>\$ 1,455,984</u>	<u>\$ 29,677</u>	<u>\$ 611,403</u>	<u>\$ 3,821,945</u>

(Continued)

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

	Debt Service Funds			Capital Projects Funds		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 719,723	\$ 1,604,569	\$ 0	\$ 0	\$ 1,195,768	\$ 11,006,272
Trustee's Collections - Prior Year	16,185	38,167	0	0	27,837	299,098
Circuit Clerk/Clerk and Master Collections - Prior Years	11,052	26,068	0	0	18,630	184,479
Interest and Penalty	3,847	9,071	0	0	6,576	68,980
Payments in-Lieu-of Taxes - T.V.A.	2,331	5,716	0	0	3,984	41,986
Payments in-Lieu-of Taxes - Local Utilities	2,093	5,232	0	0	3,602	39,103
Payments in-Lieu-of Taxes - Other	8,175	18,483	0	0	13,581	125,185
County Local Option Taxes						
Local Option Sales Tax	0	0	2,963,721	0	0	4,159,234
Litigation Tax - General	0	0	0	0	0	87,367
Litigation Tax - Special Purpose	0	0	0	0	0	8,779
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	17,916
Business Tax	0	0	0	0	0	548,046
Mixed Drink Tax	0	0	0	0	0	51,319
Mineral Severance Tax	0	0	0	0	0	44,439
Total Local Taxes	\$ 763,406	\$ 1,707,306	\$ 2,963,721	\$ 0	\$ 1,269,978	\$ 16,682,203

(Continued)

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

	<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	114,512
Permits						
Beer Permits	0	0	0	0	0	2,122
Building Permits	0	0	0	0	0	294,239
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	410,873
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	5,787
Officers Costs	0	0	0	0	0	3,123
Drug Control Fines	0	0	0	0	0	12,663
Jail Fees	0	0	0	0	0	410
DUI Treatment Fines	0	0	0	0	0	537
Criminal Court						
Data Entry Fee - Criminal Court	0	0	0	0	0	718
General Sessions Court						
Fines	0	0	0	0	0	29,585
Officers Costs	0	0	0	0	0	32,764

(Continued)

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

	<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court (Cont.)						
Game and Fish Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	622
Drug Court Fees	0	0	0	0	0	1,606
Jail Fees	0	0	0	0	0	3,368
DUI Treatment Fines	0	0	0	0	0	9,143
Data Entry Fee - General Sessions Court	0	0	0	0	0	13,587
Juvenile Court						
Fines	0	0	0	0	0	171
Data Entry Fee - Juvenile Court	0	0	0	0	0	4
Chancery Court						
Data Entry Fee - Chancery Court	0	0	0	0	0	4,050
Other Courts - In-county						
Officers Costs	0	0	0	0	0	208
Total Fines, Forfeitures, and Penalties	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>118,346</u>
Charges for Current Services						
General Service Charges						
Solid Waste Disposal Fee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	11,662
Surcharge - Waste Tire Disposal	0	0	0	0	0	29,225
Other General Service Charges	0	0	0	0	0	301,820

(Continued)

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

	Debt Service Funds			Capital Projects Funds		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Charges for Current Services (Cont.)						
Fees						
Airport Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	60,284
Copy Fees	0	0	0	0	0	813
Greenbelt Late Application Fee	0	0	0	0	0	50
Telephone Commissions	0	0	0	0	0	56,996
Additional Fees - Titling and Registration	0	0	0	0	0	36,263
Constitutional Officers' Fees and Commissions	0	0	0	0	0	611,403
Data Processing Fee - Register	0	0	0	0	0	11,072
Data Processing Fee - Sheriff	0	0	0	0	0	2,098
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	5,700
Data Processing Fee - County Clerk	0	0	0	0	0	1,065
Education Charges						
Other Charges for Services	0	0	0	0	0	17,997
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	1,146,448
Other Local Revenues						
Recurring Items						
Investment Income	\$ 0	\$ 0	\$ 4,296	\$ 1,953	\$ 0	1,554,278
Lease/Rentals/PPP	0	0	0	221,250	0	236,266

(Continued)

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

	<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Other Local Revenues (Cont.)						
Recurring Items (Cont.)						
Commissary Sales	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	39,934
Sale of Gasoline	0	0	0	0	0	112,187
Sale of Recycled Materials	0	0	0	0	0	298
Miscellaneous Refunds	0	0	0	0	0	227,762
Nonrecurring Items						
Sale of Equipment	0	0	0	0	0	27,650
Sale of Property	0	0	0	1,200,501	0	1,229,510
Performance Bond Forfeitures	0	0	0	0	0	20,425
Total Other Local Revenues	\$ 0	\$ 0	\$ 4,296	\$ 1,423,704	\$ 0	\$ 3,448,310
Fees Received From County Officials						
Excess Fees						
Trustee	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	435,740
Fees In-Lieu-of Salary						
Circuit Court Clerk	0	0	0	0	0	155,907
General Sessions Court Clerk	0	0	0	0	0	214,401
Clerk and Master	0	0	0	0	0	111,064
Juvenile Court Clerk	0	0	0	0	0	1,460

(Continued)

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

	<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Fees Received From County Officials (Cont.)						
Fees In-Lieu-of Salary (Cont.)						
Register	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	173,461
Sheriff	0	0	0	0	0	11,789
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>1,103,822</u>
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Airport Maintenance Program	0	0	0	0	0	15,000
Public Safety Grants						
Law Enforcement Training Programs	0	0	0	0	0	54,400
School Resource Officer Grants	0	0	0	0	0	657,835
Health and Welfare Grants						
Health Department Programs	0	0	0	0	0	143,904
Public Works Grants						
State Aid Program	0	0	0	0	0	843,135
Litter Program	0	0	0	0	0	85,689
Other State Revenues						
Income Tax	0	0	0	0	0	198,758

(Continued)

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

	<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Beer Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	17,752
Vehicle Certificate of Title Fees	0	0	0	0	0	8,360
Alcoholic Beverage Tax	0	0	0	0	0	88,764
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0	112,842
State Revenue Sharing - T.V.A.	0	0	0	0	0	573,285
State Revenue Sharing - Telecommunications	0	0	0	0	0	33,908
State Shared Sports Gaming Privilege Tax	0	0	0	0	0	35,058
Contracted Prisoner Boarding	0	0	0	0	0	152,233
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,551,057
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	30,461
Petroleum Special Tax	0	0	0	0	0	19,106
Registrar's Salary Supplement	0	0	0	0	0	11,373
Other State Grants	0	0	0	0	11,137	100,930
Other State Revenues	0	0	0	0	0	10,534
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 0	11,137 \$	5,753,384

(Continued)

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

	<u>Debt Service Funds</u>			<u>Capital Projects Funds</u>		
	General Debt Service	Rural Debt Service	Education Debt Service	Education Capital Projects	Other Capital Projects	Total
Federal Government						
Federal Through State						
Homeland Security Grants	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	15,387
Other Federal through State	0	0	0	0	0	89,667
Direct Federal Revenue						
Other Direct Federal Revenue	0	0	0	1,426,947	0	2,626,616
Total Federal Government	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,426,947</u>	<u>\$ 0</u>	<u>2,731,670</u>
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 111,615	\$ 1,250,000	\$ 0	\$ 0	\$ 0	1,405,102
Contracted Services	0	0	0	0	0	291,300
Citizens Groups						
Donations	0	0	0	0	0	100
Other						
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	53,645
Total Other Governments and Citizens Groups	<u>\$ 111,615</u>	<u>\$ 1,250,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>1,750,147</u>
Total	<u><u>\$ 875,021</u></u>	<u><u>\$ 2,957,306</u></u>	<u><u>\$ 2,968,017</u></u>	<u><u>\$ 2,850,651</u></u>	<u><u>\$ 1,281,115</u></u>	<u><u>33,145,203</u></u>

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

Discretely Presented Marion County School Department

For the Year Ended June 30, 2025

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Other Capital Projects -	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 6,022,992	\$ 0	\$ 0	\$ 0	\$ 0	\$ 6,022,992
Trustee's Collections - Prior Year	172,665	0	0	0	0	172,665
Circuit Clerk/Clerk and Master Collections - Prior Years	103,191	0	0	0	0	103,191
Interest and Penalty	39,617	0	0	0	0	39,617
Payments in-Lieu-of Taxes - T.V.A.	23,981	0	0	0	0	23,981
Payments in-Lieu-of Taxes - Local Utilities	22,536	0	0	0	0	22,536
Payments in-Lieu-of Taxes - Other	68,345	0	0	0	0	68,345
County Local Option Taxes						
Local Option Sales Tax	6,383,415	0	0	0	0	6,383,415
Hotel/Motel Tax	409,293	0	0	0	0	409,293
Mixed Drink Tax	28,070	0	0	0	0	28,070
Statutory Local Taxes						
Bank Excise Tax	4,070	0	0	0	0	4,070
Wholesale Beer Tax	80,311	0	0	0	0	80,311
Total Local Taxes	<u>\$ 13,358,486</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,358,486</u>

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Other Capital Projects -	Total
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 1,828	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,828
Total Licenses and Permits	\$ 1,828	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,828
Charges for Current Services						
Education Charges						
A la Carte Sales	\$ 0	\$ 0	\$ 178,693	\$ 0	\$ 0	\$ 178,693
Receipts from Individual Schools	19,369	0	0	0	0	19,369
Community Service Fees - Children	63,919	0	0	0	0	63,919
Total Charges for Current Services	\$ 83,288	\$ 0	\$ 178,693	\$ 0	\$ 0	\$ 261,981
Other Local Revenues						
Recurring Items						
Investment Income	\$ 46,600	\$ 0	\$ 3,804	\$ 0	\$ 528,179	\$ 578,583
Miscellaneous Refunds	42,583	0	0	0	0	42,583
Nonrecurring Items						
Contributions and Gifts	511	0	0	0	0	511

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Other Capital Projects -	Total
Other Local Revenues (Cont.)						
Other Local Revenues						
Other Local Revenues	\$ 412	\$ 0	\$ 0	\$ 2,286,201	\$ 0	\$ 2,286,613
Total Other Local Revenues	\$ 90,106	\$ 0	\$ 3,804	\$ 2,286,201	\$ 528,179	\$ 2,908,290
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 72,086	\$ 0	\$ 0	\$ 0	\$ 0	\$ 72,086
State Education Funds						
Tennessee Investment in Student Achievement	28,630,203	0	0	0	0	28,630,203
TISA - On-behalf Payments	52,840	0	0	0	0	52,840
Early Childhood Education	453,277	0	0	0	0	453,277
School Food Service	0	0	25,516	0	0	25,516
Driver Education	7,053	0	0	0	0	7,053
Other State Education Funds	423,617	0	0	0	0	423,617
Paid Parental Leave	120,766	0	0	0	0	120,766
Career Ladder Program	27,816	0	0	0	0	27,816
Other Vocational	419,847	0	0	0	0	419,847

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Other Capital Projects -	Total
State of Tennessee (Cont.)						
Other State Revenues						
State Revenue Sharing - T.V.A.	\$ 791,679	\$ 0	\$ 0	\$ 0	\$ 0	\$ 791,679
Other State Grants	110,562	0	0	0	0	110,562
Other State Revenues	58,138	0	0	0	0	58,138
Total State of Tennessee	\$ 31,167,884	\$ 0	\$ 25,516	\$ 0	\$ 0	\$ 31,193,400
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 2,314,032	\$ 0	\$ 0	\$ 2,314,032
USDA - Commodities	0	0	267,976	0	0	267,976
Breakfast	0	0	1,048,009	0	0	1,048,009
USDA - Other	0	0	106,965	0	0	106,965
Vocational Education - Basic Grants to States	0	87,079	0	0	0	87,079
Title I Grants to Local Education Agencies	0	1,048,777	0	0	0	1,048,777
Special Education - Grants to States	29,841	1,299,211	0	0	0	1,329,052
Special Education Preschool Grants	0	45,658	0	0	0	45,658
Rural Education	0	74,226	0	0	0	74,226
Eisenhower Professional Development State Grants	0	349,690	0	0	0	349,690

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Other Capital Projects -	Total
Federal Government (Cont.)						
Federal Through State (Cont.)						
COVID-19 Grant D	\$ 0	\$ 82,821	\$ 0	\$ 0	\$ 0	\$ 82,821
American Rescue Plan Act Grant #1	0	203,952	0	0	0	203,952
Other Federal through State	71,136	154,690	0	0	0	225,826
Total Federal Government	\$ 100,977	\$ 3,346,104	\$ 3,736,982	\$ 0	\$ 0	\$ 7,184,063
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 357,954	\$ 0	\$ 0	\$ 0	\$ 0	\$ 357,954
Total Other Governments and Citizens Groups	\$ 357,954	\$ 0	\$ 0	\$ 0	\$ 0	\$ 357,954
Total	\$ 45,160,523	\$ 3,346,104	\$ 3,944,995	\$ 2,286,201	\$ 528,179	\$ 55,266,002

MARION 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	\$	34,325	
Social Security		2,207	
Dues and Memberships		2,514	
Legal Services		42,401	
Legal Notices, Recording, and Court Costs		2,963	
Travel		100	
Total County Commission			\$ 84,510

Board of Equalization

Board and Committee Members Fees	\$	900	
Social Security		69	
Total Board of Equalization			969

Beer Board

Board and Committee Members Fees	\$	2,475	
Social Security		189	
Total Beer Board			2,664

Budget and Finance Committee

Board and Committee Members Fees	\$	4,050	
Social Security		310	
Total Budget and Finance Committee			4,360

County Mayor/Executive

County Official/Administrative Officer	\$	121,489	
Accountants/Bookkeepers		38,115	
Secretary(ies)		42,918	
Clerical Personnel		49,284	
Other Salaries and Wages		10,579	
Social Security		19,889	
Pensions		20,105	
Employee and Dependent Insurance		26,643	
Unemployment Compensation		66	
Communication		1,938	
Data Processing Services		15,096	
Dues and Memberships		2,346	

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive (Cont.)

Maintenance and Repair Services - Equipment	\$	1,088	
Postal Charges		2,689	
Travel		2,770	
Gasoline		1,298	
Office Supplies		1,791	
Vehicle Parts		229	
Office Equipment		3,431	
Total County Mayor/Executive			\$ 361,764

Election Commission

County Official/Administrative Officer	\$	85,726	
Deputy(ies)		41,800	
Part-time Personnel		19,395	
Overtime Pay		3,036	
Election Commission		13,952	
Election Workers		54,738	
Social Security		15,417	
Pensions		9,977	
Employee and Dependent Insurance		14,931	
Unemployment Compensation		188	
Contracts with Private Agencies		25,662	
Legal Notices, Recording, and Court Costs		4,219	
Postal Charges		6,248	
Rentals		1,600	
Travel		5,113	
Office Supplies		2,738	
Other Supplies and Materials		15,538	
Office Equipment		15,021	
Total Election Commission			335,299

Register of Deeds

County Official/Administrative Officer	\$	95,251
Deputy(ies)		42,950
Clerical Personnel		83,665
Social Security		16,059
Pensions		17,005

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Employee and Dependent Insurance	\$	29,862	
Unemployment Compensation		63	
Data Processing Services		7,932	
Dues and Memberships		932	
Maintenance and Repair Services - Equipment		762	
Postal Charges		257	
Office Supplies		5,158	
Office Equipment		835	
Total Register of Deeds			\$ 300,731

Development

Contracts with Government Agencies	\$	50,000	
Total Development			50,000

Building

Supervisor/Director	\$	66,089	
Clerical Personnel		42,342	
Temporary Personnel		1,180	
Other Salaries and Wages		7,109	
Social Security		8,235	
Pensions		8,860	
Employee and Dependent Insurance		14,931	
Unemployment Compensation		42	
Communication		1,292	
Dues and Memberships		460	
Maintenance and Repair Services - Equipment		1,315	
Postal Charges		128	
Travel		590	
Gasoline		2,557	
Office Supplies		2,590	
Vehicle Parts		1,002	
Office Equipment		4,105	
Total Building			162,827

County Buildings

Part-time Personnel	\$	8,374	
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(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Social Security	\$	641	
Unemployment Compensation		21	
Janitorial Services		79,357	
Maintenance and Repair Services - Equipment		179,513	
Other Contracted Services		178,800	
Utilities		280,118	
Other Supplies and Materials		151,467	
Other Charges		6,854	
Building Improvements		115,631	
Heating and Air Conditioning Equipment		64,627	
Other Construction		143,939	
Total County Buildings			\$ 1,209,342

Other General Administration

Maintenance Personnel	\$	109,358	
Other Salaries and Wages		1,050	
Social Security		8,185	
Pensions		8,467	
Employee and Dependent Insurance		14,931	
Unemployment Compensation		39	
Communication		696	
Gasoline		2,896	
Vehicle Parts		1,428	
Total Other General Administration			147,050

Finance

Property Assessor's Office

County Official/Administrative Officer	\$	95,251	
Secretary(ies)		27,237	
Clerical Personnel		83,700	
Other Salaries and Wages		3,531	
Social Security		15,451	
Pensions		16,075	
Employee and Dependent Insurance		17,439	
Unemployment Compensation		63	
Audit Services		29,151	

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

Property Assessor's Office (Cont.)

Maintenance and Repair Services - Equipment	\$	3,636	
Postal Charges		2,466	
Travel		2,965	
Office Supplies		3,383	
Office Equipment		1,451	
Total Property Assessor's Office			\$ 301,799

Reappraisal Program

Clerical Personnel	\$	83,700	
Social Security		6,300	
Pensions		6,419	
Employee and Dependent Insurance		7,465	
Unemployment Compensation		42	
Postal Charges		68	
Gasoline		1,954	
Vehicle Parts		1,120	
Total Reappraisal Program			107,068

County Trustee's Office

Pensions	\$	17,310	
Employee and Dependent Insurance		28,627	
Data Processing Services		11,560	
Dues and Memberships		772	
Postal Charges		15,350	
Office Supplies		6,283	
Office Equipment		2,397	
Total County Trustee's Office			82,299

County Clerk's Office

Pensions	\$	25,677	
Employee and Dependent Insurance		43,760	
Dues and Memberships		772	
Maintenance and Repair Services - Equipment		28,152	
Postal Charges		15,404	
Office Supplies		6,474	
Refunds		31,257	
Office Equipment		7,080	
Total County Clerk's Office			158,576

(Continued)

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

General Fund (Cont.)

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	95,251	
Deputy(ies)		333,771	
Nightwatchmen		26,211	
Other Salaries and Wages		2,882	
Jury and Witness Expense		19,213	
Social Security		34,191	
Pensions		34,152	
Employee and Dependent Insurance		59,612	
Unemployment Compensation		192	
Data Processing Services		29,223	
Dues and Memberships		796	
Maintenance and Repair Services - Equipment		5,780	
Postal Charges		3,371	
Travel		150	
Office Supplies		11,372	
Other Supplies and Materials		2,600	
Office Equipment		1,364	
Total Circuit Court			\$ 660,131

General Sessions Court

Judge(s)	\$	130,475	
Social Security		9,981	
Pensions		9,994	
Dues and Memberships		200	
Travel		1,330	
Library Books/Media		2,781	
Office Supplies		290	
Total General Sessions Court			155,051

Chancery Court

County Official/Administrative Officer	\$	95,251
Accountants/Bookkeepers		40,185
Clerical Personnel		72,447
Social Security		15,633
Pensions		15,934
Employee and Dependent Insurance		25,850

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Chancery Court (Cont.)

Unemployment Compensation	\$	63	
Data Processing Services		14,280	
Dues and Memberships		772	
Maintenance and Repair Services - Equipment		687	
Postal Charges		17,691	
Travel		43	
Office Supplies		6,777	
Total Chancery Court			\$ 305,613

Juvenile Court

Judge(s)	\$	78,285	
Assistant(s)		45,139	
Probation Officer(s)		82,764	
Overtime Pay		13,320	
Social Security		16,091	
Pensions		16,827	
Employee and Dependent Insurance		29,862	
Unemployment Compensation		63	
Communication		525	
Maintenance and Repair Services - Equipment		272	
Postal Charges		123	
Travel		3,863	
Office Supplies		2,014	
Office Equipment		2,656	
Total Juvenile Court			291,804

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	104,776	
Deputy(ies)		1,182,024	
Accountants/Bookkeepers		7,036	
Salary Supplements		54,400	
Dispatchers/Radio Operators		478,814	
Clerical Personnel		79,810	
Attendants		85,274	
Part-time Personnel		11,600	

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

School Resource Officer	\$	520,986	
Overtime Pay		344,937	
Other Salaries and Wages		146,980	
In-service Training		2,966	
Social Security		222,116	
Pensions		218,460	
Employee and Dependent Insurance		320,876	
Unemployment Compensation		1,235	
Data Processing Services		43,094	
Dues and Memberships		2,000	
Maintenance and Repair Services - Equipment		9,460	
Postal Charges		2,082	
Travel		9,308	
Other Contracted Services		1,135	
Gasoline		140,400	
Office Supplies		23,111	
Tires and Tubes		22,253	
Uniforms		6,870	
Vehicle Parts		86,578	
Other Charges		377,982	
Communication Equipment		32,795	
Law Enforcement Equipment		81,362	
Motor Vehicles		101,500	
Other Equipment		1,941	
Total Sheriff's Department			\$ 4,724,161

Jail

Guards	\$	664,117
Cafeteria Personnel		75,771
Overtime Pay		115,937
Other Salaries and Wages		62,801
Social Security		67,882
Pensions		70,437
Employee and Dependent Insurance		100,470
Unemployment Compensation		453
Medical and Dental Services		286,115

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Travel	\$	1,923	
Food Supplies		305,539	
Office Supplies		2,931	
Prisoners Clothing		5,225	
Uniforms		264	
Other Charges		75,630	
Total Jail			\$ 1,835,495

Correctional Incentive Program Improvements

Other Salaries and Wages	\$	39,995	
Social Security		3,060	
Unemployment Compensation		21	
Total Correctional Incentive Program Improvements			43,076

Fire Prevention and Control

Contributions	\$	2,000	
Other Contracted Services		337,700	
Total Fire Prevention and Control			339,700

Civil Defense

Supervisor/Director	\$	22,056	
Social Security		1,687	
Unemployment Compensation		21	
Communication		436	
Dues and Memberships		200	
Maintenance and Repair Services - Vehicles		887	
Travel		700	
Other Contracted Services		5,650	
Diesel Fuel		1,151	
Equipment and Machinery Parts		151,571	
Gasoline		116	
Other Supplies and Materials		632	
Office Equipment		492	
Total Civil Defense			185,599

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Rescue Squad

Contributions	\$ 23,000	
Total Rescue Squad		\$ 23,000

County Coroner/Medical Examiner

Medical Personnel	\$ 30,158	
Social Security	1,510	
Unemployment Compensation	42	
Total County Coroner/Medical Examiner		31,710

Public Health and Welfare

Local Health Center

Social Security	\$ 39	
Pensions	82	
Contributions	90,927	
Other Contracted Services	144,360	
Total Local Health Center		235,408

Ambulance/Emergency Medical Services

Ambulance Services	\$ 198,496	
Total Ambulance/Emergency Medical Services		198,496

Alcohol and Drug Programs

Other Salaries and Wages	\$ 2,409	
Social Security	177	
Pensions	178	
Employee and Dependent Insurance	72	
Unemployment Compensation	1	
Total Alcohol and Drug Programs		2,837

Other Local Health Services

Pauper Burials	\$ 600	
Other Contracted Services	68,032	
Total Other Local Health Services		68,632

Sanitation Education/Information

Guards	\$ 31,099	
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(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Sanitation Education/Information (Cont.)

Clerical Personnel	\$	29,914	
Social Security		4,552	
Pensions		4,645	
Employee and Dependent Insurance		9,023	
Unemployment Compensation		32	
Gasoline		8,408	
Instructional Supplies and Materials		11,031	
Total Sanitation Education/Information			\$ 98,704

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	300,100	
Total Libraries			300,100

Parks and Fair Boards

Clerical Personnel	\$	7,429	
Custodial Personnel		45,173	
Social Security		4,021	
Pensions		570	
Employee and Dependent Insurance		971	
Unemployment Compensation		23	
Total Parks and Fair Boards			58,187

Other Social, Cultural, and Recreational

Contributions	\$	41,500	
Other Charges		1,000	
Total Other Social, Cultural, and Recreational			42,500

Agriculture and Natural Resources

Agricultural Extension Service

Contributions	\$	111,705	
Travel		1,335	
Total Agricultural Extension Service			113,040

Soil Conservation

Clerical Personnel	\$	41,949	
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(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation (Cont.)

Other Salaries and Wages	\$	1,287	
Social Security		3,262	
Pensions		3,315	
Employee and Dependent Insurance		7,465	
Unemployment Compensation		21	
Travel		533	
Total Soil Conservation			\$ 57,832

Other Operations

Tourism

Other Charges	\$	15,000	
Total Tourism			15,000

Other Economic and Community Development

Other Contracted Services	\$	95,393	
Other Charges		52,095	
Total Other Economic and Community Development			147,488

Airport

Supervisor/Director	\$	42,864	
Temporary Personnel		9,289	
Social Security		3,670	
Pensions		3,287	
Employee and Dependent Insurance		7,465	
Unemployment Compensation		47	
Dues and Memberships		72	
Postal Charges		143	
Fuel Oil		80,536	
Office Supplies		850	
Utilities		17,892	
Other Supplies and Materials		239	
Liability Insurance		3,650	
Other Charges		19,428	
Airport Improvement		54,320	
Other Construction		44,150	
Total Airport			287,902

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services

Supervisor/Director	\$	18,327	
Social Security		1,402	
Unemployment Compensation		21	
Communication		480	
Travel		228	
Office Supplies		207	
Total Veterans' Services			\$ 20,665

Other Charges

Audit Services	\$	45,462	
Lease/SBITA Payments		3,577	
Postal Charges		811	
Office Supplies		5,835	
Building and Contents Insurance		101,815	
Liability Insurance		108,880	
Trustee's Commission		208,638	
Vehicle and Equipment Insurance		37,693	
Workers' Compensation Insurance		100,306	
Other Charges		91,322	
Total Other Charges			704,339

Principal on Debt

General Government

Principal on Other Loans	\$	18,204	
Total General Government			18,204

Other Debt Service

General Government

Underwriter's Discount	\$	23,299	
Other Debt Issuance Charges		76,072	
Total General Government			99,371

Total General Fund \$ 14,373,303

(Continued)

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

Courthouse and Jail Maintenance Fund

General Government

County Buildings

Maintenance and Repair Services - Buildings	\$ 11,423	
Total County Buildings		\$ 11,423

Other Operations

Other Charges

Trustee's Commission	\$ 76	
Total Other Charges		76

Total Courthouse and Jail Maintenance Fund		\$ 11,499
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Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Truck Drivers	\$ 41,553	
Part-time Personnel	225,002	
Overtime Pay	15,205	
Other Salaries and Wages	7,665	
Social Security	21,047	
Pensions	4,940	
Employee and Dependent Insurance	7,465	
Unemployment Compensation	437	
Maintenance and Repair Services - Equipment	3,845	
Disposal Fees	350,987	
Diesel Fuel	14,712	
Tires and Tubes	8,448	
Utilities	22,160	
Vehicle Parts	7,993	
Gravel and Chert	2,032	
Other Supplies and Materials	12,230	
Other Charges	38,412	
Other Equipment	21,486	
Total Convenience Centers		\$ 805,619

Other Operations

Other Charges

Trustee's Commission	\$ 14,314	
Total Other Charges		14,314

Total Solid Waste/Sanitation Fund		819,933
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(Continued)

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

Drug Control Fund

Public Safety

Drug Enforcement

Accountants/Bookkeepers	\$	4,016	
Secretary(ies)		4,000	
Overtime Pay		12,197	
Social Security		1,546	
Pensions		1,548	
Unemployment Compensation		7	
Other Charges		<u>2,935</u>	
Total Drug Enforcement			\$ 26,249

Other Operations

Other Charges

Trustee's Commission	\$	<u>127</u>	
Total Other Charges			<u>127</u>

Total Drug Control Fund \$ 26,376

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$	<u>243,535</u>	
Total County Trustee's Office			\$ 243,535

County Clerk's Office

Constitutional Officers' Operating Expenses	\$	<u>377,126</u>	
Total County Clerk's Office			<u>377,126</u>

Total Constitutional Officers - Fees Fund 620,661

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	104,776	
Assistant(s)		100,320	
Accountants/Bookkeepers		97,728	
Salary Supplements		1,800	
Overtime Pay		20,138	

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Administration (Cont.)

Bonus Payments	\$	7,630	
Social Security		20,892	
Pensions		26,973	
Employer Medicare		4,886	
Communication		2,414	
Data Processing Services		15,088	
Dues and Memberships		4,404	
Legal Notices, Recording, and Court Costs		406	
Maintenance and Repair Services - Office Equipment		460	
Postal Charges		464	
Travel		2,012	
Penalties		877	
Other Contracted Services		844	
Office Supplies		1,038	
Other Supplies and Materials		55	
Total Administration			\$ 413,205

Highway and Bridge Maintenance

Equipment Operators	\$	84,592
Equipment Operators - Light		235,578
Truck Drivers		164,720
Laborers		194,168
Temporary Personnel		7,109
Overtime Pay		25,332
Bonus Payments		33,612
Social Security		46,015
Pensions		64,219
Employer Medicare		10,761
Engineering Services		10,112
Other Contracted Services		28,185
Asphalt - Cold Mix		9,944
Asphalt - Hot Mix		641,483
Asphalt - Liquid		22,483
Crushed Stone		33,926
Pipe		19,586
Road Signs		8,545

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Salt	\$	6,119	
Sand		895	
Wood Products		31	
Other Supplies and Materials		5,128	
Total Highway and Bridge Maintenance			\$ 1,652,543

Operation and Maintenance of Equipment

Mechanic(s)	\$	174,446	
Overtime Pay		7,334	
Bonus Payments		6,528	
Social Security		11,584	
Pensions		15,617	
Employer Medicare		2,709	
Maintenance and Repair Services - Buildings		1,100	
Towing Services		1,400	
Other Contracted Services		17,506	
Diesel Fuel		66,260	
Equipment and Machinery Parts		59,872	
Garage Supplies		6,652	
Gasoline		26,065	
Lubricants		4,661	
Propane Gas		3,016	
Tires and Tubes		16,299	
Total Operation and Maintenance of Equipment			421,049

Other Charges

Evaluation and Testing	\$	440	
Janitorial Services		4,000	
Electricity		5,409	
Water and Sewer		497	
Building and Contents Insurance		3,931	
Liability Insurance		7,465	
Trustee's Commission		27,464	
Vehicle and Equipment Insurance		29,432	
Total Other Charges			78,638

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Employee Benefits

Employee and Dependent Insurance	\$	249,310	
Life Insurance		2,563	
Unemployment Compensation		3,939	
Workers' Compensation Insurance		48,392	
Total Employee Benefits			\$ 304,204

Capital Outlay

Building Improvements	\$	8,590	
Communication Equipment		340	
Data Processing Equipment		2,091	
Motor Vehicles		232,604	
State Aid Projects		847,450	
Other Equipment		35,660	
Total Capital Outlay			1,126,735

Principal on Debt

Highways and Streets

Principal on Notes	\$	129,038	
Total Highways and Streets			129,038

Interest on Debt

Highways and Streets

Interest on Notes	\$	30,239	
Total Highways and Streets			30,239

Total Highway/Public Works Fund \$ 4,155,651

General Debt Service Fund

Other Operations

Other Charges

Trustee's Commission	\$	15,098	
Total Other Charges			\$ 15,098

Principal on Debt

General Government

Principal on Bonds	\$	455,000	
Total General Government			455,000

(Continued)

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

General Debt Service Fund (Cont.)

Interest on Debt

General Government

Interest on Bonds	\$ 141,881	
Total General Government		\$ 141,881

Other Debt Service

General Government

Other Charges	\$ 1,150	
Total General Government		<u>1,150</u>

Total General Debt Service Fund \$ 613,129

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 1,550,000	
Total Education		\$ 1,550,000

Interest on Debt

Education

Interest on Bonds	\$ 932,962	
Total Education		932,962

Other Debt Service

Education

Trustee's Commission	\$ 33,766	
Other Charges	<u>900</u>	
Total Education		<u>34,666</u>

Total Rural Debt Service Fund 2,517,628

Education Debt Service Fund

Other Operations

Other Charges

Trustee's Commission	\$ 29,602	
Total Other Charges		\$ 29,602

(Continued)

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

Education Debt Service Fund (Cont.)

Principal on Debt

Education

Principal on Bonds

\$ 1,060,000

Total Education

\$ 1,060,000

Interest on Debt

Education

Interest on Bonds

\$ 262,688

Total Education

262,688

Other Debt Service

Education

Other Charges

\$ 300

Total Education

300

Total Education Debt Service Fund

\$ 1,352,590

Education Capital Projects Fund

Other Operations

Other Charges

Trustee's Commission

\$ 2,048

Total Other Charges

\$ 2,048

Capital Projects

Education Capital Projects

Building Construction

\$ 3,343,589

Total Education Capital Projects

3,343,589

Total Education Capital Projects Fund

3,345,637

Other Capital Projects Fund

General Government

County Buildings

Other Charges

\$ 1,000,336

Total County Buildings

\$ 1,000,336

Other Operations

Other Charges

Trustee's Commission

\$ 25,119

Total Other Charges

\$ 25,119

Total Other Capital Projects Fund

\$ 1,025,455

Total Governmental Funds - Primary Government

\$ 28,861,862

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

Discretely Presented Marion County School Department

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

Instruction

Regular Instruction Program

Teachers	\$ 12,026,508	
Career Ladder Program	12,595	
Homebound Teachers	39,561	
Educational Assistants	634,638	
Certified Substitute Teachers	114,186	
Non-certified Substitute Teachers	292,926	
Social Security	770,162	
Pensions	887,426	
Medical Insurance	2,165,913	
Employer Medicare	182,097	
Other Contracted Services	203,427	
Instructional Supplies and Materials	86,477	
Textbooks - Bound	301,506	
Other Supplies and Materials	100,226	
TISA - On-behalf Payments	52,840	
Other Charges	4,615	
Total Regular Instruction Program		\$ 17,875,103

Special Education Program

Teachers	\$ 1,530,834	
Career Ladder Program	1,990	
Homebound Teachers	425	
Educational Assistants	370,177	
Speech Pathologist	175,819	
Certified Substitute Teachers	21,873	
Non-certified Substitute Teachers	54,840	
Social Security	128,190	
Pensions	147,675	
Medical Insurance	408,280	
Employer Medicare	29,980	
Instructional Supplies and Materials	5,359	
Other Supplies and Materials	9,162	
Other Charges	668	
Special Education Equipment	426	
Total Special Education Program		2,885,698

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program

Teachers	\$	1,197,404	
Certified Substitute Teachers		90	
Non-certified Substitute Teachers		37,260	
Social Security		71,056	
Pensions		86,563	
Medical Insurance		233,717	
Employer Medicare		16,782	
Other Contracted Services		5,831	
Instructional Supplies and Materials		53,930	
Textbooks - Electronic		14,295	
Textbooks - Bound		3,227	
Software		9,700	
Other Supplies and Materials		45,711	
Other Charges		673	
Vocational Instruction Equipment		172,513	
Total Career and Technical Education Program			\$ 1,948,752

Support Services

Attendance

Supervisor/Director	\$	81,628	
Career Ladder Program		1,350	
Other Salaries and Wages		35,629	
Social Security		7,281	
Pensions		7,543	
Medical Insurance		12,065	
Employer Medicare		1,703	
Travel		1,853	
Other Contracted Services		482	
Software		17,001	
Other Supplies and Materials		309	
In Service/Staff Development		3,149	
Attendance Equipment		549	
Total Attendance			170,542

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services

Supervisor/Director	\$	75,069	
Medical Personnel		241,600	
Other Salaries and Wages		39,411	
Social Security		20,740	
Pensions		34,068	
Medical Insurance		59,076	
Employer Medicare		4,851	
Maintenance and Repair Services - Equipment		409	
Travel		3,679	
Other Contracted Services		1,801	
Drugs and Medical Supplies		2,088	
Other Supplies and Materials		823	
In Service/Staff Development		9,542	
Other Charges		367	
Health Equipment		5,176	
Total Health Services			\$ 498,700

Other Student Support

Career Ladder Program	\$	1,000	
Guidance Personnel		620,006	
Social Security		37,198	
Pensions		40,554	
Medical Insurance		98,357	
Employer Medicare		8,700	
Contracts with Government Agencies		10,371	
Evaluation and Testing		41,268	
Travel		345	
Other Contracted Services		2,200	
In Service/Staff Development		20,602	
Total Other Student Support			880,601

Regular Instruction Program

Supervisor/Director	\$	317,227	
Career Ladder Program		2,000	
Librarians		568,305	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Secretary(ies)	\$	20,230	
Other Salaries and Wages		137,016	
In-service Training		6,010	
Social Security		61,434	
Pensions		67,230	
Medical Insurance		141,436	
Employer Medicare		14,791	
Travel		7,036	
Other Contracted Services		320	
Other Supplies and Materials		2,188	
Other Charges		5,636	
Total Regular Instruction Program			\$ 1,350,859

Special Education Program

Supervisor/Director	\$	99,836	
Career Ladder Program		2,000	
Secretary(ies)		37,905	
Social Security		8,636	
Pensions		9,380	
Medical Insurance		17,874	
Employer Medicare		2,020	
Contracts with Private Agencies		426,744	
Maintenance and Repair Services - Equipment		91	
Travel		12,383	
Other Supplies and Materials		14,846	
In Service/Staff Development		14,717	
Other Charges		454	
Special Education Equipment		1,573	
Other Equipment		43,845	
Total Special Education Program			692,304

Career and Technical Education Program

Supervisor/Director	\$	90,846	
Secretary(ies)		36,985	
Other Salaries and Wages		74,899	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Social Security	\$	12,155	
Pensions		13,374	
Medical Insurance		37,366	
Employer Medicare		2,843	
Other Supplies and Materials		2,212	
In Service/Staff Development		1,864	
Other Charges		1,339	
Total Career and Technical Education Program			\$ 273,883

Technology

Supervisor/Director	\$	80,120	
Other Salaries and Wages		220,278	
Social Security		17,331	
Pensions		22,044	
Medical Insurance		50,838	
Employer Medicare		4,213	
Internet Connectivity		400,285	
Travel		2,520	
Other Contracted Services		25,525	
Cabling		637	
Software		75,608	
Other Supplies and Materials		11,162	
In Service/Staff Development		2,305	
Other Equipment		113,113	
Total Technology			1,025,979

Other Programs

On-behalf Payments to OPEB	\$	72,086	
Total Other Programs			72,086

Board of Education

Board and Committee Members Fees	\$	16,635	
Social Security		1,031	
Unemployment Compensation		3,363	
Employer Medicare		241	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education (Cont.)

Audit Services	\$	17,000	
Dues and Memberships		10,561	
Legal Services		116,143	
Travel		14,490	
Premiums on Corporate Surety Bonds		18	
Trustee's Commission		257,579	
Workers' Compensation Insurance		121,021	
Criminal Investigation of Applicants - TBI		594	
Other Charges		7,533	
Total Board of Education			\$ 566,209

Director of Schools

County Official/Administrative Officer	\$	200,435	
Secretary(ies)		49,015	
Clerical Personnel		20,230	
Other Salaries and Wages		1,000	
Social Security		15,017	
Pensions		18,115	
Medical Insurance		28,276	
Employer Medicare		3,909	
Communication		43,127	
Dues and Memberships		3,938	
Maintenance and Repair Services - Equipment		958	
Postal Charges		2,867	
Travel		3,134	
Other Contracted Services		20,276	
Office Supplies		3,984	
In Service/Staff Development		2,288	
Other Charges		2,141	
Total Director of Schools			418,710

Office of the Principal

Principals	\$	932,667	
Career Ladder Program		3,000	
Assistant Principals		644,800	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal (Cont.)

Secretary(ies)	\$	551,325	
Other Salaries and Wages		8,801	
Social Security		127,574	
Pensions		146,030	
Medical Insurance		370,257	
Employer Medicare		29,856	
Other Contracted Services		4,906	
Other Charges		644	
Total Office of the Principal			\$ 2,819,860

Fiscal Services

Supervisor/Director	\$	89,060	
Accountants/Bookkeepers		147,485	
Other Salaries and Wages		53,442	
Social Security		15,775	
Pensions		20,450	
Medical Insurance		48,619	
Employer Medicare		4,023	
Data Processing Services		25,343	
Dues and Memberships		259	
Other Contracted Services		452	
Office Supplies		2,953	
In Service/Staff Development		6,672	
Total Fiscal Services			414,533

Human Services/Personnel

Supervisor/Director	\$	73,545	
Secretary(ies)		20,113	
Other Salaries and Wages		55,100	
Social Security		8,529	
Pensions		11,395	
Medical Insurance		18,742	
Employer Medicare		1,995	
Travel		188	
Other Contracted Services		2,015	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

Office Supplies	\$	1,359	
In Service/Staff Development		2,486	
Other Charges		75	
Total Human Services/Personnel			\$ 195,542

Operation of Plant

Custodial Personnel	\$	862,698	
Social Security		52,819	
Pensions		60,911	
Medical Insurance		203,602	
Employer Medicare		12,361	
Disposal Fees		37,067	
Other Contracted Services		27,037	
Custodial Supplies		218,745	
Electricity		1,090,849	
Natural Gas		125,722	
Water and Sewer		120,034	
Other Supplies and Materials		25,970	
Building and Contents Insurance		470,921	
Other Charges		3,248	
Total Operation of Plant			3,311,984

Maintenance of Plant

Supervisor/Director	\$	72,665	
Secretary(ies)		20,113	
Maintenance Personnel		369,795	
Social Security		27,798	
Pensions		35,433	
Medical Insurance		103,326	
Employer Medicare		6,501	
Maintenance and Repair Services - Buildings		45,036	
Maintenance and Repair Services - Equipment		84,553	
Maintenance and Repair Services - Vehicles		11,808	
Other Contracted Services		57,911	
Other Supplies and Materials		145,417	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Other Charges	\$	725	
Administration Equipment		111,935	
Total Maintenance of Plant			\$ 1,093,016

Transportation

Supervisor/Director	\$	14,405	
Bus Drivers		11,182	
Other Salaries and Wages		41,293	
Social Security		4,120	
Pensions		3,398	
Medical Insurance		5,809	
Employer Medicare		963	
Contracts with Parents		979	
Contracts with Vehicle Owners		1,434,904	
Maintenance and Repair Services - Vehicles		982	
Other Contracted Services		3,659	
Diesel Fuel		97	
Other Supplies and Materials		1,583	
In Service/Staff Development		1,798	
Total Transportation			1,525,172

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	58,928	
Social Security		3,202	
Pensions		3,872	
Employer Medicare		835	
Other Supplies and Materials		950	
Total Community Services			67,787

Early Childhood Education

Teachers	\$	227,325	
Educational Assistants		99,703	
Social Security		19,576	
Pensions		22,482	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education (Cont.)

Medical Insurance	\$	667	
Employer Medicare		4,575	
Other Fringe Benefits		785	
Instructional Supplies and Materials		975	
Total Early Childhood Education			\$ 376,088

Capital Outlay

Regular Capital Outlay

Supervisor/Director	\$	75,000	
Social Security		4,588	
Pensions		5,745	
Medical Insurance		8,937	
Employer Medicare		1,073	
Architects		61,131	
Other Contracted Services		42,815	
Building Improvements		508,077	
Other Capital Outlay		79,358	
Total Regular Capital Outlay			786,724

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	1,250,000	
Total Education			<u>1,250,000</u>

Total General Purpose School Fund

\$ 40,500,132

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	228,768	
Educational Assistants		194,462	
Non-certified Substitute Teachers		16,655	
Social Security		26,303	
Pensions		30,996	
Medical Insurance		114,168	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Employer Medicare	\$	6,152	
Other Fringe Benefits		1,049	
Other Contracted Services		15,355	
Instructional Supplies and Materials		50,024	
Other Supplies and Materials		66,246	
Regular Instruction Equipment		269,093	
Total Regular Instruction Program			\$ 1,019,271

Special Education Program

Educational Assistants	\$	498,555	
Speech Pathologist		5,065	
Non-certified Substitute Teachers		720	
Social Security		29,795	
Pensions		38,190	
Medical Insurance		190,187	
Employer Medicare		6,968	
Other Fringe Benefits		1,212	
Instructional Supplies and Materials		1,774	
Other Supplies and Materials		15,284	
Special Education Equipment		12,117	
Total Special Education Program			799,867

Career and Technical Education Program

Instructional Supplies and Materials	\$	14,717	
Software		8,889	
Other Supplies and Materials		7,928	
Vocational Instruction Equipment		33,099	
Total Career and Technical Education Program			64,633

Support Services

Other Student Support

Other Salaries and Wages	\$	67,181	
Social Security		4,069	
Pensions		4,597	
Employer Medicare		952	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Other Fringe Benefits	\$	161	
Other Contracted Services		35,665	
Other Supplies and Materials		6,765	
In Service/Staff Development		13,207	
Other Charges		10,028	
Other Equipment		14,548	
Total Other Student Support			\$ 157,173

Regular Instruction Program

Supervisor/Director	\$	78,197	
Secretary(ies)		36,985	
Social Security		6,605	
Pensions		7,806	
Medical Insurance		25,409	
Employer Medicare		1,545	
Other Fringe Benefits		276	
Travel		295	
Other Contracted Services		123,749	
Other Supplies and Materials		1,420	
In Service/Staff Development		87,492	
Other Equipment		143,473	
Total Regular Instruction Program			513,252

Special Education Program

Psychological Personnel	\$	238,297	
Other Salaries and Wages		117,175	
Social Security		21,140	
Pensions		23,186	
Medical Insurance		41,084	
Employer Medicare		4,944	
Other Fringe Benefits		840	
Evaluation and Testing		6,301	
Lease/SBITA Payments		3,911	
Other Supplies and Materials		436	
In Service/Staff Development		2,170	
Total Special Education Program			459,484

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Transportation

Other Salaries and Wages	\$	26,597	
Social Security		1,634	
Pensions		1,328	
Medical Insurance		9,093	
Employer Medicare		382	
Other Fringe Benefits		52	
Contracts with Vehicle Owners		7,500	
Maintenance and Repair Services - Vehicles		2,272	
Gasoline		2,029	
Total Transportation			\$ 50,887

Capital Outlay

Regular Capital Outlay

Other Contracted Services	\$	7,670	
Plant Operation Equipment		196,282	
Total Regular Capital Outlay			203,952

Total School Federal Projects Fund

\$ 3,268,519

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	98,269	
Cafeteria Personnel		1,247,119	
Other Salaries and Wages		49,505	
Social Security		82,787	
Pensions		79,463	
Medical Insurance		274,682	
Employer Medicare		19,530	
Other Fringe Benefits		29,669	
Communication		6,104	
Maintenance and Repair Services - Equipment		85,582	
Travel		2,314	
Other Contracted Services		59,105	
Food Preparation Supplies		87,078	

(Continued)

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

Discretely Presented Marion County School Department (Cont.)

Central Cafeteria Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Food Supplies	\$ 1,515,377	
USDA - Commodities	267,976	
Other Supplies and Materials	298	
Trustee's Commission	38	
In Service/Staff Development	6,049	
Other Charges	4,153	
Food Service Equipment	17,748	
Total Food Service		\$ 3,932,846

Total Central Cafeteria Fund

\$ 3,932,846

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges	\$ 2,267,090	
Total Community Services		\$ 2,267,090

Total Internal School Fund

2,267,090

Other Capital Projects #1 Fund

Capital Projects

Education Capital Projects

Engineering Services	\$ 3,545	
Building Construction	677,735	
Building Improvements	191,876	
Furniture and Fixtures	298,219	
Other Capital Outlay	43,260	
Total Education Capital Projects		\$ 1,214,635

Total Other Capital Projects #1 Fund

1,214,635

Total Governmental Funds - Marion County School Department

\$ 51,183,222

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*

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marion County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Marion County's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 25, 2025. Our report includes a reference to other auditors who audited the financial statements of the Marion County Conservation Commission (the sole business-type activity and a major enterprise fund of the primary government) and the Internal School Fund (special revenue fund of the discretely presented Marion County School Department) as described in our report on Marion County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified the following deficiency in internal control that we consider to be a material weakness: 2025-001.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Marion 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2025-002.

Marion County's Responses to Findings

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

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 25, 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**

Marion County Mayor and
Board of County Commissioners
Marion 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 Marion 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 Marion County's major federal programs for the year ended June 30, 2025. Marion 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, Marion 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 (*Government Auditing Standards*) issued by the Comptroller General of the United States; 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 Marion 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 Marion 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 Marion 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 Marion County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for noncompliance resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Marion 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 Marion 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 Marion 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 Marion 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 business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marion County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Marion County's basic financial statements. We issued our report thereon dated November 25, 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

November 25, 2025

JEM/gc

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

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	N/A	\$ 1,048,009
National School Lunch Program	10.555	N/A	2,333,558 (6)
Fresh Fruit and Vegetable Program	10.582	N/A	74,145
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	267,976 (6)
Rebate of Storage and Distribution Fees	10.555	N/A	13,294 (6)
Total U.S. Department of Agriculture			<u>\$ 3,736,982</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	33004-38423	<u>\$ 101,960</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 101,960</u>
U.S. Department of Justice:			
Passed-through State Department of Economic and Community Development:			
Project Safe Neighborhoods	16.609	N/A	\$ 26,577
Passed-through Tennessee Bureau of Investigation:			
Public Safety Partnership and Community Policing Grants	16.710	N/A	10,464
Total U.S. Department of Transportation			<u>\$ 37,041</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Airport Improvement Program	20.106	(8)	\$ 58,090
Passed-through State Department of Safety and Homeland Security:			
Alcohol Open Container Requirements	20.607	(9)	30,249
Direct Program:			
Pipeline Emergency Response Grant	20.706	N/A	136,616
Total U.S. Department of Transportation			<u>\$ 224,955</u>
U.S. Department of Treasury:			
Passed-through State Department of Tourist Development:			
COVID 19 - Coronavirus State and Local Recovery Funds	21.027	32601-75880	\$ 22,323 (6)
Passed-through State Department of Environment and Conservation:			
COVID 19 - Coronavirus State and Local Recovery Funds	21.027	20-1892-0-1-806	11,137 (6)
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Recovery Funds	21.027	N/A	71,136 (6)
Total U.S. Department of Treasury			<u>\$ 104,596</u>
U.S. Appalachian Regional Commission:			
Passed-through State Department of Environment and Conservation:			
Appalachian Area Development	23.002	(4)	<u>\$ 1,426,947</u>
Total U.S. Appalachian Regional Commission			<u>\$ 1,426,947</u>

(Continued)

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

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,048,777
Special Education Cluster (IDEA): (5)			
Special Education-Grants to States	84.027	N/A	1,329,052
Special Education - Preschool Grants	84.173	N/A	45,658
Vocational Education-Basic Grants to States	84.048	N/A	87,079
Rural Education	84.358	N/A	74,226
Supporting Effective Instruction State Grant	84.367	N/A	349,690
Student Support and Academic Enrichment Program	84.424	N/A	84,455
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary			
School Emergency Relief Fund - Rethink K-12 Education Models Grant	84.425B	N/A	82,821 (6)
COVID 19 - American Rescue Plan - Education Stabilization Fund Program –			
Elementary and Secondary School Emergency Relief Fund (ESSER-ARP)	84.425U	N/A	203,952 (6)
Total U.S. Department of Education			<u>\$ 3,305,710</u>
U.S. Election Assistance Commission:			
Passed-through Secretary of State:			
2018 HAVA Election Security Grants	90.404	30501-02524-58	\$ 8,516
Total U.S. Election Assistance Commission			<u>\$ 8,516</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Education:			
Public Health Emergency Response: Cooperative Agreement for Emergency			
Response: Public Health Crisis Response	93.354	(4)	\$ 70,235
Total U.S. Department of Health and Human Services			<u>\$ 70,235</u>
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Disaster Grants - Public Assistance	97.036	34101-38324	\$ 7,023
Emergency Management Performance Grants	97.042	34101-21224	9,750
Passed-through State Department of Transportation:			
Homeland Security Grant Program	97.067	34101-17623	15,387
Total U.S. Department of Homeland Security			<u>\$ 32,160</u>
Total Expenditures of Federal Grants			<u><u>\$ 9,049,102</u></u>
State Grants		Contract Number	
Court Security Grant Program - State Administrative Office of the Courts	N/A	N/A	\$ 683
Juvenile Services Program - State Department of Children's Services	N/A	35910-03597	9,000
Innovative School Models - State Department of Education	N/A	N/A	419,847
Public School Security Grant - State Department of Education	N/A	N/A	110,562
Special Education Preschool Grant - State Department of Education	N/A	N/A	77,190
Summer Learning Camps - State Department of Education	N/A	N/A	345,350
Summer Learning Transportation - State Department of Education	N/A	N/A	78,267
Voluntary Pre-K for Tennessee - State Department of Education	N/A	N/A	376,087
Convenience Center Grant - State Department of Environment and Conservation	N/A	32701-05189	8,569

(Continued)

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

State Grants (Cont.)	Assistance Listing Number	Contract Number	Expenditures
Local Health Services Grant - State Department of Health	N/A	GG-25-83563-01	\$ 143,904
Mental Health Transport Grant - State Department of Mental Health and Substance Abuse Services	N/A	N/A	21,861
Statewide School Resource Officer Grant - State Department of Safety and Homeland Security	N/A	34901-01482	657,835
Airport Maintenance Grant - State Department of Transportation	N/A	40100-51199	15,000
Competitive Rail Connectivity Grant - State Department of Transportation	N/A	GG-20-61732	671,156
Litter Program - State Department of Transportation	N/A	Z23LIT058	43,220
HAVA Election Security Grants - State Secretary of State	N/A	30501-02524-58	1,704
Total State Grants			<u>\$ 2,980,235</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) Marion County elected not to 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 \$3,736,982; Special Education Cluster (IDEA) total \$1,374,710.
- (6) Total for ALN 10.555 is \$2,614,828; Total for ALN 21.027 is \$104,596; Total for ALN 84.425 is \$286,773.
- (7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

<u>Program Title</u>	<u>ALN</u>	<u>Amount Provided to Consolidated Administration</u>
Title I Grants to Local Educational Agencies	84.010	\$ 164,684
Rural Education	84.358	140
Supporting Effective Instruction State Grant	84.367	1,830
Student Support and Academic Enrichment Program	84.424	366
Total amounts consolidated for administration purposes		<u>\$ 167,020</u>

- (8) 40100-40400: \$7,600; 40100-49630: \$50,490
- (9) Z-24-THS-175: \$8,116; Z-25-THS-183: \$22,133

MARION 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 Marion 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
OFFICE OF COUNTY MAYOR					
2024	209	2024-001	The office had deficiencies in budget operations.	N/A	Corrected
OFFICE OF DIRECTOR OF SCHOOLS					
2024	210	2024-002	The school department employed a contractor without requiring appropriate bonds in accordance with state statute.	N/A	Corrected

Prior-year Federal Awards Findings

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

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

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Marion County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **YES**
 - * 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: 23.002 Appalachian Area Development
 - * Assistance Listing Number: 84.010 Title I Grants to Local Educational Agencies
 - * Assistance Listing Numbers: 84.027 and 84.173 Special Education Cluster: Special Education Grants to States, Special Education Preschool Grants
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICE OF COUNTY MAYOR

FINDING 2025-001

THE GENERAL AND EDUCATION CAPITAL PROJECTS FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION

(Internal Control – Material Weakness Under *Government Auditing Standards*)

On June 30, 2025, certain general ledger account balances in the General and Education Capital Projects funds were not materially correct, and audit adjustments for receivables and payable accounts totaling \$566,947 and \$902,560, respectively, were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require Marion County to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the county's financial reporting system did not prevent, detect, or correct potential misstatements in the accounting records. It is a strong indicator of a material weakness in internal controls if the county has ineffective controls over the maintenance of its accounting records, which are used to prepare the financial statements, including the related notes to the financial statements. This deficiency is the result of a lack of management oversight. We presented audit adjustments to management that they approved and posted to properly present the financial statements in this report.

RECOMMENDATION

Marion County should have appropriate processes in place to ensure its general ledgers are materially correct.

MANAGEMENT'S RESPONSE – COUNTY MAYOR

I concur with this finding.

OFFICE OF COUNTY CLERK

FINDING 2025-002

THE OFFICE DID NOT PREPARE AND FILE AN ANNUAL FINANCIAL REPORT TIMELY

(Noncompliance Under *Government Auditing Standards*)

The office did not prepare and file an annual financial report until August 20, 2025. Section 5-8-505, *Tennessee Code Annotated*, states, "All appointive or elective county public officials, official county boards, committees and commissions in the state having in their charge and custody public funds or moneys are required to file with the county mayor and with the county clerk, who shall provide a copy of this report to each member of the county legislative body on or before the next meeting of the county legislative body an annual financial report for the year ended June 30, in a form prescribed by the comptroller of the treasury." The next meeting of the county commission after June 30, 2025, was July 28, 2025.

RECOMMENDATION

The annual financial report should be filed with the county mayor in a timely manner as required by state statute.

MANAGEMENT'S RESPONSE – COUNTY CLERK

I agree with this finding. We filed an annual financial report for the BIS system on July 22, 2025. The annual financial report that was not filed until August 20, 2025, was for a new juvenile system (Quest) that was implemented on August 12, 2024, in my office.

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.

MARION 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 COUNTY MAYOR

2025-001	The General and Education Capital Projects funds required material audit adjustments for proper financial statement presentation.	219
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OFFICE OF COUNTY CLERK

2025-002	The office did not prepare and file an annual financial report timely.	220
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DAVID JACKSON

COUNTY MAYOR, MARION COUNTY
P.O. BOX 789
JASPER, TENNESSEE 37347
(423) 942-2552
FAX (423) 942-1327
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Corrective Action Plan

FINDING: THE GENERAL AND EDUCATION CAPITAL PROJECTS FUNDS REQUIRED MATERIAL AUDIT ADJUSTMENTS FOR PROPER FINANCIAL STATEMENT PRESENTATION

Response and Corrective Action Plan Prepared by:
Annabelle Layne, Finance Director

Person Responsible for Implementing the Corrective Action:
Annabelle Layne, Finance Director

Anticipated Completion Date of Corrective Action:
N/A

Repeat Finding:
No

Reason Corrective Action was Not Taken in the Prior Year:
N/A

Planned Corrective Action:
All general ledger accounts will be regularly checked to ensure all adjustments are made within the fiscal year.

Signature: 

Title: County Mayor

Joanie Spangler
Marion County Clerk

P.O Box 789
24 Courthouse Square Room 101
Jasper, Tennessee 37347
Phone: 423-942-2515
Fax: 423-939-0482

Corrective Action Plan

FINDING: THE OFFICE DID NOT PREPARE AND FILE AN ANNUAL FINANCIAL REPORT TIMELY

Response and Corrective Action Plan Prepared by:
Joanie Spangler, Marion County Clerk

Person Responsible for Implementing the Corrective Action:
Jaime B. Quick, Chief Deputy

Anticipated Completion Date of Corrective Action:
Already in progress

Repeat Finding:
No

Reason Corrective Action was Not Taken in the Prior Year:
Quest system was not implemented until August 12, 2024.

Planned Corrective Action:
Further training and education on the year end closing for the Quest Juvenile reporting system.

Signature:

Joanie Spangler

Title:

Marion Co. Clerk

BEST PRACTICE

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

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

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

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