



ANNUAL FINANCIAL REPORT

Marshall County, Tennessee

For the Year Ended June 30, 2025

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
MARSHALL 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

JEFF BAILEY, CPA, CGFM, CFE
Audit Manager

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

MARSHALL COUNTY, TENNESSEE

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Summary of Audit Findings

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

Scope

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

Results

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

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

Findings

The following are summaries of the audit findings:

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

- ◆ The General Fund required material audit adjustments for proper financial statement presentation.

OFFICE OF HIGHWAY SUPERINTENDENT

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

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ The office had deficiencies in budget operations.



INTRODUCTORY SECTION

MARSHALL COUNTY OFFICIALS

June 30, 2025

Officials

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

Board of County Commissioners

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

Board of Education

Julie Cathey, Chairman	John Allen
Mike Herron	Harvey Jones, Jr.
Kristen Gold	Andy Woodard
Tresha Grissom	Heidi McElhaney
Betsy Bishop	

Audit Committee

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

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

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

We did not audit the financial statements of the Internal School Fund of the Marshall County School Department, a discretely presented component unit, which represent 1.05 percent, 1.23 percent, and 2.57 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Also, we did not audit the financial statements of the discretely presented Marshall County Board of Public Utilities. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it related to the amounts included for the Internal School Fund of the discretely presented Marshall County School Department and the discretely presented Marshall County Board of Public Utilities, is based solely on the reports of the other auditors. We were unable to determine Marshall County Board of Public Utilities' respective percentage of the assets, net position, and revenues of the discretely presented component units because the Marshall County Emergency Communications District, a component unit requiring discrete presentation, was not included in the county's financial statements.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Marshall County, Tennessee, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Changes in Accounting Principle

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

Emphasis of Matter

We draw attention to Note I.D.10. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$90,495) for the primary government and (\$316,477) for the discretely presented Marshall 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 Marshall County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Marshall County's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Marshall County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Marshall County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Marshall County School Department (a discretely presented component unit), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Marshall County School Department (a discretely presented component unit), and miscellaneous schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our

opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Requirements by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2025, on our consideration of Marshall County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Marshall County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Marshall County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 12, 2025

JEM/gc

BASIC FINANCIAL STATEMENTS SECTION

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

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Marshall County School Department	Marshall County Board of Public Utilities	
ASSETS						
Cash	\$ 500	\$ 0	\$ 500	\$ 1,087,379	\$ 0	0
Equity in Pooled Cash and Investments	44,211,831	0	44,211,831	18,276,120	4,564,379	
Inventories	0	0	0	0	218,951	
Accounts Receivable	2,681,517	0	2,681,517	770	510,773	
Allowance for Uncollectibles	(1,524,320)	0	(1,524,320)	0	(12,894)	
Interest Receivable	0	0	0	0	293,511	
Due from Other Governments	2,340,766	0	2,340,766	3,012,167	0	
Due from Primary Government	0	0	0	0	1,560,169	
Due from Component Units - Current	0	1,051,652	1,051,652	0	0	
Due from Component Units - Accrued Interest on Debt	0	152,486	152,486	0	0	
Due from Component Units - Long-term	0	43,365,057	43,365,057	0	0	
Property Taxes Receivable	14,227,913	0	14,227,913	9,471,631	0	
Allowance for Uncollectible Property Taxes	(140,890)	0	(140,890)	(93,792)	0	
Restricted Assets:						
Cash	0	0	0	0	1,362,246	
Investments	0	0	0	0	37,904,683	
Amounts Accumulated for Pension Benefits	0	0	0	885,804	0	
Net Pension Asset - Agent Plan	1,056,276	0	1,056,276	796,637	73,192	
Net Pension Asset - Teacher Retirement Plan	0	0	0	283,665	0	
Net Pension Asset - Teacher Legacy Pension Plan	0	0	0	9,094,892	0	
Capital Assets:						
Assets Not Depreciated:						
Land	13,624,795	0	13,624,795	2,804,140	723,229	
Construction in Progress	0	0	0	841,818	6,156,354	
Assets Net of Accumulated Depreciation/Amortization:						
Buildings and Improvements	14,042,515	0	14,042,515	49,835,999	553,041	
Infrastructure	15,130,486	0	15,130,486	83,197	26,743,937	
Other Capital Assets	6,023,072	0	6,023,072	7,102,938	102,000	
Intangible Right-to-Use Assets	162,958	0	162,958	0	53,196	
Total Assets	\$ 111,837,419	\$ 44,569,195	\$ 156,406,614	\$ 103,483,365	\$ 80,806,767	

DEFERRED OUTFLOWS OF RESOURCES

Pension Changes in Experience	\$ 1,359,764	\$ 0	\$ 1,359,764	\$ 3,474,324	\$ 94,221
Pension Changes in Assumptions	426,512	0	426,512	434,396	29,554
Pension Changes in Proportion	0	0	0	32,077	0
Pension Contributions after Measurement Date	893,481	0	893,481	2,073,912	57,367
OPEB Changes in Experience	0	0	0	912,148	0
OPEB Changes in Proportion	0	0	0	470,527	0
OPEB Changes in Assumptions	0	0	0	1,009,259	0
OPEB Benefits Paid after Measurement Date	0	0	0	315,177	0
Total Deferred Outflows of Resources	\$ 2,679,757	\$ 0	\$ 2,679,757	\$ 8,721,820	\$ 181,142

(Continued)

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

	Primary Government			Component Units		
	Governmental Activities	Business-type Activities	Total	Marshall County School Department	Marshall County Board of Public Utilities	
LIABILITIES						
Accounts Payable	\$ 274,452	\$ 0	\$ 274,452	\$ 0	\$ 105,285	
Accrued Payroll	808	0	808	506,048	17,220	
Accrued Interest Payable	108,242	152,486	260,728	0	0	
Payroll Deductions Payable	123,131	0	123,131	992,911	0	
Retainage Payable	0	0	0	0	17,116	
Due to Component Unit	1,560,169	0	1,560,169	0	0	
Due to Primary Government - Accrued Interest on Debt	0	0	0	0	152,486	
Due to State of Tennessee	60,052	0	60,052	1,940	0	
Unearned Revenue	0	0	0	0	42,053	
Current Liabilities Payable from Restricted Assets:						
Customer Deposits Payable	0	0	0	0	312,700	
Noncurrent Liabilities:						
Due Within One Year - Debt Due to External Lenders	875,000	1,051,652	1,926,652	0	0	
Due Within One Year - Debt Due to Primary Government	0	0	0	0	1,051,652	
Due Within One Year - Other	599,932	0	599,932	929,954	59,264	
Due in More Than One Year - Debt Due to External Lenders	16,020,000	43,365,057	59,385,057	0	0	
Due in More Than One Year - Debt Due to Primary Government	0	0	0	0	43,365,057	
Due in More Than One Year - Other	0	0	0	8,665,485	37,077	
Total Liabilities	\$ 19,621,786	\$ 44,569,195	\$ 64,190,981	\$ 11,096,338	\$ 45,159,910	
DEFERRED INFLOWS OF RESOURCES						
Deferred Current Property Taxes	\$ 13,787,230	\$ 0	\$ 13,787,230	\$ 9,178,266	\$ 0	
Pension Changes in Experience	145,927	0	145,927	197,207	10,112	
Pension Changes in Investment Earnings	393,456	0	393,456	2,115,908	27,264	
Pension Changes in Proportion	0	0	0	276,987	0	
OPEB Changes in Experience	0	0	0	391,576	0	
OPEB Changes in Proportion	0	0	0	544,292	0	
OPEB Changes in Assumptions	0	0	0	669,060	0	
Total Deferred Inflows of Resources	\$ 14,326,613	\$ 0	\$ 14,326,613	\$ 13,373,296	\$ 37,376	
NET POSITION						
Net Investment in Capital Assets	\$ 48,983,826	\$ 0	\$ 48,983,826	\$ 60,668,092	\$ 27,765,457	
Restricted for:						
General Government	354,155	0	354,155	0	0	
Finance	89,510	0	89,510	0	0	
Administration of Justice	72,017	0	72,017	0	0	
Public Safety	206,102	0	206,102	0	0	
Public Health and Welfare	601,570	0	601,570	0	0	
Highway/Public Works	2,915,171	0	2,915,171	0	0	
Capital Outlay	1,135,344	0	1,135,344	0	0	
Education	9,033,017	0	9,033,017	3,112,692	0	
Pensions	1,056,276	0	1,056,276	11,060,998	73,192	
Unrestricted	16,121,789	0	16,121,789	12,893,769	7,951,974	
Total Net Position	\$ 80,568,777	\$ 0	\$ 80,568,777	\$ 87,735,551	\$ 35,790,623	

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

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

Functions/Programs	Net (Expense) Revenue and Changes in Net Position									
	Program Revenues				Primary Government			Component Units		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Marshall County Department	Marshall County School	Marshall County Board of Public Utilities
Primary Government:										
General Government	\$ 4,353,485	\$ 881,146	\$ 96,717	\$ 0	\$ (3,375,622)	\$ 0	\$ (3,375,622)	\$ 0	\$ 0	\$ 0
Finance	2,196,361	1,487,815	0	0	(708,546)	0	(708,546)	0	0	0
Administration of Justice	2,265,640	656,816	221,306	0	(1,387,518)	0	(1,387,518)	0	0	0
Public Safety	7,236,062	688,635	990,146	0	(5,557,281)	0	(5,557,281)	0	0	0
Public Health and Welfare	6,739,392	3,395,698	762,905	82,735	(2,498,054)	0	(2,498,054)	0	0	0
Social, Cultural, and Recreational Services	620,077	53	3,735	0	(616,289)	0	(616,289)	0	0	0
Agriculture and Natural Resources	173,600	0	0	0	(173,600)	0	(173,600)	0	0	0
Highways	4,808,348	0	2,524,651	266,602	(2,017,095)	0	(2,017,095)	0	0	0
Education	4,340,835	0	0	0	(4,340,835)	0	(4,340,835)	0	0	0
Interest on Long-term Debt	573,651	0	0	0	(573,651)	0	(573,651)	0	0	0
Total Governmental Activities	\$ 33,307,451	\$ 7,110,163	\$ 4,599,460	\$ 349,337	\$ (21,248,491)	\$ 0	\$ (21,248,491)	\$ 0	\$ 0	\$ 0
Business-type Activities:										
Public Utility Debt Enterprise Fund	\$ 1,901,501	\$ 0	\$ 1,901,501	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Primary Government	\$ 35,208,952	\$ 7,110,163	\$ 6,500,961	\$ 349,337	\$ (21,248,491)	\$ 0	\$ (21,248,491)	\$ 0	\$ 0	\$ 0
Component Units:										
Marshall County School Department	\$ 71,883,193	\$ 3,386,079	\$ 8,291,174	\$ 5,120,016	\$ 0	\$ 0	\$ 0	\$ (55,085,924)	\$ 0	\$ 0
Marshall County Board of Public Utilities	5,760,612	6,081,279	0	1,914,545	0	0	0	0	2,235,212	
Total Component Units	\$ 77,643,805	\$ 9,467,358	\$ 8,291,174	\$ 7,034,561	\$ 0	\$ 0	\$ 0	\$ (55,085,924)	\$ 2,235,212	

(Continued)

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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Units	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Marshall County School Department	Marshall County Board of Public Utilities
					Governmental Activities	Business-type Activities	Total		
General Revenues:									
Taxes:									
Property Taxes Levied for General Purposes					\$ 11,816,465	\$ 0	\$ 11,816,465	\$ 9,755,302	\$ 0
Local Option Sales Tax					5,397,920	0	5,397,920	5,042,150	0
Wheel Tax					1,713,849	0	1,713,849	0	0
Mineral Severance Tax					264,264	0	264,264	0	0
Business Tax					494,468	0	494,468	0	0
Hotel/Motel Tax					238,855	0	238,855	0	0
Litigation Tax					312,673	0	312,673	0	0
Adequate Facilities/Development Tax					608,834	0	608,834	0	0
Wholesale Beer Tax					111,256	0	111,256	0	0
Other Local Taxes					2,054	0	2,054	24,642	0
Grants and Contributions Not Restricted for Specific Programs					1,551,926	0	1,551,926	40,595,765	300,000
Unrestricted Investment Income					1,756,528	0	1,756,528	76,774	1,779,381
Miscellaneous					170,821	0	170,821	84,455	0
Gain on Sale of Capital Assets					0	0	0	0	6,800
Total General Revenues					\$ 24,439,913	\$ 0	\$ 24,439,913	\$ 55,579,088	\$ 2,086,181
Change in Net Position					\$ 3,191,422	\$ 0	\$ 3,191,422	\$ 493,164	\$ 4,321,393
Net Position, July 1, 2024					77,467,850	0	77,467,850	87,558,864	31,622,702
Restatement - See Note I.D.10.					(90,495)	0	(90,495)	(316,477)	0
Error Correction - See Note VI.D.					0	0	0	0	(153,472)
Net Position, June 30, 2025					\$ 80,568,777	\$ 0	\$ 80,568,777	\$ 87,735,551	\$ 35,790,623

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

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
ASSETS						
Cash	\$ 500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 500
Equity in Pooled Cash and Investments	28,083,621	1,203,568	8,388,522	6,536,120	44,211,831	
Accounts Receivable	2,553,513	3,789	0	124,215	2,681,517	
Allowance for Uncollectibles	(1,524,320)	0	0	0	(1,524,320)	
Due from Other Governments	393,780	515,009	752,911	679,066	2,340,766	
Due from Other Funds	174	0	0	218,604	218,778	
Property Taxes Receivable	12,447,467	1,147,238	0	633,208	14,227,913	
Allowance for Uncollectible Property Taxes	(123,260)	(11,360)	0	(6,270)	(140,890)	
Total Assets	\$ 41,831,475	\$ 2,858,244	\$ 9,141,433	\$ 8,184,943	\$ 62,016,095	
LIABILITIES						
Accounts Payable	\$ 159,485	\$ 0	\$ 0	\$ 114,967	\$ 274,452	
Accrued Payroll	808	0	0	0	808	
Payroll Deductions Payable	102,486	15,202	0	5,443	123,131	
Due to Other Funds	218,604	0	174	0	218,778	
Due to Component Units	0	0	0	1,560,169	1,560,169	
Due to State of Tennessee	59,680	0	0	372	60,052	
Total Liabilities	\$ 541,063	\$ 15,202	\$ 174	\$ 1,680,951	\$ 2,237,390	

(Continued)

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

	Major Funds			Nonmajor Funds		
	General	Highway / Public Works	General Debt Service	Other Governmental Funds		Total Governmental Funds
Deferred Current Property Taxes	\$ 12,061,931	\$ 1,111,704	\$ 0	\$ 613,595	\$ 13,787,230	
Deferred Delinquent Property Taxes	236,015	21,753	0	12,006		269,774
Other Deferred/Unavailable Revenue	943,758	220,691	376,456	144,184		1,685,089
Total Deferred Inflows of Resources	\$ 13,241,704	\$ 1,354,148	\$ 376,456	\$ 769,785	\$ 15,742,093	

FUND BALANCES

Restricted:

Restricted for General Government	\$ 354,155	\$ 0	\$ 0	\$ 0	\$ 354,155
Restricted for Finance	89,510	0	0	0	89,510
Restricted for Administration of Justice	72,017	0	0	0	72,017
Restricted for Public Safety	108,579	0	0	97,523	206,102
Restricted for Public Health and Welfare	457,386	0	0	0	457,386
Restricted for Highways/Public Works	0	1,488,894	0	0	1,488,894
Restricted for Education	0	0	8,764,803	0	8,764,803
Restricted for Capital Outlay	130,681	0	0	992,657	1,123,338
Restricted for Capital Projects	0	0	0	1,239,448	1,239,448

Committed:

Committed for General Government	208,539	0	0	0	208,539
Committed for Administration of Justice	0	0	0	8,220	8,220
Committed for Public Health and Welfare	0	0	0	3,149,678	3,149,678

(Continued)

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

Committed (Cont.):

Committed for Social, Cultural, and Recreational Services

\$ 22,452 \$ 0 \$ 0 \$ 0 \$ 22,452

Committed for Capital Projects

0 0 0 46,134 46,134

Committed for Other Purposes

386,788 0 0 0 386,788

Assigned:

Assigned for General Government

1,793,084 0 0 0 1,793,084

Assigned for Capital Outlay

0 0 0 200,547 200,547

Unassigned

24,425,517 0 0 0 24,425,517

Total Fund Balances

\$ 28,048,708 \$ 1,488,894 \$ 8,764,803 \$ 5,734,207 \$ 44,036,612

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$ 41,831,475 \$ 2,858,244 \$ 9,141,433 \$ 8,184,943 \$ 62,016,095

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

MARSHALL COUNTY, TENNESSEE
Reconciliation of the Balance Sheet of Governmental
Funds to the Statement of Net Position
June 30, 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)		\$ 44,036,612
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 13,624,795	
Add: buildings and improvements net of accumulated depreciation	14,042,515	
Add: infrastructure net of accumulated depreciation	15,130,486	
Add: other capital assets net of accumulated depreciation	6,023,072	
Add: intangible right-to-use assets net of accumulated amortization	<u>162,958</u>	48,983,826
(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	\$ (16,895,000)	
Less: accrued interest on debt	(108,242)	
Less: compensated absences payable	<u>(599,932)</u>	(17,603,174)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pension	\$ 2,679,757	
Less: deferred inflows of resources related to pension	<u>(539,383)</u>	2,140,374
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		1,056,276
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,954,863</u>
Net position of governmental activities (Exhibit A)		<u>\$ 80,568,777</u>

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

MARSHALL COUNTY, TENNESSEE

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Community Development/ Industrial Park	Formerly Major Other Capital Projects
Revenues					
Local Taxes	\$ 14,192,776	\$ 1,056,956	\$ 5,969,620	\$ 0	\$ 0
Licenses and Permits	558,453	0	0	0	0
Fines, Forfeitures, and Penalties	106,050	0	0	0	0
Charges for Current Services	2,153,154	0	0	0	0
Other Local Revenues	1,834,943	46,253	0	0	0
Fees Received From County Officials	2,102,196	0	0	0	0
State of Tennessee	2,517,581	2,804,574	0	0	0
Federal Government	165,212	0	0	0	0
Other Governments and Citizens Groups	186,244	0	0	0	0
Total Revenues	\$ 23,816,609	\$ 3,907,783	\$ 5,969,620	\$ 0	\$ 0
Expenditures					
Current:					
General Government	\$ 2,599,151	\$ 0	\$ 0	\$ 0	\$ 0
Finance	2,169,779	0	0	0	0
Administration of Justice	2,241,267	0	0	0	0
Public Safety	6,417,662	0	0	0	0
Public Health and Welfare	3,730,321	0	0	0	0
Social, Cultural, and Recreational Services	598,727	0	0	0	0
Agriculture and Natural Resources	171,980	0	0	0	0
Other Operations	2,187,994	0	0	0	0
Highways	0	3,869,523	0	0	0

(Continued)

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

	Major Funds				
	General	Highway / Public Works	General Debt Service	Community Development/ Industrial Park	Formerly Major Other Capital Projects
Expenditures (Cont.)					
Debt Service:					
Principal on Debt		\$ 0	\$ 850,000	\$ 0	\$ 0
Interest on Debt		0	577,501	0	0
Other Debt Service		0	65,535	0	0
Capital Projects		0	0	0	0
Capital Projects - Donated		0	4,275,300	0	0
Total Expenditures	\$ 20,116,881	\$ 3,869,523	\$ 5,768,336	\$ 0	\$ 0
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,699,728	\$ 38,260	\$ 201,284	\$ 0	\$ 0
Other Financing Sources (Uses)					
Transfers In	\$ 45,000	\$ 0	\$ 0	\$ 0	\$ 0
Transfers Out	(1,012,961)	0	0	0	0
Total Other Financing Sources (Uses)	\$ (967,961)	\$ 0	\$ 0	\$ 0	\$ 0
Net Change in Fund Balances	\$ 2,731,767	\$ 38,260	\$ 201,284	\$ 0	\$ 0
Change to or Within the Reporting Entity	0	0	0	(46,133)	(2,750,103)
Fund Balance, July 1, 2024	25,316,941	1,450,634	8,563,519	46,133	2,750,103
Fund Balance, June 30, 2025	\$ 28,048,708	\$ 1,488,894	\$ 8,764,803	\$ 0	\$ 0

(Continued)

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

	Nonmajor Funds	<hr/>	Other Govern- mental Funds	<hr/>	Total Govern- mental Funds
Revenues					
Local Taxes	\$ 364,308	\$ 21,583,660			
Licenses and Permits	0	558,453			
Fines, Forfeitures, and Penalties	42,384	148,434			
Charges for Current Services	912,530	3,065,684			
Other Local Revenues	1,019,079	2,900,275			
Fees Received From County Officials	0	2,102,196			
State of Tennessee	209,915	5,532,070			
Federal Government	49,919	215,131			
Other Governments and Citizens Groups	3,735	189,979			
Total Revenues	<hr/> \$ 2,601,870	<hr/> \$ 36,295,882			
Expenditures					
Current:					
General Government	\$ 0	\$ 2,599,151			
Finance	0	2,169,779			
Administration of Justice	3,340	2,244,607			
Public Safety	19,763	6,437,425			
Public Health and Welfare	1,895,067	5,625,388			
Social, Cultural, and Recreational Services	0	598,727			
Agriculture and Natural Resources	0	171,980			
Other Operations	58,460	2,246,454			
Highways	0	3,869,523			

(Continued)

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

	Nonmajor Funds	Other Govern- mental Funds	Total Govern- mental Funds
Expenditures (Cont.)			
Debt Service:			
Principal on Debt	\$ 0	\$ 850,000	
Interest on Debt	0	577,501	
Other Debt Service	0	65,535	
Capital Projects	3,758,873	3,758,873	
Capital Projects - Donated	0	4,275,300	
Total Expenditures	\$ 5,735,503	\$ 35,490,243	
Excess (Deficiency) of Revenues Over Expenditures	\$ (3,133,633)	\$ 805,639	
Other Financing Sources (Uses)			
Transfers In	\$ 1,012,961	\$ 1,057,961	
Transfers Out	(45,000)	(1,057,961)	
Total Other Financing Sources (Uses)	\$ 967,961	\$ 0	
Net Change in Fund Balances	\$ (2,165,672)	\$ 805,639	
Change to or Within the Reporting Entity	2,796,236	0	
Fund Balance, July 1, 2024	5,103,643	43,230,973	
Fund Balance, June 30, 2025	\$ 5,734,207	\$ 44,036,612	

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

MARSHALL COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 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)	\$ 805,639
(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	\$ 3,849,653
Less: current-year depreciation/amortization expense	<u>(2,221,827)</u>
	1,627,826
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Less: deferred delinquent property taxes and other deferred June 30, 2024	\$ (1,751,872)
Add: deferred delinquent property taxes and other deferred June 30, 2025	<u>1,954,863</u>
	202,991
(3) The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.	
Add: principal payments on bonds	850,000
(4) 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	\$ 3,850
Change in compensated absences payable	(43,944)
Change in deferred outflows of resources related to pension	(149,373)
Change in deferred inflows of resources related to pension	(208,100)
Change in net pension asset	<u>102,533</u>
	(295,034)
Change in net position of governmental activities (Exhibit B)	<u>\$ 3,191,422</u>

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

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 14,192,776	\$ 0	\$ 14,192,776	\$ 14,189,218	\$ 14,189,218	\$ 3,558
Licenses and Permits	558,453	0	558,453	563,800	563,800	(5,347)
Fines, Forfeitures, and Penalties	106,050	0	106,050	100,480	100,480	5,570
Charges for Current Services	2,153,154	0	2,153,154	2,190,826	2,190,826	(37,672)
Other Local Revenues	1,834,943	0	1,834,943	482,100	482,100	1,352,843
Fees Received From County Officials	2,102,196	0	2,102,196	2,035,500	2,035,500	66,696
State of Tennessee	2,517,581	0	2,517,581	2,535,468	2,564,668	(47,087)
Federal Government	165,212	0	165,212	274,911	694,176	(528,964)
Other Governments and Citizens Groups	186,244	0	186,244	203,100	217,018	(30,774)
Total Revenues	\$ 23,816,609	\$ 0	\$ 23,816,609	\$ 22,575,403	\$ 23,037,786	\$ 778,823

Expenditures

General Government						
County Commission	\$ 289,844	\$ 0	\$ 289,844	\$ 309,671	\$ 309,671	\$ 19,827
Board of Equalization	1,626	0	1,626	5,390	5,390	3,764
Other Boards and Committees	5,006	0	5,006	5,385	5,385	379
County Mayor/Executive	203,415	0	203,415	210,740	211,580	8,165
Personnel Office	267,441	0	267,441	285,225	285,225	17,784
County Attorney	81,491	0	81,491	88,995	88,995	7,504
Election Commission	246,406	0	246,406	291,657	291,657	45,251

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
General Government (Cont.)						
Register of Deeds	\$ 229,858	\$ 0	\$ 229,858	\$ 293,641	\$ 293,641	\$ 63,783
Building	408,768	0	408,768	418,840	419,617	10,849
County Buildings	865,296	(4,360)	860,936	1,031,085	1,031,877	170,941
Finance						
Accounting and Budgeting	482,865	0	482,865	499,700	499,700	16,835
Property Assessor's Office	319,918	0	319,918	341,201	345,700	25,782
Reappraisal Program	189,981	0	189,981	223,238	219,144	29,163
County Trustee's Office	314,301	0	314,301	332,891	332,891	18,590
County Clerk's Office	762,255	0	762,255	707,482	800,456	38,201
Data Processing	100,459	0	100,459	125,000	125,000	24,541
Administration of Justice						
Circuit Court	654,658	0	654,658	725,286	725,286	70,628
General Sessions Judge	323,344	0	323,344	328,072	328,072	4,728
Chancery Court	300,147	0	300,147	336,167	337,967	37,820
Juvenile Court	319,010	0	319,010	367,725	367,725	48,715
Probation Services	384,106	0	384,106	411,321	411,321	27,215
Courtroom Security	260,002	0	260,002	305,235	305,235	45,233
Public Safety						
Sheriff's Department	2,639,017	0	2,639,017	2,952,618	2,979,818	340,801

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Public Safety (Cont.)						
Special Patrols	\$ 690,319	\$ 0	\$ 690,319	\$ 750,000	\$ 750,000	\$ 59,681
Administration of the Sexual Offender Registry	2,482	0	2,482	1,000	4,000	1,518
Jail	2,350,835	0	2,350,835	2,629,040	2,629,040	278,205
Rural Fire Protection	147,580	0	147,580	175,100	185,636	38,056
Civil Defense	467,162	0	467,162	545,635	553,698	86,536
Other Emergency Management	3,235	0	3,235	10,000	10,000	6,765
County Coroner/Medical Examiner	99,155	0	99,155	110,990	110,990	11,835
Public Safety Grants Program	17,252	0	17,252	0	88,215	70,963
Other Public Safety	625	0	625	660	660	35
Public Health and Welfare						
Local Health Center	63,635	0	63,635	88,669	88,669	25,034
Rabies and Animal Control	114,637	0	114,637	123,048	123,234	8,597
Ambulance/Emergency Medical Services	3,183,699	0	3,183,699	3,656,199	3,659,948	476,249
Maternal and Child Health Services	9,000	0	9,000	9,000	9,000	0
Other Local Health Services	244,303	0	244,303	355,076	355,076	110,773
Other Local Welfare Services	13,807	0	13,807	0	30,000	16,193
Other Public Health and Welfare	101,240	0	101,240	101,240	101,240	0
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	95,800	0	95,800	95,800	95,800	0

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Social, Cultural, and Recreational Services (Cont.)						
Libraries	\$ 502,927	\$ 0	\$ 502,927	\$ 543,174	\$ 555,142	\$ 52,215
Agriculture and Natural Resources						
Agricultural Extension Service	100,242	0	100,242	114,170	114,170	13,928
Forest Service	2,000	0	2,000	2,000	2,000	0
Soil Conservation	69,738	0	69,738	70,310	70,310	572
Other Operations						
Tourism	63,000	0	63,000	65,000	65,000	2,000
Other Economic and Community Development	383,692	0	383,692	382,812	384,812	1,120
Veterans' Services	76,479	0	76,479	94,565	94,722	18,243
Other Charges	965,061	0	965,061	1,038,000	1,056,686	91,625
Contributions to Other Agencies	656,489	0	656,489	656,489	656,489	0
American Rescue Plan Act Grant #2	0	0	0	0	43,583	43,583
American Rescue Plan Act Grant #3	43,273	(35,125)	8,148	0	465,823	457,675
American Rescue Plan Act Grant B	0	0	0	100,000	100,000	100,000
Total Expenditures	\$ 20,116,881	\$ (39,485)	\$ 20,077,396	\$ 22,314,542	\$ 23,125,296	\$ 3,047,900
Excess (Deficiency) of Revenues Over Expenditures	\$ 3,699,728	\$ 39,485	\$ 3,739,213	\$ 260,861	\$ (87,510)	\$ 3,826,723

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Other Financing Sources (Uses)						
Transfers In	\$ 45,000	\$ 0	\$ 45,000	\$ 45,000	\$ 45,000	0
Transfers Out	(1,012,961)	0	(1,012,961)	(300,000)	(1,300,000)	287,039
Total Other Financing Sources	<u>\$ (967,961)</u>	<u>\$ 0</u>	<u>\$ (967,961)</u>	<u>\$ (255,000)</u>	<u>\$ (1,255,000)</u>	<u>\$ 287,039</u>
Net Change in Fund Balance	\$ 2,731,767	\$ 39,485	\$ 2,771,252	\$ 5,861	\$ (1,342,510)	\$ 4,113,762
Fund Balance, July 1, 2024	25,316,941	(39,485)	25,277,456	25,570,588	25,316,941	(39,485)
Fund Balance, June 30, 2025	<u>\$ 28,048,708</u>	<u>\$ 0</u>	<u>\$ 28,048,708</u>	<u>\$ 25,576,449</u>	<u>\$ 23,974,431</u>	<u>\$ 4,074,277</u>

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

MARSHALL COUNTY, TENNESSEE

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 1,056,956	\$ 1,126,406	\$ 1,126,406	\$ (69,450)
Other Local Revenues	46,253	0	0	46,253
State of Tennessee	2,804,574	5,743,976	5,743,976	(2,939,402)
Total Revenues	\$ 3,907,783	\$ 6,870,382	\$ 6,870,382	\$ (2,962,599)
Expenditures				
Highways				
Administration	\$ 381,835	\$ 396,261	\$ 402,761	\$ 20,926
Highway and Bridge Maintenance	2,086,355	2,444,015	2,470,115	383,760
Operation and Maintenance of Equipment	758,112	950,801	950,801	192,689
Other Charges	145,714	140,000	160,000	14,286
Employee Benefits	59,094	62,100	62,100	3,006
Capital Outlay	438,413	3,606,838	3,556,838	3,118,425
Total Expenditures	\$ 3,869,523	\$ 7,600,015	\$ 7,602,615	\$ 3,733,092
Excess (Deficiency) of Revenues Over Expenditures	\$ 38,260	\$ (729,633)	\$ (732,233)	\$ 770,493
Net Change in Fund Balance Fund Balance, July 1, 2024	\$ 38,260	\$ (729,633)	\$ (732,233)	\$ 770,493
Fund Balance, June 30, 2025	\$ 1,488,894	\$ 477,312	\$ 718,401	\$ 770,493

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

MARSHALL COUNTY, TENNESSEE
Statement of Net Position - Proprietary Fund
June 30, 2025

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

ASSETS

Current Assets:

Due from Component Units - Current	\$ 1,051,652
Due from Component Units - Accrued Interest on Debt	152,486
Total Current Assets	\$ 1,204,138

Noncurrent Assets:

Due from Component Units - Non-current	\$ 43,365,057
Total Noncurrent Assets	\$ 43,365,057
Total Assets	\$ 44,569,195

LIABILITIES

Current Liabilities:

Accrued Interest Payable	\$ 152,486
Total Current Liabilities	\$ 152,486

Noncurrent Liabilities:

Due Within One Year - Debt	\$ 1,051,652
Due in More than One Year - Debt	43,365,057
Total Noncurrent Liabilities	\$ 44,416,709
Total Liabilities	\$ 44,569,195

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

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

	Business-type Activities
	Major Enterprise Fund
Public Utility	\$ 395,593
Debt	1,901,501
Enterprise	(395,593)
Fund	(1,901,501)
Non-Operating Revenues (Expenses)	
Debt Principal Contribution From Marshall County Board of Public Utilities	\$ 395,593
Debt Interest Contribution From Marshall County Board of Public Utilities	1,901,501
Debt Principal Expense	(395,593)
Debt Interest Expense	(1,901,501)
Total Non-Operating Revenue (Expenses)	\$ 0
Change in Net Position	\$ 0
Net Position, July 1, 2024	0
Net Position, June, 30, 2025	\$ 0

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

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

Noncash Financing Activities

Public Utility Debt Enterprise Fund:

This fund had no cash flow during the year. Revenue bond principal of \$395,593 and interest of \$1,901,501 were paid directly to bondholder by the discretely presented Marshall County Board of Public Utility.

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

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

	Custodial Funds
ASSETS	
Cash	\$ 1,701,772
Equity in Pooled Cash and Investments	131,840
Accounts Receivable	64,719
Due from Other Governments	601,042
Total Assets	<u><u>\$ 2,499,373</u></u>
LIABILITIES	
Due to Other Taxing Units	\$ 603,509
Due to Litigants, Heirs, and Others	11,565
Total Liabilities	<u><u>\$ 615,074</u></u>
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	<u><u>\$ 1,884,299</u></u>
Total Net Position	<u><u>\$ 1,884,299</u></u>

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

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

	Custodial Funds
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 3,488,366
Property Tax Collections for Other Governments	797,371
Fines/Fees and Other Collections	12,385,611
Other Collections	<u>1,365,416</u>
Total Additions	<u><u>\$ 18,036,764</u></u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 3,488,366
Payment of Property Tax Collections to Other Governments	797,371
Payments to State	5,731,789
Payments to City	2,579,501
Payments to Individuals and Others	<u>6,329,640</u>
Total Deductions	<u><u>\$ 18,926,667</u></u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (889,903)
Net Position, July 1, 2024	<u><u>2,774,202</u></u>
Net Position, June 30, 2025	<u><u><u>\$ 1,884,299</u></u></u>

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

MARSHALL COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Marshall County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Marshall County:

A. *Reporting Entity*

Marshall County is a public municipal corporation governed by an elected 18-member board. As required by GAAP, these financial statements present Marshall County (the primary government) and its component units. The financial statements of the Marshall County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of its omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

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

The Marshall County School Department operates the public school system in the county, and the voters of Marshall County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Marshall County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Marshall County, and the Marshall County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Marshall County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

The Marshall County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department are included in this report as listed in the table of contents. Complete financial statements of the Marshall County Board of Public Utilities and Marshall County Emergency Communications District can be obtained from its administrative office at the following addresses:

Administrative Offices:

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

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

B. Government-wide and Fund Financial Statements

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

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

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

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

Fund financial statements of Marshall County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund balance/fund 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. Marshall County only reports one proprietary fund, an enterprise fund. It has no internal service funds to report.

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

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

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

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

Marshall County reports the following major governmental funds:

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

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

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

Marshall County reports the following major enterprise fund:

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

Additionally, Marshall County reports the following fund types:

Capital Projects Funds – These funds account for various capital projects and capital outlay for the county.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Marshall County, property taxes for the Town of Chapel Hill, assets being held in a custodial capacity for the Marshall County Joint Economic Development Board, and to account for payroll processing of the Marshall County Emergency Communications District.

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

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

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

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

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

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 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.

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

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

1. Deposits and Investments

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its

agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; the State Treasurer's Intermediate Term Investment Fund; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Marshall County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Fund. Marshall County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost.

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

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

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

2. Receivables and Payables

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

All ambulance, probation, and property taxes receivables are shown with an allowance for uncollectibles. Ambulance and probation receivables allowance for uncollectibles is based on

historical collection data. The allowance for uncollectible property taxes is equal to less than one percent of total taxes levied.

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

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

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

3. Restricted Assets

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Marshall County School Department's Teacher Retirement Plan. The purpose of this trust is to accumulate funds to provide stabilization (smoothing) of retirement costs to the school system in times of fluctuating investment returns and market downturns. These funds are held and invested by TCRS pursuant to an irrevocable agreement and may only be used for the benefit of the Marshall County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Marshall County School Department has not withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department. The Board of Public Utilities also reflects restricted assets that consist mainly of customer deposits.

4. Capital Assets

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

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

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

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

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

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

5. Deferred Outflows/Inflows of Resources

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

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

6. Compensated Absences

Primary Government

It is the county's policy to permit employees to accumulate a limited amount of earned but earned unused vacation, personal leave, and compensatory time. All vacation and personal leave must be used within one year of the employee's anniversary date (calendar year for sheriff department employees) and cannot be carried forward to next year (except for sheriff department and emergency medical service employees who are paid for unused vacation days). Any unused vacation, personnel, or compensatory leave is paid upon separation from service. All vacation, personnel leave, and compensatory time are accrued when incurred in the government-wide financial statements for the county. The county permits employees to accumulate an unlimited amount of but earned unused sick pay benefits. Any unused sick leave can only be used as service credit upon separation from service. 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 Marshall 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.

Discretely Presented Marshall County School Department

It is the school department’s policy to permit professional employees to accumulate a limited amount of but earned unused personal leave. Any unused personal leave for professional staff (teachers) rolls to sick leave at the end of the fiscal year. Nonprofessional employees may accumulate an unlimited amount of earned but unused vacation leave with any unused balances being paid upon separation from service. All vacation leave is accrued when incurred in the government-wide financial statements for the school department. The school department permits employees to accumulate an unlimited amount of but earned unused sick pay benefits. Any unused sick leave can only be used as service credit upon separation from service. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a “more likely than not,” to be used or paid. Since the school department does not have a policy to pay any amounts when employees separate from service 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, personal, and compensatory time as well as 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 and school department’s policies.

7. Long-term Debt and Long-term Obligations

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

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

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

8. Net Position and Fund Balance

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

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

The government-wide Statement of Net Position reports \$15,463,162 of restricted net position, of which \$331,763 is restricted by enabling legislation.

As of June 30, 2025, Marshall County had \$16,895,000 in outstanding debt for capital purposes for the discretely presented Marshall County School Department. This debt is a liability of Marshall County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Marshall County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

9. Minimum Fund Balance Policy

To provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds, the following minimum fund balance policy exists and consists of the sum of committed, assigned, and unassigned fund balances:

General Fund – 25 percent of current-year expenditures.

10. Restatements

With the implementation of GASB Statement 101, *Compensated Absences*, Marshall County must recognize a restatement of the beginning net position in the Government-wide financial statements for the Primary Government and the discretely presented Marshall County School Department to record compensated absences liabilities. A restatement of (\$90,495) has been presented to reflect the beginning balance of the Primary Government and (\$316,477) for the discretely presented Marshall County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Discretely Presented	
	Primary Government	Marshall County School Department
Net Position, as previously reported	\$ 77,467,850	\$ 87,558,864
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(90,495)	(316,477)
Net Change in Beginning Net Position	<u>\$ (90,495)</u>	<u>\$ (316,477)</u>
Net Position, June 30, 2024 Restated	<u>\$ 77,377,355</u>	<u>\$ 87,242,387</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 Community Development/Industrial Park and Other Capital Projects funds no longer met the quantitative thresholds 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
Primary Government				
Governmental Funds				
Major Funds:				
Community Development/Industrial Park	\$ 46,133	\$ (46,133)		0
Other Capital Projects	2,750,103	(2,750,103)		0
Nonmajor Funds	5,103,643	2,796,236		7,899,879
Total Governmental Funds	\$ 7,899,879	\$ 0		\$ 7,899,879

E. Pension Plans

Primary Government

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

Discretely Presented Marshall County School Department

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

F. Other Postemployment Benefit (OPEB) Plan

Discretely Presented Marshall County School Department

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

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. *Explanation of certain differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position*

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

Discretely Presented Marshall County School Department

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

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

Primary Government

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

Discretely Presented Marshall County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. *Budgetary Information*

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

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

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

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

On June 30, 2025, Marshall County and the Marshall County School Department reported the following significant encumbrances:

Funds	Amount
Primary Government:	
Nonmajor Fund:	
Other Capital Projects	\$ 200,547
School Department:	
Major Funds:	
General Purpose School	1,974,457
Education Capital Projects	572,042
Nonmajor Fund:	
Central Cafeteria	81,975

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Central and Other and Food Service major appropriations categories (the legal level of control) of the General Purpose School Fund by \$8,427 and \$618, respectively. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

Deposits

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

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair value is equal to 105 percent of the

uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

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

Investments

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

The county had no pooled and nonpooled investments as of June 30, 2025.

TCRS Stabilization Trust

Legal Provisions. The Marshall County School Department is a member of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The school department has placed funds into the irrevocable trust as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member's funds are restricted for the payment of retirement benefits of that member's employees. Trust funds are not subject to the claims of general creditors of the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. The Marshall County School Department may not impose any restrictions on investments placed by the trust on their behalf. It is the intent of the plan trustees to allocate these funds in the future to offset pension costs.

On June 30, 2025, the Marshall County School Department had the following investments held by the trust on its behalf. These funds are recognized as restricted assets in the General Purpose School Fund of the school department.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 274,599
Developed Market International Equity	N/A	N/A	124,013
Emerging Market International Equity	N/A	N/A	35,432
U.S. Fixed Income	N/A	N/A	177,161
Real Estate	N/A	N/A	88,580
Short-term Securities	N/A	N/A	8,858
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>177,161</u>
Total			<u>\$ 885,804</u>

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

B. *Capital Assets*

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

Primary Government

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 13,624,795	\$ 0	\$ 0	\$ 13,624,795
Construction in Progress	382,825	947,951	(1,330,776)	0
Total Capital Assets Not Depreciated	<u>\$ 14,007,620</u>	<u>\$ 947,951</u>	<u>\$ (1,330,776)</u>	<u>\$ 13,624,795</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 23,779,639	\$ 1,358,977	\$ 0	\$ 25,138,616
Infrastructure	37,244,061	738,393	0	37,982,454
Other Capital Assets	15,321,207	1,969,388	(193,161)	17,097,434
Total Capital Assets Depreciated	<u>\$ 76,344,907</u>	<u>\$ 4,066,758</u>	<u>\$ (193,161)</u>	<u>\$ 80,218,504</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 10,486,567	\$ 609,534	\$ 0	\$ 11,096,101
Infrastructure	22,360,114	491,854	0	22,851,968
Other Capital Assets	10,149,846	1,117,677	(193,161)	11,074,362
Total Accumulated Depreciation	<u>\$ 42,996,527</u>	<u>\$ 2,219,065</u>	<u>\$ (193,161)</u>	<u>\$ 45,022,431</u>
Total Capital Assets Depreciated, Net	<u>\$ 33,348,380</u>	<u>\$ 1,847,693</u>	<u>\$ 0</u>	<u>\$ 35,196,073</u>
Intangible Right-to-Use Assets:				
SBITA	\$ 0	\$ 165,720	\$ 0	\$ 165,720
Less: Accumulated Amortization - SBITA	<u>0</u>	<u>2,762</u>	<u>0</u>	<u>2,762</u>
Net Intangible Right-to-Use Assets	<u>\$ 0</u>	<u>\$ 162,958</u>	<u>\$ 0</u>	<u>\$ 162,958</u>
Governmental Activities Capital Assets, Net	<u>\$ 47,356,000</u>	<u>\$ 2,958,602</u>	<u>\$ (1,330,776)</u>	<u>\$ 48,983,826</u>

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

Governmental Activities:

General Government	\$ 287,552
Administration of Justice	5,996
Public Safety	565,812
Public Health and Welfare	598,191
Social, Cultural, and Recreational Services	1,659
Highways/Public Works	<u>762,617</u>
 Total Depreciation and Amortization Expense -	
Governmental Activities	<u>\$ 2,221,827</u>

Discretely Presented Marshall County School Department

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 2,804,140	\$ 0	\$ 0	\$ 2,804,140
Construction in Progress	7,679,439	795,624	(7,633,245)	841,818
Total Capital Assets Not Depreciated	<u>\$ 10,483,579</u>	<u>\$ 795,624</u>	<u>\$ (7,633,245)</u>	<u>\$ 3,645,958</u>
Capital Assets Depreciated:				
Buildings and				
Improvements	\$ 105,061,737	\$ 4,969,527	\$ 0	\$ 110,031,264
Infrastructure	154,324	0	0	154,324
Other Capital Assets	10,322,530	4,903,514	0	15,226,044
Total Capital Assets Depreciated	<u>\$ 115,538,591</u>	<u>\$ 9,873,041</u>	<u>\$ 0</u>	<u>\$ 125,411,632</u>
Less Accumulated Depreciation For:				
Buildings and				
Improvements	\$ 57,570,657	\$ 2,624,608	\$ 0	\$ 60,195,265
Infrastructure	63,410	7,717	0	71,127
Other Capital Assets	7,176,612	946,494	0	8,123,106
Total Accumulated Depreciation	<u>\$ 64,810,679</u>	<u>\$ 3,578,819</u>	<u>\$ 0</u>	<u>\$ 68,389,498</u>
Total Capital Assets Depreciated, Net	<u>\$ 50,727,912</u>	<u>\$ 6,294,222</u>	<u>\$ 0</u>	<u>\$ 57,022,134</u>
Governmental Activities				
Capital Assets, Net	<u>\$ 61,211,491</u>	<u>\$ 7,089,846</u>	<u>\$ (7,633,245)</u>	<u>\$ 60,668,092</u>

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

Governmental Activities:

Instruction	\$ 50,082
Support Services	3,488,674
Operation of Non-instructional Services	<u>40,063</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 3,578,819</u>

C. *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	General Debt Service	\$ 174
Nonmajor governmental	General	218,604

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.

Due to/from Primary Government and Component Unit:

Receivable Entity	Payable Entity	Amount
Component Unit:		
Primary Government:	Marshall County Board	
Public Utility Debt Enterprise Fund	of Public Utilities	\$ 44,569,195
Component Unit:	Primary Government:	
Marshall County Board	Community Development/	
of Public Utilities	Industrial Park Fund	1,560,169

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

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		
	General Fund	Nonmajor governmental funds	Purpose
General	\$ 0	\$ 1,012,961	Capital expenditures
Nonmajor governmental funds	<u>45,000</u>	0	Operations
Total	<u>\$ 45,000</u>	<u>\$ 1,012,961</u>	

Discretely Presented Marshall County School Department

Transfer Out	Transfer In	
	Education Fund	Capital Projects Fund
General Purpose School Fund	\$ 325,450	Capital projects

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

D. Long-term Debt

Primary Government

General Obligation Bonds

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

General obligation bonds 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	2.81 to 3.86 %	12-1-44	\$ 19,495,000	\$ 14,680,000
General Obligation Bonds - Refunding	1.78	5-1-31	5,060,000	2,215,000

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 875,000	\$ 554,751	\$ 1,429,751
2027	900,000	530,964	1,430,964
2028	920,000	506,501	1,426,501
2029	950,000	480,845	1,430,845
2030	980,000	453,677	1,433,677
2031-2035	3,720,000	1,869,745	5,589,745
2036-2040	4,005,000	1,227,220	5,232,220
2041-2045	4,545,000	407,016	4,952,016
Total	\$ 16,895,000	\$ 6,030,719	\$ 22,925,719

There is \$8,764,803 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$492 based on the 2020 federal census.

Changes in Long-term Debt

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

Governmental Activities:

	Bonds
Balance, July 1, 2024	\$ 17,745,000
Reductions	<u>(850,000)</u>
Balance, June 30, 2025	<u>\$ 16,895,000</u>
Balance Due Within One Year	<u>\$ 875,000</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 16,895,000
Less: Balance Due Within One Year - Debt	<u>(875,000)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 16,020,000</u>

Public Utility Debt Enterprise Fund

Revenue Bonds

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

Revenue bonds outstanding as of June 30, 2025, reported in the enterprise fund are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
Water Revenue Bonds	2 to 5	%	8-1-61 \$ 40,317,000	\$ 40,221,709
Water Revenue Bonds - Refunding	1.897		6-1-36 7,005,000	4,195,000

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

Year Ending June 30	Revenue Bonds		
	Principal	Interest	Total
2026	\$ 1,051,652	\$ 1,894,301	\$ 2,945,953
2027	1,087,895	1,853,908	2,941,803
2028	1,134,164	1,811,889	2,946,053
2029	1,175,460	1,767,893	2,943,353
2030	1,216,782	1,722,021	2,938,803
2031-2035	6,869,682	7,840,087	14,709,769
2036-2040	6,611,953	6,365,776	12,977,729
2041-2045	7,778,135	4,759,190	12,537,325
2046-2050	9,643,649	2,892,826	12,536,475
2051-2055	7,103,949	668,371	7,772,320
2056-2060	584,523	46,077	630,600
2061-2062	158,865	2,323	161,188
Total	\$ 44,416,709	\$ 31,624,662	\$ 76,041,371

Changes in Long-term Enterprise Fund Debt

Long-term debt activity for the Public Utility Debt Enterprise Fund for the year ended June 30, 2025, was as follows:

Business-type Activities:

	Revenue Bonds
Balance, July 1, 2024	\$ 44,812,302
Reductions	(395,593)
Balance, June 30, 2025	\$ 44,416,709
Balance Due Within One Year	\$ 1,051,652

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 44,416,709
Less: Balance Due Within One Year - Debt	(1,051,652)
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	\$ 43,365,057

E. 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*
Balance, July 1, 2024	\$ 555,988
Additions	<u>43,944</u>
Balance, June 30, 2025	<u><u>\$ 599,932</u></u>
Balance Due Within One Year	<u><u>\$ 599,932</u></u>

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

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

Discretely Presented Marshall County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences*	Other Postemployment Benefits
Balance, July 1, 2024	\$ 593,080	\$ 7,967,836
Additions	21,697	1,283,450
Reductions	0	(270,624)
Balance, June 30, 2025	<u><u>\$ 614,777</u></u>	<u><u>\$ 8,980,662</u></u>
Balance Due Within One Year	<u><u>\$ 614,777</u></u>	<u><u>\$ 315,177</u></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	\$ 9,595,439
Less: Balance Due Within One Year - Other	<u>(929,954)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u><u>\$ 8,665,485</u></u>

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

F. *On-Behalf Payments*

Discretely Presented Marshall County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Marshall County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2025, were \$128,768. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. *Risk Management*

Primary Government

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

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

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

Discretely Presented Marshall County School Department

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

The school department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *Tennessee Code Annotated (TCA)*, all local education agencies are eligible to participate. The LEGIF is included in the Annual Comprehensive

Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums. The school department also purchases commercial dental and vision insurance for employees.

B. Accounting Changes

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

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

C. Contingent Liabilities

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

The county is involved in several pending lawsuits. The county attorney has not responded to requests to provide estimates of the potential claims not covered by insurance. However, management believes that any claims resulting from such litigation would not materially affect the county's financial statements.

D. Changes in Administration

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

On March 20, 2025, Jacob Sorrells left the Office of Director of Schools and was succeeded by Ginger Tepedino on an interim basis. On June 1, 2025, Dr. Justin Perry assumed the Office of Director of Schools.

E. Joint Ventures

Primary Government

The Marshall County Joint Economic Development Board is a joint venture between Marshall County, the city of Lewisburg, and the Towns of Chapel Hill, Petersburg, and Cornersville. The board comprises the county mayor, city mayor, town administrators, and 16 additional members. The purpose of the board is to foster communication and facilitate economic and community development between and among governmental entities, industry, and private citizens. The city, towns, and county provide the majority of funding for the board based on the percentage of its population compared to the total census of the county. Marshall County has been designated as the fiscal agent for the board and accounts for its activities through the Community Development - Custodial Fund, which is included in the financial statements of this report. Marshall County contributed \$82,812 to the operations of the board during the year ended June 30, 2025.

The Seventeenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Seventeenth Judicial District, Lincoln, Moore,

and Marshall counties, and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within the judicial district. Marshall County did not contribute any funds to the DTF for the year ended June 30, 2025.

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

Administrative Office:

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

Discretely Presented Marshall County School Department

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

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

Administrative Office:

Volunteer State Cooperative
220 McLemore Street
Dickson, TN 37055

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Marshall County, non-certified employees of the discretely presented Marshall County School Department, and employees of the discretely presented Marshall County Board of Public Utilities are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 54.84 percent, the non-certified employees of the discretely presented school department comprised 41.36 percent, and

employees of the discretely presented Marshall County Board of Public Utilities comprised 3.8 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	314
Inactive Employees Entitled to But Not Yet Receiving Benefits	579
Active Employees	512
<hr/> Total	<hr/> <u>1,405</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. Marshall County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, the employer contributions for Marshall County were \$1,609,695 based on a rate of 7.5 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Marshall County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability. Employer contributions to separately finance specific liabilities were \$1,716 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)

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

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

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

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2023	\$ 61,281,282	\$ 62,920,860	\$ (1,639,578)
Changes for the Year:			
Service Cost	\$ 1,793,900	\$ 0	\$ 1,793,900
Interest	4,159,306	0	4,159,306
Differences Between Expected and Actual Experience	2,376,686	0	2,376,686
Contributions-Employer	0	1,531,596	(1,531,596)
Contributions-Employees	0	1,023,287	(1,023,287)
Net Investment Income	0	6,122,182	(6,122,182)
Benefit Payments, Including Refunds of Employee Contributions	(2,911,674)	(2,911,674)	0
Administrative Expense	0	(60,646)	60,646
Net Changes	\$ 5,418,218	\$ 5,704,745	\$ (286,527)
Balance, June 30, 2024	\$ 66,699,500	\$ 68,625,605	\$ (1,926,105)

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

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government	54.84%	\$ 36,578,006	\$ 37,634,282 \$ (1,056,276)
School Department	41.36%	27,586,913	28,383,550 (796,637)
Public Utilities	3.80%	2,534,581	2,607,773 (73,192)
Total		\$ 66,699,500	\$ 68,625,605 \$ (1,926,105)

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

	1% Decrease 5.75%	Current	
		Discount Rate 6.75%	1% Increase 7.75%
Marshall County			
Net Pension Liability (Asset)	\$ 7,113,279	\$ (1,926,105)	\$ (9,316,596)

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, Marshall County recognized pension expense (negative pension expense) of \$1,844,395.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 2,479,510	\$ 266,096
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	717,463
Changes in Assumptions	777,739	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	<u>1,609,695</u>	N/A
Total	<u>\$ 4,866,944</u>	<u>\$ 983,559</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2024,” will be recognized as a reduction (increase) to net pension liability (asset) in the following 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	\$ 2,679,757	\$ 539,383
School Department	2,006,045	406,800
Public Utilities	<u>181,142</u>	<u>37,376</u>
Total	<u>\$ 4,866,944</u>	<u>\$ 983,559</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	\$ 975,709
2027	1,456,133
2028	219,672
2029	(377,824)
2030	0
Thereafter	0

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

Discretely Presented Marshall County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Marshall County, non-certified employees of the discretely presented Marshall County School Department, and employees of the discretely presented Marshall County Board of Public Utilities are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 54.84 percent, the non-certified employees of the discretely presented school department comprise 41.36 percent, and employees of the discretely presented Marshall County Board of Public Utilities comprise 3.8 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Marshall County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained 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 \$326,583, which is three percent of covered payroll. In addition, employer contributions of \$108,861, 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, 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 (\$283,665) 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 0.398067 percent. The proportion as of June 30, 2023, was 0.349856 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the Marshall County School Department recognized pension expense (negative pension expense) of \$235,622.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 23,432	\$ 87,150
Net Difference Between Projected and Actual Earnings on Pension Plan investments	0	47,850
Changes in Assumptions	112,723	0
Changes in Proportion of Net Pension Liability (Asset)	19,311	35,466
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	326,583	N/A
Total	\$ 482,049	\$ 170,466

The school department's employer contributions of \$326,583, 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	\$ (29,119)
2027	37,083
2028	(19,045)
2029	(18,783)
2030	4,227
Thereafter	10,637

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

Actuarial Assumptions. The total pension liability as of the June 30, 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	%
Developed Market		31
International Equity	5.37	14
Emerging Market		
International Equity	6.09	4
Private Equity and		
Strategic Lending	6.57	20
U.S. Fixed Income	1.20	20
Real Estate	4.38	10
Short-term Securities	0.00	1
 Total	 100	 %

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 748,117	\$ (283,665)	\$ (1,051,528)

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

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

General Information About the Pension Plan

Plan Description. Teachers of the Marshall County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained 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

Marshall County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$1,088,482, 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. Employer contributions to separately finance specific liabilities were \$15,852 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.

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 (\$9,094,892) 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 0.527895 percent. The proportion as of June 30, 2023, was 0.515953 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$1,852,401.

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	\$ 2,425,367	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,771,315
Changes in Proportion of Net Pension Liability (Asset)	12,766	241,521
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	<u>1,088,482</u>	<u>N/A</u>
Total	<u>\$ 3,526,615</u>	<u>\$ 2,012,836</u>

The school department's employer contributions of \$1,088,482 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	\$ (1,125,264)
2027	3,407,317
2028	(924,149)
2029	(932,607)
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 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 all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

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

Net Pension Liability (Asset) \$ 11,553,665 \$ (9,094,892) \$ (26,220,053)

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

2. Deferred Compensation

Marshall County, the Marshall County School Department, and the Marshall County Board of Public Utilities offer their employees a deferred compensation plan established pursuant to IRC Section 457. All costs of administering and funding this program are the responsibility

of plan participants. The Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 457 establishes participation, contribution, and withdrawal provisions for the plan.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion, which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$555,455 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

Discretely Presented Marshall County School Department

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

The school department's total OPEB liability for the plan was measured as of June 30, 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%, based on an average rating of AA/Aa as shown on the Bond Buyers 20-Year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 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 19 percent load for males and an 18 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

Changes in Assumptions. The discount rate changed from 3.65 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.

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

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

Benefits Provided. The Marshall County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA 8-27-301* establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Upon meeting requirements for full retirement with the Tennessee Consolidated Retirement System, an eligible employee must have at least 10 years of credible service to continue group health insurance coverage. With at least 15 years of non-consecutive service with the Marshall County School Department, of which, the last five years of service was with the school system participating in the LEP, retirees are eligible to receive a monthly direct subsidy toward the cost of their insurance premiums. The monthly subsidy is based on years of service and ranges from \$266 to \$391 for certified teachers and from \$581 to \$626 for support staff, based on the insurance plan selected by the retiree. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees' premiums based on years of service. Therefore, retirees with 30 or more

years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided by the state for enrollees of the health savings CDHP.

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

Inactive Employees Currently Receiving Benefits	32
Inactive Employees Entitled To But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	<u>374</u>
 Total	 <u>407</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 \$315,177 to the LEP for OPEB benefits as they came due.

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

	Share of Collective Liability		
	Marshall County School Department	State of TN	Total OPEB Liability
Balance July 1, 2023	\$ 7,967,836	\$ 4,133,600	\$ 12,101,436
Changes for the Year:			
Service Cost	\$ 332,864	\$ 156,498	\$ 489,362
Interest	307,701	144,667	452,368
Difference between Expected and Actual Experience	235,302	110,629	345,931
Changes in Assumptions	143,972	67,690	211,662
Change in Proportion	263,611	(263,611)	0
Benefit Payments	(270,624)	(127,236)	(397,860)
Net Changes	\$ 1,012,826	\$ 88,637	\$ 1,101,463
Balance June 30, 2024	\$ 8,980,662	\$ 4,222,237	\$ 13,202,899

The Marshall County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Marshall County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized \$377,485 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Marshall County School Department's proportionate share of the collective OPEB liability was 68.02 percent and the State of Tennessee's share was 31.98 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 \$1,162,793, 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 Actual and		
Expected Experience	\$ 912,148	\$ 391,576
Changes in Proportion	470,527	544,292
Changes of Assumptions	1,009,259	669,060
Benefits Paid After the Measurement Date		
of June 30, 2024	<u>315,177</u>	0
Total	<u><u>\$ 2,707,111</u></u>	<u><u>\$ 1,604,928</u></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	\$ 144,739
2027	144,739
2028	170,389
2029	97,293
2030	75,734
Thereafter	154,112

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	\$ 9,637,470	\$ 8,980,662	\$ 8,356,010

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

Healthcare Cost Trend Rate

	1%	Current	1%
Decrease	Rate	Increase	
9.68 to 3.5%	10.68 to 4.5%	11.68 to 5.5%	

H. Office of Central Accounting and Budgeting

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

I. Purchasing Laws

Office of County Mayor

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

Office of Highway Superintendent

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

Office of Director of Schools

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

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

A. Summary of Significant Accounting Policies

Reporting Entity and Introduction

The Marshall County Board of Public Utilities (the utility) is a discrete component unit of Marshall County, Tennessee. The utility is governed by a board of directors appointed by the Marshall County. In addition, the Marshall County commissioners approve the annual budget of the utility. The utility is

operated as an enterprise fund with self-balancing accounting records. Information relative to the county may be obtained by reading its separately issued financial statements.

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

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

Investments – The utility may make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit at state and federal chartered banks and savings and loan associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. They may make investments with longer maturities if various restrictions set out in the state law are followed.

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

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

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

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

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

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

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

Leases – Lessee: The utility is a lessee for one equipment lease. The utility recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the financial statements. At the commencement of a lease, the utility initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line bases over the lease term.

Key estimates and judgements related to leases include how the utility determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The utility uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the utility generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease and any extensions that are deemed reasonably certain to be exercised. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the utility is reasonably certain to exercise.

The utility monitors changes in circumstances that would require a remeasurement of its leases and will measure lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of the lease liabilities.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term liabilities on the statement of net position.

Compensated Absences – The utility recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled

(for example paid in cash to the employee or payment to an employee flex spending account) during or upon separation from employment. Based on the criteria listed, one type of leave qualifies for liability recognition for compensated absences – vacation. The liability for compensated absences is reported as incurred in the government-wide and proprietary fund financial statements. The liability for compensated absences includes salary-related benefits, where applicable.

Vacation – The utility's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment at the employee's current pay rate upon separation from employment.

Sick – The utility's policy permits employees to accumulate earned but unused sick leave. The utility's policies permit the accumulation, within certain limitations, of unused sick leave with vesting of unused amounts upon retirement with no monetary payouts.

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

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

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

Net position is displayed in three components:

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

Estimates

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

Revenues and Expenses

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

Impact of Recently Issued Accounting Pronouncement

In June 2022, the GASB issued Statement No. 101 – *Compensated Absences*, effective for financial statements for periods beginning after December 15, 2023. The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Additionally, that objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previous required disclosures. The adoption of this Statement is reflected in the utility's financial statements.

B. Detail Notes on Transaction Classes/Accounts

Cash and Investments

Deposits – The utility policies regarding deposits of cash are discussed in a previous note. The utility maintains checking accounts with local banks. Deposits are carried at cost plus accrued interest. The carrying amount of deposits is separately displayed on the balance sheet as “Cash and cash equivalents” and “investments”.

As of June 30, 2025, none of the utility's deposits were exposed to custodial credit risk due to being entirely covered by depository insurance (a combination of federal depository insurance and pledged collateral or coverage by the State's Bank Collateral Pool).

Investments – The utility investment policies are governed by State Statutes. As outlined in a previous note, permissible investments include direct obligations of the U.S. Government and agency securities, certificates of deposit, and savings accounts. Collateral is required for demand deposits, certificates of deposit, and repurchase agreements at 105% of all amounts not covered by federal deposit insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies and obligations of the State and its subdivisions. The utility has no policy that further limits allowable investments. The carrying amount of investments on June 30, 2025, was \$37,904,683.

Investment – Fair Value Disclosures

Investments and Derivative Instruments Measured at Fair Value

Investments Measured at Fair Value (\$ in millions)	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets	Significant Other Observable Inputs	Significant Unobservable Inputs	
	(Level 1)	(Level 2)	(Level 3)	
Debt securities				
U.S. Treasury Securities	\$ 3,948	\$ 0	\$ 0	0
U.S. Treasury Bonds	<u>33,955</u>			
Total investments by fair value level	\$ 37,903	\$ 0	\$ 0	0
Investments Measured at the net asset value (NAV)	<u>\$ 0</u>			
Total investments measured at fair value	<u>\$ 37,903</u>			

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

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

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

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

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

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

Investments that trade in markets that are not considered to be actively traded on a daily basis, but are valued based on quoted market prices, dealer and broker quotations, bid prices, or alternative pricing sources using observable inputs are classified within Level 2. These include certain U.S. Government and foreign obligations, investment grade corporate bonds and bank loans, certain mortgage and asset

backed securities, less liquid listed securities, certain government agency securities, and foreign currency exchange purchases and sales contracts. Common and collective trust funds, investment entities and short-term investment funds, whose underlying assets are primarily invested in securities that are actively traded, are fair valued based upon the redemption value of each unit on the last business day of the plan year.

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

Capital Assets

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

	Balance 7-1-24	Additions/ Adjustments	Disposals/ Adjustments	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 723,229	\$ 0	\$ 0	\$ 723,229
Construction in Progress	13,666,964	492,973	(8,003,583)	6,156,354
Total Capital Assets Not Depreciated	\$ 14,390,193	\$ 492,973	\$ (8,003,583)	\$ 6,879,583
Capital Assets Depreciated:				
Buildings and Improvements	\$ 979,951	\$ 0	\$ 0	\$ 979,951
Infrastructure	30,257,637	8,494,884	(125,000)	38,627,521
Other Capital Assets	1,161,096	111,072	(149,790)	1,122,378
Total Capital Assets Being Depreciated	\$ 32,398,684	\$ 8,605,956	\$ (274,790)	\$ 40,729,850
Less Accumulated Depreciation:				
Buildings and Improvements	\$ 401,390	\$ 25,520	\$ 0	\$ 426,910
Infrastructure	11,260,196	643,388	(20,000)	11,883,584
Other Capital Assets	1,136,586	33,582	(149,790)	1,020,378
Total Accumulated Depreciation	\$ 12,798,172	\$ 702,490	\$ (169,790)	\$ 13,330,872
Total Capital Assets Depreciated, Net	\$ 19,600,512	\$ 7,903,466	\$ (105,000)	\$ 27,398,978
Intangible Right-to-Use Assets:				
Leased Equipment	\$ 0	\$ 70,928	\$ 0	\$ 70,928
Less: Accumulated Amortization - Leases	0	(17,732)	0	(17,732)
Net Intangible Right-to-Use Assets	\$ 0	\$ 53,196	\$ 0	\$ 53,196
Total Business-type Capital Assets, Net	\$ 33,990,705	\$ 8,449,635	\$ (8,108,583)	\$ 34,331,757

Depreciation expense of \$685,594 and amortization of \$17,732 was recorded for the year ended June 30, 2025.

Accounts Payable

Payables are composed of payables to vendors.

Long-term Liabilities

Long-Term Debt – The utility is currently contributing funds to service the debt issued on its behalf by the primary government as noted in the table below. The debt is reflected in the government-wide financial statements and Debt Enterprise Fund of the primary government as Due from Component Units and Due to Primary Government in the Utility's financial statements. During the year the utility made payments to the primary government of \$395,593 for principal and \$1,901,501 for interest.

Bonds Payable:

Principal Payments Due to Marshall County

Water Revenue and Tax Refunding Bonds, Series 2016	\$ 4,195,000
Water Revenue and Tax Bond, Series 2020	3,251,709
Water Revenue Bond, Series 2024	<u>36,970,000</u>
	<u><u>\$ 44,416,709</u></u>

Annual Requirements to Retire Liability Outstanding with Marshall County

The annual aggregate maturities for each note payable for the years subsequent to June 30, 2025, are as follows:

Year Ending June 30	Series 2016		Series 2020		Series 2024	
	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 345,000	\$ 91,808	\$ 61,652	\$ 64,468	\$ 645,000	\$ 1,738,025
2027	350,000	84,907	62,895	63,225	675,000	1,705,775
2028	360,000	77,908	64,164	61,956	710,000	1,672,025
2029	365,000	70,707	65,460	60,660	745,000	1,636,525
2030	370,000	63,408	66,782	59,338	780,000	1,599,275
2031-2035	1,980,000	193,776	354,682	275,918	4,535,000	7,370,375
2036-2040	425,000	10,200	391,953	238,647	5,795,000	6,116,375
2041-2045	0	0	433,135	197,465	7,345,000	4,561,725
2046-2050	0	0	478,649	151,951	9,165,000	2,740,875
2051-2055	0	0	528,949	101,651	6,575,000	566,739
2056-2060	0	0	584,523	46,077	0	0
2061-2062	0	0	158,865	2,166	0	0
Total	<u>\$ 4,195,000</u>	<u>\$ 592,714</u>	<u>\$ 3,251,709</u>	<u>\$ 1,323,522</u>	<u>\$ 36,970,000</u>	<u>\$ 29,707,714</u>

Leases – The utility has one active lease for equipment. The lease liability was initially measured using the utility's incremental borrowing rate of 5%. The initial liability and the associated right-to-use asset was \$70,928. Annual lease payments under the lease agreement total \$19,520. As of June 30, 2025, the lease liability is \$54,274 and the right-to-use asset is \$53,196. For the year ended June 30, 2025, amortization expense of \$17,732 and interest expense of \$16,654 was recognized.

Future payments under the lease obligation are as follows:

Year Ending June 30	Equipment Lease		
	Principal	Interest	Total
2026	\$ 17,197	\$ 2,323	\$ 19,520
2027	18,076	1,443	19,519
2028	19,001	519	19,520
Total	\$ 54,274	\$ 4,285	\$ 58,559

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

	Balance 7-1-24	Additions	Retirements	Balance 6-30-25	Due within one year
Payable to Marshall Co - Bonds	\$ 44,812,302	\$ 0	\$ 395,593	\$ 44,416,709	\$ 1,051,652
Compensated Absences	41,254	813	0	42,067	42,067
Financing Liability - Right to Use Assets	0	70,928	16,654	54,274	17,197
Total long-term liabilities	\$ 44,853,556	\$ 71,741	\$ 412,247	\$ 44,513,050	\$ 1,110,916

C. *Stewardship, Compliance, and Accountability*

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

D. *Other Information*

Pension

Plan Description. Marshall County Board of Public Utilities participates in the Tennessee Consolidated Retirement System under the Marshall County, Tennessee plan. Employees are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multi-employer pension plan administered by the TCRS. The TCRS was created by state statute under Tennessee Code Annotated, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at Tennessee Department of Treasury website.

Benefits provided. Tennessee Code Annotated Title 8, Chapters 34-37 establishes the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with 5 years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available at age 55 and vested. Members vest with five years of service credit. Service-related disability benefits are provided regardless of length of service. Five years of service is required for nonservice-related disability eligibility. The service related and non-service-related disability benefits are determined in the same manner as a service retirement benefit but are reduced 10 percent and include projected service credits. A variety of death benefits are available under various eligibility criteria.

Member and beneficiary annuitants are entitled to automatic cost of living adjustments (COLAs) after retirement. A COLA is granted each July for annuitants retired prior to the 2nd of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar

year, capped at 3 percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest.

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

Inactive Employees or Beneficiaries Currently Receiving Benefits	0
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	15
Total	15

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute 5 percent of salary. Marshall County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2025, employer contributions for Marshall County Board of Public Utilities were \$57,367 based on a rate of 7.5 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Marshall County's state shared taxes if required employer contributions are not remitted. The employer's ADC and member contributions are expected to finance the cost of benefits earned during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Marshall County's net pension liability (asset) was measured as of June 30, 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 future real rates of return (expected returns, net of pension plan investment expense

and inflation) is developed for each major asset class. These best estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

Asset Class	Long-term Expected Real Rate of Return	Target Allocations
U.S. Equity	4.88	%
Developed Market		31
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 assumed that employee contributions will be made at the current rate and that contributions from Marshall County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2023	\$ 2,292,171	\$ 2,356,770	\$ (64,599)
Changes for the Year:			
Service Cost	\$ 68,168	\$ 0	\$ 68,168
Interest	158,054	0	158,054
Differences Between Expected and Actual Experience	90,314	0	90,314
Contributions-Employer	0	57,221	(57,221)
Contributions-Employees	0	38,147	(38,147)
Net Investment Income	0	232,643	(232,643)
Benefit Payments, Including Refunds of Employee Contributions	(110,644)	(110,644)	0
Administrative Expense	0	(2,882)	2,882
Net Changes	\$ 205,892	\$ 214,485	\$ (8,593)
Balance, June 30, 2024	\$ 2,498,063	\$ 2,571,255	\$ (73,192)

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

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government	54.84%	\$ 36,578,006	\$ 37,634,282
School Department	41.36%	27,586,913	28,383,550
Public Utilities	3.80%	2,534,581	2,607,773
Total		\$ 66,699,500	\$ 68,625,605
			\$ (1,926,105)

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

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 280,263	\$ (73,192)	\$ (367,074)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Expense (Negative Pension Expense). For the year ended June 30, 2024, Marshall County recognized pension expense of \$1,844,395. The utilities portion of this expense would be \$18,058, based on the allocation rate.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 94,221	\$ 10,112
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	27,264
Changes in Assumptions	29,554	0
Contributions Subsequent to the Measurement Date of June 30, 2024	57,367	N/A
Total	\$ 181,142	\$ 37,376

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

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	\$ 37,077
2027	55,333
2028	8,348
2029	(14,357)
2030	0
Thereafter	0

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

Risk Management

The utility is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year ended June 30, 2025, the utility purchased commercial insurance for all of the above risks. Settled claims have not exceeded commercial insurance coverage in any of the three past fiscal years.

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

casualty coverage. The utility joined the Local Government Property and Casualty Fund (LGPCF), which is a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The utility pays annual premiums to the LGPCF for their general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event. The utility participates in the Local Government Workers' Compensation Fund (LGWCF), a public entity risk pool established under provisions of Section 29-20-401, Tennessee Code Annotated, by the Tennessee County Services Association to provide a program of workers' compensation coverage to employees of local governments. The Marshall County Board of Public Utilities purchases commercial health insurance for employees. Pre-65 age retirees are not allowed to participate in the health insurance program. Settled claims have not exceeded this commercial coverage.

Commitments

The utility is committed to future capital expenditures for projects ongoing on June 30, 2025:

The utility has an ongoing Water Treatment Facility project with an estimated total cost of \$39,000,000. The utility has spent \$6.1 million as of June 30, 2025. This project is being funded by revenue bonds issued to Marshall County. The utility expects to complete this project by 2027.

The utility has approved an AMR/AMI Meter Implementation project with estimated costs of \$2,136,490 and expected to be completed by early 2026.

Error Corrections

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

The entries are as follows:

The utility made an entry to record capital assets that had not been recorded in prior years. The entry increased infrastructure \$106,345, increased machinery and equipment by \$15,124, increased the accumulated depreciation by \$16,897, and increased net position by \$104,572.

The utility also found some capital assets that were no longer at the utility and/or should have been expensed when purchased. The entry decreased capital assets by \$177,636, decreased accumulated depreciation by \$72,636, and decreased net position by \$105,000.

An entry was made to increase accrued interest payable and net position by \$153,044 due to amounts that were not recorded in the prior year.

	Net Position
6-30-24, as previously reported	\$ 31,622,702
Error correction - capital assets	104,572
Error correction - capital assets	(105,000)
Error correction - accrued interest payable	<u>(153,044)</u>
 6-30-24, as restated	 <u>\$ 31,469,230</u>

REQUIRED SUPPLEMENTARY INFORMATION SECTION

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

Primary Government

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service Cost	\$ 1,074,330	\$ 1,099,290	\$ 1,188,940	\$ 1,337,272	\$ 1,346,083	\$ 1,430,556	\$ 1,431,744	\$ 1,632,405	\$ 1,736,543	\$ 1,793,900
Interest	2,511,475	2,699,260	2,821,041	2,922,982	3,076,587	3,267,311	3,413,676	3,582,098	3,967,731	4,159,306
Differences Between Actual and Expected Experience	555,152	(504,622)	(501,622)	(141,570)	195,273	(520,168)	(663,325)	2,787,984	(266,863)	2,376,686
Change in Assumptions	0	0	935,711	0	0	0	3,888,703	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,580,468)	(1,743,780)	(1,775,873)	(2,002,704)	(2,014,905)	(2,128,583)	(2,191,534)	(2,385,501)	(2,401,585)	(2,911,674)
Net Change in Total Pension Liability	\$ 2,560,489	\$ 1,550,148	\$ 2,668,197	\$ 2,115,980	\$ 2,603,038	\$ 2,049,116	\$ 5,879,264	\$ 5,616,986	\$ 3,035,826	\$ 5,418,218
Total Pension Liability, Beginning	33,202,238	35,762,727	37,312,875	39,981,072	42,097,052	44,700,090	46,749,206	46,749,206	52,628,470	58,245,456
Total Pension Liability, Ending (a)	\$ 35,762,727	\$ 37,312,875	\$ 39,981,072	\$ 42,097,052	\$ 44,700,090	\$ 46,749,206	\$ 52,628,470	\$ 58,245,456	\$ 61,281,282	\$ 66,699,500
Plan Fiduciary Net Position										
Contributions - Employer	\$ 803,925	\$ 813,697	\$ 871,778	\$ 1,041,617	\$ 1,106,587	\$ 1,181,036	\$ 1,199,569	\$ 1,312,308	\$ 1,330,904	\$ 1,531,596
Contributions - Employee	609,918	606,001	665,448	696,649	739,361	797,627	843,103	924,495	913,682	1,023,287
Net Investment Income	1,091,679	961,943	4,182,657	3,386,484	3,270,661	2,330,942	12,674,556	(2,357,054)	3,969,544	6,122,182
Benefit Payments, Including Refunds of Employee Contributions	(1,580,468)	(1,743,780)	(1,775,873)	(2,002,704)	(2,014,905)	(2,128,583)	(2,191,534)	(2,385,501)	(2,401,585)	(2,911,674)
Administrative Expense	(22,195)	(32,656)	(39,506)	(43,635)	(41,633)	(43,474)	(43,299)	(47,850)	(48,669)	(60,646)
Other	0	3,240	0	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 902,859	\$ 608,445	\$ 3,904,504	\$ 3,078,411	\$ 3,060,071	\$ 2,137,548	\$ 12,482,395	\$ (2,553,602)	\$ 3,763,876	\$ 5,704,745
Plan Fiduciary Net Position, Beginning	35,536,353	36,439,212	37,047,657	37,047,657	44,030,572	47,090,643	49,228,191	61,710,586	59,156,984	62,920,860
Plan Fiduciary Net Position, Ending (b)	\$ 36,439,212	\$ 37,047,657	\$ 40,952,161	\$ 40,126,068	\$ 47,090,643	\$ 49,228,191	\$ 61,710,586	\$ 59,156,984	\$ 62,920,860	\$ 68,625,605
Net Pension Liability (Asset), Ending (a - b)	\$ (676,485)	\$ 265,218	\$ (971,089)	\$ 1,970,984	\$ (2,390,553)	\$ (2,478,985)	\$ (9,082,116)	\$ (911,528)	\$ (1,639,578)	\$ (1,926,105)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	101.89%	99.29%	102.43%	104.59%	105.35%	105.30%	117.26%	101.56%	102.68%	102.89%
Covered Payroll	\$ 12,192,494	\$ 12,241,399	\$ 13,228,793	\$ 13,888,192	\$ 14,754,470	\$ 15,747,128	\$ 15,987,206	\$ 17,251,965	\$ 17,744,052	\$ 20,353,866
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(5.55)%	2.17%	(7.34)%	(13.92)%	(16.20)%	(15.74)%	(56.81)%	(5.28)%	(9.24)%	(9.46)%

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

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

Primary Government

For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Actuarially Determined Contribution	\$ 813,697	\$ 613,816	\$ 622,191	\$ 675,756	\$ 708,621	\$ 719,741	\$ 787,385	\$ 1,000,840	\$ 1,206,985	\$ 1,272,732
Less: Contributions in Relation to the Actuarially Determined Contribution	(813,697)	(871,778)	(1,041,617)	(1,106,587)	(1,181,036)	(1,199,569)	(1,312,308)	(1,330,904)	(1,526,541)	(1,609,695)
Contribution Deficiency (Excess)	\$ 0	\$ (257,962)	\$ (419,426)	\$ (430,831)	\$ (472,415)	\$ (479,828)	\$ (524,923)	\$ (330,064)	\$ (319,556)	\$ (336,963)
Covered Payroll	\$ 12,241,399	\$ 13,228,793	\$ 13,888,192	\$ 14,754,470	\$ 15,747,128	\$ 15,987,206	\$ 17,251,965	\$ 17,744,052	\$ 20,353,866	\$ 21,462,600
Contributions as a Percentage of Covered Payroll	6.65%	6.59%	7.50%	7.50%	7.50%	7.50%	7.61%	7.50%	7.50%	7.50%

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

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 71,190	\$ 95,264	\$ 126,656	\$ 80,189	\$ 99,850	\$ 103,807	\$ 123,204	\$ 199,717	\$ 275,860	\$ 326,583
Less: Contributions in Relation to the Contractually Required Contribution	(71,190)	(95,264)	(126,656)	(80,189)	(99,850)	(103,807)	(123,204)	(199,717)	(275,860)	(326,583)
Contribution Deficiency (Excess)	\$ 0									
Covered Payroll	\$ 1,779,754	\$ 2,381,591	\$ 3,166,411	\$ 4,133,489	\$ 4,918,694	\$ 5,138,938	\$ 6,287,476	\$ 6,958,772	\$ 9,351,154	\$ 10,886,100
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	1.96%	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%

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 1,658,502	\$ 1,673,159	\$ 1,659,365	\$ 1,856,168	\$ 1,793,125	\$ 1,721,645	\$ 1,720,988	\$ 1,454,958	\$ 1,175,412	\$ 1,088,482
Less: Contributions in Relation to the Contractually Required Contribution	(1,658,502)	(1,673,159)	(1,659,365)	(1,856,168)	(1,793,125)	(1,721,645)	(1,720,988)	(1,454,958)	(1,175,412)	(1,088,482)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 18,346,239	\$ 18,508,367	\$ 18,274,936	\$ 17,745,372	\$ 16,868,537	\$ 16,763,816	\$ 16,708,615	\$ 16,744,784	\$ 17,260,077	\$ 17,114,497
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%	6.36%

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.515889%	0.404487%	0.362863%	0.362339%	0.390613%	0.389779%	0.356074%	0.358934%	0.349856%	0.398067%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (21,191)	\$ (42,108)	\$ (95,734)	\$ (164,331)	\$ (220,496)	\$ (221,644)	\$ (385,704)	\$ (108,730)	\$ (148,351)	\$ (283,665)
Covered Payroll	\$ 1,094,463	\$ 1,779,754	\$ 2,381,591	\$ 3,166,411	\$ 4,133,489	\$ 4,918,694	\$ 5,138,938	\$ 6,287,476	\$ 6,958,772	\$ 9,351,154
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.73)%	(2.13)%	(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%

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School Department's Proportion of the Net Pension Liability (Asset)	0.495244%	0.508235%	0.523583%	0.521892%	0.529217%	0.506828%	0.510754%	0.507716%	0.515953%	0.527895%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 202,869	\$ 3,176,187	\$ (171,307)	\$ (1,836,492)	\$ (5,441,301)	\$ (3,864,934)	\$ (22,030,062)	\$ (6,226,658)	\$ (6,082,945)	\$ (9,094,892)
Covered Payroll	\$ 18,539,464	\$ 18,346,239	\$ 18,508,367	\$ 18,274,936	\$ 17,745,372	\$ 16,868,537	\$ 16,763,816	\$ 16,708,615	\$ 16,744,784	\$ 17,260,077
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)%	(37.27)%	(36.33)%	(52.69)%
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%

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

Discretely Presented Marshall County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 538,139	\$ 498,120	\$ 687,311	\$ 500,235	\$ 537,477	\$ 593,743	\$ 458,779	\$ 489,362
Interest	261,492	315,270	401,421	346,335	227,312	238,637	378,948	452,368
Changes in Benefit Terms	0	0	(1,389,117)	0	0	(37,353)	0	0
Differences Between Actual and Expected Experience	0	1,184,072	236,897	(1,274,309)	242,912	356,699	293,355	345,931
Changes in Assumptions	(423,194)	452,558	(672,643)	1,062,282	(14,255)	(1,032,020)	908,563	211,662
Benefit Payments	(428,126)	(443,364)	(372,185)	(223,808)	(282,280)	(292,445)	(365,160)	(397,860)
Net Change in Total OPEB Liability	\$ (51,689)	\$ 2,006,656	\$ (1,108,316)	\$ 410,735	\$ 711,166	\$ (172,739)	\$ 1,674,485	\$ 1,101,463
Total OPEB Liability, Beginning	\$ 8,631,138	\$ 8,579,449	\$ 10,586,105	\$ 9,477,789	\$ 9,888,524	\$ 10,599,690	\$ 10,426,951	\$ 12,101,436
Total OPEB Liability, Ending	\$ 8,579,449	\$ 10,586,105	\$ 9,477,789	\$ 9,888,524	\$ 10,599,690	\$ 10,426,951	\$ 12,101,436	\$ 13,202,899
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 2,809,246	\$ 2,475,719	\$ 2,391,911	\$ 2,741,714	\$ 3,198,332	\$ 3,330,372	\$ 4,133,600	\$ 4,222,237
Employer Proportionate Share of the Total OPEB Liability	5,770,203	8,110,386	7,085,878	7,146,810	7,401,358	7,096,579	7,967,836	8,980,662
Covered Employee Payroll	\$ 27,319,044	\$ 28,084,801	\$ 27,672,700	\$ 27,590,968	\$ 27,884,165	\$ 29,114,268	\$ 30,255,400	\$ 34,586,816
Employer Proportionate Share of the Total OPEB Liability as a Percentage of Covered Employee Payroll	21.12%	28.88%	25.61%	25.90%	26.54%	24.37%	26.34%	25.97%

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

Note 2: Changes in assumptions.

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

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

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

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2025 were calculated based on the June 30, 2023, actuarial valuation.

Methods and assumptions used to determine contribution rates:

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

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

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

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

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

CAPITAL PROJECTS 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.

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

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

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

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

	Special Revenue Funds				Capital Projects Funds	
	Juvenile Services	Solid Waste / Sanitation	Drug Control	Total	Community Development/ Industrial Park	Highway Capital Projects
ASSETS						
Equity in Pooled Cash and Investments	\$ 8,220	\$ 3,087,112	\$ 97,523	\$ 3,192,855	\$ 1,122,581	\$ 1,033,804
Accounts Receivable	0	124,215	0	124,215	0	0
Due from Other Governments	0	144,184	0	144,184	529,905	0
Due from Other Funds	0	0	0	0	12,277	205,644
Property Taxes Receivable	0	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0	0
Total Assets	\$ 8,220	\$ 3,355,511	\$ 97,523	\$ 3,461,254	\$ 1,664,763	\$ 1,239,448
LIABILITIES						
Accounts Payable	\$ 0	\$ 56,206	\$ 0	\$ 56,206	\$ 58,460	\$ 0
Payroll Deductions Payable	0	5,443	0	5,443	0	0
Due to Component Units	0	0	0	0	1,560,169	0
Due to State of Tennessee	0	0	0	0	0	0
Total Liabilities	\$ 0	\$ 61,649	\$ 0	\$ 61,649	\$ 1,618,629	\$ 0

(Continued)

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

	Special Revenue Funds				Capital Projects Funds	
	Juvenile Services	Solid Waste / Sanitation	Drug Control	Total	Community Development/ Industrial Park	Highway Capital Projects
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0	0	0
Other Deferred/Unavailable Revenue	0	144,184	0	144,184	0	0
Total Deferred Inflows of Resources	\$ 0	\$ 144,184	\$ 0	\$ 144,184	\$ 0	\$ 0

FUND BALANCES

Restricted:

Restricted for Public Safety	\$ 0	\$ 0	\$ 97,523	\$ 97,523	\$ 0	\$ 0
Restricted for Capital Outlay	0	0	0	0	0	0
Restricted for Capital Projects	0	0	0	0	0	1,239,448

Committed:

Committed for Administration of Justice	8,220	0	0	8,220	0	0
Committed for Public Health and Welfare	0	3,149,678	0	3,149,678	0	0
Committed for Capital Projects	0	0	0	0	46,134	0

Assigned:

Assigned for Capital Outlay	0	0	0	0	0	0
Total Fund Balances	\$ 8,220	\$ 3,149,678	\$ 97,523	\$ 3,255,421	\$ 46,134	\$ 1,239,448

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$ 8,220	\$ 3,355,511	\$ 97,523	\$ 3,461,254	\$ 1,664,763	\$ 1,239,448
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(Continued)

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

	Capital Projects Funds (Cont.)			
	Other Capital Projects	Total		Total
			Nonmajor Governmental Funds	
ASSETS				
Equity in Pooled Cash and Investments	\$ 1,186,880	\$ 3,343,265	\$ 6,536,120	
Accounts Receivable	0	0	124,215	
Due from Other Governments	4,977	534,882	679,066	
Due from Other Funds	683	218,604	218,604	
Property Taxes Receivable	633,208	633,208	633,208	
Allowance for Uncollectible Property Taxes	(6,270)	(6,270)	(6,270)	
Total Assets	\$ 1,819,478	\$ 4,723,689	\$ 8,184,943	
LIABILITIES				
Accounts Payable	\$ 301	\$ 58,761	\$ 114,967	
Payroll Deductions Payable	0	0	5,443	
Due to Component Units	0	1,560,169	1,560,169	
Due to State of Tennessee	372	372	372	
Total Liabilities	\$ 673	\$ 1,619,302	\$ 1,680,951	

(Continued)

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

	Capital Projects Funds (Cont.)			Total Nonmajor Governmental Funds
	Other Capital Projects	Total		
Deferred Current Property Taxes	\$ 613,595	\$ 613,595	\$ 613,595	
Deferred Delinquent Property Taxes	12,006	12,006	12,006	
Other Deferred/Unavailable Revenue	0	0	0	144,184
Total Deferred Inflows of Resources	\$ 625,601	\$ 625,601	\$ 769,785	

FUND BALANCES

Restricted:

Restricted for Public Safety	\$ 0	\$ 0	\$ 97,523
Restricted for Capital Outlay	992,657	992,657	992,657
Restricted for Capital Projects	0	1,239,448	1,239,448

Committed:

Committed for Administration of Justice	0	0	8,220
Committed for Public Health and Welfare	0	0	3,149,678
Committed for Capital Projects	0	46,134	46,134

Assigned:

Assigned for Capital Outlay	200,547	200,547	200,547
Total Fund Balances	\$ 1,193,204	\$ 2,478,786	\$ 5,734,207

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$ 1,819,478 \$ 4,723,689 \$ 8,184,943

MARSHALL 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					Capital Projects Funds <i>Formerly Major</i>
	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Total	
Revenues						
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fines, Forfeitures, and Penalties	33,688	0	8,696	0	42,384	0
Charges for Current Services	0	912,422	0	108	912,530	0
Other Local Revenues	0	966,394	2,685	0	969,079	0
State of Tennessee	0	103,970	0	0	103,970	0
Federal Government	0	0	0	0	0	46,184
Other Governments and Citizens Groups	0	0	0	0	0	0
Total Revenues	\$ 33,688	\$ 1,982,786	\$ 11,381	\$ 108	\$ 2,027,963	\$ 46,184
Expenditures						
Current:						
Administration of Justice	\$ 3,340	\$ 0	\$ 0	\$ 0	\$ 3,340	\$ 0
Public Safety	0	0	19,655	108	19,763	0
Public Health and Welfare	0	1,895,067	0	0	1,895,067	0
Other Operations	0	0	0	0	0	58,460
Capital Projects	0	0	0	0	0	0
Total Expenditures	\$ 3,340	\$ 1,895,067	\$ 19,655	\$ 108	\$ 1,918,170	\$ 58,460

(Continued)

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

	Special Revenue Funds					Capital Projects Funds	
	<i>Juvenile Services</i>	<i>Solid Waste / Sanitation</i>	<i>Drug Control</i>	<i>Constitutional Officers - Fees</i>	<i>Total</i>	<i>Formerly Major</i>	<i>Community Development/ Industrial Park</i>
Excess (Deficiency) of Revenues Over Expenditures	\$ 30,348	\$ 87,719	\$ (8,274)	\$ 0	\$ 109,793	\$ (12,276)	
Other Financing Sources (Uses)							
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	12,277
Transfers Out		(45,000)	0	0	0	(45,000)	0
Total Other Financing Sources (Uses)	\$ (45,000)	\$ 0	\$ 0	\$ 0	\$ (45,000)	\$ 0	12,277
Net Change in Fund Balances	\$ (14,652)	\$ 87,719	\$ (8,274)	\$ 0	\$ 64,793	\$ 0	1
Change to or Within the Reporting Entity	0	0	0	0	0	0	46,133
Fund Balance, July 1, 2024	22,872	3,061,959	105,797	0	3,190,628	0	0
Fund Balance, June 30, 2025	\$ 8,220	\$ 3,149,678	\$ 97,523	\$ 0	\$ 3,255,421	\$ 0	46,134

(Continued)

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

	<i>Formerly</i>	<i>Major</i>		Total
	Highway	Other	Capital	Nonmajor
	Capital	Capital	Projects	Governmental
	Projects		Total	Funds
Revenues				
Local Taxes	\$ 308,834	\$ 55,474	\$ 364,308	\$ 364,308
Fines, Forfeitures, and Penalties	0	0	0	42,384
Charges for Current Services	0	0	0	912,530
Other Local Revenues	0	50,000	50,000	1,019,079
State of Tennessee	0	105,945	105,945	209,915
Federal Government	0	3,735	49,919	49,919
Other Governments and Citizens Groups	0	3,735	3,735	3,735
Total Revenues	\$ 308,834	\$ 218,889	\$ 573,907	\$ 2,601,870

Expenditures

Current:				
Administration of Justice	\$ 0	\$ 0	\$ 0	\$ 3,340
Public Safety	0	0	0	19,763
Public Health and Welfare	0	0	0	1,895,067
Other Operations	0	0	58,460	58,460
Capital Projects	982,401	2,776,472	3,758,873	3,758,873
Total Expenditures	\$ 982,401	\$ 2,776,472	\$ 3,817,333	\$ 5,735,503

(Continued)

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

<u>Capital Projects Funds (Cont.)</u>					
	<i>Formerly</i> <i>Major</i>				Total
	Highway Capital Projects	Other Capital Projects			Nonmajor Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ (673,567)	\$ (2,557,583)	\$ (3,243,426)	\$ (3,133,633)	
Other Financing Sources (Uses)					
Transfers In	\$ 0	\$ 1,000,684	\$ 1,012,961	\$ 1,012,961	
Transfers Out	0	0	0	(45,000)	
Total Other Financing Sources (Uses)	\$ 0	\$ 1,000,684	\$ 1,012,961	\$ 967,961	
Net Change in Fund Balances	\$ (673,567)	\$ (1,556,899)	\$ (2,230,465)	\$ (2,165,672)	
Change to or Within the Reporting Entity	0	2,750,103	2,796,236	2,796,236	
Fund Balance, July 1, 2024	1,913,015	0	1,913,015	5,103,643	
Fund Balance, June 30, 2025	\$ 1,239,448	\$ 1,193,204	\$ 2,478,786	\$ 5,734,207	

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**
Juvenile Services Fund
For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 33,688	\$ 25,000	\$ 26,878	\$ 6,810
Total Revenues	\$ 33,688	\$ 25,000	\$ 26,878	\$ 6,810
Expenditures				
Administration of Justice				
Juvenile Court	\$ 3,340	\$ 4,750	\$ 4,750	\$ 1,410
Total Expenditures	\$ 3,340	\$ 4,750	\$ 4,750	\$ 1,410
Excess (Deficiency) of Revenues Over Expenditures	\$ 30,348	\$ 20,250	\$ 22,128	\$ 8,220
Other Financing Sources (Uses)				
Transfers Out	\$ (45,000)	\$ (45,000)	\$ (45,000)	\$ 0
Total Other Financing Sources	\$ (45,000)	\$ (45,000)	\$ (45,000)	\$ 0
Net Change in Fund Balance	\$ (14,652)	\$ (24,750)	\$ (22,872)	\$ 8,220
Fund Balance, July 1, 2024	22,872	24,865	22,872	\$ 0
Fund Balance, June 30, 2025	\$ 8,220	\$ 115	\$ 0	\$ 8,220

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2025**

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Charges for Current Services	\$ 912,422	\$ 0	\$ 912,422	\$ 817,500	\$ 817,500	\$ 94,922
Other Local Revenues	966,394	0	966,394	725,000	725,000	241,394
State of Tennessee	103,970	0	103,970	65,100	256,883	(152,913)
Total Revenues	\$ 1,982,786	\$ 0	\$ 1,982,786	\$ 1,607,600	\$ 1,799,383	\$ 183,403
Expenditures						
Public Health and Welfare						
Sanitation Management	\$ 1,895,067	\$ (99,574)	\$ 1,795,493	\$ 1,848,634	\$ 2,088,362	\$ 292,869
Total Expenditures	\$ 1,895,067	\$ (99,574)	\$ 1,795,493	\$ 1,848,634	\$ 2,088,362	\$ 292,869
Excess (Deficiency) of Revenues Over Expenditures	\$ 87,719	\$ 99,574	\$ 187,293	\$ (241,034)	\$ (288,979)	\$ 476,272
Net Change in Fund Balance Fund Balance, July 1, 2024	\$ 87,719	\$ 99,574	\$ 187,293	\$ (241,034)	\$ (288,979)	\$ 476,272
	3,061,959	(99,574)	2,962,385	2,713,831	3,061,959	(99,574)
Fund Balance, June 30, 2025	\$ 3,149,678	\$ 0	\$ 3,149,678	\$ 2,472,797	\$ 2,772,980	\$ 376,698

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

Drug Control Fund

For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 8,696	\$ 7,125	\$ 7,125	\$ 1,571
Other Local Revenues	2,685	1,500	1,500	1,185
Total Revenues	<u>\$ 11,381</u>	<u>\$ 8,625</u>	<u>\$ 8,625</u>	<u>\$ 2,756</u>
Expenditures				
Public Safety				
Drug Enforcement	\$ 19,655	\$ 4,700	\$ 29,700	\$ 10,045
Total Expenditures	<u>\$ 19,655</u>	<u>\$ 4,700</u>	<u>\$ 29,700</u>	<u>\$ 10,045</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (8,274)</u>	<u>\$ 3,925</u>	<u>\$ (21,075)</u>	<u>\$ 12,801</u>
Net Change in Fund Balance	\$ (8,274)	\$ 3,925	\$ (21,075)	\$ 12,801
Fund Balance, July 1, 2024	105,797	104,793	105,797	0
Fund Balance, June 30, 2025	<u>\$ 97,523</u>	<u>\$ 108,718</u>	<u>\$ 84,722</u>	<u>\$ 12,801</u>

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget**
Community Development/Industrial Park Fund
For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Federal Government	\$ 46,184	\$ 0	\$ 70,840	\$ (24,656)
Total Revenues	\$ 46,184	\$ 0	\$ 70,840	\$ (24,656)
Expenditures				
Other Operations				
Other Economic and Community Development	\$ 58,460	\$ 0	\$ 70,840	\$ 12,380
Total Expenditures	\$ 58,460	\$ 0	\$ 70,840	\$ 12,380
Excess (Deficiency) of Revenues Over Expenditures	\$ (12,276)	\$ 0	\$ 0	\$ (12,276)
Other Financing Sources (Uses)				
Transfers In	\$ 12,277	\$ 0	\$ 0	\$ 12,277
Total Other Financing Sources	\$ 12,277	\$ 0	\$ 0	\$ 12,277
Net Change in Fund Balance	\$ 1	\$ 0	\$ 0	\$ 1
Changes to or Within the Financial Reporting Entity	46,133	0	0	46,133
Fund Balance, July 1, 2024	0	0	46,133	(46,133)
Fund Balance, June 30, 2025	\$ 46,134	\$ 0	\$ 46,133	\$ 1

MARSHALL COUNTY, TENNESSEE

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 308,834	\$ 0	\$ 300,000	\$ 8,834
Total Revenues	\$ 308,834	\$ 0	\$ 300,000	\$ 8,834
Expenditures				
Capital Projects				
Highway and Street Capital Projects	\$ 982,401	\$ 300,000	\$ 1,309,086	\$ 326,685
Total Expenditures	\$ 982,401	\$ 300,000	\$ 1,309,086	\$ 326,685
Excess (Deficiency) of Revenues Over Expenditures	\$ (673,567)	\$ (300,000)	\$ (1,009,086)	\$ 335,519
Other Financing Sources (Uses)				
Transfers In	\$ 0	\$ 300,000	\$ 0	\$ 0
Total Other Financing Sources	\$ 0	\$ 300,000	\$ 0	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2024	\$ (673,567)	\$ 0	\$ (1,009,086)	\$ 335,519
	1,913,015	865,057	1,913,015	0
Fund Balance, June 30, 2025	\$ 1,239,448	\$ 865,057	\$ 903,929	\$ 335,519

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**
Other Capital Projects Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 55,474	\$ 0	\$ 0	\$ 55,474	\$ 89,654	\$ 89,654	\$ (34,180)
Other Local Revenues	50,000	0	0	50,000	0	50,000	0
State of Tennessee	105,945	0	0	105,945	140,932	146,293	(40,348)
Federal Government	3,735	0	0	3,735	920,275	924,010	(920,275)
Other Governments and Citizens Groups	3,735	0	0	3,735	0	3,735	0
Total Revenues	\$ 218,889	\$ 0	\$ 0	\$ 218,889	\$ 1,150,861	\$ 1,213,692	\$ (994,803)
Expenditures							
Other Operations							
COVID-19 Grant C	\$ 0	\$ 0	\$ 0	\$ 0	\$ 920,275	\$ 1,020,275	\$ 1,020,275
Capital Projects							
General Administration Projects	1,140,857	0	0	1,140,857	0	1,140,857	0
Administration of Justice Projects	2,545	0	0	2,545	0	2,545	0
Public Safety Projects	684,568	0	0	684,568	100,632	685,723	1,155
Public Health and Welfare Projects	245,854	0	0	245,854	0	245,854	0
Social, Cultural, and Recreation Projects	26,374	0	0	26,374	0	26,374	0
Other General Government Projects	1,869	(200,047)	200,547	2,369	2,235,034	510,432	508,063
Highway and Street Capital Projects	674,405	0	0	674,405	0	700,783	26,378
Total Expenditures	\$ 2,776,472	\$ (200,047)	\$ 200,547	\$ 2,776,972	\$ 3,255,941	\$ 4,332,843	\$ 1,555,871
Excess (Deficiency) of Revenues Over Expenditures	\$ (2,557,583)	\$ 200,047	\$ (200,547)	\$ (2,558,083)	\$ (2,105,080)	\$ (3,119,151)	\$ 561,068
Other Financing Sources (Uses)							
Transfers In	\$ 1,000,684	\$ 0	\$ 0	\$ 1,000,684	\$ 0	\$ 1,000,000	\$ 684
Total Other Financing Sources	\$ 1,000,684	\$ 0	\$ 0	\$ 1,000,684	\$ 0	\$ 1,000,000	\$ 684
Net Change in Fund Balance	\$ (1,556,899)	\$ 200,047	\$ (200,547)	\$ (1,557,399)	\$ (2,105,080)	\$ (2,119,151)	\$ 561,752
Changes to or Within the Financial Reporting Entity	2,750,103	0	0	2,750,103	0	0	2,750,103
Fund Balance, July 1, 2024	0	(200,047)	0	(200,047)	3,487,346	2,750,103	(2,950,150)
Fund Balance, June 30, 2025	\$ 1,193,204	\$ 0	\$ (200,547)	\$ 992,657	\$ 1,382,266	\$ 630,952	\$ 361,705

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

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

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

General Debt Service Fund

For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 5,969,620	\$ 5,300,000	\$ 5,300,000	\$ 669,620
Total Revenues	\$ 5,969,620	\$ 5,300,000	\$ 5,300,000	\$ 669,620
Expenditures				
Principal on Debt				
Education	\$ 850,000	\$ 850,000	\$ 850,000	\$ 0
Interest on Debt				
Education	577,501	577,502	577,502	1
Other Debt Service				
Education	65,535	66,200	66,200	665
Capital Projects - Donated				
Capital Projects Donated to School Department	4,275,300	0	4,275,300	0
Total Expenditures	\$ 5,768,336	\$ 1,493,702	\$ 5,769,002	\$ 666
Excess (Deficiency) of Revenues				
Over Expenditures	\$ 201,284	\$ 3,806,298	\$ (469,002)	\$ 670,286
Net Change in Fund Balance				
Fund Balance, July 1, 2024	\$ 201,284	\$ 3,806,298	\$ (469,002)	\$ 670,286
	8,563,519	14,751,302	8,563,519	0
Fund Balance, June 30, 2025	\$ 8,764,803	\$ 18,557,600	\$ 8,094,517	\$ 670,286

CUSTODIAL FUNDS

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

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

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

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

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

Other Custodial Fund – The Other Custodial Fund is used to account for payroll processing of the Marshall County Emergency Communications District.

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

	Custodial Funds					
	Cities - Sales Tax	Cities - Property Tax	Community/ Development Custodial	Constitu - tional Officers - Custodial	Other Custodial	Total
ASSETS						
Cash	\$ 0	\$ 0	\$ 0	\$ 1,701,772	\$ 0	\$ 1,701,772
Equity in Pooled Cash and Investments	0	3,208	53,524	0	75,108	131,840
Accounts Receivable	0	0	0	18,942	45,777	64,719
Due from Other Governments	600,301	0	741	0	0	601,042
Total Assets	\$ 600,301	\$ 3,208	\$ 54,265	\$ 1,720,714	\$ 120,885	\$ 2,499,373
LIABILITIES						
Due to Other Taxing Units	\$ 600,301	\$ 3,208	\$ 0	\$ 0	\$ 0	\$ 603,509
Due to Litigants, Heirs, and Others	0	0	680	0	10,885	11,565
Total Liabilities	\$ 600,301	\$ 3,208	\$ 680	\$ 0	\$ 10,885	\$ 615,074
NET POSITION						
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 0	\$ 53,585	\$ 1,720,714	\$ 110,000	\$ 1,884,299
Total Net Position	\$ 0	\$ 0	\$ 53,585	\$ 1,720,714	\$ 110,000	\$ 1,884,299

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

	Custodial Funds					Total
	Cities - Sales Tax	Cities - Property Tax	Community Development Custodial	Constitu - tional Officers - Custodial	Other Custodial	
ADDITIONS						
Sales Tax Collections for Other Governments	\$ 3,488,366	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,488,366
Property Tax Collections for Other Governments	0	797,371	0	0	0	797,371
Fines/Fees and Other Collections	0	0	0	12,385,611	0	12,385,611
Other Collections	0	0	113,867	0	1,251,549	1,365,416
Total Additions	\$ 3,488,366	\$ 797,371	\$ 113,867	\$ 12,385,611	\$ 1,251,549	\$ 18,036,764
DEDUCTIONS						
Payment of Sales Tax Collections for Other Governments	\$ 3,488,366	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,488,366
Payment of Property Tax Collections for Other Governments	0	797,371	0	0	0	797,371
Payments to State	0	0	0	5,731,789	0	5,731,789
Payments to City	0	0	0	2,579,501	0	2,579,501
Payments to Individuals and Others	0	0	105,027	5,038,064	1,186,549	6,329,640
Total Deductions	\$ 3,488,366	\$ 797,371	\$ 105,027	\$ 13,349,354	\$ 1,186,549	\$ 18,926,667
Change in Net Position	\$ 0	\$ 0	\$ 8,840	\$ (963,743)	\$ 65,000	\$ (889,903)
Net Position July 1, 2024	0	0	44,745	2,684,457	45,000	2,774,202
Net Position June 30, 2025	\$ 0	\$ 0	\$ 53,585	\$ 1,720,714	\$ 110,000	\$ 1,884,299

MARSHALL COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

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

MARSHALL COUNTY, TENNESSEE
Statement of Activities
 Discretely Presented Marshall County School Department
For the Year Ended June 30, 2025

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities:					
Instruction	\$ 41,500,083	\$ 211,267	\$ 3,743,511	\$ 0	\$ (37,545,305)
Support Services	23,469,359	106,702	1,548,296	5,120,016	(16,694,345)
Operation of Non-instructional Services	6,913,751	3,068,110	2,999,367	0	(846,274)
Total Governmental Activities	<u>\$ 71,883,193</u>	<u>\$ 3,386,079</u>	<u>\$ 8,291,174</u>	<u>\$ 5,120,016</u>	<u>\$ (55,085,924)</u>
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 9,755,302
Local Option Sales Tax					5,042,150
Other Local Taxes					24,642
Grants and Contributions Not Restricted to Specific Programs					40,595,765
Unrestricted Investment Earnings					76,774
Miscellaneous					84,455
Total General Revenues					<u>\$ 55,579,088</u>
Change in Net Position					\$ 493,164
Net Position, July 1, 2024					87,558,864
Restatement - See Note I.D.10.					(316,477)
Net Position, June 30, 2025					<u>\$ 87,735,551</u>

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

Discretely Presented Marshall County School Department

June 30, 2025

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Governmental Funds	Total Governmental Funds	
ASSETS					
Cash	\$ 0	\$ 0	\$ 1,087,379	\$ 1,087,379	
Equity in Pooled Cash and Investments	12,043,431	3,720,656	2,512,033	18,276,120	
Accounts Receivable	0	0	770	770	
Due from Other Governments	2,801,612	0	210,555	3,012,167	
Property Taxes Receivable	9,471,631	0	0	9,471,631	
Allowance for Uncollectible Property Taxes	(93,792)	0	0	(93,792)	
Restricted Assets	885,804	0	0	885,804	
Total Assets	\$ 25,108,686	\$ 3,720,656	\$ 3,810,737	\$ 32,640,079	
LIABILITIES					
Accrued Payroll	\$ 499,048	\$ 0	\$ 7,000	\$ 506,048	
Payroll Deductions Payable	984,053	0	8,858	992,911	
Due to State of Tennessee	1,728	0	212	1,940	
Total Liabilities	\$ 1,484,829	\$ 0	\$ 16,070	\$ 1,500,899	
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	\$ 9,178,266	\$ 0	\$ 0	\$ 9,178,266	
Deferred Delinquent Property Taxes	179,591	0	0	179,591	
Other Deferred/Unavailable Revenue	410,000	0	0	410,000	
Total Deferred Inflows of Resources	\$ 9,767,857	\$ 0	\$ 0	\$ 9,767,857	
FUND BALANCES					
Restricted:					
Restricted for Education	\$ 0	\$ 0	\$ 3,112,692	\$ 3,112,692	
Restricted for Hybrid Retirement Stabilization Funds	885,804	0	0	885,804	
Committed:					
Committed for Education	0	3,148,614	600,000	3,748,614	
Assigned:					
Assigned for Education	2,232,733	572,042	81,975	2,886,750	
Unassigned	10,737,463	0	0	10,737,463	
Total Fund Balances	\$ 13,856,000	\$ 3,720,656	\$ 3,794,667	\$ 21,371,323	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 25,108,686	\$ 3,720,656	\$ 3,810,737	\$ 32,640,079	

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

Discretely Presented Marshall County School Department

June 30, 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)		\$ 21,371,323
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 2,804,140	
Add: construction in progress	841,818	
Add: buildings and improvements net of accumulated depreciation	49,835,999	
Add: infrastructure net of accumulated depreciation	83,197	
Add: other capital assets net of accumulated depreciation	<u>7,102,938</u>	60,668,092
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: compensated absences payable	\$ (614,777)	
Less: net OPEB liability	<u>(8,980,662)</u>	(9,595,439)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 6,014,709	
Less: deferred inflows of resources related to pensions	(2,590,102)	
Add: deferred outflows of resources related to OPEB	2,707,111	
Less: deferred inflows of resources related to OPEB	<u>(1,604,928)</u>	4,526,790
(4) Net pension assets of the agent, teacher retirement, and teacher legacy pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 796,637	
Add: net pension asset - teacher retirement plan	283,665	
Add: net pension asset - teacher legacy pension plan	<u>9,094,892</u>	10,175,194
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>589,591</u>
Net position of governmental activities (Exhibit A)		<u>\$ 87,735,551</u>

MARSHALL COUNTY, TENNESSEE

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

	Major Funds			Nonmajor Funds	
	General Purpose School	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds	
Revenues					
Local Taxes	\$ 14,794,910	\$ 0	\$ 0	\$ 14,794,910	
Licenses and Permits	2,384	0	0	2,384	
Charges for Current Services	317,969	0	1,207,820	1,525,789	
Other Local Revenues	243,973	0	1,861,125	2,105,098	
State of Tennessee	42,118,312	121,067	33,802	42,273,181	
Federal Government	245,730	0	6,268,979	6,514,709	
Other Governments and Citizens Groups	480,317	4,275,300	0	4,755,617	
Total Revenues	<u>\$ 58,203,595</u>	<u>\$ 4,396,367</u>	<u>\$ 9,371,726</u>	<u>\$ 71,971,688</u>	
Expenditures					
Current:					
Instruction	\$ 34,517,429	\$ 0	\$ 2,652,487	\$ 37,169,916	
Support Services	20,405,901	0	632,345	21,038,246	
Operation of Non-Instructional Services	513,189	0	6,113,862	6,627,051	
Capital Outlay	1,788,727	0	250,245	2,038,972	
Capital Projects	0	3,053,077	0	3,053,077	
Total Expenditures	<u>\$ 57,225,246</u>	<u>\$ 3,053,077</u>	<u>\$ 9,648,939</u>	<u>\$ 69,927,262</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 978,349</u>	<u>\$ 1,343,290</u>	<u>\$ (277,213)</u>	<u>\$ 2,044,426</u>	
Other Financing Sources (Uses)					
Insurance Recovery	\$ 50,178	\$ 0	\$ 0	\$ 50,178	
Transfers In	0	325,450	0	325,450	
Transfers Out	(325,450)	0	0	(325,450)	
Total Other Financing Sources (Uses)	<u>\$ (275,272)</u>	<u>\$ 325,450</u>	<u>\$ 0</u>	<u>\$ 50,178</u>	
Net Change in Fund Balances	<u>\$ 703,077</u>	<u>\$ 1,668,740</u>	<u>\$ (277,213)</u>	<u>\$ 2,094,604</u>	
Fund Balance, July 1, 2024	<u>13,152,923</u>	<u>2,051,916</u>	<u>4,071,880</u>	<u>19,276,719</u>	
Fund Balance, June 30, 2025	<u>\$ 13,856,000</u>	<u>\$ 3,720,656</u>	<u>\$ 3,794,667</u>	<u>\$ 21,371,323</u>	

MARSHALL COUNTY, TENNESSEE

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities**
Discretely Presented Marshall County School Department
For the Year Ended June 30, 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)	\$ 2,094,604
(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	\$ 3,035,420
Less: current-year depreciation expense	<u>(3,578,819)</u>
	(543,399)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Less: deferred delinquent property taxes and other deferred June 30, 2024	\$ (562,407)
Add: deferred delinquent property taxes and other deferred June 30, 2025	<u>589,591</u>
	27,184
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in compensated absences payable	\$ (21,697)
Change in net OPEB liability	(1,012,826)
Change in deferred outflows of resources related to pensions	(2,050,869)
Change in deferred outflows of resources related to OPEB	207,255
Change in deferred inflows of resources related to pensions	(1,865,190)
Change in deferred inflows of resources related to OPEB	335,440
Change in net pension asset - agent pension plan	175,401
Change in net pension asset - teacher retirement plan	135,314
Change in net pension asset - teacher legacy pension plan	<u>3,011,947</u>
	<u>(1,085,225)</u>
Change in net position of governmental activities (Exhibit B)	\$ 493,164

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

Discretely Presented Marshall County School Department

June 30, 2025

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	
ASSETS				
Cash	\$ 0	\$ 4,199	\$ 1,083,180	\$ 1,087,379
Equity in Pooled Cash and Investments	599,239	1,912,794	0	2,512,033
Accounts Receivable	0	770	0	770
Due from Other Governments	16,831	193,724	0	210,555
Total Assets	\$ 616,070	\$ 2,111,487	\$ 1,083,180	\$ 3,810,737
LIABILITIES				
Accrued Payroll	\$ 7,000	\$ 0	\$ 0	\$ 7,000
Payroll Deductions Payable	8,858	0	0	8,858
Due to State of Tennessee	212	0	0	212
Total Liabilities	\$ 16,070	\$ 0	\$ 0	\$ 16,070
FUND BALANCES				
Restricted:				
Restricted for Education	\$ 0	\$ 2,029,512	\$ 1,083,180	\$ 3,112,692
Committed:				
Committed for Education	600,000	0	0	600,000
Assigned:				
Assigned for Education	0	81,975	0	81,975
Total Fund Balances	\$ 600,000	\$ 2,111,487	\$ 1,083,180	\$ 3,794,667
Total Liabilities and Fund Balances	\$ 616,070	\$ 2,111,487	\$ 1,083,180	\$ 3,810,737

MARSHALL COUNTY, TENNESSEE

**Combining Statement of Revenues, Expenditures, and Changes
in Fund Balances - Nonmajor Governmental Funds**
Discretely Presented Marshall County School Department
For the Year Ended June 30, 2025

	Special Revenue Funds			Total Nonmajor Governmental Funds
	School Federal Projects	Central Cafeteria	Internal School	
Revenues				
Charges for Current Services	\$ 0	\$ 1,207,820	\$ 0	\$ 1,207,820
Other Local Revenues	0	835	1,860,290	1,861,125
State of Tennessee	7,000	26,802	0	33,802
Federal Government	3,535,077	2,733,902	0	6,268,979
Total Revenues	\$ 3,542,077	\$ 3,969,359	\$ 1,860,290	\$ 9,371,726
Expenditures				
Current:				
Instruction	\$ 2,652,487	\$ 0	\$ 0	\$ 2,652,487
Support Services	632,345	0	0	632,345
Operation of Non-Instructional Services	7,000	4,190,694	1,916,168	6,113,862
Capital Outlay	250,245	0	0	250,245
Total Expenditures	\$ 3,542,077	\$ 4,190,694	\$ 1,916,168	\$ 9,648,939
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (221,335)	\$ (55,878)	\$ (277,213)
Net Change in Fund Balances	\$ 0	\$ (221,335)	\$ (55,878)	\$ (277,213)
Fund Balance, July 1, 2024	600,000	2,332,822	1,139,058	4,071,880
Fund Balance, June 30, 2025	\$ 600,000	\$ 2,111,487	\$ 1,083,180	\$ 3,794,667

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**
Discretely Presented Marshall County School Department
General Purpose School Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Local Taxes	\$ 14,794,910	\$ 0	\$ 0	\$ 14,794,910	\$ 14,382,976	\$ 14,382,976	\$ 411,934
Licenses and Permits	2,384	0	0	2,384	2,000	2,000	384
Charges for Current Services	317,969	0	0	317,969	240,500	240,500	77,469
Other Local Revenues	243,973	0	0	243,973	87,000	87,000	156,973
State of Tennessee	42,118,312	0	0	42,118,312	40,665,431	44,562,633	(2,444,321)
Federal Government	245,730	0	0	245,730	0	307,122	(61,392)
Other Governments and Citizens Groups	480,317	0	0	480,317	0	480,317	0
Total Revenues	\$ 58,203,595	\$ 0	\$ 0	\$ 58,203,595	\$ 55,377,907	\$ 60,062,548	\$ (1,858,953)
Expenditures							
Instruction							
Regular Instruction Program	\$ 28,871,942	\$ (64,249)	\$ 564,566	\$ 29,372,259	\$ 28,379,442	\$ 29,496,031	\$ 123,772
Alternative Instruction Program	197,031	0	0	197,031	202,675	204,700	7,669
Special Education Program	3,503,596	0	0	3,503,596	3,827,322	3,561,145	57,549
Career and Technical Education Program	1,944,860	0	0	1,944,860	1,895,270	2,683,966	739,106
Support Services							
Attendance	476,181	0	255	476,436	430,322	484,420	7,984
Health Services	630,374	0	2,952	633,326	673,451	648,778	15,452
Other Student Support	1,256,723	0	0	1,256,723	1,290,155	1,265,213	8,490

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Support Services (Cont.)							
Regular Instruction Program	\$ 1,771,730	\$ (75)	\$ 6,820	\$ 1,778,475	\$ 1,797,581	\$ 1,805,081	\$ 26,606
Special Education Program	352,603	0	0	352,603	291,246	386,546	33,943
Career and Technical Education Program	198,573	0	0	198,573	202,654	207,974	9,401
Technology	1,189,035	(15,487)	7,774	1,181,322	722,007	1,202,575	21,253
Other Programs	128,768	0	0	128,768	0	128,768	0
Board of Education	727,435	(3,363)	8,768	732,840	738,803	766,663	33,823
Director of Schools	299,796	0	500	300,296	294,527	343,286	42,990
Office of the Principal	3,923,047	0	0	3,923,047	3,955,382	3,926,694	3,647
Fiscal Services	515,809	(9,358)	0	506,451	538,922	532,523	26,072
Human Services/Personnel	218,385	(298)	3,071	221,158	231,215	231,217	10,059
Operation of Plant	3,912,875	(13,755)	11,543	3,910,663	3,935,807	3,951,457	40,794
Maintenance of Plant	1,868,828	(99,529)	144,916	1,914,215	1,925,560	1,916,862	2,647
Transportation	2,617,867	(29,681)	148,045	2,736,231	2,644,653	2,824,976	88,745
Central and Other	317,872	0	0	317,872	317,995	309,445	(8,427)
Operation of Non-Instructional Services							
Food Service	30,171	0	0	30,171	0	29,553	(618)
Community Services	261,053	0	184	261,237	0	322,086	60,849
Early Childhood Education	221,965	0	0	221,965	231,844	223,644	1,679

(Continued)

MARSHALL COUNTY, TENNESSEE

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Expenditures (Cont.)							
Capital Outlay							
Regular Capital Outlay	\$ 1,788,727	\$ (1,887,915)	\$ 1,075,063	\$ 975,875	\$ 500,000	\$ 5,759,872	\$ 4,783,997
Total Expenditures	\$ 57,225,246	\$ (2,123,710)	\$ 1,974,457	\$ 57,075,993	\$ 55,026,833	\$ 63,213,475	\$ 6,137,482
Excess (Deficiency) of Revenues Over Expenditures	\$ 978,349	\$ 2,123,710	\$ (1,974,457)	\$ 1,127,602	\$ 351,074	\$ (3,150,927)	\$ 4,278,529
Other Financing Sources (Uses)							
Insurance Recovery	\$ 50,178	\$ 0	\$ 0	\$ 50,178	\$ 2,000	\$ 2,000	\$ 48,178
Transfers Out	(325,450)	0	0	(325,450)	(325,450)	(325,450)	0
Total Other Financing Sources	\$ (275,272)	\$ 0	\$ 0	\$ (275,272)	\$ (323,450)	\$ (323,450)	\$ 48,178
Net Change in Fund Balance Fund Balance, July 1, 2024	\$ 703,077	\$ 2,123,710	\$ (1,974,457)	\$ 852,330	\$ 27,624	\$ (3,474,377)	\$ 4,326,707
	13,152,923	(2,123,710)	0	11,029,213	8,790,599	13,152,923	(2,123,710)
Fund Balance, June 30, 2025	\$ 13,856,000	\$ 0	\$ (1,974,457)	\$ 11,881,543	\$ 8,818,223	\$ 9,678,546	\$ 2,202,997

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

Discretely Presented Marshall County School Department
School Federal Projects Fund
For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
State of Tennessee	\$ 7,000	\$ 0	\$ 7,000	\$ 0
Federal Government	3,535,077	3,131,490	4,245,815	(710,738)
Total Revenues	\$ 3,542,077	\$ 3,131,490	\$ 4,252,815	\$ (710,738)
Expenditures				
Instruction				
Regular Instruction Program	\$ 1,474,054	\$ 1,340,065	\$ 1,616,980	\$ 142,926
Special Education Program	1,105,306	1,116,077	1,414,428	309,122
Career and Technical Education Program	73,127	61,859	73,127	0
Support Services				
Other Student Support	21,119	37,378	29,393	8,274
Regular Instruction Program	268,178	265,018	409,571	141,393
Special Education Program	108,565	98,106	196,692	88,127
Career and Technical Education Program	6,468	7,065	6,468	0
Transportation	228,015	220,641	248,910	20,895
Operation of Non-Instructional Services				
Early Childhood Education	7,000	7,000	7,000	0
Capital Outlay				
Regular Capital Outlay	250,245	250,245	250,245	0
Total Expenditures	\$ 3,542,077	\$ 3,403,454	\$ 4,252,814	\$ 710,737
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ (271,964)	\$ 1	\$ (1)
Net Change in Fund Balance	\$ 0	\$ (271,964)	\$ 1	\$ (1)
Fund Balance, July 1, 2024	600,000	600,000	600,000	0
Fund Balance, June 30, 2025	\$ 600,000	\$ 328,036	\$ 600,001	\$ (1)

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**
Discretely Presented Marshall County School Department
Central Cafeteria Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
Charges for Current Services	\$ 1,207,820	\$ 0	\$ 0	\$ 1,207,820	\$ 1,366,270	\$ 1,366,270	\$ (158,450)
Other Local Revenues	835	0	0	835	26	26	809
State of Tennessee	26,802	0	0	26,802	27,438	27,438	(636)
Federal Government	2,733,902	0	0	2,733,902	2,547,130	2,547,130	186,772
Total Revenues	\$ 3,969,359	\$ 0	\$ 0	\$ 3,969,359	\$ 3,940,864	\$ 3,940,864	\$ 28,495
Expenditures							
Operation of Non-Instructional Services							
Food Service	\$ 4,190,694	\$ (27,933)	\$ 81,975	\$ 4,244,736	\$ 4,399,919	\$ 4,399,920	\$ 155,184
Total Expenditures	\$ 4,190,694	\$ (27,933)	\$ 81,975	\$ 4,244,736	\$ 4,399,919	\$ 4,399,920	\$ 155,184
Excess (Deficiency) of Revenues Over Expenditures	\$ (221,335)	\$ 27,933	\$ (81,975)	\$ (275,377)	\$ (459,055)	\$ (459,056)	\$ 183,679
Net Change in Fund Balance	\$ (221,335)	\$ 27,933	\$ (81,975)	\$ (275,377)	\$ (459,055)	\$ (459,056)	\$ 183,679
Fund Balance, July 1, 2024	2,332,822	(27,933)	0	2,304,889	2,128,815	2,332,822	(27,933)
Fund Balance, June 30, 2025	\$ 2,111,487	\$ 0	\$ (81,975)	\$ 2,029,512	\$ 1,669,760	\$ 1,873,766	\$ 155,746

MARSHALL COUNTY, TENNESSEE

**Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget**
Discretely Presented Marshall County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
State of Tennessee	\$ 121,067	\$ 0	\$ 0	\$ 121,067	\$ 125,000	\$ 125,000	\$ (3,933)
Other Governments and Citizens Groups	4,275,300	0	0	4,275,300	0	2,775,300	1,500,000
Total Revenues	\$ 4,396,367	\$ 0	\$ 0	\$ 4,396,367	\$ 125,000	\$ 2,900,300	\$ 1,496,067
Expenditures							
Capital Projects							
Education Capital Projects	\$ 3,053,077	\$ (1,345,505)	\$ 572,042	\$ 2,279,614	\$ 450,450	\$ 3,225,750	\$ 946,136
Total Expenditures	\$ 3,053,077	\$ (1,345,505)	\$ 572,042	\$ 2,279,614	\$ 450,450	\$ 3,225,750	\$ 946,136
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,343,290	\$ 1,345,505	\$ (572,042)	\$ 2,116,753	\$ (325,450)	\$ (325,450)	\$ 2,442,203
Other Financing Sources (Uses)							
Transfers In							
Total Other Financing Sources	\$ 325,450	\$ 0	\$ 0	\$ 325,450	\$ 325,450	\$ 325,450	\$ 0
Net Change in Fund Balance Fund Balance, July 1, 2024	\$ 1,668,740	\$ 1,345,505	\$ (572,042)	\$ 2,442,203	\$ 0	\$ 0	\$ 2,442,203
	2,051,916	(1,345,505)	0	706,411	465,746	2,051,916	(1,345,505)
Fund Balance, June 30, 2025	\$ 3,720,656	\$ 0	\$ (572,042)	\$ 3,148,614	\$ 465,746	\$ 2,051,916	\$ 1,096,698

MISCELLANEOUS SCHEDULES

MARSHALL COUNTY, TENNESSEE
Schedule of Changes in Long-term Bonds
For the Year Ended June 30, 2025

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Paid and/or Matured During Period	Outstanding 6-30-25
GOVERNMENTAL ACTIVITIES							
BONDS PAYABLE							
Payable through General Debt Service Fund							
GO School Improvement Bonds, Series 2013	\$ 5,945,000	3.86	% 12-23-13	10-1-43	\$ 4,595,000	\$ 155,000	\$ 4,440,000
GO School Improvement Bonds, Series 2014	5,550,000	2.81	10-14-14	12-1-44	4,270,000	135,000	4,135,000
GO School Improvement Bonds, Series 2015	8,000,000	3.02	1-20-15	10-1-44	6,320,000	215,000	6,105,000
GO School Refunding Bonds, Series 2016	5,060,000	1.78	3-23-16	5-1-31	2,560,000	345,000	2,215,000
Total Bonds Payable					\$ 17,745,000	\$ 850,000	\$ 16,895,000
BUSINESS-TYPE ACTIVITIES							
BONDS PAYABLE							
Payable from Public Utility Debt Enterprise Fund by							
Marshall County Board of Public Utilities							
Water Revenue and Tax Refunding Bonds, Series 2016	7,005,000	1.897	6-30-16	6-1-36	\$ 4,530,000	\$ 335,000	\$ 4,195,000
Water Revenue and Tax Bonds, Series 2020	3,347,000	2	11-9-23	8-1-61	3,312,302	60,593	3,251,709
Water Revenue Bond, Series 2024	36,970,000	4-5	1-29-24	6-1-53	36,970,000	0	36,970,000
Total Bonds Payable					\$ 44,812,302	\$ 395,593	\$ 44,416,709

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

GOVERNMENTAL ACTIVITIES

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 875,000	\$ 554,751	\$ 1,429,751
2027	900,000	530,964	1,430,964
2028	920,000	506,501	1,426,501
2029	950,000	480,845	1,430,845
2030	980,000	453,677	1,433,677
2031	1,015,000	424,376	1,439,376
2032	640,000	394,170	1,034,170
2033	670,000	372,983	1,042,983
2034	685,000	350,806	1,035,806
2035	710,000	327,410	1,037,410
2036	750,000	302,042	1,052,042
2037	775,000	274,888	1,049,888
2038	795,000	246,650	1,041,650
2039	820,000	217,420	1,037,420
2040	865,000	186,220	1,051,220
2041	905,000	152,723	1,057,723
2042	945,000	117,688	1,062,688
2043	980,000	81,203	1,061,203
2044	1,015,000	43,358	1,058,358
2045	700,000	12,044	712,044
Total	\$ 16,895,000	\$ 6,030,719	\$ 22,925,719

(Continued)

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

Year Ending June 30	Revenue Bonds		
	Principal	Interest	Total
2026	\$ 1,051,652	\$ 1,894,301	\$ 2,945,953
2027	1,087,895	1,853,908	2,941,803
2028	1,134,164	1,811,889	2,946,053
2029	1,175,460	1,767,893	2,943,353
2030	1,216,782	1,722,021	2,938,803
2031	1,268,131	1,674,272	2,942,403
2032	1,314,505	1,624,298	2,938,803
2033	1,370,908	1,571,232	2,942,140
2034	1,427,338	1,514,695	2,942,033
2035	1,488,800	1,455,590	2,944,390
2036	1,550,290	1,395,109	2,945,399
2037	1,176,809	1,330,336	2,507,145
2038	1,233,359	1,273,786	2,507,145
2039	1,294,941	1,214,454	2,509,395
2040	1,356,554	1,152,091	2,508,645
2041	1,418,199	1,086,696	2,504,895
2042	1,489,880	1,018,265	2,508,145
2043	1,561,592	946,303	2,507,895
2044	1,623,340	885,555	2,508,895
2045	1,685,124	822,371	2,507,495
2046	1,751,943	756,752	2,508,695
2047	1,833,798	671,897	2,505,695
2048	1,925,692	583,003	2,508,695
2049	2,017,622	489,573	2,507,195
2050	2,114,594	391,601	2,506,195
2051	2,201,606	303,952	2,505,558
2052	2,293,655	212,653	2,506,308
2053	2,390,747	117,468	2,508,215
2054	107,882	18,238	126,120
2055	110,059	16,061	126,120
2056	112,281	13,839	126,120
2057	114,545	11,575	126,120
2058	116,858	9,262	126,120
2059	119,216	6,904	126,120
2060	121,623	4,497	126,120
2061	124,080	2,040	126,120
2062	34,785	283	35,068
Total	\$ 44,416,709	\$ 31,624,662	\$ 76,041,371

MARSHALL COUNTY, TENNESSEE**Schedule of Transfers**

Primary Government and Discretely Presented Marshall County School Department

For the Year Ended June 30, 2025

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Community Development/Industrial Park	Capital expenditures	\$ 12,277
"	Other Capital Projects	"	1,000,684
Juvenile Services	General	Operations	<u>45,000</u>
Total Transfers Primary Government			<u><u>\$ 1,057,961</u></u>
DISCRETELY PRESENTED MARSHALL COUNTY SCHOOL DEPARTMENT			
General Purpose School	Education Capital Projects	Capital projects	\$ 325,450
Total Transfers Discretely Presented Marshall County School Department			<u><u>\$ 325,450</u></u>

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

Primary Government and Discretely Presented Marshall County School Department
For the Year Ended June 30, 2025

Official	Salary	Authorization	Bond	Surety
County Mayor Base salary/Total compensation	\$ <u>111,695</u>	Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Property and Casualty Fund
Highway Superintendent Base salary/Total compensation	\$ <u>104,776</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Director of Schools - Jacob Sorrells (7/1/24 - 3/20/25) Base salary Longevity Accrued vacation Cell phone allowance Dental and vision insurance premiums Total compensation	\$ 114,863 700 10,332 450 322 <u>\$ 126,667</u>	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Interim Director of Schools - Ginger Tepedino (3/21/25 - 5/31/25) Base salary/Total compensation	\$ 30,840	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Director of Schools - Dr. Justin Perry (6/1/25 - 6/30/25) Base salary Accrued vacation Cell phone allowance Total compensation Total Director of Schools compensation	\$ 12,907 1,851 109 <u>\$ 14,867</u> <u>\$ 172,374</u>	State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Trustee Base salary/Total compensation	\$ <u>95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Assessor of Property - Michelle Clark (7/1/24 - 8/31/24) Base salary/Total compensation	\$ <u>16,486</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Assessor of Property - Jennifer Neill (9/1/24 - 6/30/25) Base salary/Total compensation Total Assessor of Property compensation	\$ 78,765 <u>\$ 95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
County Clerk Base salary/Total compensation	\$ <u>95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund

(Continued)

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

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

Official	Salary	Authorization	Bond	Surety
Circuit, General Sessions, and Juvenile Courts Clerk Base salary/Total compensation	\$ <u>95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Clerk and Master Base salary/Total compensation	\$ <u>95,251</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Register of Deeds - Jennifer Neill (7/1/24 - 8/31/24) Base salary/Total compensation	\$ <u>16,486</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Register of Deeds - Curtis Johnson (9/1/24 - 6/30/25) Base salary/Total compensation	\$ <u>78,765</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Total Register of Deeds compensation	\$ <u>95,251</u>			
Sheriff Base salary Law enforcement training supplement Law enforcement retention bonus Total compensation	\$ 104,776 800 800 \$ <u>106,376</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Property and Casualty Fund
Administrator of Elections Base salary/Total compensation	\$ <u>85,726</u>	Section 2-12-208, <i>TCA</i>		
Director of Accounts and Budgets Base salary Longevity Total compensation	\$ 104,540 250 \$ <u>104,790</u>	Chapter 17, Private Acts of 2005, and County Commission	(1)	Local Government Property and Casualty Fund
Employee Blanket Bonds: Employee Fidelity - County Departments Employee Fidelity - School Department			400,000 500,000	Local Government Property and Casualty Fund Tennessee Risk Management Trust

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

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 10,785,955	\$ 0	\$ 0	\$ 0	\$ 0	\$ 518,750
Trustee's Collections - Prior Year	231,918	0	0	0	0	11,129
Trustee's Collections - Bankruptcy	15	0	0	0	0	1
Circuit Clerk/Clerk and Master Collections - Prior Years	72,630	0	0	0	0	3,397
Interest and Penalty	48,738	0	0	0	0	2,338
Payments in-Lieu-of Taxes - T.V.A.	6,945	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	142,344	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	287,153	0	0	0	0	0
County Local Option Taxes						
Local Option Sales Tax	834,220	0	0	0	0	0
Hotel/Motel Tax	238,855	0	0	0	0	0
Wheel Tax	85,692	0	0	0	0	257,077
Litigation Tax - General	158,784	0	0	0	0	0
Litigation Tax - Special Purpose	15,813	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	80,398	0	0	0	0	0
Litigation Tax - Courthouse Security	57,678	0	0	0	0	0
Business Tax	494,468	0	0	0	0	0
Mixed Drink Tax	2,054	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Local Taxes (Cont.)						
County Local Option Taxes (Cont.)						
Mineral Severance Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 264,264
Adequate Facilities/Development Tax	300,000	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	237,860	0	0	0	0	0
Wholesale Beer Tax	111,256	0	0	0	0	0
Total Local Taxes	\$ 14,192,776	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,056,956
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 48,885	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Permits						
Beer Permits	1,710	0	0	0	0	0
Building Permits	507,153	0	0	0	0	0
Other Permits	705	0	0	0	0	0
Total Licenses and Permits	\$ 558,453	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 3,014	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	6,292	0	0	0	0	0
Drug Control Fines	0	0	0	2,084	0	0
Drug Court Fees	0	0	0	1,121	0	0
DUI Treatment Fines	190	0	0	0	0	0
Data Entry Fee - Circuit Court	2,307	0	0	0	0	0
Courtroom Security Fee	126	0	0	0	0	0
General Sessions Court						
Fines	12,321	0	0	0	0	0
Officers Costs	36,389	0	0	0	0	0
Game and Fish Fines	20	0	0	0	0	0
Drug Control Fines	0	0	0	2,598	0	0
Drug Court Fees	0	0	0	2,584	0	0
Jail Fees	0	0	0	19	0	0
DUI Treatment Fines	5,176	0	0	0	0	0
Data Entry Fee - General Sessions Court	7,825	0	0	0	0	0
Courtroom Security Fee	441	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Fines, Forfeitures, and Penalties (Cont.)						
Juvenile Court						
Fines	\$ 2,272	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	984	0	0	0	0	0
Data Entry Fee - Juvenile Court	17,018	0	0	0	0	0
Courtroom Security Fee	2	0	0	0	0	0
Chancery Court						
Officers Costs	3,572	0	0	0	0	0
Data Entry Fee - Chancery Court	5,395	0	0	0	0	0
Other Courts - In-county						
Fines	0	33,688	0	0	0	0
Judicial District Drug Program						
Fines	806	0	0	0	0	0
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	0	290	0	0
Other Fines, Forfeitures, and Penalties	1,900	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 106,050	\$ 33,688	\$ 0	\$ 8,696	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Charges for Current Services						
General Service Charges						
Tipping Fees	\$ 0	\$ 0	\$ 280,079	\$ 0	\$ 0	\$ 0
Surcharge - Host Agency	0	0	594,511	0	0	0
Surcharge - General	0	0	12,636	0	0	0
Patient Charges	1,794,416	0	0	0	0	0
Zoning Studies	20,750	0	0	0	0	0
Other General Service Charges	13,550	0	25,196	0	0	0
Service Charges	5,672	0	0	0	0	0
Fees						
Copy Fees	6,608	0	0	0	0	0
Library Fees	53	0	0	0	0	0
Telephone Commissions	78,993	0	0	0	0	0
Vending Machine Collections	12,688	0	0	0	0	0
Additional Fees - Titling and Registration	52,173	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	108	0
Data Processing Fee - Register	12,914	0	0	0	0	0
Probation Fees	126,547	0	0	0	0	0
Data Processing Fee - Sheriff	3,065	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	4,858	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Charges for Current Services (Cont.)						
Fees (Cont.)						
Data Processing Fee - County Clerk	\$ 5,472	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Vehicle Insurance Coverage and Reinstatement Fees	10,395	0	0	0	0	0
Education Charges						
Other Charges for Services	5,000	0	0	0	0	0
Total Charges for Current Services	\$ 2,153,154	\$ 0	\$ 912,422	\$ 0	\$ 108	\$ 0
Other Local Revenues						
Recurring Items						
Investment Income	\$ 1,756,528	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Lease/Rentals/PPP	7,000	0	0	0	0	0
Sale of Maps	25	0	0	0	0	0
Sale of Recycled Materials	0	0	641,841	0	0	1,598
E-Rate Funding	5,536	0	0	0	0	0
Rebates	0	0	0	0	0	0
Miscellaneous Refunds	43,523	0	4,493	0	0	0
Expenditure Credits	1,370	0	0	0	0	0
Nonrecurring Items						
Sale of Equipment	14,751	0	0	0	0	44,655

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Other Local Revenues (Cont.)						
Nonrecurring Items (Cont.)						
Damages Recovered from Individuals	\$ 586	\$ 0	\$ 60	\$ 0	\$ 0	\$ 0
Contributions and Gifts	2,079	0	320,000	2,685	0	0
Other Local Revenues						
Other Local Revenues	3,545	0	0	0	0	0
Total Other Local Revenues	\$ 1,834,943	\$ 0	\$ 966,394	\$ 2,685	\$ 0	\$ 46,253
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 655,342	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	118,149	0	0	0	0	0
General Sessions Court Clerk	156,515	0	0	0	0	0
Clerk and Master	115,268	0	0	0	0	0
Juvenile Court Clerk	43,554	0	0	0	0	0
Register	226,902	0	0	0	0	0
Sheriff	22,141	0	0	0	0	0
Trustee	764,325	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,102,196	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	82,735	0	0	0
Other General Government Grants	212,306	0	0	0	0	0
Public Safety Grants						
Law Enforcement Training Programs	53,600	0	0	0	0	0
School Resource Officer Grants	690,320	0	0	0	0	0
Other Public Safety Grants	0	0	0	0	0	0
Health and Welfare Grants						
Emergency Medical Services Training Programs	13,600	0	0	0	0	0
Other Health and Welfare Grants	185,247	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	0	266,602
Other State Revenues						
Beer Tax	17,752	0	0	0	0	0
Vehicle Certificate of Title Fees	10,911	0	0	0	0	0
Alcoholic Beverage Tax	86,412	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	132,366	0	0	0	0	0
State Revenue Sharing - T.V.A.	356,022	0	0	0	0	17,085

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
State Revenue Sharing - Telecommunications	\$ 153,573	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
State Shared Sports Gaming Privilege Tax	40,606	0	0	0	0	0
Contracted Prisoner Boarding	525,005	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	2,470,268
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	29,775
Petroleum Special Tax	0	0	0	0	0	20,844
Registrar's Salary Supplement	15,164	0	0	0	0	0
State Shared Sales Tax - Cities	11,042	0	0	0	0	0
Other State Grants	3,380	0	0	0	0	0
Other State Revenues	1,275	0	21,235	0	0	0
Total State of Tennessee	\$ 2,517,581	\$ 0	\$ 103,970	\$ 0	\$ 0	\$ 2,804,574

Federal Government**Federal Through State**

Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Homeland Security Grants	66,420	0	0	0	0	0
American Rescue Plan Act Grant #3	32,455	0	0	0	0	0
Other Federal through State	58,499	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Juvenile Services	Solid Waste / Sanitation	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works
Federal Government (Cont.)						
Direct Federal Revenue						
Other Direct Federal Revenue	\$ 7,838	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Federal Government	<u>\$ 165,212</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Other Governments and Citizens Groups						
Other Governments						
Prisoner Board	\$ 41,180	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	11,118	0	0	0	0	0
Contracted Services	19,441	0	0	0	0	0
Citizens Groups						
Donations	1,732	0	0	0	0	0
Other						
Other	34,757	0	0	0	0	0
Opioid Settlement Funds - Past Remediation	78,016	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 186,244</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 23,816,609</u>	<u>\$ 33,688</u>	<u>\$ 1,982,786</u>	<u>\$ 11,381</u>	<u>\$ 108</u>	<u>\$ 3,907,783</u>

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		General Debt Service	Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects	
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 0	\$ 0	\$ 0	\$ 53,761	\$ 11,358,466	
Trustee's Collections - Prior Year	0	0	0	1,130	244,177	
Trustee's Collections - Bankruptcy	0	0	0	0	16	
Circuit Clerk/Clerk and Master Collections - Prior Years	0	0	0	345	76,372	
Interest and Penalty	0	0	0	238	51,314	
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	6,945	
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	142,344	
Payments in-Lieu-of Taxes - Other	0	0	0	0	287,153	
County Local Option Taxes						
Local Option Sales Tax	4,598,540	0	0	0	5,432,760	
Hotel/Motel Tax	0	0	0	0	238,855	
Wheel Tax	1,371,080	0	0	0	1,713,849	
Litigation Tax - General	0	0	0	0	158,784	
Litigation Tax - Special Purpose	0	0	0	0	15,813	
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	80,398	
Litigation Tax - Courthouse Security	0	0	0	0	57,678	
Business Tax	0	0	0	0	494,468	
Mixed Drink Tax	0	0	0	0	2,054	

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
Local Taxes (Cont.)						
County Local Option Taxes (Cont.)						
Mineral Severance Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 264,264
Adequate Facilities/Development Tax	0	0	308,834	0	0	608,834
Statutory Local Taxes						
Bank Excise Tax	0	0	0	0	0	237,860
Wholesale Beer Tax	0	0	0	0	0	111,256
Total Local Taxes	\$ 5,969,620	\$ 0	\$ 308,834	\$ 55,474	\$ 21,583,660	
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 48,885
Permits						
Beer Permits	0	0	0	0	0	1,710
Building Permits	0	0	0	0	0	507,153
Other Permits	0	0	0	0	0	705
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 558,453

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total	
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects			
		\$ 0	\$ 0	\$ 0	\$ 0		
Fines, Forfeitures, and Penalties							
Circuit Court							
Fines		\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,014	
Officers Costs		0	0	0	0	6,292	
Drug Control Fines		0	0	0	0	2,084	
Drug Court Fees		0	0	0	0	1,121	
DUI Treatment Fines		0	0	0	0	190	
Data Entry Fee - Circuit Court		0	0	0	0	2,307	
Courtroom Security Fee		0	0	0	0	126	
General Sessions Court							
Fines		0	0	0	0	12,321	
Officers Costs		0	0	0	0	36,389	
Game and Fish Fines		0	0	0	0	20	
Drug Control Fines		0	0	0	0	2,598	
Drug Court Fees		0	0	0	0	2,584	
Jail Fees		0	0	0	0	19	
DUI Treatment Fines		0	0	0	0	5,176	
Data Entry Fee - General Sessions Court		0	0	0	0	7,825	
Courtroom Security Fee		0	0	0	0	441	

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		General Debt Service	Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects	
Fines, Forfeitures, and Penalties (Cont.)						
Juvenile Court						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,272
Officers Costs	0	0	0	0	0	984
Data Entry Fee - Juvenile Court	0	0	0	0	0	17,018
Courtroom Security Fee	0	0	0	0	0	2
Chancery Court						
Officers Costs	0	0	0	0	0	3,572
Data Entry Fee - Chancery Court	0	0	0	0	0	5,395
Other Courts - In-county						
Fines	0	0	0	0	0	33,688
Judicial District Drug Program						
Fines	0	0	0	0	0	806
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	0	0	0	0	0	290
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	1,900
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	148,434

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
Charges for Current Services						
General Service Charges						
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	280,079
Surcharge - Host Agency	0	0	0	0	0	594,511
Surcharge - General	0	0	0	0	0	12,636
Patient Charges	0	0	0	0	0	1,794,416
Zoning Studies	0	0	0	0	0	20,750
Other General Service Charges	0	0	0	0	0	38,746
Service Charges	0	0	0	0	0	5,672
Fees						
Copy Fees	0	0	0	0	0	6,608
Library Fees	0	0	0	0	0	53
Telephone Commissions	0	0	0	0	0	78,993
Vending Machine Collections	0	0	0	0	0	12,688
Additional Fees - Titling and Registration	0	0	0	0	0	52,173
Constitutional Officers' Fees and Commissions	0	0	0	0	0	108
Data Processing Fee - Register	0	0	0	0	0	12,914
Probation Fees	0	0	0	0	0	126,547
Data Processing Fee - Sheriff	0	0	0	0	0	3,065
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	4,858

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
Charges for Current Services (Cont.)						
Fees (Cont.)						
Data Processing Fee - County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	5,472
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	0	0	10,395
Education Charges						
Other Charges for Services	0	0	0	0	0	5,000
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	3,065,684
Other Local Revenues						
Recurring Items						
Investment Income	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	1,756,528
Lease/Rentals/PPP	0	0	0	0	0	7,000
Sale of Maps	0	0	0	0	0	25
Sale of Recycled Materials	0	0	0	0	0	643,439
E-Rate Funding	0	0	0	0	0	5,536
Rebates	0	0	0	50,000	50,000	50,000
Miscellaneous Refunds	0	0	0	0	0	48,016
Expenditure Credits	0	0	0	0	0	1,370
Nonrecurring Items						
Sale of Equipment	0	0	0	0	0	59,406

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
Other Local Revenues (Cont.)						
Nonrecurring Items (Cont.)						
Damages Recovered from Individuals	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	646
Contributions and Gifts	0	0	0	0	0	324,764
Other Local Revenues						
Other Local Revenues	0	0	0	0	0	3,545
Total Other Local Revenues	\$ 0	\$ 0	\$ 0	\$ 50,000	\$ 2,900,275	
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	655,342
Circuit Court Clerk	0	0	0	0	0	118,149
General Sessions Court Clerk	0	0	0	0	0	156,515
Clerk and Master	0	0	0	0	0	115,268
Juvenile Court Clerk	0	0	0	0	0	43,554
Register	0	0	0	0	0	226,902
Sheriff	0	0	0	0	0	22,141
Trustee	0	0	0	0	0	764,325
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	2,102,196

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		General Debt Service	Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects	
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	9,000
Solid Waste Grants	0	0	0	0	0	82,735
Other General Government Grants	0	0	0	0	0	212,306
Public Safety Grants						
Law Enforcement Training Programs	0	0	0	0	0	53,600
School Resource Officer Grants	0	0	0	0	0	690,320
Other Public Safety Grants	0	0	0	0	99,105	99,105
Health and Welfare Grants						
Emergency Medical Services Training Programs	0	0	0	0	0	13,600
Other Health and Welfare Grants	0	0	0	0	0	185,247
Public Works Grants						
State Aid Program	0	0	0	0	0	266,602
Other State Revenues						
Beer Tax	0	0	0	0	0	17,752
Vehicle Certificate of Title Fees	0	0	0	0	0	10,911
Alcoholic Beverage Tax	0	0	0	0	0	86,412
Opioid Settlement Funds - TN Abatement Council	0	0	0	0	0	132,366
State Revenue Sharing - T.V.A.	0	0	0	0	1,735	374,842

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects		
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
State Revenue Sharing - Telecommunications	\$ 0	\$ 0	\$ 0	\$ 0	\$ 153,573	
State Shared Sports Gaming Privilege Tax	0	0	0	0	40,606	
Contracted Prisoner Boarding	0	0	0	0	525,005	
Gasoline and Motor Fuel Tax	0	0	0	0	2,470,268	
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	29,775	
Petroleum Special Tax	0	0	0	0	20,844	
Registrar's Salary Supplement	0	0	0	0	15,164	
State Shared Sales Tax - Cities	0	0	0	0	11,042	
Other State Grants	0	0	0	5,105	8,485	
Other State Revenues	0	0	0	0	22,510	
Total State of Tennessee	\$ 0	\$ 0	\$ 0	\$ 105,945	\$ 5,532,070	

Federal Government**Federal Through State**

Community Development	\$ 0	\$ 46,184	\$ 0	\$ 0	\$ 46,184
Homeland Security Grants	0	0	0	0	66,420
American Rescue Plan Act Grant #3	0	0	0	0	32,455
Other Federal through State	0	0	0	3,735	62,234

(Continued)

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

	Debt Service Fund	Capital Projects Funds				Total
		General Debt Service	Community Development/ Industrial Park	Highway Capital Projects	Other Capital Projects	
Federal Government (Cont.)						
Direct Federal Revenue						
Other Direct Federal Revenue	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,838
Total Federal Government	\$ 0	\$ 46,184	\$ 0	\$ 3,735	\$ 0	\$ 215,131
Other Governments and Citizens Groups						
Other Governments						
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 41,180
Contributions	0	0	0	0	0	11,118
Contracted Services	0	0	0	0	0	19,441
Citizens Groups						
Donations	0	0	0	3,735	0	5,467
Other						
Other	0	0	0	0	0	34,757
Opioid Settlement Funds - Past Remediation	0	0	0	0	0	78,016
Total Other Governments and Citizens Groups	\$ 0	\$ 0	\$ 0	\$ 3,735	\$ 0	\$ 189,979
Total	\$ 5,969,620	\$ 46,184	\$ 308,834	\$ 218,889	\$ 0	\$ 36,295,882

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

Discretely Presented Marshall 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	Education Capital Projects	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 9,421,041	\$ 0	\$ 0	\$ 0	\$ 0	\$ 9,421,041
Trustee's Collections - Prior Year	202,633	0	0	0	0	202,633
Trustee's Collections - Bankruptcy	13	0	0	0	0	13
Circuit Clerk/Clerk and Master Collections - Prior Years	61,847	0	0	0	0	61,847
Interest and Penalty	42,584	0	0	0	0	42,584
County Local Option Taxes						
Local Option Sales Tax	5,042,150	0	0	0	0	5,042,150
Mixed Drink Tax	24,642	0	0	0	0	24,642
Total Local Taxes	\$ 14,794,910	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,794,910
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 2,384	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,384
Total Licenses and Permits	\$ 2,384	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,384

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Charges for Current Services						
Education Charges						
Tuition - Other	\$ 167,471	\$ 0	\$ 0	\$ 0	\$ 0	\$ 167,471
Lunch Payments - Children	0	0	517,167	0	0	517,167
Lunch Payments - Adults	0	0	39,978	0	0	39,978
Income from Breakfast	0	0	96,425	0	0	96,425
A la Carte Sales	0	0	554,250	0	0	554,250
Receipts from Individual Schools	106,442	0	0	0	0	106,442
TBI Criminal Background Fee	260	0	0	0	0	260
Other Charges for Services	43,796	0	0	0	0	43,796
Total Charges for Current Services	\$ 317,969	\$ 0	\$ 1,207,820	\$ 0	\$ 0	\$ 1,525,789

Other Local Revenues**Recurring Items**

Investment Income	\$ 76,749	\$ 0	\$ 25	\$ 0	\$ 0	\$ 76,774
Sale of Materials and Supplies	4,982	0	0	0	0	4,982
Rebates	0	0	810	0	0	810
Miscellaneous Refunds	48,321	0	0	0	0	48,321

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Other Local Revenues (Cont.)						
Nonrecurring Items						
Sale of Equipment	\$ 27,520	\$ 0	\$ 0	\$ 0	\$ 0	\$ 27,520
Damages Recovered from Individuals	2,822	0	0	0	0	2,822
Contributions and Gifts	83,579	0	0	0	0	83,579
Other Local Revenues						
Other Local Revenues	0	0	0	1,860,290	0	1,860,290
Total Other Local Revenues	\$ 243,973	\$ 0	\$ 835	\$ 1,860,290	\$ 0	\$ 2,105,098
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 128,768	\$ 0	\$ 0	\$ 0	\$ 0	\$ 128,768
State Education Funds						
Tennessee Investment in Student Achievement	40,126,545	0	0	0	0	40,126,545
TISA - On-behalf Payments	72,190	0	0	0	0	72,190
Early Childhood Education	238,663	0	0	0	0	238,663
School Food Service	0	0	26,802	0	0	26,802
Driver Education	20,453	0	0	0	0	20,453
Other State Education Funds	689,530	0	0	0	0	689,530

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
State of Tennessee (Cont.)						
State Education Funds (Cont.)						
Paid Parental Leave	\$ 196,536	\$ 7,000	\$ 0	\$ 0	\$ 0	\$ 203,536
Career Ladder Program	57,080	0	0	0	0	57,080
Other Vocational	390,181	0	0	0	0	390,181
Other State Revenues						
State Revenue Sharing - T.V.A.	190,000	0	0	0	121,067	311,067
Other State Grants	8,366	0	0	0	0	8,366
Total State of Tennessee	\$ 42,118,312	\$ 7,000	\$ 26,802	\$ 0	\$ 121,067	\$ 42,273,181
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,813,884	\$ 0	\$ 0	\$ 1,813,884
USDA - Commodities	0	0	277,686	0	0	277,686
Breakfast	0	0	642,332	0	0	642,332
Vocational Education - Basic Grants to States	0	94,311	0	0	0	94,311
Title I Grants to Local Education Agencies	0	1,222,466	0	0	0	1,222,466
Special Education - Grants to States	0	1,400,617	0	0	0	1,400,617
Special Education Preschool Grants	0	41,268	0	0	0	41,268

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

	Special Revenue Funds					Capital Projects Fund
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Federal Government (Cont.)						
Federal Through State (Cont.)						
English Language Acquisition Grants	\$ 0	\$ 25,572	\$ 0	\$ 0	\$ 0	\$ 25,572
Eisenhower Professional Development State Grants	0	200,027	0	0	0	200,027
COVID-19 Grant D	0	88,000	0	0	0	88,000
American Rescue Plan Act Grant #1	0	364,399	0	0	0	364,399
Other Federal through State	245,730	98,417	0	0	0	344,147
Total Federal Government	\$ 245,730	\$ 3,535,077	\$ 2,733,902	\$ 0	\$ 0	\$ 6,514,709
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 480,317	\$ 0	\$ 0	\$ 0	\$ 4,275,300	\$ 4,755,617
Total Other Governments and Citizens Groups	\$ 480,317	\$ 0	\$ 0	\$ 0	\$ 4,275,300	\$ 4,755,617
Total	\$ 58,203,595	\$ 3,542,077	\$ 3,969,359	\$ 1,860,290	\$ 4,396,367	\$ 71,971,688

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

General Government

County Commission

Other Per Diem and Fees	\$ 98,288
Social Security	4,781
Extension Service Medicare	1,118
Employee and Dependent Insurance	137,925
Audit Services	15,100
Communication	997
Contracts with Private Agencies	7,275
Data Processing Services	2,317
Dues and Memberships	7,979
Legal Notices, Recording, and Court Costs	2,301
Postal Charges	104
Travel	5,710
Other Contracted Services	804
Other Supplies and Materials	1,420
In Service/Staff Development	3,725
Total County Commission	\$ 289,844

Board of Equalization

Board and Committee Members Fees	\$ 1,510
Social Security	94
Extension Service Medicare	22
Total Board of Equalization	1,626

Other Boards and Committees

Board and Committee Members Fees	\$ 4,650
Social Security	288
Extension Service Medicare	68
Total Other Boards and Committees	5,006

County Mayor/Executive

County Official/Administrative Officer	\$ 111,695
Secretary(ies)	37,404
Part-time Personnel	5,340
Longevity Pay	400
Social Security	9,554

(Continued)

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

General Government (Cont.)

County Mayor/Executive (Cont.)

Extension Service Medicare	\$ 2,234
Pensions	11,086
Employee and Dependent Insurance	14,397
Communication	1,091
Data Processing Services	3,041
Dues and Memberships	1,815
Evaluation and Testing	182
Postal Charges	207
Internet Connectivity	604
Travel	874
Office Supplies	2,359
In Service/Staff Development	925
Other Charges	80
Other Equipment	127
Total County Mayor/Executive	\$ 203,415

Personnel Office

Assistant(s)	\$ 93,658
Supervisor/Director	77,512
Part-time Personnel	10,108
Longevity Pay	1,000
Social Security	10,823
Extension Service Medicare	2,531
Pensions	12,913
Employee and Dependent Insurance	44,719
Communication	1,349
Data Processing Services	6,005
Dues and Memberships	264
Maintenance Agreements	1,056
Postal Charges	702
Internet Connectivity	604
Office Supplies	3,568
In Service/Staff Development	298
Furniture and Fixtures	180
Office Equipment	151
Total Personnel Office	\$ 267,441

(Continued)

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

General Government (Cont.)

County Attorney

Supervisor/Director	\$ 64,250
Social Security	3,941
Extension Service Medicare	922
Pensions	4,819
Employee and Dependent Insurance	<u>7,559</u>
Total County Attorney	\$ 81,491

Election Commission

County Official/Administrative Officer	\$ 85,726
Deputy(ies)	42,188
Longevity Pay	650
Election Commission	4,160
Election Workers	40,988
Social Security	9,239
Extension Service Medicare	2,161
Pensions	9,642
Employee and Dependent Insurance	17,264
Communication	1,048
Data Processing Services	19,255
Legal Notices, Recording, and Court Costs	2,469
Maintenance Agreements	95
Postal Charges	4,506
Printing, Stationery, and Forms	2,550
Internet Connectivity	857
Travel	139
Office Supplies	<u>3,469</u>
Total Election Commission	246,406

Register of Deeds

County Official/Administrative Officer	\$ 95,251
Deputy(ies)	61,086
Part-time Personnel	14,674
Social Security	10,521
Extension Service Medicare	2,461
Pensions	11,725
Employee and Dependent Insurance	11,646

(Continued)

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

General Government (Cont.)

Register of Deeds (Cont.)

Communication	\$	772
Data Processing Services		16,308
Dues and Memberships		882
Evaluation and Testing		205
Maintenance Agreements		11
Postal Charges		273
Internet Connectivity		604
Travel		838
Office Supplies		2,246
In Service/Staff Development		355
Total Register of Deeds	\$	229,858

Building

Assistant(s)	\$	94,661
Supervisor/Director		79,082
Secretary(ies)		73,437
Social Security		14,906
Extension Service Medicare		3,486
Pensions		18,539
Employee and Dependent Insurance		57,766
Advertising		62
Communication		3,947
Data Processing Services		28,028
Dues and Memberships		555
Engineering Services		7,707
Legal Notices, Recording, and Court Costs		232
Maintenance Agreements		215
Maintenance and Repair Services - Vehicles		3,958
Postal Charges		451
Internet Connectivity		959
Travel		487
Food Supplies		99
Gasoline		5,320
Office Supplies		929
Textbooks - Bound		3,424
Uniforms		998

(Continued)

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

General Government (Cont.)

Building (Cont.)

Vehicle and Equipment Insurance	\$ 3,777
In Service/Staff Development	1,852
Other Charges	391
Office Equipment	3,500
Total Building	\$ 408,768

County Buildings

Custodial Personnel	\$ 68,779
Maintenance Personnel	264,255
Part-time Personnel	40,106
Longevity Pay	950
Overtime Pay	9,083
Social Security	23,325
Extension Service Medicare	5,467
Pensions	25,730
Employee and Dependent Insurance	64,498
Communication	947
Data Processing Services	1,515
Evaluation and Testing	285
Lease/SBITA Payments	4,000
Maintenance and Repair Services - Buildings	172,797
Maintenance and Repair Services - Vehicles	1,696
Pest Control	2,330
Internet Connectivity	1,815
Disposal Fees	4,331
Custodial Supplies	24,769
Electricity	95,635
Gasoline	7,298
Natural Gas	25,602
Office Supplies	542
Uniforms	1,683
Water and Sewer	5,791
Other Supplies and Materials	3,150
Vehicle and Equipment Insurance	3,642
Other Charges	4,360
Office Equipment	915
Total County Buildings	\$ 865,296

(Continued)

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

Finance

Accounting and Budgeting

Assistant(s)	\$ 62,694
Supervisor/Director	104,540
Accountants/Bookkeepers	136,632
Part-time Personnel	667
Longevity Pay	750
Social Security	18,072
Extension Service Medicare	4,226
Pensions	22,577
Employee and Dependent Insurance	72,176
Advertising	33
Communication	1,380
Data Processing Services	50,874
Dues and Memberships	267
Evaluation and Testing	60
Maintenance Agreements	489
Postal Charges	1,794
Internet Connectivity	604
Travel	226
Office Supplies	3,650
In Service/Staff Development	1,154
Total Accounting and Budgeting	\$ 482,865

Property Assessor's Office

County Official/Administrative Officer	\$ 95,251
Deputy(ies)	93,645
Secretary(ies)	11,822
Longevity Pay	750
Social Security	12,229
Extension Service Medicare	2,860
Pensions	15,098
Employee and Dependent Insurance	36,049
Advertising	124
Audit Services	19,900
Communication	3,182
Data Processing Services	10,528
Dues and Memberships	1,801

(Continued)

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

Finance (Cont.)

Property Assessor's Office (Cont.)

Evaluation and Testing	\$ 348
Legal Services	1,102
Postal Charges	5,133
Travel	2,089
Office Supplies	1,972
Other Supplies and Materials	3,713
In Service/Staff Development	550
Office Equipment	1,772
Total Property Assessor's Office	\$ 319,918

Reappraisal Program

Assistant(s)	\$ 47,288
Deputy(ies)	67,699
Part-time Personnel	20,269
Social Security	8,260
Extension Service Medicare	1,932
Pensions	8,624
Employee and Dependent Insurance	23,761
Data Processing Services	3,566
Maintenance and Repair Services - Vehicles	2,685
Postal Charges	96
Travel	591
Gasoline	1,137
Office Supplies	919
Vehicle and Equipment Insurance	1,849
Office Equipment	1,305
Total Reappraisal Program	189,981

County Trustee's Office

County Official/Administrative Officer	\$ 95,251
Deputy(ies)	93,581
Part-time Personnel	21,263
Longevity Pay	1,400
Social Security	12,693
Extension Service Medicare	2,968
Pensions	14,267

(Continued)

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

Finance (Cont.)

County Trustee's Office (Cont.)

Employee and Dependent Insurance	\$ 27,526
Communication	1,666
Data Processing Services	16,874
Dues and Memberships	1,117
Maintenance Agreements	24
Postal Charges	7,769
Printing, Stationery, and Forms	4,908
Internet Connectivity	604
Travel	54
Office Supplies	3,358
In Service/Staff Development	350
Office Equipment	8,628
Total County Trustee's Office	\$ 314,301

County Clerk's Office

County Official/Administrative Officer	\$ 95,251
Deputy(ies)	280,348
Part-time Personnel	9,446
Longevity Pay	800
Overtime Pay	4,632
Bonus Payments	40,000
Social Security	25,952
Extension Service Medicare	6,069
Pensions	31,230
Employee and Dependent Insurance	97,498
Communication	3,695
Data Processing Services	43,475
Dues and Memberships	1,072
Evaluation and Testing	304
Maintenance Agreements	510
Postal Charges	18,105
Internet Connectivity	3,023
Travel	1,546
Office Supplies	9,008
Furniture and Fixtures	925
Office Equipment	16,071

(Continued)

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

Finance (Cont.)

County Clerk's Office (Cont.)

Other Equipment	\$ 321
Other Construction	<u>72,974</u>
Total County Clerk's Office	\$ 762,255

Data Processing

Supervisor/Director	\$ 56,801
Social Security	3,366
Extension Service Medicare	787
Pensions	4,260
Employee and Dependent Insurance	15,885
Advertising	78
Communication	571
Data Processing Services	9,848
Evaluation and Testing	37
Internet Connectivity	103
Office Supplies	2,233
Other Equipment	<u>6,490</u>
Total Data Processing	100,459

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$ 95,251
Deputy(ies)	337,490
Attendants	300
Part-time Personnel	2,704
Longevity Pay	3,150
Jury and Witness Expense	6,025
Social Security	26,310
Extension Service Medicare	6,153
Pensions	32,692
Employee and Dependent Insurance	85,845
Communication	5,393
Data Processing Services	31,279
Dues and Memberships	1,002
Evaluation and Testing	187
Maintenance Agreements	432

(Continued)

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

Administration of Justice (Cont.)

Circuit Court (Cont.)

Postal Charges	\$ 2,810
Other Contracted Services	883
Food Supplies	1,542
Office Supplies	11,139
In Service/Staff Development	795
Office Equipment	3,276
Total Circuit Court	\$ 654,658

General Sessions Judge

Judge(s)	\$ 171,524
Secretary(ies)	42,188
Longevity Pay	600
Other Salaries and Wages	36,000
Social Security	15,229
Extension Service Medicare	3,562
Pensions	16,073
Employee and Dependent Insurance	27,526
Communication	1,935
Data Processing Services	4,114
Dues and Memberships	709
Postal Charges	350
Other Contracted Services	2,700
Office Supplies	529
In Service/Staff Development	305
Total General Sessions Judge	323,344

Chancery Court

County Official/Administrative Officer	\$ 95,251
Deputy(ies)	93,873
Part-time Personnel	9,483
Longevity Pay	250
Social Security	12,028
Extension Service Medicare	2,813
Pensions	14,203
Employee and Dependent Insurance	35,838
Communication	1,470

(Continued)

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

Administration of Justice (Cont.)

Chancery Court (Cont.)

Data Processing Services	\$ 20,476
Dues and Memberships	543
Evaluation and Testing	92
Legal Notices, Recording, and Court Costs	1,725
Maintenance Agreements	174
Postal Charges	2,132
Other Contracted Services	1,515
Office Supplies	5,821
Office Equipment	2,460
Total Chancery Court	\$ 300,147

Juvenile Court

Probation Officer(s)	\$ 85,358
Youth Service Officer(s)	40,016
Guidance Personnel	57,952
Secretary(ies)	26,122
Longevity Pay	450
Overtime Pay	2,050
Social Security	12,688
Extension Service Medicare	2,967
Pensions	15,847
Employee and Dependent Insurance	60,265
Communication	485
Data Processing Services	8,207
Evaluation and Testing	1,574
Maintenance Agreements	170
Postal Charges	373
Travel	599
Office Supplies	685
In Service/Staff Development	800
Other Charges	1,854
Office Equipment	548
Total Juvenile Court	319,010

Probation Services

Supervisor/Director	\$ 75,379
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(Continued)

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

Probation Officer(s)	\$ 78,430
Social Workers	49,317
Social Security	12,228
Extension Service Medicare	2,860
Pensions	14,623
Employee and Dependent Insurance	45,560
Life Insurance	139
Disability Insurance	715
Communication	1,899
Data Processing Services	14,392
Dues and Memberships	320
Evaluation and Testing	4,129
Licenses	810
Maintenance Agreements	1,233
Pest Control	250
Postal Charges	219
Internet Connectivity	1,473
Rentals	6,400
Travel	5,661
Other Contracted Services	64,021
Electricity	1,299
Natural Gas	353
Office Supplies	1,826
In Service/Staff Development	475
Office Equipment	95
Total Probation Services	\$ 384,106

Courtroom Security

Deputy(ies)	\$ 84,392
Longevity Pay	450
Social Security	5,088
Extension Service Medicare	1,190
Pensions	6,329
Employee and Dependent Insurance	12,756
Communication	482
Other Contracted Services	149,315
Total Courtroom Security	260,002

(Continued)

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

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 104,776
Assistant(s)	80,437
Deputy(ies)	760,273
Detective(s)	231,526
Captain(s)	66,481
Sergeant(s)	122,391
Accountants/Bookkeepers	94,307
Salary Supplements	49,609
Longevity Pay	7,650
Overtime Pay	133,811
In-service Training	53,600
Social Security	103,056
Extension Service Medicare	24,102
Pensions	121,737
Employee and Dependent Insurance	312,180
Advertising	186
Communication	6,024
Data Processing Services	31,347
Dues and Memberships	2,600
Evaluation and Testing	1,994
Maintenance and Repair Services - Buildings	201
Maintenance and Repair Services - Equipment	141
Maintenance and Repair Services - Office Equipment	490
Maintenance and Repair Services - Vehicles	53,069
Pest Control	420
Postal Charges	1,104
Internet Connectivity	1,301
Towing Services	350
Travel	2,100
Disposal Fees	1,919
Other Contracted Services	180
Diesel Fuel	3
Electricity	17,160
Gasoline	92,622
Law Enforcement Supplies	8,265
Natural Gas	4,935

(Continued)

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

Public Safety (Cont.)

Sheriff's Department (Cont.)

Office Supplies	\$ 4,435
Tires and Tubes	5,171
Uniforms	20,222
Water and Sewer	17,855
Other Supplies and Materials	336
Vehicle and Equipment Insurance	55,442
In Service/Staff Development	4,010
Other Charges	10,780
Law Enforcement Equipment	27,877
Office Equipment	542
Total Sheriff's Department	\$ 2,639,017

Special Patrols

School Resource Officer	\$ 516,133
Longevity Pay	1,900
Social Security	31,180
Extension Service Medicare	7,292
Pensions	37,852
Employee and Dependent Insurance	81,023
Life Insurance	385
Disability Insurance	1,769
Travel	1,396
Gasoline	9,675
Other Equipment	1,714
Total Special Patrols	690,319

Administration of the Sexual Offender Registry

Data Processing Equipment	\$ 2,482
Total Administration of the Sexual Offender Registry	2,482

Jail

Assistant(s)	\$ 48,812
Supervisor/Director	66,481
Salary Supplements	37,896
Guards	728,570
Clerical Personnel	42,730

(Continued)

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

Public Safety (Cont.)

Jail (Cont.)

Longevity Pay	\$ 3,050
Overtime Pay	159,559
Social Security	66,383
Extension Service Medicare	15,501
Pensions	80,716
Employee and Dependent Insurance	143,918
Communication	3,188
Contracts with Private Agencies	2,680
Data Processing Services	22,609
Evaluation and Testing	4,591
Maintenance and Repair Services - Equipment	27,144
Maintenance and Repair Services - Office Equipment	933
Maintenance and Repair Services - Vehicles	1,416
Medical and Dental Services	310,556
Pest Control	540
Postal Charges	1,104
Internet Connectivity	1,819
Travel	1,017
Disposal Fees	5,756
Electricity	51,479
Food Supplies	353,828
Natural Gas	33,378
Office Supplies	7,609
Prisoners Clothing	13,225
Uniforms	7,880
Water and Sewer	41,662
Other Supplies and Materials	41,159
In Service/Staff Development	470
Office Equipment	2,386
Other Equipment	20,790
Total Jail	\$ 2,350,835

Rural Fire Protection

In-service Training	\$ 80
Maintenance and Repair Services - Equipment	2,320
Maintenance and Repair Services - Vehicles	33,388

(Continued)

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

Public Safety (Cont.)

Rural Fire Protection (Cont.)

Other Contracted Services	\$ 30,000
Diesel Fuel	3,947
Electricity	17,308
Gasoline	440
Natural Gas	7,841
Water and Sewer	2,636
Other Supplies and Materials	2,268
Excess Risk Insurance	8,633
Vehicle and Equipment Insurance	35,536
Other Equipment	3,183
Total Rural Fire Protection	\$ 147,580

Civil Defense

Supervisor/Director	\$ 84,677
Secretary(ies)	41,569
Part-time Personnel	53,664
Longevity Pay	2,150
Other Salaries and Wages	99,021
Social Security	16,927
Extension Service Medicare	3,959
Pensions	17,056
Employee and Dependent Insurance	46,033
Communication	8,567
Data Processing Services	5,022
Dues and Memberships	475
Maintenance Agreements	769
Maintenance and Repair Services - Equipment	2,050
Maintenance and Repair Services - Vehicles	12,967
Postal Charges	200
Internet Connectivity	2,194
Travel	2,337
Diesel Fuel	2,654
Gasoline	4,369
Office Supplies	1,182
Uniforms	2,615
Vehicle and Equipment Insurance	17,263

(Continued)

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

Public Safety (Cont.)

Civil Defense (Cont.)

In Service/Staff Development	\$ 2,530
Other Charges	5,027
Furniture and Fixtures	742
Office Equipment	175
Other Equipment	<u>30,968</u>
Total Civil Defense	\$ 467,162

Other Emergency Management

Other Supplies and Materials	\$ 3,235
Total Other Emergency Management	3,235

County Coroner/Medical Examiner

Assistant(s)	\$ 682
Social Security	42
Extension Service Medicare	10
Pensions	51
Data Processing Services	798
Pauper Burials	300
Other Contracted Services	<u>96,320</u>
Other Equipment	<u>952</u>
Total County Coroner/Medical Examiner	99,155

Public Safety Grants Program

Other Contracted Services	\$ 17,252
Total Public Safety Grants Program	17,252

Other Public Safety

Communication	\$ 625
Total Other Public Safety	625

Public Health and Welfare

Local Health Center

Communication	\$ 10,002
Contracts with Government Agencies	18,950
Contracts with Private Agencies	2,640
Dues and Memberships	375

(Continued)

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

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Pest Control	\$ 420
Internet Connectivity	1,541
Disposal Fees	2,459
Electricity	24,715
Natural Gas	132
Office Supplies	46
Water and Sewer	1,036
Other Supplies and Materials	914
Other Charges	405
Total Local Health Center	\$ 63,635

Rabies and Animal Control

Assistant(s)	\$ 48,857
Longevity Pay	650
Social Security	2,927
Extension Service Medicare	684
Pensions	3,713
Employee and Dependent Insurance	14,543
Communication	677
Contracts with Government Agencies	34,807
Data Processing Services	1,561
Maintenance and Repair Services - Vehicles	1,926
Internet Connectivity	1,228
Gasoline	2,193
Vehicle and Equipment Insurance	871
Total Rabies and Animal Control	114,637

Ambulance/Emergency Medical Services

Supervisor/Director	\$ 78,853
Accountants/Bookkeepers	40,349
Paraprofessionals	1,973,631
Longevity Pay	6,150
In-service Training	13,600
Social Security	128,035
Extension Service Medicare	29,961
Pensions	145,156

(Continued)

MARSHALL COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Health and Welfare (Cont.)****Ambulance/Emergency Medical Services (Cont.)**

Employee and Dependent Insurance	\$ 285,974
Advertising	33
Communication	7,667
Contracts with Government Agencies	5,500
Contracts with Private Agencies	36,561
Data Processing Services	7,213
Dues and Memberships	835
Evaluation and Testing	3,912
Licenses	2,998
Maintenance Agreements	415
Maintenance and Repair Services - Buildings	86
Maintenance and Repair Services - Equipment	9,018
Maintenance and Repair Services - Vehicles	27,855
Pest Control	720
Postal Charges	181
Internet Connectivity	2,690
Travel	3,555
Tuition	28,061
Disposal Fees	1,381
Other Contracted Services	59,052
Custodial Supplies	507
Diesel Fuel	340
Drugs and Medical Supplies	136,073
Electricity	16,569
Gasoline	63,117
Natural Gas	5,870
Office Supplies	911
Tires and Tubes	6,014
Uniforms	7,767
Water and Sewer	733
Refunds	6,008
Vehicle and Equipment Insurance	24,073
In Service/Staff Development	5,418
Furniture and Fixtures	2,545
Motor Vehicles	41
Other Equipment	8,271
Total Ambulance/Emergency Medical Services	\$ 3,183,699

(Continued)

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

Public Health and Welfare (Cont.)

Maternal and Child Health Services

Contracts with Government Agencies	\$ 9,000	
Total Maternal and Child Health Services		\$ 9,000

Other Local Health Services

Paraprofessionals	\$ 124,019	
Secretary(ies)	39,547	
Longevity Pay	1,100	
Social Security	9,710	
Extension Service Medicare	2,271	
Pensions	12,261	
Employee and Dependent Insurance	53,818	
Life Insurance	139	
Disability Insurance	534	
Evaluation and Testing	257	
Travel	647	
Total Other Local Health Services		244,303

Other Local Welfare Services

Contributions	\$ 13,807	
Total Other Local Welfare Services		13,807

Other Public Health and Welfare

Contracts with Private Agencies	\$ 51,240	
Contributions	50,000	
Total Other Public Health and Welfare		101,240

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$ 95,800	
Total Senior Citizens Assistance		95,800

Libraries

Assistant(s)	\$ 41,929	
Supervisor/Director	60,320	
Librarians	111,899	
Part-time Personnel	73,563	

(Continued)

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

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Longevity Pay	\$ 850
Social Security	17,661
Extension Service Medicare	4,130
Pensions	16,030
Employee and Dependent Insurance	43,708
Life Insurance	205
Disability Insurance	801
Advertising	395
Communication	2,398
Data Processing Services	2,235
Dues and Memberships	444
Evaluation and Testing	309
Maintenance and Repair Services - Equipment	225
Pest Control	420
Postal Charges	626
Internet Connectivity	17,167
Rentals	5,083
Disposal Fees	432
Electricity	10,339
Library Books/Media	44,020
Natural Gas	2,837
Office Supplies	5,372
Periodicals	1,163
Water and Sewer	1,371
Other Supplies and Materials	12,683
Vehicle and Equipment Insurance	1,940
Other Charges	2,410
Office Equipment	19,962
Total Libraries	\$ 502,927

Agriculture and Natural Resources

Agricultural Extension Service

Assistant(s)	\$ 12,409
Supervisor/Director	15,628
Secretary(ies)	8,955
Educational Assistants	13,443

(Continued)

MARSHALL COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Agriculture and Natural Resources (Cont.)****Agricultural Extension Service (Cont.)**

Longevity Pay	\$ 727
Other Fringe Benefits	21,894
Communication	3,664
Dues and Memberships	1,065
Travel	4,626
Custodial Supplies	696
Electricity	7,148
Natural Gas	5,141
Office Supplies	787
Water and Sewer	1,100
Other Supplies and Materials	796
Office Equipment	2,163
Total Agricultural Extension Service	\$ 100,242

Forest Service

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

Soil Conservation

Supervisor/Director	\$ 47,671
Longevity Pay	1,000
Social Security	2,958
Extension Service Medicare	692
Pensions	3,650
Employee and Dependent Insurance	13,767
Total Soil Conservation	69,738

Other Operations**Tourism**

Advertising	\$ 2,000
Contributions	56,000
Other Supplies and Materials	5,000
Total Tourism	63,000

Other Economic and Community Development

Contributions	\$ 382,812
Other Supplies and Materials	880
Total Other Economic and Community Development	383,692

(Continued)

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

Supervisor/Director	\$ 41,097
Part-time Personnel	18,906
Social Security	3,720
Extension Service Medicare	870
Pensions	3,082
Communication	1,233
Data Processing Services	2,713
Maintenance Agreements	88
Postal Charges	359
Internet Connectivity	857
Travel	563
Office Supplies	1,061
Vehicle and Equipment Insurance	797
Office Equipment	1,133
Total Veterans' Services	\$ 76,479

Other Charges

Life Insurance	\$ 5,573
Disability Insurance	27,209
Unemployment Compensation	3,641
Liability Insurance	375,084
Trustee's Commission	310,780
Workers' Compensation Insurance	220,216
Other Charges	22,558
Total Other Charges	965,061

Contributions to Other Agencies

Contributions	\$ 656,489
Total Contributions to Other Agencies	656,489

American Rescue Plan Act Grant #3

Other Capital Outlay	\$ 43,273
Total American Rescue Plan Act Grant #3	43,273

Total General Fund	\$ 20,116,881
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(Continued)

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

Administration of Justice

Juvenile Court

Data Processing Services	\$ 3,000
Trustee's Commission	340
Total Juvenile Court	<u>\$ 3,340</u>

Total Juvenile Services Fund

\$ 3,340

Solid Waste/Sanitation Fund

Public Health and Welfare

Sanitation Management

Assistant(s)	\$ 67,080
Supervisor/Director	86,050
Equipment Operators - Light	123,884
Truck Drivers	122,668
Secretary(ies)	36,364
Maintenance Personnel	52,779
Part-time Personnel	188,357
Longevity Pay	2,750
Overtime Pay	38,347
Social Security	43,510
Extension Service Medicare	10,176
Pensions	39,744
Employee and Dependent Insurance	104,357
Life Insurance	366
Disability Insurance	1,640
Advertising	1,050
Communication	3,896
Contracts with Private Agencies	13,886
Data Processing Services	7,793
Dues and Memberships	768
Evaluation and Testing	243
Laundry Service	2,545
Legal Notices, Recording, and Court Costs	20
Licenses	521
Maintenance Agreements	360
Maintenance and Repair Services - Buildings	25,744
Maintenance and Repair Services - Equipment	56,095

(Continued)

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

Public Health and Welfare (Cont.)

Sanitation Management (Cont.)

Maintenance and Repair Services - Vehicles	\$ 32,343
Pest Control	420
Postal Charges	633
Printing, Stationery, and Forms	40
Internet Connectivity	1,199
Rentals	7,200
Travel	2,724
Disposal Fees	21,637
Brokerage Fees - Recyclables	3,556
Other Contracted Services	204,025
Custodial Supplies	249
Diesel Fuel	44,651
Electricity	52,859
Food Supplies	207
Garage Supplies	7,572
Gasoline	3,328
Instructional Supplies and Materials	595
Natural Gas	8,854
Office Supplies	303
Propane Gas	644
Uniforms	4,662
Water and Sewer	6,132
Wire	29,266
Other Supplies and Materials	14,092
Liability Insurance	23,122
Trustee's Commission	15,781
Vehicle and Equipment Insurance	16,294
Workers' Compensation Insurance	33,096
Liability Claims	759
Motor Vehicles	99,574
Office Equipment	1,054
Solid Waste Equipment	108,938
Other Capital Outlay	118,265
Total Sanitation Management	<u>\$ 1,895,067</u>
Total Solid Waste/Sanitation Fund	\$ 1,895,067

(Continued)

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

Public Safety

Drug Enforcement

Remittance of Revenue Collected	\$ 3,564
Trustee's Commission	89
Law Enforcement Equipment	<u>16,002</u>
Total Drug Enforcement	<u>\$ 19,655</u>

Total Drug Control Fund

\$ 19,655

Constitutional Officers - Fees Fund

Public Safety

Sheriff's Department

Constitutional Officers' Operating Expenses	\$ 108
Total Sheriff's Department	<u>\$ 108</u>

Total Constitutional Officers - Fees Fund

108

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 104,776
Assistant(s)	65,104
Accountants/Bookkeepers	103,106
Salary Supplements	5,800
Longevity Pay	2,550
Overtime Pay	10,591
Social Security	16,907
Extension Service Medicare	3,954
Pensions	20,621
Employee and Dependent Insurance	39,070
Dues and Memberships	3,712
Legal Notices, Recording, and Court Costs	84
Maintenance and Repair Services - Equipment	67
Maintenance and Repair Services - Office Equipment	1,236
Postal Charges	876
Travel	1,640
Office Supplies	841
Other Charges	900
Total Administration	\$ 381,835

(Continued)

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

Highways (Cont.)

Highway and Bridge Maintenance

Foremen	\$ 117,936
Equipment Operators	510,349
Truck Drivers	268,414
Laborers	132,101
Longevity Pay	9,100
Overtime Pay	18,845
Social Security	65,079
Extension Service Medicare	15,220
Pensions	80,475
Employee and Dependent Insurance	259,009
Evaluation and Testing	1,359
Asphalt	279,461
Concrete	416
Crushed Stone	221,257
Fertilizer, Lime, and Seed	8,395
General Construction Materials	2,834
Pipe	74,841
Road Signs	15,894
Salt	5,370
Total Highway and Bridge Maintenance	\$ 2,086,355

Operation and Maintenance of Equipment

Foremen	\$ 65,811
Mechanic(s)	137,351
Longevity Pay	2,200
Overtime Pay	8,400
Social Security	12,873
Extension Service Medicare	3,011
Pensions	16,032
Employee and Dependent Insurance	53,162
Evaluation and Testing	456
Laundry Service	12,656
Diesel Fuel	80,066
Equipment and Machinery Parts	192,281
Garage Supplies	48,934
Gasoline	22,981

(Continued)

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

Highways (Cont.)

Operation and Maintenance of Equipment (Cont.)

Lubricants	\$ 13,811
Tires and Tubes	59,847
Other Supplies and Materials	<u>28,240</u>
Total Operation and Maintenance of Equipment	\$ 758,112

Other Charges

Communication	\$ 8,537
Electricity	10,979
Water and Sewer	6,245
Liability Insurance	12,770
Trustee's Commission	41,463
Vehicle and Equipment Insurance	<u>65,720</u>
Total Other Charges	145,714

Employee Benefits

Life Insurance	\$ 1,165
Disability Insurance	5,678
Workers' Compensation Insurance	<u>52,251</u>
Total Employee Benefits	59,094

Capital Outlay

Bridge Construction	\$ 350
Highway Construction	68,387
Motor Vehicles	96,153
Plant Operation Equipment	1,566
State Aid Projects	<u>271,957</u>
Total Capital Outlay	438,413

Total Highway/Public Works Fund \$ 3,869,523

General Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 850,000
Total Education	\$ 850,000

(Continued)

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

Interest on Debt

Education

Interest on Bonds

Total Education

\$	<u>577,501</u>	\$ 577,501
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Other Debt Service

Education

Contracts with Private Agencies

\$	2,170
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Trustee's Commission

\$	59,885
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Other Debt Issuance Charges

\$	3,480
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Total Education

\$ 65,535

Capital Projects - Donated

Capital Projects Donated to School Department

Contributions

\$ 4,275,300	\$ 4,275,300
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Total Capital Projects Donated to School Department

Total General Debt Service Fund

\$ 5,768,336

Community Development/Industrial Park Fund

Other Operations

Other Economic and Community Development

Contracts with Government Agencies

\$ 5,000	\$ 58,460
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Engineering Services

\$ 48,160	\$ 58,460
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Legal Services

\$ 1,300	\$ 58,460
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Other Contracted Services

\$ 4,000	\$ 58,460
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Total Other Economic and Community Development

Total Community Development/Industrial Park Fund

58,460

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Highway Construction

\$ 982,401	\$ 982,401
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Total Highway and Street Capital Projects

Total Highway Capital Projects Fund

982,401

(Continued)

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

Capital Projects

General Administration Projects

Architects	\$ 3,118	
Data Processing Equipment	55,744	
Motor Vehicles	36,900	
Other Construction	1,045,095	
Total General Administration Projects		\$ 1,140,857

Administration of Justice Projects

Data Processing Equipment	\$ 2,545	
Total Administration of Justice Projects		2,545

Public Safety Projects

Data Processing Equipment	\$ 60,884	
Motor Vehicles	314,354	
Other Equipment	309,330	
Total Public Safety Projects		684,568

Public Health and Welfare Projects

Data Processing Equipment	\$ 1,494	
Motor Vehicles	244,360	
Total Public Health and Welfare Projects		245,854

Social, Cultural, and Recreation Projects

Office Equipment	\$ 12,887	
Other Capital Outlay	13,487	
Total Social, Cultural, and Recreation Projects		26,374

Other General Government Projects

Trustee's Commission	\$ 1,869	
Total Other General Government Projects		1,869

Highway and Street Capital Projects

Highway Equipment	\$ 674,405	
Total Highway and Street Capital Projects		674,405

Total Other Capital Projects Fund \$ 2,776,472

Total Governmental Funds - Primary Government \$ 35,490,243

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

Discretely Presented Marshall County School Department

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

Instruction

Regular Instruction Program

Teachers	\$ 18,603,325
Career Ladder Program	30,300
Homebound Teachers	7,808
Educational Assistants	789,120
Longevity Pay	196,875
Other Salaries and Wages	806,322
Certified Substitute Teachers	35,159
Non-certified Substitute Teachers	386,893
Social Security	1,184,496
Pensions	1,412,562
Medical Insurance	3,998,856
Dental Insurance	14,486
Unemployment Compensation	9,982
Employer Medicare	286,172
Licenses	2,592
Maintenance and Repair Services - Equipment	49,969
Travel	1,441
Tuition	3,000
Other Contracted Services	87,940
Instructional Supplies and Materials	515,143
Textbooks - Bound	238,394
Other Supplies and Materials	5,067
TISA - On-behalf Payments	72,190
Other Charges	9,720
Regular Instruction Equipment	114,126
Other Equipment	10,004
Total Regular Instruction Program	\$ 28,871,942

Alternative Instruction Program

Teachers	\$ 136,431
Longevity Pay	1,550
Non-certified Substitute Teachers	1,732
Social Security	7,955
Pensions	8,776
Medical Insurance	37,575

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Alternative Instruction Program (Cont.)

Dental Insurance	\$ 109
Unemployment Compensation	45
Employer Medicare	1,860
Other Contracted Services	502
Instructional Supplies and Materials	496
Total Alternative Instruction Program	\$ 197,031

Special Education Program

Teachers	\$ 1,315,131
Career Ladder Program	3,155
Homebound Teachers	4,368
Educational Assistants	679,770
Speech Pathologist	211,528
Longevity Pay	25,425
Certified Substitute Teachers	550
Non-certified Substitute Teachers	39,062
Social Security	128,332
Pensions	159,816
Medical Insurance	690,578
Dental Insurance	2,494
Unemployment Compensation	1,565
Employer Medicare	30,273
Contracts with Other Public Agencies	170,396
Instructional Supplies and Materials	30,743
Special Education Equipment	10,410
Total Special Education Program	3,503,596

Career and Technical Education Program

Teachers	\$ 1,196,892
Career Ladder Program	2,000
Longevity Pay	15,050
Other Salaries and Wages	75,254
Certified Substitute Teachers	2,950
Non-certified Substitute Teachers	11,660
Social Security	75,432

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Career and Technical Education Program (Cont.)

Pensions	\$ 92,865
Medical Insurance	286,473
Dental Insurance	976
Unemployment Compensation	504
Employer Medicare	17,749
Maintenance and Repair Services - Equipment	1,317
Instructional Supplies and Materials	38,863
Textbooks - Bound	17,429
Other Charges	1,192
Vocational Instruction Equipment	108,254
Total Career and Technical Education Program	\$ 1,944,860

Support Services

Attendance

Supervisor/Director	\$ 87,081
Career Ladder Program	800
Social Workers	192,090
Clerical Personnel	66,245
Longevity Pay	6,300
Social Security	16,279
Pensions	19,851
Medical Insurance	39,314
Dental Insurance	249
Unemployment Compensation	138
Employer Medicare	4,953
Travel	810
Other Contracted Services	38,705
Other Supplies and Materials	2,866
In Service/Staff Development	500
Total Attendance	476,181

Health Services

Supervisor/Director	\$ 86,618
Career Ladder Program	600
Medical Personnel	349,767

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services (Cont.)

Longevity Pay	\$ 3,550
Social Security	25,573
Pensions	33,674
Medical Insurance	67,667
Dental Insurance	324
Unemployment Compensation	279
Employer Medicare	6,090
Travel	1,198
Other Contracted Services	40,000
Other Supplies and Materials	11,210
In Service/Staff Development	244
Other Charges	250
Health Equipment	3,330
Total Health Services	\$ 630,374

Other Student Support

Career Ladder Program	\$ 1,000
Guidance Personnel	781,291
Educational Assistants	70,368
Longevity Pay	10,800
Other Salaries and Wages	3,020
Social Security	50,099
Pensions	60,139
Medical Insurance	204,268
Dental Insurance	575
Unemployment Compensation	359
Employer Medicare	11,721
Evaluation and Testing	13,515
Other Contracted Services	27,680
Other Supplies and Materials	3,823
In Service/Staff Development	2,975
Other Charges	13,648
Other Equipment	1,442
Total Other Student Support	1,256,723

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$ 458,320
Career Ladder Program	4,000
Librarians	630,539
Secretary(ies)	79,269
Longevity Pay	24,775
Other Salaries and Wages	76,174
Social Security	73,660
Pensions	85,355
Medical Insurance	250,079
Dental Insurance	748
Unemployment Compensation	424
Employer Medicare	17,331
Travel	6,387
Library Books/Media	23,914
Other Supplies and Materials	5,974
In Service/Staff Development	33,923
Other Charges	365
Other Equipment	493
Total Regular Instruction Program	\$ 1,771,730

Special Education Program

Supervisor/Director	\$ 87,618
Psychological Personnel	51,777
Longevity Pay	1,400
Social Security	8,526
Pensions	10,328
Medical Insurance	17,849
Unemployment Compensation	21
Employer Medicare	1,994
Contracts with Other Public Agencies	173,090
Total Special Education Program	352,603

Career and Technical Education Program

Supervisor/Director	\$ 102,913
Secretary(ies)	33,298

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Career and Technical Education Program (Cont.)

Longevity Pay	\$ 700
Social Security	8,117
Pensions	9,377
Medical Insurance	37,327
Dental Insurance	105
Unemployment Compensation	42
Employer Medicare	1,898
Communication	583
Travel	468
Other Contracted Services	3,286
Other Charges	459
Total Career and Technical Education Program	\$ 198,573

Technology

Supervisor/Director	\$ 94,493
Data Processing Personnel	236,705
Longevity Pay	1,950
Social Security	19,793
Pensions	25,460
Medical Insurance	56,271
Dental Insurance	251
Unemployment Compensation	105
Employer Medicare	4,629
Maintenance and Repair Services - Equipment	96,782
Internet Connectivity	604,440
Other Contracted Services	11,463
Software	21,206
Other Equipment	15,487
Total Technology	1,189,035

Other Programs

On-behalf Payments to OPEB	\$ 128,768
Total Other Programs	128,768

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Board of Education

Board and Committee Members Fees	\$ 39,106
Social Security	2,052
Medical Insurance	6,162
Dental Insurance	46
Unemployment Compensation	11
Employer Medicare	544
Dues and Memberships	7,175
Legal Services	15,941
Other Contracted Services	17,250
Other Supplies and Materials	97
Liability Insurance	138,255
Trustee's Commission	299,536
Workers' Compensation Insurance	181,152
In Service/Staff Development	1,616
Criminal Investigation of Applicants - TBI	10,921
Other Charges	7,571
Total Board of Education	\$ 727,435

Director of Schools

County Official/Administrative Officer	\$ 170,793
Secretary(ies)	53,560
Longevity Pay	700
Social Security	12,541
Pensions	12,202
Medical Insurance	33,708
Dental Insurance	291
Unemployment Compensation	42
Employer Medicare	2,933
Communication	559
Dues and Memberships	7,079
Travel	357
Office Supplies	85
In Service/Staff Development	872
Other Charges	1,533
Administration Equipment	2,541
Total Director of Schools	\$ 299,796

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Office of the Principal

Principals	\$ 971,534
Career Ladder Program	6,000
Assistant Principals	1,032,198
Clerical Personnel	755,699
Longevity Pay	37,050
Social Security	165,131
Pensions	189,278
Medical Insurance	550,118
Dental Insurance	1,801
Unemployment Compensation	958
Employer Medicare	38,620
Other Contracted Services	14,650
Office Supplies	5,599
Other Charges	139,717
Administration Equipment	14,694
Total Office of the Principal	\$ 3,923,047

Fiscal Services

Supervisor/Director	\$ 96,068
Accountants/Bookkeepers	229,490
Longevity Pay	1,650
Social Security	19,302
Pensions	24,068
Medical Insurance	65,573
Dental Insurance	141
Unemployment Compensation	126
Employer Medicare	4,514
Data Processing Services	45,439
Other Contracted Services	2,905
Data Processing Supplies	5,586
Office Supplies	9,358
In Service/Staff Development	8,762
Administration Equipment	2,827
Total Fiscal Services	515,809

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel

Supervisor/Director	\$ 94,493
Clerical Personnel	60,260
Longevity Pay	1,400
Social Security	9,200
Pensions	11,712
Medical Insurance	30,914
Dental Insurance	100
Unemployment Compensation	42
Employer Medicare	2,152
Travel	210
Office Supplies	544
Other Supplies and Materials	462
In Service/Staff Development	663
Other Charges	6,233
Total Human Services/Personnel	\$ 218,385

Operation of Plant

Custodial Personnel	\$ 1,205,742
Longevity Pay	23,450
Other Salaries and Wages	3,510
Social Security	69,499
Pensions	81,622
Medical Insurance	328,859
Dental Insurance	994
Unemployment Compensation	1,038
Employer Medicare	16,711
Disposal Fees	85,953
Custodial Supplies	196,521
Electricity	1,191,160
Natural Gas	96,422
Water and Sewer	226,734
Boiler Insurance	9,321
Building and Contents Insurance	365,908
Other Charges	6,900
Plant Operation Equipment	2,531
Total Operation of Plant	\$ 3,912,875

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant

Supervisor/Director	\$ 94,493
Clerical Personnel	41,320
Maintenance Personnel	609,962
Longevity Pay	8,100
Other Salaries and Wages	32,692
Social Security	46,609
Pensions	55,834
Medical Insurance	136,766
Dental Insurance	451
Unemployment Compensation	309
Employer Medicare	10,934
Communication	4,903
Dues and Memberships	475
Maintenance and Repair Services - Buildings	474,892
Maintenance and Repair Services - Equipment	22,020
Travel	1,561
Other Contracted Services	300,952
Other Supplies and Materials	4,894
In Service/Staff Development	1,548
Administration Equipment	17,274
Maintenance Equipment	2,839
Total Maintenance of Plant	\$ 1,868,828

Transportation

Supervisor/Director	\$ 94,493
Mechanic(s)	157,064
Bus Drivers	996,209
Clerical Personnel	15,713
Longevity Pay	46,803
Other Salaries and Wages	75,907
Social Security	74,491
Pensions	96,084
Medical Insurance	524,083
Dental Insurance	1,777
Unemployment Compensation	1,116

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Employer Medicare	\$ 18,145
Communication	1,842
Medical and Dental Services	5,240
Travel	586
Other Contracted Services	24,308
Diesel Fuel	197,860
Gasoline	61,507
Tires and Tubes	7,252
Vehicle Parts	78,171
Vehicle and Equipment Insurance	84,217
In Service/Staff Development	4,862
Other Charges	47,034
Transportation Equipment	3,103
Total Transportation	\$ 2,617,867

Central and Other

Clerical Personnel	\$ 44,115
Longevity Pay	550
Social Security	2,533
Pensions	3,263
Life Insurance	15,351
Medical Insurance	139,409
Unemployment Compensation	21
Employer Medicare	592
Other Fringe Benefits	82,525
Communication	1,576
Postal Charges	5,559
Office Supplies	2,277
Other Charges	20,101
Total Central and Other	317,872

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 4,500
Cafeteria Personnel	5,973

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Food Service (Cont.)

Social Security	\$ 649
Pensions	785
Unemployment Compensation	4
Employer Medicare	152
Food Supplies	<u>18,108</u>
Total Food Service	\$ 30,171

Community Services

Supervisor/Director	\$ 72,550
Teachers	140,756
Educational Assistants	6,327
Social Security	12,928
Pensions	15,181
Unemployment Compensation	80
Employer Medicare	3,028
Food Supplies	5,296
Instructional Supplies and Materials	1,834
Other Supplies and Materials	430
In Service/Staff Development	273
Other Charges	<u>2,370</u>
Total Community Services	261,053

Early Childhood Education

Teachers	\$ 112,242
Educational Assistants	43,202
Longevity Pay	1,650
Non-certified Substitute Teachers	2,348
Social Security	9,327
Pensions	10,827
Medical Insurance	31,154
Dental Insurance	160
Unemployment Compensation	124
Employer Medicare	2,183
Retirement - Hybrid Stabilization	207
Instructional Supplies and Materials	<u>8,541</u>
Total Early Childhood Education	221,965

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

General Purpose School Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Building Construction	\$ 62,820
Other Capital Outlay	<u>1,725,907</u>
Total Regular Capital Outlay	<u>\$ 1,788,727</u>

Total General Purpose School Fund

\$ 57,225,246

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 192,150
Educational Assistants	160,537
Other Salaries and Wages	606,284
Certified Substitute Teachers	700
Non-certified Substitute Teachers	11,133
Social Security	55,986
Pensions	64,762
Medical Insurance	215,002
Dental Insurance	862
Unemployment Compensation	430
Employer Medicare	12,842
Lease/SBITA Payments	13,489
Instructional Supplies and Materials	114,547
Other Supplies and Materials	19,353
Regular Instruction Equipment	5,977
Total Regular Instruction Program	\$ 1,474,054

Special Education Program

Teachers	\$ 167,945
Educational Assistants	442,387
Other Salaries and Wages	37,128
Social Security	35,546
Pensions	49,488
Medical Insurance	270,801
Dental Insurance	748
Unemployment Compensation	569

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Employer Medicare	\$ 8,313
Contracts with Other Public Agencies	7,522
Instructional Supplies and Materials	70,233
Other Supplies and Materials	2,135
Special Education Equipment	<u>12,491</u>
Total Special Education Program	\$ 1,105,306

Career and Technical Education Program

Instructional Supplies and Materials	\$ 15,431
Software	9,000
Vocational Instruction Equipment	<u>48,696</u>
Total Career and Technical Education Program	73,127

Support Services

Other Student Support

Other Contracted Services	\$ 4,334
In Service/Staff Development	4,590
Other Charges	<u>12,195</u>
Total Other Student Support	21,119

Regular Instruction Program

Instructional Coaches	\$ 44,083
Unemployment Compensation	21
Employer Medicare	639
Other Contracted Services	92,250
Other Supplies and Materials	86,534
In Service/Staff Development	43,928
Other Equipment	<u>723</u>
Total Regular Instruction Program	268,178

Special Education Program

Secretary(ies)	\$ 39,351
Other Salaries and Wages	900
Social Security	2,204
Pensions	3,014

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Medical Insurance	\$ 17,413
Dental Insurance	50
Unemployment Compensation	22
Employer Medicare	516
Contracts with Other Public Agencies	5,180
Evaluation and Testing	17,029
Travel	658
Other Contracted Services	14,631
Other Supplies and Materials	983
In Service/Staff Development	<u>6,614</u>
Total Special Education Program	\$ 108,565

Career and Technical Education Program

Supervisor/Director	\$ 4,565
In Service/Staff Development	<u>1,903</u>
Total Career and Technical Education Program	6,468

Transportation

Bus Drivers	\$ 86,875
Other Salaries and Wages	64,796
Social Security	8,572
Pensions	11,375
Medical Insurance	54,047
Dental Insurance	219
Unemployment Compensation	126
Employer Medicare	<u>2,005</u>
Total Transportation	228,015

Operation of Non-Instructional Services

Early Childhood Education

Other Salaries and Wages	\$ 7,000
Total Early Childhood Education	7,000

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

School Federal Projects Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Consultants	\$ 90,246
Other Capital Outlay	159,999
Total Regular Capital Outlay	<u>\$ 250,245</u>

Total School Federal Projects Fund \$ 3,542,077

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 86,618
Clerical Personnel	98,677
Cafeteria Personnel	1,216,091
Longevity Pay	23,625
Social Security	79,743
Pensions	86,667
Medical Insurance	494,895
Dental Insurance	1,778
Unemployment Compensation	1,610
Employer Medicare	18,823
Other Fringe Benefits	228
Communication	2,040
Transportation - Other than Students	13,262
Travel	149
Other Contracted Services	37,216
Food Supplies	1,503,943
Office Supplies	8,825
Uniforms	723
USDA - Commodities	277,686
Other Supplies and Materials	179,575
In Service/Staff Development	3,911
Food Service Equipment	54,609
Total Food Service	<u>\$ 4,190,694</u>
Total Central Cafeteria Fund	4,190,694

(Continued)

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

Discretely Presented Marshall County School Department (Cont.)

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges

Total Community Services

\$ 1,916,168

\$ 1,916,168

Total Internal School Fund

\$ 1,916,168

Education Capital Projects Fund

Capital Projects

Education Capital Projects

Building Improvements

\$ 1,481,733

Regular Instruction Equipment

967,986

Transportation Equipment

603,358

Total Education Capital Projects

\$ 3,053,077

Total Education Capital Projects Fund

3,053,077

Total Governmental Funds - Marshall County School Department

\$ 69,927,262

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

**Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and
Other Matters Based on an Audit of Financial Statements Performed in Accordance with
*Government Auditing Standards***

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marshall County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Marshall County's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 12, 2025. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Marshall County Board of Public Utilities and the Internal School Fund of the Marshall County School Department (a discretely presented component unit), as described in our report on Marshall County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding 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 certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We considered the following deficiency, described in the accompanying Schedule of Findings and Questioned Costs, to be a material weakness: 2025-001.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency, described in the accompanying Schedule of Findings and Questioned Costs, to be a significant deficiency: 2025-002.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Marshall County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed 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: 2025-003.

Marshall County's Responses to the Findings

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

Purpose of this Report

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

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 12, 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

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Marshall County's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Marshall County's major federal programs for the year ended June 30, 2025. Marshall County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, Marshall County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 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 Marshall County, Tennessee, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Marshall County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Marshall County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Marshall County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for noncompliance resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Marshall County's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Marshall County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Marshall County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Marshall County's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Marshall County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Marshall County's basic financial statements. We issued our report thereon dated November 12, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

November 12, 2025

JEM/gc

MARSHALL COUNTY, TENNESSEE, AND THE MARSHALL COUNTY SCHOOL DEPARTMENT

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

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	(4)	\$ 642,332
National School Lunch Program	10.555	(4)	1,813,884 (6)
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	277,686 (6)
Passed-through State Department of Health:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-2583290	46,544
Total U.S. Department of Agriculture			<u>\$ 2,780,446</u>
U.S. Department of Housing and Urban Development:			
Passed-through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program	14.228	(4)	\$ 46,184
Total U.S. Department of Housing and Urban Development			<u>\$ 46,184</u>
U.S. Department of Treasury:			
Passed-through State Department of Education:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	\$ 68,102 (6)
Passed-through State Department of Health:			
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(4)	32,455 (6)
Total U.S. Department of Treasury			<u>\$ 100,557</u>
The Institute of Museum and Library Services:			
Passed-through Tennessee Secretary of State:			
COVID 19 - Grants to States (ARP)	45.310	(4)	\$ 3,375
Total The Institute of Museum and Library Services			<u>\$ 3,375</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title I Grants to Local Educational Agencies	84.010	(4)	\$ 1,223,346
Special Education Cluster (IDEA): (5)			
Special Education - Grants to States	84.027	(4)	1,400,617
Special Education - Preschool Grants	84.173	(4)	41,268
Career and Technical Education - Basic Grants to States	84.048	(4)	94,311
Twenty-first Century Community Learning Centers	84.287	(4)	177,628
English Language Acquisition State Grants	84.365	(4)	25,492
Supporting Effective Instruction State Grants	84.367	(4)	199,428
Striving Readers Comprehensive Literacy Grant Programs	84.371	(4)	88,000
Student Support and Academic Enrichment Program	84.424	(4)	98,217
COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	(4)	364,398
Total U.S. Department of Education			<u>\$ 3,712,705</u>
U.S. Department of Health and Human Services:			
Passed-through State Department of Health:			
Maternal and Child Health Services Block Grant to the States	93.994	GG-2583290	\$ 11,955
Total U.S. Department of Health and Human Services			<u>\$ 11,955</u>

(Continued)

MARSHALL COUNTY, TENNESSEE, AND THE MARSHALL COUNTY SCHOOL DEPARTMENT

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

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Pass-through Expenditures
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grant	97.042	(4)	\$ 66,420
Total U.S. Department of Homeland Security			<u><u>\$ 66,420</u></u>
 Total Expenditures of Federal Grants			<u><u>\$ 6,721,642</u></u>
 State Grants		Contract Number	
Public School Security Grant - State Department of Education	N/A	(4)	\$ 8,366
Early Childhood Education - State Department of Education	N/A	(4)	238,663
Lottery for Education Afterschool Programs - State Department of Education	N/A	(4)	82,230
Innovative School Models - State Department of Education	N/A	(4)	390,181
COVID 19 - Summer Learning Camps - State Department of Education	N/A	(4)	510,995
COVID 19 - Learning Camps Transportation - State Department of Education	N/A	(4)	96,304
Litter Program - State Department of Transportation	N/A	(4)	44,449
Law Enforcement Retention Bonus Grant - State Department of Commerce and Insurance	N/A	(4)	22,400
Technology Opportunities for Public Grant - Tennessee Secretary of State	N/A	(4)	5,105
Statewide School Resource Officer Grant - State Department of Safety and Homeland Security	N/A	(4)	690,320
Material Management Convenience Center Grant - State Department of Environment and Conservation	N/A	(4)	122,243
Material Management Recycling Equipment Grant - State Department of Environment and Conservation	N/A	(4)	60,227
Tennessee Certified Recovery Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	99,107
Tennessee Mental Health Court Program - State Department of Mental Health and Substance Abuse Services	N/A	(4)	113,199
Tourism Cooperative Marketing Matching Grant - State Department of Tourist Development	N/A	(4)	2,500
Three Star Grant Program - State Department of Economic and Community Development	N/A	(4)	880
Violent Crime Intervention Fund - State Department of Finance and Administration	N/A	(4)	99,105
Juvenile Justice - State Commission on Children and Youth	N/A	(4)	9,000
Local Health Services - State Department of Health	N/A	GG-2583290	<u><u>\$ 185,247</u></u>
 Total State Grants			<u><u>\$ 2,780,521</u></u>

ALN = Assistance Listing Number

N/A = Not Applicable

(1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.

(2) Marshall County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.

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

(4) Information not available.

(5) Child Nutrition Cluster total \$2,733,902; Special Education Cluster (IDEA) total \$1,441,885.

(6) Total for ALN 10.555 is \$2,091,570; Total for ALN 21.027 is \$100,557.

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

2024	213	2024-001	Accrued leave balances exceeded the maximum balance provided by the county's personnel policy.	N/A	Corrected
2024	214	2024-002	Marshall County did not comply with the reporting requirements for Water and Waste Disposal Systems for Rural Communities.	10.760	Corrected

OFFICE OF REGISTER OF DEEDS

2024	214	2024-003	Duties were not segregated adequately.	N/A	Corrected
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OFFICE OF SHERIFF

2024	215	2024-004	Inmate funds totaling \$454 were missing from the sheriff's department.	N/A	Corrected
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Prior-year Federal Awards Findings

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

2024	216	2024-005	Marshall County did not comply with the reporting requirements for Water and Waste Disposal Systems for Rural Communities.	10.760	Corrected
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MARSHALL 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 Marshall County is unmodified.
2. Internal Control Over Financial Reporting:

* Material weakness identified?	YES
* Significant deficiency identified?	YES
3. Noncompliance material to the financial statements noted? NO

Federal Awards:

4. Internal Control Over Major Federal Programs:

* Material weakness identified?	NO
* Significant deficiency identified?	NONE REPORTED
5. Type of report auditor issued on compliance for major programs. UNMODIFIED
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? NO
7. Identification of Major Federal Programs:

* Assistance Listing Number:	84.010	Title I Grants to Local Educational Agencies
* Assistance Listing Numbers:	84.027 and 84.173	Special Education Cluster (IDEA): Special Education - Grants to States and Special Education - Preschool Grants
* Assistance Listing Number:	84.425	COVID 19 - Education Stabilization Fund Program – Elementary and Secondary School Emergency Relief Fund (ESSER ARP)
8. Dollar threshold used to distinguish between Type A and Type B Programs. \$750,000
9. Auditee qualified as low-risk auditee? NO

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

OFFICES OF COUNTY MAYOR AND DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2025-001

THE GENERAL FUND 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 Fund were not materially correct, and audit adjustments totaling \$756,573, related to understated ambulance service receivables, were required for the financial statements to be materially correct at year-end. Generally accepted accounting principles require Marshall 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

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

MANAGEMENT'S RESPONSE – COUNTY MAYOR

Marshall County acknowledges the audit finding regarding the material adjustments required for the General Fund as of June 30, 2025, specifically related to understated ambulance service receivables. We recognize the importance of accurate financial reporting and the need for effective internal controls.

This issue primarily stemmed from the EMS department's reliance on third-party billing services for ambulance receivables. Prior to year-end, the County contacted the billing company to obtain the necessary reports to accurately record receivables. After receiving the report, the EMS Director and the Director of Accounts and Budgets contacted the company and questioned the completeness of the information provided. They were assured by the billing company representative that all the information was included. However, the documentation provided was incomplete, which contributed to the misstatement and the need for audit adjustments totaling \$756,573.

OFFICE OF HIGHWAY SUPERINTENDENT

FINDING 2025-002

THE HIGHWAY DEPARTMENT DID NOT IMPLEMENT ADEQUATE CONTROLS TO PROTECT ITS INFORMATION RESOURCES

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

The office did not implement adequate controls to protect its information resources. This finding does not identify specific vulnerabilities that could allow someone to exploit the office's information system or misuse county funds. Disclosing those vulnerabilities could present a potential security risk by providing the readers with information that

might be confidential pursuant to Section 10-7-504(i), *Tennessee Code Annotated*. Sound business practices dictate that proper controls be implemented. Without these controls, unauthorized system activity could occur.

RECOMMENDATION

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

MANAGEMENT'S RESPONSE – HIGHWAY SUPERINTENDENT

We concur with this finding, and this issue has been resolved.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2025-003

THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

*(Noncompliance Under *Government Auditing Standards*)*

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

- A. Expenditures exceeded appropriations approved by the county commission in two of 25 major appropriation categories (the legal level of control) in the General Purpose School Fund in amount of \$618 and \$8,427.
- B. Salaries exceeded appropriations in five of 96 salary line-items of the General Purpose School Fund. The budget resolution approved by the county commission states that the salary, wages, or remuneration of each official, employee, or agent of the county shall not exceed appropriations that accompany the resolution. Therefore, the salaries that exceeded line-item appropriations were expenditures not approved by the county commission.

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

RECOMMENDATION

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

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

We concur with this finding. See Corrective Action Plan.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

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

**MARSHALL 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 Fund required material audit adjustments for proper financial statement presentation.	233
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OFFICE OF HIGHWAY SUPERINTENDENT

2025-002	The highway department did not implement adequate controls to protect its information resources	234
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OFFICE OF DIRECTOR OF SCHOOLS

2025-003	The office had deficiencies in budget operations.	235
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Mike Keny

Corrective Action Plan

FINDING: THE GENERAL FUND REQUIRED MATERIAL AUDIT
ADJUSTMENTS FOR PROPER FINANCIAL
STATEMENT PRESENTATION

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

Person Responsible for Implementing the Corrective Action:
Robin Bates, Director of Accounts and Budgets
John Reese, EMS Director

Anticipated Completion Date of Corrective Action:
11/28/2025

Repeat Finding:
NO

Planned Corrective Action:

To address this issue and prevent recurrence, the County is implementing the following corrective actions:

1. **Improved Coordination with Billing Vendor:** EMS will set clearer expectations and timelines with the billing company to ensure accurate reporting. Director Reese has communicated with the vendor and confirmed the previous representative is no longer with the company, and the new representative has been responsive and appears to understand our needs. While the Budget Department reports the data, EMS maintains these records and works closely with the billing vendor to provide the necessary documentation. We rely on the accuracy and completeness of the data received from EMS and the billing company to ensure proper financial reporting.
2. **Internal Review Procedures:** County finance staff will continue to work with EMS personnel to verify receivable balances at year end with available information.
3. **Vendor Oversight and Accountability:** The County will review its agreement with the billing company and consider implementing performance standards.
4. **Enhanced Training and Oversight:** Management will strengthen oversight of the year-end reporting process to ensure balances are accurate and properly supported. Budget will continue to review and question reports to identify discrepancies or incomplete data, helping ensure compliance with reporting standards.

Marshall County is committed to strengthening its internal controls and ensuring the accuracy of its financial statements moving forward.

Signature:

A handwritten signature in black ink that reads "Mike Keny". The signature is fluid and cursive, with a large, stylized "K" and "e". It is written over a horizontal line.

Highway Department

Jerry Williams, Superintendent
1593 Old Columbia Rd.
Lewisburg, Tennessee 37091

Corrective Action Plan

FINDING:

THE HIGHWAY DEPARTMENT DID NOT IMPLEMENT
ADEQUATE CONTROLS TO PROTECT ITS
INFORMATION RESOURCES

Response and Corrective Action Plan Prepared by:
Jerry Williams, Superintendent

Person Responsible for Implementing the Corrective Action:
Jerry Williams, Superintendent

Anticipated Completion Date of Corrective Action:
November 6, 2025

Repeat Finding:
No

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

Planned Corrective Action:

We acknowledge the finding and recognize the importance of implementing proper internal controls to protect our information resources. We have strengthened our internal controls to protect our information resources. Our office remains committed to maintaining secure and reliable systems.

Signature:





Dr. Justin Perry, Director

700 Jones Circle • Lewisburg, TN 37091

(931) 359-1581 www.mcstn.net

Corrective Action Plan

FINDING: THE OFFICE HAD DEFICIENCIES IN BUDGET OPERATIONS

Response and Corrective Action Plan Prepared by:
Justin Perry (Director of Schools)

Person Responsible for Implementing the Corrective Action:
Savannah Gold, Schools Finance Director

Anticipated Completion Date of Corrective Action:
June 30, 2026

Repeat Finding:
NO

Planned Corrective Action:
Strengthen budget oversight by conducting monthly expenditure reviews to ensure all budget line remain within approved limits.

Signature:

Justin Perry

BEST PRACTICE

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

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

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

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