



## ANNUAL FINANCIAL REPORT

### Overton County, Tennessee

*For the Year Ended June 30, 2025*

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



**DIVISION OF  
LOCAL GOVERNMENT AUDIT**

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

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

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

*STEVE REEDER, CPA, CGFM, CFE*  
*Audit Manager*

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

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## OVERTON COUNTY, TENNESSEE

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## Summary of Audit Findings

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

### *Scope*

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

### *Results*

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

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

### *Findings*

The following are summaries of the audit findings:

#### **OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS**

- ◆ Material audit adjustments were required for proper financial statement presentation.
- ◆ The office had deficiencies regarding the construction of a community center.



## INTRODUCTORY SECTION

# **OVERTON COUNTY OFFICIALS**

June 30, 2025

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## **Officials**

Steven Barlow, County Executive  
Tim Kennedy, Highway Superintendent  
Donnie Holman, Director of Schools  
Peggy Clark Smith, Trustee  
Cara Boone, Assessor of Property  
Victoria Looper, County Clerk  
Lori Hammock, Circuit and General Sessions Courts Clerk  
Julie Raines, Clerk and Master  
Jimmy Conner, Register of Deeds  
John Garrett, Sheriff  
Connie York, Director of Accounts and Budgets

## **Board of County Commissioners**

Steven Barlow, County Executive, Chairman  
Randall Boswell  
Jesse Bowman  
Roger Carr  
Darwin Clark  
Nathan Dale  
Jeff Long  
Gail McCowan

Patrick McCurdy  
Robbie Melton  
Gregg Nivens  
Cindy Robbins  
Donna Savage  
Philip Talley  
Geraldine Walker  
Shane Walker

## **Board of Education**

William Abston, Chairman  
Ashley Carr  
James Clouse  
Ben Danner  
Ricky Dodson

Mike Hayes  
Shirley Myers  
Alice Reed  
Melissa Savage  
Mitch Stonecipher

## **Budget and Purchasing Committee**

Steven Barlow, Chairman  
Randall Boswell  
Darwin Clark  
Patrick McCurdy  
Robbie Melton  
Gregg Nivens

## **Audit Committee**

Donna Savage, Chairman  
Nicole Cooper  
Helen Rigdon  
Cindy Robbins  
Tina Williams



## FINANCIAL SECTION



JASON E. MUMPOWER  
*Comptroller*

## **Independent Auditor's Report**

Overton County Executive and  
Board of County Commissioners  
Overton County, Tennessee

To the County Executive and Board of County Commissioners:

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

#### ***Opinions***

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Overton 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 aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Overton County, Tennessee, as of June 30, 2025, and the respective changes in financial position and the respective budgetary comparisons for the General, Solid Waste/Sanitation, 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 Overton County Health and Rehab Center (a discretely presented component unit). We were unable to determine Overton County Health and Rehab Center's respective percentage of the assets, net position, and revenues of the aggregate discretely presented component units, because the Overton/Pickett County Emergency Communications District, a component unit requiring discrete presentation, was not included in the county's financial statements. We also did not audit the financial statements of the Internal School Fund of the Overton County School Department (a discretely presented component unit), which represent 1.05 percent, 1.18 percent, and 3.27 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as it relates to amounts included for the Overton County Health and Rehab Center and the Overton County School Department's Internal School Fund, are based solely on the reports of the other auditors.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Overton 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., Overton County has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*. GASB 101 updates the recognition and measurement guidance for compensated absences under a unified model and amends certain previously required disclosures. GASB 102 provides users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

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

We draw attention to Note I.D.10. to the financial statements, which describes a restatement to the beginning Governmental Activities net position totaling (\$67,063) for the primary government and (\$300,587) for the discretely presented Overton 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 Overton 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 Overton 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 Overton County's ability to continue as a going concern for a reasonable period of time.

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

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

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

Accounting principles generally accepted in the United States of America require that the schedule of changes in the county's net pension liability (asset) and related ratios, schedules of county and school contributions, schedules of school's proportionate share of the net pension liability (asset), and schedules of county and school changes in 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 Overton 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 Overton 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 Overton 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 4, 2025, on our consideration of Overton 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 Overton 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 Overton County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 4, 2025

JEM/gc

## BASIC FINANCIAL STATEMENTS SECTION

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

		<b>Component Units</b>	
	<b>Primary Government</b>	Overton County School Department	Overton County Health and Rehab Center
	<b>Governmental Activities</b>		
<b>ASSETS</b>			
Cash	\$ 263,420	\$ 687,191	\$ 4,528,537
Equity in Pooled Cash and Investments	15,881,921	31,599,356	0
Inventories	0	40,117	0
Accounts Receivable	1,181,868	0	1,392,201
Allowance for Uncollectibles	(291,867)	0	(74,665)
Due from Other Governments	1,844,203	2,331,889	0
Due from Component Units	7,490,873	0	0
Property Taxes Receivable	9,617,398	2,206,975	0
Allowance for Uncollectible Property Taxes	(171,270)	(40,903)	0
Accrued Interest Receivable	0	0	38,823
Prepaid Items	0	0	500
Notes Receivable - Long-term	194,417	0	0
Net Pension Asset - Agent Plan	277,278	159,209	127,086
Net Pension Asset - Teacher Retirement Plan	0	116,013	0
Net Pension Asset - Teacher Legacy Pension Plan	0	5,656,900	0
Restricted Assets - Amounts Accumulated for Pension Benefits	0	317,827	0
Capital Assets:			
Assets Not Depreciated:			
Land	1,580,401	891,763	115,000
Construction in Progress	995,236	606,894	0
Intangible Assets	61,261	0	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	10,192,477	18,364,211	11,339,145
Infrastructure	18,270,594	436,204	23,606
Other Capital Assets	3,550,507	2,200,124	366,905
Intangible Assets	0	0	91,746
Total Assets	<u>\$ 70,938,717</u>	<u>\$ 65,573,770</u>	<u>\$ 17,948,884</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension Changes in Experience	\$ 399,854	\$ 1,747,719	\$ 183,266
Pension Changes in Assumptions	369,226	258,106	169,229
Pension Changes in Proportion	0	338,918	0
Pension Contributions after Measurement Date	570,674	1,184,425	250,884
OPEB Changes in Experience	5,717	543,789	19,014
OPEB Changes in Proportion	0	263,562	0
OPEB Changes in Assumptions	273,539	780,806	55,057
OPEB Contributions After Measurement Date	22,164	220,585	980
Total Deferred Outflows of Resources	<u>\$ 1,641,174</u>	<u>\$ 5,337,910</u>	<u>\$ 678,430</u>

(Continued)

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

		Component Units	
	Primary Government	Overton County School Department	Overton County Health and Rehab Center
LIABILITIES			
Accounts Payable	\$ 611,300	\$ 450	\$ 150,804
Accrued Payroll	279,716	9,506	119,241
Payroll Deductions Payable	4,666	0	40,829
Cash Overdraft	918	0	0
Contracts Payable	140,362	0	0
Retainage Payable	7,388	0	0
Claims and Judgments Payable	975,000	0	0
Accrued Interest Payable	294,472	0	42,447
Due to Primary Government	0	1,775,873	5,715,000
Due to Litigants, Heirs, and Others	0	0	13,142
Noncurrent Liabilities:			
Due Within One Year - SBITA	0	0	30,509
Due Within One Year - Debt	1,029,956	0	0
Due Within One Year - Other	425,558	753,720	259,737
Due in More Than One Year - SBITA	0	0	56,403
Due in More Than One Year - Debt	20,592,557	0	0
Due in More Than One Year - Other	1,344,134	5,417,710	134,355
Total Liabilities	\$ 25,706,027	\$ 7,957,259	\$ 6,562,467
DEFERRED INFLOWS OF RESOURCES			
Deferred Current Property Taxes	\$ 9,211,348	\$ 2,107,531	\$ 0
Pension Changes in Experience	0	35,642	0
Pension Changes in Investment Earnings	256,438	1,268,547	117,534
Pension Changes in Proportion	0	218,917	0
OPEB Changes in Experience	401,320	283,055	204,526
OPEB Changes in Proportion	0	482,841	0
OPEB Changes in Assumptions	127,861	494,887	40,166
Total Deferred Inflow of Resources	\$ 9,996,967	\$ 4,891,420	\$ 362,226
NET POSITION			
Net Investment in Capital Assets	\$ 34,502,726	\$ 22,499,196	\$ 6,106,735
Restricted for:			
General Government	919,975	0	0
Finance	43,794	0	0
Administration of Justice	87,021	0	0
Public Safety	86,943	0	0
Public Health and Welfare	579,328	0	0
Highways/Public Works	827,289	0	0
Education	0	15,752,260	0
Pensions	277,278	6,249,949	127,086
Unrestricted	(447,457)	13,561,596	5,468,800
Total Net Position	\$ 36,876,897	\$ 58,063,001	\$ 11,702,621

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



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

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Total Governmental Activities	Component Units	
						Overton County School Department	Overton County Health and Rehab Center
Primary Government:							
Governmental Activities:							
General Government	\$ 4,594,871	\$ 228,683	\$ 253,727	\$ 0	\$ (4,112,461)	\$ 0	\$ 0
Finance	985,391	856,402	0	0	(128,989)	0	0
Administration of Justice	1,153,187	444,314	242,813	0	(466,060)	0	0
Public Safety	5,603,468	933,442	347,770	0	(4,322,256)	0	0
Public Health and Welfare	6,530,886	2,516,208	1,367,256	165,793	(2,481,629)	0	0
Social, Cultural, and Recreational Services	414,982	0	31,658	0	(383,324)	0	0
Agriculture and Natural Resources	182,466	0	0	0	(182,466)	0	0
Highways	3,225,480	0	2,485,505	2,924,673	2,184,698	0	0
Education	0	0	0	979,313	979,313	0	0
Interest on Long-term Debt	936,231	0	0	0	(936,231)	0	0
Total Primary Government	\$ 23,626,962	\$ 4,979,049	\$ 4,728,729	\$ 4,069,779	\$ (9,849,405)	\$ 0	\$ 0
Component Units:							
Overton County School Department	\$ 39,561,433	\$ 140,489	\$ 8,611,028	\$ 0	\$ 0	\$ (30,809,916)	\$ 0
Overton County Health and Rehab Center	9,629,943	10,382,496	116,125	0	0	0	868,678
Total Component Units	\$ 49,191,376	\$ 10,522,985	\$ 8,727,153	\$ 0	\$ 0	\$ (30,809,916)	\$ 868,678

(Continued)

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

Functions/Programs	Expenses	Net (Expense) Revenue and Changes in Net Position					
		Program Revenues			Primary Government Total Governmental Activities	Component Units	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Overton County School Department	Overton County Health and Rehab Center
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 8,495,671	\$ 2,123,757	\$ 0
Property Taxes Levied for Debt Service					86	0	0
Local Option Sales Tax					2,205,084	3,701,666	0
Hotel/Motel Tax					77,384	0	0
Wheel Tax					0	708,087	0
Wholesale Beer Tax					0	112,574	0
Mixed Drink Tax					0	19,253	0
Litigation Taxes					121,263	0	0
Mineral Severance Tax					133,069	0	0
Business Tax					247,725	0	0
Other Local Taxes					8,139	377	0
Grants and Contributions Not Restricted for Specific Programs					1,452,375	25,353,986	0
Unrestricted Investment Income					1,576,981	707,336	91,290
Sale of Equipment					115,821	0	0
Miscellaneous					109,389	40,441	0
Total General Revenues					<u>\$ 14,542,987</u>	<u>\$ 32,767,477</u>	<u>\$ 91,290</u>
Insurance Recovery					\$ 8,474	\$ 13,544	\$ 0
Change in Net Position					\$ 4,702,056	\$ 1,971,105	\$ 959,968
Net Position, July 1, 2024					32,241,904	56,392,483	10,830,653
Restatements- See Note I.D.10.					(67,063)	(300,587)	(88,000)
Net Position, June 30, 2025					<u>\$ 36,876,897</u>	<u>\$ 58,063,001</u>	<u>\$ 11,702,621</u>

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

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

	<b>Major Funds</b>				<b>Nonmajor Funds</b>	
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>						
Cash	\$ 210,183	\$ 19,477	\$ 32,249	\$ 0	\$ 1,511	\$ 263,420
Equity in Pooled Cash and Investments	9,934,186	2,428,041	752,484	1,445,813	1,321,397	15,881,921
Accounts Receivable	1,048,739	119,723	11,555	0	1,851	1,181,868
Allowance for Uncollectibles	(291,867)	0	0	0	0	(291,867)
Due from Other Governments	564,016	178,779	1,101,408	0	0	1,844,203
Due from Other Funds	16,547	0	0	0	0	16,547
Due from Component Units	0	0	0	5,715,000	0	5,715,000
Property Taxes Receivable	8,572,116	437,990	607,292	0	0	9,617,398
Allowance for Uncollectible Property Taxes	(152,907)	(7,935)	(10,428)	0	0	(171,270)
Notes Receivable - Long-term	194,417	0	0	0	0	194,417
Total Assets	<u>\$ 20,095,430</u>	<u>\$ 3,176,075</u>	<u>\$ 2,494,560</u>	<u>\$ 7,160,813</u>	<u>\$ 1,324,759</u>	<u>\$ 34,251,637</u>
<b>LIABILITIES</b>						
Accounts Payable	\$ 23,924	\$ 0	\$ 587,376	\$ 0	\$ 0	\$ 611,300
Accrued Payroll	212,390	21,986	45,340	0	0	279,716
Payroll Deductions Payable	4,031	152	483	0	0	4,666
Cash Overdraft	0	0	0	0	918	918
Contracts Payable	0	0	0	0	140,362	140,362
Retainage Payable	0	0	0	0	7,388	7,388

(Continued)

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

	<b>Major Funds</b>				<b>Nonmajor Funds</b>	
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Governmental Funds	Total Governmental Funds
<b>LIABILITIES (Cont.)</b>						
Claims and Judgments Payable	\$ 975,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 975,000
Due to Other Funds	0	0	0	14,103	2,444	16,547
Total Liabilities	<u>\$ 1,215,345</u>	<u>\$ 22,138</u>	<u>\$ 633,199</u>	<u>\$ 14,103</u>	<u>\$ 151,112</u>	<u>\$ 2,035,897</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Current Property Taxes	\$ 8,209,213	\$ 418,967	\$ 583,168	\$ 0	\$ 0	\$ 9,211,348
Deferred Delinquent Property Taxes	190,506	10,058	12,425	0	0	212,989
Other Deferred/Unavailable Revenue	619,000	81,020	847,250	0	0	1,547,270
Total Deferred Inflows of Resources	<u>\$ 9,018,719</u>	<u>\$ 510,045</u>	<u>\$ 1,442,843</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 10,971,607</u>
<b>FUND BALANCES</b>						
Nonspendable:						
Long-term Notes Receivable	\$ 194,417	\$ 0	\$ 0	\$ 0	\$ 0	\$ 194,417
Restricted:						
Restricted for General Government	5,167	200,000	0	0	15,844	221,011
Restricted for General Government - American Rescue Plan Act	0	0	0	0	214,346	214,346
Restricted for Finance	43,794	0	0	0	0	43,794
Restricted for Administration of Justice	87,021	0	0	0	0	87,021
Restricted for Public Safety	16,991	0	0	0	69,952	86,943

(Continued)

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

	Major Funds				Nonmajor Funds	Total Governmental Funds
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Governmental Funds	
<b>FUND BALANCES (Cont.)</b>						
Restricted (Cont.):						
Restricted for Public Health and Welfare	\$ 393,285	\$ 0	\$ 0	\$ 0	\$ 186,043	\$ 579,328
Restricted for Other Operations	290,202	0	0	0	0	290,202
Restricted for Highways/Public Works	128,819	0	418,518	0	0	547,337
Restricted for Other Purposes	0	0	0	5,715,000	0	5,715,000
Committed:						
Committed for Public Safety	0	0	0	0	687,462	687,462
Committed for Public Health and Welfare	0	2,443,892	0	0	0	2,443,892
Committed for Debt Service	0	0	0	1,431,710	0	1,431,710
Assigned:						
Assigned for General Government	53,664	0	0	0	0	53,664
Assigned for Finance	2,124	0	0	0	0	2,124
Assigned for Administration of Justice	5,008	0	0	0	0	5,008
Assigned for Public Safety	56,355	0	0	0	0	56,355
Assigned for Public Health and Welfare	136,200	0	0	0	0	136,200
Assigned for Social, Cultural, and Recreational Services	1,249	0	0	0	0	1,249
Assigned for Agriculture and Natural Resources	143	0	0	0	0	143
Assigned for Other Operations	1,650	0	0	0	0	1,650
Assigned for Highways/Public Works	66	0	0	0	0	66
Unassigned	8,445,211	0	0	0	0	8,445,211
Total Fund Balances	\$ 9,861,366	\$ 2,643,892	\$ 418,518	\$ 7,146,710	\$ 1,173,647	\$ 21,244,133
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 20,095,430	\$ 3,176,075	\$ 2,494,560	\$ 7,160,813	\$ 1,324,759	\$ 34,251,637

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

**OVERTON 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)		\$ 21,244,133
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,580,401	
Add: construction in progress	995,236	
Add: intangible assets	61,261	
Add: buildings and improvements net of accumulated depreciation	10,192,477	
Add: infrastructure net of accumulated depreciation	18,270,594	
Add: other capital assets net of accumulated depreciation	<u>3,550,507</u>	34,650,476
(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	\$ (18,855,000)	
Less: other loans payable	(1,775,873)	
Add: debt to be contributed by the school department	1,775,873	
Less: accrued interest on bonds	(294,472)	
Less: unamortized premium on debt	(991,640)	
Less: net OPEB liability	(1,305,882)	
Less: compensated absences payable	(319,681)	
Less: landfill postclosure care costs	<u>(144,129)</u>	(21,910,804)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 1,339,754	
Less: deferred inflows of resources related to pensions	(256,438)	
Add: deferred outflows of resources related to OPEB	301,420	
Less: deferred inflows of resources related to OPEB	<u>(529,181)</u>	855,555
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.		277,278
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,760,259</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 36,876,897</u></u>

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

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

	<b>Major Funds</b>				<b>Nonmajor Funds</b>	
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>						
Local Taxes	\$ 9,595,809	\$ 1,534,171	\$ 656,284	\$ 86	\$ 344	\$ 11,786,694
Licenses and Permits	39,236	0	0	0	0	39,236
Fines, Forfeitures, and Penalties	114,000	0	0	0	5,599	119,599
Charges for Current Services	2,077,310	524,921	0	0	2,884	2,605,115
Other Local Revenues	191,707	62,056	87,945	1,498,027	62,725	1,902,460
Fees Received From County Officials	1,184,409	0	0	0	0	1,184,409
State of Tennessee	2,002,940	0	4,779,253	0	829,716	7,611,909
Federal Government	1,284,792	0	0	0	0	1,284,792
Other Governments and Citizens Groups	122,350	0	0	2,057,083	0	2,179,433
<b>Total Revenues</b>	<b>\$ 16,612,553</b>	<b>\$ 2,121,148</b>	<b>\$ 5,523,482</b>	<b>\$ 3,555,196</b>	<b>\$ 901,268</b>	<b>\$ 28,713,647</b>
<b>Expenditures</b>						
Current:						
General Government	\$ 4,240,938	\$ 134,891	\$ 0	\$ 0	\$ 24	\$ 4,375,853
Finance	958,183	0	0	0	330	958,513
Administration of Justice	1,148,797	0	0	0	2,520	1,151,317
Public Safety	5,324,054	0	0	0	14,545	5,338,599
Public Health and Welfare	4,055,538	1,768,793	0	0	0	5,824,331
Social, Cultural, and Recreational Services	385,228	0	0	0	0	385,228
Agriculture and Natural Resources	181,393	0	0	0	0	181,393

(Continued)

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

	<b>Major Funds</b>				<b>Nonmajor Funds</b>	
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Other Govern- mental Funds	Total Governmental Funds
<b>Expenditures (Cont.)</b>						
Current (Cont.)						
Other Operations	\$ 117,468	\$ 0	\$ 0	\$ 0	\$ 1,694,541	\$ 1,812,009
Highways	42,456	0	6,021,462	0	0	6,063,918
Debt Service:						
Principal on Debt	0	0	0	1,452,770	0	1,452,770
Interest on Debt	0	0	0	978,813	0	978,813
Other Debt Service	0	0	0	15,829	0	15,829
Capital Projects	0	0	0	0	694,584	694,584
Total Expenditures	<u>\$ 16,454,055</u>	<u>\$ 1,903,684</u>	<u>\$ 6,021,462</u>	<u>\$ 2,447,412</u>	<u>\$ 2,406,544</u>	<u>\$ 29,233,157</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 158,498</u>	<u>\$ 217,464</u>	<u>\$ (497,980)</u>	<u>\$ 1,107,784</u>	<u>\$ (1,505,276)</u>	<u>\$ (519,510)</u>
<b>Other Financing Sources (Uses)</b>						
Insurance Recovery	\$ 8,474	\$ 0	\$ 0	\$ 0	\$ 0	\$ 8,474
Transfers In	1,480,000	0	0	0	500,000	1,980,000
Transfers Out	0	(32,000)	0	(1,948,000)	0	(1,980,000)
Total Other Financing Sources (Uses)	<u>\$ 1,488,474</u>	<u>\$ (32,000)</u>	<u>\$ 0</u>	<u>\$ (1,948,000)</u>	<u>\$ 500,000</u>	<u>\$ 8,474</u>
Net Change in Fund Balances	\$ 1,646,972	\$ 185,464	\$ (497,980)	\$ (840,216)	\$ (1,005,276)	\$ (511,036)
Fund Balance, July 1, 2024	<u>8,214,394</u>	<u>2,458,428</u>	<u>916,498</u>	<u>7,986,926</u>	<u>2,178,923</u>	<u>21,755,169</u>
Fund Balance, June 30, 2025	<u>\$ 9,861,366</u>	<u>\$ 2,643,892</u>	<u>\$ 418,518</u>	<u>\$ 7,146,710</u>	<u>\$ 1,173,647</u>	<u>\$ 21,244,133</u>

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



**OVERTON 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)		\$	(511,036)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:			
Add: capital assets purchased in the current period	\$	5,539,033	
Less: current-year depreciation expense		<u>(1,314,233)</u>	4,224,800
(2) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$	1,760,259	
Less: deferred delinquent property taxes and other deferred June 30, 2024		<u>(1,147,524)</u>	612,735
(3) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.			
Add: principal payments on bonds	\$	1,210,250	
Add: principal payments on other loans		242,520	
Add: change in premium on debt issuance		71,932	
Less: contributions from the school department for bonds and other loans		<u>(1,077,770)</u>	446,932
(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 governmental funds.			
Change in accrued interest payable	\$	42,582	
Change in compensated absences payable		(59,586)	
Change in postclosure care costs		59,269	
Change in pension liability/asset		753,404	
Change in deferred outflows related to pensions		(680,634)	
Change in deferred inflows related to pensions		(256,438)	
Change in net OPEB liability		111,604	
Change in deferred outflows related to OPEB		(25,105)	
Change in deferred inflows related to OPEB		<u>(16,471)</u>	<u>(71,375)</u>
Change in net position of governmental activities (Exhibit B)		\$	<u>4,702,056</u>

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

**OVERTON 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	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 9,595,809	\$ 0	\$ 0	\$ 9,595,809	\$ 8,949,341	\$ 8,981,445	\$ 614,364
Licenses and Permits	39,236	0	0	39,236	47,500	47,500	(8,264)
Fines, Forfeitures, and Penalties	114,000	0	0	114,000	83,824	83,824	30,176
Charges for Current Services	2,077,310	0	0	2,077,310	1,675,355	1,694,251	383,059
Other Local Revenues	191,707	0	0	191,707	142,130	190,100	1,607
Fees Received From County Officials	1,184,409	0	0	1,184,409	1,057,100	1,057,100	127,309
State of Tennessee	2,002,940	0	0	2,002,940	2,035,632	2,648,739	(645,799)
Federal Government	1,284,792	0	0	1,284,792	3,397,961	3,661,868	(2,377,076)
Other Governments and Citizens Groups	122,350	0	0	122,350	80,500	80,500	41,850
Total Revenues	\$ 16,612,553	\$ 0	\$ 0	\$ 16,612,553	\$ 17,469,343	\$ 18,445,327	\$ (1,832,774)
<b>Expenditures</b>							
General Government							
County Commission	\$ 168,011	\$ (550)	\$ 0	\$ 167,461	\$ 178,498	\$ 177,748	\$ 10,287
Board of Equalization	1,600	0	0	1,600	3,000	3,000	1,400
County Mayor/Executive	327,430	(6,277)	17,750	338,903	377,312	371,312	32,409
County Attorney	63,071	0	0	63,071	55,646	71,896	8,825
Election Commission	224,310	(4,306)	200	220,204	259,087	259,087	38,883
Register of Deeds	220,766	(1,140)	240	219,866	231,963	231,963	12,097
Planning	20,921	0	0	20,921	20,948	22,948	2,027

(Continued)

**OVERTON 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	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
General Government (Cont.)							
County Buildings	\$ 1,920,185	\$ (14,545)	\$ 35,474	\$ 1,941,114	\$ 4,708,144	\$ 4,761,044	\$ 2,819,930
Other General Administration	1,275,662	(250)	0	1,275,412	1,333,230	1,331,933	56,521
Preservation of Records	18,982	0	0	18,982	19,118	36,118	17,136
Finance							
Accounting and Budgeting	95,533	0	0	95,533	94,244	95,941	408
Property Assessor's Office	286,457	(125)	1,103	287,435	315,033	315,033	27,598
County Trustee's Office	265,375	(250)	433	265,558	261,337	273,337	7,779
County Clerk's Office	310,818	(2,376)	588	309,030	375,615	370,386	61,356
Administration of Justice							
Circuit Court	391,976	(1,960)	375	390,391	401,588	401,588	11,197
General Sessions Court	204,763	(350)	0	204,413	213,026	213,026	8,613
Drug Court	202,917	(21,203)	4,233	185,947	252,614	509,142	323,195
Chancery Court	287,204	0	0	287,204	354,340	354,340	67,136
Juvenile Court	29,279	0	0	29,279	33,948	33,948	4,669
District Attorney General	0	0	0	0	8,431	8,431	8,431
Judicial Commissioners	32,658	0	400	33,058	43,472	43,472	10,414
Public Safety							
Sheriff's Department	2,645,671	(17,141)	27,092	2,655,622	2,817,509	3,185,154	529,532
Special Patrols	59,120	0	500	59,620	72,876	72,876	13,256

(Continued)

**OVERTON 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	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Expenditures (Cont.)</b>							
Public Safety (Cont.)							
Jail	\$ 2,095,444	\$ (19,296)	\$ 28,413	\$ 2,104,561	\$ 2,619,575	\$ 2,644,575	\$ 540,014
Fire Prevention and Control	237,874	0	0	237,874	250,000	240,000	2,126
Civil Defense	11,046	0	350	11,396	28,855	28,855	17,459
Rescue Squad	10,100	0	0	10,100	10,100	10,100	0
Other Emergency Management	200,000	0	0	200,000	200,000	200,000	0
County Coroner/Medical Examiner	64,799	0	0	64,799	55,000	95,000	30,201
Public Health and Welfare							
Local Health Center	69,887	(383)	0	69,504	153,857	162,557	93,053
Ambulance/Emergency Medical Services	3,390,948	(262,592)	131,350	3,259,706	3,675,570	3,928,005	668,299
Regional Mental Health Center	516,854	0	3,164	520,018	6,327	634,303	114,285
Other Public Health and Welfare	77,849	(536)	1,686	78,999	93,382	93,382	14,383
Social, Cultural, and Recreational Services							
Senior Citizens Assistance	87,978	(3,746)	0	84,232	89,001	91,001	6,769
Libraries	267,850	(406)	1,249	268,693	252,832	274,212	5,519
Other Social, Cultural, and Recreational	29,400	0	0	29,400	38,000	39,000	9,600
Agriculture and Natural Resources							
Agricultural Extension Service	82,835	0	143	82,978	117,731	117,731	34,753
Soil Conservation	98,558	0	0	98,558	107,750	107,750	9,192

(Continued)

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

	<b>Actual (GAAP Basis)</b>	<b>Less: Encumbrances 7/1/2024</b>	<b>Add: Encumbrances 6/30/2025</b>	<b>Actual Revenues/ Expenditures (Budgetary Basis)</b>	<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
					<b>Original</b>	<b>Final</b>	
<b>Expenditures (Cont.)</b>							
Other Operations							
Tourism	\$ 2,602	\$ 0	\$ 1,050	\$ 3,652	\$ 5,000	\$ 5,000	\$ 1,348
Industrial Development	43,726	0	600	44,326	46,000	48,250	3,924
Other Economic and Community Development	3,000	0	0	3,000	396,436	377,586	374,586
Airport	5,135	0	0	5,135	7,200	7,200	2,065
Veterans' Services	43,899	(170)	0	43,729	58,403	58,703	14,974
Contributions to Other Agencies	19,106	0	0	19,106	20,000	20,000	894
Highways							
Traffic Control	1,842	0	0	1,842	9,000	9,000	7,158
Litter and Trash Collection	40,614	0	66	40,680	44,500	44,500	3,820
Total Expenditures	\$ 16,454,055	\$ (357,602)	\$ 256,459	\$ 16,352,912	\$ 20,715,498	\$ 22,380,433	\$ 6,027,521
Excess (Deficiency) of Revenues Over Expenditures	\$ 158,498	\$ 357,602	\$ (256,459)	\$ 259,641	\$ (3,246,155)	\$ (3,935,106)	\$ 4,194,747
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 8,474	\$ 0	\$ 0	\$ 8,474	\$ 0	\$ 59,474	\$ (51,000)
Transfers In	1,480,000	0	0	1,480,000	1,480,000	1,480,000	0
Total Other Financing Sources	\$ 1,488,474	\$ 0	\$ 0	\$ 1,488,474	\$ 1,480,000	\$ 1,539,474	\$ (51,000)
Net Change in Fund Balance	\$ 1,646,972	\$ 357,602	\$ (256,459)	\$ 1,748,115	\$ (1,766,155)	\$ (2,395,632)	\$ 4,143,747
Fund Balance, July 1, 2024	8,214,394	(357,602)	0	7,856,792	7,373,014	7,373,014	483,778
Fund Balance, June 30, 2025	\$ 9,861,366	\$ 0	\$ (256,459)	\$ 9,604,907	\$ 5,606,859	\$ 4,977,382	\$ 4,627,525

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

**OVERTON COUNTY, TENNESSEE****Statement 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	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Local Taxes	\$ 1,534,171	\$ 0	\$ 0	\$ 1,534,171	\$ 1,374,227	\$ 1,374,227	\$ 159,944
Charges for Current Services	524,921	0	0	524,921	378,500	378,500	146,421
Other Local Revenues	62,056	0	0	62,056	75,000	75,000	(12,944)
Total Revenues	<u>\$ 2,121,148</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,121,148</u>	<u>\$ 1,827,727</u>	<u>\$ 1,827,727</u>	<u>\$ 293,421</u>
<b>Expenditures</b>							
General Government							
Other General Administration	\$ 134,891	\$ (240)	\$ 0	\$ 134,651	\$ 157,700	\$ 166,700	\$ 32,049
Public Health and Welfare							
Convenience Centers	316,268	0	2,010	318,278	533,359	421,359	103,081
Transfer Stations	1,390,353	(6,880)	7,141	1,390,614	1,796,042	1,898,042	507,428
Recycling Center	32,830	(591)	1,252	33,491	131,000	132,000	98,509
Other Waste Disposal	0	0	0	0	6,500	6,500	6,500
Postclosure Care Costs	29,342	(9,250)	10,650	30,742	81,000	81,000	50,258
Total Expenditures	<u>\$ 1,903,684</u>	<u>\$ (16,961)</u>	<u>\$ 21,053</u>	<u>\$ 1,907,776</u>	<u>\$ 2,705,601</u>	<u>\$ 2,705,601</u>	<u>\$ 797,825</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 217,464</u>	<u>\$ 16,961</u>	<u>\$ (21,053)</u>	<u>\$ 213,372</u>	<u>\$ (877,874)</u>	<u>\$ (877,874)</u>	<u>\$ 1,091,246</u>
<b>Other Financing Sources (Uses)</b>							
Transfers Out	<u>\$ (32,000)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (32,000)</u>	<u>\$ (32,000)</u>	<u>\$ (32,000)</u>	<u>\$ 0</u>
Total Other Financing Sources	<u>\$ (32,000)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (32,000)</u>	<u>\$ (32,000)</u>	<u>\$ (32,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 185,464	\$ 16,961	\$ (21,053)	\$ 181,372	\$ (909,874)	\$ (909,874)	\$ 1,091,246
Fund Balance, July 1, 2024	<u>2,458,428</u>	<u>(16,961)</u>	<u>0</u>	<u>2,441,467</u>	<u>1,908,079</u>	<u>1,908,079</u>	<u>533,388</u>
Fund Balance, June 30, 2025	<u><u>\$ 2,643,892</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (21,053)</u></u>	<u><u>\$ 2,622,839</u></u>	<u><u>\$ 998,205</u></u>	<u><u>\$ 998,205</u></u>	<u><u>\$ 1,624,634</u></u>

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

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

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Local Taxes	\$ 656,284	\$ 593,899	\$ 593,899	\$ 62,385
Other Local Revenues	87,945	27,000	110,871	(22,926)
State of Tennessee	4,779,253	5,579,755	6,187,621	(1,408,368)
Total Revenues	<u>\$ 5,523,482</u>	<u>\$ 6,200,654</u>	<u>\$ 6,892,391</u>	<u>\$ (1,368,909)</u>
<b>Expenditures</b>				
Highways				
Administration	\$ 220,226	\$ 245,693	\$ 262,393	\$ 42,167
Highway and Bridge Maintenance	1,564,020	1,718,460	1,737,060	173,040
Operation and Maintenance of Equipment	510,326	477,300	640,684	130,358
Quarry Operations	160,849	294,303	220,303	59,454
Other Charges	211,225	237,000	232,000	20,775
Employee Benefits	524,329	634,606	634,606	110,277
Capital Outlay	2,830,487	2,865,000	3,472,866	642,379
Total Expenditures	<u>\$ 6,021,462</u>	<u>\$ 6,472,362</u>	<u>\$ 7,199,912</u>	<u>\$ 1,178,450</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (497,980)</u>	<u>\$ (271,708)</u>	<u>\$ (307,521)</u>	<u>\$ (190,459)</u>
Net Change in Fund Balance	\$ (497,980)	\$ (271,708)	\$ (307,521)	\$ (190,459)
Fund Balance, July 1, 2024	<u>916,498</u>	<u>685,536</u>	<u>685,536</u>	<u>230,962</u>
Fund Balance, June 30, 2025	<u><u>\$ 418,518</u></u>	<u><u>\$ 413,828</u></u>	<u><u>\$ 378,015</u></u>	<u><u>\$ 40,503</u></u>

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

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

	<u>Custodial Funds</u>
<b>ASSETS</b>	
Cash	\$ 1,339,513
Due from Other Governments	259,923
Total Assets	<u>\$ 1,599,436</u>
<b>LIABILITIES</b>	
Due to Other Taxing Units	\$ 259,923
Total Liabilities	<u>\$ 259,923</u>
<b>NET POSITION</b>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 1,339,513</u>
Total Net Position	<u><u>\$ 1,339,513</u></u>

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



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

	<u><b>Custodial Funds</b></u>
<b>ADDITIONS</b>	
Sales Tax Collections for Other Governments	\$ 1,477,121
Fines/Fees and Other Collections	8,375,857
Total Additions	<u>\$ 9,852,978</u>
<b>DEDUCTIONS</b>	
Payment of Sales Tax Collections to Other Governments	\$ 1,477,121
Payments to State	3,657,445
Payments to Cities, Individuals and Others	4,841,408
Total Deductions	<u>\$ 9,975,974</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (122,996)
Net Position, July 1, 2024	<u>1,462,509</u>
Net Position, June 30, 2025	<u><u>\$ 1,339,513</u></u>

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

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# OVERTON COUNTY, TENNESSEE

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

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Overton 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 Overton County:

**A. *Reporting Entity***

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

**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 Overton County School Department operates the public school system in the county, and the voters of Overton 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 Overton County Health and Rehab Center provides residential nursing care to the citizens of Overton County, and the Overton County Commission appoints its governing body. Patient charges provide the majority of the revenues for the entity. Before the issuance of debt instruments, the entity must obtain the county commission's approval.

The Overton/Pickett County Emergency Communications District was established with the merger of the Pickett County Emergency Communications District and the Overton County Emergency Communications District. The merger was adopted by both boards with an effective date of February 1, 2002. The board of the district includes 13 members: nine are appointed by the Overton County Commission, and the remaining four are appointed by the Pickett County Commission. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt, the district must obtain the county commission's approval. The financial statements of the Overton/Pickett County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Overton 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 Overton County Health and Rehab Center and the Overton/Pickett County Emergency Communications District can be obtained from their administrative offices at the following addresses:

#### Administrative Offices:

Overton County Health and Rehab Center  
318 Billbrey Street  
Livingston, TN 38570

Overton/Pickett County Emergency Communications District  
255 Industrial Park Drive  
Livingston, TN 38570

**Related Organization** – The Industrial Development Authority for Overton County provides assistance in industrial recruitment in Overton County, and the county commission appoints its seven-member board. Overton County did not contribute to the operations of the Industrial Development Authority during the year ended June 30, 2025.

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

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

Overton County issues all debt for the discretely presented Overton County School Department and the discretely presented Overton County Health and Rehab Center. There were no debt issues contributed by the county to the school department or the health and rehab center during the year ended June 30, 2025.

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

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

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

Separate financial statements are provided for governmental funds and fiduciary funds. Major individual governmental funds are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The 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. Overton County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

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

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.

Overton County reports the following major governmental funds:

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

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

Additionally, Overton County reports the following fund types:

**Capital Projects Funds** – These funds account for financial resources that are used for the acquisition or construction of capital facilities and other capital assets.

**Custodial Funds** – These funds account for amounts collected in a custodial capacity by the constitutional officers and local sales taxes received by the state to be forwarded to the various cities in Overton County.

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

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

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

**Education Capital Projects Fund** – This fund is used to account for funds contributed from the General Purpose School fund for building construction and renovation.

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

**Debt Service Fund** – The Education Debt Service Fund accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs on debt issued by the primary government for the school department.

The school department reports a nonmajor special revenue fund (Internal School Fund) which is used to account for funds held at the individual schools for internal school use such as the purchase of supplies, school clubs, and student activities. Collections from students and school activities are the foundational revenues of this fund. The current year (FY 25) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY 24) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found on the [Tennessee Comptroller of the Treasury's website](#).

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

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

**1. Deposits and Investments**

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

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

All other investments are reported at fair value.

## **2. Receivables and Payables**

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

All ambulance and property taxes receivable are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to .94 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.

Notes receivable of \$194,417 are recognized in the General Fund for a loan to the county's Industrial Development Authority.

Overton County has issued debt on behalf of the Overton County School Department and the Overton County Health and Rehab Center, discretely presented component units that are a part of Overton County's reporting entity. Overton County, the school department, and the health and rehab center have agreed that the school department and the health and rehab center will repay Overton County the debt service requirements as they become due. Overton County has recognized a due from component units for the principal of the debt on the government-wide financial statements.

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

Claims and judgments payable in the General Fund represents the liability assessed to the county in the settlement of a wrongful death suit. On January 9, 2024, Overton County reached a settlement agreement totaling \$1,300,000 in which the county is required to make annual payments of \$162,500 for a period of eight years. On June 30, 2025, the outstanding balance of \$975,000 is reflected in the General Fund as claims and judgments payable.

Retainage payable in the primary government's nonmajor governmental funds represents amounts withheld from payments made on construction contracts pending completion of the projects. The amount is held by the county trustee as Equity in Pooled Cash and Investments on June 30, 2025.

### **3. Inventories**

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

### **4. Restricted Assets**

Restricted assets consist of amounts held in a pension stabilization trust by the Tennessee Consolidated Retirement System (TCRS) for the benefit of the discretely presented Overton 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 Overton County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Overton County School Department has not

withdrawn any funds from the trust to pay pension cost. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

## 5. Capital Assets

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

### Primary Government

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as land and infrastructure with a cost of more than \$1, buildings with a cost of more than \$25,000, and other assets with an initial, individual cost of \$5,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

Assets	Years
Buildings and Improvements	25 - 40
Other Capital Assets	5 - 15
Infrastructure:	
Roads	25-50
Bridges	75

### Discretely Presented Overton County School Department

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental column in the government-wide financial statements. Capital assets are defined by the government as land with a cost of more than \$1 and other assets with an initial, individual cost of \$25,000 or more and an estimated useful life of more than one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

Assets	Years
Buildings and Improvements	40
Other Capital Assets	5 - 30

## 6. Deferred Outflows/Inflows of Resources

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

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

## 7. Compensated Absences

### Primary Government

It is the county's policy to permit employees to accumulate earned but unused vacation, compensatory time, and sick pay benefits. All vacation and compensatory pay is accrued when incurred in the government-wide financial statements for the county. Upon termination of employment for any purpose other than retirement, all unused sick leave will be forfeited. 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 Overton County does not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay, compensatory time, and sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the county's policies.

### Discretely Presented Overton County School Department

It is the school department's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay is accrued when incurred in the government-wide financial statements for the school department. The general policy of the school department permits the unlimited accumulation of unused sick leave days. The criteria for accrual includes a "more likely than not," to be used or paid. Upon retirement, employees with fifteen years of continuous service have the option of applying accumulated sick leave toward retirement in the Tennessee Consolidated Retirement System or receiving a lump sum payment

of \$20 per day for all days accumulated up to 200 days. Since the Overton County School Department has a policy to potentially pay amounts when employees retire, the portion of sick leave “more likely than not” expected to be used or paid out is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. A liability for vacation pay or sick leave is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements and payable under the county’s policies.

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

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

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

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

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

In the government-wide financial statements, 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 \$2,821,628 of restricted net position for the primary government, of which \$290,202 is restricted by enabling legislation.

As of June 30, 2025, Overton County had \$14,915,873 in outstanding debt for the discretely presented Overton County School Department and \$5,715,000 in outstanding debt for the Overton County Health and Rehab Center. This debt is a liability of Overton County, but the capital assets acquired are reported in the financial statements of the school department and the health and rehab center.

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

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

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

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

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

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

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

## **10. Restatements**

With the implementation of GASB Statement 101, *Compensated Absences*, Overton County must recognize a restatement to the beginning net position in the Government-wide financial statements for the primary government and the discretely presented Overton County School Department to record compensated absences liabilities. A restatement of (\$67,063) has been presented to reflect the beginning balance of the primary government and (\$300,587) for the discretely presented Overton County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Primary Government	Discretely Presented Overton County School Department
Net Position, as previously reported	\$ 32,241,904	\$ 56,392,483
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(67,063)	(300,587)
Net Change in Beginning Net Position	\$ (67,063)	\$ (300,587)
Net Position, June 30, 2024 Restated	<u>\$ 32,174,841</u>	<u>\$ 56,091,896</u>

#### ***E. Pension Plans***

##### **Primary Government**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Overton County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Overton 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 Overton County School Department**

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

#### ***F. Other Postemployment Benefit (OPEB) Plans***

##### **Primary Government**

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

##### **Discretely Presented Overton 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 Overton 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 Overton County School Department**

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

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

#### **Primary Government**

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

#### **Discretely Presented Overton County School Department**

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

## III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

### A. *Budgetary Information*

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

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

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

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

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

Funds	Amount
Primary Government:	
Major Funds:	
General	\$ 256,459
Solid Waste/Sanitation	21,053
Nonmajor Funds:	
Drug Control	50
American Rescue Plan	278,913
School Department:	
Major Fund:	
General Purpose School	29,397

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

The American Rescue Plan Fund reported a budgetary basis deficit of \$64,567 on June 30, 2025. This resulted from the recognition of budgeted expenditures for outstanding encumbrances in the amount of \$278,913. Due to grant expenditure reporting prescribed by the U.S. Treasury for the State and Local Fiscal Recovery Funds Grant (ALN 21.027), the grant expenditures can only be reported in April of each year. Overton County has obligated grant funds but has not yet reported expenditures of those grant funds which resulted in the budgetary basis deficit.

***C. Cash Shortage – Prior Year***

The State Comptroller issued a special report dated June 4, 2012, regarding allegations of suspected irregularities at the Millard Oakley Public Library, which is a department of the county's General Fund. The investigation revealed a cash shortage of \$5,600 on March 2, 2012, which was attributed to alleged illegal activity by the library's deputy director. Refunds by the bank and funds returned by the deputy director reduced the shortage to \$3,710 on March 26, 2012. On February 18, 2014, the defendant pled guilty to theft of property over \$1,000 and received a three-year sentence suspended to three years of supervised probation and 100 hours community service as well as being ordered to pay restitution of \$3,710. This shortage is not reflected in the financial statements of Overton County on June 30, 2025, due to the uncertainty of collection. No restitution was received during the year examined leaving a balance of \$650 on June 30, 2025.

***D. Cash Overdraft***

The Office of County Clerk had a cash overdraft of \$918 on June 30, 2025, as a result of the clerk issuing checks exceeding cash on deposit. This cash overdraft was liquidated subsequent to June 30, 2025.

***E. Investigation***

On January 30, 2025, the Comptroller's Division of Investigations issued an investigative report on the discretely presented Overton County School Department. This report disclosed one deficiency in internal controls and two in compliance. Three school system employees improperly received at least \$24,420 in compensation by reporting at least 877 hours of time not worked. In addition, afterschool program attendance data was inaccurately reported by the former afterschool director. On May 19, 2025, two of the employees pled guilty to theft over \$2,500 and were ordered to pay restitution in the amounts of \$13,610 and \$9,010. The Overton County School Department received these restitution payments in May and June 2025, leaving an uncollected balance of \$1,800. This amount was attributed



to another individual, whom the District Attorney did not seek charges against. The Overton County School Department does not anticipate receiving compensation for the remaining balance. This report is available at [www.comptroller.tn.gov/ia](http://www.comptroller.tn.gov/ia).

#### IV. DETAILED NOTES ON ALL FUNDS

##### A. *Deposits and Investments*

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

##### **Deposits**

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

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

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

## Investments

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

## Investment Balances

As of June 30, 2025, Overton County had the following investments carried at amortized cost using a Stable Net Asset Value and fair value within the fair value hierarchy established by generally accepted accounting principles. Separate disclosures concerning pooled investments cannot be made for Overton County and the discretely presented Overton County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity	Maturity	Fair Value or Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 45 days	N/A	\$ 45,542,339
Investments at Fair Value:			
U.S. Treasury Bills	N/A	10-2-25	494,540
U.S. Treasury Notes	N/A	7-31-25	498,310
U.S. Treasury Notes	N/A	1-31-26	1,000,956
			<u><u>\$ 47,536,145</u></u>

Investment by Fair Value Level	Fair Value 6-30-25	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasury Bills	\$ 494,540	\$ 494,540	\$ 0	\$ 0
U.S. Treasury Notes	1,499,266	1,499,266	0	0
Total	\$ 1,993,806	\$ 1,993,806	\$ 0	\$ 0

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

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

**Credit Risk.** Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Overton County has no investment policy that would further limit its investment choices. As of June 30, 2025, Overton County's investment in the State Treasurer's Investment Pool was unrated.

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

### **TCRS Stabilization Trust**

**Legal Provisions.** The Overton 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 Overton 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 Overton 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	\$ 98,526
Developed Market International Equity	N/A	N/A	44,496
Emerging Market International Equity	N/A	N/A	12,713
U.S. Fixed Income	N/A	N/A	63,565
Real Estate	N/A	N/A	31,783
Short-term Securities	N/A	N/A	3,179
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>63,565</u>
Total			<u><u>\$ 317,827</u></u>

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

#### ***B. Notes Receivable***

The General Fund had a long-term note receivable of \$194,417 on June 30, 2025, resulting from funds loaned to the Industrial Development Authority for the purchase of property. The amount of the notes outstanding on June 30, 2025, is reflected as a nonspendable fund balance in the General Fund.

### C. *Capital Assets*

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

#### Primary Government

##### Governmental Activities:

	Balance 7-1-24	Increases	Balance 6-30-25
Capital Assets Not Depreciated:			
Land	\$ 700,401	\$ 880,000	\$ 1,580,401
Intangible Assets- Indefinite Life	61,261	0	61,261
Construction in Progress	0	995,236	995,236
Total Capital Assets Not Depreciated	<u>\$ 761,662</u>	<u>\$ 1,875,236</u>	<u>\$ 2,636,898</u>
Capital Assets Depreciated:			
Buildings and Improvements	\$ 14,294,962	\$ 888,360	\$ 15,183,322
Infrastructure	20,990,504	2,452,715	23,443,219
Other Capital Assets	11,352,594	322,722	11,675,316
Total Capital Assets Depreciated	<u>\$ 46,638,060</u>	<u>\$ 3,663,797</u>	<u>\$ 50,301,857</u>
Less Accumulated Depreciation For:			
Buildings and Improvements	\$ 4,690,867	\$ 299,978	\$ 4,990,845
Infrastructure	4,956,844	215,781	5,172,625
Other Capital Assets	7,326,335	798,474	8,124,809
Total Accumulated Depreciation	<u>\$ 16,974,046</u>	<u>\$ 1,314,233</u>	<u>\$ 18,288,279</u>
Total Capital Assets Depreciated, Net	<u>\$ 29,664,014</u>	<u>\$ 2,349,564</u>	<u>\$ 32,013,578</u>
Governmental Activities Capital Assets, Net	<u>\$ 30,425,676</u>	<u>\$ 4,224,800</u>	<u>\$ 34,650,476</u>

There were no decreases in capital assets to report during the year ended June 30, 2025.

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

**Governmental Activities:**

General Government	\$ 133,984
Administration of Justice	1,595
Public Safety	484,266
Public Health and Welfare	298,612
Social, Cultural, and Recreational Services	31,359
Agriculture and Natural Resources	1,897
Highways/Public Works	<u>362,520</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 1,314,233</u></u>

**Net Investment in Capital Assets**

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Capital Assets	\$ 34,650,476
Add:	
Outstanding principal of capital debt related to school department capital assets	14,915,873
Outstanding principal of capital debt related to health and rehab center capital assets	5,715,000
Less:	
Outstanding principal of capital debt and other capital borrowings	(20,630,873)
Outstanding contract and retainage payments	<u>(147,750)</u>
Net Investment in Capital Assets	<u><u>\$ 34,502,726</u></u>

## Discretely Presented Overton County School Department

### Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 891,763	\$ 0	\$ 0	\$ 891,763
Construction in Progress	1,633,826	606,894	(1,633,826)	606,894
Total Capital Assets Not Depreciated	<u>\$ 2,525,589</u>	<u>\$ 606,894</u>	<u>\$ (1,633,826)</u>	<u>\$ 1,498,657</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 31,223,032	\$ 2,113,555	\$ (47,931)	\$ 33,288,656
Infrastructure	963,193	0	0	963,193
Other Capital Assets	4,596,233	302,734	0	4,898,967
Total Capital Assets Depreciated	<u>\$ 36,782,458</u>	<u>\$ 2,416,289</u>	<u>\$ (47,931)</u>	<u>\$ 39,150,816</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 14,279,531	\$ 667,021	\$ (22,107)	\$ 14,924,445
Infrastructure	504,298	22,691	0	526,989
Other Capital Assets	2,444,943	253,900	0	2,698,843
Total Accumulated Depreciation	<u>\$ 17,228,772</u>	<u>\$ 943,612</u>	<u>\$ (22,107)</u>	<u>\$ 18,150,277</u>
Total Capital Assets Depreciated, Net	<u>\$ 19,553,686</u>	<u>\$ 1,472,677</u>	<u>\$ (25,824)</u>	<u>\$ 21,000,539</u>
Governmental Activities Capital Assets, Net	<u>\$ 22,079,275</u>	<u>\$ 2,079,571</u>	<u>\$ (1,659,650)</u>	<u>\$ 22,499,196</u>

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

### Governmental Activities:

Instruction	\$ 639,610
Support Services	<u>304,002</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 943,612</u></u>

## ***D. Insurance Recovery***

During the year examined, the county received insurance proceeds of \$8,474 for damage to a sheriff's department vehicle sustained in an accident, and the discretely presented school department received insurance proceeds of \$13,544 for storm damage to an elementary school. These funds were not spent as of June 30, 2025, and have been reflected in the financial statements of this report.

***E. Construction Commitments***

On June 30, 2025, Overton County had an uncompleted construction contract of approximately \$4,420,250 for the construction of a health department. Funding for these future expenditures is expected to be received from federal grants.

***F. 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	\$ 14,103
"	Nonmajor governmental	2,444

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 Fund	Payable Fund	Amount
Primary Government:	Component Unit:	
Governmental Activities	School Department	\$ 1,775,873
General Debt Service	Health and Rehab Center	5,715,000

The amounts reflected as Due to the Primary Government from the discretely presented school department on the government-wide Statement of Net Position represent amounts for debt contributions.

The receivable from the health and rehab center represents amounts due to the county for debt issued on behalf of the center.

**Interfund Transfers:**

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

**Primary Government**

Transfers Out	Transfers In		Purpose
	General Fund	Nonmajor Governmental Funds	
Solid Waste/Sanitation Fund	\$ 32,000	\$ 0	Operations
General Debt Service Fund	1,000,000	0	"
"	448,000	0	Land purchase
"	0	500,000	Establish new fund
	<u>\$ 1,480,000</u>	<u>\$ 500,000</u>	



## Discretely Presented Overton County School Department

Transfers Out	Transfers In		
	General Purpose School Fund	Nonmajor Governmental Funds	Purpose
General Purpose School Fund	\$ 0	\$ 1,248,871	Debt retirement
School Federal Projects Fund	27,190	0	Indirect cost
Total	<u>\$ 27,190</u>	<u>\$ 1,248,871</u>	

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

### G. Long-term Debt

#### Primary Government

##### General Obligation Bonds and Other Loans

**General Obligation Bonds** - Overton County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government, the discretely presented school department, and the discretely presented Overton County Health and Rehab Center. 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 25 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund.

**Direct Borrowing and Direct Placements** - Overton County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government, the discretely presented school department, and the discretely presented Overton County Health and Rehab Center. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 13 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. Other loans included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund.

General obligation bonds and other loans outstanding as of June 30, 2025, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
General Obligation Bonds	2.58 to 5 %	4-1-45	\$ 22,255,000	\$ 18,855,000
Direct Borrowing and Direct Payment:				
Other Loans	1	8-1-32	2,925,917	1,775,873

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 785,000	\$ 775,019	\$ 1,560,019
2027	820,000	744,494	1,564,494
2028	855,000	712,301	1,567,301
2029	890,000	679,251	1,569,251
2030	925,000	644,513	1,569,513
2031-2035	4,675,000	2,638,514	7,313,514
2036-2040	4,870,000	1,630,863	6,500,863
2041-2045	5,035,000	578,457	5,613,457
Total	\$ 18,855,000	\$ 8,403,412	\$ 27,258,412

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2026	\$ 244,956	\$ 16,992	\$ 261,948
2027	247,416	14,532	261,948
2028	249,912	12,036	261,948
2029	252,420	9,528	261,948
2030	254,952	6,996	261,948
2031-2033	526,217	41,337	567,554
Total	\$ 1,775,873	\$ 101,421	\$ 1,877,294

There is \$7,146,710 available in the General Debt Service Fund and \$1,616,147 in the school department's Education Debt Service Fund to service long-term debt. However, of the General Debt Service Fund amount, \$5,715,000 has been loaned to the discretely presented Overton County Health and Rehab Center and will be repaid over the next 17 years. Bonded debt per capita totaled \$838, based on the 2020 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums, totaled \$961, based on the 2020 federal census.

The school department and the Overton County Health and Rehab Center are currently contributing funds to service the debt issued on their behalf by the primary government as noted in the table below. This debt is reflected in the government-wide financial statements as Due to the Primary Government in the financial statements of the school department and the health and rehab center and as Due from Component Units in the financial statements of the primary government.

Description of Debt	Outstanding 6-30-25
---------------------	------------------------

### Discretely Presented Overton County School Department

#### Other Loans Payable - Direct Placement

##### Contributions from the Education Debt Service Fund

Tennessee Energy Efficiency School Initiative Loan	\$ 1,775,873
Total School Department	<u>\$ 1,775,873</u>

### Discretely Presented Overton Health and Rehab Center

#### Bonds Payable

##### Contributions from the Health and Rehab Center

Nursing Home Improvements	\$ 1,865,000
Nursing Home Renovation and Construction	3,850,000
Total Health and Rehab Center	<u>\$ 5,715,000</u>
Total Due from Component Units	<u>\$ 7,490,873</u>

### Changes in Long-term Debt

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

#### Governmental Activities:

	Bonds	Other Loans - Direct Placement
Balance, July 1, 2024	\$ 20,065,250	\$ 2,018,393
Reductions	<u>(1,210,250)</u>	<u>(242,520)</u>
Balance, June 30, 2025	<u>\$ 18,855,000</u>	<u>\$ 1,775,873</u>
Balance Due Within One Year	<u>\$ 785,000</u>	<u>\$ 244,956</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 20,630,873
Less: Balance Due Within One Year - Debt	(1,029,956)
Add: Unamortized Premium on Debt	<u>991,640</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 20,592,557</u>

## *H. 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:**

	Other Postemployment Benefits	Compensated Absences *	Landfill Postclosure Care Costs	Net Pension Liability - Agent Plan ^
Balance, July 1, 2024	\$ 1,417,486	\$ 260,095	\$ 203,398	\$ 476,126
Additions	261,899	59,586	3,378	2,317,907
Reductions	(373,503)	0	(62,647)	(3,071,311)
Balance, June 30, 2025	<u>\$ 1,305,882</u>	<u>\$ 319,681</u>	<u>\$ 144,129</u>	<u>\$ (277,278)</u>
Balance Due Within One Year	<u>\$ 22,164</u>	<u>\$ 259,265</u>	<u>\$ 144,129</u>	<u>\$ 0</u>

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

^On June 30, 2025, the agent plan had a net pension asset.

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

Total Noncurrent Liabilities, Other - June 30, 2025	\$ 1,769,692
Less: Balance Due Within One Year - Other	<u>(425,558)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 1,344,134</u>

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

### **Discretely Presented Overton County School Department**

#### **Changes in Long-term Obligations**

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

**Governmental Activities:**

	Other Postemployment Benefits	Compensated Absences *	Net Pension Liability - Agent Plan ^
Balance, July 1, 2024	\$ 5,440,600	\$ 327,469	\$ 254,511
Additions	612,733	219,660	1,344,984
Reductions	(429,032)	0	(1,758,704)
Balance, June 30, 2025	<u>\$ 5,624,301</u>	<u>\$ 547,129</u>	<u>\$ (159,209)</u>
Balance Due Within One Year	<u>\$ 220,585</u>	<u>\$ 533,135</u>	<u>\$ 0</u>

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

^On June 30, 2025, the agent plan had a net pension asset.

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

Total Noncurrent Liabilities - Other, June 30, 2025	\$ 6,171,430
Less: Balance Due Within One Year - Other	<u>(753,720)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 5,417,710</u>

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

***I. On-Behalf Payments*****Discretely Presented Overton County School Department**

The State of Tennessee pays health insurance premiums for retired teachers on behalf of the Overton County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are 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 and the Medicare Supplement Plan for the year ended June 30, 2025, were \$132,690 and \$50,535, respectively. 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. Overton County participates in the Local Government Property and Casualty Fund (LGPCF), a public entity risk pool established by the Tennessee County Services Association, an association of member counties. The county pays an annual premium to the LGPCF for its general liability, property, and casualty insurance coverage. The creation of the LGPCF provides for it to be self-sustaining through member premiums. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

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

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

### **Discretely Presented Overton County School Department**

The 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 annual premiums to the TN-RMT for its general liability, property, casualty, and workers' 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, 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.

## ***B. Accounting Changes***

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

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

## ***C. Contingent Liabilities***

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

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

#### ***D. Changes in Administration***

On August 31, 2024, James Norrod left the Office of Highway Superintendent and was succeeded by Tim Kennedy, and Dorothy Stanton left the Office of Clerk and Master and was succeeded by Julie Raines.

#### ***E. Landfill Postclosure Care Costs***

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

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. These closure and postclosure care costs generally are paid near or after the date that the landfill stops accepting waste. Overton County closed its landfill in 1994. The Solid Waste/Sanitation Fund reports the postclosure care costs of the closed landfill as expenditures in each period in which they are incurred. The \$144,129 reported as landfill postclosure care liability on June 30, 2025, represents the net amount reported to date based on 100 percent use of the estimated capacity of the landfill. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

#### ***F. Joint Venture***

The Thirteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Thirteenth Judicial District, Clay, Cumberland, DeKalb, Overton, Pickett, Putnam, and White counties, and participating municipalities within the district. 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 each judicial district. Overton County did not make appropriations to the DTF for the year ended June 30, 2025. Overton County does not have an equity interest in the DTF. Complete financial statements for the DTF can be obtained from its administrative office at the following address:

Administrative Office:

Office of District Attorney General  
Thirteenth Judicial District Drug Task Force  
1289 S. Walnut Avenue  
Cookeville, TN 38501

#### ***G. Retirement Commitments***

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

###### **Primary Government**

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

*Plan Description.* Employees of Overton County, non-certified employees of the discretely presented Overton County School Department, and employees of the discretely presented Overton County Health and Rehab Center 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 49.2 percent, the non-certified employees of the discretely presented school department comprise 28.25 percent, and the discretely presented Overton County Health and Rehab Center comprises 22.55 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	275
Inactive Employees Entitled to But Not Yet Receiving Benefits	703
Active Employees	455
Total	<u><u>1,433</u></u>

*Contributions.* Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of their salary to the plan. Overton 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 Overton County were \$1,161,635 based on a rate of 6.88 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Overton County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.



### *Net Pension Liability (Asset)*

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

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

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

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

The actuarial assumptions, used in the June 30, 2024, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

*Discount Rate.* The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Overton 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	\$ 46,033,911	\$ 45,083,175	\$ 950,736
Changes for the Year:			
Service Cost	\$ 1,495,333	\$ 0	\$ 1,495,333
Interest	3,144,247	0	3,144,247
Differences Between Expected and Actual Experience	18,712	0	18,712
Contributions-Employer	0	1,059,170	(1,059,170)
Contributions-Employees	0	770,933	(770,933)
Net Investment Income	0	4,395,399	(4,395,399)
Benefit Payments, Including Refunds of Employee Contributions	(1,895,622)	(1,895,622)	0
Administrative Expense	0	(52,901)	52,901
Net Changes	\$ 2,762,670	\$ 4,276,979	\$ (1,514,309)
Balance, June 30, 2024	\$ 48,796,581	\$ 49,360,154	\$ (563,573)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	49.20%	\$ 24,007,918	\$ 24,285,196	\$ (277,278)
School Department	28.25%	13,785,034	13,944,244	(159,209)
Health and Rehab Center	22.55%	11,003,629	11,130,715	(127,086)
Total		\$ 48,796,581	\$ 49,360,154	\$ (563,573)

*Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Overton 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%
Overton County			
Net Pension Liability (Asset)	\$ 6,389,904	\$ (563,573)	\$ (6,210,486)

***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, Overton County recognized pension expense (negative pension expense) of \$1,496,631.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, Overton 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	\$ 812,711	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	521,215
Changes in Assumptions	750,460	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	1,161,635	N/A
Total	<u>\$ 2,724,806</u>	<u>\$ 521,215</u>

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 1,339,754	\$ 256,438
School Department	781,674	147,243
Health and Rehab Center	603,378	117,534
Total	<u>\$ 2,724,806</u>	<u>\$ 521,215</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	\$ 446,509
2027	999,882
2028	(133,175)
2029	(271,256)
2030	0
Thereafter	0

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

#### ***Payable to the Pension Plan***

On June 30, 2025, Overton County reported a payable of \$150 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2025.

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

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

*Plan Description.* As noted above under the primary government, employees of Overton County, non-certified employees of the discretely presented Overton County School Department, and employees of the discretely presented Overton County Health and Rehab Center 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 49.2 percent, the non-certified employees of the discretely presented school department comprise 28.25 percent, and the discretely presented Overton County Health and Rehab Center comprises 22.55 percent of the plan based on contribution data.

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

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

*Plan Description.* Teachers of the Overton 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 \$134,879, which is three percent of covered payroll. In addition, employer contributions of \$44,352, which is one percent of covered payroll were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$116,013) 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 0.162801 percent. The proportion as of June 30, 2023, was 0.139782 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the Overton County School Department recognized pension expense (negative pension expense) of \$94,590.

*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	\$ 9,583	\$ 35,642
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	19,570
Changes in Assumptions	46,101	0
Changes in Proportion of Net Pension Liability (Asset)	2,241	24,496
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	134,879	N/A
Total	\$ 192,804	\$ 79,708

The school department's employer contributions of \$134,879, 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	\$ (13,684)
2027	13,392
2028	(9,563)
2029	(9,456)
2030	70
Thereafter	(2,541)

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

The actuarial assumptions, used in the June 30, 2024, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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



department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 305,964	\$ (116,013)	\$ (430,052)

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

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

*Plan Description.* Teachers of the Overton 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 Overton County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$709,468 which is 6.36 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liability (Assets).* On June 30, 2025, the school department reported a liability (asset) of (\$5,656,900) 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 0.328343 percent. The proportion measured as of June 30, 2023, was 0.353672 percent.

*Pension Expense (Negative Pension Expense).* For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$1,279,785.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,508,545	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	1,101,734
Changes in Proportion of Net Pension Liability (Asset)	336,677	194,421
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	709,468	N/A
Total	<u>\$ 2,554,690</u>	<u>\$ 1,296,155</u>

The school department's employer contributions of \$709,468 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	\$ (563,761)
2027	2,267,706
2028	(574,808)
2029	(580,070)
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 are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions, used in the June 30, 2024, actuarial valuation, were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	\$ 7,186,223	\$ (5,656,900)	\$ (16,308,518)

*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**

### **Primary Government**

Overton County offers its employees two deferred compensation plans, one established pursuant to IRC Section 457 and the other pursuant to IRC Section 401(k). All costs of administering and funding these programs are the responsibility of plan participants. The Section 401(k) and Section 457 plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 457 establish participation, contribution, and withdrawal provisions for the plans.

### **Discretely Presented Overton County School Department**

The discretely presented Overton County School Department offers its employees two deferred compensation plans, each established pursuant to IRC Section 403(b). All costs of administering and funding these programs are the responsibility of plan participants. The Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Section 403(b) establishes participation, contribution, and withdrawal provisions for the plans.

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 \$214,743 and teachers contributed \$189,843 to this deferred compensation pension plan.

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

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

### **OPEB Provided through State Administered Public Entity Risk Pools**

#### **Primary Government**

Retirees of Overton County are provided healthcare under a Local Government Plan (LGP) until they reach Medicare eligibility. Likewise, the school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The retirees of the Overton County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare.

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

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

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

The discount rate was 3.93 percent, based on an average rating of AA/Aa as shown 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 6 percent load for males and a 14 percent load for females, projected generationally with MP-2021 from 2010. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load, projected generationally from 2018 with MP-2021.

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

### **Local Government OPEB Plans (Primary Government)**

*Plan Description.* Employees of Overton County who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through closed Local Government Plans (LGP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP.

*Benefits Provided.* Overton County offers the LGPs to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGPs upon obtaining

Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA* 8-27-701 establishes and amends the benefit terms of the LGPs. 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 LGPs, 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. Overton County provides a direct subsidy equal to that of active employee for retirees who are at least 55 years old, who worked for the county for ten years, and who had health insurance with the county at least three years.

*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 Benefit Payments	1
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>151</u>
Total	<u><u>152</u></u>

An insurance committee, created in accordance with *TCA* 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2025, the county paid \$19,886 to the LGP for OPEB benefits as they came due.

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

	Overton County
	<u>          </u>
Balance July 1, 2023	\$ 1,282,456
Changes for the Year:	
Service Cost	\$ 159,400
Interest	52,252
Changes in Benefit Terms	(195,865)
Difference between Expected and Actuarial Experience	(134,076)
Changes in Assumption	40,953
Benefit Payments	(20,783)
Net Changes	<u><u>\$ (98,119)</u></u>
Balance June 30, 2024	<u><u>\$ 1,184,337</u></u>

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the county recognized OPEB expense (negative OPEB expense) of (\$2,109). On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Actual and Expected Experience	\$ 5,314	\$ 268,541
Changes of Assumptions	255,321	72,614
Benefits Paid After the Measurement Date of June 30, 2024	19,886	0
Total	<u>\$ 280,521</u>	<u>\$ 341,155</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	Overton County
2026	\$ (16,601)
2027	(7,375)
2028	(3,876)
2029	(13,240)
2030	(22,851)
Thereafter	(16,577)

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

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

Discount Rate	1% Decrease	Current Discount Rate	1% Increase
Overton County	2.93%	3.93%	4.93%
Total OPEB Liability	\$ 1,266,520	\$ 1,184,337	\$ 1,107,149

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



**Healthcare Cost Trend Rate**

	1% Decrease	Current Trend Rate	1% Increase
Overton County	9.68 to 3.5%	10.68 to 4.5%	11.68 to 5.5%
Total OPEB Liability	\$ 1,066,863	\$ 1,184,337	\$ 1,321,011

**Tennessee Plan – Medicare (Primary Government)**

*Plan Description.* Employees of Overton County who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan – Medicare (TNM) administered by the Tennessee Department of Finance and Administration. All eligible post-65 retirees and disability participants of local governments, who choose coverage, participate in the TNM. The TNM also includes eligible retirees of the state, certain component units of the state, and local education agencies. This plan was closed to the employees of all participating employers that were hired on or after July 1, 2015. The county's total OPEB liability for the TNM Plan was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

*Benefits Provided.* The state offers the TNM to help fill most of the coverage gaps created by Medicare for eligible post-65 retirees and disabled participants of local governments. Insurance coverage is the only postemployment benefit provided to retirees. The TNM does not include pharmacy. In accordance with *TCA* 8-27-209, benefits of the TNM are established and amended by cooperation of insurance committees created by *TCA* Sections 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65 are Medicare eligible and also receive a benefit from the Tennessee Consolidated Retirement System (TCRS) may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. Overton County provided a direct subsidy of \$50 for eligible retirees with 30 or more years of service, \$37.50 for eligible retirees with 20-29 years of service, and \$20 for eligible retirees with less than 20 years of service.

*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 Benefit Payments	10
Inactive Employees Entitled To But Not Yet Receiving Benefit Payments	8
Active Employees Eligible for Benefits	<u>102</u>
Total	<u><u>120</u></u>

In accordance with *TCA* 8-27-209, the state insurance committees established by *TCA* Sections 8-27-201, 8-27-301, and 8-27-701 determine the required payments to the plan by member employers and 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. For the fiscal year ended June 30, 2025, the county paid \$2,278 to the TNM for OPEB benefits as they came due.

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

	Overton County
Balance July 1, 2023	\$ 135,030
Changes for the Year:	
Service Cost	\$ 4,265
Interest	5,029
Difference between Expected and Actuarial Experience	(14,554)
Changes in Assumption	(5,160)
Benefit Payments	(3,065)
Net Changes	\$ (13,485)
Balance June 30, 2024	\$ 121,545

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the county recognized OPEB expense (negative OPEB expense) of (\$45,755). On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Actual and Expected Experience	\$ 403	\$ 132,779
Changes of Assumptions	18,218	55,247
Benefits Paid After the Measurement Date of June 30, 2024	2,278	0
Total	\$ 20,899	\$ 188,026

The amounts 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	Overton County
2026	\$ (55,049)
2027	(43,562)
2028	(37,088)
2029	(15,683)
2030	(9,494)
Thereafter	(8,529)

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

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

Discount Rate	1% Decrease	Current Discount Rate	1% Increase
Overton County	2.93%	3.93%	4.93%
Total OPEB Liability	\$ 141,318	\$ 121,545	\$ 105,204

*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The premium subsidies provided to retirees in the TNM plan are assumed to remain unchanged for the entire projection period, therefore trend rates are not applicable to the plan calculations.

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

*Plan Description.* Employees of the Overton 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 Overton County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA* 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Overton County does not provide a direct subsidy and is only subject to the implicit subsidy. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

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

Inactive Employees Currently Receiving Benefits	27
Inactive Employees Entitled To But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	<u>263</u>
Total	<u><u>291</u></u>

A state insurance committee, created in accordance with *TCA* 8-27-301, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial

and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$212,610 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		Total OPEB Liability
	Overton County School Department	State of TN	
	63.94%	36.06%	
Balance July 1, 2023	\$ 5,266,577	\$ 3,127,094	\$ 8,393,671
Changes for the Year:			
Service Cost	\$ 209,799	\$ 118,319	\$ 328,118
Interest	200,109	112,855	312,964
Difference between Expected and Actuarial Experience	(212,609)	(119,904)	(332,513)
Change in Proportion	100,389	(100,389)	0
Changes in Assumption	93,960	52,991	146,951
Benefit Payments	(190,240)	(107,289)	(297,529)
Net Changes	\$ 201,408	\$ (43,417)	\$ 157,991
Balance June 30, 2024	\$ 5,467,985	\$ 3,083,677	\$ 8,551,662

The Overton 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 Overton 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 \$322,892 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department employees.

During the year, the Overton County School Department's proportionate share of the collective OPEB liability was 63.94 percent and the State of Tennessee's share was 36.06 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 \$848,438, 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	\$ 538,655	\$ 273,733
Changes in Proportion	176,054	269,702
Changes of Assumptions	761,376	456,609
Benefits Paid After the Measurement Date of June 30, 2024	212,610	0
Total	<u>\$ 1,688,695</u>	<u>\$ 1,000,044</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	\$ 115,634
2027	115,634
2028	128,225
2029	106,294
2030	3,599
Thereafter	6,655

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%
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Proportionate Share of the Collective Total OPEB Liability	\$ 5,875,830	\$ 5,467,985	\$ 5,079,757
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*Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The following presents the school department’s proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability

would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

#### Healthcare Cost Trend Rate

	1% Decrease 9.68 to 3.5%	Current Rate 10.68 to 4.5%	1% Increase 11.68 to 5.5%
Proportionate Share of the Collective Total OPEB Liability	\$ 4,924,669	\$ 5,467,985	\$ 6,093,072

#### Closed Tennessee Plan – Medicare (Discretely Presented School Department)

*Plan Description.* Employees of the Overton County School Department, who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan - Medicare (TNM) administered by the Tennessee Department of Finance and Administration. All eligible post-65 retired teachers and disability participants of local education agencies, who choose coverage, participate in the TNM. The TNM also includes eligible retirees of the state, certain component units of the state, and certain local governmental entities. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015. The school department's total OPEB liability for the TNM Plan was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

*Benefits Provided.* The state offers the TNM to help fill most of the coverage gaps created by Medicare for eligible post-65 retired teachers and disabled participants of local education agencies. Insurance coverage is the only postemployment benefit provided to retirees. The TNM does not include pharmacy. In accordance with *TCA* 8-27-209, benefits of the TNM are established and amended by cooperation of insurance committees created by *TCA* Sections 8-27-201, 8-27-301 and 8-27-701. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65, are Medicare eligible and also receive a benefit from the Tennessee Consolidated Retirement System may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. The Overton County School Department provides a subsidy of \$50 per month for retirees with 30 or more years of service, retirees with 20-29 years of service receive \$37.50, and retirees with 15-19 years of service receive \$25. The state, as a governmental nonemployer contributing entity, contributes to the premiums of eligible retirees of local education agencies based on years of service. The State of Tennessee provides a subsidy of \$50 per month for retirees with 30 or more years of service, retirees with 20-29 years of service receive \$37.50, and retirees with 15-19 years of service receive \$25.

*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	99
Inactive Employees Entitled To But Not Yet Receiving Benefits	39
Active Employees Eligible for Benefits	<u>278</u>
Total	<u><u>416</u></u>

In accordance with *TCA* 8-27-209, the state insurance committees established by *TCA* Sections 8-27-201, 8-27-301 and 8-27-701 determine the required payments to the plan by member employers and 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. For the fiscal

year ended June 30, 2025, the school department paid \$7,975 to the TNM for OPEB benefits as they came due.

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

	Share of Collective Liability		
	Overton County School Department 13.63%	State of TN 86.37%	Total OPEB Liability
Balance July 1, 2023	\$ 174,023	\$ 1,016,697	\$ 1,190,720
Changes for the Year:			
Service Cost	\$ 2,600	\$ 16,474	\$ 19,074
Interest	5,876	37,234	43,110
Difference between Expected and Actuarial Experience	(1,155)	(7,322)	(8,477)
Changes in Proportion	(11,725)	11,725	0
Changes in Assumption	(5,411)	(34,287)	(39,698)
Benefit Payments	(7,892)	(50,007)	(57,899)
Net Changes	\$ (17,707)	\$ (26,183)	\$ (43,890)
Balance June 30, 2024	\$ 156,316	\$ 990,514	\$ 1,146,830

The Overton County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retirees participating in the TNM. The Overton 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 is required by GASB Statement No. 75 to recognize revenue for subsidies provided by nonemployer contributing entities for benefits paid by the TNM for school department employees. The amount of the subsidy is equal to the nonemployer share of collective OPEB expenses. The school department recognized \$141,050 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Overton County School Department's proportionate share of the collective OPEB liability was 13.63 percent and the State of Tennessee's share was 86.37 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 (negative OPEB expense) of (\$16,709) including the state's share of the OPEB 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	\$ 5,134	\$ 9,322
Changes in Proportion	87,508	213,139
Changes of Assumptions	19,430	38,278
Benefits Paid After the Measurement Date of June 30, 2024	7,975	0
Total	<u>\$ 120,047</u>	<u>\$ 260,739</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	\$ (97,471)
2027	(6,042)
2028	(29,384)
2029	(11,876)
2030	(3,894)
Thereafter	0

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 TNM, 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%
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Proportionate Share of the Collective Total OPEB Liability	\$ 177,021	\$ 156,316	\$ 139,109
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*Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate.* The premium subsidies provided to retirees in the TNM plan are assumed to remain unchanged for the entire projection period, therefore trend rates are not applicable to the plan calculations.



*I. Office of Central Accounting and Budgeting*

Overton County operates under the provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive and highway superintendent. These funds are maintained in the Office of Central Accounting and Budgeting under the supervision of the director of accounts and budgets.

*J. Purchasing Laws*

**Offices of County Executive and Highway Superintendent**

Purchasing procedures for these offices are governed by provisions of the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures in the highway department are also governed by the Uniform Road Law, Section 54-7-113, *TCA*. In addition, the county commission adopted the provisions of 12-3-1212, *TCA*. These statutes provide for the purchasing agent to make all purchases for these departments, with purchases exceeding \$25,000 to be made on the basis of competitive bids solicited through public advertisement. The county executive serves as purchasing agent for Overton County.

**Office of Director of Schools**

Purchasing procedures for the discretely presented Overton County School Department are governed by purchasing laws applicable to the schools as set forth in Section 49-2-203, *TCA*, which provides for the county Board of Education, through its executive committee (director of schools and the chairman of the Board of Education), to make all purchases. Furthermore, the Board of Education adopted the provisions of Section 12-3-1212, *TCA*. This statute requires competitive bids to be solicited through newspaper advertisement on all purchases exceeding \$25,000.

*K. Subsequent Event*

On July 1, 2025, Donnie Holman left the Office of Director of Schools and succeeded by Kim Dillon.

**VI. OTHER NOTES – DISCRETELY PRESENTED OVERTON COUNTY HEALTH AND REHAB CENTER**

*A. Summary of Significant Accounting Policies*

This summary of significant accounting policies of Overton County Health and Rehab Center (the center) is presented to assist in understanding the center's financial statements. The financial statements and notes are representations of the center's management who is responsible for their integrity and objectivity. These accounting policies conform to generally accepted accounting principles.

**1. Organization**

Overton County Health and Rehab Center is a non-profit corporation chartered under the laws of the State of Tennessee on April 5, 1962, operating as a political subdivision of Overton County, Tennessee (the county). The purpose of the center is to provide nursing care to residents primarily from the Overton County area. The corporation is managed by a board of five directors who are county commissioners, appointed by the county commission of Overton County, Tennessee.

## **2. Financial Reporting Entity – Component Unit**

The center is a component unit of the primary government of Overton County, Tennessee. The center reports its financial information separately from Overton County; however, the county in its financial report also presents the center's financial information.

Legally, the center is a separate nonprofit entity that has considerable legal, financial and administrative autonomy. However, as the governing board is not elected but instead is entirely appointed by the county's board of commissioners, and the county is contingently liable for all of the center's debt obligations, the center cannot be a primary government. Instead, it qualifies as a component unit according to the directives of the Governmental Accounting Standards Board (GASB).

The GASB specifies that component units must be legally separate organizations which have financial accountability to a primary government. Financial accountability exists *prima facie* if a special-purpose government is not fiscally independent. GASB states that to be fiscally independent, the government has to have the authority to do all three activities. One of these activities is to issue bonded debt without approval by another government. Overton County Health and Rehab Center may not issue debt without Overton County, Tennessee's approval and the county remain contingently liable for all debt obligations. Because the center is both a legal entity and financially accountable to the primary government of Overton County as the county commission appoints all members of the governing board and by the nature of its fiscal dependence on Overton County as described above, it is a component unit of Overton County, Tennessee.

On June 30, 2025, there was an amount due to Overton County. This is described in detail in Note VI.J. The center did not engage in any other activities that were subject to the approval of Overton County.

## **3. Basis of Presentation**

The financial statements are presented on the full accrual basis of accounting and conform to accounting principles generally accepted in the United States of America.

As a component unit of Overton County, the accounts of the center are organized on the basis of a proprietary fund type, specifically an enterprise fund. The activities of this fund are accounted for with a separate set of self-balancing accounts that comprise the center's assets, liabilities, net position, revenues, and expenses. Enterprise funds account for activities (i) that are financed with debt that is secured by a pledge of the net revenues from fees and charges of the activity, or (ii) that are required by laws or regulations that the activity's costs of providing services, including capital costs (such as depreciation or debt service), be recovered with fees and charges, rather than with taxes or similar revenues; or (iii) that the pricing policies of the activity establish fees and charges designed to recover its costs, including capital costs (such as depreciation or debt service).

The accounting and financial reporting treatment applied to the center is determined by its measurement focus. The transactions of the center are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations are included on the balance sheet. Net position (i.e. total assets plus net deferred outflows net of total liabilities and net deferred inflows) is segregated into net investment in capital assets, restricted for pensions, and unrestricted components. When both restricted and unrestricted resources are available for use, it is the center's policy to use restricted resources first and then unrestricted resources as they are needed.

#### **4. Cash Flow - Cash and Cash Equivalents**

Overton County Health and Rehab Center presents its cash flow statement using the direct method. For purposes of cash flow presentation, the center considers cash in operating bank accounts, cash on hand, and certificates of deposit, which have original maturities of three months or less as cash and cash equivalents. On June 30, 2025, there were no certificates of deposit that qualified as cash equivalents.

#### **5. Accounts Receivable and Allowance for Doubtful Accounts**

Accounts receivable are stated at the amount that the center expects to collect from outstanding balances. The center provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based upon a review of outstanding receivables, historical collection information and existing economic conditions. The allowance for doubtful accounts was \$74,665 on June 30, 2025. Account balances are charged against the allowance after reasonable collection efforts have been exhausted and the potential for recovery is considered remote.

#### **6. Net Patient Revenue**

Gross patient revenue is recorded on an accrual basis based on services rendered at amounts equal to established rates. Allowances for contractual adjustments are recorded for the differences between established rates and amounts estimated to be paid by the Medicare and Medicaid programs and other third-party payors. Contractual adjustments are deducted from gross patient revenue to determine net patient revenue. Amounts paid under the Medicare and Medicaid programs are generally based on fixed rates per patient day, adjusted prospectively. All amounts earned under the Medicare, Medicaid, and other governmental programs are subject to review by the third-party payors. Any differences between estimated settlements and final determinations are reflected in operations in the year finalized.

#### **7. Property and Equipment**

Property and equipment are stated at cost. Donated capital assets are recorded at estimated fair market value at the date of donation. Purchases of assets with useful lives greater than one year and costing more than \$1,000 are capitalized. For financial statement purposes, depreciation of property and equipment is provided using the straight-line method. The center estimates the useful lives of the respective classes of plant and equipment as follows:

Assets	Years
Land and Improvements	5 - 20
Buildings and Improvements	5 - 50
Transportation Equipment	4 - 5
Equipment	3 - 25

Maintenance and repairs are charged to operations when incurred. The center eliminates the costs and related allowances from the accounts for properties sold or retired, and any resulting gains or losses are included in income.

#### **8. Accrued Compensated Absences**

Center employees earn vacation by prescribed formula based on length of service. The center accrues vacation pay when earned. All center employees that become full-time accrue sick time at the rate of ½ day for each month worked after six months as full-time. Sick leave carries over from year to year until the maximum of 480 hours have accumulated. Any unused sick

time accrued will not be paid to the employee in the event of termination. An estimate of accumulated leave that is attributable to services already rendered that is more likely than not to be used for time off or otherwise paid in cash is accrued at year end.

## **9. Pensions**

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

## **10. Other Postemployment Benefit (OPEB) Plans**

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

## **11. 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) until then. The center has items that qualify for reporting in this category. These items include pension differences between expected and actual experience, pension changes in assumptions, and employer contributions to the pension plan after the measurement date. In addition, OPEB differences between expected and actual experience, OPEB changes in assumptions, and employer payment for the OPEB plans after the measurement date are included in deferred outflows of resources.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The center has items that qualify for reporting in this category. These items include pension differences between projected and actual earnings on pension plan investments. In addition, the center had OPEB differences between actual and expected experience and OPEB changes in assumptions that are included in deferred inflows of resources.

## **12. Estimates**

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

### **13. Income Taxes**

The Internal Revenue Service has determined that the center is exempt from federal income taxes under Section 501(c)(3) of the United States Internal Revenue Code. Accordingly, the financial statements do not reflect a provision for income taxes.

### **14. Operating Revenues and Expenses**

The center's operating revenues and expenses consist of revenues earned and expenses incurred relating to the operation and maintenance of its principal ongoing operations. All other revenues and expenses are reported as nonoperating revenues and expenses and consist of those revenues and expenses that are related to financing and investing types of activities and result from nonexchange transactions or ancillary activities.

### **15. Adoption of New Accounting Standard**

The center adopted GASB Statement No. 101, *Compensated Absences* during the year ended June 30, 2025. The objective of this statement is to better meet the information needs of the financial statement users by updating the recognition and measurement guidance for compensated absences. The objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. See Note M for the effect of this new GASB.

### ***B. Cash and Certificates of Deposit***

The center does not have a formal policy regarding types of investments authorized. State statutes authorize the center to make investments in bonds, notes, or treasury bills of the United States, Federal Loan Bank bonds, Federal Home Loan Bank notes and bonds, Federal National Mortgage Association notes and debentures, banks or cooperative debentures, or any of its other agencies, or obligations guaranteed as to principal and interest by the United States or any of its agencies with a maturity not greater than one year, or in the pooled investment fund established under Tennessee law. During the year ended June 30, 2025, the board of directors chose to limit the investment of funds to demand deposits and certificates of deposit accounts at banking institutions.

On June 30, 2025, the carrying amount of cash deposits, including patient funds, plus petty cash of \$199 was \$2,567,260, and the bank balance was \$2,782,663. On June 30, 2025, the carrying amount of the certificate of deposit was \$1,961,277, and the bank balance was \$1,961,277.

For deposits with financial institutions, the center follows state statutes which require pledged collateral with a fair value equal to 105 percent of the funds on deposit, less insured amounts. On June 30, 2025, the entire bank balance was covered by federal depository insurance, or pledged securities held as collateral in another institution in the name of the center.

### ***C. Patient Funds Held in Trust***

On June 30, 2025, the center held funds totaling \$7,930 on behalf of the residents. The center is required to maintain a cash account as a depository for patient funds. The fund is restricted in use and can be used only for providing spending money for patients, purchasing supplies for patients with cash in the fund, or paying amounts due to the center for patient care, provided the amount does not include monies stipulated for patients' use only. All funds in excess of \$100 per recipient are required to be placed in an insured interest-bearing account.

In accordance with recent accounting guidance, GASB 84, *Fiduciary Activities*, the center has elected to report these patient funds as assets of the center with a corresponding center liability, as most of the

assets upon receipt, are normally expected to be held for three months or less. In addition, management considers the funds to be immaterial.

#### *D. Capital Assets*

Capital assets are summarized as follows:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 115,000	\$ 0	\$ 0	\$ 115,000
Total Capital Assets Not Depreciated	\$ 115,000	\$ 0	\$ 0	\$ 115,000
Capital Assets Depreciated:				
Land/Improvements	\$ 109,178	\$ 4,484	\$ 0	\$ 113,662
Buildings/Improvements	15,975,551	85,416	(3,338)	16,057,629
Transportation Equipment	33,576	0	0	33,576
Equipment	1,137,242	176,004	(135,855)	1,177,391
Total Capital Assets Depreciated	\$ 17,255,547	\$ 265,904	\$ (139,193)	\$ 17,382,258
Less Accumulated Depreciation For:				
Land/Improvements	\$ 82,851	\$ 7,205	\$ 0	\$ 90,056
Buildings/Improvements	4,305,238	416,584	(3,338)	4,718,484
Transportation Equipment	33,576	0	0	33,576
Equipment	874,662	71,041	(135,217)	810,486
Total Accumulated Depreciation	\$ 5,296,327	\$ 494,830	\$ (138,555)	\$ 5,652,602
Intangible Right-to-Use Assets:				
SBITA	\$ 0	\$ 100,086	\$ 0	\$ 100,086
Less: Accumulated Amortization - SBITA	0	(8,340)	0	(8,340)
Net Intangible Right-to-Use Assets	\$ 0	\$ 91,746	\$ 0	\$ 91,746
Total Capital Assets Depreciated, Net	\$ 11,959,220	\$ (137,180)	\$ (638)	\$ 11,821,402
Business-type Activities Capital Assets, Net	\$ 12,074,220	\$ (137,180)	\$ (638)	\$ 11,936,402

## Net Investment in Capital Assets

Capital Assets	\$	11,936,402
Less:		
Debt used for capital items		(5,801,912)
Accounts payable used for capital items		(27,755)
Net Investment in Capital Assets	\$	6,106,735

### *E. Concentration of Credit Risk*

The center grants credits without collateral to its patients, most of whom are insured under third-party payor agreements. The mix of receivables from patients and third-party payors is as follows:

Medicaid	40.77	%
Insurance	29.68	
Medicare	20.75	
Private	8.80	

### *F. Pension Plan*

*Plan Description.* Employees of Overton County Health and Rehab Center are provided a defined benefit pension plan through the Public Employee Retirement Plan, an agent multiple employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (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 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](#). Since Overton County Health and Rehab Center is a component unit of Overton County and does not have its own distinct agent multiple-employer pension plan, the plan is treated as a cost-sharing plan for purposes of Overton County Health and Rehab Center's stand-alone financial statements.

*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 non-service-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 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.



*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. Overton County Health and Rehab Center 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 Overton County Health and Rehab Center were \$250,884 based on a rate of 6.88 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Overton County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contribution and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

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

*Pension Liabilities (Assets).* On June 30, 2024, Overton County Health and Rehab Center reported a liability (asset) of (\$127,086) for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2024, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date. Overton County Health and Rehab Center's proportion of the net pension asset was based on a projection of Overton County Health and Rehab Center's contributions to the pension plan relative to the contributions of all participating entities. At the measurement date of June 30, 2024, Overton County Health and Rehab Center's proportion was 22.55 percent. The proportion measured as of June 30, 2023, was 23.15 percent.

*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 Developed Market	4.88 %	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 Overton County Health and Rehab Center 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 Net Pension Liability (Asset) to Changes in the Discount Rate.* The following presents the net pension liability (asset) of Overton County Health and Rehab Center calculated using the discount rate of 6.75 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75 percent) or one percentage point higher (7.75 percent) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Overton County Health and Rehab Center	5.75%	6.75%	7.75%

Net Pension Liability (Asset)	\$ 1,440,923	\$ (127,086)	\$ (1,400,465)
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***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, Overton County Health and Rehab Center recognized pension expense of \$337,490.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, Overton County Health and Rehab Center 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	\$ 183,266	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	117,534
Changes in Assumptions	169,229	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	250,884	N/A
Total	<u>\$ 603,379</u>	<u>\$ 117,534</u>

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

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	\$ 100,687
2027	225,473
2028	(30,031)
2029	(61,168)
2030	0
Thereafter	0

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

#### ***Payable to the Pension Plan***

On June 30, 2025, Overton County Health and Rehab Center reported a payable of \$31,889 for the outstanding amount of contributions to the pension plan required at the year ended June 30, 2025.

#### ***G. Risk Management***

The center is exposed to various risks related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; clinical/patient safety, unemployment compensation; and natural disasters. Risks related to the operation of the center are managed through the purchase of commercial insurance policies. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years and there have been no significant reductions in insurance coverage for the current year or for the prior five years.

#### ***H. Health Care Regulations***

The health care industry is subject to numerous laws and regulations of federal, state, and local governments. These laws and regulations include, but are not necessarily limited to, matters such as

licensure, accreditation, government health care program participation requirements, reimbursement for patient services, and Medicare and Medicaid fraud and abuse. Recently, government activity has increased with respect to investigations and allegations concerning possible violations of fraud and abuse statutes and regulations by health care providers. Violations of these laws and regulations could result in expulsion from government health care programs together with the imposition of significant fines and penalties, as well as repayments for patient services previously billed. Management believes that the center is in compliance with fraud and abuse statutes as well as other applicable government laws and regulations. Compliance with such laws and regulations can be subject to future government review and interpretation as well as regulatory actions unknown or unasserted at this time.

#### *I. Professional Liability Claims and Insurance*

The long-term health care industry has experienced a dramatic increase in personal injury and wrongful death claims based on alleged negligence by the center and its employees in providing care to residents. The center is subject to claims and suits, which arise in the ordinary course of business. In the opinion of management, the ultimate resolution of such pending legal proceedings has been adequately provided for through commercial insurance.

#### *J. Due to Primary Government*

On February 13, 2012, Overton County, Tennessee, passed a resolution to issue general obligations bonds in the aggregate principal amount of \$4,150,000, for the purpose of financing land acquisition, design, and site development for the construction and equipping of a health and rehab facility of the county. The facility was completed in the year ended June 30, 2016. The bonds, known as the General Obligation Bonds, Series 2012, were issued May 9, 2012, and are payable from unlimited ad valorem taxes to be levied on all taxable property within the county. The bonds are additionally payable from, although not secured by, revenues of the center. The full faith and credit of the county is irrevocably pledged for the payment of principal and interest on the bonds.

It is the intent of the center to repay the county bonds from revenues from the center. Therefore, the center has a due to the primary government in the exact amount of the balance of the bonds on June 30, 2025. The county has a liability for the bonds on the county's books with a corresponding amount due from the center. The center is repaying the indebtedness to the county in the form of payments on the bonds to U.S. Bank National Association according to the terms of the bonds. The bonds have a maturity date of April 1, 2033, and bear fixed interest rates ranging from one percent to 3.125 percent.

Interest expense incurred on the bonds for the year ended June 30, 2025, was \$57,364.

The annual debt service requirements to maturity are as follows:

Year Ending June 30	Principal	Interest
2026	\$ 205,000	\$ 53,606
2027	215,000	48,481
2028	220,000	42,838
2029	230,000	36,788
2030	235,000	30,175
2031-2033	760,000	47,025
Total	\$ 1,865,000	\$ 258,913

On April 10, 2017, Overton County, Tennessee, passed a resolution to issue general obligation bonds in the aggregate principal amount of not to exceed \$5,110,000, for the purpose of financing, in whole

or in part, the (i) construction, renovation, and equipping of nursing home facility (the “center”) of the county; (ii) payment of legal, fiscal, administrative, architectural, and engineering costs incident to the foregoing; (iii) reimbursement to the county for funds previously expended for any of the foregoing; and (iv) payment of costs incident to the issuance and sale of the bonds authorized herein. The bonds, known as the General Obligation Bonds, Series 2017, were issued June 20, 2017, in the amount of \$4,965,000 and are payable from unlimited ad valorem taxes to be levied on all taxable property within the county. The bonds are additionally payable from, although not secured by, revenues of the center. The full faith and credit of the county are irrevocably pledged for the payment of principal and interest on the bonds. Funds needed for the payment of the bonds may be reduced by revenues of the center.

It is the intent of the center to repay the county bonds from revenues from the center. Therefore, the center has a due to primary government (the “county”) in the exact amount of the balance of the bonds on June 30, 2025. The county has a liability for the bonds on the county’s books with a corresponding amount due from the center. The center is repaying the indebtedness to the county in the form of payments on the bonds to U.S. Bank National Association according to terms of the bonds. The bonds have a maturity date of April 1, 2042, and bear fixed interest rates ranging from 2.5 percent to 3.25 percent.

Interest expense incurred on the bonds for the year ended June 30, 2025, was \$121,058.

The annual debt service requirements to maturity related to the Overton County General Obligation Bonds, Series 2017 are as follows:

Year Ending June 30	Principal	Interest
2026	\$ 180,000	\$ 117,113
2027	185,000	111,712
2028	190,000	106,162
2029	195,000	101,413
2030	200,000	96,537
2031-2035	1,080,000	394,238
2036-2040	1,260,000	216,613
2041-2042	560,000	27,463
Total	<u>\$ 3,850,000</u>	<u>\$ 1,171,251</u>

Changes in long-term debt for the year ended June 30, 2025, were as follows:

	Balance 7-1-24	Reductions	Balance 6-30-25	Due Within One Year
Due to Primary Government:				
Series 2012	\$ 2,065,000	\$ 200,000	\$ 1,865,000	\$ 205,000
Series 2017	4,025,000	175,000	3,850,000	180,000
Total Debt	<u>\$ 6,090,000</u>	<u>\$ 375,000</u>	<u>\$ 5,715,000</u>	<u>\$ 385,000</u>

Changes in other long-term liabilities for the year ended June 30, 2025, were as follows:

	Balance 7-1-24	Additions	Reductions	Balance 6-30-25	Due Within One Year
Other Post-employment Benefits Liability	\$ 126,644	\$ 63,137	\$ 55,426	\$ 134,355	\$ 0
SBITA Liabilities	0	94,351	7,439	86,912	30,509
Compensated absences *	236,358	23,379	0	259,737	259,737
Total Long-term Obligations	<u>\$ 363,002</u>	<u>\$ 180,867</u>	<u>\$ 62,865</u>	<u>\$ 481,004</u>	<u>\$ 290,246</u>

\*Beginning balance has been restated for the change in account principle for the implementation of GASB 101.

### ***K Other Postemployment Benefits (OPEB)***

Employees of the Overton County Health and Rehab Center are provided pre-65 retiree health insurance benefits through the Local Government OPEB Plan (LGP), and employees hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan (TNP), both administered by the Tennessee Department of Finance and Administration. The following is a summary of each of these plans:

#### **Local Government OPEB Plan**

*Plan Description.* Employees of the Overton County Health and Rehab Center are provided with pre-65 retiree health insurance benefits through the Local Government Plan (LGP) administered by the Tennessee Department of Finance and Administration. This plan is considered to be a multi-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). However, for accounting purposes this plan will be treated as a single-employer plan. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP.

*Benefits Provided.* The center offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with Section 8-27-701, *Tennessee Code Annotated*, establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LGP receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. The center does not provide a direct subsidy and is only subject to the implicit subsidy. The LGP is funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

*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	0
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>76</u>
Total	<u><u>76</u></u>

An insurance committee, created in accordance with Section 8-27-701, *Tennessee Code Annotated*, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2025, the center paid \$516 to the LGP for OPEB benefits as they came due.

*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	Graded Salary ranges from 3.44 to 8.72% based on age, including, inflation, averaging four percent
Healthcare Cost Trend Rates	10.68% for pre-65 in 2024, decreasing annually over a 13-year period to an ultimate rate of 4.5%. 13.44% for post-65 in 2024, decreasing annually over a 12-year period to an ultimate rate of 4.5%.
Retirees' Share of Benefit Related Cost	Members are required to make monthly contributions in order to maintain their coverage. For the purpose of this valuation, a weighted average has been used with weights derived from the current distribution of members among plans offered.

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

*Discount Rate.* The discount rate used to measure the total OPEB liability was 3.93 percent. This rate reflects the interest rate derived from yields to 20-year, tax-exempt general obligation municipal bonds,

prevailing on the measurement date, with an average rating of AA/Aa as shown on the Bond Buyer 20-year Municipal GO AA index.

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

	Total OPEB Liability
Balance July 1, 2023	\$ 97,728
Changes for the Year:	
Service Cost	\$ 8,767
Interest	3,882
Difference between Expected and Actuarial Experience	(12,830)
Changes in Assumption	11,292
Benefit Payments	(290)
Net Changes	\$ 10,821
Balance June 30, 2024	\$ 108,549

*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 assumptions increased the total OPEB liability. Other changes in assumptions include adjustments to initial per capita costs and health trend rates.

*OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources.* For the year ended June 30, 2025, the center recognized OPEB expense of \$3,020. On June 30, 2025, the center reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 26,042
Changes of Assumptions	32,263	29,188
Net Difference Between Projected and Benefits Paid after the Measurement Date	516	0
Total	\$ 32,779	\$ 55,230

The amounts shown above for “employer payments subsequent to the measurement date” will be recognized as a reduction to total 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	Amount
2026	\$ (9,099)
2027	(6,116)
2028	(5,632)
2029	(3,953)
2030	740
Thereafter	1,093

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

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

Discount Rate	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
Total OPEB Liability	\$ 116,936	\$ 108,549	\$ 100,691

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

Healthcare Cost Trend Rate	1% Decrease 9.68 to 12.44% decreasing to 3.5%	Current Trend Rates 10.68 to 13.44% decreasing to 4.5%	1% Increase 11.68 to 14.44% decreasing to 5.5%
Total OPEB Liability	\$ 97,133	\$ 108,549	\$ 121,737

### Closed Tennessee Plan

*Plan Description.* Employees of Overton County Health and Rehab Center who were hired prior to July 1, 2015, are provided with post-65 retiree health insurance benefits through the closed Tennessee Plan (TNP) administered by the Tennessee Department of Finance and Administration. This plan is considered a multi-employer defined benefit plan that is used to provide postemployment benefits other than pensions (OPEB). However, for accounting purposes this plan will be treated as a single-employer plan. All eligible post-65 retirees and disability participants of local governments, who choose coverage, participate in the TNP. The TNP also includes eligible retirees of the state, certain component units of the state, and local education agencies. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

*Benefits Provided.* The state offers the TNP to help fill most of the coverage gaps created by Medicare for eligible post-65 retirees and disabled participants of local governments. Insurance coverage is the only postemployment benefit provided to retirees. The TNP does not include pharmacy. In accordance with Section 8-27-209, *Tennessee Code Annotated (TCA)*, benefits of the TNP are established and



amended by cooperation of insurance committees created by Sections 8-27-201, 8-27-301 and 8-27-701, *TCA*. Retirees and disabled employees of the state, component units, local education agencies, and certain local governments who have reached the age of 65 are Medicare eligible and also receive a benefit from the Tennessee Consolidated Retirement System (TCRS) may participate in this plan. All plan members receive the same plan benefits at the same premium rates. Participating employers determine their own policy related to subsidizing the retiree premiums. The center provided a direct subsidy of \$50 for eligible retirees with 30 or more years of service, \$37.50 for eligible retirees with 20-29 years of service, and \$25 for eligible retirees with less than 20 years of service. The TNP is funded on a pay-as-you-go basis and there are no assets accumulating in trust that meet the criteria of paragraph 4 of GAST Statement No. 75.

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

Inactive Employees Currently Receiving Benefits	2
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>26</u>
Total	<u><u>28</u></u>

In accordance with Section 8-27-209, *Tennessee Code Annotated (TCA)*, the state insurance committees established by Sections 8-27-201, 8-27-301, and 8-27-701, (*TCA*), determine the required payments to the plan by member employers and 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 center paid \$464 to the TNP for OPEB benefits as they came due.

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

	Total OPEB Liability
Balance July 1, 2023	<u>\$ 28,916</u>
Changes for the Year:	
Service Cost	\$ 1,244
Interest	1,092
Difference between Expected and Actuarial Experience	(3,801)
Changes in Assumption	(1,181)
Benefit Payments	(464)
Net Changes	<u>\$ (3,110)</u>
Balance June 30, 2024	<u><u>\$ 25,806</u></u>

*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 assumptions decreased the total OPEB liability.

*OPEB Expense.* For the year ended June 30, 2025, the center recognized OPEB expense of \$36,860.

*Deferred Outflows of Resources and Deferred Inflows of Resources.* On June 30, 2025, the center reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 19,014	\$ 178,484
Changes of Assumptions	22,794	10,978
Employer Payments Subsequent to the Measurement Date	464	0
Total	<u>\$ 42,272</u>	<u>\$ 189,462</u>

The amounts shown above for “employer payments subsequent to the measurement date” will be recognized as a reduction to total 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	Amount
2026	\$ (32,684)
2027	(41,329)
2028	(45,338)
2029	(23,478)
2030	(1,542)
Thereafter	(3,283)

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

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

Discount Rate	1% Decrease 2.93%	Current Discount Rates 3.93%	1% Increase 4.93%
Total OPEB Liability	\$ 30,350	\$ 25,806	\$ 22,095

#### **L. *Subscription-Based Information Technology Arrangements (SBITA)***

The center entered into an arrangement for the use of payroll software during the year that met the criteria of a SBITA. As a result, an intangible right-to-use asset and a SBITA liability were recorded. The contract began and was effective as of March 1, 2025.

The contract has an initial period of 36 months in which neither the Center nor the vendor may terminate. During this 36-month term, the monthly fee may vary depending on the number of employees in the applicable month, but in no event will it be less than a monthly minimum quantity of

120 employees. The subscription fee per employee per month is \$23 so the monthly minimum fee is \$2,785. This is true for the initial period of 36 months, at which time it can be renewed for 12-month periods. Each time it is renewed there will be an increase in the fee of 8%. Either party can choose not to renew.

The liability was computed using the monthly minimum fee of \$2,785 times the 36-month non-cancellable contract period. The center used a 3.99% discount rate to determine the present value of the SBITA liability of \$94,351. The intangible right-to-use asset was calculated using the SBITA liability amount of \$94,351 plus a launch fee and other set up fees of \$5,735, for a total asset amount of \$100,086. The asset will be amortized over the contract term of three years. Amortization in the amount of \$8,340 was reported in the Statement of Revenues, Expenses and Changes in Fund Net Position for the year ended June 30, 2025, as well as interest expense in the amount of \$916. The intangible right-to-use asset in the amount of \$100,086, the accumulated amortization in the amount of \$8,350, and the SBITA liability in the amount of \$86,912 were reported in the Statement of Net Position as of June 30, 2025. See notes D and J for additional information.

The annual principal and interest requirements of the SBITA liability to maturity are as follows:

Year Ending June 30	Principal	Interest
2026	\$ 30,509	\$ 2,914
2027	31,748	1,674
2028	24,655	411
Total	<u>\$ 86,912</u>	<u>\$ 4,999</u>

In addition to the amounts presented above, the center also had outflows of resources during the fiscal year totaling \$1,161 that were not included in the measurement of the SBITA liability. This total consists of the variable amount that is based on the number of employees above the minimum fee described above.

#### ***M. Change in Accounting Principle***

As described in Note VI.A.15. above, the center implemented GASB 101, *Compensated Absences* during the year ended June 30, 2025. GASB 101 establishes guidance for measuring a liability for leave that has not been used but is “more likely than not” to be used for time off or otherwise paid in cash or settled through noncash means. The change in accounting principle was retroactively applied as of the beginning of the year ended June 30, 2025, and as a result, the beginning balance of the June 30, 2025, financial statements has been restated.

Net Position, as previously reported	\$ 10,830,653
Adjustments for GASB 101 Implementation:	
Compensated Absences Liability	<u>(88,000)</u>
Net Change in Beginning Net Position	<u>\$ (88,000)</u>
Net Position, June 30, 2024 Restated	<u><u>\$ 10,742,653</u></u>

## REQUIRED SUPPLEMENTARY INFORMATION SECTION

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

Primary Government

**For the Fiscal Year Ended June 30**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total Pension Liability</b>										
Service Cost	\$ 873,441	\$ 869,285	\$ 963,413	\$ 1,023,158	\$ 1,091,342	\$ 1,100,415	\$ 1,102,174	\$ 1,254,455	\$ 1,354,197	\$ 1,495,333
Interest	1,777,058	1,915,961	1,984,413	2,100,957	2,213,415	2,323,783	2,466,101	2,696,026	2,923,342	3,144,247
Differences Between Actual and Expected Experience	296,202	(827,796)	85,227	(289,955)	(282,351)	62,577	17,901	1,005,043	655,134	18,712
Changes in Assumptions	0	0	648,060	0	0	0	3,752,296	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(1,071,132)	(1,109,892)	(1,167,868)	(1,274,081)	(1,428,330)	(1,589,980)	(1,461,074)	(1,668,580)	(1,706,660)	(1,895,622)
Net Change in Total Pension Liability	\$ 1,875,569	\$ 847,558	\$ 2,513,245	\$ 1,560,079	\$ 1,594,076	\$ 1,896,795	\$ 5,877,398	\$ 3,286,944	\$ 3,226,013	\$ 2,762,670
Total Pension Liability, Beginning	23,356,234	25,231,803	26,079,361	28,592,606	30,152,685	31,746,761	33,643,556	39,520,954	42,807,898	46,033,911
Total Pension Liability, Ending (a)	\$ 25,231,803	\$ 26,079,361	\$ 28,592,606	\$ 30,152,685	\$ 31,746,761	\$ 33,643,556	\$ 39,520,954	\$ 42,807,898	\$ 46,033,911	\$ 48,796,581
<b>Plan Fiduciary Net Position</b>										
Contributions - Employer	\$ 537,490	\$ 573,760	\$ 581,712	\$ 606,389	\$ 646,082	\$ 637,631	\$ 657,921	\$ 711,967	\$ 1,025,630	\$ 1,059,170
Contributions - Employee	496,759	532,213	547,104	561,743	619,920	587,516	608,061	683,826	745,375	770,933
Net Investment Income	778,022	689,545	3,017,854	2,451,687	2,368,897	1,680,589	9,092,406	(1,685,792)	2,838,898	4,395,399
Benefit Payments, Including Refunds of Employee Contributions	(1,071,132)	(1,109,892)	(1,167,868)	(1,274,081)	(1,428,330)	(1,589,980)	(1,461,074)	(1,668,580)	(1,706,660)	(1,895,622)
Administrative Expense	(19,883)	(30,836)	(35,061)	(40,254)	(38,443)	(36,796)	(36,603)	(40,870)	(43,311)	(52,901)
Other	0	3,500	0	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 721,256	\$ 658,290	\$ 2,943,741	\$ 2,305,484	\$ 2,168,126	\$ 1,278,960	\$ 8,860,711	\$ (1,999,449)	\$ 2,859,932	\$ 4,276,979
Plan Fiduciary Net Position, Beginning	25,286,124	26,007,380	26,665,670	29,609,411	31,914,895	34,083,021	35,361,981	44,222,692	42,223,243	45,083,175
Plan Fiduciary Net Position, Ending (b)	\$ 26,007,380	\$ 26,665,670	\$ 29,609,411	\$ 31,914,895	\$ 34,083,021	\$ 35,361,981	\$ 44,222,692	\$ 42,223,243	\$ 45,083,175	\$ 49,360,154
Net Pension Liability (Asset), Ending (a - b)	\$ (775,577)	\$ (586,309)	\$ (1,016,805)	\$ (1,762,210)	\$ (2,336,260)	\$ (1,718,425)	\$ (4,701,738)	\$ 584,655	\$ 950,736	\$ (563,573)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	103.07%	102.25%	103.56%	105.84%	107.36%	105.11%	111.90%	98.63%	97.93%	101.15%
Covered Payroll	\$ 9,935,118	\$ 10,605,526	\$ 10,752,516	\$ 11,208,669	\$ 11,942,343	\$ 11,787,725	\$ 12,068,413	\$ 12,869,768	\$ 14,886,996	\$ 15,394,898
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(7.81)%	(5.53)%	(9.46)%	(15.72)%	(19.56)%	(14.58)%	(38.96)%	4.54%	6.39%	(3.66)%

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

**OVERTON 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	\$ 573,760	\$ 581,712	\$ 606,389	\$ 646,082	\$ 594,023	\$ 612,925	\$ 663,275	\$ 1,025,630	\$ 1,059,170	\$ 1,161,635
Less: Contributions in Relation to the Actuarially Determined Contribution	(573,760)	(581,712)	(606,389)	(646,082)	(637,631)	(657,921)	(711,967)	(1,025,630)	(1,059,170)	(1,161,635)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (43,608)</u>	<u>\$ (44,996)</u>	<u>\$ (48,692)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 10,605,526	\$ 10,752,516	\$ 11,208,669	\$ 11,942,343	\$ 11,787,725	\$ 12,068,413	\$ 12,869,768	\$ 14,886,996	\$ 15,394,898	\$ 16,888,365
Contributions as a Percentage of Covered Payroll	5.41%	5.41%	5.41%	5.41%	5.41%	5.45%	5.53%	6.89%	6.88%	6.88%

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, the discretely presented health and rehab center, and non-certified employees of the discretely presented school department.

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

Discretely Presented Overton County School Department

**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 21,305	\$ 33,615	\$ 41,215	\$ 25,141	\$ 30,454	\$ 35,243	\$ 46,039	\$ 79,796	\$ 112,821	\$ 134,879
Less: Contributions in Relation to the Contractually Required Contribution	(21,305)	(33,615)	(41,215)	(25,141)	(30,454)	(35,243)	(46,039)	(79,796)	(112,821)	(134,879)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 532,620	\$ 840,382	\$ 1,024,778	\$ 1,295,946	\$ 1,500,192	\$ 1,738,550	\$ 2,281,503	\$ 2,780,338	\$ 3,824,421	\$ 4,495,975
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.02%	1.94%	2.03%	2.03%	2.02%	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%

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

Discretely Presented Overton County School Department

**For the Fiscal Year Ended June 30**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 1,029,362	\$ 1,004,390	\$ 1,006,914	\$ 1,163,916	\$ 1,153,927	\$ 1,124,932	\$ 1,134,719	\$ 997,336	\$ 740,425	\$ 709,468
Less: Contributions in Relation to the Contractually Required Contribution	(1,029,362)	(1,004,390)	(1,006,914)	(1,163,916)	(1,153,927)	(1,124,932)	(1,134,719)	(997,336)	(740,425)	(709,468)
Contribution Deficiency (Excess)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Covered Payroll	\$ 11,386,739	\$ 11,110,501	\$ 11,094,929	\$ 11,127,307	\$ 10,855,382	\$ 10,879,410	\$ 10,898,365	\$ 11,476,817	\$ 10,887,645	\$ 11,155,186
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.34%	10.41%	8.69%	6.80%	6.36%



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

Discretely Presented Overton 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)	0.117325%	0.121048%	0.128041%	0.117908%	0.122466%	0.118881%	0.120888%	0.134126%	0.139782%	0.162801%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (4,819)	\$ (12,601)	\$ (33,781)	\$ (53,475)	\$ (69,130)	\$ (67,601)	\$ (130,948)	\$ (40,630)	\$ (59,272)	\$ (116,013)
Covered Payroll	\$ 248,908	\$ 532,620	\$ 840,382	\$ 1,024,778	\$ 1,295,946	\$ 1,500,192	\$ 1,738,550	\$ 2,281,503	\$ 2,780,338	\$ 3,824,421
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.22)%	(5.33)%	(4.51)%	(7.53)%	(1.78)%	(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%

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

Discretely Presented Overton 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)	0.312541%	0.315440%	0.314304%	0.316687%	0.331847%	0.326158%	0.333730%	0.334758%	0.353672%	0.328343%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 128,027	\$ 1,971,325	\$ (102,835)	\$ (1,114,396)	\$ (3,411,984)	\$ (2,487,196)	\$ (14,394,558)	\$ (4,105,493)	\$ (4,169,699)	\$ (5,656,900)
Covered Payroll	\$ 11,699,966	\$ 11,386,739	\$ 11,110,501	\$ 11,094,929	\$ 11,127,307	\$ 10,855,382	\$ 10,879,410	\$ 10,898,365	\$ 11,476,817	\$ 10,887,645
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.09%	17.31%	(.93)%	(10.04)%	(30.66)%	(22.91)%	(132.31)%	(37.67)%	(36.33)%	(51.96)%
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%

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

Primary Government

**For the Fiscal Year Ended June 30****Overton County Plan****Total OPEB Liability**

	2017	2018	2019	2020	2021	2022	2023	2024
Service Cost	\$ 15,735	\$ 15,283	\$ 24,096	\$ 23,817	\$ 30,885	\$ 109,508	\$ 116,355	\$ 159,400
Interest	5,707	7,228	9,449	6,831	5,198	19,224	33,944	52,252
Changes in Benefit Terms	0	0	0	0	388,317	105,268	252,185	(195,865)
Differences Between Actual and Expected Experience	0	21,092	(96,310)	(9,578)	(8,506)	(77,983)	(90,891)	(134,076)
Changes in Assumptions	(9,653)	12,940	8,294	19,278	163,280	(87,576)	132,337	40,953
Benefit Payments	(3,447)	(4,020)	(10,810)	(12,533)	(1,019)	(4,968)	(7,927)	(20,783)
Net Change in Total OPEB Liability	\$ 8,342	\$ 52,523	\$ (65,281)	\$ 27,815	\$ 578,155	\$ 63,473	\$ 436,003	\$ (98,119)
Total OPEB Liability, Beginning	181,426	189,768	242,291	177,010	204,825	782,980	846,453	1,282,456
Total OPEB Liability, Ending	\$ 189,768	\$ 242,291	\$ 177,010	\$ 204,825	\$ 782,980	\$ 846,453	\$ 1,282,456	\$ 1,184,337
Covered Employee Payroll	\$ 3,973,352	\$ 4,481,573	\$ 4,999,544	\$ 5,000,348	\$ 5,406,258	\$ 6,349,275	\$ 6,364,022	\$ 8,298,817
Net OPEB Liability as a Percentage of Covered Employee Payroll	4.78%	5.41%	3.54%	4.10%	14.48%	13.33%	20.15%	14.27%

**Overton County Highway Plan****Total OPEB Liability**

	2017	2018	2019	2020	2021	2022	2023
Service Cost	\$ 5,748	\$ 5,496	\$ 5,296	\$ 6,804	\$ 6,739	\$ 38,841	\$ 35,464
Interest	1,614	2,125	2,478	2,176	1,410	7,144	11,752
Changes in Benefit Terms	0	0	0	0	174,629	97	(342,530)
Differences Between Actual and Expected Experience	0	(3,500)	(17,133)	(10,646)	(3,410)	(9,386)	0
Changes in Assumptions	(2,508)	5,605	2,348	4,232	57,744	(28,824)	0
Benefit Payments	0	(338)	(1,186)	(757)	(572)	(4,058)	(2,406)
Net Change in Total OPEB Liability	\$ 4,854	\$ 9,388	\$ (8,197)	\$ 1,809	\$ 236,540	\$ 3,814	\$ (297,720)
Total OPEB Liability, Beginning	49,512	54,366	63,754	55,557	57,366	293,906	297,720
Total OPEB Liability, Ending	\$ 54,366	\$ 63,754	\$ 55,557	\$ 57,366	\$ 293,906	\$ 297,720	\$ 0
Covered Employee Payroll	\$ 797,458	\$ 758,423	\$ 818,484	\$ 825,110	\$ 1,048,216	\$ 1,190,050	\$ 1,303,470
Net OPEB Liability as a Percentage of Covered Employee Payroll	6.82%	8.41%	6.79%	6.95%	28.04%	25.02%	0.00%

(Continued)

**OVERTON COUNTY, TENNESSEE****Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plans (Cont.)****State Administered Medicare Plans****Overton County Plan**

	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total OPEB Liability</b>								
Service Cost	\$ 22,732	\$ 19,503	\$ 15,556	\$ 7,426	\$ 9,011	\$ 7,947	\$ 4,618	\$ 4,265
Interest	13,545	15,844	13,992	6,385	4,542	3,321	4,526	5,029
Differences Between Actual and Expected Experience	0	(81,740)	(225,164)	(25,749)	(24,462)	(2,236)	(10,734)	(14,554)
Changes in Benefit Terms	0	0	0	0	0	0	16,262	0
Changes in Assumptions	(48,528)	(3,551)	3,932	37,683	(37,209)	(29,519)	(1,779)	(5,160)
Benefit Payments	(2,550)	(4,088)	(5,263)	(4,296)	(3,163)	(1,983)	(2,178)	(3,065)
Net Change in Total OPEB Liability	\$ (14,801)	\$ (54,032)	\$ (196,947)	\$ 21,449	\$ (51,281)	\$ (22,470)	\$ 10,715	\$ (13,485)
Total OPEB Liability, Beginning	442,397	427,596	373,564	176,617	198,066	146,785	124,315	135,030
Total OPEB Liability, Ending	\$ 427,596	\$ 373,564	\$ 176,617	\$ 198,066	\$ 146,785	\$ 124,315	\$ 135,030	\$ 121,545
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability as a percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**Overton County Highway Plan**

	2017	2018	2019	2020	2021	2022	2023
<b>Total OPEB Liability</b>							
Service Cost	\$ 849	\$ 746	\$ 0	\$ 855	\$ 1,190	\$ 813	\$ 578
Interest	421	502	0	598	471	365	531
Differences Between Actual and Expected Experience	0	0	0	(1,346)	199	513	0
Changes in Benefit Terms	0	(14,531)	16,299	0	0	0	(15,522)
Changes in Assumptions	(1,457)	0	0	3,960	(5,862)	(3,324)	0
Benefit Payments	0	(113)	0	(256)	(19)	(10)	(33)
Net Change in Total OPEB Liability	\$ (187)	\$ (13,396)	\$ 16,299	\$ 3,811	\$ (4,021)	\$ (1,643)	\$ (14,446)
Total OPEB Liability, Beginning	13,583	13,396	0	16,299	20,110	16,089	14,446
Total OPEB Liability, Ending	\$ 13,396	\$ 0	\$ 16,299	\$ 20,110	\$ 16,089	\$ 14,446	\$ 0
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability as a percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Continued)

**OVERTON COUNTY, TENNESSEE****Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plans (Cont.)**

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

Note 2: Changes in assumptions.

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

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

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

For the 2019 plan year - from 5.40% to 6.75%  
 For the 2020 plan year - from 6.75% to 6.03%  
 For the 2021 plan year - from 6.03% to 9.02%  
 For the 2022 plan year - from 9.02% to 7.36%  
 For the 2023 plan year - from 7.36% to 8.37%  
 For the 2024 plan year - from 8.37% to 10.31%  
 For the 2025 plan year - from 10.31% to 10.68%

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

Note 4: The Overton County Highway Department Plan was absorbed by the Overton County Plan during the measurement period for the fiscal year ending June 30, 2024. No liabilities are necessary, for the Overton County Highway Plan, subsequent to the 2023 year.

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

Discretely Presented Overton County School Department

**For the Fiscal Year Ended June 30****Local Education Plan**

	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total OPEB Liability</b>								
Service Cost	\$ 337,837	\$ 311,697	\$ 266,003	\$ 235,416	\$ 315,398	\$ 385,511	\$ 294,111	\$ 328,118
Interest	182,077	219,830	194,779	194,741	153,431	168,074	276,208	312,964
Changes in Benefit Terms	0	(1,013,086)	(204,578)	0	0	0	0	0
Differences Between Actual and Expected Experience	0	(131,244)	635,664	400,491	81,124	640,306	(131,288)	(332,513)
Changes in Assumptions or Other Inputs	(289,836)	152,065	(419,372)	734,254	468,243	(801,809)	606,217	146,951
Benefit Payments	(254,268)	(274,645)	(303,965)	(244,123)	(256,147)	(243,103)	(317,165)	(297,529)
Net Change in Total OPEB Liability	\$ (24,190)	\$ (735,383)	\$ 168,531	\$ 1,320,779	\$ 762,049	\$ 148,979	\$ 728,083	\$ 157,991
Total OPEB Liability, Beginning	6,024,823	6,000,633	5,265,250	5,433,781	6,754,560	7,516,609	7,665,588	8,393,671
Total OPEB Liability, Ending	\$ 6,000,633	\$ 5,265,250	\$ 5,433,781	\$ 6,754,560	\$ 7,516,609	\$ 7,665,588	\$ 8,393,671	\$ 8,551,662
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 2,090,315	\$ 1,614,289	\$ 1,781,720	\$ 2,124,220	\$ 2,510,959	\$ 2,752,175	\$ 3,127,094	\$ 3,083,677
Employer Proportionate Share of the Total OPEB Liability	3,910,318	3,650,961	3,652,061	4,630,340	5,005,650	4,913,413	5,266,577	5,467,985
Covered Employee Payroll	\$ 15,452,856	\$ 15,824,867	\$ 15,828,081	\$ 16,242,107	\$ 16,744,855	\$ 18,242,534	\$ 19,061,022	\$ 20,594,147
Net OPEB Liability as a Percentage of Covered Employee Payroll	38.83%	33.27%	34.33%	41.59%	44.89%	42.02%	44.04%	41.52%

**State Administered Medicare Plan**

	2017	2018	2019	2020	2021	2022	2023	2024
<b>Total OPEB Liability</b>								
Service Cost	\$ 67,589	\$ 55,245	\$ 24,518	\$ 34,100	\$ 37,199	\$ 36,396	\$ 22,243	\$ 19,074
Interest	85,496	96,598	47,631	51,525	34,628	31,228	41,494	43,110
Changes in Benefit Terms	0	(1,203,949)	0	(199,069)	0	0	0	0
Differences Between Actual and Expected Experience	0	(225,219)	(90,989)	(6,935)	54,420	(37,533)	16,267	(8,477)
Changes in Assumptions or Other Inputs	(250,587)	(10,478)	212,336	265,353	(195,900)	(237,442)	(12,680)	(39,698)
Benefit Payments	(103,800)	(105,548)	(53,132)	(48,618)	(49,583)	(51,790)	(52,543)	(57,899)
Net Change in Total OPEB Liability	\$ (201,302)	\$ (1,393,351)	\$ 140,364	\$ 96,356	\$ (119,236)	\$ (259,141)	\$ 14,781	\$ (43,890)
Total OPEB Liability, Beginning	2,912,249	2,710,947	1,317,596	1,457,960	1,554,316	1,435,080	1,175,939	1,190,720
Total OPEB Liability, Ending	\$ 2,710,947	\$ 1,317,596	\$ 1,457,960	\$ 1,554,316	\$ 1,435,080	\$ 1,175,939	\$ 1,190,720	\$ 1,146,830
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 1,257,256	\$ 1,182,084	\$ 1,069,398	\$ 1,315,006	\$ 1,161,205	\$ 974,487	\$ 1,016,697	\$ 990,514
Employer Proportionate Share of the Total OPEB Liability	1,453,691	135,512	388,562	239,310	273,875	201,452	174,023	156,316
Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total OPEB Liability as a percentage of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Continued)

**OVERTON COUNTY, TENNESSEE****Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plans (Cont.)**

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

Note 2: Changes in assumptions.

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

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

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

For the 2019 plan year - from 5.40% 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.

**OVERTON 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 Ye
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 Adjustments	2.125%

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



## **COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

## NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

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

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

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

**American Rescue Plan Fund** – The American Rescue Plan Fund is used to account for funding related to the American Rescue Plan Act Grant. Grant revenue is the foundational revenue of this fund.

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

### CAPITAL PROJECT 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.*

**Other Capital Projects #1** – The Other Capital Projects #1 Fund is used to account for transactions related to the acquisition of public safety vehicles.

**Other Capital Projects #2** – The Other Capital Projects #2 Fund is used to account for the transactions related to the construction of a health department.

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

	Special Revenue Funds					Capital Projects Funds
	Courthouse and Jail Maintenance	Drug Control	American Rescue Plan	Constitutional Officers - Fees	Total	Other Capital Projects #1
<b>ASSETS</b>						
Cash	\$ 0	\$ 0	\$ 0	\$ 1,511	\$ 1,511	\$ 0
Equity in Pooled Cash and Investments	15,844	69,952	214,346	0	300,142	687,462
Accounts Receivable	0	0	0	1,851	1,851	0
Total Assets	<u>\$ 15,844</u>	<u>\$ 69,952</u>	<u>\$ 214,346</u>	<u>\$ 3,362</u>	<u>\$ 303,504</u>	<u>\$ 687,462</u>
<b>LIABILITIES</b>						
Cash Overdraft	\$ 0	\$ 0	\$ 0	\$ 918	\$ 918	\$ 0
Contracts Payable	0	0	0	0	0	0
Retainage Payable	0	0	0	0	0	0
Due to Other Funds	0	0	0	2,444	2,444	0
Total Liabilities	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,362</u>	<u>\$ 3,362</u>	<u>\$ 0</u>
<b>FUND BALANCES</b>						
Restricted:						
Restricted for General Government	\$ 15,844	\$ 0	\$ 0	\$ 0	\$ 15,844	\$ 0
Restricted for General Government - American Rescuer Plan Act	0	0	214,346	0	214,346	0
Restricted for Public Safety	0	69,952	0	0	69,952	0
Restricted for Public Health and Welfare	0	0	0	0	0	0
Committed:						
Committed for Public Safety	0	0	0	0	0	687,462
Total Fund Balances	<u>\$ 15,844</u>	<u>\$ 69,952</u>	<u>\$ 214,346</u>	<u>\$ 0</u>	<u>\$ 300,142</u>	<u>\$ 687,462</u>
Total Liabilities and Fund Balances	<u>\$ 15,844</u>	<u>\$ 69,952</u>	<u>\$ 214,346</u>	<u>\$ 3,362</u>	<u>\$ 303,504</u>	<u>\$ 687,462</u>

(Continued)

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

	<b>Capital Projects Funds (Cont.)</b>		<b>Total Nonmajor Governmental Funds</b>
	<b>Other Capital Projects #2</b>	<b>Total</b>	
<b>ASSETS</b>			
Cash	\$ 0	\$ 0	\$ 1,511
Equity in Pooled Cash and Investments	333,793	1,021,255	1,321,397
Accounts Receivable	0	0	1,851
Total Assets	<u>\$ 333,793</u>	<u>\$ 1,021,255</u>	<u>\$ 1,324,759</u>
<b>LIABILITIES</b>			
Cash Overdraft	\$ 0	\$ 0	\$ 918
Contracts Payable	140,362	140,362	140,362
Retainage Payable	7,388	7,388	7,388
Due to Other Funds	0	0	2,444
Total Liabilities	<u>\$ 147,750</u>	<u>\$ 147,750</u>	<u>\$ 151,112</u>
<b>FUND BALANCES</b>			
Restricted:			
Restricted for General Government	\$ 0	\$ 0	\$ 15,844
Restricted for General Government - American Rescuer Plan Act	0	0	214,346
Restricted for Public Safety	0	0	69,952
Restricted for Public Health and Welfare	186,043	186,043	186,043
Committed:			
Committed for Public Safety	0	687,462	687,462
Total Fund Balances	<u>\$ 186,043</u>	<u>\$ 873,505</u>	<u>\$ 1,173,647</u>
Total Liabilities and Fund Balances	<u>\$ 333,793</u>	<u>\$ 1,021,255</u>	<u>\$ 1,324,759</u>

**OVERTON 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
	Courthouse and Jail Maintenance	Drug Control	American Rescue Plan	Constitu - tional Officers - Fees	Total	Other Capital Projects #1
<b>Revenues</b>						
Local Taxes	\$ 344	\$ 0	\$ 0	\$ 0	\$ 344	\$ 0
Fines, Forfeitures, and Penalties	0	5,599	0	0	5,599	0
Charges for Current Services	0	0	0	2,884	2,884	0
Other Local Revenues	0	8,665	54,060	0	62,725	0
State of Tennessee	0	0	0	0	0	663,923
Total Revenues	\$ 344	\$ 14,264	\$ 54,060	\$ 2,884	\$ 71,552	\$ 663,923
<b>Expenditures</b>						
Current:						
General Government	\$ 0	\$ 0	\$ 24	\$ 0	\$ 24	\$ 0
Finance	0	0	0	330	330	0
Administration of Justice	0	0	0	2,520	2,520	0
Public Safety	0	14,511	0	34	14,545	0
Other Operations	3	0	1,694,538	0	1,694,541	0
Capital Projects	0	0	0	0	0	214,834
Total Expenditures	\$ 3	\$ 14,511	\$ 1,694,562	\$ 2,884	\$ 1,711,960	\$ 214,834

(Continued)

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

	<b>Special Revenue Funds</b>					<b>Capital Projects Funds</b>
	Courthouse and Jail Maintenance	Drug Control	American Rescue Plan	Constitu - tional Officers - Fees	Total	Other Capital Projects #1
Excess (Deficiency) of Revenues Over Expenditures	\$ 341	\$ (247)	\$ (1,640,502)	\$ 0	\$ (1,640,408)	\$ 449,089
<b>Other Financing Sources (Uses)</b>						
Transfers In	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Net Change in Fund Balances	\$ 341	\$ (247)	\$ (1,640,502)	\$ 0	\$ (1,640,408)	\$ 449,089
Fund Balance, July 1, 2024	15,503	70,199	1,854,848	0	1,940,550	238,373
Fund Balance, June 30, 2025	\$ 15,844	\$ 69,952	\$ 214,346	\$ 0	\$ 300,142	\$ 687,462

(Continued)

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

	<b>Capital Projects Funds (Cont.)</b>		<b>Total Nonmajor Governmental Funds</b>
	<b>Other Capital Projects #2</b>	<b>Total</b>	
<b>Revenues</b>			
Local Taxes	\$ 0	\$ 0	\$ 344
Fines, Forfeitures, and Penalties	0	0	5,599
Charges for Current Services	0	0	2,884
Other Local Revenues	0	0	62,725
State of Tennessee	165,793	829,716	829,716
Total Revenues	<u>\$ 165,793</u>	<u>\$ 829,716</u>	<u>\$ 901,268</u>
<b>Expenditures</b>			
Current:			
General Government	\$ 0	\$ 0	\$ 24
Finance	0	0	330
Administration of Justice	0	0	2,520
Public Safety	0	0	14,545
Other Operations	0	0	1,694,541
Capital Projects	479,750	694,584	694,584
Total Expenditures	<u>\$ 479,750</u>	<u>\$ 694,584</u>	<u>\$ 2,406,544</u>

(Continued)

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

	<b>Capital Projects Funds (Cont.)</b>		<b>Total Nonmajor Governmental Funds</b>
	<b>Other Capital Projects #2</b>	<b>Total</b>	
Excess (Deficiency) of Revenues Over Expenditures	\$ (313,957)	\$ 135,132	\$ (1,505,276)
<b>Other Financing Sources (Uses)</b>			
Transfers In	\$ 500,000	\$ 500,000	\$ 500,000
Total Other Financing Sources (Uses)	\$ 500,000	\$ 500,000	\$ 500,000
Net Change in Fund Balances	\$ 186,043	\$ 635,132	\$ (1,005,276)
Fund Balance, July 1, 2024	0	238,373	2,178,923
Fund Balance, June 30, 2025	\$ 186,043	\$ 873,505	\$ 1,173,647



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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 344	\$ 360	\$ 360	\$ (16)
Total Revenues	\$ 344	\$ 360	\$ 360	\$ (16)
<b>Expenditures</b>				
General Government				
County Buildings	\$ 0	\$ 200	\$ 200	\$ 200
Other Operations				
Other Charges	3	50	50	47
Total Expenditures	\$ 3	\$ 250	\$ 250	\$ 247
Excess (Deficiency) of Revenues Over Expenditures	\$ 341	\$ 110	\$ 110	\$ 231
Net Change in Fund Balance	\$ 341	\$ 110	\$ 110	\$ 231
Fund Balance, July 1, 2024	15,503	15,419	15,419	84
Fund Balance, June 30, 2025	\$ 15,844	\$ 15,529	\$ 15,529	\$ 315

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Fines, Forfeitures, and Penalties	\$ 5,599	\$ 0	\$ 0	\$ 5,599	\$ 4,100	\$ 4,100	\$ 1,499
Other Local Revenues	8,665	0	0	8,665	2,000	8,300	365
Fees Received From County Officials	0	0	0	0	200	200	(200)
Total Revenues	\$ 14,264	\$ 0	\$ 0	\$ 14,264	\$ 6,300	\$ 12,600	\$ 1,664
<b>Expenditures</b>							
Public Safety							
Drug Enforcement	\$ 14,511	\$ (5,209)	\$ 50	\$ 9,352	\$ 27,540	\$ 33,840	\$ 24,488
Total Expenditures	\$ 14,511	\$ (5,209)	\$ 50	\$ 9,352	\$ 27,540	\$ 33,840	\$ 24,488
Excess (Deficiency) of Revenues Over Expenditures	\$ (247)	\$ 5,209	\$ (50)	\$ 4,912	\$ (21,240)	\$ (21,240)	\$ 26,152
Net Change in Fund Balance	\$ (247)	\$ 5,209	\$ (50)	\$ 4,912	\$ (21,240)	\$ (21,240)	\$ 26,152
Fund Balance, July 1, 2024	70,199	(5,209)	0	64,990	65,328	65,328	(338)
Fund Balance, June 30, 2025	\$ 69,952	\$ 0	\$ (50)	\$ 69,902	\$ 44,088	\$ 44,088	\$ 25,814

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

American Rescue Plan Fund

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<b>Revenues</b>							
Other Local Revenues	\$ 54,060	\$ 0	\$ 0	\$ 54,060	\$ 72,000	\$ 72,000	\$ (17,940)
Total Revenues	\$ 54,060	\$ 0	\$ 0	\$ 54,060	\$ 72,000	\$ 72,000	\$ (17,940)
<b>Expenditures</b>							
General Government							
Other General Administration	\$ 24	\$ 0	\$ 0	\$ 24	\$ 556	\$ 556	\$ 532
Other Operations							
American Rescue Plan Act Grant #1	1,694,538	(21,791)	278,913	1,951,660	1,964,892	1,964,892	13,232
Total Expenditures	\$ 1,694,562	\$ (21,791)	\$ 278,913	\$ 1,951,684	\$ 1,965,448	\$ 1,965,448	\$ 13,764
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,640,502)	\$ 21,791	\$ (278,913)	\$ (1,897,624)	\$ (1,893,448)	\$ (1,893,448)	\$ (4,176)
Net Change in Fund Balance	\$ (1,640,502)	\$ 21,791	\$ (278,913)	\$ (1,897,624)	\$ (1,893,448)	\$ (1,893,448)	\$ (4,176)
Fund Balance, July 1, 2024	1,854,848	(21,791)	0	1,833,057	1,937,183	1,937,183	(104,126)
Fund Balance, June 30, 2025	\$ 214,346	\$ 0	\$ (278,913)	\$ (64,567)	\$ 43,735	\$ 43,735	\$ (108,302)

## MAJOR GOVERNMENTAL FUND

### GENERAL DEBT SERVICE FUND

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<b>Revenues</b>				
Local Taxes	\$ 86	\$ 46,325	\$ 46,325	\$ (46,239)
Other Local Revenues	1,498,027	601,000	601,000	897,027
Other Governments and Citizens Groups	2,057,083	0	2,057,083	0
Total Revenues	<u>\$ 3,555,196</u>	<u>\$ 647,325</u>	<u>\$ 2,704,408</u>	<u>\$ 850,788</u>
<b>Expenditures</b>				
Principal on Debt				
General Government	\$ 375,000	\$ 0	\$ 375,000	\$ 0
Education	1,077,770	0	1,077,770	0
Interest on Debt				
General Government	180,969	0	180,969	0
Education	797,844	0	797,844	0
Other Debt Service				
General Government	15,329	1,993,500	45,500	30,171
Education	500	0	500	0
Total Expenditures	<u>\$ 2,447,412</u>	<u>\$ 1,993,500</u>	<u>\$ 2,477,583</u>	<u>\$ 30,171</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 1,107,784</u>	<u>\$ (1,346,175)</u>	<u>\$ 226,825</u>	<u>\$ 880,959</u>
<b>Other Financing Sources (Uses)</b>				
Transfers Out	\$ (1,948,000)	\$ 0	\$ (1,948,000)	\$ 0
Total Other Financing Sources	<u>\$ (1,948,000)</u>	<u>\$ 0</u>	<u>\$ (1,948,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	<u>\$ (840,216)</u>	<u>\$ (1,346,175)</u>	<u>\$ (1,721,175)</u>	<u>\$ 880,959</u>
Fund Balance, July 1, 2024	<u>7,986,926</u>	<u>1,893,503</u>	<u>1,893,503</u>	<u>6,093,423</u>
Fund Balance, June 30, 2025	<u><u>\$ 7,146,710</u></u>	<u><u>\$ 547,328</u></u>	<u><u>\$ 172,328</u></u>	<u><u>\$ 6,974,382</u></u>

## CUSTODIAL FUNDS

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

**Cities - Sales Tax Fund** – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside 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.

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

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

	<b>Custodial Funds</b>		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
<b>ASSETS</b>			
Cash	\$ 0	\$ 1,339,513	\$ 1,339,513
Due from Other Governments	259,923	0	259,923
Total Assets	<u>\$ 259,923</u>	<u>\$ 1,339,513</u>	<u>\$ 1,599,436</u>
<b>LIABILITIES</b>			
Due to Other Taxing Units	\$ 259,923	\$ 0	\$ 259,923
Total Liabilities	<u>\$ 259,923</u>	<u>\$ 0</u>	<u>\$ 259,923</u>
<b>NET POSITION</b>			
Restricted for Individuals, Organizations, and Other Governments	<u>\$ 0</u>	<u>\$ 1,339,513</u>	<u>\$ 1,339,513</u>
Total Net Position	<u><u>\$ 0</u></u>	<u><u>\$ 1,339,513</u></u>	<u><u>\$ 1,339,513</u></u>

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

	<b>Custodial Funds</b>		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
<b>Additions</b>			
Sales Tax Collections for Other Governments	\$ 1,477,121	\$ 0	\$ 1,477,121
Fines/Fees and Other Collections	0	8,375,857	8,375,857
Total Additions	\$ 1,477,121	\$ 8,375,857	\$ 9,852,978
<b>Deductions</b>			
Payment of Sales Tax Collections to Other Governments	\$ 1,477,121	\$ 0	\$ 1,477,121
Payments to State	0	3,657,445	3,657,445
Payments to Cities, Individuals and Others	0	4,841,408	4,841,408
Total Deductions	\$ 1,477,121	\$ 8,498,853	\$ 9,975,974
Change in Net Position	\$ 0	\$ (122,996)	\$ (122,996)
Net Position July 1, 2024	0	1,462,509	1,462,509
Net Position June 30, 2025	\$ 0	\$ 1,339,513	\$ 1,339,513



## OVERTON COUNTY SCHOOL DEPARTMENT

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*This section presents combining and individual fund financial statements for the Overton County School Department, a discretely presented component unit. The school department uses a General Fund, three Special Revenue Funds, a Debt Service Fund, 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 the cafeteria operations in each of the schools.

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

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

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

**OVERTON COUNTY, TENNESSEE****Statement of Activities**

Discretely Presented Overton County School Department

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

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
				Total Governmental Activities
Governmental Activities:				
Instruction	\$ 20,035,067	\$ 20,121	\$ 2,711,881	\$ (17,303,065)
Support Services	14,388,323	15,164	2,030,023	(12,343,136)
Operation of Non-instructional Services	4,340,199	105,204	3,869,124	(365,871)
Interest on Long-term Debt	797,844	0	0	(797,844)
Total Governmental Activities	\$ 39,561,433	\$ 140,489	\$ 8,611,028	\$ (30,809,916)
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 2,123,757
Local Option Sales Taxes				3,701,666
Wheel Tax				708,087
Wholesale Beer Tax				112,574
Mixed Drink Tax				19,253
Other Local Taxes				377
Grants and Contributions Not Restricted for Specific Programs				25,353,986
Unrestricted Investment Income				707,336
Miscellaneous				40,441
Total General Revenues				\$ 32,767,477
Insurance Recovery				\$ 13,544
Change in Net Position				\$ 1,971,105
Net Position, July 1, 2024				56,392,483
Restatement - See Note I.D.10.				(300,587)
Net Position, June 30, 2025				\$ 58,063,001

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

Discretely Presented Overton County School Department

**June 30, 2025**

	<b>Major Funds</b>			<b>Nonmajor Funds</b>	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash	\$ 0	\$ 0	\$ 0	\$ 687,191	\$ 687,191
Equity in Pooled Cash and Investments	14,878,906	112,154	14,548,091	2,060,205	31,599,356
Inventories	0	0	0	40,117	40,117
Due from Other Governments	1,551,429	587,846	0	192,614	2,331,889
Property Taxes Receivable	2,206,975	0	0	0	2,206,975
Allowance for Uncollectible Property Taxes	(40,903)	0	0	0	(40,903)
Restricted Assets	317,827	0	0	0	317,827
Total Assets	<u>\$ 18,914,234</u>	<u>\$ 700,000</u>	<u>\$ 14,548,091</u>	<u>\$ 2,980,127</u>	<u>\$ 37,142,452</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 450	\$ 450
Accrued Payroll	9,506	0	0	0	9,506
Total Liabilities	<u>\$ 9,506</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 450</u>	<u>\$ 9,956</u>

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Major Funds</b>			<b>Nonmajor Funds</b>	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern-mental Funds	Total Governmental Funds
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred Current Property Taxes	\$ 2,107,531	\$ 0	\$ 0	\$ 0	\$ 2,107,531
Deferred Delinquent Property Taxes	53,108	0	0	0	53,108
Other Deferred/Unavailable Revenue	305,924	0	0	0	305,924
Total Deferred Inflows of Resources	<u>\$ 2,466,563</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,466,563</u>
<b>FUND BALANCES</b>					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 0	\$ 40,117	\$ 40,117
Restricted:					
Restricted for Education	82,429	0	14,373,165	1,256,549	15,712,143
Restricted for Hybrid Retirement Stabilization Funds	317,827	0	0	0	317,827
Committed:					
Committed for Education	0	700,000	174,926	1,683,011	2,557,937
Assigned:					
Assigned for Education	29,397	0	0	0	29,397
Unassigned	16,008,512	0	0	0	16,008,512
Total Fund Balances	<u>\$ 16,438,165</u>	<u>\$ 700,000</u>	<u>\$ 14,548,091</u>	<u>\$ 2,979,677</u>	<u>\$ 34,665,933</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 18,914,234</u>	<u>\$ 700,000</u>	<u>\$ 14,548,091</u>	<u>\$ 2,980,127</u>	<u>\$ 37,142,452</u>

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

Discretely Presented Overton County School Department

**June 30, 2025**

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

Total fund balances - balance sheet - governmental funds (Exhibit I-2)		\$ 34,665,933
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 891,763	
Add: construction in progress	606,894	
Add: buildings and improvements net of accumulated depreciation	18,364,211	
Add: infrastructure net of accumulated depreciation	436,204	
Add: other capital assets net of accumulated depreciation	<u>2,200,124</u>	22,499,196
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: contributions due on primary government debt for other loans	\$ (1,775,873)	
Less: net OPEB liability	(5,624,301)	
Less: compensated absences payable	<u>(547,129)</u>	(7,947,303)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 3,529,168	
Less: deferred inflows of resources related to pensions	(1,523,106)	
Add: deferred outflows of resources related to OPEB	1,808,742	
Less: deferred inflows of resources related to OPEB	<u>(1,260,783)</u>	2,554,021
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	\$ 159,209	
Add: net pension asset - teacher retirement plan	116,013	
Add: net pension asset - teacher legacy pension plan	<u>5,656,900</u>	5,932,122
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>359,032</u>
Net position of governmental activities (Exhibit A)		<u><u>\$ 58,063,001</u></u>

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

Discretely Presented Overton County School Department

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

	<b>Major Funds</b>			<b>Nonmajor Funds</b>	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
<b>Revenues</b>					
Local Taxes	\$ 6,079,741	\$ 0	\$ 0	\$ 708,087	\$ 6,787,828
Licenses and Permits	1,492	0	0	0	1,492
Charges for Current Services	20,121	0	0	105,204	125,325
Other Local Revenues	115,844	0	679,861	1,357,744	2,153,449
State of Tennessee	25,825,005	0	0	12,457	25,837,462
Federal Government	76,955	4,186,210	0	1,963,486	6,226,651
Other Governments and Citizens Groups	111,014	0	0	0	111,014
Total Revenues	<u>\$ 32,230,172</u>	<u>\$ 4,186,210</u>	<u>\$ 679,861</u>	<u>\$ 4,146,978</u>	<u>\$ 41,243,221</u>
<b>Expenditures</b>					
Current:					
Instruction	\$ 17,709,225	\$ 1,270,215	\$ 0	\$ 0	\$ 18,979,440
Support Services	10,818,296	1,568,207	0	0	12,386,503
Operation of Non-Instructional Services	821,504	81,143	0	3,437,552	4,340,199
Capital Outlay	392,291	1,239,459	606,894	0	2,238,644
Debt Service:					
Principal on Debt	0	0	0	1,077,770	1,077,770
Interest on Debt	0	0	0	797,844	797,844
Other Debt Service	0	0	0	7,613	7,613
Total Expenditures	<u>\$ 29,741,316</u>	<u>\$ 4,159,024</u>	<u>\$ 606,894</u>	<u>\$ 5,320,779</u>	<u>\$ 39,828,013</u>

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Major Funds</b>			<b>Nonmajor Funds</b>	
	General Purpose School	School Federal Projects	Education Capital Projects	Other Govern- mental Funds	Total Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,488,856	\$ 27,186	\$ 72,967	\$ (1,173,801)	\$ 1,415,208
<b>Other Financing Sources (Uses)</b>					
Insurance Recovery	\$ 13,544	\$ 0	\$ 0	\$ 0	\$ 13,544
Transfers In	27,190	0	0	1,248,871	1,276,061
Transfers Out	(1,248,871)	(27,190)	0	0	(1,276,061)
Total Other Financing Sources (Uses)	\$ (1,208,137)	\$ (27,190)	\$ 0	\$ 1,248,871	\$ 13,544
Net Change in Fund Balances	\$ 1,280,719	\$ (4)	\$ 72,967	\$ 75,070	\$ 1,428,752
Fund Balance, July 1, 2024	15,157,446	700,004	14,475,124	2,904,607	33,237,181
Fund Balance, June 30, 2025	\$ 16,438,165	\$ 700,000	\$ 14,548,091	\$ 2,979,677	\$ 34,665,933

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

Discretely Presented Overton County School Department

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

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

Net change in fund balances - total governmental funds (Exhibit I-4)		\$ 1,428,752
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 1,389,357	
Less: current-year depreciation expense	<u>(943,612)</u>	445,745
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of capital assets disposed		(25,824)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 359,032	
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(363,976)</u>	(4,944)
(4) The contributions of long-term debt (e.g., bonds, notes, other loans, leases) by the primary government provide current financial resources to governmental funds, while contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on bonds to primary government	\$ 835,250	
Add: principal contributions on other loans to primary government	<u>242,520</u>	1,077,770
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Change in compensated absences payable	\$ (219,660)	
Change in net pension asset/liability - agent plan	413,720	
Change in net pension asset - teacher retirement plan	56,741	
Change in net pension asset - teacher legacy pension plan	1,487,201	
Change in deferred outflows related to pensions	(1,565,484)	
Change in deferred inflows related to pensions	(975,710)	
Change in OPEB liability	(183,701)	
Change in deferred outflows related to OPEB	(158,292)	
Change in deferred inflows related to OPEB	<u>194,791</u>	<u>(950,394)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 1,971,105</u>



**OVERTON COUNTY, TENNESSEE**  
**Combining Balance Sheet - Nonmajor Governmental Funds**  
Discretely Presented Overton County School Department  
**June 30, 2025**

	<b>Special Revenue Funds</b>			<b>Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
	<b>Central Cafeteria</b>	<b>Internal School</b>	<b>Total</b>	<b>Education Debt Service</b>	
<b>ASSETS</b>					
Cash	\$ 803	\$ 686,388	\$ 687,191	\$ 0	\$ 687,191
Equity in Pooled Cash and Investments	444,058	0	444,058	1,616,147	2,060,205
Inventories	38,885	1,232	40,117	0	40,117
Due from Other Governments	192,614	0	192,614	0	192,614
Total Assets	<u>\$ 676,360</u>	<u>\$ 687,620</u>	<u>\$ 1,363,980</u>	<u>\$ 1,616,147</u>	<u>\$ 2,980,127</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 0	\$ 450	\$ 450	\$ 0	\$ 450
Total Liabilities	<u>\$ 0</u>	<u>\$ 450</u>	<u>\$ 450</u>	<u>\$ 0</u>	<u>\$ 450</u>
<b>FUND BALANCES</b>					
Nonspendable:					
Inventory	\$ 38,885	\$ 1,232	\$ 40,117	\$ 0	\$ 40,117
Restricted:					
Restricted for Education	570,611	685,938	1,256,549	0	1,256,549
Committed:					
Committed for Education	66,864	0	66,864	1,616,147	1,683,011
Total Fund Balances	<u>\$ 676,360</u>	<u>\$ 687,170</u>	<u>\$ 1,363,530</u>	<u>\$ 1,616,147</u>	<u>\$ 2,979,677</u>
Total Liabilities and Fund Balances	<u>\$ 676,360</u>	<u>\$ 687,620</u>	<u>\$ 1,363,980</u>	<u>\$ 1,616,147</u>	<u>\$ 2,980,127</u>

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

Discretely Presented Overton County School Department

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

	<b>Special Revenue Funds</b>			<b>Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
	<b>Central Cafeteria</b>	<b>Internal School</b>	<b>Total</b>	<b>Education Debt Service</b>	
<b>Revenues</b>					
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 708,087	\$ 708,087
Charges for Current Services	105,204	0	105,204	0	105,204
Other Local Revenues	182	1,357,562	1,357,744	0	1,357,744
State of Tennessee	12,457	0	12,457	0	12,457
Federal Government	1,963,486	0	1,963,486	0	1,963,486
Total Revenues	<u>\$ 2,081,329</u>	<u>\$ 1,357,562</u>	<u>\$ 3,438,891</u>	<u>\$ 708,087</u>	<u>\$ 4,146,978</u>
<b>Expenditures</b>					
Current:					
Operation of Non-Instructional Services	\$ 2,167,515	\$ 1,270,037	\$ 3,437,552	\$ 0	\$ 3,437,552
Debt Service:					
Principal on Debt	0	0	0	1,077,770	1,077,770
Interest on Debt	0	0	0	797,844	797,844
Other Debt Service	0	0	0	7,613	7,613
Total Expenditures	<u>\$ 2,167,515</u>	<u>\$ 1,270,037</u>	<u>\$ 3,437,552</u>	<u>\$ 1,883,227</u>	<u>\$ 5,320,779</u>

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Special Revenue Funds</b>			<b>Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
	<b>Central Cafeteria</b>	<b>Internal School</b>	<b>Total</b>	<b>Education Debt Service</b>	
Excess (Deficiency) of Revenues Over Expenditures	\$ (86,186)	\$ 87,525	\$ 1,339	\$ (1,175,140)	\$ (1,173,801)
<b>Other Financing Sources (Uses)</b>					
Transfers In	\$ 0	\$ 0	\$ 0	\$ 1,248,871	\$ 1,248,871
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 1,248,871	\$ 1,248,871
Net Change in Fund Balances	\$ (86,186)	\$ 87,525	\$ 1,339	\$ 73,731	\$ 75,070
Fund Balance, July 1, 2024	762,546	599,645	1,362,191	1,542,416	2,904,607
Fund Balance, June 30, 2025	\$ 676,360	\$ 687,170	\$ 1,363,530	\$ 1,616,147	\$ 2,979,677

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

Discretely Presented Overton 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	
<b>Revenues</b>							
Local Taxes	\$ 6,079,741	\$ 0	\$ 0	\$ 6,079,741	\$ 4,925,393	\$ 4,925,393	\$ 1,154,348
Licenses and Permits	1,492	0	0	1,492	1,400	1,400	92
Charges for Current Services	20,121	0	0	20,121	5,280	5,280	14,841
Other Local Revenues	115,844	0	0	115,844	49,250	49,250	66,594
State of Tennessee	25,825,005	0	0	25,825,005	25,731,912	26,831,637	(1,006,632)
Federal Government	76,955	0	0	76,955	0	107,725	(30,770)
Other Governments and Citizens Groups	111,014	0	0	111,014	0	111,014	0
Total Revenues	\$ 32,230,172	\$ 0	\$ 0	\$ 32,230,172	\$ 30,713,235	\$ 32,031,699	\$ 198,473
<b>Expenditures</b>							
Instruction							
Regular Instruction Program	\$ 13,804,687	\$ 0	\$ 0	\$ 13,804,687	\$ 15,111,917	\$ 14,482,261	\$ 677,574
Alternative Instruction Program	86,783	0	0	86,783	89,954	88,814	2,031
Special Education Program	2,696,615	(175)	0	2,696,440	3,032,821	2,851,064	154,624
Career and Technical Education Program	1,121,140	0	0	1,121,140	767,837	1,644,071	522,931
Support Services							
Attendance	180,427	0	0	180,427	205,663	202,399	21,972
Health Services	373,517	0	0	373,517	406,172	397,441	23,924
Other Student Support	957,031	(31,500)	0	925,531	849,222	1,163,779	238,248

(Continued)

**OVERTON COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Overton 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	
<b>Expenditures (Cont.)</b>							
Support Services (Cont.)							
Regular Instruction Program	\$ 827,843	\$ 0	\$ 0	\$ 827,843	\$ 996,155	\$ 951,286	\$ 123,443
Special Education Program	463,481	0	0	463,481	406,869	474,180	10,699
Career and Technical Education Program	64,117	(4,195)	0	59,922	25,628	86,241	26,319
Technology	360,670	(14,328)	0	346,342	374,245	383,943	37,601
Other Programs	294,239	0	0	294,239	0	294,239	0
Board of Education	527,391	(2,221)	2,987	528,157	513,530	577,031	48,874
Director of Schools	149,082	0	0	149,082	164,559	155,298	6,216
Office of the Principal	2,098,061	0	0	2,098,061	2,215,876	2,120,912	22,851
Fiscal Services	427,322	0	0	427,322	457,439	485,151	57,829
Operation of Plant	2,282,132	0	0	2,282,132	2,335,168	2,333,183	51,051
Maintenance of Plant	561,356	(10,000)	8,516	559,872	574,616	563,423	3,551
Transportation	1,251,627	0	17,894	1,269,521	1,550,696	1,685,756	416,235
Operation of Non-Instructional Services							
Food Service	0	0	0	0	10,000	5,000	5,000
Community Services	281,176	0	0	281,176	141,022	333,118	51,942
Early Childhood Education	540,328	0	0	540,328	508,353	542,231	1,903
Capital Outlay							
Regular Capital Outlay	392,291	(347,366)	0	44,925	0	381,656	336,731
Total Expenditures	\$ 29,741,316	\$ (409,785)	\$ 29,397	\$ 29,360,928	\$ 30,737,742	\$ 32,202,477	\$ 2,841,549

(Continued)

**OVERTON COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Overton 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	
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,488,856	\$ 409,785	\$ (29,397)	\$ 2,869,244	\$ (24,507)	\$ (170,778)	\$ 3,040,022
<b>Other Financing Sources (Uses)</b>							
Insurance Recovery	\$ 13,544	\$ 0	\$ 0	\$ 13,544	\$ 0	\$ 0	\$ 13,544
Transfers In	27,190	0	0	27,190	25,000	25,000	2,190
Transfers Out	(1,248,871)	0	0	(1,248,871)	(1,248,871)	(1,248,871)	0
Total Other Financing Sources	\$ (1,208,137)	\$ 0	\$ 0	\$ (1,208,137)	\$ (1,223,871)	\$ (1,223,871)	\$ 15,734
Net Change in Fund Balance	\$ 1,280,719	\$ 409,785	\$ (29,397)	\$ 1,661,107	\$ (1,248,378)	\$ (1,394,649)	\$ 3,055,756
Fund Balance, July 1, 2024	15,157,446	(409,785)	0	14,747,661	11,132,824	11,132,824	3,614,837
Fund Balance, June 30, 2025	\$ 16,438,165	\$ 0	\$ (29,397)	\$ 16,408,768	\$ 9,884,446	\$ 9,738,175	\$ 6,670,593

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

Discretely Presented Overton County School Department

School Federal Projects 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	
<b>Revenues</b>						
Federal Government	\$ 4,186,210	\$ 0	\$ 4,186,210	\$ 4,139,572	\$ 4,591,099	\$ (404,889)
Total Revenues	\$ 4,186,210	\$ 0	\$ 4,186,210	\$ 4,139,572	\$ 4,591,099	\$ (404,889)
<b>Expenditures</b>						
Instruction						
Regular Instruction Program	\$ 517,537	\$ 0	\$ 517,537	\$ 445,248	\$ 537,892	\$ 20,355
Special Education Program	672,971	0	672,971	733,533	798,879	125,908
Career and Technical Education Program	79,707	0	79,707	69,512	81,524	1,817
Support Services						
Attendance	3,823	0	3,823	0	3,823	0
Health Services	7,828	0	7,828	0	15,640	7,812
Other Student Support	82,703	0	82,703	79,314	131,299	48,596
Regular Instruction Program	1,012,166	(16,250)	995,916	933,818	1,105,243	109,327
Special Education Program	164,800	0	164,800	216,381	221,998	57,198
Career and Technical Education Program	1,520	0	1,520	3,500	1,520	0
Transportation	295,367	0	295,367	320,620	334,822	39,455
Operation of Non-Instructional Services						
Food Service	7,002	0	7,002	7,000	7,002	0
Community Services	74,141	0	74,141	63,999	81,349	7,208

(Continued)

**OVERTON COUNTY, TENNESSEE****Schedule of Revenues, Expenditures, and Changes  
in Fund Balance - Actual (Budgetary Basis) and Budget**Discretely Presented Overton County School Department  
School Federal Projects 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	
<b>Expenditures (Cont.)</b>						
Capital Outlay						
Regular Capital Outlay	\$ 1,239,459	\$ (1,233,268)	\$ 6,191	\$ 1,239,458	\$ 1,239,458	\$ 1,233,267
Total Expenditures	\$ 4,159,024	\$ (1,249,518)	\$ 2,909,506	\$ 4,112,383	\$ 4,560,449	\$ 1,650,943
Excess (Deficiency) of Revenues Over Expenditures	\$ 27,186	\$ 1,249,518	\$ 1,276,704	\$ 27,189	\$ 30,650	\$ 1,246,054
<b>Other Financing Sources (Uses)</b>						
Transfers Out	\$ (27,190)	\$ 0	\$ (27,190)	\$ (27,187)	\$ (30,650)	\$ 3,460
Total Other Financing Sources	\$ (27,190)	\$ 0	\$ (27,190)	\$ (27,187)	\$ (30,650)	\$ 3,460
Net Change in Fund Balance	\$ (4)	\$ 1,249,518	\$ 1,249,514	\$ 2	\$ 0	\$ 1,249,514
Fund Balance, July 1, 2024	700,004	(1,249,518)	(549,514)	0	0	(549,514)
Fund Balance, June 30, 2025	\$ 700,000	\$ 0	\$ 700,000	\$ 2	\$ 0	\$ 700,000



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

Discretely Presented Overton County School Department

Central Cafeteria Fund

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

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Charges for Current Services	\$ 105,204	\$ 534,000	\$ 534,000	\$ (428,796)
Other Local Revenues	182	19,500	19,500	(19,318)
State of Tennessee	12,457	17,600	17,600	(5,143)
Federal Government	1,963,486	1,883,000	1,883,000	80,486
Total Revenues	<u>\$ 2,081,329</u>	<u>\$ 2,454,100</u>	<u>\$ 2,454,100</u>	<u>\$ (372,771)</u>
<b>Expenditures</b>				
Operation of Non-Instructional Services				
Food Service	\$ 2,167,515	\$ 2,454,100	\$ 2,454,100	\$ 286,585
Total Expenditures	<u>\$ 2,167,515</u>	<u>\$ 2,454,100</u>	<u>\$ 2,454,100</u>	<u>\$ 286,585</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (86,186)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (86,186)</u>
Net Change in Fund Balance	\$ (86,186)	\$ 0	\$ 0	(86,186)
Fund Balance, July 1, 2024	<u>762,546</u>	<u>789,278</u>	<u>789,278</u>	<u>(26,732)</u>
Fund Balance, June 30, 2025	<u><u>\$ 676,360</u></u>	<u><u>\$ 789,278</u></u>	<u><u>\$ 789,278</u></u>	<u><u>\$ (112,918)</u></u>

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

Discretely Presented Overton County School Department

Education Debt Service Fund

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

		<b>Budgeted Amounts</b>		<b>Variance with Final Budget - Positive (Negative)</b>
	<b>Actual</b>	<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Local Taxes	\$ 708,087	\$ 601,244	\$ 601,244	\$ 106,843
Total Revenues	<u>\$ 708,087</u>	<u>\$ 601,244</u>	<u>\$ 601,244</u>	<u>\$ 106,843</u>
<b>Expenditures</b>				
Principal on Debt				
Education	\$ 1,077,770	\$ 1,097,520	\$ 1,077,770	\$ 0
Interest on Debt				
Education	797,844	748,095	797,845	1
Other Debt Service				
Education	7,613	7,500	7,700	87
Total Expenditures	<u>\$ 1,883,227</u>	<u>\$ 1,853,115</u>	<u>\$ 1,883,315</u>	<u>\$ 88</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,175,140)</u>	<u>\$ (1,251,871)</u>	<u>\$ (1,282,071)</u>	<u>\$ 106,931</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	\$ 1,248,871	\$ 1,223,871	\$ 1,223,871	\$ 25,000
Total Other Financing Sources	<u>\$ 1,248,871</u>	<u>\$ 1,223,871</u>	<u>\$ 1,223,871</u>	<u>\$ 25,000</u>
Net Change in Fund Balance	\$ 73,731	\$ (28,000)	\$ (58,200)	\$ 131,931
Fund Balance, July 1, 2024	<u>1,542,416</u>	<u>1,447,801</u>	<u>1,447,801</u>	<u>94,615</u>
Fund Balance, June 30, 2025	<u><u>\$ 1,616,147</u></u>	<u><u>\$ 1,419,801</u></u>	<u><u>\$ 1,389,601</u></u>	<u><u>\$ 226,546</u></u>

## MISCELLANEOUS SCHEDULES

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Paid and/or Matured During Period	Outstanding 6-30-25
<b>BONDS PAYABLE</b>							
Payable through General Debt Service Fund							
General Obligation School Bonds, Series 2024	\$ 13,140,000	4 to 5 %	2-8-24	4-1-45	\$ 13,140,000	\$ 0	\$ 13,140,000
Total Payable through the General Debt Service Fund					<u>\$ 13,140,000</u>	<u>\$ 0</u>	<u>\$ 13,140,000</u>
Contributions Due by the Overton County Health and Rehab Center to the General Debt Service Fund							
Nursing Home Improvements	4,150,000	2.58	5-9-12	4-1-33	\$ 2,065,000	\$ 200,000	\$ 1,865,000
Nursing Home Renovation and Construction	4,965,000	2.91	6-26-17	4-1-42	4,025,000	175,000	3,850,000
Total Contributions Due by the Overton County Health and Rehab Center to the General Debt Service Fund					<u>\$ 6,090,000</u>	<u>\$ 375,000</u>	<u>\$ 5,715,000</u>
Contributions Due by the School Department from the Education Debt Service Fund to the General Debt Service Fund							
School Refunding Bonds, Series 2015	4,230,000	2 to 4	3-5-15	6-1-25	\$ 835,250	\$ 835,250	\$ 0
Total Contributions Due by the School Department from the Education Debt Service Fund to the General Debt Service Fund					<u>\$ 835,250</u>	<u>\$ 835,250</u>	<u>\$ 0</u>
Total Bonds Payable					<u>\$ 20,065,250</u>	<u>\$ 1,210,250</u>	<u>\$ 18,855,000</u>
<b>OTHER LOANS PAYABLE</b>							
Contributions Due by the School Department from the Education Debt Service Fund to the General Debt Service Fund							
Tennessee Energy Efficiency School Initiative Loan	2,925,917	1	1-29-19	8-1-32	\$ 2,018,393	\$ 242,520	\$ 1,775,873
Total Other Loans Payable					<u>\$ 2,018,393</u>	<u>\$ 242,520</u>	<u>\$ 1,775,873</u>

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

<b>Year Ending June 30</b>	<b>Bonds</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 785,000	\$ 775,019	\$ 1,560,019
2027	820,000	744,494	1,564,494
2028	855,000	712,301	1,567,301
2029	890,000	679,251	1,569,251
2030	925,000	644,513	1,569,513
2031	960,000	607,463	1,567,463
2032	1,005,000	568,975	1,573,975
2033	1,040,000	528,026	1,568,026
2034	815,000	485,200	1,300,200
2035	855,000	448,850	1,303,850
2036	890,000	410,700	1,300,700
2037	930,000	370,313	1,300,313
2038	970,000	328,100	1,298,100
2039	1,015,000	283,975	1,298,975
2040	1,065,000	237,775	1,302,775
2041	1,100,000	197,200	1,297,200
2042	1,145,000	155,257	1,300,257
2043	895,000	111,600	1,006,600
2044	930,000	75,800	1,005,800
2045	965,000	38,600	1,003,600
Total	\$ 18,855,000	\$ 8,403,412	\$ 27,258,412

<b>Year Ending June 30</b>	<b>Other Loans</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 244,956	\$ 16,992	\$ 261,948
2027	247,416	14,532	261,948
2028	249,912	12,036	261,948
2029	252,420	9,528	261,948
2030	254,952	6,996	261,948
2031	257,508	4,440	261,948
2032	260,100	1,848	261,948
2033	8,609	35,049	43,658
Total	\$ 1,775,873	\$ 101,421	\$ 1,877,294

**OVERTON COUNTY, TENNESSEE****Schedule of Notes Receivable****June 30, 2025**

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance 7-1-24	Paid/ Matured During Period	Balance 6-30-25
General Fund								
Purchase of Industrial Property	Overton County Industrial Development Authority	\$ 358,000	6-12-17	6-1-37	5%	<u>\$ 204,263</u>	<u>\$ 9,846</u>	<u>\$ 194,417</u>

**OVERTON COUNTY, TENNESSEE****Schedule of Transfers**

Primary Government and Discretely Presented Overton County School Department

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

<b>From Fund</b>	<b>To Fund</b>	<b>Purpose</b>	<b>Amount</b>
<b>PRIMARY GOVERNMENT</b>			
Solid Waste/Sanitation	General	Operations	\$ 32,000
General Debt Service	"	"	1,000,000
"	"	Land purchase	448,000
"	Other Capital Projects #2	Establish new fund	<u>500,000</u>
Total Transfers Primary Government			<u><u>\$ 1,980,000</u></u>
<b>DISCRETELY PRESENTED OVERTON COUNTY SCHOOL DEPARTMENT</b>			
General Purpose School	Education Debt Service	Debt retirement	\$ 1,248,871
School Federal Projects	General Purpose School	Indirect cost	<u>27,190</u>
Total Transfers Discretely Presented Overton County School Department			<u><u>\$ 1,276,061</u></u>

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

Primary Government and Discretely Presented Overton County School Department

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

<b>Official</b>	<b>Salary</b>	<b>Authorization</b>	<b>Bond</b>	<b>Surety</b>
<b>County Executive</b>				
Base salary/Total compensation	<u>\$ 105,396</u>	Section 8-24-102, <i>TCA</i>	\$ (1)	Local Government Insurance Pool
<b>Highway Superintendent - James Norrod (7/1/24 - 8/31/24)</b>				
Base salary/Total compensation	<u>\$ 21,234</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Highway Superintendent - Tim Kennedy (9/1/24 - 6/30/25)</b>				
Base salary/Total compensation	<u>\$ 79,143</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Total Highway Superintendent compensation	<u>\$ 100,377</u>			
<b>Director of Schools</b>				
Base salary	\$ 95,983	State Board of Education and County Board of Education	100,000	RLI Insurance Company
Chief executive officer training supplement	1,000			
Total compensation	<u>\$ 96,983</u>			
<b>Trustee</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	1,166,712	Pennsylvania National Mutual Casualty Insurance Company
<b>Assessor of Property</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>County Clerk</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Circuit and General Sessions Courts Clerk</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Clerk and Master - Dorothy Stanton (7/1/24 - 8/31/24)</b>				
Base salary	\$ 19,303	Section 8-24-102, <i>TCA</i> , and Chancery Court Judge	(1)	Local Government Insurance Pool
Special commissioner fees	58,560			
Total compensation	<u>\$ 77,863</u>			
<b>Clerk and Master - Julie Raines (9/1/24 - 6/30/25)</b>				
Base salary/Total compensation	<u>\$ 71,949</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Total Clerk and Master compensation	<u>\$ 149,812</u>			
<b>Register of Deeds</b>				
Base salary/Total compensation	<u>\$ 91,252</u>	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
<b>Sheriff</b>				
Base salary	\$ 100,377	Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Law enforcement training supplement	1,600			
Total compensation	<u>\$ 101,977</u>			
<b>Administrator of Elections</b>				
Base salary/Total compensation	<u>\$ 82,127</u>	Section 2-12-208, <i>TCA</i>		
<b>Director of Accounts and Budgets</b>				
Base salary/Total compensation	<u>\$ 83,513</u>	County Commission	(1)	Local Government Insurance Pool
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Insurance Pool
Employee Fidelity - School Department			500,000	Tennessee Risk Management Trust

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



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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan	Constitu - tional Officers - Fees
<b>Local Taxes</b>						
County Property Taxes						
Current Property Tax	\$ 7,297,722	\$ 0	\$ 385,314	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	201,879	0	12,572	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	45,975	0	2,871	0	0	0
Interest and Penalty	54,534	0	3,322	0	0	0
Pickup Taxes	10,062	0	607	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	315,431	0	16,654	0	0	0
Payments in-Lieu-of Taxes - Other	6,686	0	367	0	0	0
County Local Option Taxes						
Local Option Sales Tax	1,111,429	0	1,107,294	0	0	0
Hotel/Motel Tax	77,384	0	0	0	0	0
Litigation Tax - General	93,582	296	0	0	0	0
Litigation Tax - Special Purpose	0	48	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	27,337	0	0	0	0	0
Business Tax	247,725	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
Statutory Local Taxes						
Bank Excise Tax	97,924	0	5,170	0	0	0
Beer Privilege Tax	8,139	0	0	0	0	0
Total Local Taxes	\$ 9,595,809	\$ 344	\$ 1,534,171	\$ 0	\$ 0	\$ 0

(Continued)

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

	Special Revenue Funds						Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan		
<b>Licenses and Permits</b>							
Licenses							
Cable TV Franchise	\$ 38,998	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Permits							
Beer Permits	238	0	0	0	0	0	0
Total Licenses and Permits	<u>\$ 39,236</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<b>Fines, Forfeitures, and Penalties</b>							
Circuit Court							
Fines	\$ 1,006	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	9,853	0	0	0	0	0	0
Drug Control Fines	0	0	0	95	0	0	0
Veterans Treatment Court Fees	238	0	0	0	0	0	0
Jail Fees	1,180	0	0	0	0	0	0
DUI Treatment Fines	190	0	0	0	0	0	0
Data Entry Fee - Circuit Court	1,032	0	0	0	0	0	0
Criminal Court							
Drug Court Fees	465	0	0	0	0	0	0
DUI Treatment Fines	2,831	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds						Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan		
<b>Fines, Forfeitures, and Penalties (Cont.)</b>							
General Sessions Court							
Fines	\$ 27,528	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Fines for Littering	91	0	0	0	0	0	0
Officers Costs	35,528	0	0	0	0	0	0
Game and Fish Fines	360	0	0	0	0	0	0
Drug Control Fines	0	0	0	163	0	0	0
Drug Court Fees	4,797	0	0	0	0	0	0
Veterans Treatment Court Fees	3,163	0	0	0	0	0	0
Jail Fees	10,884	0	0	0	0	0	0
DUI Treatment Fines	397	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	6,903	0	0	0	0	0	0
Juvenile Court							
Fines	342	0	0	0	0	0	0
Chancery Court							
Officers Costs	4,723	0	0	0	0	0	0
Data Entry Fee - Chancery Court	2,489	0	0	0	0	0	0
Other Fines, Forfeitures, and Penalties							
Proceeds from Confiscated Property	0	0	0	3,841	0	0	0
Other Fines, Forfeitures, and Penalties	0	0	0	1,500	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 114,000	\$ 0	\$ 0	\$ 5,599	\$ 0	\$ 0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan	Constitu - tional Officers - Fees
<b>Charges for Current Services</b>						
General Service Charges						
Tipping Fees	\$ 0	\$ 0	\$ 506,456	\$ 0	\$ 0	\$ 0
Surcharge - Waste Tire Disposal	0	0	18,465	0	0	0
Patient Charges	1,877,594	0	0	0	0	0
Fees						
Copy Fees	3,175	0	0	0	0	0
Archives and Records Management Fee	44,110	0	0	0	0	0
Greenbelt Late Application Fee	250	0	0	0	0	0
Telephone Commissions	32,224	0	0	0	0	0
Additional Fees - Titling and Registration	24,612	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	2,884
Data Processing Fee - Register	9,652	0	0	0	0	0
Data Processing Fee - Sheriff	1,592	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	4,050	0	0	0	0	0
Data Processing Fee - County Clerk	2,763	0	0	0	0	0
Education Charges						
Tuition - Other	77,288	0	0	0	0	0
Total Charges for Current Services	\$ 2,077,310	\$ 0	\$ 524,921	\$ 0	\$ 0	\$ 2,884

(Continued)

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

	Special Revenue Funds						Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan		
<b>Other Local Revenues</b>							
Recurring Items							
Investment Income	\$ 24,894	\$ 0	\$ 0	\$ 0	\$ 54,060	\$ 0	
Lease/Rentals/PPP	33,894	0	0	0	0	0	
Sale of Materials and Supplies	124	0	0	0	0	0	
Commissary Sales	55,305	0	0	0	0	0	
Sale of Recycled Materials	1,078	0	62,056	0	0	0	
Miscellaneous Refunds	34,681	0	0	0	0	0	
Nonrecurring Items							
Sale of Equipment	28,935	0	0	7,965	0	0	
Damages Recovered from Individuals	1,296	0	0	700	0	0	
Contributions and Gifts	11,500	0	0	0	0	0	
Total Other Local Revenues	\$ 191,707	\$ 0	\$ 62,056	\$ 8,665	\$ 54,060	\$ 0	
<b>Fees Received From County Officials</b>							
Fees In-Lieu-of Salary							
County Clerk	\$ 326,684	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	
Circuit Court Clerk	58,636	0	0	0	0	0	
General Sessions Court Clerk	122,263	0	0	0	0	0	
Clerk and Master	71,596	0	0	0	0	0	

(Continued)

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

	Special Revenue Funds						Constitu - tional Officers - Fees
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan		
<b>Fees Received From County Officials (Cont.)</b>							
Fees In-Lieu-of Salary (Cont.)							
Register	\$ 140,153	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Sheriff	12,173	0	0	0	0	0	0
Trustee	452,904	0	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 1,184,409</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<b>State of Tennessee</b>							
General Government Grants							
Juvenile Services Program	\$ 13,500	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Aging Programs	9,766	0	0	0	0	0	0
Public Safety Grants							
Law Enforcement Training Programs	42,400	0	0	0	0	0	0
Public Works Grants							
State Aid Program	0	0	0	0	0	0	0
Litter Program	69,530	0	0	0	0	0	0
Other State Revenues							
Beer Tax	17,752	0	0	0	0	0	0
Vehicle Certificate of Title Fees	7,910	0	0	0	0	0	0
Alcoholic Beverage Tax	73,021	0	0	0	0	0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan	Constitu - tional Officers - Fees
<b>State of Tennessee (Cont.)</b>						
Other State Revenues (Cont.)						
Opioid Settlement Funds - TN Abatement Council	\$ 93,348	\$ 0	\$ 0	\$ 0	\$ 0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0
State Revenue Sharing - Telecommunications	74,641	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	40,652	0	0	0	0	0
Emergency Hospital - Prisoners	2,170	0	0	0	0	0
Contracted Prisoner Boarding	826,201	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	967	0	0	0	0	0
Other State Revenues	715,918	0	0	0	0	0
Total State of Tennessee	<u>\$ 2,002,940</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
<b>Federal Government</b>						
Federal Through State						
Other Federal through State	\$ 83,130	\$ 0	\$ 0	\$ 0	\$ 0	0

(Continued)

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

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	American Rescue Plan	Constitu - tional Officers - Fees
<b>Federal Government (Cont.)</b>						
Direct Federal Revenue						
Other Direct Federal Revenue	\$ 1,201,662	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Federal Government	\$ 1,284,792	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>Other Governments and Citizens Groups</b>						
Other Governments						
Prisoner Board	\$ 33,333	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contributions	0	0	0	0	0	0
Citizens Groups						
Donations	8,462	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	80,555	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 122,350	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 16,612,553	\$ 344	\$ 2,121,148	\$ 14,264	\$ 54,060	\$ 2,884

(Continued)



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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	Total
<b>Local Taxes</b>					
County Property Taxes					
Current Property Tax	\$ 475,975	\$ 0	\$ 0	\$ 0	\$ 8,159,011
Trustee's Collections - Prior Year	12,815	86	0	0	227,352
Circuit Clerk/Clerk and Master Collections - Prior Years	2,914	0	0	0	51,760
Interest and Penalty	3,473	0	0	0	61,329
Pickup Taxes	642	0	0	0	11,311
Payments in-Lieu-of Taxes - Local Utilities	20,573	0	0	0	352,658
Payments in-Lieu-of Taxes - Other	436	0	0	0	7,489
County Local Option Taxes					
Local Option Sales Tax	0	0	0	0	2,218,723
Hotel/Motel Tax	0	0	0	0	77,384
Litigation Tax - General	0	0	0	0	93,878
Litigation Tax - Special Purpose	0	0	0	0	48
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	27,337
Business Tax	0	0	0	0	247,725
Mineral Severance Tax	133,069	0	0	0	133,069
Statutory Local Taxes					
Bank Excise Tax	6,387	0	0	0	109,481
Beer Privilege Tax	0	0	0	0	8,139
Total Local Taxes	\$ 656,284	\$ 86	\$ 0	\$ 0	\$ 11,786,694

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		Total
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	
<b>Licenses and Permits</b>					
Licenses					
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	38,998
Permits					
Beer Permits	0	0	0	0	238
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>39,236</u>
<b>Fines, Forfeitures, and Penalties</b>					
Circuit Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	1,006
Officers Costs	0	0	0	0	9,853
Drug Control Fines	0	0	0	0	95
Veterans Treatment Court Fees	0	0	0	0	238
Jail Fees	0	0	0	0	1,180
DUI Treatment Fines	0	0	0	0	190
Data Entry Fee - Circuit Court	0	0	0	0	1,032
Criminal Court					
Drug Court Fees	0	0	0	0	465
DUI Treatment Fines	0	0	0	0	2,831

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		Total
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	
<b>Fines, Forfeitures, and Penalties (Cont.)</b>					
General Sessions Court					
Fines	\$ 0	\$ 0	\$ 0	\$ 0	27,528
Fines for Littering	0	0	0	0	91
Officers Costs	0	0	0	0	35,528
Game and Fish Fines	0	0	0	0	360
Drug Control Fines	0	0	0	0	163
Drug Court Fees	0	0	0	0	4,797
Veterans Treatment Court Fees	0	0	0	0	3,163
Jail Fees	0	0	0	0	10,884
DUI Treatment Fines	0	0	0	0	397
Data Entry Fee - General Sessions Court	0	0	0	0	6,903
Juvenile Court					
Fines	0	0	0	0	342
Chancery Court					
Officers Costs	0	0	0	0	4,723
Data Entry Fee - Chancery Court	0	0	0	0	2,489
Other Fines, Forfeitures, and Penalties					
Proceeds from Confiscated Property	0	0	0	0	3,841
Other Fines, Forfeitures, and Penalties	0	0	0	0	1,500
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	119,599

(Continued)

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

	<b>Special Revenue Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Funds</b>		
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	Total
<b>Charges for Current Services</b>					
General Service Charges					
Tipping Fees	\$ 0	\$ 0	\$ 0	\$ 0	506,456
Surcharge - Waste Tire Disposal	0	0	0	0	18,465
Patient Charges	0	0	0	0	1,877,594
Fees					
Copy Fees	0	0	0	0	3,175
Archives and Records Management Fee	0	0	0	0	44,110
Greenbelt Late Application Fee	0	0	0	0	250
Telephone Commissions	0	0	0	0	32,224
Additional Fees - Titling and Registration	0	0	0	0	24,612
Constitutional Officers' Fees and Commissions	0	0	0	0	2,884
Data Processing Fee - Register	0	0	0	0	9,652
Data Processing Fee - Sheriff	0	0	0	0	1,592
Sexual Offender Registration Fee - Sheriff	0	0	0	0	4,050
Data Processing Fee - County Clerk	0	0	0	0	2,763
Education Charges					
Tuition - Other	0	0	0	0	77,288
Total Charges for Current Services	\$ 0	\$ 0	\$ 0	\$ 0	2,605,115

(Continued)

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

	<b>Special Revenue Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Funds</b>		
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	Total
<b>Other Local Revenues</b>					
Recurring Items					
Investment Income	\$ 0	\$ 1,498,027	\$ 0	\$ 0	\$ 1,576,981
Lease/Rentals/PPP	0	0	0	0	33,894
Sale of Materials and Supplies	5,187	0	0	0	5,311
Commissary Sales	0	0	0	0	55,305
Sale of Recycled Materials	3,057	0	0	0	66,191
Miscellaneous Refunds	780	0	0	0	35,461
Nonrecurring Items					
Sale of Equipment	78,921	0	0	0	115,821
Damages Recovered from Individuals	0	0	0	0	1,996
Contributions and Gifts	0	0	0	0	11,500
Total Other Local Revenues	<u>\$ 87,945</u>	<u>\$ 1,498,027</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,902,460</u>
<b>Fees Received From County Officials</b>					
Fees In-Lieu-of Salary					
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 326,684
Circuit Court Clerk	0	0	0	0	58,636
General Sessions Court Clerk	0	0	0	0	122,263
Clerk and Master	0	0	0	0	71,596

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		Total
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	
<b>Fees Received From County Officials (Cont.)</b>					
Fees In-Lieu-of Salary (Cont.)					
Register	\$ 0	\$ 0	\$ 0	\$ 0	140,153
Sheriff	0	0	0	0	12,173
Trustee	0	0	0	0	452,904
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>1,184,409</u>
<b>State of Tennessee</b>					
General Government Grants					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	13,500
Aging Programs	0	0	0	0	9,766
Public Safety Grants					
Law Enforcement Training Programs	0	0	0	0	42,400
Public Works Grants					
State Aid Program	2,285,748	0	0	0	2,285,748
Litter Program	0	0	0	0	69,530
Other State Revenues					
Beer Tax	0	0	0	0	17,752
Vehicle Certificate of Title Fees	0	0	0	0	7,910
Alcoholic Beverage Tax	0	0	0	0	73,021

(Continued)

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

	<b>Special Revenue Fund</b>	<b>Debt Service Fund</b>	<b>Capital Projects Funds</b>		
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	Total
<b>State of Tennessee (Cont.)</b>					
Other State Revenues (Cont.)					
Opioid Settlement Funds - TN Abatement Council	\$ 0	\$ 0	\$ 0	\$ 0	\$ 93,348
State Revenue Sharing - T.V.A.	0	0	663,923	0	663,923
State Revenue Sharing - Telecommunications	0	0	0	0	74,641
State Shared Sports Gaming Privilege Tax	0	0	0	0	40,652
Emergency Hospital - Prisoners	0	0	0	0	2,170
Contracted Prisoner Boarding	0	0	0	0	826,201
Gasoline and Motor Fuel Tax	2,457,770	0	0	0	2,457,770
Hybrid/Electric Vehicle Registration Fee	29,520	0	0	0	29,520
Petroleum Special Tax	6,215	0	0	0	6,215
Registrar's Salary Supplement	0	0	0	0	15,164
Other State Grants	0	0	0	0	967
Other State Revenues	0	0	0	165,793	881,711
Total State of Tennessee	\$ 4,779,253	\$ 0	\$ 663,923	\$ 165,793	\$ 7,611,909
<b>Federal Government</b>					
Federal Through State					
Other Federal through State	\$ 0	\$ 0	\$ 0	\$ 0	\$ 83,130

(Continued)

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

	Special Revenue Fund	Debt Service Fund	Capital Projects Funds		
	Highway / Public Works	General Debt Service	Other Capital Projects -	Other Capital Projects -	Total
<b>Federal Government (Cont.)</b>					
Direct Federal Revenue					
Other Direct Federal Revenue	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,201,662
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,284,792
<b>Other Governments and Citizens Groups</b>					
Other Governments					
Prisoner Board	\$ 0	\$ 0	\$ 0	\$ 0	\$ 33,333
Contributions	0	2,057,083	0	0	2,057,083
Citizens Groups					
Donations	0	0	0	0	8,462
Other					
Opioid Settlement Funds - Past Remediation	0	0	0	0	80,555
Total Other Governments and Citizens Groups	\$ 0	\$ 2,057,083	\$ 0	\$ 0	\$ 2,179,433
Total	\$ 5,523,482	\$ 3,555,196	\$ 663,923	\$ 165,793	\$ 28,713,647



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

Discretely Presented Overton County School Department

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

	<b>Special Revenue Funds</b>				<b>Debt Service Fund</b>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Debt Service
<b>Local Taxes</b>					
County Property Taxes					
Current Property Tax	\$ 2,034,778	\$ 0	\$ 0	\$ 0	0
Trustee's Collections - Prior Year	62,891	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	15,735	0	0	0	0
Interest and Penalty	18,527	0	0	0	0
Pickup Taxes	7,458	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	87,934	0	0	0	0
Payments in-Lieu-of Taxes - Other	1,937	0	0	0	0
County Local Option Taxes					
Local Option Sales Tax	3,690,978	0	0	0	0
Wheel Tax	0	0	0	0	708,087
Mixed Drink Tax	19,253	0	0	0	0
Other County Local Option Taxes	377	0	0	0	0
Statutory Local Taxes					
Bank Excise Tax	27,299	0	0	0	0
Wholesale Beer Tax	112,574	0	0	0	0
Total Local Taxes	<u>\$ 6,079,741</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>708,087</u>

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Special Revenue Funds</b>				<b>Debt Service Fund</b>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Debt Service
<b>Licenses and Permits</b>					
Licenses					
Marriage Licenses	\$ 1,492	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	<u>\$ 1,492</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Charges for Current Services</b>					
Education Charges					
Lunch Payments - Adults	\$ 0	\$ 0	\$ 28,273	\$ 0	\$ 0
A la Carte Sales	0	0	76,931	0	0
Receipts from Individual Schools	20,121	0	0	0	0
Total Charges for Current Services	<u>\$ 20,121</u>	<u>\$ 0</u>	<u>\$ 105,204</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Other Local Revenues</b>					
Recurring Items					
Investment Income	\$ 27,293	\$ 0	\$ 182	\$ 0	\$ 0
Lease/Rentals/PPP	15,164	0	0	0	0
Sale of Materials and Supplies	969	0	0	0	0
E-Rate Funding	31,146	0	0	0	0
Miscellaneous Refunds	39,243	0	0	0	0

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Special Revenue Funds</b>				<b>Debt Service Fund</b>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Debt Service
<b>Other Local Revenues (Cont.)</b>					
Nonrecurring Items					
Damages Recovered from Individuals	\$ 229	\$ 0	\$ 0	\$ 0	\$ 0
Contributions and Gifts	1,800	0	0	0	0
Other Local Revenues					
Other Local Revenues	0	0	0	1,357,562	0
Total Other Local Revenues	<u>\$ 115,844</u>	<u>\$ 0</u>	<u>\$ 182</u>	<u>\$ 1,357,562</u>	<u>\$ 0</u>
<b>State of Tennessee</b>					
General Government Grants					
On-behalf Contributions for OPEB	\$ 183,225	\$ 0	\$ 0	\$ 0	\$ 0
State Education Funds					
Tennessee Investment in Student Achievement	23,523,248	0	0	0	0
TISA - On-behalf Payments	48,201	0	0	0	0
Early Childhood Education	535,619	0	0	0	0
School Food Service	0	0	12,457	0	0
Other State Education Funds	709,285	0	0	0	0
Paid Parental Leave	50,978	0	0	0	0
Career Ladder Program	22,237	0	0	0	0
Other Vocational	724,714	0	0	0	0

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Special Revenue Funds</b>				<b>Debt Service Fund</b>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Debt Service
<b>State of Tennessee (Cont.)</b>					
Other State Revenues					
Other State Grants	\$ 27,498	\$ 0	\$ 0	\$ 0	\$ 0
Total State of Tennessee	\$ 25,825,005	\$ 0	\$ 12,457	\$ 0	\$ 0
<b>Federal Government</b>					
Federal Through State					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,317,807	\$ 0	\$ 0
USDA - Commodities	0	0	92,419	0	0
Breakfast	0	0	464,378	0	0
USDA - Other	0	0	88,882	0	0
Vocational Education - Basic Grants to States	0	114,400	0	0	0
Title I Grants to Local Education Agencies	0	993,562	0	0	0
Special Education - Grants to States	0	848,313	0	0	0
Special Education Preschool Grants	0	40,953	0	0	0
21st Century Community Learning Centers	0	75,478	0	0	0
Eisenhower Professional Development State Grants	0	133,972	0	0	0
COVID-19 Grant B	0	27,500	0	0	0
COVID-19 Grant D	0	82,657	0	0	0

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Special Revenue Funds</b>				<b>Debt Service Fund</b>
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Debt Service
<b>Federal Government (Cont.)</b>					
Federal Through State (Cont.)					
American Rescue Plan Act Grant #1	\$ 0	\$ 1,757,828	\$ 0	\$ 0	\$ 0
American Rescue Plan Act Grant #4	0	21,902	0	0	0
Other Federal through State	38,244	89,645	0	0	0
Direct Federal Revenue					
ROTC Reimbursement	38,711	0	0	0	0
Total Federal Government	<u>\$ 76,955</u>	<u>\$ 4,186,210</u>	<u>\$ 1,963,486</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Other Governments and Citizens Groups</b>					
Other Governments					
Contributions	\$ 111,014	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 111,014</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 32,230,172</u>	<u>\$ 4,186,210</u>	<u>\$ 2,081,329</u>	<u>\$ 1,357,562</u>	<u>\$ 708,087</u>

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>Local Taxes</b>		
County Property Taxes		
Current Property Tax	\$ 0	\$ 2,034,778
Trustee's Collections - Prior Year	0	62,891
Circuit Clerk/Clerk and Master Collections - Prior Years	0	15,735
Interest and Penalty	0	18,527
Pickup Taxes	0	7,458
Payments in-Lieu-of Taxes - Local Utilities	0	87,934
Payments in-Lieu-of Taxes - Other	0	1,937
County Local Option Taxes		
Local Option Sales Tax	0	3,690,978
Wheel Tax	0	708,087
Mixed Drink Tax	0	19,253
Other County Local Option Taxes	0	377
Statutory Local Taxes		
Bank Excise Tax	0	27,299
Wholesale Beer Tax	0	112,574
Total Local Taxes	<u>\$ 0</u>	<u>\$ 6,787,828</u>

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<hr/>		
<b>Licenses and Permits</b>		
Licenses		
Marriage Licenses	\$ 0	\$ 1,492
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 1,492</u>
<b>Charges for Current Services</b>		
Education Charges		
Lunch Payments - Adults	\$ 0	\$ 28,273
A la Carte Sales	0	76,931
Receipts from Individual Schools	0	20,121
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 125,325</u>
<b>Other Local Revenues</b>		
Recurring Items		
Investment Income	\$ 679,861	\$ 707,336
Lease/Rentals/PPP	0	15,164
Sale of Materials and Supplies	0	969
E-Rate Funding	0	31,146
Miscellaneous Refunds	0	39,243

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<hr/>		
<b>Other Local Revenues (Cont.)</b>		
Nonrecurring Items		
Damages Recovered from Individuals	\$ 0	\$ 229
Contributions and Gifts	0	1,800
Other Local Revenues		
Other Local Revenues	0	1,357,562
Total Other Local Revenues	<u>\$ 679,861</u>	<u>\$ 2,153,449</u>
 <b>State of Tennessee</b>		
General Government Grants		
On-behalf Contributions for OPEB	\$ 0	\$ 183,225
State Education Funds		
Tennessee Investment in Student Achievement	0	23,523,248
TISA - On-behalf Payments	0	48,201
Early Childhood Education	0	535,619
School Food Service	0	12,457
Other State Education Funds	0	709,285
Paid Parental Leave	0	50,978
Career Ladder Program	0	22,237
Other Vocational	0	724,714

(Continued)



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

Discretely Presented Overton County School Department (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<hr/>		
<b>State of Tennessee (Cont.)</b>		
Other State Revenues		
Other State Grants	\$ 0	\$ 27,498
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 25,837,462</u>
 <b>Federal Government</b>		
Federal Through State		
USDA School Lunch Program	\$ 0	\$ 1,317,807
USDA - Commodities	0	92,419
Breakfast	0	464,378
USDA - Other	0	88,882
Vocational Education - Basic Grants to States	0	114,400
Title I Grants to Local Education Agencies	0	993,562
Special Education - Grants to States	0	848,313
Special Education Preschool Grants	0	40,953
21st Century Community Learning Centers	0	75,478
Eisenhower Professional Development State Grants	0	133,972
COVID-19 Grant B	0	27,500
COVID-19 Grant D	0	82,657

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

	<b>Capital Projects Fund</b>	
	Education Capital Projects	Total
<b>Federal Government (Cont.)</b>		
Federal Through State (Cont.)		
American Rescue Plan Act Grant #1	\$ 0	\$ 1,757,828
American Rescue Plan Act Grant #4	0	21,902
Other Federal through State	0	127,889
Direct Federal Revenue		
ROTC Reimbursement	0	38,711
Total Federal Government	<u>\$ 0</u>	<u>\$ 6,226,651</u>
<b>Other Governments and Citizens Groups</b>		
Other Governments		
Contributions	\$ 0	\$ 111,014
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 111,014</u>
Total	<u>\$ 679,861</u>	<u>\$ 41,243,221</u>

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

**General Fund**

General Government

**County Commission**

Board and Committee Members Fees	\$	113,200	
In-service Training		400	
Social Security		8,663	
Pensions		2,972	
Medical Insurance		29,794	
Audit Services		9,905	
Communication		231	
Dues and Memberships		2,846	
Total County Commission			\$ 168,011

**Board of Equalization**

Board and Committee Members Fees	\$	1,600	
Total Board of Equalization			1,600

**County Mayor/Executive**

County Official/Administrative Officer	\$	105,396	
Supervisor/Director		62,044	
Deputy(ies)		35,385	
Accountants/Bookkeepers		11,026	
In-service Training		375	
Social Security		15,508	
Pensions		13,868	
Medical Insurance		22,440	
Communication		2,440	
Data Processing Services		23,868	
Dues and Memberships		1,894	
Legal Notices, Recording, and Court Costs		6,743	
Postal Charges		5,723	
Travel		1,911	
Other Contracted Services		1,765	
Office Supplies		10,972	
Office Equipment		6,072	
Total County Mayor/Executive			327,430

**County Attorney**

Social Security	\$	789	
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(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**County Attorney (Cont.)**

Dues and Memberships	\$	250	
Legal Services		61,159	
Travel		873	
Total County Attorney			\$ 63,071

**Election Commission**

County Official/Administrative Officer	\$	82,127	
Deputy(ies)		43,109	
Election Commission		8,100	
Election Workers		25,165	
Social Security		10,732	
Pensions		8,616	
Medical Insurance		7,475	
Communication		1,343	
Data Processing Services		7,739	
Legal Notices, Recording, and Court Costs		2,660	
Maintenance and Repair Services - Equipment		12,000	
Postal Charges		3,864	
Printing, Stationery, and Forms		1,082	
Other Contracted Services		2,846	
Office Supplies		832	
Office Equipment		6,620	
Total Election Commission			224,310

**Register of Deeds**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		38,639	
Accountants/Bookkeepers		33,613	
Social Security		10,421	
Pensions		11,249	
Medical Insurance		22,425	
Communication		633	
Data Processing Services		8,990	
Dues and Memberships		858	
Other Contracted Services		240	
Office Supplies		2,157	
Office Equipment		289	
Total Register of Deeds			220,766

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Planning**

Board and Committee Members Fees	\$	5,500	
Social Security		421	
Contracts with Government Agencies		15,000	
Total Planning			\$ 20,921

**County Buildings**

Custodial Personnel	\$	35,360	
Maintenance Personnel		44,415	
Social Security		6,078	
Pensions		5,431	
Medical Insurance		7,475	
Communication		21,016	
Maintenance and Repair Services - Buildings		1,165,183	
Maintenance and Repair Services - Equipment		7,946	
Maintenance and Repair Services - Vehicles		8,782	
Other Contracted Services		22,019	
Custodial Supplies		11,350	
Electricity		105,132	
Gasoline		6,138	
Natural Gas		19,675	
Office Supplies		331	
Small Tools		854	
Tires and Tubes		807	
Uniforms		2,866	
Other Charges		1,327	
Land		448,000	
Total County Buildings			1,920,185

**Other General Administration**

Teachers	\$	2,750	
Social Security		210	
Life Insurance		8,284	
Unemployment Compensation		5,083	
On-behalf Payments to OPEB		1,200	
Other Fringe Benefits		10,640	
Evaluation and Testing		845	

(Continued)

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

**General Fund (Cont.)**

General Government (Cont.)

**Other General Administration (Cont.)**

Remittance of Revenue Collected	\$	24,478	
Other Contracted Services		52,684	
Other Supplies and Materials		10,891	
Liability Insurance		650,059	
Trustee's Commission		226,034	
Workers' Compensation Insurance		280,666	
Other Charges		1,838	
Total Other General Administration			\$ 1,275,662

**Preservation of Records**

Supervisor/Director	\$	13,337	
Social Security		1,007	
Travel		85	
Other Contracted Services		240	
Office Supplies		3,893	
Office Equipment		420	
Total Preservation of Records			18,982

Finance

**Accounting and Budgeting**

County Official/Administrative Officer	\$	83,513	
Social Security		6,383	
Pensions		5,637	
Total Accounting and Budgeting			95,533

**Property Assessor's Office**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		45,761	
Assessment Personnel		37,878	
Clerical Personnel		32,681	
Social Security		15,229	
Pensions		14,281	
Medical Insurance		14,950	
Communication		2,362	
Data Processing Services		2,980	
Dues and Memberships		1,500	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

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

Legal Notices, Recording, and Court Costs	\$	794	
Maintenance and Repair Services - Vehicles		526	
Postal Charges		1,499	
Travel		1,130	
Other Contracted Services		16,917	
Gasoline		849	
Office Supplies		737	
Other Charges		5,131	
Total Property Assessor's Office			\$ 286,457

**County Trustee's Office**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		43,975	
Accountants/Bookkeepers		34,978	
Social Security		12,716	
Pensions		11,710	
Medical Insurance		22,426	
Communication		1,825	
Data Processing Services		29,542	
Dues and Memberships		933	
Legal Notices, Recording, and Court Costs		109	
Postal Charges		1,578	
Other Contracted Services		13,404	
Office Supplies		927	
Total County Trustee's Office			265,375

**County Clerk's Office**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		35,469	
Accountants/Bookkeepers		34,794	
Salary Supplements		10,800	
Clerical Personnel		50,786	
Social Security		16,976	
Pensions		14,949	
Medical Insurance		18,693	
Communication		1,531	

(Continued)

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

**General Fund (Cont.)**

Finance (Cont.)

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

Data Processing Services	\$	309	
Dues and Memberships		1,033	
Legal Notices, Recording, and Court Costs		93	
Postal Charges		12,496	
Travel		1,078	
Other Contracted Services		12,386	
Office Supplies		6,715	
Office Equipment		1,458	
Total County Clerk's Office			\$ 310,818

Administration of Justice

**Circuit Court**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		39,026	
Accountants/Bookkeepers		35,681	
Clerical Personnel		99,047	
Other Salaries and Wages		3,300	
Jury and Witness Expense		4,434	
Social Security		20,218	
Pensions		18,460	
Medical Insurance		44,851	
Communication		3,640	
Data Processing Services		19,118	
Dues and Memberships		808	
Legal Notices, Recording, and Court Costs		192	
Postal Charges		730	
Other Contracted Services		360	
Office Supplies		3,601	
Office Equipment		7,258	
Total Circuit Court			391,976

**General Sessions Court**

Judge(s)	\$	123,400	
Deputy(ies)		33,071	
Social Security		11,802	
Pensions		10,764	

(Continued)



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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**General Sessions Court (Cont.)**

Medical Insurance	\$	11,825	
Dues and Memberships		795	
Travel		4,253	
Office Supplies		8,853	
Total General Sessions Court			\$ 204,763

**Drug Court**

Supervisor/Director	\$	72,020	
Guidance Personnel		52,645	
Part-time Personnel		2,350	
In-service Training		1,350	
Communication		6,361	
Dues and Memberships		180	
Evaluation and Testing		2,617	
Printing, Stationery, and Forms		441	
Travel		10,470	
Drug Treatment		35,678	
Other Contracted Services		15,525	
Drugs and Medical Supplies		1,094	
Office Supplies		2,186	
Total Drug Court			202,917

**Chancery Court**

County Official/Administrative Officer	\$	91,252	
Deputy(ies)		9,506	
Accountants/Bookkeepers		32,390	
Clerical Personnel		70,124	
Social Security		15,346	
Pensions		12,576	
Medical Insurance		20,284	
Communication		3,680	
Data Processing Services		15,247	
Dues and Memberships		733	
Travel		50	
Other Contracted Services		1,911	
Office Supplies		9,566	

(Continued)

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

**General Fund (Cont.)**

Administration of Justice (Cont.)

**Chancery Court (Cont.)**

Premiums on Corporate Surety Bonds	\$	1,142	
Office Equipment		3,397	
Total Chancery Court			\$ 287,204

**Juvenile Court**

Guidance Personnel	\$	25,776	
Social Security		1,972	
Dues and Memberships		775	
Travel		581	
Other Contracted Services		175	
Total Juvenile Court			29,279

**Judicial Commissioners**

County Official/Administrative Officer	\$	11,575	
Supervisor/Director		18,650	
Social Security		2,329	
Travel		27	
Office Supplies		77	
Total Judicial Commissioners			32,658

Public Safety

**Sheriff's Department**

County Official/Administrative Officer	\$	100,377	
Supervisor/Director		40,984	
Deputy(ies)		651,069	
Investigator(s)		298,456	
Captain(s)		80,810	
Lieutenant(s)		49,674	
Sergeant(s)		203,659	
Salary Supplements		46,400	
Clerical Personnel		72,707	
School Resource Officer		176,769	
Overtime Pay		74,174	
Other Salaries and Wages		2,120	
In-service Training		10,025	
Social Security		130,844	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

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

Pensions	\$	116,454	
Medical Insurance		210,756	
Communication		31,535	
Data Processing Services		10,761	
Dues and Memberships		2,040	
Legal Notices, Recording, and Court Costs		2,127	
Licenses		39	
Maintenance and Repair Services - Equipment		3,539	
Maintenance and Repair Services - Vehicles		39,220	
Other Contracted Services		26,120	
Gasoline		104,028	
Instructional Supplies and Materials		1,488	
Law Enforcement Supplies		4,336	
Office Supplies		11,569	
Tires and Tubes		13,731	
Uniforms		5,085	
Vehicle Parts		20,817	
Other Supplies and Materials		21,162	
Other Charges		5,110	
Law Enforcement Equipment		8,382	
Office Equipment		3,607	
Other Equipment		65,697	
Total Sheriff's Department			\$ 2,645,671

**Special Patrols**

Deputy(ies)	\$	40,712	
Social Security		3,087	
Pensions		2,777	
Medical Insurance		7,475	
Maintenance and Repair Services - Vehicles		77	
Disposal Fees		2,972	
Gasoline		944	
Other Supplies and Materials		1,076	
Total Special Patrols			59,120

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Jail**

Supervisor/Director	\$	47,497	
Lieutenant(s)		48,689	
Sergeant(s)		256,359	
Guards		563,411	
Overtime Pay		58,764	
In-service Training		3,381	
Social Security		71,323	
Pensions		63,479	
Medical Insurance		145,655	
Evaluation and Testing		6,438	
Maintenance and Repair Services - Buildings		158,567	
Maintenance and Repair Services - Equipment		6,215	
Medical and Dental Services		284,087	
Travel		20,536	
Other Contracted Services		17,291	
Custodial Supplies		41,365	
Electricity		49,902	
Food Supplies		171,032	
Natural Gas		58,931	
Uniforms		3,371	
Water and Sewer		403	
Other Supplies and Materials		15,474	
Office Equipment		3,274	
Total Jail			\$ 2,095,444

**Fire Prevention and Control**

Contracts with Government Agencies	\$	1,000	
Contributions		110,000	
Liability Insurance		121,813	
Workers' Compensation Insurance		5,061	
Total Fire Prevention and Control			237,874

**Civil Defense**

Supervisor/Director	\$	6,793	
Social Security		520	
Pensions		467	

(Continued)

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

**General Fund (Cont.)**

Public Safety (Cont.)

**Civil Defense (Cont.)**

Communication	\$	614	
Dues and Memberships		405	
Other Contracted Services		1,592	
Electricity		655	
Total Civil Defense			\$ 11,046

**Rescue Squad**

Contributions	\$	10,100	
Total Rescue Squad			10,100

**Other Emergency Management**

Contributions	\$	200,000	
Total Other Emergency Management			200,000

**County Coroner/Medical Examiner**

Other Contracted Services	\$	64,799	
Total County Coroner/Medical Examiner			64,799

Public Health and Welfare

**Local Health Center**

Communication	\$	8,680	
Contracts with Other Public Agencies		18,180	
Maintenance and Repair Services - Buildings		5,211	
Other Contracted Services		14,470	
Office Supplies		1,702	
Utilities		13,545	
Office Equipment		1,463	
Other Equipment		6,636	
Total Local Health Center			69,887

**Ambulance/Emergency Medical Services**

Assistant(s)	\$	682	
Supervisor/Director		74,412	
Accountants/Bookkeepers		34,980	
Medical Personnel		41,369	
Paraprofessionals		604,167	

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Ambulance/Emergency Medical Services (Cont.)**

Salary Supplements	\$	20,800	
Foremen		100,302	
Truck Drivers		23,648	
Clerical Personnel		5,602	
Attendants		614,200	
Overtime Pay		423,048	
In-service Training		5,244	
Social Security		144,080	
Pensions		125,423	
Medical Insurance		205,792	
Communication		14,494	
Data Processing Services		30,790	
Dues and Memberships		435	
Evaluation and Testing		3,958	
Licenses		3,250	
Maintenance and Repair Services - Buildings		50,175	
Maintenance and Repair Services - Equipment		53,311	
Maintenance and Repair Services - Vehicles		160,028	
Travel		1,515	
Tuition		23,837	
Other Contracted Services		77,284	
Custodial Supplies		5,455	
Drugs and Medical Supplies		133,230	
Electricity		20,577	
Gasoline		75,678	
Natural Gas		8,250	
Office Supplies		7,630	
Tires and Tubes		12,013	
Uniforms		12,190	
Water and Sewer		2,840	
Motor Vehicles		199,610	
Office Equipment		26,211	
Other Equipment		44,438	
Total Ambulance/Emergency Medical Services			\$ 3,390,948

(Continued)

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

**General Fund (Cont.)**

Public Health and Welfare (Cont.)

**Regional Mental Health Center**

Contracts with Other Public Agencies	\$	446,854	
Contributions		70,000	
Total Regional Mental Health Center			\$ 516,854

**Other Public Health and Welfare**

Cafeteria Personnel	\$	40,884	
Social Security		2,984	
Custodial Supplies		2,422	
Food Supplies		29,203	
Gasoline		2,356	
Total Other Public Health and Welfare			77,849

Social, Cultural, and Recreational Services

**Senior Citizens Assistance**

Supervisor/Director	\$	61,052	
Part-time Personnel		7,990	
Social Security		5,309	
Pensions		4,200	
Medical Insurance		7,475	
Data Processing Services		503	
Maintenance and Repair Services - Vehicles		825	
Other Contracted Services		21	
Gasoline		134	
Office Supplies		469	
Total Senior Citizens Assistance			87,978

**Libraries**

Librarians	\$	56,583	
Clerical Personnel		35,430	
Part-time Personnel		79,841	
Social Security		12,714	
Pensions		6,138	
Medical Insurance		14,950	
Communication		6,367	
Data Processing Services		1,670	
Dues and Memberships		300	

(Continued)

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

**General Fund (Cont.)**

Social, Cultural, and Recreational Services (Cont.)

**Libraries (Cont.)**

Maintenance and Repair Services - Buildings	\$	10,184	
Travel		143	
Custodial Supplies		1,777	
Library Books/Media		5,869	
Office Supplies		5,088	
Utilities		14,681	
Other Charges		15,234	
Office Equipment		881	
Total Libraries			\$ 267,850

**Other Social, Cultural, and Recreational**

Communication	\$	1,400	
Contributions		3,000	
Other Charges		25,000	
Total Other Social, Cultural, and Recreational			29,400

Agriculture and Natural Resources

**Agricultural Extension Service**

Salary Supplements	\$	58,366	
Extension Service Medicare		2,619	
Pensions		6,573	
Medical Insurance		7,754	
Other Fringe Benefits		851	
Communication		3,144	
Contributions		859	
Travel		1,876	
Office Supplies		31	
Workers' Compensation Insurance		41	
Office Equipment		721	
Total Agricultural Extension Service			82,835

**Soil Conservation**

Assistant(s)	\$	34,391	
Deputy(ies)		39,810	
Social Security		5,010	
Pensions		5,014	
Medical Insurance		14,333	
Total Soil Conservation			98,558

(Continued)



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

**General Fund (Cont.)**

Other Operations

**Tourism**

Advertising	\$ 2,602	
Total Tourism		\$ 2,602

**Industrial Development**

Advertising	\$ 17,076	
Contributions	21,000	
Engineering Services	5,650	
Total Industrial Development		43,726

**Other Economic and Community Development**

Contributions	\$ 3,000	
Total Other Economic and Community Development		3,000

**Airport**

Contracts with Government Agencies	\$ 5,135	
Total Airport		5,135

**Veterans' Services**

Supervisor/Director	\$ 29,659	
Social Security	2,240	
Pensions	1,658	
Communication	529	
Contributions	4,305	
Data Processing Services	800	
Travel	681	
Other Contracted Services	240	
Office Supplies	202	
Other Charges	28	
Office Equipment	3,557	
Total Veterans' Services		43,899

**Contributions to Other Agencies**

Contributions	\$ 19,106	
Total Contributions to Other Agencies		19,106

(Continued)

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

**General Fund (Cont.)**

Highways

**Traffic Control**

Road Signs	\$ 1,842	
Total Traffic Control		\$ 1,842

**Litter and Trash Collection**

Supervisor/Director	\$ 25,206	
Social Security	1,928	
Advertising	9,900	
Maintenance and Repair Services - Vehicles	913	
Custodial Supplies	144	
Gasoline	2,443	
Tires and Tubes	80	
Total Litter and Trash Collection		40,614

Total General Fund \$ 16,454,055

**Courthouse and Jail Maintenance Fund**

Other Operations

**Other Charges**

Trustee's Commission	\$ 3	
Total Other Charges		\$ 3

Total Courthouse and Jail Maintenance Fund 3

**Solid Waste/Sanitation Fund**

General Government

**Other General Administration**

Life Insurance	\$ 686	
Other Fringe Benefits	770	
Data Processing Services	9,562	
Evaluation and Testing	1,300	
Licenses	2,650	
Other Contracted Services	1,678	
Office Supplies	1,608	
Liability Insurance	54,961	
Trustee's Commission	25,161	
Workers' Compensation Insurance	34,794	
Office Equipment	1,721	
Total Other General Administration		\$ 134,891

(Continued)

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

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

Public Health and Welfare

**Convenience Centers**

Laborers	\$	244,622	
Social Security		18,613	
Medical Insurance		7,475	
Communication		5,675	
Maintenance and Repair Services - Buildings		7,960	
Maintenance and Repair Services - Equipment		5,287	
Rentals		4,200	
Other Contracted Services		200	
Custodial Supplies		1,873	
Electricity		11,277	
Tires and Tubes		1,715	
Water and Sewer		7,371	
Total Convenience Centers			\$ 316,268

**Transfer Stations**

Supervisor/Director	\$	74,764	
Deputy(ies)		40,361	
Foremen		41,371	
Equipment Operators		84,567	
Truck Drivers		119,282	
Social Security		26,580	
Pensions		30,118	
Medical Insurance		59,798	
Communication		81	
Licenses		100	
Maintenance and Repair Services - Buildings		7,553	
Maintenance and Repair Services - Equipment		61,358	
Maintenance and Repair Services - Vehicles		2,204	
Disposal Fees		727,182	
Permits		150	
Other Contracted Services		39,169	
Diesel Fuel		55,859	
Lubricants		2,307	
Office Supplies		185	
Tires and Tubes		15,854	
Other Supplies and Materials		1,424	
Other Charges		86	
Total Transfer Stations			1,390,353

(Continued)

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

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

Public Health and Welfare (Cont.)

**Recycling Center**

Communication	\$	2,524	
Maintenance and Repair Services - Buildings		506	
Maintenance and Repair Services - Equipment		3,880	
Custodial Supplies		525	
Electricity		3,134	
Gasoline		640	
Office Supplies		381	
Propane Gas		2,490	
Uniforms		7,455	
Water and Sewer		4,052	
Other Supplies and Materials		1,036	
Solid Waste Equipment		6,207	
Total Recycling Center			\$ 32,830

**Postclosure Care Costs**

Testing	\$	29,342	
Total Postclosure Care Costs			29,342

Total Solid Waste/Sanitation Fund \$ 1,903,684

**Drug Control Fund**

Public Safety

**Drug Enforcement**

Confidential Drug Enforcement Payments	\$	3,500	
Dues and Memberships		886	
Maintenance and Repair Services - Buildings		475	
Towing Services		990	
Veterinary Services		1,303	
Other Contracted Services		120	
Animal Food and Supplies		7,079	
Trustee's Commission		3	
Law Enforcement Equipment		155	
Total Drug Enforcement			\$ 14,511

Total Drug Control Fund 14,511

(Continued)

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

**American Rescue Plan Fund**

General Government

**Other General Administration**

Trustee's Commission	\$	24	
Total Other General Administration			\$ 24

Other Operations

**American Rescue Plan Act Grant #1**

Maintenance and Repair Services - Buildings	\$	312,500	
Matching Share		372,538	
Other Contracted Services		432,000	
Building Construction		577,500	
Total American Rescue Plan Act Grant #1			<u>1,694,538</u>

Total American Rescue Plan Fund \$ 1,694,562

**Constitutional Officers - Fees Fund**

Finance

**County Trustee's Office**

Constitutional Officers' Operating Expenses	\$	330	
Total County Trustee's Office			\$ 330

Administration of Justice

**Chancery Court**

Constitutional Officers' Operating Expenses	\$	2,520	
Total Chancery Court			2,520

Public Safety

**Sheriff's Department**

Constitutional Officers' Operating Expenses	\$	34	
Total Sheriff's Department			<u>34</u>

Total Constitutional Officers - Fees Fund 2,884

**Highway/Public Works Fund**

Highways

**Administration**

County Official/Administrative Officer	\$	100,377	
Assistant(s)		13,542	

(Continued)

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

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

Highways (Cont.)

**Administration (Cont.)**

Supervisor/Director	\$	52,987	
Overtime Pay		5,362	
Communication		10,661	
Dues and Memberships		2,951	
Evaluation and Testing		3,165	
Legal Notices, Recording, and Court Costs		2,894	
Licenses		132	
Maintenance and Repair Services - Buildings		5,857	
Travel		1,807	
Penalties		48	
Other Contracted Services		1,564	
Custodial Supplies		503	
Electricity		3,674	
Office Supplies		1,955	
Utilities		5,567	
Other Charges		4,880	
Office Equipment		2,300	
Total Administration			\$ 220,226

**Highway and Bridge Maintenance**

Supervisor/Director	\$	128,509
Equipment Operators		564,437
Truck Drivers		187,955
Laborers		16,662
Overtime Pay		26,580
Rentals		116
Asphalt - Cold Mix		211,177
Asphalt - Hot Mix		3,413
Asphalt - Liquid		222,905
Crushed Stone		146,074
Pipe		10,651
Pipe - Metal		14,001
Road Signs		7,079
Salt		4,977
Sand		1,061
Other Supplies and Materials		5,311

(Continued)

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

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

Highways (Cont.)

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

Other Charges	\$	8,112	
Motor Vehicles		5,000	
Total Highway and Bridge Maintenance			\$ 1,564,020

**Operation and Maintenance of Equipment**

Supervisor/Director	\$	48,670	
Mechanic(s)		43,890	
Overtime Pay		5,104	
Freight Expenses		853	
Maintenance and Repair Services - Buildings		3,109	
Maintenance and Repair Services - Equipment		42,357	
Equipment and Machinery Parts		61,994	
Gasoline		136,411	
Lubricants		7,653	
Sand		169	
Small Tools		1,374	
Tires and Tubes		40,757	
Uniforms		5,825	
Other Charges		435	
Highway Equipment		111,725	
Total Operation and Maintenance of Equipment			510,326

**Quarry Operations**

Supervisor/Director	\$	44,412	
Equipment Operators		48,930	
Overtime Pay		4,008	
Lease/SBITA Payments		9,600	
Permits		2,222	
Electricity		34,655	
Equipment and Machinery Parts		15,442	
Uniforms		1,580	
Total Quarry Operations			160,849

**Other Charges**

Liability Insurance	\$	84,975	
Trustee's Commission		36,630	
Workers' Compensation Insurance		89,620	
Total Other Charges			211,225

(Continued)

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

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

Highways (Cont.)

**Employee Benefits**

Social Security	\$	92,809	
Pensions		87,060	
Life Insurance		3,047	
Medical Insurance		333,043	
Unemployment Compensation		6,620	
Other Fringe Benefits		1,750	
Total Employee Benefits			\$ 524,329

**Capital Outlay**

Engineering Services	\$	175,847	
Matching Share		5,415	
Asphalt		334,489	
Bridge Construction		2,314,736	
Total Capital Outlay			<u>2,830,487</u>

Total Highway/Public Works Fund \$ 6,021,462

**General Debt Service Fund**

Principal on Debt

**General Government**

Principal on Bonds	\$	375,000	
Total General Government			\$ 375,000

**Education**

Principal on Bonds	\$	835,250	
Principal on Other Loans		242,520	
Total Education			1,077,770

Interest on Debt

**General Government**

Interest on Bonds	\$	180,969	
Total General Government			180,969

**Education**

Interest on Bonds	\$	778,416	
Interest on Other Loans		19,428	
Total Education			797,844

(Continued)



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

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

Other Debt Service

**General Government**

Fiscal Agent Charges	\$	400	
Trustee's Commission		14,929	
Total General Government			\$ 15,329

**Education**

Other Debt Service	\$	500	
Total Education			500

Total General Debt Service Fund \$ 2,447,412

**Other Capital Projects #1 Fund**

Capital Projects

**Public Safety Projects**

Trustee's Commission	\$	6,639	
Motor Vehicles		208,195	
Total Public Safety Projects			\$ 214,834

Total Other Capital Projects #1 Fund 214,834

**Other Capital Projects #2 Fund**

Capital Projects

**Public Health and Welfare Projects**

Other Contracted Services	\$	479,750	
Total Public Health and Welfare Projects			\$ 479,750

Total Other Capital Projects #2 Fund 479,750

Total Governmental Funds - Primary Government \$ 29,233,157

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

Discretely Presented Overton County School Department

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

## Instruction

**Regular Instruction Program**

Teachers	\$ 8,995,154	
Career Ladder Program	10,500	
Homebound Teachers	11,267	
Educational Assistants	321,183	
Other Salaries and Wages	516,446	
Certified Substitute Teachers	87,623	
Non-certified Substitute Teachers	273,900	
Social Security	589,982	
Pensions	511,343	
Life Insurance	6,332	
Medical Insurance	1,781,525	
Unemployment Compensation	5,314	
Local Retirement	155,417	
Employer Medicare	139,426	
Payments to Retirees	81,655	
Other Fringe Benefits	557	
Maintenance and Repair Services - Equipment	57	
Other Contracted Services	12,733	
Instructional Supplies and Materials	65,062	
Textbooks - Bound	32,717	
Software	50,856	
Other Supplies and Materials	57,804	
Fee Waivers	36,617	
TISA - On-behalf Payments	36,672	
Other Charges	2,451	
Regular Instruction Equipment	22,094	
Total Regular Instruction Program		\$ 13,804,687

**Alternative Instruction Program**

Teachers	\$ 65,530	
Career Ladder Program	1,000	
Social Security	3,617	
Pensions	4,231	
Medical Insurance	11,538	
Unemployment Compensation	21	
Employer Medicare	846	
Total Alternative Instruction Program		86,783

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Instruction (Cont.)

**Special Education Program**

Teachers	\$	1,306,342	
Career Ladder Program		500	
Homebound Teachers		17,794	
Educational Assistants		537,188	
Speech Pathologist		72,083	
Certified Substitute Teachers		338	
Non-certified Substitute Teachers		1,856	
Social Security		111,817	
Pensions		100,574	
Medical Insurance		437,670	
Unemployment Compensation		1,219	
Local Retirement		33,406	
Employer Medicare		26,203	
Other Fringe Benefits		147	
Other Contracted Services		31,789	
Instructional Supplies and Materials		6,160	
TISA - On-behalf Payments		11,529	
Total Special Education Program			\$ 2,696,615

**Career and Technical Education Program**

Teachers	\$	635,815
Guidance Personnel		27,194
Other Salaries and Wages		7,140
Certified Substitute Teachers		10,732
Non-certified Substitute Teachers		11,475
Social Security		39,321
Pensions		40,928
Medical Insurance		131,906
Unemployment Compensation		286
Local Retirement		2,459
Employer Medicare		9,352
Other Fringe Benefits		499
Maintenance and Repair Services - Equipment		7
Instructional Supplies and Materials		47,628
Other Supplies and Materials		2,913

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Instruction (Cont.)

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

Other Charges	\$	5,206	
Vocational Instruction Equipment		148,279	
Total Career and Technical Education Program			\$ 1,121,140

## Support Services

**Attendance**

Supervisor/Director	\$	87,736	
Clerical Personnel		5,600	
Other Salaries and Wages		39,168	
Social Security		8,038	
Pensions		8,660	
Medical Insurance		8,646	
Unemployment Compensation		41	
Employer Medicare		1,880	
Other Fringe Benefits		26	
Travel		341	
Software		18,354	
Other Supplies and Materials		575	
In Service/Staff Development		1,362	
Total Attendance			180,427

**Health Services**

Supervisor/Director	\$	57,028	
Medical Personnel		204,480	
Certified Substitute Teachers		135	
Non-certified Substitute Teachers		112	
Social Security		14,618	
Pensions		14,787	
Medical Insurance		66,048	
Unemployment Compensation		218	
Local Retirement		2,317	
Employer Medicare		3,421	
Other Fringe Benefits		24	
Travel		2,902	
Other Supplies and Materials		2,930	
In Service/Staff Development		4,497	
Total Health Services			373,517

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Other Student Support**

Guidance Personnel	\$	663,603	
Other Salaries and Wages		18,512	
Social Security		39,705	
Pensions		36,911	
Medical Insurance		103,919	
Unemployment Compensation		248	
Local Retirement		10,055	
Employer Medicare		9,286	
Other Fringe Benefits		709	
Contracts with Government Agencies		29,095	
Evaluation and Testing		9,422	
Other Contracted Services		38	
Software		3,535	
In Service/Staff Development		4,495	
Other Equipment		27,498	
Total Other Student Support			\$ 957,031

**Regular Instruction Program**

Supervisor/Director	\$	162,195	
Career Ladder Program		4,050	
Librarians		354,289	
Clerical Personnel		22,942	
Other Salaries and Wages		75,083	
Social Security		36,483	
Pensions		39,460	
Medical Insurance		91,547	
Unemployment Compensation		192	
Employer Medicare		8,532	
Other Fringe Benefits		52	
Travel		9,911	
Other Contracted Services		2,730	
Library Books/Media		3,509	
Other Supplies and Materials		8,750	
In Service/Staff Development		3,864	
Other Charges		2,844	
Other Equipment		1,410	
Total Regular Instruction Program			827,843

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Special Education Program**

Supervisor/Director	\$	93,118	
Psychological Personnel		68,865	
Medical Personnel		60,980	
Clerical Personnel		22,942	
Other Salaries and Wages		109,023	
Social Security		20,525	
Pensions		23,258	
Medical Insurance		58,117	
Unemployment Compensation		144	
Employer Medicare		4,800	
Travel		1,709	
Total Special Education Program			\$ 463,481

**Career and Technical Education Program**

Supervisor/Director	\$	17,547	
Career Ladder Program		200	
Other Salaries and Wages		3,000	
Social Security		1,222	
Pensions		1,219	
Medical Insurance		2,269	
Unemployment Compensation		4	
Employer Medicare		286	
Other Fringe Benefits		14	
Travel		511	
In Service/Staff Development		9,387	
Other Equipment		28,458	
Total Career and Technical Education Program			64,117

**Technology**

Supervisor/Director	\$	79,756	
Other Salaries and Wages		128,606	
Social Security		12,254	
Pensions		13,921	
Medical Insurance		40,187	
Unemployment Compensation		89	

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Technology (Cont.)**

Employer Medicare	\$	2,866	
Internet Connectivity		28,215	
Travel		2,125	
Software		31,543	
Other Supplies and Materials		3,586	
In Service/Staff Development		166	
Other Charges		57	
Other Equipment		17,299	
Total Technology			\$ 360,670

**Other Programs**

On-behalf Payments to OPEB	\$	183,225	
Internet Connectivity		111,014	
Total Other Programs			294,239

**Board of Education**

Secretary to Board	\$	1,850	
Board and Committee Members Fees		27,000	
Social Security		1,460	
Pensions		268	
Unemployment Compensation		1	
Employer Medicare		418	
Audit Services		7,500	
Legal Services		56,630	
Medical and Dental Services		10,908	
Other Contracted Services		4,038	
Other Supplies and Materials		393	
Liability Insurance		64,256	
Premiums on Corporate Surety Bonds		350	
Trustee's Commission		125,206	
Workers' Compensation Insurance		198,927	
In Service/Staff Development		22,328	
Refund to Applicant for Criminal Investigation		2,310	
Other Charges		3,548	
Total Board of Education			527,391

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Director of Schools**

County Official/Administrative Officer	\$	95,983	
Assistant(s)		5,000	
Other Salaries and Wages		1,000	
Social Security		5,703	
Pensions		6,480	
Medical Insurance		15,797	
Unemployment Compensation		22	
Employer Medicare		1,334	
Dues and Memberships		11,980	
Postal Charges		1,888	
In Service/Staff Development		3,831	
Other Charges		64	
Total Director of Schools			\$ 149,082

**Office of the Principal**

Principals	\$	578,382	
Career Ladder Program		2,250	
Assistant Principals		466,025	
Secretary(ies)		498,046	
Other Salaries and Wages		23,958	
Social Security		91,337	
Pensions		100,274	
Medical Insurance		278,337	
Unemployment Compensation		721	
Local Retirement		3,279	
Employer Medicare		21,361	
Other Fringe Benefits		2,296	
Software		3,150	
Excess Risk Insurance		24,440	
In Service/Staff Development		113	
Administration Equipment		4,092	
Total Office of the Principal			2,098,061

**Fiscal Services**

Accountants/Bookkeepers	\$	152,136	
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(Continued)



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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Fiscal Services (Cont.)**

Secretary(ies)	\$	77,512	
Other Salaries and Wages		66,446	
Social Security		18,081	
Pensions		20,371	
Medical Insurance		41,991	
Unemployment Compensation		127	
Employer Medicare		4,228	
Other Fringe Benefits		133	
Travel		35	
Other Contracted Services		444	
Data Processing Supplies		3,652	
Office Supplies		181	
Software		28,475	
Other Supplies and Materials		988	
In Service/Staff Development		5,043	
Administration Equipment		7,479	
Total Fiscal Services			\$ 427,322

**Operation of Plant**

Custodial Personnel	\$	726,132
Social Security		43,469
Pensions		46,292
Medical Insurance		188,546
Unemployment Compensation		826
Employer Medicare		10,363
Other Fringe Benefits		26
Communication		51,784
Maintenance and Repair Services - Equipment		2,263
Other Contracted Services		103,978
Custodial Supplies		64,574
Electricity		565,190
Equipment and Machinery Parts		1,615
Natural Gas		92,245
Propane Gas		64,693
Water and Sewer		54,415

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Operation of Plant (Cont.)**

Chemicals	\$	18,240	
Other Supplies and Materials		3,832	
Boiler Insurance		4,898	
Building and Contents Insurance		236,888	
Other Charges		355	
Plant Operation Equipment		1,508	
Total Operation of Plant			\$ 2,282,132

**Maintenance of Plant**

Supervisor/Director	\$	69,230	
Maintenance Personnel		198,238	
Social Security		16,125	
Pensions		18,042	
Medical Insurance		40,459	
Unemployment Compensation		98	
Employer Medicare		3,771	
Maintenance and Repair Services - Buildings		18,385	
Maintenance and Repair Services - Equipment		469	
Maintenance and Repair Services - Vehicles		94	
Other Contracted Services		121,407	
Equipment and Machinery Parts		30,648	
General Construction Materials		11,848	
Small Tools		639	
Uniforms		1,639	
Chemicals		171	
Other Supplies and Materials		3,626	
Vehicle and Equipment Insurance		6,543	
Maintenance Equipment		19,924	
Total Maintenance of Plant			561,356

**Transportation**

Mechanic(s)	\$	82,135	
Bus Drivers		575,830	
Other Salaries and Wages		78,279	
Social Security		39,584	

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Transportation (Cont.)**

Pensions	\$	40,211	
Medical Insurance		116,216	
Unemployment Compensation		538	
Employer Medicare		10,399	
Other Fringe Benefits		252	
Maintenance and Repair Services - Equipment		1,252	
Maintenance and Repair Services - Vehicles		4,086	
Medical and Dental Services		4,892	
Other Contracted Services		2,386	
Crushed Stone		1,135	
Custodial Supplies		62	
Diesel Fuel		103,303	
Garage Supplies		3,065	
Gasoline		8,966	
Lubricants		7,981	
Small Tools		6,395	
Tires and Tubes		22,957	
Uniforms		1,185	
Vehicle Parts		31,872	
Software		12,605	
Other Supplies and Materials		4,332	
Vehicle and Equipment Insurance		47,980	
In Service/Staff Development		873	
Other Charges		106	
Transportation Equipment		42,750	
Total Transportation			\$ 1,251,627

## Operation of Non-Instructional Services

**Community Services**

Supervisor/Director	\$	17,547
Teachers		168,605
Educational Assistants		39,425
Other Salaries and Wages		17,156
Social Security		14,087
Pensions		13,504

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

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

**Community Services (Cont.)**

Medical Insurance	\$	2,798	
Unemployment Compensation		126	
Employer Medicare		3,298	
Other Fringe Benefits		19	
Travel		57	
Instructional Supplies and Materials		3,129	
Other Charges		1,425	
Total Community Services			\$ 281,176

**Early Childhood Education**

Supervisor/Director	\$	17,547	
Teachers		274,204	
Clerical Personnel		3,870	
Educational Assistants		105,636	
Certified Substitute Teachers		405	
Non-certified Substitute Teachers		7,650	
Social Security		23,670	
Pensions		22,539	
Medical Insurance		67,713	
Unemployment Compensation		284	
Local Retirement		4,791	
Employer Medicare		5,539	
Other Fringe Benefits		1,886	
Instructional Supplies and Materials		1,183	
Other Supplies and Materials		330	
In Service/Staff Development		895	
Other Charges		724	
Other Equipment		1,462	
Total Early Childhood Education			540,328

## Capital Outlay

**Regular Capital Outlay**

Architects	\$	18,840	
Other Contracted Services		17,395	
Building Construction		349,883	

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Capital Outlay (Cont.)

**Regular Capital Outlay (Cont.)**

Building Improvements	\$	1,288	
Other Equipment		4,885	
Total Regular Capital Outlay			<u>\$ 392,291</u>

Total General Purpose School Fund

\$ 29,741,316

**School Federal Projects Fund**

## Instruction

**Regular Instruction Program**

Educational Assistants	\$	85,279	
Other Salaries and Wages		12,412	
Certified Substitute Teachers		2,565	
Non-certified Substitute Teachers		9,281	
Social Security		6,550	
Pensions		6,538	
Medical Insurance		27,828	
Unemployment Compensation		109	
Employer Medicare		1,550	
Other Fringe Benefits		512	
Instructional Supplies and Materials		22,369	
Software		82,749	
Regular Instruction Equipment		259,795	
Total Regular Instruction Program			<u>\$ 517,537</u>

**Special Education Program**

Educational Assistants	\$	432,619	
Other Salaries and Wages		8,336	
Non-certified Substitute Teachers		1,294	
Social Security		26,145	
Pensions		27,130	
Medical Insurance		126,514	
Unemployment Compensation		621	
Employer Medicare		6,144	
Other Fringe Benefits		2,058	
Evaluation and Testing		19,391	

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Instruction (Cont.)

**Special Education Program (Cont.)**

Instructional Supplies and Materials	\$	18,911	
Other Supplies and Materials		3,334	
Special Education Equipment		474	
Total Special Education Program			\$ 672,971

**Career and Technical Education Program**

Educational Assistants	\$	6,488	
Social Security		402	
Pensions		446	
Medical Insurance		2,265	
Unemployment Compensation		6	
Employer Medicare		94	
Other Fringe Benefits		30	
Maintenance and Repair Services - Equipment		500	
Instructional Supplies and Materials		18,552	
Software		4,890	
Other Supplies and Materials		14,171	
Vocational Instruction Equipment		31,863	
Total Career and Technical Education Program			79,707

## Support Services

**Attendance**

Software	\$	3,823	
Total Attendance			3,823

**Health Services**

Maintenance and Repair Services - Equipment	\$	195	
Other Equipment		7,633	
Total Health Services			7,828

**Other Student Support**

Other Salaries and Wages	\$	1,125	
Social Security		64	
Pensions		72	
Employer Medicare		15	

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Other Student Support (Cont.)**

Other Fringe Benefits	\$	5	
Evaluation and Testing		4,706	
Other Contracted Services		3,668	
Software		1,500	
Other Supplies and Materials		21,729	
In Service/Staff Development		10,406	
Other Charges		39,413	
Total Other Student Support			\$ 82,703

**Regular Instruction Program**

Supervisor/Director	\$	70,189	
Instructional Coaches		196,059	
Other Salaries and Wages		272,181	
In-service Training		3,500	
Social Security		30,628	
Pensions		32,653	
Life Insurance		184	
Medical Insurance		68,727	
Unemployment Compensation		168	
Employer Medicare		7,489	
Other Fringe Benefits		2,547	
Travel		2,933	
Other Contracted Services		90,050	
Software		17,613	
Other Supplies and Materials		20,082	
In Service/Staff Development		49,972	
Other Charges		16,760	
Other Equipment		130,431	
Total Regular Instruction Program			1,012,166

**Special Education Program**

Psychological Personnel	\$	60,379	
Other Salaries and Wages		36,010	
Social Security		3,805	
Pensions		1,846	

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Support Services (Cont.)

**Special Education Program (Cont.)**

Life Insurance	\$	25	
Medical Insurance		8,934	
Unemployment Compensation		83	
Local Retirement		3,019	
Employer Medicare		1,396	
Other Fringe Benefits		284	
Communication		1,200	
Contracts with Private Agencies		8,288	
Travel		9,244	
Other Supplies and Materials		13,654	
In Service/Staff Development		11,649	
Other Equipment		4,984	
Total Special Education Program			\$ 164,800

**Career and Technical Education Program**

Travel	\$	60	
In Service/Staff Development		1,460	
Total Career and Technical Education Program			1,520

**Transportation**

Bus Drivers	\$	1,150	
Other Salaries and Wages		7,198	
Social Security		351	
Pensions		30	
Unemployment Compensation		23	
Employer Medicare		92	
Other Fringe Benefits		45	
Contracts with Parents		26,494	
Transportation Equipment		259,984	
Total Transportation			295,367

## Operation of Non-Instructional Services

**Food Service**

Food Supplies	\$	7,002	
Total Food Service			7,002

(Continued)



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

Discretely Presented Overton County School Department (Cont.)

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

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

**Community Services**

Supervisor/Director	\$	13,160	
Teachers		16,434	
Educational Assistants		11,825	
Other Salaries and Wages		2,950	
Social Security		2,685	
Pensions		2,885	
Medical Insurance		2,090	
Unemployment Compensation		26	
Employer Medicare		628	
Other Fringe Benefits		265	
Travel		82	
Instructional Supplies and Materials		3,473	
Other Charges		2,950	
Other Equipment		14,688	
Total Community Services			\$ 74,141

## Capital Outlay

**Regular Capital Outlay**

Architects	\$	14,698	
Building Improvements		1,224,761	
Total Regular Capital Outlay			<u>1,239,459</u>

Total School Federal Projects Fund \$ 4,159,024

**Central Cafeteria Fund**

## Operation of Non-Instructional Services

**Food Service**

Supervisor/Director	\$	87,736
Clerical Personnel		19,313
Cafeteria Personnel		676,462
Temporary Personnel		13,771
Social Security		47,859
Pensions		49,572
Life Insurance		25
Medical Insurance		216,073

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

**Central Cafeteria Fund (Cont.)**

Operation of Non-Instructional Services (Cont.)

**Food Service (Cont.)**

Unemployment Compensation	\$	819	
Employer Medicare		11,239	
Other Fringe Benefits		26,180	
Dues and Memberships		721	
Maintenance and Repair Services - Equipment		26,499	
Travel		2,910	
Other Contracted Services		51,077	
Food Supplies		756,847	
USDA - Commodities		92,419	
Other Supplies and Materials		50,348	
In Service/Staff Development		3,401	
Other Charges		1,314	
Food Service Equipment		<u>32,930</u>	
Total Food Service			<u>\$ 2,167,515</u>

Total Central Cafeteria Fund			\$ 2,167,515
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**Internal School Fund**

Operation of Non-Instructional Services

**Community Services**

Other Charges	\$	<u>1,270,037</u>	
Total Community Services			<u>\$ 1,270,037</u>

Total Internal School Fund			1,270,037
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**Education Debt Service Fund**

Principal on Debt

**Education**

Debt Service Contribution to Primary Government	\$	<u>1,077,770</u>	
Total Education			\$ 1,077,770

Interest on Debt

**Education**

Debt Service Contribution to Primary Government	\$	<u>797,844</u>	
Total Education			797,844

(Continued)

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

Discretely Presented Overton County School Department (Cont.)

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

## Other Debt Service

**Education**

Trustee's Commission	\$	7,113	
Debt Service Contribution to Primary Government		500	
Total Education			<u>\$ 7,613</u>

Total Education Debt Service Fund	\$	1,883,227
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**Education Capital Projects Fund**

## Capital Outlay

**Regular Capital Outlay**

Architects	\$	514,694	
Other Contracted Services		92,200	
Total Regular Capital Outlay			<u>\$ 606,894</u>

Total Education Capital Projects Fund		<u>606,894</u>
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Total Governmental Funds - Overton County School Department	\$	<u><u>39,828,013</u></u>
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## SINGLE AUDIT SECTION



JASON E. MUMPOWER  
*Comptroller*

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

Overton County Executive and  
Board of County Commissioners  
Overton County, Tennessee

To the County Executive and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Overton County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Overton County's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 4, 2025. Our report includes a reference to other auditors who audited the financial statements of the discretely presented Overton County Health and Rehab Center and the financial statements of the discretely presented Overton County School Department's Internal School Fund as described in our report on Overton 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 Overton 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 Overton County's internal control. Accordingly, we do not express an opinion on the effectiveness of Overton County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the following 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 deficiencies, described in the accompanying Schedule of Findings and Questioned Costs, to be significant deficiencies: 2025-002(C, D).

## Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Overton County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and are described in the accompanying Schedule of Findings and Questioned Costs as items: 2025-002(A, B).


## Overton County's Responses to Findings

*Government Auditing Standards* requires the auditor to perform limited procedures on Overton County's responses to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. Overton 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 Overton 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 4, 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**

Overton County Executive and  
Board of County Commissioners  
Overton County, Tennessee

To the County Executive and Board of County Commissioners:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Overton 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 Overton County's major federal programs for the year ended June 30, 2025. Overton 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 Overton 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 Overton 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 Overton 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 Overton 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 Overton 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 Overton County's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Overton County compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Overton 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 Overton County's internal control over compliance. Accordingly, no such opinion is expressed.

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

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

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

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



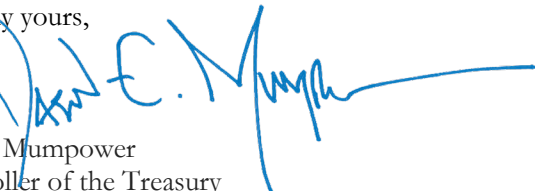
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

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

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Overton County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Overton County's basic financial statements. We issued our report thereon dated November 4, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,

  
Jason E. Mumpower  
Comptroller of the Treasury  
Nashville, Tennessee

November 4, 2025

JEM/gc

**OVERTON COUNTY, TENNESSEE, AND THE OVERTON COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (7) (8)**  
**For the Year-Ended June 30, 2025**

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Education:				
Child Nutrition Cluster: (4)				
School Breakfast Program	10.553	N/A	\$ 0	\$ 464,378
National School Lunch Program	10.555	N/A	0	1,396,826 (5)
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (4)				
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	0	92,419 (5)
Rebate of Storage and Distribution Fees	10.555	N/A	0	9,863 (5)
Total U.S. Department of Agriculture				<u>\$ 1,963,486</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	(3)	0	<u>\$ 5,525</u>
Total U.S. Department of Housing and Urban Development				<u>\$ 5,525</u>
U.S. Department of the Interior:				
Direct Program:				
Payments in Lieu of Taxes	15.226	N/A	0	<u>\$ 7,995</u>
Total U.S. Department of the Interior				<u>\$ 7,995</u>
U.S. Department of Transportation:				
Passed-through State Department of Safety and Homeland Security:				
Alcohol Open Container Requirements	20.607	(6)	0	<u>\$ 12,586</u>
Total U.S. Department of Transportation				<u>\$ 12,586</u>
U.S. Department of the Treasury:				
Passed-through State Department of Environment and Conservation:				
COVID 19 - Coronavirus State and Local Recovery Funds (ARP)	21.027	2022-8418 (9)	933,445	\$ 933,445 (5)
Passed-through State Department of Education:				
COVID 19 - Coronavirus State and Local Recovery Funds (ARP)	21.027	N/A	0	38,244 (5)
Passed-through State Department of Health:				
COVID 19 - Coronavirus State and Local Recovery Funds (ARP)	21.027	(3)	0	165,793 (5)
Total U.S. Department of the Treasury				<u>\$ 1,137,482</u>
U.S. National Foundation on the Arts and the Humanities:				
Passed-through Tennessee Secretary of State:				
Grants to States	45.310	(3)	0	<u>\$ 2,460</u>
Total U.S. National Foundation on the Arts and the Humanities				<u>\$ 2,460</u>
U.S. Department of Education:				
Passed-through State Department of Education:				
Title I Grants to Local Educational Agencies	84.010	N/A	0	\$ 1,026,730
Special Education Cluster (IDEA): (4)				
Special Education - Grants to States	84.027	N/A	0	843,319
Special Education - Preschool Grants	84.173	N/A	0	45,948
Career and Technical Education - Basic Grants to States	84.048	N/A	0	114,400
Twenty-first Century Community Learning Centers	84.287	N/A	0	75,478
Supporting Effective Instruction State Grants	84.367	N/A	0	100,808
Comprehensive Literacy Development	84.371	N/A	0	82,657
Student Support and Academic Enrichment Program	84.424	N/A	0	89,644
COVID 19 - Education Stabilization Fund Program - Elementary and				
Secondary School Emergency Relief Fund	84.425D	N/A	0	13,750 (5)
COVID 19 - Education Stabilization Fund Program - Elementary and				
Secondary School Emergency Relief Fund	84.425U	N/A	0	1,771,578 (5)
COVID 19 - Education Stabilization Fund Program - Elementary and				
Secondary School Emergency Relief Fund	84.425W	N/A	0	21,902 (5)
Total U.S. Department of Education				<u>\$ 4,186,214</u>

(Continued)

**OVERTON COUNTY, TENNESSEE, AND THE OVERTON COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (7) (8) (Cont.)**

<b>Federal/Pass-Through Agency/State Grantor Program Title</b>	<b>Assistance Listing Number</b>	<b>Pass-through Entity Identifying Number</b>	<b>Amount Passed-through to Subrecipients</b>	<b>Expenditures</b>
U.S. Department of Health and Human Services:				
Passed-through Upper Cumberland Development District:				
Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	(3)	\$ 0	\$ 1,000 (5)
COVID 19 - Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	(3)	0	1,700 (5)
Aging Cluster: (4)				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	(3)	0	10,730
Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	(3)	0	45,196 (5)
COVID 19 - Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	(3)	0	4,458 (5)
Nutrition Services Incentive Program	93.053	(3)	0	6,000
National Family Caregiver Support, Title III, Part E	93.052	(3)	0	834 (5)
COVID 19 - National Family Caregiver Support, Title III, Part E	93.052	(3)	0	626 (5)
Direct Program:				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	0	229,313
Total U.S. Department of Health and Human Services				<u>\$ 299,857</u>
Total Expenditures of Federal Grants				<u>\$ 7,615,605</u>

<b>State Grants</b>		<b>Contract Number</b>	
Juvenile Court State Supplement - State Department of Children Services	N/A	N/A	\$ 13,500
Innovative School Models (ISM) - State Department of Education	N/A	N/A	724,714
Learning Camp Transportation - State Department of Education	N/A	N/A	54,672
Lottery Education Afterschool Programs - State Department of Education	N/A	N/A	64,538
Public School Security Grant - State Department of Education	N/A	N/A	27,498
State Special Education Preschool - State Department of Education	N/A	N/A	18,718
Summer Learning Camp - State Department of Education	N/A	N/A	246,947
Voluntary Pre-K - State Department of Education	N/A	N/A	516,901
SRO Grant Program - State Department of Safety and Homeland Security	N/A	SRO25HS126	303,200
Litter Program - State Department of Transportation	N/A	N/A	69,530
ThreeStar Grant - State Department of Economic and Community Development	N/A	N/A	47,000
Training Opportunities to the Public (TOP) Grant - Tennessee Secretary of State	N/A	N/A	967
Essential Equipment Grant - State Department of Health	N/A	N/A	143,307
Aging Program - Upper Cumberland Development District	N/A	N/A	7,270
Special Programs for the Aging, Title III, Part C, Nutrition Services - Upper Cumberland Development District	N/A	N/A	2,496
Total State Grants			<u>\$ 2,241,258</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) Overton County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.  
(3) Information not available.  
(4) Child Nutrition Cluster total \$1,963,486; Special Education Cluster (IDEA) total \$889,267; Aging Cluster total \$66,384.  
(5) Total for ALN 10.555 is \$1,499,108; Total for ALN 21.027 is \$1,137,482; Total for ALN 84.425 is \$1,807,230;  
Total for ALN 93.043 is \$2,700; Total for ALN 93.045 is \$49,654; Total for ALN 93.052 is \$1,460.  
(6) Z-24-THS-233: \$11,094; Z-25-THS-233: \$1,492  
(7) CONSOLIDATED ADMINISTRATION  
The following amounts were consolidated for administration purposes:

<b>Program Title</b>	<b>ALN</b>	<b>Amount Provided to Consolidated Administration</b>
Title I Grants to Local Educational Agencies	84.010	\$ 87,934
Supporting Effective Instruction State Grant	84.367	14,070
Student Support and Academic Enrichment Program	84.424	1,319
Total amounts consolidated for administration purposes		<u>\$ 103,323</u>

(Continued)

**OVERTON COUNTY, TENNESSEE, AND THE OVERTON COUNTY SCHOOL DEPARTMENT**  
**Schedule of Expenditures of Federal Awards and State Grants (1) (2) (7) (8) (Cont.)**

(8) AMOUNTS TRANSFERRED

Program Title	Amounts Transferred
From Title II, Part A (ALN 84.367) to Title IV (ALN 84.424)	\$ 1,461

(9) SUBRECIPIENT AMOUNTS

The following amounts were paid to subrecipients from the COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP):

Subrecipient	ALN	Amount Provided to Subrecipients
North Overton Utility District	21.027	\$ 828,982
West Overton Utility District	21.027	104,463
Total amounts provided to subrecipients		\$ 933,445

**OVERTON 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 Overton 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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**OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS**

2024	228	2024-001	The Highway/Public Works Fund required material audit adjustments for proper financial statement presentation.	N/A	Not Corrected. See Explanation on Corrective Action Plan
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**OFFICE OF DIRECTOR OF SCHOOLS**

2024	228	2024-002	Investigations of the Overton County School Department noted deficiencies in school operations.	N/A	N/A
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**Prior-year Federal Awards Findings**

Fiscal Year	Page Number	Finding Number	Title of Finding	ALN	Current Status
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**OFFICE OF DIRECTOR OF SCHOOLS**

2024	230	2024-003	An investigation of the Overton County afterschool program disclosed serious deficiencies.	84.287	Corrected
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**OVERTON COUNTY, TENNESSEE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**For the Year Ended June 30, 2025**

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

**Financial Statements:**

1. Our report on the financial statements of Overton County is unmodified.
2. Internal Control Over Financial Reporting:
  - \* Material weakness identified? **YES**
  - \* Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

**Federal Awards:**

4. Internal Control Over Major Federal Programs:
  - \* Material weakness identified? **NO**
  - \* Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
  - \* Assistance Listing Numbers: 10.553 and 10.555      Child Nutrition Cluster:  
School Breakfast Program  
National School Lunch Program
  - \* Assistance Listing Numbers: 84.027 and 84.173      Special Education Cluster:  
Special Education - Grants to State  
Special Education - Preschool Grants
  - \* Assistance Listing Number: 84.425      COVID 19 - Education Stabilization Fund Program
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **NO**

## PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

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

### OFFICE OF DIRECTOR OF ACCOUNTS AND BUDGETS

FINDING 2025-001

#### **MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION**

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

On June 30, 2025, certain general ledger account balances in the Highway/Public Works Fund and the Other Capital Projects Fund #2 were not materially correct, and audit adjustments for accounts receivable and accounts payable totaling \$1,152,359 and \$474,463, respectively, were required for the financial statements to be materially correct at year-end. Generally accepted account principles require Overton County to have adequate internal controls over the maintenance of its accounting records. Material audit adjustments were required because the department's financial reporting system did not prevent, detect, or correct potential misstatements in the account records. It is a strong indicator of a material weakness in internal controls if the department 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 due to the failure of management to correct the finding noted in the prior year audit report and exists due to 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

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

### MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS

I concur with this finding.

FINDING 2025-002

#### **THE OFFICE HAD DEFICIENCIES REGARDING THE CONSTRUCTION OF A COMMUNITY CENTER**

(A. and B. Noncompliance Under *Government Auditing Standards*, C. and D. Internal Control – Significant Deficiency Under *Government Auditing Standards*)

During the year ended June 30, 2025, Overton County entered a contract for construction of the Monroe Community Center. Our examination of this contract revealed the following deficiencies, which resulted from a lack of management oversight and failure to follow state statutes.

- A. Purchasing procedures for the Overton County Director of Accounts and Budgets are governed by provisions of the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*, and Section 12-3-1212, *TCA*. These statutes provide for all purchases exceeding \$25,000 to be made based on competitive bids solicited through public advertisement. For the community center project, the county properly solicited bids and awarded a contract for the project totaling \$533,500; however, during the year examined, the county disbursed a total of \$577,500 for this project. The county was unable to provide documentation of any approved change orders or other authorization for a change in the original contract. This resulted in project disbursements exceeding the approved bid by \$44,000 and violating applicable bidding statutes.

- B. The county did not require the contractor to provide adequate bonds. For all construction contracts that exceed \$100,000, Section 12-4-1201, *TCA* requires contractors to provide appropriate bonds, which shall be for no less than twenty-five percent of the contract price. The use of a contractor that was not adequately bonded placed the county at risk of a significant financial loss.
- C. The county made project disbursements based off summarized invoices, with no details of the work being performed. Auditors reviewed invoices that only included a total amount, with a list of services and materials; however, no breakdown was available that allocated the total cost to a specific service or material. Invoices should include sufficient details to allow adequate review before payment is made to ensure that the work invoiced has been completed and to track project progress.
- D. In addition, it appears that the county did not require the project's architect to review and approve invoices received from the contractor prior to payment. Improper review of contractor progress placed the county at risk of both inadequate work and unnecessary charges.

## **RECOMMENDATION**

Changes to construction contracts, when necessary, should be documented by approved change orders prior to payment to maintain the integrity of the competitive bidding process. Bonds should be obtained for all contractors working on applicable construction projects in accordance with state statutes. Invoices for construction should contain details of the work being billed and should be reviewed by the architect employed for the project prior to payment to track progress and ensure that all payments are valid.

## **MANAGEMENT'S RESPONSE – DIRECTOR OF ACCOUNTS AND BUDGETS**

I concur with this finding.



### **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.

**OVERTON 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 DIRECTOR OF ACCOUNTS AND BUDGETS**

2025-001	Material audit adjustments were required for proper financial statement presentation.	243
2025-002	The office had deficiencies regarding the construction of a community center.	243



# OVERTON COUNTY GOVERNMENT

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Phone: (931) 823-5638 • Fax: (931) 823-9417 • Email: sbarlow@overtoncountyttn.gov

**Steven Barlow**  
County Executive

## Corrective Action Plan

**FINDING: MATERIAL AUDIT ADJUSTMENTS WERE REQUIRED FOR PROPER FINANCIAL STATEMENT PRESENTATION**

**Response and Corrective Action Plan Prepared by:**  
Connie York, Director of Accounts and Budgets

**Person Responsible for Implementing the Corrective Action:**  
Connie York, Director of Accounts and Budgets

**Anticipated Completion Date of Corrective Action:**  
November 4, 2025

**Repeat Finding:**  
Yes

**Reason Corrective Action was Not Taken in the Prior Year:**  
The finding only affects the June 30, 2025 receivables and payables.

**Planned Corrective Action:**  
If the State Aid Revenue is not coming in within 30 days of June 30th, it will not be set up as a receivable. State Aid Revenue is not a grant.

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**FINDING: THE OFFICE HAD DEFICIENCIES REGARDING THE CONSTRUCTION OF A COMMUNITY CENTER**

**Response and Corrective Action Plan Prepared by:**  
Connie York, Director Accounts and Budgets

**Person Responsible for Implementing the Corrective Action:**  
Steven Barlow, County Mayor

**Anticipated Completion Date of Corrective Action:**  
November 4, 2025

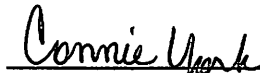
**Repeat Finding:**  
No

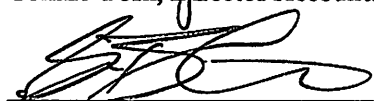
**Reason Corrective Action was Not Taken in the Prior Year:**

Not applicable

**Planned Corrective Action:**

We will have the architect's contract to include oversight of the project including review invoices and cost changes.

  
\_\_\_\_\_  
Connie York, Director Accounts and Budgets

  
\_\_\_\_\_  
Steven Barlow, County Mayor

11-4-25  
\_\_\_\_\_  
Date

## **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 Overton County.

### **OVERTON COUNTY SHOULD ADOPT A CENTRAL SYSTEM OF ACCOUNTING, BUDGETING, AND PURCHASING**

Overton County does not have a central system of accounting, budgeting, and purchasing for all departments. Overton County operates under the provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive and highway superintendent but exclude the school department. 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 that includes all departments is a best practice that would significantly improve accountability and the quality of services provided to the citizens of Overton 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.