



ANNUAL FINANCIAL REPORT

Stewart County, Tennessee

For the Year Ended June 30, 2025

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

**ANNUAL FINANCIAL REPORT
STEWART 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

LEE ANN WEST, CPA, CGFM
Audit Manager

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

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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in no findings.



INTRODUCTORY SECTION

STEWART COUNTY OFFICIALS

June 30, 2025

Officials

Robert Beecham, County Mayor
Ronnie Sumner, County Engineer
Mike Craig, Director of Schools
Laura Crain, Trustee
Martha Wallace, Assessor of Property
Natalie Hardison, County Clerk
Ethan Gray, Circuit, General Sessions, and Juvenile Courts Clerk
April Turner, Clerk and Master
Derek Earhart, Register of Deeds
Frankie Gray, Sheriff

Board of County Commissioners

Robert Beecham, County Mayor, Chairman	Bradley Jones
Justin Booth	Shane Keatts
Archie Cryer	Clint Mathis
Mark Dortch	Alexis Taylor
Melissa Fields	Elijah Thomas
Terry Fitzhugh	Brian Tiebor
Vincent Gray	Eric Watkins
Rickie Joiner	

Board of Education

Gary Dacus, Chairman
Lesa Fitzhugh
Darrell Gillum
Adam Lamb
Kyle Possoit
Lana Sanders
Brent Shelton

Audit Committee

Van Herndon, Chairman
Timothy Borens
Mark Dortch
Rickie Joiner
Mary Ann Jordan

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

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

We did not audit the financial statements of the Internal School Fund of the Stewart County School Department (a discretely presented component unit), which represent 1.4 percent, 1.4 percent, and 3.3 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Stewart County School Department's Internal School Fund, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Stewart 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., Stewart 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.9. to the financial statements, which describes restatements to the beginning Governmental Activities net position totaling (\$19,742) for the primary government and (\$188,759) for the discretely presented Stewart 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 Stewart 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 Stewart 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 Stewart 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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Stewart 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 Stewart 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 Stewart 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 August 21, 2025, on our consideration of Stewart 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 the Stewart 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 Stewart County's internal control over financial reporting and compliance.

Very truly yours,


Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

August 21, 2025

JEM/gc

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Stewart County Government (the county), we offer readers of the county's financial statements this narrative overview and analysis of the financial activities of the county for the fiscal year ended June 30, 2025.

Accounting principles generally accepted in the United States of America for governmental entities are established by the Governmental Accounting Standards Board (GASB). The county follows all GASB standards as well as other authoritative literature known collectively within the accounting profession as "generally accepted accounting principles."

Management's Discussion and Analysis (MD&A) serves as an introduction to, and should be read in conjunction with, the financial statements and required supplementary information. The MD&A represents management's examination of the county's financial condition and performance.

FINANCIAL HIGHLIGHTS

Management believes that the county's financial condition is strong. The county as a whole is within its budget and continues to implement procedures and controls to improve the accuracy and effectiveness of its financial reporting. The following are some key financial highlights:

- Total assets and deferred outflows of resources at year-end exceeded liabilities and deferred inflows of resources by \$20,043,713 (i.e., net position), an increase of \$3,171,182 from fiscal year ending June 30, 2024.
- As of the close of the current fiscal year, Stewart County's governmental funds reported combined ending fund balances of \$13,472,720. Of this amount, \$1,959,074 is restricted funds with externally enforceable limitations on use, \$4,794,782 is committed by the county's legislative body to a specific fund or use, and \$667,039 is assigned by its intended use.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$6,334,508, which was an increase of \$1,192,011 or 23.18 percent compared to the prior fiscal year ending June 30, 2024. The unassigned fund balance for the General Fund represents 40.24 percent of total General Fund expenditures while total fund balance of \$8,111,500 represents 51.53 percent of that same amount.
- Stewart County's total long-term debt decreased by \$941,866 during the current fiscal year. This is primarily a result of the annual scheduled debt reduction payments in the fiscal year ending June 30, 2025.

OVERVIEW OF THE ANNUAL FINANCIAL REPORT

The Annual Financial Report consists of three sections: 1) the government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements. These statements are organized so the reader can understand the county as a financial whole. The statements then proceed to provide an increasingly detailed look at specific financial activities.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the county's finances in a manner similar to a private-sector business. These statements include all assets and liabilities using the accrual basis of accounting. This basis of accounting takes

into account all of the current year's revenues and expenses regardless of when cash is received or paid. Because these statements are designed to give a broad overview, they use highly summarized information.

The Statement of Net Position presents information on all of the county's assets plus deferred outflows of resources and liabilities plus deferred inflows of resources, with the difference between the two reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the county is improving or deteriorating.

The Statement of Activities presents information illustrating the changes in the county's net position during the fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the county that are principally supported by taxes and intergovernmental revenues, known as governmental activities, from other functions that are intended to recover all or a significant portion of their costs through user fees and charges, known as business-type activities. The governmental activities of the county include: general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highways/public works; education; and interest on long-term debt. These services are funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

The government-wide financial statements not only include the county, known as the primary government, but also legally separate entities for which the county is financially accountable. Stewart County School Department is listed as a component unit and is reported separately from the financial information presented for the primary government itself. This discussion and analysis are devoted to the county rather than the component unit.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The county, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the county can be divided into two categories: governmental and fiduciary.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Stewart County maintains seven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General, Highway/Public Works, and General Debt Service funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single,

aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the nonmajor governmental funds combining statements elsewhere in this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county's programs.

Notes to the financial statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. "Notes" is the traditional term applied to this information; however, the term is misleading in that the notes can vary in length from one paragraph to several pages. Please refer to the table of contents to locate these notes.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning pension information and other postemployment benefits information. This required information has been presented in the required supplementary information section of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. Stewart County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$20,043,713 at the close of the most recent fiscal year for the governmental activities. The Constitution for the State of Tennessee allows only the local legislative body authorization to issue debt. Therefore, whenever the Stewart County Board of Education requires additional money to fund school construction and equipment, the related debt must be issued by the Stewart County Government. As of June 30, 2025, Stewart County had outstanding debt totaling \$4,614,189 for capital purposes for the Stewart County Board of Education, but the capital assets are reported in the financial statements of the Stewart County Board of Education. As a result, the county has incurred the related liability without a corresponding increase in the county's capital assets. However, the county still saw an increase in its unrestricted net position, even with this factor.

	Stewart County Net Position		Governmental Activities	
	2025		2025	2024
Assets:				
Current and Other Assets	\$ 22,726,925	\$ 22,099,280		
Capital Assets	17,597,213	15,872,579		
Total Assets	\$ 40,324,138	\$ 37,971,859		
Deferred Outflows of Resources:				
Pension Changes in Experience	\$ 1,150,956	\$ 1,226,792		
Pension Changes in Investment Earnings	0	159,471		
Pension Changes in Assumptions	482,614	716,531		
Pension Contributions After Measurement Date	833,980	771,054		
OPEB Changes in Experience	7,001	8,696		
OPEB Changes in Assumptions	65,997	54,583		
OPEB Contributions After Measurement Date	905	602		
Total Deferred Outflows of Resources	\$ 2,541,453	\$ 2,937,729		
Liabilities:				
Other Liabilities	\$ 719,145	\$ 815,623		
Long-term Liabilities Outstanding	14,439,558	15,679,474		
Total Liabilities	\$ 15,158,703	\$ 16,495,097		
Deferred Inflows of Resources:				
Deferred Current Property Taxes	\$ 7,223,025	\$ 7,271,529		
Pension Changes in Experience	126,064	155,972		
Pension Changes in Investment Earnings	212,694	0		
OPEB Changes in Experience	42,221	42,541		
OPEB Changes in Assumptions	59,171	71,918		
Total Deferred Inflows of Resources	\$ 7,663,175	\$ 7,541,960		
Net Position:				
Net Investment in Capital Assets	\$ 11,201,099	\$ 8,923,758		
Restricted	2,109,507	2,075,542		
Unrestricted	6,733,107	5,873,231		
Total Net Position	\$ 20,043,713	\$ 16,872,531		

The largest portion of the county's net position reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. Stewart County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Stewart County's investments in capital assets are reported net of related debt, it should be noted that the resources needed to repay the debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the county's net position (\$1,959,074) represents resources that are subject to external restrictions on how they may be used.

Stewart County Changes in Net Position

	Governmental Activities	
	2025	2024
Revenues:		
Program Revenues:		
Charges for Services	\$ 2,350,551	\$ 2,228,062
Operating Grants and Contributions	4,918,049	5,915,053
Capital Grants and Contributions	2,947,282	1,967,735
General Revenues:		
Property Taxes	6,894,686	6,921,379
Other Taxes	2,417,924	2,114,009
Grants and Contributions Not Restricted to Specific Programs	3,589,489	2,617,346
Unrestricted Investment Income	612,465	382,436
Miscellaneous	108,833	800
Total Revenues	\$ 23,839,279	\$ 22,146,820
 Expenses:		
General Government	\$ 1,772,479	\$ 1,988,263
Finance	1,245,560	1,172,943
Administration of Justice	1,071,385	1,107,352
Public Safety	6,035,811	5,950,520
Public Health and Welfare	4,999,914	2,952,830
Social, Cultural, and Recreational Services	522,107	465,046
Agriculture and Natural Resources	192,510	145,800
Highway/Public Works	4,111,339	5,049,422
Education	397,494	608,753
Interest on Long-term Debt	299,756	420,717
Total Expenses	\$ 20,648,355	\$ 19,861,646
Change in Net Position	\$ 3,190,924	\$ 2,285,174
Net Position, July 1	16,872,531	14,587,357
Restatement	(19,742)	0
 Net Position, June 30	\$ 20,043,713	\$ 16,872,531

Capital Assets and Debt Administration

Capital assets. The county's investment in capital assets for its governmental activities as of June 30, 2025, totaled \$11,201,099 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, other capital assets (including equipment), and infrastructure (roads, highway, and bridges). The total increase in Stewart County Government's investment in capital assets for the current fiscal year was \$2,277,341 (net of accumulated depreciation). This increase was mainly attributable to an increase in land, buildings and improvements, infrastructure, and other capital assets.

Long-term debt. At the end of the current fiscal year, Stewart County had notes payable of \$1,450,469, other loans payable of \$1,139,162 and bonds payable of \$8,330,000. Stewart County's total long-term debt is \$10,919,631, of which \$4,614,189 was for capital purposes for the Stewart County Board of Education, as previously mentioned. All debt is backed by full faith and credit of the county.

Stewart County's Outstanding Debt

As of June 30, 2025

	Governmental Activities
Notes Payable through General Debt Service Fund	<u>\$ 1,450,469</u>
Total Notes Payable	<u>\$ 1,450,469</u>
Other Loans Payable through General Debt Service Fund	<u>\$ 1,139,162</u>
Total Other Loans	<u>\$ 1,139,162</u>
Bonds Payable through General Debt Service Fund	<u>\$ 8,330,000</u>
Total Bonds Payable	<u>\$ 8,330,000</u>
Total Long-term Debt	<u>\$ 10,919,631</u>

ECONOMIC FACTORS

Resident Growth

Stewart County's population has continued to grow in the past few years. The 2025 county estimated population is 14,678 and reflects a 7.5 percent increase in population over the 2020 census.

An increasing population is beneficial to the financial status of the county as long as the increased revenues associated with increasing property values, increased sales tax revenue, and intergovernmental revenues exceed the increased demand for services. A steady increase in population is more conducive to allowing the service capacity of the county to grow as the demand for services increases without necessitating a large increase in capacity from one year to the next.

Property Assessments, Tax Rate & Property Tax Revenue

The combined property tax rate for the county for fiscal year ending June 30, 2025, was \$1.4862. The rate decreased compared to the fiscal year ending June 30, 2024, due to a county-wide Current Value Update (CVU) assessment. Property assessment values in Stewart County increased significantly from the fiscal year ending June 30, 2024, to the fiscal year ending June 30, 2025. These increases are mainly due to the CVU, along with continued new growth in residential and commercial properties. Property tax revenue for the Stewart County Primary Government was \$6,894,686 for the fiscal year ending June 30, 2025.

Unemployment: Stewart County vs. Tennessee vs. United States

The unemployment rates for June 2025 were 4.3, 3.5 and 4.1 percent, respectively, for Stewart County, Tennessee, and the United States. Although the federal unemployment rate remained the same from June 2024,

the state unemployment rate continued to remain lower than the federal unemployment rate. Stewart County's unemployment rate increased slightly from an adjusted 4.2 percent in June 2024 to 4.3 percent in June 2025.

Request for Information

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Stewart County Mayor's Office, Attn: Accounting & Budgeting, P.O. Box 487, Dover, Tennessee 37058.

BASIC FINANCIAL STATEMENTS SECTION

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

	Primary Government	Component Unit
	Governmental Activities	Stewart County School Department
ASSETS		
Cash	\$ 1,686	\$ 461,064
Equity in Pooled Cash and Investments	13,560,398	6,864,829
Accounts Receivable	2,062,526	482
Allowance for Uncollectibles	(1,186,616)	0
Inventories	0	9,293
Due from Other Governments	829,268	1,014,245
Due from Primary Government	0	694
Property Taxes Receivable	7,660,756	446,767
Allowance for Uncollectible Property Taxes	(201,093)	(11,724)
Restricted Assets - Amounts Accumulated for Pension Benefits	0	248,337
Net Pension Asset - Teacher Retirement Plan	0	81,361
Net Pension Asset - Teacher Legacy Pension Plan	0	3,296,017
Capital Assets:		
Assets Not Depreciated:		
Land	1,208,740	1,265,886
Construction in Progress	429,154	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	10,426,358	14,919,218
Infrastructure	2,451,994	1,166,147
Other Capital Assets	3,080,967	5,020,725
Total Assets	\$ 40,324,138	\$ 34,783,341
DEFERRED OUTFLOWS OF RESOURCES		
Pension Changes in Experience	\$ 1,150,956	\$ 1,185,022
Pension Changes in Assumptions	482,614	157,849
Pension Changes in Proportion	0	346,562
Pension Contributions After Measurement Date	833,980	710,695
OPEB Changes in Experience	7,001	130,343
OPEB Changes in Assumptions	65,997	323,049
OPEB Changes in Proportion	0	19,537
OPEB Contributions After Measurement Date	905	96,976
Total Deferred Outflows of Resources	\$ 2,541,453	\$ 2,970,033
LIABILITIES		
Accounts Payable	\$ 98,575	\$ 33,415
Payroll Deductions Payable	207,897	377,477
Contracts Payable	16,614	0
Due to State of Tennessee	409	0
Due to Other Governments	317,900	0
Accrued Interest Payable	77,056	0
Due to Component Unit	694	0

(Continued)

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

	Primary Government Governmental Activities	Component Unit Stewart County School Department
LIABILITIES (CONT.)		
Noncurrent Liabilities:		
Due Within One Year - Debt	\$ 1,446,133	\$ 0
Due Within One Year - Other	224,355	242,918
Due in More Than One Year - Debt	9,571,638	0
Due in More Than One Year - Other	3,197,432	2,575,696
Total Liabilities	<u>\$ 15,158,703</u>	<u>\$ 3,229,506</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	\$ 7,223,025	\$ 421,253
Pension Changes in Experience	126,064	57,783
Pension Changes in Investment Earnings	212,694	710,971
Pension Changes in Proportion	0	96,164
OPEB Changes in Experience	42,221	181,213
OPEB Changes in Assumptions	59,171	129,413
OPEB Changes in Proportion	0	85,586
Total Deferred Inflows of Resources	<u>\$ 7,663,175</u>	<u>\$ 1,682,383</u>
NET POSITION		
Net Investment in Capital Assets	\$ 11,201,099	\$ 22,371,976
Restricted for:		
General Government	397,622	0
Finance	2,713	0
Administration of Justice	411	0
Public Safety	91,200	0
Public Health & Welfare	232,577	0
Highway/Public Works	137,785	0
Debt Service	711,769	0
Capital Projects	535,430	0
Education	0	476,355
Operation of Non-instructional Services	0	902,167
Capital Outlay	0	17,150
Pensions	0	3,377,378
Hybrid Retirement Stabilization Funds	0	248,337
Unrestricted	<u>6,733,107</u>	<u>5,448,122</u>
Total Net Position	<u><u>\$ 20,043,713</u></u>	<u><u>\$ 32,841,485</u></u>

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

STEWART 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		Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Total		
						Governmental Activities	Stewart County School Department	
Primary Government:								
Governmental Activities:								
General Government	\$ 1,772,479	\$ 136,267	\$ 595,203	\$ 0	\$ (1,041,009)	\$ 0		
Finance	1,245,560	546,058	0	0	(699,502)	0		
Administration of Justice	1,071,385	291,634	109,974	0	(669,777)	0		
Public Safety	6,035,811	378,835	522,884	0	(5,134,092)	0		
Public Health and Welfare	4,999,914	988,646	977,073	1,541,497	(1,492,698)	0		
Social, Cultural, and Recreational Services	522,107	0	148,872	0	(373,235)	0		
Agriculture and Natural Resources	192,510	0	0	0	(192,510)	0		
Highway/Public Works	4,111,339	9,111	2,487,956	1,405,785	(208,487)	0		
Education	397,494	0	0	0	(397,494)	0		
Interest on Long-term Debt	299,756	0	76,087	0	(223,669)	0		
Total Primary Government	\$ 20,648,355	\$ 2,350,551	\$ 4,918,049	\$ 2,947,282	\$ (10,432,473)	\$ 0		
Component Unit:								
Stewart County School Department	\$ 25,267,026	\$ 99,085	\$ 19,164,549	\$ 24,068	\$ 0	\$ (5,979,324)		
Total Component Unit	\$ 25,267,026	\$ 99,085	\$ 19,164,549	\$ 24,068	\$ 0	\$ (5,979,324)		

(Continued)

STEWART COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Unit
					Total Governmental Activities	Stewart County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 6,435,113	\$ 407,483
Property Taxes Levied for Debt Service					459,573	0
Local Option Sales Taxes					1,175,252	2,023,564
Wheel Tax					484,120	0
Litigation Taxes					118,340	0
Wholesale Beer Tax					147,116	0
Other Local Taxes					493,096	25,080
Grants and Contributions Not Restricted to Specific Programs					3,589,489	2,533,956
Unrestricted Investment Income					612,465	72,096
Miscellaneous					108,833	1,048,187
Total General Revenues					\$ 13,623,397	\$ 6,110,366
Change in Net Position					\$ 3,190,924	\$ 131,042
Net Position, July 1, 2024					16,872,531	32,899,202
Restatement - See Note I.D.9.					(19,742)	(188,759)
Net Position, June 30, 2025					\$ 20,043,713	\$ 32,841,485

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

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

	Major Funds			Nonmajor Funds		Total Governmental Funds	
			General	Highway / Public Works	General Debt Service		
	General	General					
ASSETS							
Cash	\$ 0	\$ 0	\$ 1,686	\$ 1,686			
Equity in Pooled Cash and Investments	8,093,942	913,311	3,835,462	717,683	13,560,398		
Accounts Receivable	2,052,365	0	0	10,161	2,062,526		
Allowance for Uncollectibles	(1,186,616)	0	0	0	(1,186,616)		
Due from Other Governments	409,609	419,659	0	0	829,268		
Due from Other Funds	11,847	0	95,179	0	107,026		
Property Taxes Receivable	6,147,472	343,146	517,692	652,446	7,660,756		
Allowance for Uncollectible Property Taxes	(161,367)	(9,011)	(13,588)	(17,127)	(201,093)		
Total Assets	\$ 15,367,252	\$ 1,667,105	\$ 4,434,745	\$ 1,364,849	\$ 22,833,951		
LIABILITIES							
Accounts Payable	\$ 40,454	\$ 518	\$ 57,603	\$ 98,575			
Payroll Deductions Payable	207,897	0	0	0	207,897		
Contracts Payable	16,614	0	0	0	16,614		
Due to Other Funds	95,179	0	0	11,847	107,026		
Due to Component Units	694	0	0	0	694		
Due to State of Tennessee	409	0	0	0	409		
Due to Other Governments	0	0	0	317,900	317,900		
Total Liabilities	\$ 361,247	\$ 518	\$ 0	\$ 387,350	\$ 749,115		

(Continued)

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

	Major Funds			Nonmajor Funds		Total Governmental Funds	
			General	Debt Service	Other Govern- mental Funds		
	Highway / Public Works	General					
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 5,796,217	\$ 323,527	\$ 488,118	\$ 615,163	\$ 7,223,025		
Deferred Delinquent Property Taxes	167,541	9,345	11,432	19,272	207,590		
Other Deferred/Unavailable Revenue	930,747	202,754	48,000	0	1,181,501		
Total Deferred Inflows of Resources	\$ 6,894,505	\$ 535,626	\$ 547,550	\$ 634,435	\$ 8,612,116		
FUND BALANCES							
Restricted:							
Restricted for General Government	\$ 103,834	\$ 0	\$ 0	\$ 0	\$ 103,834		
Restricted for Finance	2,713	0	0	0	2,713		
Restricted for Administration of Justice	411	0	0	0	411		
Restricted for Public Safety	30,880	0	0	60,320	91,200		
Restricted for Public Health and Welfare	232,577	0	0	0	232,577		
Restricted for Other Operations	282,788	0	0	0	282,788		
Restricted for Debt Service	0	0	729,393	0	729,393		
Restricted for Capital Projects	0	0	0	516,158	516,158		
Committed:							
Committed for General Government	456,750	0	0	0	456,750		
Committed for Highways/Public Works	0	1,130,961	0	0	1,130,961		
Committed for Debt Service	0	0	3,157,802	0	3,157,802		
Committed for Capital Projects	0	0	0	49,269	49,269		

(Continued)

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

Assigned:

Assigned for General Government
 Assigned for Public Safety
 Assigned for Public Health and Welfare
 Assigned for Social, Cultural, and Recreational Services
 Unassigned
 Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
Assigned for General Government	\$ 592,691	\$ 0	\$ 0	\$ 0	\$ 0	\$ 592,691
Assigned for Public Safety	35,162	0	0	0	0	35,162
Assigned for Public Health and Welfare	28,514	0	0	0	0	28,514
Assigned for Social, Cultural, and Recreational Services	10,672	0	0	0	0	10,672
Unassigned	6,334,508	0	0	(282,683)	0	6,051,825
Total Fund Balances	\$ 8,111,500	\$ 1,130,961	\$ 3,887,195	\$ 343,064	\$ 13,472,720	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 15,367,252	\$ 1,667,105	\$ 4,434,745	\$ 1,364,849	\$ 22,833,951	

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

STEWART 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)	\$ 13,472,720
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 1,208,740
Add: construction in progress	429,154
Add: buildings and improvements net of accumulated depreciation	10,426,358
Add: infrastructure net of accumulated depreciation	2,451,994
Add: other capital assets net of accumulated depreciation	<u>3,080,967</u>
	17,597,213
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: notes payable	\$ (1,450,469)
Less: other loans payable	(1,139,162)
Less: bonds payable	(8,330,000)
Less: compensated absences payable	(310,116)
Less: net OPEB liability	(209,619)
Less: accrued interest on notes, other loans, and bonds	(77,056)
Less: unamortized premium on debt	(98,140)
Less: net pension liability - agent plan	(2,771,227)
Less: other long-term liabilities	<u>(130,825)</u>
	(14,516,614)
(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	\$ 2,467,550
Less: deferred inflows of resources related to pensions	(338,758)
Add: deferred outflows of resources related to OPEB	73,903
Less: deferred inflows of resources related to OPEB	<u>(101,392)</u>
	2,101,303
(4) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.	<u>1,389,091</u>
Net position of governmental activities (Exhibit A)	<u>\$ 20,043,713</u>

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

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds		
Revenues						
Local Taxes	\$ 8,324,288	\$ 333,422	\$ 1,684,191	\$ 654,846	\$ 10,996,747	
Licenses and Permits	4,678	0	0	0	0	4,678
Fines, Forfeitures, and Penalties	64,332	0	0	71,015	135,347	
Charges for Current Services	1,187,097	5,660	0	0	0	1,192,757
Other Local Revenues	725,731	38,116	0	11,982	775,829	
Fees Received From County Officials	805,603	0	0	0	0	805,603
State of Tennessee	3,479,133	3,916,629	0	0	0	7,395,762
Federal Government	2,002,912	47,350	0	273,359	2,323,621	
Other Governments and Citizens Groups	272,563	0	76,087	0	0	348,650
Total Revenues	\$ 16,866,337	\$ 4,341,177	\$ 1,760,278	\$ 1,011,202	\$ 23,978,994	
Expenditures						
Current:						
General Government	\$ 1,312,490	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,312,490
Finance	1,190,775	0	0	0	0	1,190,775
Administration of Justice	1,047,095	0	0	0	0	1,047,095
Public Safety	5,452,232	0	0	114,480	5,566,712	
Public Health and Welfare	4,958,683	0	0	0	0	4,958,683
Social, Cultural, and Recreational Services	514,061	0	0	0	0	514,061
Agriculture and Natural Resources	147,988	0	0	0	0	147,988
Other Operations	1,119,273	0	0	102	1,119,375	
Highways	0	5,454,298	0	0	0	5,454,298
Support Services	0	0	0	12,494	12,494	

(Continued)

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

	Major Funds			Nonmajor Funds		Total Governmental Funds
	General	Highway / Public Works	General Debt Service	Other Govern- mental Funds	General Debt Service	
		General	Debt Service	General Debt Service	General Debt Service	
Expenditures (Cont.)						
Debt Service:						
Principal on Debt	\$ 0	\$ 0	\$ 1,326,866	\$ 0	\$ 0	\$ 1,326,866
Interest on Debt	0	0	306,211	0	0	306,211
Other Debt Service	0	0	22,583	0	0	22,583
Capital Projects	0	0	0	727,789	727,789	727,789
Total Expenditures	\$ 15,742,597	\$ 5,454,298	\$ 1,655,660	\$ 854,865	\$ 854,865	\$ 23,707,420
Excess (Deficiency) of Revenues Over Expenditures	\$ 1,123,740	\$ (1,113,121)	\$ 104,618	\$ 156,337	\$ 156,337	\$ 271,574
Other Financing Sources (Uses)						
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 385,000	\$ 385,000	\$ 385,000
Insurance Recovery	256,980	0	0	0	0	256,980
Transfers In	573,328	373,359	0	0	0	946,687
Transfers Out	(100,000)	0	0	(846,687)	(846,687)	(946,687)
Total Other Financing Sources (Uses)	\$ 730,308	\$ 373,359	\$ 0	\$ (461,687)	\$ (461,687)	\$ 641,980
Net Change in Fund Balances	\$ 1,854,048	\$ (739,762)	\$ 104,618	\$ (305,350)	\$ 913,554	
Fund Balance, July 1, 2024	6,257,452	1,870,723	3,782,577	648,414	12,559,166	
Fund Balance, June 30, 2025	\$ 8,111,500	\$ 1,130,961	\$ 3,887,195	\$ 343,064	\$ 13,472,720	

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

STEWART 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)	\$ 913,554
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:	
Add: capital assets purchased in the current period	\$ 3,236,474
Less: current-year depreciation expense	<u>(1,389,690)</u> 1,846,784
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.	
Less: proceeds received on disposal of capital assets	(122,150)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 1,389,091
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(1,536,473)</u> (147,382)
(4) The issuance of long-term debt (e.g., bonds, notes, and other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums when debt is first issued, whereas this amount is deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.	
Add: change in premium on debt issuances	\$ 7,667
Add: principal payments on bonds	935,000
Add: principal payments on notes	352,902
Add: principal payments on other loans	38,964
Less: other loan proceeds	<u>(385,000)</u> 949,533
(5) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in accrued interest payable	\$ 6,455
Change in net pension liability - agent plan	359,669
Change in deferred outflows related to pensions	(406,298)
Change in deferred inflows related to pensions	(182,786)
Change in net OPEB liability	(36,255)
Change in deferred outflows related to OPEB	10,022
Change in deferred inflows related to OPEB	13,067
Change in other long-term liabilities	9,190
Change in compensated absences payable	<u>(22,479)</u> (249,415)
Change in net position of governmental activities (Exhibit B)	\$ 3,190,924

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

STEWART COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Fund
For the Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Local Taxes	\$ 8,324,288	\$ 6,789,783	\$ 7,049,878	\$ 1,274,410
Licenses and Permits	4,678	22,000	22,000	(17,322)
Fines, Forfeitures, and Penalties	64,332	68,100	68,100	(3,768)
Charges for Current Services	1,187,097	1,031,500	1,120,500	66,597
Other Local Revenues	725,731	287,200	444,363	281,368
Fees Received From County Officials	805,603	717,000	717,000	88,603
State of Tennessee	3,479,133	3,402,596	8,284,573	(4,805,440)
Federal Government	2,002,912	74,000	474,026	1,528,886
Other Governments and Citizens Groups	272,563	256,600	299,980	(27,417)
Total Revenues	\$ 16,866,337	\$ 12,648,779	\$ 18,480,420	\$ (1,614,083)
Expenditures				
General Government				
County Commission	\$ 40,300	\$ 42,292	\$ 42,292	\$ 1,992
County Mayor/Executive	262,928	267,862	267,862	4,934
Election Commission	218,825	235,049	268,084	49,259
Register of Deeds	219,819	223,286	223,286	3,467
County Buildings	524,280	556,405	583,905	59,625
Other General Administration	43,324	64,350	64,350	21,026
Preservation of Records	3,014	3,703	3,703	689
Finance				
Accounting and Budgeting	185,284	190,114	190,114	4,830
Property Assessor's Office	312,152	312,136	317,136	4,984
County Trustee's Office	308,926	313,956	313,956	5,030
County Clerk's Office	319,150	320,662	323,812	4,662
Data Processing	65,263	79,343	79,343	14,080
Administration of Justice				
Circuit Court	250,338	253,469	253,469	3,131
General Sessions Judge	179,215	180,463	180,463	1,248
General Sessions Court Clerk	118,921	145,507	145,507	26,586
Chancery Court	216,676	229,522	229,522	12,846
Juvenile Court	279,360	301,120	301,121	21,761
District Attorney General	2,585	2,585	2,585	0
Public Safety				
Sheriff's Department	2,319,868	2,191,168	2,344,028	24,160
Jail	2,158,086	2,235,536	2,230,369	72,283
Fire Prevention and Control	139,000	100,000	139,000	0
Other Emergency Management	760,453	677,015	805,367	44,914
County Coroner/Medical Examiner	74,825	56,655	80,680	5,855

(Continued)

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)		
		Original	Final			
Expenditures (Cont.)						
Public Health and Welfare						
Local Health Center	\$ 28,908	\$ 31,000	\$ 31,000	\$ 2,092		
Rabies and Animal Control	10,000	10,000	10,000	0		
Ambulance/Emergency Medical Services	2,412,120	2,067,247	2,453,552	41,432		
Alcohol and Drug Programs	10,855	0	10,855	0		
Other Local Health Services	1,883,955	0	3,222,737	1,338,782		
Waste Pickup	28,235	44,200	44,200	15,965		
Other Public Health and Welfare	584,610	645,500	656,700	72,090		
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	21,000	21,000	21,000	0		
Libraries	288,024	296,659	307,779	19,755		
Parks and Fair Boards	127,010	0	1,878,968	1,751,958		
Other Social, Cultural, and Recreational	78,027	90,000	90,000	11,973		
Agriculture and Natural Resources						
Agricultural Extension Service	90,904	94,550	94,550	3,646		
Soil Conservation	57,084	57,537	57,537	453		
Other Operations						
Tourism	800	3,000	3,800	3,000		
Tourism - Resort District	105,307	141,236	141,236	35,929		
Other Economic and Community Development	72,760	4,000	667,797	595,037		
Veterans' Services	85,704	86,764	93,629	7,925		
Other Charges	512,920	443,000	532,555	19,635		
Miscellaneous	341,782	90,950	350,745	8,963		
Total Expenditures	\$ 15,742,597	\$ 13,108,841	\$ 20,058,594	\$ 4,315,997		
Excess (Deficiency) of Revenues						
Over Expenditures	\$ 1,123,740	\$ (460,062)	\$ (1,578,174)	\$ 2,701,914		
Other Financing Sources (Uses)						
Insurance Recovery	\$ 256,980	\$ 0	\$ 78,647	\$ 178,333		
Transfers In	573,328	0	573,328	0		
Transfers Out	(100,000)	0	(100,000)	0		
Total Other Financing Sources	\$ 730,308	\$ 0	\$ 551,975	\$ 178,333		
Net Change in Fund Balance						
Fund Balance, July 1, 2024	\$ 1,854,048	\$ (460,062)	\$ (1,026,199)	\$ 2,880,247		
Fund Balance, June 30, 2025						
	\$ 6,257,452	\$ 5,388,912	\$ 6,257,452	0		
	\$ 8,111,500	\$ 4,928,850	\$ 5,231,253	\$ 2,880,247		

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

STEWART 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

					Variance with Final Budget - Positive (Negative)
				Budgeted Amounts	
		Actual	Original	Final	
Revenues					
Local Taxes	\$ 333,422	\$ 322,770	\$ 322,770	\$ 322,770	\$ 10,652
Charges for Current Services	5,660	5,000	5,000	5,000	660
Other Local Revenues	38,116	25,900	25,900	25,900	12,216
State of Tennessee	3,916,629	3,628,041	4,043,041	4,043,041	(126,412)
Federal Government	47,350	650,000	650,000	650,000	(602,650)
Total Revenues	\$ 4,341,177	\$ 4,631,711	\$ 5,046,711	\$ 5,046,711	(\$705,534)
Expenditures					
Highways					
Administration	\$ 236,854	\$ 248,604	\$ 248,922	\$ 248,922	\$ 12,068
Highway and Bridge Maintenance	1,798,595	1,766,300	1,898,307	1,898,307	99,712
Operation and Maintenance of Equipment	374,560	464,700	427,855	427,855	53,295
Other Charges	155,621	164,500	164,500	164,500	8,879
Employee Benefits	448,674	501,250	501,250	501,250	52,576
Capital Outlay	2,439,994	2,411,300	3,155,820	3,155,820	715,826
Total Expenditures	\$ 5,454,298	\$ 5,556,654	\$ 6,396,654	\$ 6,396,654	\$ 942,356
Excess (Deficiency) of Revenues Over Expenditures	\$ (1,113,121)	\$ (924,943)	\$ (1,349,943)	\$ (1,349,943)	\$ 236,822
Other Financing Sources (Uses)					
Transfers In	\$ 373,359	\$ 275,000	\$ 650,000	\$ 650,000	\$ (276,641)
Total Other Financing Sources	\$ 373,359	\$ 275,000	\$ 650,000	\$ 650,000	\$ (276,641)
Net Change in Fund Balance	\$ (739,762)	\$ (649,943)	\$ (699,943)	\$ (699,943)	\$ (39,819)
Fund Balance, July 1, 2024	1,870,723	1,474,757	1,870,723	1,870,723	0
Fund Balance, June 30, 2025	\$ 1,130,961	\$ 824,814	\$ 1,170,780	\$ 1,170,780	\$ (39,819)

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

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

	Custodial Funds
ASSETS	
Cash	\$ 279,312
Due from Other Governments	<u>152,199</u>
Total Assets	<u><u>\$ 431,511</u></u>
LIABILITIES	
Due to Other Taxing Units	<u>\$ 152,199</u>
Total Liabilities	<u><u>\$ 152,199</u></u>
NET POSITION	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 279,312</u>
Total Net Position	<u><u>\$ 279,312</u></u>

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

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

	Custodial Funds
ADDITIONS	
Sales Tax Collections for Other Governments	\$ 876,045
Fines/Fees and Other Collections	4,495,709
Total Additions	<u><u>\$ 5,371,754</u></u>
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	\$ 876,045
Payments to State	2,480,710
Payments to Cities, Individuals and Others	2,111,577
Total Deductions	<u><u>\$ 5,468,332</u></u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ (96,578)
Net Position, July 1, 2024	<u><u>375,890</u></u>
Net Position, June 30, 2025	<u><u>\$ 279,312</u></u>

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

STEWART COUNTY, TENNESSEE

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Stewart 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 Stewart County:

A. *Reporting Entity*

Stewart County is a public municipal corporation governed by an elected 14-member board. As required by GAAP, these financial statements present Stewart County (the primary government) and its component units. The financial statements of the Stewart County Emergency Communications District, a component unit requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of the 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 Stewart County School Department operates the public school system in the county, and the voters of Stewart 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 Stewart County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Stewart County, and the Stewart County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Stewart County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Stewart 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 Stewart County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Stewart County Emergency Communications District
P.O. Box 751
Dover, TN 37058

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 Stewart 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 Stewart 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.

Stewart County issues all debt for the discretely presented Stewart County School Department. Net debt issues totaling \$385,000 were contributed by the county to the school department 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 fund 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 Stewart 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. Funds are organized into three major categories: governmental, proprietary, and fiduciary; however, Stewart County has no proprietary funds to report. An emphasis is placed on major funds within the governmental category.

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. Stewart County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

Fiduciary fund 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.

Stewart County reports the following major governmental funds:

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

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

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

Additionally, Stewart County reports the following fund types:

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

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 Stewart County.

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

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

Central Cafeteria Fund – This special revenue fund is used to account for the cafeteria operations in each of the schools.

Education Capital Projects Fund – This fund is used to account for the receipt of debt issued by Stewart County and contributed to the school department for building construction and renovations.

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

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

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 Stewart County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Fund. Stewart 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. Stewart 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 at the end of the fiscal year is referred to as due to/from other funds.

All ambulance and property taxes receivables 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 1.36 percent of total taxes levied.

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

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

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery

Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

3. Restricted Assets

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

4. Capital Assets

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

Capital assets, which include property, plant, equipment, and 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 assets with an initial individual cost of \$10,000 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 and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	20 - 40
Other Capital Assets	5 - 20
Infrastructure:	
Roads	8 - 20
Bridges	15 - 30

5. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, the items

are reported in the government-wide Statement of Net Position. These items are for pension and OPEB changes in experience, pension and OPEB changes in assumptions, pension and OPEB changes in proportionate share, and employer contributions made to the pension and OPEB plans after the measurement date.

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

6. Compensated Absences

It is the Stewart County Highway Department's policy to permit employees to accumulate earned but unused vacation pay benefits up to a maximum of 24 days. The general policies of the Stewart County and the discretely presented Stewart County School Department do not allow employees to accumulate vacation days beyond the calendar year end and the fiscal year end, respectively. All vacation pay is accrued when incurred in the government-wide financial statements for the county and highway department.

It is Stewart County's policy to permit employees to accumulate earned but unused compensatory time up to a maximum of 240 hours. All compensatory time is accrued when incurred in the government-wide financial statements.

Stewart County's policy permits employees to accumulate earned but unused sick pay benefits up to a maximum of 20 days. The Stewart County Highway Department and the discretely presented Stewart County School Department's policies permit employees to accumulate an unlimited amount of earned but unused sick pay benefits. Only a portion of the unpaid accumulated sick leave is accrued. The criteria for accrual includes a "more likely than not," to be used or paid. Since Stewart County, the highway department, and the discretely presented school department do not have policies 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 benefits, compensatory time, 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.

7. 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 other long-term liabilities, compensated absences, pension liabilities, and other postemployment benefits, are recognized to the extent that the liabilities have matured (come due for payment) each period.

8. Net Position and Fund Balance

In the government-wide financial statements, 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 \$2,109,507 of restricted net position, of which \$1,155,703 is restricted by enabling legislation.

As of June 30, 2025, Stewart County had \$4,614,189 in outstanding debt for capital purposes for the discretely presented Stewart County School Department. This debt is a liability of Stewart County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Stewart County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

9. Restatements

With the implementation of GASB Statement No. 101, *Compensated Absences*, Stewart County must recognize a restatement to the beginning net position in the government-wide financial statements for the primary government and the discretely presented Stewart County School Department to record compensated absences liabilities. A restatement of (\$19,742) has been presented to reflect the beginning balance of the primary government and (\$188,759) for the discretely presented Stewart County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Discretely Presented	
	Primary Government	Stewart County School Department
Net Position, as previously reported	\$ 16,872,531	\$ 32,899,202
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(19,742)	(188,759)
Net Change in Beginning Net Position	\$ (19,742)	\$ (188,759)
Net Position, June 30, 2024, Restated	<u>\$ 16,852,789</u>	<u>\$ 32,710,443</u>

10. Change to or within the Financial Reporting Entity

Changes in Major Fund Classification (Column A)

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

In the discretely presented Stewart County School Department, the School Federal Projects Fund no longer met the quantitative thresholds and is presented as a nonmajor governmental fund. Prior-year amounts have been restated to reflect the fund within the Nonmajor Governmental Funds column.

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

	Change to or Within the Financial Reporting Entity (A)		7-1-24 As Previously Reported	7-1-24 As Restated		
Discretely Presented						
Stewart County School Department						
Major Funds:						
School Federal Projects	\$ 166,018	\$ (166,018)	\$ 0			
Nonmajor Funds	438,304	166,018	604,322			
Total Governmental Funds Discretely Presented Stewart County School Department	\$ 604,322	\$ 0	\$ 604,322			

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 Stewart County's participation in the Public Employee Pension Plan of the Tennessee

Consolidated Retirement System (TCRS), and additions to/deductions from Stewart 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 Stewart 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 Stewart County. For this purpose, Stewart County recognizes benefit payments when due and payable in accordance with benefit terms. Stewart County's OPEB plan is not administered through a trust.

Discretely Presented Stewart County School Department

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Stewart 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 Stewart 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 changes in net position of governmental activities reported in the government-wide Statement of Activities.

Discretely Presented Stewart 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. 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, County Mayor, Election Commission, Register of Deeds, 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 the GAAP basis is presented on the face of each budgetary schedule.

B. *Fund Deficit*

The Other General Government Fund had a fund deficit of \$282,683 due to grant expenditure reporting prescribed by the U.S. Treasury for the Local Assistance and Tribal Consistency Fund (ALN 21.032). Although revenue associated with this grant had been received, it has not been recognized since expenditures were not reported as spent to the U.S. Department of Treasury.

IV. DETAILED NOTES ON ALL FUNDS

A. *Deposits and Investments*

Stewart County and the Stewart 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 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, Stewart County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Stewart County and the discretely presented Stewart County School Department since both pool their deposits and investments through the county trustee.

Investment	Average Maturity (days)	Maturities	Fair Value or Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 45 days	N/A	\$ 2,844,703
Investments at Fair Value:			
U.S. Treasury Note	N/A	11-30-26	<u>192,844</u>
Total			<u>\$ 3,037,547</u>

Investment by Fair Value Level	Fair Value Measurements Using			
	Fair Value 6-30-25	Quoted Prices in Active Markets for Identical	Significant Other Observable	Significant Unobservable Inputs (Level 3)
		Assets (Level 1)	Inputs (Level 2)	Inputs (Level 3)
U.S. Treasury Note	\$ 192,844	\$ 192,844	\$ 0	\$ 0
Total	\$ 192,844	\$ 192,844	\$ 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. Stewart 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. Stewart County has no investment policy that would further limit its investment choices. As of June 30, 2025, Stewart 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 Stewart 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 Stewart 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 Stewart 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	\$ 76,986
Developed Market International Equity	N/A	N/A	34,767
Emerging Market International Equity	N/A	N/A	9,933
U.S. Fixed Income	N/A	N/A	49,667
Real Estate	N/A	N/A	24,834
Short-term Securities	N/A	N/A	2,483
NAV - Private Equity and Strategic Lending	N/A	N/A	<u>49,667</u>
Total			<u>\$ 248,337</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 [Tennessee Department of Treasury website.](#)

B. *Capital Assets*

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

Primary Government

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	\$ 1,042,611	\$ 166,129	\$ 0	\$ 1,208,740
Construction in Progress	378,327	188,368	(137,541)	429,154
Total Capital Assets Not Depreciated	\$ 1,420,938	\$ 354,497	\$ (137,541)	\$ 1,637,894
Capital Assets Depreciated:				
Buildings and Improvements	\$ 15,049,112	\$ 599,864	\$ 0	\$ 15,648,976
Infrastructure	4,018,463	787,002	0	4,805,465
Other Capital Assets	8,199,981	1,632,652	(429,624)	9,403,009
Total Capital Assets Depreciated	\$ 27,267,556	\$ 3,019,518	\$ (429,624)	\$ 29,857,450
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 4,845,239	\$ 377,379	\$ 0	\$ 5,222,618
Infrastructure	2,134,560	218,911	0	2,353,471
Other Capital Assets	5,836,116	793,400	(307,474)	6,322,042
Total Accumulated Depreciation	\$ 12,815,915	\$ 1,389,690	\$ (307,474)	\$ 13,898,131
Total Capital Assets Depreciated, Net	\$ 14,451,641	\$ 1,629,828	\$ (122,150)	\$ 15,959,319
Governmental Activities Capital Assets, Net	\$ 15,872,579	\$ 1,984,325	\$ (259,691)	\$ 17,597,213

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

Governmental Activities:

General Government	\$ 105,845
Finance	315
Administration of Justice	1,802
Public Safety	563,509
Public Health and Welfare	258,456
Social, Cultural, and Recreational Services	11,837
Agriculture and Natural Resources	84
Highway/Public Works	<u>447,842</u>
 Total Depreciation Expense - Governmental Activities	 <u>\$ 1,389,690</u>

Net Investment in Capital Assets

Capital Assets	\$ 17,597,213
Less:	
Outstanding principal of capital debt and other capital borrowings	(6,305,442)
Unamortized balance of original issue premiums on outstanding capital-related debt	<u>(90,672)</u>
Net Investment in Capital Assets	<u>\$ 11,201,099</u>

Discretely Presented Stewart County School Department

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets				
Not Depreciated:				
Land	\$ 1,265,886	\$ 0	\$ 0	\$ 1,265,886
Construction in Progress	608,753	0	(608,753)	0
Total Capital Assets				
Not Depreciated	\$ 1,874,639	\$ 0	\$ (608,753)	\$ 1,265,886
Capital Assets				
Depreciated:				
Buildings and				
Improvements	\$ 35,549,257	\$ 658,194	\$ 0	\$ 36,207,451
Infrastructure	0	1,171,026	0	1,171,026
Other Capital Assets	8,921,577	1,215,699	(111,409)	10,025,867
Total Capital Assets				
Depreciated	\$ 44,470,834	\$ 3,044,919	\$ (111,409)	\$ 47,404,344
Less Accumulated				
Depreciation For:				
Buildings and				
Improvements	\$ 20,439,379	\$ 848,854	\$ 0	\$ 21,288,233
Infrastructure		4,879	0	4,879
Other Capital Assets	4,589,890	526,661	(111,409)	5,005,142
Total Accumulated				
Depreciation	\$ 25,029,269	\$ 1,380,394	\$ (111,409)	\$ 26,298,254
Total Capital Assets				
Depreciated, Net	\$ 19,441,565	\$ 1,664,525	\$ 0	\$ 21,106,090
Governmental Activities				
Capital Assets, Net	\$ 21,316,204	\$ 1,664,525	\$ (608,753)	\$ 22,371,976

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

Governmental Activities:

Instruction	\$ 875,299
Support Services	362,638
Operation of Non-instruction Services	142,457
Total Depreciation Expense -	
Governmental Activities	\$ 1,380,394

C. *Interfund Receivables, Payables, and Transfers*

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

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 11,847
General Debt Service	General	95,179

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
Component Unit:		
School Department:	Primary Government:	
General Purpose School	General	\$ 694

The receivable from the General Fund represents amounts due for fuel costs.

Interfund Transfers:

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

Primary Government

Transfers Out	Transfers In		
	General Fund	Highway Fund	Purpose
General Fund	\$ 0	100,000	TVA impact funds
Nonmajor governmental funds	573,328	273,359	ARPA funds
Total	\$ 573,328	\$ 373,359	

Discretely Presented Stewart County School Department

Transfer Out	Transfer In		
	Education Fund	Capital Projects Fund	Purpose
School Transportation Fund	\$ 6,182		To close fund

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

D. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

General Obligation Bonds - Stewart County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds were issued for original terms of up to 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 - Stewart County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes, and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to 12 years for notes and up to 15 years for other loans. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All notes and other loans included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund.

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

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-25
General Obligation Bonds	2 to 3.125%	4-1-38	\$ 8,200,000	\$ 5,705,000
General Obligation Bonds - Refunding	2.55	3-1-29	5,925,340	2,625,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	2.53 to 3.5	3-1-30	4,053,000	1,450,469
Other Loans - Fixed rate	0.5 to .75	2-5-39	1,455,118	1,139,162

During the 2015-16 year, Stewart County entered into an agreement with the Tennessee Energy Efficient Schools Council to receive funding from the Energy Efficient School Initiative program. Under this agreement, the program loaned Stewart County \$461,365 to increase energy efficiency in the Stewart County school system. The interest rate on the loan is .75 percent.

During the 2023-24 year, Stewart County entered into an agreement with the Tennessee Energy Efficient Schools Council to receive funding from the Energy Efficient School Initiative program.

Under this agreement, the program made \$1,171,026 available for loan to Stewart County to increase energy efficiency in the Stewart County school system. As of June 30, 2025, Stewart County had drawn \$993,753 of the available \$1,171,026 loan. The interest rate on the loan is .5 percent.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 970,000	\$ 229,756	\$ 1,199,756
2027	1,000,000	206,071	1,206,071
2028	1,045,000	181,201	1,226,201
2029	1,080,000	154,741	1,234,741
2030	400,000	127,394	527,394
2031-2035	2,255,000	451,920	2,706,920
2036-2038	1,580,000	99,526	1,679,526
Total	\$ 8,330,000	\$ 1,450,609	\$ 9,780,609

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2026	\$ 366,044	\$ 40,961	\$ 407,005
2027	340,205	29,813	370,018
2028	345,980	19,802	365,782
2029	244,709	10,657	255,366
2030	153,531	3,759	157,290
Total	\$ 1,450,469	\$ 104,992	\$ 1,555,461

Year Ending June 30	Other Loans - Direct Placement		
	Principal	Interest	Total
2026	\$ 110,089	\$ 6,263	\$ 116,352
2027	110,737	5,615	116,352
2028	111,394	4,958	116,352
2029	98,657	4,329	102,986
2030	72,264	3,876	76,140
2031-2035	366,408	13,932	380,340
2036-2039	269,613	4,241	273,854
Total	\$ 1,139,162	\$ 43,214	\$ 1,182,376

There is \$3,887,195 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$610, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums, totaled \$807, based on the 2020 federal census.

The school department is currently contributing funds to service some of the debt issued on its behalf by the primary government as noted in the table below.

Description of Debt	Outstanding 6-30-25
Notes Payable - Direct Placement	
Contributions from the General Purpose School Fund	
Public Works/Schools Capital Outlay Note, Series 2015	\$ 311,000
School System Capital Outlay Note, Series 2016	18,299
Other Loan - Direct Placement	
Contributions from the General Purpose School Fund	
Energy Efficient School Initiative, 2016	145,409
Energy Efficient School Initiative, 2024	<u>993,753</u>
Total	<u><u>\$ 1,468,461</u></u>

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Notes - Direct Placement	Other Loans - Direct Placement
Balance, July 1, 2024	\$ 9,265,000	\$ 1,803,371	\$ 793,126
Additions	0	0	385,000
Reductions	(935,000)	(352,902)	(38,964)
Balance, June 30, 2025	<u><u>\$ 8,330,000</u></u>	<u><u>\$ 1,450,469</u></u>	<u><u>\$ 1,139,162</u></u>
Balance Due Within One Year	<u><u>\$ 970,000</u></u>	<u><u>\$ 366,044</u></u>	<u><u>\$ 110,089</u></u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	\$ 10,919,631
Less: Balance Due Within One Year - Debt	(1,446,133)
Add: Unamortized Premium on Debt	<u>98,140</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u><u>\$ 9,571,638</u></u>

E. Long-term Obligations

Primary Government

Changes in Long-term Obligations

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

Governmental Activities:

	Other Long-term Liabilities	Compensated Absences*
Balance, July 1, 2024	\$ 140,015	\$ 287,637
Additions	0	22,479
Reductions	(9,190)	0
 Balance, June 30, 2025	 <hr/>	 <hr/>
 Balance Due Within One Year	 <hr/>	 <hr/>
	\$ 130,825	\$ 310,116
	<hr/>	<hr/>
	\$ 9,190	\$ 214,260
	<hr/>	<hr/>

* Restated beginning balance - see Note I.D.9. The change in compensated absences is presented as a net change.

	Other Postemployment Benefits	Net Pension Liability - Agent Plan
Balance, July 1, 2024	\$ 173,364	\$ 3,130,896
Additions	50,008	2,616,513
Reductions	(13,753)	(2,976,182)
 Balance, June 30, 2025	 <hr/>	 <hr/>
 Balance Due Within One Year	 <hr/>	 <hr/>
	\$ 209,619	\$ 2,771,227
	<hr/>	<hr/>
	\$ 905	\$ 0
	<hr/>	<hr/>

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

Total Noncurrent Liabilities - Other, June 30, 2025	\$ 3,421,787
Less: Balance Due Within One Year - Other	(224,355)
	<hr/>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	\$ 3,197,432
	<hr/>

Other long-term liabilities represent the county's share of the debt incurred by the city of Dover on the Senior Citizens Center and will be paid from the General Fund. Compensated absences, other postemployment benefits, and the pension liability will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Stewart County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences*	Other Postemployment Benefits	Net Pension Liability - Agent Plan
Balance, July 1, 2024	\$ 188,759	\$ 1,874,506	\$ 854,968
Additions	0	165,277	680,505
Reductions	(42,817)	(87,854)	(814,730)
Balance, June 30, 2025	<u>\$ 145,942</u>	<u>\$ 1,951,929</u>	<u>\$ 720,743</u>
Balance Due Within One Year	<u>\$ 145,942</u>	<u>\$ 96,976</u>	<u>0</u>

* Restated beginning balance - see Note I.D.9. The change in compensated absences is presented as a net change.

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

Total Noncurrent Liabilities - Other, June 30, 2025	\$ 2,818,614
Less: Balance Due Within One Year - Other	<u>(242,918)</u>
	<u>\$ 2,575,696</u>

Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 2,575,696</u>
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Compensated absences, other postemployment benefits, and the pension liability will be paid from the employing funds, primarily the General Purpose School Fund.

F. *On-Behalf Payments*

Discretely Presented Stewart County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Stewart County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2025, were \$61,791. 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*

Employee Health Insurance

Primary Government

Stewart County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described

above are eligible to participate. The LGGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

Discretely Presented Stewart County School Department

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

Workers' Compensation, General Liability, Property, and Casualty Insurance

Stewart County and the discretely presented Stewart County School Department participate in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act to provide governmental insurance coverage. The county and the school department pay annual premiums to the TN-RMT for their workers' compensation, general liability, property, and casualty insurance coverage. The creation of the TN-RMT provides for it 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 attorneys for the county and the school department advised that there were no pending lawsuits, unasserted claims, or assessments that would materially affect the county or the school department's financial statements.

D. Joint Ventures

The Twenty-third Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Twenty-third Judicial District; Cheatham, Dickson, Houston, Humphreys, and Stewart counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen

by the district attorney general and is governed by a Board of Directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Stewart County made no contributions to the DTF for the year ended June 30, 2025.

The discretely presented school department participates in the Volunteer State Cooperative (VOLCO), which represents a cost-sharing arrangement. The cooperative was established through a contractual agreement between the Boards of Education of Bedford County, Coffee County, Dickson County, Fayetteville City, Hickman County, Houston County, Humphreys County, Manchester City, Marshall County, Maury County, Robertson County, and Stewart County. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated*. The cooperative was established to obtain lower prices for food supplies, materials, equipment, and services by combining the purchasing requirements of each member's school food service systems. The cooperative has contracted with a coordinating district (Fayetteville City Schools) and a service provider to offer these services. The cooperative is governed by a Representative Committee, comprising one representative from each of the member districts; and an Executive Council, consisting of the chair, vice-chair, secretary, treasurer, and a member-at-large from the Representative Committee.

Stewart County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Twenty-third Judicial District Drug Task Force and the Volunteer State Cooperative can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Office of District Attorney General
Twenty-third Judicial District Drug Task Force
P.O. Box 580
Charlotte, TN 37036

Volunteer State Cooperative
1800 Wilson Parkway
Fayetteville, TN 37334

E. Jointly Governed Organizations

The Houston-Stewart County Industrial Park Board operates an industrial park that is jointly owned by Stewart and Houston counties. The board comprises seven members. The Stewart and Houston County Commissions appoint the board members alternately (four one year and three the next year); however, the counties do not have any ongoing financial interest or responsibility for the entity. Also, the board operates in conjunction with the Houston-Stewart County Development Commission, which consists of seven board members appointed by Stewart and Houston counties. The commission was incorporated to receive and administer grant and loan funds for construction of buildings in the industrial park. The commission was declared inactive by its Board of Directors on October 25, 1990, and so remains until such time as a need develops.

The Industrial Development Board of Houston-Stewart Counties has been delegated the authority to develop, operate and maintain an industrial site located near the Stewart-Houston County line near Cumberland City, Tennessee. The board operates in conjunction with the Houston-Stewart Industrial Park Board and is comprised of eight members. The Stewart and Houston County Commissions appoint the board members; however, the counties do not have any ongoing financial interest or responsibility for the entity.

The Bi-County Solid Waste Management System was created by Stewart County in conjunction with Montgomery County. The Bi-County Solid Waste Management System's board comprises the

Montgomery County Mayor and three individuals appointed by him, the Stewart County Mayor and one individual appointed by him, and the mayor of the City of Clarksville as long as the city participates in the operation of the transfer station pursuant to a separate agreement with Montgomery County.

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Stewart County and non-certified employees of the discretely presented Stewart County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 79.36 percent and the non-certified employees of the discretely presented school department comprised 20.64 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	94
Inactive Employees Entitled to But Not Yet Receiving Benefits	310
Active Employees	252
Total	656

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. Stewart 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 Stewart County were \$1,050,607 based on a rate of 10.25 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Stewart 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)

Stewart 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 reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historical 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Stewart 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	\$ 27,165,592	\$ 23,179,728	\$ 3,985,864
Changes for the Year:			
Service Cost	\$ 922,448	\$ 0	\$ 922,448
Interest	1,865,213	0	1,865,213
Differences Between Expected and Actual Experience	483,667	0	483,667
Contributions-Employer	0	1,002,313	(1,002,313)
Contributions-Employees	0	498,169	(498,169)
Net Investment Income	0	2,290,430	(2,290,430)
Benefit Payments, Including Refunds of Employee Contributions	(910,518)	(910,518)	0
Administrative Expense	0	(25,690)	25,690
Net Changes	\$ 2,360,810	\$ 2,854,704	\$ (493,894)
Balance, June 30, 2024	<u>\$ 29,526,402</u>	<u>\$ 26,034,432</u>	<u>\$ 3,491,970</u>

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

		Plan	Net
	Total Pension Liability	Fiduciary Net Position	Pension Liability (Asset)
Primary Government			
School Department	79.36% \$ 23,432,153	\$ 20,660,925	\$ 2,771,227
	20.64% 6,094,249	5,373,507	720,743
Total	<u>\$ 29,526,402</u>	<u>\$ 26,034,432</u>	<u>\$ 3,491,970</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Stewart 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%) or one percentage point higher (7.75%) than the current rate:

	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Stewart County			
Net Pension Liability (Asset)	\$ 8,140,402	\$ 3,491,970	\$ (240,881)

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, Stewart County recognized pension expense (negative pension expense) of \$1,355,302.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,450,297	\$ 158,851
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	268,011
Changes in Assumptions	608,132	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	<u>1,050,607</u>	N/A
Total	<u>\$ 3,109,036</u>	<u>\$ 426,862</u>

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

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 2,467,550	\$ 338,758
School Department	<u>641,486</u>	<u>88,104</u>
Total	<u>\$ 3,109,036</u>	<u>\$ 426,862</u>

Amounts reported as deferred outflows of resources, except for 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	\$ 446,576
2027	994,789
2028	210,038
2029	(100,453)
2030	80,611
Thereafter	0

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

Discretely Presented Stewart County School Department - Non-certified Employees

General Information About the Pension Plans

Plan Description. As noted above under the primary government, employees of Stewart County and non-certified employees of the discretely presented Stewart County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprised 79.36 percent and the non-certified employees of the discretely presented school department comprised 20.64 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Stewart 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 \$93,432, which is three percent of covered payroll. In addition, employer contributions of \$30,965, 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 (\$81,361) 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 .114174 percent. The proportion as of June 30, 2023, was .108400 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$67,926.

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	\$ 6,721	\$ 24,996
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	13,724
Changes in Assumptions	32,331	0
Changes in Proportion of Net Pension Liability (Asset)	9,460	11,082
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	<u>93,432</u>	N/A
Total	\$ 141,944	\$ 49,802

The school department's employer contributions of \$93,432 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	\$ (8,007)
2027	10,981
2028	(5,118)
2029	(5,043)
2030	1,682
Thereafter	4,215

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

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

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

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

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

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and historical 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.25 percent. The best estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

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

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

department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) 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)	\$ 214,576	\$ (81,361)	\$ (301,601)

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

General Information About the Pension Plan

Plan Description. Teachers of the Stewart 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 Stewart County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were \$400,636, 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 (\$3,296,017) 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 .191311 percent. The proportion measured on June 30, 2023, was .216671 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of \$845,572.

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	\$ 878,960	\$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	641,930
Changes in Proportion of Net Pension Liability (Asset)	337,102	85,082
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	<u>400,636</u>	<u>N/A</u>
 Total	 <u>\$ 1,616,698</u>	 <u>\$ 727,012</u>

The school department's employer contributions of \$400,636 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a decrease in net pension liability 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	\$ (245,393)
2027	1,407,338
2028	(334,915)
2029	(337,980)
2030	0
Thereafter	0

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

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

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

Mortality rates are based 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 historical 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 weighting 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 TCPS investment policy target asset allocation for each major asset class are summarized in the following table:

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

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

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

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.75 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) 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)	\$ 4,187,084	\$ (3,296,017)	\$ (9,502,228)

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

2. Deferred Compensation

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state's 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher's salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$155,720 and teachers contributed \$98,889 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

Stewart County (with the exception of the Stewart County Highway Department) and the discretely presented Stewart County School Department provide OPEB benefits to its retirees under the state administered public entity risk pools. For reporting purposes, the plans are considered a single employer defined benefit OPEB plan 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

Retirees of Stewart County are provided healthcare under the 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 certified retirees of the Stewart County School Department may then join the Tennessee Plan – Medicare (TNM) which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

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

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

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

The discount rate was 3.93 percent, based on an average rating of AA/Aa as shown 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 Plan (Primary Government)

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

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

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

Inactive Employees Currently Receiving Benefits	0
Inactive Employees Entitled To But Not Yet Receiving Benefits	0
Active Employees Eligible for Benefits	<u>129</u>
Total	<u><u>129</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 \$905 to the LGP for OPEB benefits as they came due.

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

	Stewart County
Balance July 1, 2023	<u><u>\$ 173,364</u></u>
Changes for the Year:	
Service Cost	\$ 19,413
Interest	7,025
Difference between Expected and Actuarial Experience	(13,151)
Changes in Assumption	23,570
Benefit Payments	<u>(602)</u>
Net Changes	<u><u>\$ 36,255</u></u>
Balance June 30, 2024	<u><u>\$ 209,619</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 of \$14,071. 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	\$ 7,001	\$ 42,221
Changes of Assumptions	65,997	59,171
Benefits Paid After the Measurement Date of June 30, 2024	<u>905</u>	<u>N/A</u>
Total	<u><u>\$ 73,903</u></u>	<u><u>\$ 101,392</u></u>

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

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

Year Ending June 30	Stewart County
2026	\$ (12,367)
2027	(12,367)
2028	(4,896)
2029	(3,418)
2030	(1,188)
Thereafter	5,842

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	Current		
	1% Decrease	Discount Rate	1% Increase
Stewart County	2.93%	3.93%	4.93%
Total OPEB Liability	\$ 227,452	\$ 209,619	\$ 193,110

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	Current		
	1% Decrease	Trend Rate	1% Increase
Stewart County	9.68 to 3.5%	10.68 to 4.5%	11.68 to 5.5%
Total OPEB Liability	\$ 185,123	\$ 209,619	\$ 238,615

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

Plan description. Employees of the Stewart 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 Stewart 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. The Stewart County School Department 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	15
Inactive Employees Entitled To But Not Yet Receiving Benefits	1
Active Employees Eligible for Benefits	<u>131</u>
 Total	 <u>147</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 \$96,976 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		
	Stewart County School Department 60.476%	State of TN 39.524%	Total OPEB Liability
Balance July 1, 2023	\$ 1,874,506	\$ 1,218,629	\$ 3,093,135
Changes for the Year:			
Service Cost	\$ 74,988	\$ 49,009	\$ 123,997
Interest	69,496	45,419	114,915
Difference between Expected and Actual Experience	1,813 (3,917)	1,185 3,917	2,998 0
Changes in Proportion	18,981	12,405	31,386
Changes in Assumption	(83,938)	(54,858)	(138,796)
Benefit Payments			
Net Changes	\$ 77,423	\$ 57,077	\$ 134,500
Balance June 30, 2024	<u>\$ 1,951,929</u>	<u>\$ 1,275,706</u>	<u>\$ 3,227,635</u>

The Stewart 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 Stewart County School Department's proportionate share of the collective total OPEB Liability was based on a projection of the employers' 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 \$123,767 in revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Stewart County School Department's proportionate share of the collective OPEB Liability was 60.476 percent and the State of Tennessee's Share was 39.524 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 \$281,579, 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	\$ 130,343	\$ 181,213
Changes in Proportion	19,537	85,586
Changes of Assumptions	323,049	129,413
Benefits Paid After the Measurement Date of June 30, 2024	96,976	N/A
Total	<u>\$ 569,905</u>	<u>\$ 396,212</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.

<u>Year Ending June 30</u>	<u>School Department</u>
2026	\$ 13,329
2027	13,329
2028	18,288
2029	11,900
2030	4,142
Thereafter	15,729

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	Current		
	1% Decrease	Discount Rate	1% Increase
Total OPEB Liability	2.93%	3.93%	4.93%

\$ 2,065,580 \$ 1,951,929 \$ 1,842,008

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	Current		
	1% Decrease	Trend Rate	1% Increase
Total OPEB Liability	9.68 to 3.5%	10.68 to 4.5%	11.68 to 5.5%

\$ 1,797,706 \$ 1,951,929 \$ 2,126,730

H. Purchasing Laws

Office of County Mayor

Purchasing procedures for the County Mayor's Office are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated (TCA)*, which provide for all purchases exceeding \$25,000 (excluding emergency purchases) to be made based on competitive bids solicited through newspaper advertisement.

Office of County Engineer

Chapter 171, Private Acts of 1951, as amended, and the Uniform Road Law, Section 54-7-113, *TCA*, prescribe purchasing procedures to be followed by officials of the road department. Provisions of the private act stipulate that all purchases exceeding \$300 shall be made by the road commission, while purchases involving lesser amounts may be made by the county engineer. The Uniform Road Law provides for purchases exceeding \$25,000 to be made after public advertisement and solicitation of competitive bids. Purchasing in this department was conducted by the Finance Committee of the county commission, which served in-lieu-of the road commission.

Office of Director of Schools

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

REQUIRED SUPPLEMENTARY INFORMATION SECTION

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

Primary Government

For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total Pension Liability										
Service Cost	\$ 528,098	\$ 521,598	\$ 586,818	\$ 602,249	\$ 602,447	\$ 644,468	\$ 661,131	\$ 816,888	\$ 908,368	\$ 922,448
Interest	807,253	899,325	978,444	1,041,704	1,173,060	1,285,028	1,387,316	1,523,837	1,759,999	1,865,213
Differences Between Actual and Expected Experience	273,465	(2,670)	(79,222)	733,694	395,270	150,333	113,618	1,855,692	(238,277)	483,667
Changes in Assumptions	0	0	291,935	0	0	0	1,824,392	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(354,203)	(395,169)	(461,948)	(480,032)	(652,043)	(684,796)	(686,455)	(718,024)	(860,376)	(910,518)
Net Change in Total Pension Liability	\$ 1,254,613	\$ 1,023,084	\$ 1,316,027	\$ 1,897,615	\$ 1,518,734	\$ 1,395,033	\$ 3,300,002	\$ 3,478,393	\$ 1,569,714	\$ 2,360,810
Total Pension Liability, Beginning	10,412,377	11,666,990	12,690,074	14,006,101	15,903,716	17,422,450	18,817,483	22,117,485	25,595,878	27,165,592
Total Pension Liability, Ending (a)	\$ 11,666,990	\$ 12,690,074	\$ 14,006,101	\$ 15,903,716	\$ 17,422,450	\$ 18,817,483	\$ 22,117,485	\$ 25,595,878	\$ 27,165,592	\$ 29,526,402
Plan Fiduciary Net Position										
Contributions - Employer	\$ 416,742	\$ 454,358	\$ 480,121	\$ 492,068	\$ 526,466	\$ 632,863	\$ 659,029	\$ 735,002	\$ 867,511	\$ 1,002,313
Contributions - Employee	298,527	325,473	373,666	434,873	411,154	405,411	487,665	521,438	496,725	498,169
Net Investment Income	308,397	283,319	1,284,631	1,080,345	1,075,075	784,169	4,379,500	(835,166)	1,444,764	2,290,430
Benefit Payments, Including Refunds of Employee Contributions	(354,203)	(395,169)	(461,948)	(480,032)	(652,043)	(684,796)	(686,455)	(718,024)	(860,376)	(910,518)
Administrative Expense	(11,977)	(19,273)	(21,596)	(23,941)	(23,099)	(23,656)	(23,809)	(25,842)	(20,876)	(25,690)
Other	0	1,017	0	0	0	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 657,486	\$ 649,725	\$ 1,654,874	\$ 1,503,313	\$ 1,337,553	\$ 1,113,991	\$ 4,815,930	\$ (322,592)	\$ 1,927,748	\$ 2,854,704
Plan Fiduciary Net Position, Beginning	9,841,700	10,499,186	11,148,911	12,803,785	14,307,098	15,644,651	16,758,642	21,574,572	21,251,980	23,179,728
Plan Fiduciary Net Position, Ending (b)	\$ 10,499,186	\$ 11,148,911	\$ 12,803,785	\$ 14,307,098	\$ 15,644,651	\$ 16,758,642	\$ 21,574,572	\$ 21,251,980	\$ 23,179,728	\$ 26,034,432
Net Pension Liability (Asset), Ending (a - b)	\$ 1,167,804	\$ 1,541,163	\$ 1,202,316	\$ 1,596,618	\$ 1,777,799	\$ 2,058,841	\$ 542,913	\$ 4,343,898	\$ 3,985,864	\$ 3,491,970
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	89.99%	87.86%	91.42%	89.96%	89.80%	89.06%	97.55%	83.03%	85.33%	88.17%
Covered Payroll	\$ 5,970,513	\$ 6,509,427	\$ 6,878,521	\$ 7,061,760	\$ 7,544,735	\$ 7,950,541	\$ 8,218,258	\$ 9,230,693	\$ 9,100,940	\$ 9,963,514
Net Pension Liability (Asset) as a Percentage of Covered Payroll	19.56%	23.68%	17.48%	22.61%	23.56%	25.90%	6.61%	47.06%	43.80%	35.05%

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

STEWART 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	\$ 454,358	\$ 480,121	\$ 492,068	\$ 526,466	\$ 632,863	\$ 659,029	\$ 735,002	\$ 867,511	\$ 1,002,313	\$ 1,050,607
Less: Contributions in Relation to the Actuarially Determined Contribution	(454,358)	(480,121)	(492,068)	(526,466)	(632,863)	(659,029)	(735,002)	(867,511)	(1,002,313)	(1,050,607)
Contribution Deficiency (Excess)	<u>\$ 0</u>									
Covered Payroll	\$ 6,509,427	\$ 6,878,521	\$ 7,061,760	\$ 7,544,735	\$ 7,950,541	\$ 8,218,258	\$ 9,230,693	\$ 9,100,940	\$ 9,963,514	\$ 10,249,840
Contributions as a Percentage of Covered Payroll	6.98%	6.98%	6.97%	6.98%	7.96%	8.02%	7.96%	9.53%	10.06%	10.25%

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

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

Discretely Presented Stewart County School Department

For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 14,078	\$ 32,599	\$ 16,495	\$ 22,506	\$ 28,613	\$ 29,301	\$ 39,310	\$ 61,881	\$ 79,123	\$ 93,432
Less: Contributions in Relation to the Contractually Required Contribution	(22,496)	(32,599)	(40,459)	(22,506)	(28,613)	(29,301)	(39,310)	(61,881)	(79,123)	(93,432)
Contribution Deficiency (Excess)	<u>\$ (8,418)</u>	<u>\$ 0</u>	<u>\$ (23,964)</u>	<u>\$ 0</u>						
Covered Payroll	\$ 562,404	\$ 822,476	\$ 1,011,473	\$ 1,160,100	\$ 1,409,526	\$ 1,513,714	\$ 1,965,812	\$ 2,182,658	\$ 2,682,117	\$ 3,114,402
Contributions as a Percentage of Covered Payroll	4.00%	3.96%	4.00%	1.94%	2.03%	1.94%	2.00%	2.84%	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%

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

Discretely Presented Stewart County School Department

For the Fiscal Year Ended June 30

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 647,783	\$ 640,539	\$ 643,008	\$ 726,057	\$ 754,133	\$ 699,259	\$ 707,598	\$ 611,001	\$ 431,412	\$ 400,636
Less: Contributions in Relation to the Contractually Required Contribution	(647,783)	(640,539)	(643,008)	(726,057)	(754,133)	(699,259)	(707,598)	(611,001)	(431,412)	(400,636)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 7,165,742	\$ 7,078,125	\$ 7,069,514	\$ 6,941,274	\$ 7,094,381	\$ 6,808,746	\$ 6,869,880	\$ 7,033,054	\$ 6,334,980	\$ 6,299,169
Contributions as a Percentage of Covered Payroll	9.04%	9.05%	9.10%	10.46%	10.63%	10.27%	10.3%	8.69%	6.81%	6.36%

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

Discretely Presented Stewart 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)	0.108544%	0.127817%	0.124172%	0.115745%	0.109631%	0.111696%	0.100506%	0.114523%	0.108400%	0.114174%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (4,367)	\$ (13,306)	\$ (32,759)	\$ (52,494)	\$ (61,885)	\$ (63,515)	\$ (108,870)	\$ (34,692)	\$ (45,965)	\$ (81,361)
Covered Payroll	\$ 225,524	\$ 562,404	\$ 822,476	\$ 1,011,473	\$ 1,160,100	\$ 1,409,526	\$ 1,513,714	\$ 1,965,812	\$ 2,182,658	\$ 2,682,117
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(3.98)%	(5.19)%	(5.33)%	(4.51)%	(7.19)%	(1.76)%	(2.11)%	(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%

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

Discretely Presented Stewart 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)	0.192622%	0.198508%	0.200444%	0.202234%	0.207008%	0.213156%	0.207447%	0.208752%	0.216671%	0.191311%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ 78,904	\$ 1,240,564	\$ (65,582)	\$ (711,646)	\$ (2,128,414)	\$ (1,625,472)	\$ (8,947,676)	\$ (2,560,140)	\$ (2,554,497)	\$ (3,296,017)
Covered Payroll	\$ 7,210,804	\$ 7,165,742	\$ 7,078,125	\$ 7,069,514	\$ 6,941,274	\$ 7,094,381	\$ 6,808,746	\$ 6,869,880	\$ 7,033,054	\$ 6,334,980
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.094253%	17.31%	(0.93)%	(10.07)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%	(36.32)%	(52.03)%
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%

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

Primary Government

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 15,194	\$ 14,211	\$ 17,172	\$ 18,412	\$ 22,025	\$ 20,629	\$ 12,958	\$ 19,413
Interest	4,776	6,141	6,867	4,878	3,802	3,720	4,518	7,025
Differences Between Actual and Expected Experience	0	(8,659)	(75,954)	(7,526)	13,781	(824)	(5,478)	(13,151)
Changes in Assumptions or Other Inputs	(9,531)	8,614	5,966	14,312	(37,321)	(59,731)	47,080	23,570
Benefit Payments	0	(1,000)	(11,274)	(636)	(645)	(726)	(745)	(602)
Net Change in Total OPEB Liability	\$ 10,439	\$ 19,307	\$ (57,223)	\$ 29,440	\$ 1,642	\$ (36,932)	\$ 58,333	\$ 36,255
Total OPEB Liability, Beginning	148,358	158,797	178,104	120,881	150,321	151,963	115,031	173,364
Total OPEB Liability, Ending	\$ 158,797	\$ 178,104	\$ 120,881	\$ 150,321	\$ 151,963	\$ 115,031	\$ 173,364	\$ 209,619
Covered Employee Payroll	\$ 4,668,185	\$ 5,043,613	\$ 4,903,734	\$ 5,312,286	\$ 6,041,238	\$ 5,899,643	\$ 6,629,117	\$ 7,061,154
Net OPEB Liability as a Percentage of Covered Employee Payroll	3.40%	3.53%	2.47%	2.83%	2.52%	1.95%	2.62%	2.97%

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

Note 2: Changes in assumptions.

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

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

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

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

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

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

Discretely Presented Stewart County School Department

For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	\$ 114,761	\$ 106,263	\$ 96,143	\$ 90,819	\$ 122,784	\$ 165,782	\$ 123,755	\$ 123,997
Interest	63,887	77,443	72,150	77,183	57,388	66,558	96,477	114,915
Differences Between Actual and Expected Experience	0	(341,494)	295,141	28,991	(104,117)	(216,542)	138,246	2,998
Changes in Assumptions or Other Inputs	(92,001)	74,550	(171,430)	249,071	457,285	(226,768)	187,409	31,386
Benefit Payments	(88,808)	(92,589)	(86,010)	(75,537)	(84,721)	(98,754)	(107,742)	(138,796)
Net Change in Total OPEB Liability	\$ (2,161)	\$ (175,827)	\$ 205,994	\$ 370,527	\$ 448,619	\$ (309,724)	\$ 438,145	\$ 134,500
Total OPEB Liability, Beginning	2,117,562	2,115,401	1,939,574	2,145,568	2,516,095	2,964,714	2,654,990	3,093,135
Total OPEB Liability, Ending	\$ 2,115,401	\$ 1,939,574	\$ 2,145,568	\$ 2,516,095	\$ 2,964,714	\$ 2,654,990	\$ 3,093,135	\$ 3,227,635
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 782,017	\$ 721,213	\$ 812,652	\$ 894,954	\$ 1,089,394	\$ 1,006,789	\$ 1,218,629	\$ 1,275,706
Employer Proportionate Share of the Total OPEB Liability	1,333,384	1,218,361	1,332,916	1,621,141	1,875,320	1,648,201	1,874,506	1,951,929
Covered Employee Payroll	\$ 9,071,913	\$ 9,040,695	\$ 9,267,943	\$ 8,516,202	\$ 8,638,134	\$ 8,850,633	\$ 8,248,065	\$ 8,412,603
Net OPEB Liability as a Percentage of Covered Employee Payroll	14.70%	13.48%	14.38%	19.04%	21.71%	18.62%	22.73%	23.20%

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%
2022	3.54%
2023	3.65%
2024	3.93%

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

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

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

STEWART 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 2025 were calculated based on the June 30, 2023, actuarial valuation.

Methods and assumptions used to determine contribution rates:

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

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

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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

Other General Government Fund – The Other General Government Fund is used to account for proceeds received from the American Rescue Plan Act.

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

CAPITAL PROJECTS FUNDS

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

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

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

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds		
	Drug Control	Other General Government	Constitu - tional Officers - Fees		Total				
			General	Fees					
ASSETS									
Cash	\$ 0	\$ 0	\$ 1,686	\$ 1,686	\$ 0	\$ 0	\$ 1,686		
Equity in Pooled Cash and Investments	69,200	35,217	0	104,417	613,266		717,683		
Accounts Receivable	0	0	10,161	10,161	0		10,161		
Property Taxes Receivable	0	0	0	0	652,446		652,446		
Allowance for Uncollectible Property Taxes	0	0	0	0	(17,127)		(17,127)		
Total Assets	\$ 69,200	\$ 35,217	\$ 11,847	\$ 116,264	\$ 1,248,585	\$ 1,364,849			
LIABILITIES									
Accounts Payable	\$ 8,880	\$ 0	\$ 0	\$ 8,880	\$ 48,723	\$ 48,723	\$ 57,603		
Due to Other Funds	0	0	11,847	11,847	0		11,847		
Due to Other Governments	0	317,900	0	317,900	0		317,900		
Total Liabilities	\$ 8,880	\$ 317,900	\$ 11,847	\$ 338,627	\$ 48,723	\$ 48,723	\$ 387,350		

(Continued)

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

	Special Revenue Funds					Capital Projects Fund	Total Nonmajor Governmental Funds
	Drug Control	Other General Government	Constitu - tional Officers - Fees		Total	General Capital Projects	
DEFERRED INFLOWS OF RESOURCES							
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 615,163	\$ 615,163
Deferred Delinquent Property Taxes	0	0	0	0	0	19,272	19,272
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 634,435	\$ 634,435
FUND BALANCES							
Restricted:							
Restricted for Public Safety	\$ 60,320	\$ 0	\$ 0	\$ 0	\$ 60,320	\$ 0	\$ 60,320
Restricted for Capital Projects	0	0	0	0	0	516,158	516,158
Committed:							
Committed for Capital Projects	0	0	0	0	0	49,269	49,269
Unassigned	0	(282,683)	0	(282,683)	0	0	(282,683)
Total Fund Balances	\$ 60,320	\$ (282,683)	\$ 0	\$ (222,363)	\$ 565,427	\$ 343,064	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 69,200	\$ 35,217	\$ 11,847	\$ 116,264	\$ 1,248,585	\$ 1,364,849	

STEWART 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 Fund	Total Nonmajor Governmental Funds
	Drug Control	Other General Government	Total	General Capital Projects	
Revenues					
Local Taxes	\$ 0	\$ 0	\$ 0	\$ 654,846	\$ 654,846
Fines, Forfeitures, and Penalties	71,015	0	71,015	0	71,015
Other Local Revenues	0	11,982	11,982	0	11,982
Federal Government	0	273,359	273,359	0	273,359
Total Revenues	\$ 71,015	\$ 285,341	\$ 356,356	\$ 654,846	\$ 1,011,202
Expenditures					
Current:					
Public Safety	\$ 114,480	\$ 0	\$ 114,480	\$ 0	\$ 114,480
Other Operations	102	0	102	0	102
Support Services	0	12,494	12,494	0	12,494
Capital Projects	0	0	0	727,789	727,789
Total Expenditures	\$ 114,582	\$ 12,494	\$ 127,076	\$ 727,789	\$ 854,865
Excess (Deficiency) of Revenues Over Expenditures	\$ (43,567)	\$ 272,847	\$ 229,280	\$ (72,943)	\$ 156,337

(Continued)

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

	Special Revenue Funds			Capital Projects Fund	Total Nonmajor Governmental Funds
	Drug Control	Other General Government	Total	General Capital Projects	
Other Financing Sources (Uses)					
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 385,000	\$ 385,000
Transfers Out	0	(846,687)	(846,687)	0	(846,687)
Total Other Financing Sources (Uses)	\$ 0	\$ (846,687)	\$ (846,687)	\$ 385,000	\$ (461,687)
Net Change in Fund Balances	\$ (43,567)	\$ (573,840)	\$ (617,407)	\$ 312,057	\$ (305,350)
Fund Balance, July 1, 2024	103,887	291,157	395,044	253,370	648,414
Fund Balance, June 30, 2025	\$ 60,320	\$ (282,683)	\$ (222,363)	\$ 565,427	\$ 343,064

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

Drug Control Fund

For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Fines, Forfeitures, and Penalties	\$ 71,015	\$ 30,300	\$ 56,300	\$ 14,715
Total Revenues	\$ 71,015	\$ 30,300	\$ 56,300	\$ 14,715
Expenditures				
Public Safety				
Drug Enforcement	\$ 114,480	\$ 88,540	\$ 135,540	\$ 21,060
Other Operations				
Other Charges	102	300	300	198
Total Expenditures	\$ 114,582	\$ 88,840	\$ 135,840	\$ 21,258
Excess (Deficiency) of Revenues Over Expenditures	\$ (43,567)	\$ (58,540)	\$ (79,540)	\$ 35,973
Net Change in Fund Balance	\$ (43,567)	\$ (58,540)	\$ (79,540)	\$ 35,973
Fund Balance, July 1, 2024	\$ 103,887	\$ 82,774	\$ 103,887	\$ 0
Fund Balance, June 30, 2025	\$ 60,320	\$ 24,234	\$ 24,347	\$ 35,973

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

Other General Government Fund

For the Year Ended June 30, 2025

		Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final		
Revenues					
Other Local Revenues	\$ 11,982	\$ 0	\$ 12,494	\$ (512)	
Federal Government	273,359	591,258	591,258	(317,899)	
Total Revenues	\$ 285,341	\$ 591,258	\$ 603,752	\$ (318,411)	
Expenditures					
Other Operations					
American Rescue Plan Act Grant #1	\$ 0	\$ 250,000	\$ 0	\$ 0	
Support Services					
Transportation	12,494	0	12,494	0	
Total Expenditures	\$ 12,494	\$ 250,000	\$ 12,494	\$ 0	
Excess (Deficiency) of Revenues					
Over Expenditures	\$ 272,847	\$ 341,258	\$ 591,258	\$ (318,411)	
Other Financing Sources (Uses)					
Transfers Out	\$ (846,687)	\$ (275,000)	\$ (846,687)	\$ 0	
Total Other Financing Sources	\$ (846,687)	\$ (275,000)	\$ (846,687)	\$ 0	
Net Change in Fund Balance	\$ (573,840)	\$ 66,258	\$ (255,429)	\$ (318,411)	
Fund Balance, July 1, 2024	291,157	271,466	291,157	0	
Fund Balance, June 30, 2025	\$ (282,683)	\$ 337,724	\$ 35,728	\$ (318,411)	

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

General Capital Projects Fund

For the Year Ended June 30, 2025

		Budgeted Amounts		Variance with Final Budget - Positive (Negative)	
	Actual	Original	Final		
Revenues					
Local Taxes	\$ 654,846	\$ 620,345	\$ 620,345	\$ 34,501	
Total Revenues	\$ 654,846	\$ 620,345	\$ 620,345	\$ 34,501	
Expenditures					
Capital Projects					
General Administration Projects	\$ 95,972	\$ 50,000	\$ 110,000	\$ 14,028	
Public Safety Projects	165,264	138,556	198,556	33,292	
Public Health and Welfare Projects	81,553	108,556	108,556	27,003	
Education Capital Projects	385,000	0	385,000	0	
Total Expenditures	\$ 727,789	\$ 297,112	\$ 802,112	\$ 74,323	
Excess (Deficiency) of Revenues Over Expenditures	\$ (72,943)	\$ 323,233	\$ (181,767)	\$ 108,824	
Other Financing Sources (Uses)					
Other Loans Issued	\$ 385,000	\$ 0	\$ 385,000	\$ 0	
Total Other Financing Sources	\$ 385,000	\$ 0	\$ 385,000	\$ 0	
Net Change in Fund Balance	\$ 312,057	\$ 323,233	\$ 203,233	\$ 108,824	
Fund Balance, July 1, 2024	253,370	219,228	253,370	0	
Fund Balance, June 30, 2025	\$ 565,427	\$ 542,461	\$ 456,603	\$ 108,824	

MAJOR GOVERNMENTAL FUND

GENERAL DEBT SERVICE FUND

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

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

General Debt Service Fund

For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 1,684,191	\$ 1,599,904	\$ 1,599,904	\$ 84,287
Other Governments and Citizens Groups	76,087	151,599	151,599	(75,512)
Total Revenues	\$ 1,760,278	\$ 1,751,503	\$ 1,751,503	\$ 8,775
Expenditures				
Principal on Debt				
General Government	\$ 544,696	\$ 544,697	\$ 544,697	\$ 1
Education	782,170	852,656	852,647	70,477
Interest on Debt				
General Government	194,366	194,366	194,366	\$ 0
Education	111,845	117,501	117,510	5,665
Other Debt Service				
General Government	22,583	40,600	40,600	18,017
Total Expenditures	\$ 1,655,660	\$ 1,749,820	\$ 1,749,820	\$ 94,160
Excess (Deficiency) of Revenues Over Expenditures	\$ 104,618	\$ 1,683	\$ 1,683	\$ 102,935
Net Change in Fund Balance	\$ 104,618	\$ 1,683	\$ 1,683	\$ 102,935
Fund Balance, July 1, 2024	3,782,577	3,739,819	3,782,577	\$ 0
Fund Balance, June 30, 2025	\$ 3,887,195	\$ 3,741,502	\$ 3,784,260	\$ 102,935

CUSTODIAL FUNDS

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

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

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

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

	Custodial Funds				
	Constitu -	tional	Officers -	Tax	
	Cities -	Sales	Officers -	Custodial	Total
ASSETS					
Cash	\$ 0	\$ 279,312	\$ 279,312		
Due from Other Governments	\$ 152,199		0	\$ 152,199	
Total Assets	\$ 152,199	\$ 279,312	\$ 431,511		
LIABILITIES					
Due to Other Taxing Units	\$ 152,199		0	\$ 152,199	
Total Liabilities	\$ 152,199	\$ 0	\$ 152,199		
NET POSITION					
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 279,312	\$ 279,312		
Total Net Position	\$ 0	\$ 279,312	\$ 279,312		

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

	Custodial Funds			
	Constitu -			
	Cities -	Sales	Officers -	Custodial
		Tax		Total
Additions				
Sales Tax Collections for Other Governments	\$ 876,045		\$ 0	\$ 876,045
Fines/Fees and Other Collections	0		4,495,709	4,495,709
Total Additions	\$ 876,045		\$ 4,495,709	\$ 5,371,754
Deductions				
Payment of Sales Tax Collections for Other Governments	\$ 876,045		\$ 0	\$ 876,045
Payments to State	0		2,480,710	2,480,710
Payments to Cities, Individuals, and Others	0		2,111,577	2,111,577
Total Deductions	\$ 876,045		\$ 4,592,287	\$ 5,468,332
Change in Net Position	\$ 0		\$ (96,578)	\$ (96,578)
Net Position July 1, 2024	0		375,890	375,890
Net Position June 30, 2025	\$ 0		\$ 279,312	\$ 279,312

STEWART COUNTY SCHOOL DEPARTMENT

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

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

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

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

School Transportation Fund – The School Transportation Fund is used to account for the financial resources used for the acquisition of school buses. This fund was closed during the year.

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

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

STEWART COUNTY, TENNESSEE**Statement of Activities**

Discretely Presented Stewart 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	Capital Grants and Contributions	Total Governmental Activities	
Governmental Activities:						
Instruction	\$ 12,637,189	\$ 0	\$ 16,955,258	\$ 0	\$ 4,318,069	
Support Services	10,040,040	19,550	332,355	24,068		(9,664,067)
Operation of Non-instructional Services	2,589,797	79,535	1,876,936	0		(633,326)
Total Governmental Activities	\$ 25,267,026	\$ 99,085	\$ 19,164,549	\$ 24,068	\$	(5,979,324)
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					\$ 407,483	
Local Option Sales Taxes					2,023,564	
Other Local Taxes					25,080	
Grants and Contributions Not Restricted for Specific Programs					2,533,956	
Unrestricted Investment Income					72,096	
Miscellaneous					1,048,187	
Total General Revenues					\$ 6,110,366	
Change in Net Position						
Net Position, July 1, 2024					\$ 131,042	
Restatement - See Note I.D.9.					32,899,202	
Net Position, June 30, 2025					\$ 32,841,485	

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

Discretely Presented Stewart County School Department

June 30, 2025

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Governmental Funds	
ASSETS					
Cash	\$ 0	\$ 714	\$ 0	\$ 460,350	\$ 461,064
Equity in Pooled Cash and Investments	6,060,737	612,951	9,725	181,416	6,864,829
Inventories	0	0	0	9,293	9,293
Accounts Receivable	482	0	0	0	482
Due from Other Governments	714,308	299,937	0	0	1,014,245
Due from Primary Government	694	0	0	0	694
Property Taxes Receivable	206,200	0	240,567	0	446,767
Allowance for Uncollectible Property Taxes	(5,411)	0	(6,313)	0	(11,724)
Restricted Assets	248,337	0	0	0	248,337
Total Assets	\$ 7,225,347	\$ 913,602	\$ 243,979	\$ 651,059	\$ 9,033,987
LIABILITIES					
Accounts Payable	\$ 27,861	\$ 4,397	\$ 0	\$ 1,157	\$ 33,415
Payroll Deductions Payable	355,041	7,038	0	15,398	377,477
Total Liabilities	\$ 382,902	\$ 11,435	\$ 0	\$ 16,555	\$ 410,892

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

DEFERRED INFLOWS OF RESOURCES

	General Purpose School	Central Cafeteria	Education Capital Projects	Other Govern- mental Funds	Total Govern- mental Funds
Deferred Current Property Taxes	\$ 194,424	0	\$ 226,829	0	\$ 421,253
Deferred Delinquent Property Taxes	5,607	0	7,425	0	13,032
Other Deferred/Unavailable Revenue	172,500	0	0	0	172,500
Total Deferred Inflows of Resources	\$ 372,531	0	\$ 234,254	0	\$ 606,785

FUND BALANCES

Restricted:

Restricted for Education	\$ 6,851	0	\$ 468,486	\$ 475,337
Restricted for Education - COVID-19	0	0	1,018	1,018
Restricted for Operation of Non-instructional Services	0	902,167	0	902,167
Restricted for Capital Outlay	0	0	9,725	9,725
Restricted for Hybrid Retirement Stabilization Funds	248,337	0	0	248,337

Committed:

Committed for Education	425,264	0	0	425,264
Committed for Other Purposes	9,514	0	0	9,514

Assigned:

Assigned for Education	0	0	165,000	165,000
Unassigned	5,779,948	0	0	5,779,948
Total Fund Balances	\$ 6,469,914	\$ 902,167	\$ 9,725	\$ 634,504

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

\$ 7,225,347	\$ 913,602	\$ 243,979	\$ 651,059	\$ 9,033,987
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STEWART COUNTY, TENNESSEE**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**

Discretely Presented Stewart 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)	\$ 8,016,310
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.	
Add: land	\$ 1,265,886
Add: buildings and improvements net of accumulated depreciation	14,919,218
Add: infrastructure net of accumulated depreciation	1,166,147
Add: other capital assets net of accumulated depreciation	<u>5,020,725</u> 22,371,976
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.	
Less: compensated absences payable	\$ (145,942)
Less: net OPEB liability	(1,951,929)
Less: net pension liability - agent plan	<u>(720,743)</u> (2,818,614)
(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	\$ 2,400,128
Less: deferred inflows of resources related to pensions	(864,918)
Add: deferred outflows of resources related to OPEB	569,905
Less: deferred inflows of resources related to OPEB	<u>(396,212)</u> 1,708,903
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.	
Add: net pension asset - teacher retirement plan	\$ 81,361
Add: net pension asset - teacher legacy pension plan	<u>3,296,017</u> 3,377,378
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.	<u>185,532</u>
Net position of governmental activities (Exhibit A)	<u>\$ 32,841,485</u>

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

	Major Funds				Nonmajor Funds		Total Governmental Funds			
	<i>Formerly Major</i>		Education Capital Projects	Other Governmental Funds						
	General Purpose School	Federal Projects								
Revenues										
Local Taxes	\$ 2,259,556	\$ 0	\$ 0	\$ 225,161	\$ 0	\$ 2,484,717				
Licenses and Permits	808	0	0	0	0	0	808			
Charges for Current Services	47,766	0	79,535	0	0	0	127,301			
Other Local Revenues	158,947	0	53,948	0	831,708	0	1,044,603			
State of Tennessee	17,846,987	0	10,548	0	0	0	17,857,535			
Federal Government	215,915	0	1,417,646	0	1,477,294	0	3,110,855			
Other Governments and Citizens Groups	701,932	0	0	0	0	0	701,932			
Total Revenues	\$ 21,231,911	\$ 0	\$ 1,561,677	\$ 225,161	\$ 2,309,002	\$ 25,327,751				
Expenditures										
Current:										
Instruction	\$ 10,161,170	\$ 0	\$ 0	\$ 0	\$ 1,104,058	\$ 0	11,265,228			
Support Services	9,257,565	0	0	4,509	373,236	0	9,635,310			
Operation of Non-Instructional Services	513,208	0	1,785,280	0	795,344	0	3,093,832			
Capital Outlay	1,529,178	0	0	0	0	0	1,529,178			
Debt Service:										
Other Debt Service	76,087	0	0	0	0	0	76,087			

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

	Major Funds				Nonmajor Funds		Total Governmental Funds	
	<i>Formerly Major</i>				Other Govern- mental Funds			
	General Purpose School	School Federal Projects	Central Cafeteria	Education Capital Projects				
Expenditures (Cont.)								
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 217,109	\$ 0	\$ 217,109		
Total Expenditures	\$ 21,537,208	\$ 0	\$ 1,785,280	\$ 221,618	\$ 2,272,638	\$ 25,816,744		
Excess (Deficiency) of Revenues Over Expenditures								
	\$ (305,297)	\$ 0	\$ (223,603)	\$ 3,543	\$ 36,364	\$ (488,993)		
Other Financing Sources (Uses)								
Insurance Recovery	\$ 32,468	\$ 0	\$ 0	\$ 0	\$ 0	\$ 32,468		
Transfers In	0	0	0	6,182	0	6,182		
Transfers Out	0	0	0	0	(6,182)	(6,182)		
Total Other Financing Sources (Uses)	\$ 32,468	\$ 0	\$ 0	\$ 6,182	\$ (6,182)	\$ 32,468		
Net Change in Fund Balances								
Change to or Within the Reporting Entity	\$ (272,829)	\$ 0	\$ (223,603)	\$ 9,725	\$ 30,182	\$ (456,525)		
Fund Balance, July 1, 2024	0	(166,018)	0	0	166,018	0		
	6,742,743	166,018	1,125,770	0	438,304	8,472,835		
Fund Balance, June 30, 2025	\$ 6,469,914	\$ 0	\$ 902,167	\$ 9,725	\$ 634,504	\$ 8,016,310		

STEWART COUNTY, TENNESSEE**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities**
Discretely Presented Stewart 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)	\$ (456,525)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:	
Add: capital assets purchased in the current period	\$ 2,436,166
Less: current-year depreciation expense	<u>(1,380,394)</u> 1,055,772
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Add: deferred delinquent property taxes and other deferred June 30, 2025	\$ 185,532
Less: deferred delinquent property taxes and other deferred June 30, 2024	<u>(177,191)</u> 8,341
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in compensated absences payable	\$ 42,817
Change in net pension liability - agent plan	134,225
Change in net pension asset - teacher retirement plan	35,396
Change in net pension asset - teacher legacy pension plan	741,520
Change in deferred outflows related to pensions	(831,839)
Change in deferred inflows related to pensions	(537,829)
Change in net OPEB liability	(77,423)
Change in deferred outflows related to OPEB	(70,835)
Change in deferred inflows related to OPEB	<u>87,422</u> (476,546)
Change in net position of governmental activities (Exhibit B)	<u>\$ 131,042</u>

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

Discretely Presented Stewart County School Department

June 30, 2025

	<u>Special Revenue Funds</u>			Total
	School Federal Projects	Internal School	Nonmajor Governmental Funds	Nonmajor Governmental Funds
ASSETS				
Cash	\$ 0	\$ 460,350	\$ 460,350	
Equity in Pooled Cash and Investments	181,416	0	181,416	
Inventories	0	9,293	9,293	
Total Assets	\$ 181,416	\$ 469,643	\$ 651,059	
LIABILITIES				
Accounts Payable	\$ 0	\$ 1,157	\$ 1,157	
Payroll Deductions Payable	15,398	0	15,398	
Total Liabilities	\$ 15,398	\$ 1,157	\$ 16,555	
FUND BALANCES				
Restricted:				
Restricted for Education	\$ 0	\$ 468,486	\$ 468,486	
Restricted for Education - COVID-19	1,018	0	1,018	
Assigned:				
Assigned for Education	165,000	0	165,000	
Total Fund Balances	\$ 166,018	\$ 468,486	\$ 634,504	
Total Liabilities and Fund Balances	\$ 181,416	\$ 469,643	\$ 651,059	

STEWART COUNTY, TENNESSEE

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

Special Revenue Funds					
	<i>Formerly</i>	School	Transpor -	Internal	Total
	Major	Federal	ation	School	Nonmajor
	School	Projects	Transpor -	Internal	Governmental
	Federal	Projects	ation	School	Funds
Revenues					
Other Local Revenues	\$ 0	\$ 0	\$ 831,708	\$ 831,708	
Federal Government	1,477,294		0	0	1,477,294
Total Revenues	\$ 1,477,294	\$ 0	\$ 831,708	\$ 2,309,002	
Expenditures					
Current:					
Instruction	\$ 1,104,058	\$ 0	\$ 0	\$ 0	\$ 1,104,058
Support Services	373,236		0	0	373,236
Operation of Non-Instructional Services	0		0	795,344	795,344
Total Expenditures	\$ 1,477,294	\$ 0	\$ 795,344	\$ 2,272,638	
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ 36,364	\$ 36,364	
Other Financing Sources (Uses)					
Transfers Out	\$ 0	\$ (6,182)	\$ 0	\$ (6,182)	
Total Other Financing Sources (Uses)	\$ 0	\$ (6,182)	\$ 0	\$ (6,182)	
Net Change in Fund Balances	\$ 0	\$ (6,182)	\$ 36,364	\$ 30,182	
Change to or Within the Reporting Entity	166,018		0	0	166,018
Fund Balance, July 1, 2024	0	6,182	432,122	438,304	
Fund Balance, June 30, 2025	\$ 166,018	\$ 0	\$ 468,486	\$ 634,504	

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

Discretely Presented Stewart County School Department

General Purpose School Fund

For the Year Ended June 30, 2025

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	\$ 2,259,556	\$ 2,018,023	\$ 2,018,023	\$ 241,533
Licenses and Permits	808	600	600	208
Charges for Current Services	47,766	25,550	49,550	(1,784)
Other Local Revenues	158,947	236,000	236,000	(77,053)
State of Tennessee	17,846,987	18,103,000	18,475,036	(628,049)
Federal Government	215,915	448,000	460,899	(244,984)
Other Governments and Citizens Groups	701,932	70,000	316,200	385,732
Total Revenues	<u>\$ 21,231,911</u>	<u>\$ 20,901,173</u>	<u>\$ 21,556,308</u>	<u>\$ (324,397)</u>
Expenditures				
Instruction				
Regular Instruction Program	\$ 8,387,698	\$ 9,014,750	\$ 9,016,224	\$ 628,526
Alternative Instruction Program	82,202	97,580	97,580	15,378
Special Education Program	909,310	981,400	1,022,534	113,224
Career and Technical Education Program	781,960	986,879	986,879	204,919
Support Services				
Attendance	76,526	85,700	85,700	9,174
Health Services	295,731	291,750	319,424	23,693
Other Student Support	668,045	486,900	712,620	44,575
Regular Instruction Program	508,032	545,500	545,500	37,468
Special Education Program	310,403	306,800	336,050	25,647
Career and Technical Education Program	0	1,000	1,000	1,000
Technology	361,969	398,300	398,300	36,331
Other Programs	61,791	45,000	106,791	45,000
Board of Education	317,527	367,735	367,735	50,208
Director of Schools	296,906	313,900	313,900	16,994
Office of the Principal	1,289,636	1,333,525	1,333,525	43,889
Fiscal Services	228,609	230,575	242,575	13,966
Operation of Plant	1,641,162	1,785,500	1,785,500	144,338
Maintenance of Plant	1,015,394	815,000	1,125,000	109,606
Transportation	2,185,834	1,974,750	2,237,399	51,565
Operation of Non-Instructional Services				
Food Service	13,815	5,000	14,443	628
Community Services	31,621	32,380	37,380	5,759
Early Childhood Education	467,772	484,675	508,675	40,903

(Continued)

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

Discretely Presented Stewart County School Department
General Purpose School Fund (Cont.)

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Expenditures (Cont.)				
Capital Outlay				
Regular Capital Outlay	\$ 1,529,178	\$ 338,800	\$ 1,828,800	\$ 299,622
Other Debt Service				
Education	76,087	160,000	160,000	83,913
Total Expenditures	\$ 21,537,208	\$ 21,083,399	\$ 23,583,534	\$ 2,046,326
Excess (Deficiency) of Revenues Over Expenditures	\$ (305,297)	\$ (182,226)	\$ (2,027,226)	\$ 1,721,929
Other Financing Sources (Uses)				
Insurance Recovery	\$ 32,468	\$ 8,500	\$ 8,500	\$ 23,968
Total Other Financing Sources	\$ 32,468	\$ 8,500	\$ 8,500	\$ 23,968
Net Change in Fund Balance	\$ (272,829)	\$ (173,726)	\$ (2,018,726)	\$ 1,745,897
Fund Balance, July 1, 2024	6,742,743	4,694,098	4,694,098	2,048,645
Fund Balance, June 30, 2025	\$ 6,469,914	\$ 4,520,372	\$ 2,675,372	\$ 3,794,542

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

Discretely Presented Stewart County School Department

School Federal Projects Fund

For the Year Ended June 30, 2025

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Actual	Original	Final	
Revenues				
Federal Government	\$ 1,477,294	\$ 1,427,228	\$ 1,710,628	\$ (233,334)
Total Revenues	<u>\$ 1,477,294</u>	<u>\$ 1,427,228</u>	<u>\$ 1,710,628</u>	<u>\$ (233,334)</u>
Expenditures				
Instruction				
Regular Instruction Program	\$ 512,321	\$ 431,497	\$ 549,802	\$ 37,481
Special Education Program	563,276	569,271	658,879	95,603
Career and Technical Education Program	28,461	26,589	28,461	0
Support Services				
Other Student Support	31,214	110,838	39,998	8,784
Regular Instruction Program	283,884	281,531	340,018	56,134
Special Education Program	17,175	4,502	52,507	35,332
Career and Technical Education Program	1,662	3,000	1,662	0
Operation of Plant	39,301	0	39,301	0
Total Expenditures	<u>\$ 1,477,294</u>	<u>\$ 1,427,228</u>	<u>\$ 1,710,628</u>	<u>\$ 233,334</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 0	\$ 0	\$ 0
Net Change in Fund Balance	\$ 0	\$ 0	\$ 0	\$ 0
Changes to or Within the Financial Reporting Entity				
Fund Balance, July 1, 2024	166,018	0	0	166,018
Fund Balance, June 30, 2025	0	170,763	170,763	(170,763)
	<u>\$ 166,018</u>	<u>\$ 170,763</u>	<u>\$ 170,763</u>	<u>\$ (4,745)</u>

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Charges for Current Services	\$ 79,535	\$ 156,300	\$ 156,300	\$ (76,765)
Other Local Revenues	53,948	35,000	35,000	18,948
State of Tennessee	10,548	11,500	11,500	(952)
Federal Government	1,417,646	1,235,000	1,315,000	102,646
Other Governments and Citizens Groups	0	500	500	(500)
Total Revenues	\$ 1,561,677	\$ 1,438,300	\$ 1,518,300	\$ 43,377
Expenditures				
Operation of Non-Instructional Services				
Food Service	\$ 1,785,280	\$ 1,603,190	\$ 1,883,190	\$ 97,910
Total Expenditures	\$ 1,785,280	\$ 1,603,190	\$ 1,883,190	\$ 97,910
Excess (Deficiency) of Revenues Over Expenditures	\$ (223,603)	\$ (164,890)	\$ (364,890)	\$ 141,287
Other Financing Sources (Uses)				
Insurance Recovery	\$ 0	\$ 1,100	\$ 1,100	\$ (1,100)
Total Other Financing Sources	\$ 0	\$ 1,100	\$ 1,100	\$ (1,100)
Net Change in Fund Balance	\$ (223,603)	\$ (163,790)	\$ (363,790)	\$ 140,187
Fund Balance, July 1, 2024	1,125,770	739,119	739,119	386,651
Fund Balance, June 30, 2025	\$ 902,167	\$ 575,329	\$ 375,329	\$ 526,838

MISCELLANEOUS SCHEDULES

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

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-24	Issued During Period	Paid and/or Matured During Period			Outstanding 6-30-25					
NOTES PAYABLE															
Payable through General Debt Service Fund															
County Courthouse/Schools Capital Outlay Notes, Series 2014	\$ 378,000	3.25 %	2-25-14	2-25-26	\$ 73,942	\$ 0	\$ 36,209	\$ 37,733							
Public Works/Schools Capital Outlay Notes, Series 2015	1,115,000	2.53	12-1-15	12-1-27	409,000	0	98,000		311,000						
School System Capital Outlay Note, Series 2016	80,000	2.91	3-24-16	4-1-28	25,429	0	7,130		18,299						
General Obligation Capital Outlay Note, Series 2016	445,000	3	2-9-17	2-9-29	218,096	0	39,379		178,717						
General Obligation Capital Outlay Note, Series 2017	895,000	2.81	10-27-17	11-1-29	485,000	0	75,000		410,000						
General Obligation Capital Outlay Notes, Series 2019	1,140,000	3.5	2-14-19	3-1-30	591,904	0	97,184		494,720						
Total Notes Payable					\$ 1,803,371	\$ 0	\$ 352,902	\$ 1,450,469							
OTHER LOANS PAYABLE															
Payable through General Debt Service Fund															
Energy Efficient Schools Initiative	461,365	0.75	2-2-16	2-1-29	\$ 184,373	\$ 0	\$ 38,964	\$ 145,409							
Energy Efficient Schools Initiative	(1)	0.5	2-5-24	2-5-39	608,753	385,000	0		993,753						
Total Other Loans Payable					\$ 793,126	\$ 385,000	\$ 38,964	\$ 1,139,162							
BONDS PAYABLE															
Payable through General Debt Service Fund															
Public Improvement Bonds, Series 2012	8,200,000	2 to 3.125	12-20-12	4-1-38	\$ 6,045,000	\$ 0	\$ 340,000	\$ 5,705,000							
School Refunding, Series 2017	5,925,340	2.55	2-28-17	3-1-29	3,220,000	0	595,000		2,625,000						
Total Bonds Payable					\$ 9,265,000	\$ 0	\$ 935,000	\$ 8,330,000							

(1) Total amount approved was \$1,171,026 of which \$177,273 remains available for draws as of June 30, 2025.

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

Year Ending June 30	Notes		
	Principal	Interest	Total
2026	\$ 366,044	\$ 40,961	\$ 407,005
2027	340,205	29,813	370,018
2028	345,980	19,802	365,782
2029	244,709	10,657	255,366
2030	153,531	3,759	157,290
Total	\$ 1,450,469	\$ 104,992	\$ 1,555,461

Year Ending June 30	Other Loans		
	Principal	Interest	Total
2026	\$ 110,089	\$ 6,263	\$ 116,352
2027	110,737	5,615	116,352
2028	111,394	4,958	116,352
2029	98,657	4,329	102,986
2030	72,264	3,876	76,140
2031	72,264	3,516	75,780
2032	72,984	3,156	76,140
2033	73,356	2,784	76,140
2034	73,716	2,424	76,140
2035	74,088	2,052	76,140
2036	74,460	1,680	76,140
2037	74,832	1,308	76,140
2038	75,216	924	76,140
2039	45,105	329	45,434
	\$ 1,139,162	\$ 43,214	\$ 1,182,376

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	\$ 970,000	\$ 229,756	\$ 1,199,756
2027	1,000,000	206,071	1,206,071
2028	1,045,000	181,201	1,226,201
2029	1,080,000	154,741	1,234,741
2030	400,000	127,394	527,394
2031	415,000	116,394	531,394
2032	435,000	103,944	538,944
2033	450,000	90,894	540,894
2034	470,000	77,394	547,394
2035	485,000	63,294	548,294
2036	505,000	48,744	553,744
2037	525,000	33,594	558,594
2038	550,000	17,188	567,188
Total	\$ 8,330,000	\$ 1,450,609	\$ 9,780,609

STEWART COUNTY, TENNESSEE**Schedule of Transfers**

Primary Government and Discretely Presented Stewart County School Department

For the Year Ended June 30, 2025

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Highway/Public Works	TVA impact funds	\$ 100,000
Other General Government	General	American Rescue Plan Act funds	573,328
"	Highway/Public Works	"	<u>273,359</u>
Total Transfers Primary Government			<u>\$ 946,687</u>
DISCRETELY PRESENTED STEWART COUNTY SCHOOL DEPARTMENT			
School Transportation	Education Capital Projects	To close fund	\$ 6,182
Total Transfers Discretely Presented Stewart County School Department			<u>\$ 6,182</u>

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

Primary Government and Discretely Presented Stewart County School Department

For the Year Ended June 30, 2025

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 105,396			
County commission approved increase	4,691			
Total compensation	<u><u>\$ 110,087</u></u>			
County Engineer		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 100,377</u></u>			
Director of Schools		State Board of Education and County Board of Education	(1)	Tennessee Risk Management Trust
Base salary	\$ 118,724			
Career ladder	1,000			
Chief executive officer training supplement	1,000			
Total compensation	<u><u>\$ 120,724</u></u>			
Trustee		Section 8-24-102, <i>TCA</i>	\$ 867,615	RLI Insurance Company and (1) Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 91,252</u></u>			
Assessor of Property		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 91,252</u></u>			
County Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 91,252</u></u>			
Circuit/General Sessions/Juvenile Courts Clerk		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 91,252</u></u>			
Clerk and Master		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 91,252</u></u>			
Register of Deeds		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 91,252</u></u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary	\$ 100,377			
Law enforcement training supplement	1,600			
Total compensation	<u><u>\$ 101,977</u></u>			
Administrator of Elections		Section 2-12-208, <i>TCA</i>	(1)	Tennessee Risk Management Trust
Base salary/Total compensation	<u><u>\$ 82,127</u></u>			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			\$ 400,000	Tennessee Risk Management Trust
Employee Fidelity - School Department			400,000	"

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

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

	Special Revenue Funds				Debt Service Fund
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service
Local Taxes					
County Property Taxes					
Current Property Tax	\$ 5,323,511	\$ 0	\$ 0	\$ 296,718	\$ 450,280
Trustee's Collections - Prior Year	116,574	0	0	7,115	26,055
Circuit Clerk/Clerk and Master Collections - Prior Years	61,517	0	0	2,927	10,060
Interest and Penalty	25,160	0	0	1,366	3,903
Payments in-Lieu-of Taxes - T.V.A.	892,241	0	0	74	112
Payments in-Lieu-of Taxes - Local Utilities	425,479	0	0	23,749	35,831
Payments in-Lieu-of Taxes - Other	156,837	0	0	0	85,982
County Local Option Taxes					
Local Option Sales Tax	585,626	0	0	0	585,626
Hotel/Motel Tax	54,695	0	0	0	0
Wheel Tax	0	0	0	0	484,120
Litigation Tax - General	34,305	0	0	0	0
Litigation Tax - Special Purpose	16,543	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0
Litigation Tax - Courthouse Security	33,589	0	0	0	0
Business Tax	420,187	0	0	0	0
Mixed Drink Tax	4,526	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund	
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service	
Local Taxes (Cont.)						
Statutory Local Taxes						
Bank Excise Tax	\$ 26,382	\$ 0	\$ 0	\$ 1,473	\$ 2,222	
Wholesale Beer Tax	147,116	0	0	0	0	
Total Local Taxes	<u>\$ 8,324,288</u>	<u>0</u>	<u>0</u>	<u>333,422</u>	<u>\$ 1,684,191</u>	
Licenses and Permits						
Licenses						
Cable TV Franchise	\$ 1,567	\$ 0	\$ 0	\$ 0	\$ 0	0
Permits						
Beer Permits	3,111	0	0	0	0	
Total Licenses and Permits	<u>\$ 4,678</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>\$ 0</u>	<u>0</u>
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	\$ 3,985	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	3,922	0	0	0	0	0
Drug Control Fines	1,249	1,311	0	0	0	0
Data Entry Fee - Circuit Court	414	0	0	0	0	0
Courtroom Security Fee	373	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund	
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service	
Fines, Forfeitures, and Penalties (Cont.)						
Criminal Court						
DUI Treatment Fines	\$ 1,378	\$ 0	\$ 0	\$ 0	\$ 0	0
General Sessions Court						
Fines	5,738	0	0	0	0	0
Fines for Littering	194	0	0	0	0	0
Officers Costs	26,512	0	0	0	0	0
Game and Fish Fines	442	0	0	0	0	0
Drug Control Fines	7,967	8,672	0	0	0	0
Jail Fees	2,027	0	0	0	0	0
DUI Treatment Fines	2,083	0	0	0	0	0
Data Entry Fee - General Sessions Court	5,120	0	0	0	0	0
Juvenile Court						
Fines	513	0	0	0	0	0
Officers Costs	244	0	0	0	0	0
Data Entry Fee - Juvenile Court	97	0	0	0	0	0
Chancery Court						
Officers Costs	560	0	0	0	0	0
Data Entry Fee - Chancery Court	1,475	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund	
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service	
Fines, Forfeitures, and Penalties (Cont.)						
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	\$ 0	\$ 61,032	\$ 0	\$ 0	\$ 0	\$ 0
Other Fines, Forfeitures, and Penalties	39	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 64,332	\$ 71,015	\$ 0	\$ 0	\$ 0	\$ 0
Charges for Current Services						
General Service Charges						
Patient Charges	\$ 1,139,054	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Fees						
Archives and Records Management Fee	2,698	0	0	0	0	0
Telephone Commissions	19,073	0	0	0	0	0
Electronic Citation Fee	1,384	0	0	0	0	0
Additional Fees - Titling and Registration	11,526	0	0	0	0	0
Data Processing Fee - Register	6,256	0	0	0	0	0
Data Processing Fee - Sheriff	1,934	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	2,800	0	0	0	0	0
Data Processing Fee - County Clerk	1,521	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	805	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service
Charges for Current Services (Cont.)					
Education Charges					
Other Charges for Services	\$ 46	\$ 0	\$ 0	\$ 5,660	\$ 0
Total Charges for Current Services	\$ 1,187,097	\$ 0	\$ 0	\$ 5,660	\$ 0
Other Local Revenues					
Recurring Items					
Investment Income	\$ 600,483	\$ 0	\$ 11,982	\$ 0	\$ 0
Lease/Rentals/PPP	11,500	0	0	0	0
Sale of Materials and Supplies	38	0	0	2,651	0
Commissary Sales	29,291	0	0	0	0
Sale of Gasoline	0	0	0	3,405	0
Miscellaneous Refunds	29,696	0	0	1,060	0
Nonrecurring Items					
Sale of Equipment	9,667	0	0	31,000	0
Damages Recovered from Individuals	279	0	0	0	0
Performance Bond Forfeitures	10,335	0	0	0	0
Other Local Revenues					
Other Local Revenues	34,442	0	0	0	0
Total Other Local Revenues	\$ 725,731	\$ 0	\$ 11,982	\$ 38,116	\$ 0

(Continued)

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

	Special Revenue Funds				Debt Service Fund	
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service	
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	\$ 219,965	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	23,220	0	0	0	0	0
General Sessions Court Clerk	77,117	0	0	0	0	0
Clerk and Master	52,024	0	0	0	0	0
Juvenile Court Clerk	1,267	0	0	0	0	0
Register	100,118	0	0	0	0	0
Sheriff	7,320	0	0	0	0	0
Trustee	324,572	0	0	0	0	0
Total Fees Received From County Officials	\$ 805,603	\$ 0	\$ 0	\$ 0	\$ 0	0
State of Tennessee						
General Government Grants						
Juvenile Services Program	\$ 109,974	\$ 0	\$ 0	\$ 0	\$ 0	0
Public Safety Grants						
Law Enforcement Training Programs	37,600	0	0	0	0	0
School Resource Officer Grants	300,000	0	0	0	0	0
Other Public Safety Grants	6,530	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund	
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service	
State of Tennessee (Cont.)						
Health and Welfare Grants						
Health Department Programs	\$ 584,612	\$ 0	\$ 0	\$ 0	\$ 0	0
Emergency Medical Services Training Programs	14,400	0	0	0	0	0
Public Works Grants						
Bridge Program	0	0	0	463,816	0	0
State Aid Program	0	0	0	941,969	0	0
Litter Program	28,479	0	0	0	0	0
Other State Revenues						
Flood Control	4,010	0	0	0	0	0
Resort District Sales Tax	260,027	0	0	0	0	0
Beer Tax	17,752	0	0	0	0	0
Vehicle Certificate of Title Fees	6,049	0	0	0	0	0
Alcoholic Beverage Tax	61,364	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	63,998	0	0	0	0	0
State Revenue Sharing - T.V.A.	1,496,659	0	0	71,238	0	0
State Revenue Sharing - Telecommunications	17,581	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	25,183	0	0	0	0	0
Contracted Prisoner Boarding	278,923	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	2,401,610	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service
State of Tennessee (Cont.)					
Other State Revenues (Cont.)					
Hybrid/Electric Vehicle Registration Fee	\$ 0	\$ 0	\$ 0	\$ 28,947	\$ 0
Petroleum Special Tax	0	0	0	9,049	0
Registrar's Salary Supplement	15,164	0	0	0	0
Other State Grants	136,340	0	0	0	0
Other State Revenues	14,488	0	0	0	0
Total State of Tennessee	\$ 3,479,133	\$ 0	\$ 0	\$ 3,916,629	\$ 0
Federal Government					
Federal Through State					
Homeland Security Grants	\$ 21,265	\$ 0	\$ 0	\$ 0	\$ 0
Law Enforcement Grants	22,206	0	0	0	0
American Rescue Plan Act Grant #1	1,541,497	0	0	0	0
American Rescue Plan Act Grant #2	3,000	0	0	0	0
Other Federal through State	364,419	0	0	47,350	0
Direct Federal Revenue					
Police Service (Lake Area)	9,120	0	0	0	0
Forest Service	41,405	0	0	0	0
American Rescue Plan Act Grant #7	0	0	273,359	0	0
Total Federal Government	\$ 2,002,912	\$ 0	\$ 273,359	\$ 47,350	\$ 0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	General	Drug Control	Other General Government	Highway / Public Works	General Debt Service
Other Governments and Citizens Groups					
Other Governments					
Contributions	\$ 223,000	\$ 0	\$ 0	\$ 0	\$ 76,087
Contracted Services	20,000	0	0	0	0
Citizens Groups					
Donations	6,540	0	0	0	0
Other					
Other	1,500	0	0	0	0
Opioid Settlement Funds - Past Remediation	21,523	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 272,563</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 76,087</u>
Total	<u>\$ 16,866,337</u>	<u>\$ 71,015</u>	<u>\$ 285,341</u>	<u>\$ 4,341,177</u>	<u>\$ 1,760,278</u>

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
Local Taxes			
County Property Taxes			
Current Property Tax	\$ 562,871	\$ 6,633,380	
Trustee's Collections - Prior Year	4,605	154,349	
Circuit Clerk/Clerk and Master Collections - Prior Years	2,650	77,154	
Interest and Penalty	1,548	31,977	
Payments in-Lieu-of Taxes - T.V.A.	141	892,568	
Payments in-Lieu-of Taxes - Local Utilities	45,157	530,216	
Payments in-Lieu-of Taxes - Other	1,171	243,990	
County Local Option Taxes			
Local Option Sales Tax	0	1,171,252	
Hotel/Motel Tax	0	54,695	
Wheel Tax	0	484,120	
Litigation Tax - General	0	34,305	
Litigation Tax - Special Purpose	0	16,543	
Litigation Tax - Jail, Workhouse, or Courthouse	33,903	33,903	
Litigation Tax - Courthouse Security	0	33,589	
Business Tax	0	420,187	
Mixed Drink Tax	0	4,526	

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
Local Taxes (Cont.)			
Statutory Local Taxes			
Bank Excise Tax	\$ 2,800	\$ 32,877	
Wholesale Beer Tax	0	147,116	
Total Local Taxes	<u>\$ 654,846</u>	<u>\$ 10,996,747</u>	
Licenses and Permits			
Licenses			
Cable TV Franchise	\$ 0	\$ 1,567	
Permits			
Beer Permits	0	3,111	
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 4,678</u>	
Fines, Forfeitures, and Penalties			
Circuit Court			
Fines	\$ 0	\$ 3,985	
Officers Costs	0	3,922	
Drug Control Fines	0	2,560	
Data Entry Fee - Circuit Court	0	414	
Courtroom Security Fee	0	373	

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
Fines, Forfeitures, and Penalties (Cont.)			
Criminal Court			
DUI Treatment Fines	\$ 0	\$ 1,378	
General Sessions Court			
Fines	0	5,738	
Fines for Littering	0	194	
Officers Costs	0	26,512	
Game and Fish Fines	0	442	
Drug Control Fines	0	16,639	
Jail Fees	0	2,027	
DUI Treatment Fines	0	2,083	
Data Entry Fee - General Sessions Court	0	5,120	
Juvenile Court			
Fines	0	513	
Officers Costs	0	244	
Data Entry Fee - Juvenile Court	0	97	
Chancery Court			
Officers Costs	0	560	
Data Entry Fee - Chancery Court	0	1,475	

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
Fines, Forfeitures, and Penalties (Cont.)			
Other Fines, Forfeitures, and Penalties			
Proceeds from Confiscated Property	\$ 0	\$ 61,032	
Other Fines, Forfeitures, and Penalties	0	39	
Total Fines, Forfeitures, and Penalties	<u>\$ 0</u>	<u>\$ 135,347</u>	
Charges for Current Services			
General Service Charges			
Patient Charges	\$ 0	\$ 1,139,054	
Fees			
Archives and Records Management Fee	0	2,698	
Telephone Commissions	0	19,073	
Electronic Citation Fee	0	1,384	
Additional Fees - Titling and Registration	0	11,526	
Data Processing Fee - Register	0	6,256	
Data Processing Fee - Sheriff	0	1,934	
Sexual Offender Registration Fee - Sheriff	0	2,800	
Data Processing Fee - County Clerk	0	1,521	
Vehicle Insurance Coverage and Reinstatement Fees	0	805	

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
Charges for Current Services (Cont.)			
Education Charges			
Other Charges for Services	\$ 0	\$ 5,706	
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 1,192,757</u>	
Other Local Revenues			
Recurring Items			
Investment Income	\$ 0	\$ 612,465	
Lease/Rentals/PPP	0	11,500	
Sale of Materials and Supplies	0	2,689	
Commissary Sales	0	29,291	
Sale of Gasoline	0	3,405	
Miscellaneous Refunds	0	30,756	
Nonrecurring Items			
Sale of Equipment	0	40,667	
Damages Recovered from Individuals	0	279	
Performance Bond Forfeitures	0	10,335	
Other Local Revenues			
Other Local Revenues	0	34,442	
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 775,829</u>	

(Continued)

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

	<u>Capital Projects Fund</u>		<u>General Capital Projects</u>	<u>Total</u>
Fees Received From County Officials				
Fees In-Lieu-of Salary				
County Clerk	\$ 0	\$ 219,965		
Circuit Court Clerk	0	23,220		
General Sessions Court Clerk	0	77,117		
Clerk and Master	0	52,024		
Juvenile Court Clerk	0	1,267		
Register	0	100,118		
Sheriff	0	7,320		
Trustee	0	324,572		
Total Fees Received From County Officials	\$ 0	\$ 805,603		
State of Tennessee				
General Government Grants				
Juvenile Services Program	\$ 0	\$ 109,974		
Public Safety Grants				
Law Enforcement Training Programs	0	37,600		
School Resource Officer Grants	0	300,000		
Other Public Safety Grants	0	6,530		

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
State of Tennessee (Cont.)			
Health and Welfare Grants			
Health Department Programs	\$ 0	\$ 584,612	
Emergency Medical Services Training Programs	0	14,400	
Public Works Grants			
Bridge Program	0	463,816	
State Aid Program	0	941,969	
Litter Program	0	28,479	
Other State Revenues			
Flood Control	0	4,010	
Resort District Sales Tax	0	260,027	
Beer Tax	0	17,752	
Vehicle Certificate of Title Fees	0	6,049	
Alcoholic Beverage Tax	0	61,364	
Opioid Settlement Funds - TN Abatement Council	0	63,998	
State Revenue Sharing - T.V.A.	0	1,567,897	
State Revenue Sharing - Telecommunications	0	17,581	
State Shared Sports Gaming Privilege Tax	0	25,183	
Contracted Prisoner Boarding	0	278,923	
Gasoline and Motor Fuel Tax	0	2,401,610	

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
State of Tennessee (Cont.)			
Other State Revenues (Cont.)			
Hybrid/Electric Vehicle Registration Fee	\$ 0	\$ 28,947	
Petroleum Special Tax	0	9,049	
Registrar's Salary Supplement	0	15,164	
Other State Grants	0	136,340	
Other State Revenues	0	14,488	
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 7,395,762</u>	
Federal Government			
Federal Through State			
Homeland Security Grants	\$ 0	\$ 21,265	
Law Enforcement Grants	0	22,206	
American Rescue Plan Act Grant #1	0	1,541,497	
American Rescue Plan Act Grant #2	0	3,000	
Other Federal through State	0	411,769	
Direct Federal Revenue			
Police Service (Lake Area)	0	9,120	
Forest Service	0	41,405	
American Rescue Plan Act Grant #7	0	273,359	
Total Federal Government	<u>\$ 0</u>	<u>\$ 2,323,621</u>	

(Continued)

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

	<u>Capital Projects Fund</u>		
	General Capital Projects		Total
Other Governments and Citizens Groups			
Other Governments			
Contributions	\$ 0	\$ 299,087	
Contracted Services	0	20,000	
Citizens Groups			
Donations	0	6,540	
Other			
Other	0	1,500	
Opioid Settlement Funds - Past Remediation	0	21,523	
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 348,650</u>	
Total	<u>\$ 654,846</u>	<u>\$ 23,978,994</u>	

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

Discretely Presented Stewart County School Department

For the Year Ended June 30, 2025

	Special Revenue Funds					Capital Projects Fund
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Local Taxes						
County Property Taxes						
Current Property Tax	\$ 178,312	\$ 0	\$ 0	\$ 0	\$ 207,147	\$ 385,459
Trustee's Collections - Prior Year	3,482	0	0	0	0	3,482
Circuit Clerk/Clerk and Master Collections - Prior Years	9,100	0	0	0	0	9,100
Interest and Penalty	822	0	0	0	279	1,101
Payments in-Lieu-of Taxes - T.V.A.	44	0	0	0	52	96
Payments in-Lieu-of Taxes - Local Utilities	14,272	0	0	0	16,651	30,923
County Local Option Taxes						
Local Option Sales Tax	2,023,564	0	0	0	0	2,023,564
Business Tax	25,080	0	0	0	0	25,080
Mixed Drink Tax	3,995	0	0	0	0	3,995
Statutory Local Taxes						
Bank Excise Tax	885	0	0	0	1,032	1,917
Total Local Taxes	\$ 2,259,556	\$ 0	\$ 0	\$ 0	\$ 225,161	\$ 2,484,717
Licenses and Permits						
Licenses						
Marriage Licenses	\$ 808	\$ 0	\$ 0	\$ 0	\$ 0	\$ 808
Total Licenses and Permits	\$ 808	\$ 0	\$ 0	\$ 0	\$ 0	\$ 808

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Charges for Current Services						
Education Charges						
Lunch Payments - Children	\$ 0	\$ 0	\$ 298	\$ 0	\$ 0	\$ 298
Lunch Payments - Adults	0	0	926	0	0	926
Income from Breakfast	0	0	12	0	0	12
A la Carte Sales	0	0	70,137	0	0	70,137
Receipts from Individual Schools	18,966	0	0	0	0	18,966
Other Charges for Services	28,800	0	8,162	0	0	36,962
Total Charges for Current Services	\$ 47,766	\$ 0	\$ 79,535	\$ 0	\$ 0	\$ 127,301
Other Local Revenues						
Recurring Items						
Investment Income	\$ 41,779	\$ 0	\$ 30,317	\$ 0	\$ 0	\$ 72,096
Sale of Gasoline	49,693	0	0	0	0	49,693
Miscellaneous Refunds	8,271	0	16,176	0	0	24,447
Nonrecurring Items						
Sale of Equipment	135	0	7,455	0	0	7,590
Sale of Property	6,060	0	0	0	0	6,060
Damages Recovered from Individuals	304	0	0	0	0	304
Contributions and Gifts	584	0	0	0	0	584

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

	Special Revenue Funds					Capital Projects Fund
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Other Local Revenues (Cont.)						
Other Local Revenues						
Other Local Revenues	\$ 52,121	\$ 0	\$ 0	\$ 831,708	\$ 0	\$ 883,829
Total Other Local Revenues	\$ 158,947	\$ 0	\$ 53,948	\$ 831,708	\$ 0	\$ 1,044,603
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	\$ 61,791	\$ 0	\$ 0	\$ 0	\$ 0	\$ 61,791
State Education Funds						
Tennessee Investment in Student Achievement	15,121,095	0	0	0	0	15,121,095
TISA - On-behalf Payments	35,744	0	0	0	0	35,744
Early Childhood Education	448,742	0	0	0	0	448,742
School Food Service	0	0	10,548	0	0	10,548
Other State Education Funds	174,429	0	0	0	0	174,429
Paid Parental Leave	30,663	0	0	0	0	30,663
Career Ladder Program	21,725	0	0	0	0	21,725
Other Vocational	219,164	0	0	0	0	219,164
Other State Revenues						
State Revenue Sharing - T.V.A.	1,700,000	0	0	0	0	1,700,000

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Other State Grants	\$ 33,634	\$ 0	\$ 0	\$ 0	\$ 0	\$ 33,634
Total State of Tennessee	\$ 17,846,987	\$ 0	\$ 10,548	\$ 0	\$ 0	\$ 17,857,535
Federal Government						
Federal Through State						
USDA School Lunch Program	\$ 0	\$ 0	\$ 817,657	\$ 0	\$ 0	\$ 817,657
USDA - Commodities	0	0	107,524	0	0	107,524
Breakfast	0	0	356,312	0	0	356,312
USDA - Other	0	0	56,153	0	0	56,153
USDA Food Service Equipment Grant	0	0	80,000	0	0	80,000
Vocational Education - Basic Grants to States	0	39,272	0	0	0	39,272
Title I Grants to Local Education Agencies	0	524,206	0	0	0	524,206
Special Education - Grants to States	0	557,646	0	0	0	557,646
Special Education Preschool Grants	0	22,806	0	0	0	22,806
Eisenhower Professional Development State Grants	0	73,149	0	0	0	73,149
COVID-19 Grant D	0	82,799	0	0	0	82,799
American Rescue Plan Act Grant #1	0	130,665	0	0	0	130,665
Other Federal through State	22,898	46,751	0	0	0	69,649

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

	Special Revenue Funds					Capital Projects Fund
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Federal Government (Cont.)						
Direct Federal Revenue						
Public Law 874 - Maintenance and Operation	\$ 193,017	\$ 0	\$ 0	\$ 0	\$ 0	\$ 193,017
Total Federal Government	\$ 215,915	\$ 1,477,294	\$ 1,417,646	\$ 0	\$ 0	\$ 3,110,855
Other Governments and Citizens Groups						
Other Governments						
Contributions	\$ 603,200	\$ 0	\$ 0	\$ 0	\$ 0	\$ 603,200
Contracted Services	76,264	0	0	0	0	76,264
Citizens Groups						
Donations	9,735	0	0	0	0	9,735
Other						
Other	12,733	0	0	0	0	12,733
Total Other Governments and Citizens Groups	\$ 701,932	\$ 0	\$ 0	\$ 0	\$ 0	\$ 701,932
Total	\$ 21,231,911	\$ 1,477,294	\$ 1,561,677	\$ 831,708	\$ 225,161	\$ 25,327,751

STEWART 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	\$ 30,275
Social Security	1,877
Employer Medicare	439
Audit Services	6,009
Dues and Memberships	1,700
Total County Commission	\$ 40,300

County Mayor/Executive

County Official/Administrative Officer	\$ 110,087
Secretary(ies)	44,078
Longevity Pay	1,150
Overtime Pay	599
Social Security	8,999
Pensions	15,981
Employee and Dependent Insurance	27,784
Life Insurance	215
Medical Insurance	101
Dental Insurance	174
Unemployment Compensation	21
Employer Medicare	2,105
Communication	6,747
Data Processing Services	23,017
Dues and Memberships	2,321
Postal Charges	2,657
Rentals	35
Travel	1,632
Office Supplies	5,653
In Service/Staff Development	600
Other Charges	2,689
Office Equipment	6,283
Total County Mayor/Executive	262,928

Election Commission

County Official/Administrative Officer	\$ 82,127
Part-time Personnel	30,026
Election Commission	7,275

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Election Workers	\$ 22,495
Social Security	6,615
Pensions	8,418
Employee and Dependent Insurance	20,282
Life Insurance	108
Dental Insurance	174
Unemployment Compensation	64
Employer Medicare	1,547
Communication	2,730
Data Processing Services	7,508
Legal Notices, Recording, and Court Costs	3,649
Maintenance and Repair Services - Buildings	19
Postal Charges	1,995
Printing, Stationery, and Forms	1,940
Rentals	679
Travel	1,103
Custodial Supplies	22
Office Supplies	868
In Service/Staff Development	100
Office Equipment	15,671
Voting Machines	3,410
Total Election Commission	\$ 218,825

Register of Deeds

County Official/Administrative Officer	\$ 91,252
Deputy(ies)	58,830
Longevity Pay	350
Social Security	8,760
Pensions	15,419
Employee and Dependent Insurance	24,765
Life Insurance	323
Medical Insurance	51
Dental Insurance	349
Unemployment Compensation	42
Employer Medicare	2,049
Communication	3,331

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

Register of Deeds (Cont.)

Dues and Memberships	\$ 833
Maintenance Agreements	411
Postal Charges	500
Office Supplies	3,957
Other Charges	7,597
Office Equipment	1,000
Total Register of Deeds	\$ 219,819

County Buildings

Clerical Personnel	\$ 31,061
Custodial Personnel	45,212
Maintenance Personnel	158,456
Part-time Personnel	1,369
Longevity Pay	3,100
Social Security	13,361
Pensions	24,030
Employee and Dependent Insurance	60,978
Life Insurance	711
Medical Insurance	274
Dental Insurance	673
Unemployment Compensation	159
Employer Medicare	3,125
Communication	4,864
Contracts with Private Agencies	6,105
Data Processing Services	16,973
Licenses	41
Maintenance Agreements	5,574
Maintenance and Repair Services - Buildings	14,291
Maintenance and Repair Services - Vehicles	6,050
Medical and Dental Services	48
Pest Control	1,244
Rentals	23,721
Towing Services	100
Permits	55
Custodial Supplies	6,608
Electricity	51,218

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Food Supplies	\$ 119
Gasoline	4,525
Office Supplies	553
Tires and Tubes	1,853
Water and Sewer	6,582
Principal on Notes	9,190
Interest on Notes	3,640
Maintenance Equipment	903
Motor Vehicles	16,500
Other Equipment	1,014
Total County Buildings	\$ 524,280

Other General Administration

Accounting Services	\$ 1,258
Contracts with Private Agencies	150
Legal Services	21,835
Legal Notices, Recording, and Court Costs	5,010
Duplicating Supplies	550
Other Charges	14,521
Total Other General Administration	43,324

Preservation of Records

Office Supplies	\$ 1,311
Other Charges	1,703
Total Preservation of Records	3,014

Finance

Accounting and Budgeting

Accountants/Bookkeepers	\$ 128,272
Longevity Pay	1,200
Social Security	7,310
Pensions	13,271
Employee and Dependent Insurance	31,925
Life Insurance	215
Medical Insurance	101
Dental Insurance	349

(Continued)

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

Finance (Cont.)

Accounting and Budgeting (Cont.)

Unemployment Compensation	\$ 42
Employer Medicare	1,710
Dues and Memberships	300
Travel	104
Office Supplies	485
Total Accounting and Budgeting	\$ 185,284

Property Assessor's Office

County Official/Administrative Officer	\$ 91,252
Deputy(ies)	96,410
Longevity Pay	1,100
Board and Committee Members Fees	390
Social Security	10,470
Pensions	19,348
Employee and Dependent Insurance	54,102
Life Insurance	430
Medical Insurance	203
Dental Insurance	698
Unemployment Compensation	63
Employer Medicare	2,449
Communication	2,737
Contracts with Private Agencies	17,962
Data Processing Services	6,022
Dues and Memberships	1,700
Legal Notices, Recording, and Court Costs	144
Maintenance and Repair Services - Vehicles	500
Postal Charges	1,715
Travel	73
Gasoline	774
Office Supplies	631
In Service/Staff Development	600
Other Charges	1,717
Office Equipment	662
Total Property Assessor's Office	312,152

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office

County Official/Administrative Officer	\$ 91,252
Deputy(ies)	100,825
Longevity Pay	1,500
Social Security	11,186
Pensions	19,842
Employee and Dependent Insurance	34,525
Life Insurance	430
Medical Insurance	152
Dental Insurance	523
Unemployment Compensation	63
Employer Medicare	2,616
Communication	4,780
Data Processing Services	18,525
Dues and Memberships	853
Legal Notices, Recording, and Court Costs	288
Postal Charges	4,219
Travel	2,318
Data Processing Supplies	2,562
Office Supplies	1,487
In Service/Staff Development	775
Other Charges	2,244
Office Equipment	7,961
Total County Trustee's Office	\$ 308,926

County Clerk's Office

County Official/Administrative Officer	\$ 91,252
Deputy(ies)	106,914
Longevity Pay	500
Social Security	11,774
Pensions	20,363
Employee and Dependent Insurance	39,136
Life Insurance	466
Medical Insurance	55
Dental Insurance	364
Unemployment Compensation	106
Employer Medicare	2,754

(Continued)

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

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Communication	\$ 3,683
Contracts with Private Agencies	2,648
Data Processing Services	11,061
Dues and Memberships	833
Legal Notices, Recording, and Court Costs	975
Medical and Dental Services	144
Postal Charges	9,039
Travel	4,759
Office Supplies	4,456
In Service/Staff Development	625
Other Charges	600
Office Equipment	<u>6,643</u>
Total County Clerk's Office	\$ 319,150

Data Processing

Data Processing Personnel	\$ 48,328
Longevity Pay	50
Social Security	2,830
Pensions	4,959
Employee and Dependent Insurance	7,502
Life Insurance	108
Medical Insurance	51
Dental Insurance	174
Unemployment Compensation	21
Employer Medicare	662
Communication	495
Data Processing Supplies	67
Office Supplies	<u>16</u>
Total Data Processing	65,263

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$ 91,252
Deputy(ies)	46,025
Part-time Personnel	23,168
Longevity Pay	1,050

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Jury and Witness Expense	\$ 6,922
Social Security	9,721
Pensions	14,178
Employee and Dependent Insurance	13,146
Life Insurance	233
Medical Insurance	97
Dental Insurance	160
Unemployment Compensation	61
Employer Medicare	2,274
Communication	6,306
Contracts with Private Agencies	1,324
Data Processing Services	14,643
Dues and Memberships	920
Legal Notices, Recording, and Court Costs	1,188
Postal Charges	2,784
Travel	1,311
Food Supplies	431
Office Supplies	2,813
In Service/Staff Development	525
Other Charges	2,821
Office Equipment	6,985
Total Circuit Court	\$ 250,338

General Sessions Judge

Judge(s)	\$ 113,607
Other Per Diem and Fees	21,760
Social Security	8,024
Pensions	12,777
Employee and Dependent Insurance	17,263
Life Insurance	108
Medical Insurance	51
Unemployment Compensation	47
Employer Medicare	1,877
Communication	11
Dues and Memberships	1,190
Travel	1,492

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Office Supplies	\$	600
In Service/Staff Development		408
Total General Sessions Judge		\$ 179,215

General Sessions Court Clerk

Deputy(ies)	\$	81,141
Longevity Pay		250
Overtime Pay		1,894
Social Security		5,163
Pensions		8,537
Life Insurance		278
Medical Insurance		8
Unemployment Compensation		117
Employer Medicare		1,208
Communication		3,823
Contracts with Private Agencies		1,324
Data Processing Services		7,082
Dues and Memberships		88
Medical and Dental Services		144
Postal Charges		2,007
Office Supplies		3,933
Other Charges		938
Office Equipment		986
Total General Sessions Court Clerk		118,921

Chancery Court

County Official/Administrative Officer	\$	91,252
Deputy(ies)		56,397
Longevity Pay		400
Social Security		8,787
Pensions		15,175
Employee and Dependent Insurance		18,521
Life Insurance		290
Medical Insurance		8
Dental Insurance		29
Unemployment Compensation		28

(Continued)

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

Administration of Justice (Cont.)

Chancery Court (Cont.)

Employer Medicare	\$ 2,055
Communication	3,242
Data Processing Services	8,160
Dues and Memberships	908
Legal Notices, Recording, and Court Costs	2,272
Medical and Dental Services	48
Postal Charges	5,250
Office Supplies	1,840
Other Charges	600
Office Equipment	1,414
Total Chancery Court	\$ 216,676

Juvenile Court

Youth Service Officer(s)	\$ 136,765
Clerical Personnel	28,691
Longevity Pay	2,100
Overtime Pay	1,139
Other Salaries and Wages	19,425
Social Security	10,901
Pensions	19,282
Employee and Dependent Insurance	29,257
Life Insurance	430
Medical Insurance	203
Dental Insurance	698
Unemployment Compensation	84
Employer Medicare	2,549
Communication	5,963
Contracts with Private Agencies	1,789
Dues and Memberships	120
Maintenance and Repair Services - Buildings	1,795
Maintenance and Repair Services - Vehicles	767
Pest Control	382
Postal Charges	314
Travel	1,344
Custodial Supplies	1,411
Food Supplies	1,031

(Continued)

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

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Gasoline	\$ 816
Office Supplies	4,355
Workers' Compensation Insurance	42
In Service/Staff Development	480
Other Charges	6,070
Furniture and Fixtures	1,097
Office Equipment	60
Total Juvenile Court	\$ 279,360

District Attorney General

Other Contracted Services	\$ 2,585
Total District Attorney General	2,585

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$ 100,377
Deputy(ies)	591,222
Investigator(s)	96,428
Sergeant(s)	149,968
Salary Supplements	37,600
Clerical Personnel	93,129
Part-time Personnel	92,812
School Resource Officer	231,378
Longevity Pay	10,100
Overtime Pay	94,360
Other Salaries and Wages	18,778
Social Security	87,216
Pensions	143,720
Employee and Dependent Insurance	229,663
Life Insurance	2,751
Medical Insurance	802
Dental Insurance	2,952
Unemployment Compensation	782
Employer Medicare	20,691
Communication	22,568
Data Processing Services	3,953

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Sheriff's Department (Cont.)

Dues and Memberships	\$ 2,530
Legal Notices, Recording, and Court Costs	192
Licenses	102
Maintenance Agreements	7,366
Maintenance and Repair Services - Vehicles	84,508
Medical and Dental Services	1,389
Postal Charges	1,608
Towing Services	3,299
Travel	11,233
Animal Food and Supplies	5,389
Food Supplies	214
Gasoline	86,622
Law Enforcement Supplies	5,173
Office Supplies	37
Tires and Tubes	21,523
Uniforms	13,390
In Service/Staff Development	4,597
Other Charges	2,064
Law Enforcement Equipment	19,478
Motor Vehicles	13,360
Office Equipment	4,141
Other Equipment	403
Total Sheriff's Department	\$ 2,319,868

Jail

Supervisor/Director	\$ 55,258
Guards	1,047,726
Longevity Pay	6,250
Overtime Pay	38,027
Social Security	68,347
Pensions	117,594
Employee and Dependent Insurance	116,594
Life Insurance	3,019
Medical Insurance	679
Dental Insurance	2,544
Unemployment Compensation	812

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Jail (Cont.)

Employer Medicare	\$ 15,984
Contracts with Private Agencies	317,996
Maintenance Agreements	28,574
Maintenance and Repair Services - Buildings	47,087
Maintenance and Repair Services - Equipment	5,010
Medical and Dental Services	94,503
Pest Control	540
Travel	4,229
Custodial Supplies	14,026
Drugs and Medical Supplies	25,194
Electricity	59,727
Food Supplies	395
Office Supplies	3,422
Propane Gas	34,295
Uniforms	7,178
Water and Sewer	28,267
In Service/Staff Development	600
Other Charges	1,571
Furniture and Fixtures	7,704
Office Equipment	2,141
Other Equipment	2,793
Total Jail	\$ 2,158,086

Fire Prevention and Control

Contributions	\$ 139,000
Total Fire Prevention and Control	139,000

Other Emergency Management

Supervisor/Director	\$ 67,760
Dispatchers/Radio Operators	316,153
Part-time Personnel	44,496
Longevity Pay	4,800
Overtime Pay	52,545
Social Security	28,166
Pensions	46,741
Employee and Dependent Insurance	76,980

(Continued)

STEWART COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Fund (Cont.)****Public Safety (Cont.)****Other Emergency Management (Cont.)**

Life Insurance	\$ 968
Medical Insurance	456
Dental Insurance	1,221
Unemployment Compensation	245
Employer Medicare	6,587
Communication	8,752
Contracts with Private Agencies	13,050
Dues and Memberships	110
Licenses	190
Maintenance and Repair Services - Buildings	92
Maintenance and Repair Services - Equipment	2,315
Maintenance and Repair Services - Vehicles	1,960
Medical and Dental Services	48
Travel	1,650
Custodial Supplies	16
Electricity	4,961
Food Supplies	61
Gasoline	1,181
Office Supplies	1,480
Propane Gas	240
In Service/Staff Development	780
Other Charges	2,351
Communication Equipment	52,833
Other Equipment	21,265
Total Other Emergency Management	\$ 760,453

County Coroner/Medical Examiner

Other Salaries and Wages	\$ 9,144
Social Security	544
Pensions	937
Unemployment Compensation	2
Employer Medicare	127
Medical and Dental Services	49,162
Travel	1,730
Other Contracted Services	12,000
Office Supplies	304
In Service/Staff Development	875
Total County Coroner/Medical Examiner	\$ 74,825

(Continued)

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

General Fund (Cont.)

Public Health and Welfare

Local Health Center

Advertising	\$ 485
Communication	11,791
Dues and Memberships	485
Maintenance and Repair Services - Buildings	2,602
Maintenance and Repair Services - Equipment	329
Pest Control	382
Postal Charges	120
Rentals	1,075
Disposal Fees	2,437
Other Contracted Services	7,194
Food Supplies	187
Office Supplies	234
Propane Gas	273
Uniforms	479
Furniture and Fixtures	210
Office Equipment	625
Total Local Health Center	\$ 28,908

Rabies and Animal Control

Contributions	\$ 10,000
Total Rabies and Animal Control	10,000

Ambulance/Emergency Medical Services

Supervisor/Director	\$ 79,177
Medical Personnel	834,369
Salary Supplements	14,400
Secretary(ies)	24,086
Longevity Pay	8,850
Overtime Pay	443,881
Other Salaries and Wages	4,584
Social Security	81,953
Pensions	137,266
Employee and Dependent Insurance	218,552
Life Insurance	2,106
Medical Insurance	692
Dental Insurance	2,719

(Continued)

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

Unemployment Compensation	\$ 624
Employer Medicare	19,166
Advertising	192
Communication	11,119
Debt Collection Services	57,656
Dues and Memberships	455
Licenses	2,020
Maintenance Agreements	1,887
Maintenance and Repair Services - Buildings	2,963
Maintenance and Repair Services - Equipment	15,221
Maintenance and Repair Services - Vehicles	18,788
Medical and Dental Services	336
Pest Control	1,146
Postal Charges	56
Towing Services	200
Travel	1,056
Tuition	4,765
Disposal Fees	8,969
Custodial Supplies	1,233
Diesel Fuel	12,957
Drugs and Medical Supplies	33,617
Electricity	15,560
Food Supplies	636
Gasoline	23,221
Office Supplies	823
Propane Gas	3,736
Tires and Tubes	6,074
Uniforms	2,801
Water and Sewer	2,672
Refunds	2,199
In Service/Staff Development	1,922
Fines, Assessments, and Penalties	19,760
Other Charges	2,905
Building Improvements	16,202
Communication Equipment	93
Furniture and Fixtures	4,656

(Continued)

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

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Motor Vehicles	\$ 258,307
Other Equipment	<u>3,492</u>
Total Ambulance/Emergency Medical Services	\$ 2,412,120

Alcohol and Drug Programs

Contributions	\$ 8,000
Other Supplies and Materials	<u>2,855</u>
Total Alcohol and Drug Programs	10,855

Other Local Health Services

Consultants	\$ 43,204
Engineering Services	15,000
Building Improvements	327,459
Other Construction	<u>1,498,292</u>
Total Other Local Health Services	1,883,955

Waste Pickup

Disposal Fees	\$ 977
Other Contracted Services	21,060
Instructional Supplies and Materials	4,814
Other Supplies and Materials	<u>1,384</u>
Total Waste Pickup	28,235

Other Public Health and Welfare

Social Workers	\$ 54,219
Medical Personnel	230,888
Clerical Personnel	89,968
Custodial Personnel	35,110
Longevity Pay	4,300
Bonus Payments	8,814
Social Security	24,908
Pensions	39,024
Employee and Dependent Insurance	51,950
Life Insurance	968
Medical Insurance	304
Dental Insurance	1,047

(Continued)

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

Public Health and Welfare (Cont.)

Other Public Health and Welfare (Cont.)

Unemployment Compensation	\$ 189
Employer Medicare	5,825
Printing, Stationery, and Forms	1,680
Travel	2,159
Other Contracted Services	28,800
Office Supplies	1,185
Liability Insurance	161
Workers' Compensation Insurance	3,111
Total Other Public Health and Welfare	\$ 584,610

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contributions	\$ 21,000
Total Senior Citizens Assistance	21,000

Libraries

County Official/Administrative Officer	\$ 55,012
Assistant(s)	42,070
Librarians	77,470
Longevity Pay	1,050
Overtime Pay	3,040
Social Security	10,780
Pensions	15,107
Employee and Dependent Insurance	11,773
Life Insurance	400
Medical Insurance	30
Dental Insurance	102
Unemployment Compensation	166
Employer Medicare	2,521
Communication	5,216
Dues and Memberships	315
Legal Notices, Recording, and Court Costs	112
Maintenance Agreements	1,340
Maintenance and Repair Services - Buildings	982
Medical and Dental Services	96
Pest Control	382

(Continued)

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

Social, Cultural, and Recreational Services (Cont.)

Libraries (Cont.)

Rentals	\$ 360
Travel	1,360
Custodial Supplies	1,954
Electricity	6,216
Library Books/Media	25,674
Office Supplies	5,071
Propane Gas	4,092
Other Supplies and Materials	1,200
Other Charges	2,000
Office Equipment	6,825
Other Equipment	5,308
Total Libraries	\$ 288,024

Parks and Fair Boards

Consultants	\$ 20,000
Engineering Services	104,359
Pipe	2,651
Total Parks and Fair Boards	127,010

Other Social, Cultural, and Recreational

Supervisor/Director	\$ 29,267
Teachers	9,712
Paraprofessionals	18,542
Longevity Pay	1,300
Social Security	3,478
Pensions	3,567
Employee and Dependent Insurance	7,512
Life Insurance	108
Medical Insurance	51
Dental Insurance	174
Unemployment Compensation	94
Employer Medicare	814
Medical and Dental Services	96
Instructional Supplies and Materials	3,234
Workers' Compensation Insurance	78
Total Other Social, Cultural, and Recreational	78,027

(Continued)

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

General Fund (Cont.)

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$ 81,735
Communication	2,489
Contributions	2,300
Dues and Memberships	380
Office Equipment	4,000
Total Agricultural Extension Service	\$ 90,904

Soil Conservation

Secretary(ies)	\$ 30,452
Longevity Pay	150
Social Security	1,387
Pensions	3,137
Employee and Dependent Insurance	20,282
Life Insurance	108
Medical Insurance	51
Dental Insurance	174
Unemployment Compensation	21
Employer Medicare	324
Postal Charges	73
Office Supplies	925
Total Soil Conservation	57,084

Other Operations

Tourism

Contributions	\$ 800
Total Tourism	800

Tourism - Resort District

Part-time Personnel	\$ 27,884
Social Security	1,729
Unemployment Compensation	41
Employer Medicare	404
Communication	1,918
Contracts with Private Agencies	1,875
Contributions	30,400
Dues and Memberships	500

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Tourism - Resort District (Cont.)

Maintenance and Repair Services - Buildings	\$ 11,002
Maintenance and Repair Services - Equipment	325
Pest Control	480
Custodial Supplies	3,382
Electricity	21,351
Food Supplies	497
Office Supplies	502
Road Signs	100
Water and Sewer	1,672
Other Charges	222
Furniture and Fixtures	728
Office Equipment	295
Total Tourism - Resort District	\$ 105,307

Other Economic and Community Development

Consultants	\$ 3,000
Contributions	2,000
Engineering Services	19,659
Other Equipment	48,101
Total Other Economic and Community Development	72,760

Veterans' Services

Supervisor/Director	\$ 43,192
Part-time Personnel	15,431
Longevity Pay	450
Social Security	3,470
Pensions	5,095
Employee and Dependent Insurance	7,502
Life Insurance	127
Medical Insurance	63
Dental Insurance	189
Unemployment Compensation	58
Employer Medicare	812
Communication	944
Legal Notices, Recording, and Court Costs	501
Maintenance and Repair Services - Buildings	175

(Continued)

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

General Fund (Cont.)

Other Operations (Cont.)

Veterans' Services (Cont.)

Medical and Dental Services	\$ 48
Postal Charges	157
Travel	2,483
Food Supplies	38
Office Supplies	545
Other Charges	2,342
Office Equipment	2,082
Total Veterans' Services	\$ 85,704

Other Charges

Remittance of Revenue Collected	\$ 49,584
Liability Insurance	171,262
Premiums on Corporate Surety Bonds	2,581
Refunds	32,555
Trustee's Commission	181,362
Workers' Compensation Insurance	75,576
Total Other Charges	512,920

Miscellaneous

Contributions	\$ 168,945
Dues and Memberships	6,708
Land	166,129
Total Miscellaneous	341,782

Total General Fund

\$ 15,742,597

Drug Control Fund

Public Safety

Drug Enforcement

Data Processing Services	\$ 680
Towing Services	1,402
Animal Food and Supplies	2,720
In Service/Staff Development	600
Other Charges	551
Law Enforcement Equipment	14,353
Motor Vehicles	94,174
Total Drug Enforcement	\$ 114,480

(Continued)

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

Highways (Cont.)

Highway and Bridge Maintenance

Foremen	\$ 106,809
Equipment Operators - Heavy	207,991
Equipment Operators - Light	253,914
Truck Drivers	211,689
Laborers	108,673
Other Contracted Services	226,503
Asphalt - Cold Mix	1,200
Asphalt - Hot Mix	94,478
Asphalt - Liquid	202,685
Concrete	2,819
Crushed Stone	261,011
Fertilizer, Lime, and Seed	47
Ice	1,121
Riprap	11,477
Pipe - Metal	86,318
Road Signs	3,128
Salt	18,322
Wood Products	410
Total Highway and Bridge Maintenance	\$ 1,798,595

Operation and Maintenance of Equipment

Foremen	\$ 57,853
Laborers	43,024
Freight Expenses	3,228
Licenses	123
Maintenance and Repair Services - Equipment	40,441
Rentals	659
Disposal Fees	1,711
Other Contracted Services	2,250
Diesel Fuel	70,458
Equipment and Machinery Parts	65,124
Food Supplies	988
Garage Supplies	9,681
Gasoline	32,585
Lubricants	7,572
Propane Gas	4,222
Tires and Tubes	34,641
Total Operation and Maintenance of Equipment	374,560

(Continued)

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

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Other Charges

Building and Contents Insurance	\$ 6,555
Liability Insurance	51,566
Trustee's Commission	31,693
Vehicle and Equipment Insurance	31,070
Workers' Compensation Insurance	34,257
Other Charges	480
Total Other Charges	\$ 155,621

Employee Benefits

Longevity Pay	\$ 13,150
Social Security	69,652
Pensions	110,213
Employee and Dependent Insurance	893
Life Insurance	2,516
Medical Insurance	226,235
Dental Insurance	3,444
Unemployment Compensation	6,281
Employer Medicare	16,290
Total Employee Benefits	448,674

Capital Outlay

Engineering Services	\$ 42,360
Bridge Construction	430,649
Communication Equipment	425
Highway Construction	46,350
Highway Equipment	997,292
Office Equipment	1,898
State Aid Projects	921,020
Total Capital Outlay	2,439,994

Total Highway/Public Works Fund

\$ 5,454,298

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$ 314,293
Principal on Notes	230,403
Total General Government	\$ 544,696

(Continued)

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

General Debt Service Fund (Cont.)

Principal on Debt (Cont.)

Education

Principal on Bonds	\$ 620,707
Principal on Notes	122,499
Principal on Other Loans	<u>38,964</u>
Total Education	\$ 782,170

Interest on Debt

General Government

Interest on Bonds	\$ 157,580
Interest on Notes	<u>36,786</u>
Total General Government	194,366

Education

Interest on Bonds	\$ 94,999
Interest on Notes	15,598
Interest on Other Loans	<u>1,248</u>
Total Education	111,845

Other Debt Service

General Government

Trustee's Commission	\$ 21,983
Other Debt Service	<u>600</u>
Total General Government	<u>22,583</u>

Total General Debt Service Fund

\$ 1,655,660

General Capital Projects Fund

Capital Projects

General Administration Projects

Building Construction	\$ 95,972
Total General Administration Projects	\$ 95,972

Public Safety Projects

Trustee's Commission	\$ 12,730
Building Construction	47,472
Motor Vehicles	<u>105,062</u>
Total Public Safety Projects	165,264

(Continued)

STEWART COUNTY, TENNESSEE**Schedule of Detailed Expenditures -****All Governmental Fund Types (Cont.)****General Capital Projects Fund (Cont.)****Capital Projects (Cont.)****Public Health and Welfare Projects**

Motor Vehicles

\$ 81,553

Total Public Health and Welfare Projects

\$ 81,553

Education Capital Projects

Contributions

\$ 385,000

Total Education Capital Projects

385,000

Total General Capital Projects Fund

\$ 727,789

Total Governmental Funds - Primary Government

\$ 23,707,420

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

Discretely Presented Stewart County School Department
For the Year Ended June 30, 2025

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 5,779,747
Career Ladder Program	12,500
Educational Assistants	402,040
Other Salaries and Wages	43,072
Non-certified Substitute Teachers	56,030
Social Security	366,071
Pensions	420,736
Medical Insurance	946,115
Unemployment Compensation	3,138
Employer Medicare	86,699
Instructional Supplies and Materials	58,373
Textbooks - Bound	70,841
Other Supplies and Materials	368
TISA - On-behalf Payments	28,529
Other Charges	1,122
Regular Instruction Equipment	112,317
Total Regular Instruction Program	\$ 8,387,698

Alternative Instruction Program

Teachers	\$ 56,300
Social Security	3,201
Pensions	4,504
Medical Insurance	16,000
Unemployment Compensation	21
Employer Medicare	749
Maintenance and Repair Services - Equipment	433
Instructional Supplies and Materials	444
Other Supplies and Materials	550
Total Alternative Instruction Program	82,202

Special Education Program

Teachers	\$ 655,951
Career Ladder Program	1,000
Educational Assistants	18,383

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Social Security	\$ 39,549
Pensions	45,565
Medical Insurance	122,426
Unemployment Compensation	367
Employer Medicare	9,249
Instructional Supplies and Materials	3,184
Other Supplies and Materials	4,927
TISA - On-behalf Payments	7,215
Special Education Equipment	1,494
Total Special Education Program	\$ 909,310

Career and Technical Education Program

Teachers	\$ 545,366
Career Ladder Program	500
Social Security	29,229
Pensions	35,730
Medical Insurance	106,243
Unemployment Compensation	227
Employer Medicare	7,392
Instructional Supplies and Materials	43,171
In Service/Staff Development	33
Vocational Instruction Equipment	7,226
Other Equipment	6,843
Total Career and Technical Education Program	781,960

Support Services

Attendance

Supervisor/Director	\$ 55,080
Social Security	3,389
Pensions	3,503
Unemployment Compensation	13
Employer Medicare	793
Travel	287
Other Contracted Services	11,527
Other Supplies and Materials	616
In Service/Staff Development	1,318
Total Attendance	76,526

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Health Services

Supervisor/Director	\$ 79,200
Medical Personnel	109,964
Social Security	10,780
Pensions	13,279
Medical Insurance	44,437
Unemployment Compensation	128
Employer Medicare	2,521
Travel	962
Other Contracted Services	17,996
Drugs and Medical Supplies	3,995
Other Supplies and Materials	9,387
In Service/Staff Development	96
Other Charges	499
Health Equipment	2,487
Total Health Services	\$ 295,731

Other Student Support

Career Ladder Program	\$ 1,000
Guidance Personnel	272,275
Secretary(ies)	18,753
School Resource Officer	2,520
Social Security	17,752
Pensions	20,433
Medical Insurance	17,365
Unemployment Compensation	126
Employer Medicare	4,152
Contracts with Government Agencies	55,000
Internet Connectivity	213,200
Travel	1,308
Other Contracted Services	7,815
Other Supplies and Materials	31,834
In Service/Staff Development	4,512
Total Other Student Support	\$ 668,045

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program

Supervisor/Director	\$ 99,162
Career Ladder Program	1,000
Librarians	239,386
Secretary(ies)	35,406
Social Security	21,871
Pensions	25,981
Medical Insurance	62,148
Unemployment Compensation	127
Employer Medicare	5,115
Travel	3,185
Library Books/Media	13,891
In Service/Staff Development	760
Total Regular Instruction Program	\$ 508,032

Special Education Program

Supervisor/Director	\$ 81,675
Psychological Personnel	73,063
Social Security	8,967
Pensions	9,841
Medical Insurance	25,503
Unemployment Compensation	42
Employer Medicare	2,097
Other Contracted Services	109,215
Total Special Education Program	310,403

Technology

Supervisor/Director	\$ 51,913
Data Processing Personnel	162,908
Maintenance Personnel	4,024
Social Security	12,906
Pensions	20,000
Medical Insurance	39,936
Unemployment Compensation	86
Employer Medicare	3,018
Maintenance and Repair Services - Equipment	9,671

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Internet Connectivity	\$ 46,750
Other Contracted Services	2,880
Data Processing Equipment	2,459
Regular Instruction Equipment	<u>5,418</u>
Total Technology	\$ 361,969

Other Programs

On-behalf Payments to OPEB	\$ 61,791
Total Other Programs	61,791

Board of Education

Secretary to Board	\$ 3,000
Board and Committee Members Fees	19,560
Social Security	1,399
Pensions	307
Unemployment Compensation	2
Employer Medicare	327
Audit Services	13,500
Dues and Memberships	7,755
Legal Services	19,700
Other Contracted Services	6,237
Other Supplies and Materials	3,948
Premiums on Corporate Surety Bonds	3,170
Trustee's Commission	63,707
Workers' Compensation Insurance	156,584
In Service/Staff Development	16,205
Criminal Investigation of Applicants - TBI	483
Other Charges	<u>1,643</u>
Total Board of Education	317,527

Director of Schools

County Official/Administrative Officer	\$ 118,724
Secretary(ies)	37,474
Social Security	9,418
Pensions	11,392

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Medical Insurance	\$ 14,791
Unemployment Compensation	40
Employer Medicare	2,203
Communication	52,260
Postal Charges	196
Travel	5,150
Other Contracted Services	2,000
Other Charges	43,258
Total Director of Schools	\$ 296,906

Office of the Principal

Principals	\$ 342,900
Career Ladder Program	1,000
Accountants/Bookkeepers	128,106
Assistant Principals	316,900
Secretary(ies)	117,152
Other Salaries and Wages	59,397
Social Security	56,699
Pensions	71,595
Medical Insurance	144,274
Unemployment Compensation	420
Employer Medicare	13,260
Other Supplies and Materials	38
Other Charges	37,895
Total Office of the Principal	1,289,636

Fiscal Services

Accountants/Bookkeepers	\$ 73,989
Clerical Personnel	72,977
Social Security	8,359
Pensions	15,064
Medical Insurance	27,898
Unemployment Compensation	84
Employer Medicare	1,955
Data Processing Services	26,843

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Travel	\$ 125
Office Supplies	<u>1,315</u>
Total Fiscal Services	\$ 228,609

Operation of Plant

Pest Control	\$ 4,620
Disposal Fees	11,870
Other Contracted Services	542,479
Electricity	565,633
Natural Gas	149,237
Water and Sewer	85,821
Other Supplies and Materials	541
Boiler Insurance	4,840
Building and Contents Insurance	274,991
Other Charges	<u>1,130</u>
Total Operation of Plant	1,641,162

Maintenance of Plant

Supervisor/Director	\$ 66,577
Maintenance Personnel	222,628
Social Security	17,412
Pensions	29,644
Medical Insurance	24,167
Unemployment Compensation	126
Employer Medicare	4,072
Maintenance and Repair Services - Buildings	422,058
Maintenance and Repair Services - Equipment	166,914
Other Contracted Services	5,532
Other Supplies and Materials	8,399
Administration Equipment	<u>47,865</u>
Total Maintenance of Plant	1,015,394

Transportation

Supervisor/Director	\$ 70,928
Mechanic(s)	156,635

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Bus Drivers	\$ 839,080
Social Security	61,466
Pensions	76,662
Medical Insurance	69,621
Unemployment Compensation	1,090
Employer Medicare	15,106
Contracts with Private Agencies	5,225
Travel	1,452
Diesel Fuel	195,055
Gasoline	67,934
Lubricants	12,151
Tires and Tubes	55,298
Vehicle Parts	196,088
Other Supplies and Materials	1,845
Vehicle and Equipment Insurance	45,967
In Service/Staff Development	1,074
Other Charges	176,481
Transportation Equipment	<u>136,676</u>
Total Transportation	\$ 2,185,834

Operation of Non-Instructional Services

Food Service

Food Supplies	\$ 13,815
Total Food Service	13,815

Community Services

Supervisor/Director	\$ 27,524
Social Security	1,706
Unemployment Compensation	21
Employer Medicare	399
Other Supplies and Materials	750
Other Charges	221
Other Equipment	<u>1,000</u>
Total Community Services	31,621

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education

Supervisor/Director	\$ 36,720
Teachers	204,455
Educational Assistants	111,397
Social Security	21,168
Pensions	20,860
Medical Insurance	30,198
Unemployment Compensation	300
Employer Medicare	4,951
Food Supplies	3,057
Instructional Supplies and Materials	2,850
Other Supplies and Materials	9,695
In Service/Staff Development	2,298
Other Equipment	19,823
Total Early Childhood Education	\$ 467,772

Capital Outlay

Regular Capital Outlay

Building Construction	\$ 568,148
Building Improvements	670,215
Motor Vehicles	290,815
Total Regular Capital Outlay	\$ 1,529,178

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$ 76,087
Total Education	\$ 76,087

Total General Purpose School Fund \$ 21,537,208

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$ 126,272
Educational Assistants	97,067
Other Salaries and Wages	64,930

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Social Security	\$ 17,412
Pensions	12,426
Medical Insurance	15,796
Unemployment Compensation	190
Employer Medicare	4,072
Instructional Supplies and Materials	78,753
Software	91,364
Other Charges	904
Regular Instruction Equipment	3,135
Total Regular Instruction Program	\$ 512,321

Special Education Program

Teachers	\$ 53,402
Educational Assistants	310,629
Speech Pathologist	102,244
Social Security	28,227
Pensions	22,265
Medical Insurance	32,704
Unemployment Compensation	535
Employer Medicare	6,601
Instructional Supplies and Materials	5,782
Other Supplies and Materials	364
Special Education Equipment	523
Total Special Education Program	563,276

Career and Technical Education Program

Instructional Supplies and Materials	\$ 1,119
Software	3,306
Other Supplies and Materials	11,279
Vocational Instruction Equipment	12,757
Total Career and Technical Education Program	28,461

Support Services

Other Student Support

Other Salaries and Wages	\$ 4,800
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(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Social Security	\$	298
Pensions		325
Employer Medicare		70
Other Supplies and Materials		15,898
In Service/Staff Development		3,823
Other Charges		6,000
Total Other Student Support		\$ 31,214

Regular Instruction Program

Supervisor/Director	\$	47,250
Instructional Coaches		66,466
Other Salaries and Wages		16,050
Social Security		7,734
Pensions		8,263
Medical Insurance		18,477
Unemployment Compensation		30
Employer Medicare		1,809
Travel		664
Other Contracted Services		72,800
Other Supplies and Materials		1,217
In Service/Staff Development		42,829
Other Charges		295
Total Regular Instruction Program		283,884

Special Education Program

Contracts with Private Agencies	\$	4,047
Evaluation and Testing		4,923
Travel		1,159
In Service/Staff Development		2,896
Other Equipment		4,150
Total Special Education Program		17,175

Career and Technical Education Program

In Service/Staff Development	\$	1,662
Total Career and Technical Education Program		1,662

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Operation of Plant

Plant Operation Equipment	\$ 39,301
Total Operation of Plant	<u>\$ 39,301</u>
Total School Federal Projects Fund	\$ 1,477,294

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 86,400
Clerical Personnel	39,349
Cafeteria Personnel	463,331
Other Salaries and Wages	2,198
Social Security	35,639
Pensions	37,329
Medical Insurance	41,503
Unemployment Compensation	746
Employer Medicare	8,335
Advertising	336
Dues and Memberships	723
Licenses	320
Maintenance and Repair Services - Equipment	10,465
Travel	5,013
Disposal Fees	10,246
Other Contracted Services	12,325
Food Preparation Supplies	41,482
Food Supplies	570,575
Office Supplies	926
Uniforms	2,336
Chemicals	8,930
USDA - Commodities	107,524
Other Supplies and Materials	4,841
In Service/Staff Development	2,310
Other Charges	796
Food Service Equipment	291,302
Total Food Service	<u>\$ 1,785,280</u>
Total Central Cafeteria Fund	1,785,280

(Continued)

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

Discretely Presented Stewart County School Department (Cont.)

Internal School Fund

Operation of Non-Instructional Services

Community Services

Other Charges

\$ 795,344

Total Community Services

\$ 795,344

Total Internal School Fund

\$ 795,344

Education Capital Projects Fund

Support Services

Board of Education

Trustee's Commission

\$ 4,509

Total Board of Education

\$ 4,509

Capital Projects

Education Capital Projects

Motor Vehicles

\$ 217,109

Total Education Capital Projects

217,109

Total Education Capital Projects Fund

221,618

Total Governmental Funds - Stewart County School Department

\$ 25,816,744

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***

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

To the County Mayor and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Stewart County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Stewart County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated August 21, 2025. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Stewart County School Department (a discretely presented component unit) as described in our report on Stewart County's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Stewart County's internal control over financial reporting (internal control) to determine the 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 Stewart County's internal control. Accordingly, we do not express an opinion on the effectiveness of Stewart County's internal control.

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Stewart 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 result 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 Stewart 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

August 21, 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**

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

To the County Mayor and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Stewart 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 Stewart County's major federal programs for the year ended June 30, 2025. Stewart 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, Stewart County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

We are required to be independent of Stewart 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 Stewart 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 Stewart 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 Stewart 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 Stewart 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 Stewart County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Stewart 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 Stewart 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 Stewart County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Stewart County's basic financial statements. We issued our report thereon dated August 21, 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. Mumppower
Comptroller of the Treasury
Nashville, Tennessee

August 21, 2025

JEM/gc

STEWART COUNTY, TENNESSEE, AND THE STEWART COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (7)

For the Year-Ended June 30, 2025

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Agriculture:				
Passed-through State Department of Education:				
Child Nutrition Cluster: (3)				
School Breakfast Program	10.553	N/A	\$ 0	\$ 373,506
National School Lunch Program	10.555	N/A	0	856,616 (5)
Child Nutrition Discretionary Grants Limited Availability	10.579	N/A	0	80,000
Passed-through State Department of Agriculture:				
Child Nutrition Cluster: (3)				
National School Lunch Program(Commodities - Noncash Assistance)	10.555	N/A	0	107,524 (5)
Passed-through State Department of Health:				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-2584095	0	37,618
Total U.S. Department of Agriculture				<u>\$ 1,455,264</u>
U.S. Department of Transportation:				
Passed-through State Department of Transportation:				
Highway Planning and Construction	20.205	(4)	0	\$ 47,350
Passed-through State Department of Safety and Homeland Security:				
Highway Safety Cluster: (3)				
State and Community Highway Safety	20.600	(4)	0	22,206
Total U.S. Department of Transportation				<u>\$ 69,556</u>
U.S. Department of the Treasury:				
Passed-through State Department of Environment and Conservation:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	32701-05048	1,498,293	\$ 1,541,497 (5) (6)
Passed-through State Department of Economic and Community Development:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	33023-47224	0	3,000 (5)
Passed-through State Department of Education:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)	21.027	N/A	0	12,899 (5)
Direct Program:				
COVID 19 - Local Assistance and Tribal Consistency Fund (ARP)	21.032	N/A	0	273,359
Total U.S. Department of the Treasury				<u>\$ 1,830,755</u>
U.S. National Foundation on the Arts and the Humanities:				
Passed-through Tennessee Secretary of State:				
Grants to States	45.310	30501-00625-82	0	\$ 2,992
Total U.S. National Foundation on the Arts and the Humanities				<u>\$ 2,992</u>
U.S. Department of Education:				
Passed-through State Department of Education:				
Title I Grants to Local Educational Agencies	84.010	N/A	0	\$ 524,206
Special Education Cluster (IDEA): (3)				
Special Education - Grants to States	84.027	N/A	0	557,646
Special Education - Preschool Grants	84.173	N/A	0	22,806
Career and Technical Education -- Basic Grants to States	84.048	N/A	0	39,272
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	N/A	0	73,149
Comprehensive Literacy Development	84.371	N/A	0	82,799
Student Support and Academic Enrichment Program	84.424	N/A	0	46,751
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	0	130,665
Direct Program:				
Impact Aid	84.041	N/A	0	193,017
Passed-through The University of Tennessee:				
School-Based Mental Health Services Grant Program	84.184	N/A	0	9,999
Total U.S. Department of Education				<u>\$ 1,680,310</u>

(Continued)

STEWART COUNTY, TENNESSEE, AND THE STEWART COUNTY SCHOOL DEPARTMENT

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (7) (Cont.)

Federal/Pass-through Agency/State Grantor Program Title	Assistance Listing Number	Passed-through Entity Identifying Number	Amount Passed-through to Subrecipients	Amount Expenditures
U.S. Department of Health and Human Services:				
Passed-through State Department of Health:				
Health Center Program Cluster: (3)				
Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	93.224	GG-2584095	\$ 0	\$ 344,431
Immunization Cooperative Agreements	93.268	GG-23-73604-02	0	342,459
Total U.S. Department of Health and Human Services				<u>\$ 686,890</u>
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
Emergency Management Performance Grants	97.042	34101-20024	0	\$ 18,968
Homeland Security Grant Program	97.067	34101-19523	0	21,265
Total U.S. Department of Homeland Security				<u>\$ 40,233</u>
Total Expenditures of Federal Grants				<u>\$ 5,766,000</u>
State Grants		Contract Number		
Violent Crime Intervention Funds Grant - State Office of Criminal Justice Programs	N/A	50879-0624	\$ 6,530	
Child and Family Intervention - State Department of Children Services	N/A	35910-08353	13,390	
State Supplement - State Department of Children Services	N/A	35910-10251	9,000	
Three Star Grant - State Department of Economic and Community Development	N/A	33007-29424	48,101	
Lottery for Education: Afterschool Programs - State Department of Education	N/A	33101-23110	78,026	
Local Health Services - State Department of Health	N/A	GG-2584095	202,563	
Safe Baby Court - State Department of Mental Health and Substance Abuse Services	N/A	74161	87,584	
School Resource Officer Grant Program - State Department of Safety and Homeland Security	N/A	SRO-025-HS251	300,000	
Litter Program - State Department of Transportation	N/A	40100-51196	28,479	
Multimodal Access Grant - State Department of Transportation	N/A	230180	10,213	
Beyond Ordinary Learning Opportunities - State Department of Education	N/A	N/A	6,831	
COVID 19 - Summer Learning Camps - State Department of Education	N/A	N/A	121,462	
Innovative School Model - State Department of Education	N/A	N/A	219,164	
Safe Schools - State Department of Education	N/A	N/A	26,803	
School Bus Seat Restraint Grant - State Department of Education	N/A	N/A	24,068	
State Special Education Preschool Grant - State Department of Education	N/A	N/A	41,133	
COVID 19 - Summer Learning Transportation - State Department of Education	N/A	N/A	25,650	
Voluntary Pre-K - State Department of Education	N/A	N/A	407,609	
Total State Grants				<u>\$ 1,656,606</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) Stewart County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.

(3) Child Nutrition Cluster total \$1,337,646; Highway Safety Cluster total \$22,206; Special Education Cluster (IDEA) total \$580,452;

 Health Center Program Cluster total \$344,431.

(4) Information not available.

(5) Total for ALN 10.555 is \$964,140; Total for ALN 21.027 is \$1,557,396.

(6) SUBRECIPIENT AMOUNTS

Subrecipient	ALN	Amounts Provided to Subrecipients
North Stewart Utility District	21.027	\$ 1,394,355
West Stewart Utility District	21.027	30,188
Town of Dover	21.027	73,750
Total amounts provided to subrecipients		<u>\$ 1,498,293</u>

(7) CONSOLIDATED ADMINISTRATION

The following amounts were consolidated for administration purposes:

Program Title	ALN	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 43,246
Supporting Effective Instruction State Grant	84.367	13,254
Student Support and Academic Enrichment Program	84.424	769
Total amounts consolidated for administration purposes		<u>\$ 57,269</u>

STEWART 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 Stewart County, Tennessee, for the year ended June 30, 2025.

Prior-year Financial Statement Findings

There were no prior-year financial statement findings to report.

Prior-year Federal Awards Findings

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

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

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

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

2. Internal Control Over Financial Reporting:

* Material weakness identified?	NO
* Significant deficiency identified?	NONE REPORTED

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

Federal Awards:

4. Internal Control Over Major Federal Programs:

* Material weakness identified?	NO
* Significant deficiency identified?	NONE REPORTED

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

6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**

7. Identification of Major Federal Programs:

* Assistance Listing Number: 21.027	COVID 19 - Coronavirus State and Local Fiscal Recovery Funds (ARP)
-------------------------------------	--

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

9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings and recommendations as a result of our audit of the financial statements of Stewart County, Tennessee.

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.

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

The audit of Stewart County did not report findings and recommendations. Therefore, no management responses are 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).

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 Stewart County.

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

Stewart County does not have a central system of accounting, budgeting, and purchasing. Sound business practices dictate that establishing a central system would significantly improve internal controls over the accounting, budgeting, and purchasing processes. The absence of a central system of accounting, budgeting, and purchasing has been a management decision by the county commission resulting in decentralization and some duplication of effort. 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.