TENNESSEE COMPTROLLER OF THE TREASURY

ANNUAL FINANCIAL REPORT

Unicoi County, Tennessee

For the Year Ended June 30, 2025

Jason E. Mumpower
Comptroller of the Treasury

DIVISION OF LOCAL GOVERNMENT AUDIT

ANNUAL FINANCIAL REPORT

UNICOI COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2025

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

ROBERT J. ANDERSON, CPA, CGFM
Audit Manager

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

UNICOI COUNTY, TENNESSEE
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Summary of Audit Findings

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

Scope

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

Results

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

Our audit resulted in no findings.

TENNESSEE COMPTROLLER OF THE TREASURY

Introductory Section

UNICOI COUNTY OFFICIALS
June 30, 2025

Officials

Garland Evely, County Mayor
Terry Haynes, Road Superintendent
John English, Director of Schools
Katie Bennett, Trustee
Teresa Kinsler, Assessor of Property
Patty Treadway, County Clerk
Darren Shelton, Circuit and General Sessions Courts Clerk
Teresa Simerly, Clerk and Master
Deborah Tittle, Register of Deeds
Michael Hensley, Sheriff

Board of County Commissioners

Loren Thomas, Chairman
Gina Clark
Brian Delp
Wayne Edwards
Jamie Harris
Jason Harris
Stephen Hendrix
Tim Lingerfelt
Cody Scott

Board of Education

Steve Willis, Chairman
Allan Foster
Guillermo Mendoza
Steve Scott
Cathy Thomas
Tammy Tipton

Audit Committee

John Harris, Chairman
Andrew Harris
Phyllis Bennett
Stephen Hendrix
Kenneth Kisiel

Financial Section

JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

Unicoi County Mayor and
Board of County Commissioners
Unicoi 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 Unicoi 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 Unicoi County, Tennessee, as of June 30, 2025, and the respective changes in financial position, and the respective budgetary comparison for the General, Solid Waste/Sanitation, and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Internal School Fund of the Unicoi County School Department (a discretely presented component unit), which represent 0.95 percent, 1.05 percent, and 3.66 percent, respectively, of the assets, net position, and revenues of the discretely presented component unit as of June 30, 2025. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Unicoi 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 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 Unicoi 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.

CORDELL HULL BUILDING | 425 Rep. John Lewis Way N. | Nashville, Tennessee 37243

Changes in Accounting Principle

As described in Note V. B., Unicoi 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 ($24,956) for the primary government and ($43,595) for the discretely presented Unicoi 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 Unicoi 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 Unicoi 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 Unicoi County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Unicoi 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 and Special Debt Service funds, combining and individual fund financial statements of the Unicoi 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 and Special Debt Service funds, combining and individual fund financial statements of the Unicoi 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 September 5, 2025, on our consideration of Unicoi 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 Unicoi 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 Unicoi County's internal control over financial reporting and compliance.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

September 5, 2025

JEM/gc

Cordell Hull Building | 425 Rep. John Lewis Way N. | Nashville, Tennessee 37243

Basic Financial Statements Section

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

	Primary Government	Component Unit
	Governmental Activities	Unicoi County School Department
ASSETS		
Cash	$ 67,380	$ 1,155,606
Equity in Pooled Cash and Investments	15,411,208	2,825,308
Accounts Receivable	1,058,180	30,946
Due from Other Governments	1,012,190	1,215,161
Due from Primary Government	0	50,000
Property Taxes Receivable	8,439,867	2,568,257
Allowance for Uncollectible Property Taxes	(161,698)	(48,355)
Note Receivable - Long Term	27,708,000	0
Net Pension Asset - Agent Plan	951,746	676,005
Net Pension Asset - Teacher Retirement Plan	0	117,811
Net Pension Asset - Teacher Legacy Pension Plan	0	4,355,571
Restricted Assets - Amounts Accumulated for Pension Benefits	0	352,740
Capital Assets:		
Assets Not Depreciated:		
Land	1,010,080	549,353
Construction in Progress	866,981	8,127,172
Assets Net of Accumulated Depreciation/Amortization:		
Buildings and Improvements	3,365,503	22,769,821
Other Capital Assets	3,004,853	1,714,366
Infrastructure	7,308,313	0
Intangible Right-to-Use Assets	18,510	0
Total Assets	$ 70,061,113	$ 46,459,762
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Charge on Refunding	$ 175,444	$ 0
Pension Changes in Experience	433,556	1,479,192
Pension Changes in Assumptions	187,301	179,852
Pension Changes in Proportion	0	259,896
Pension Contributions after Measurement Date	334,724	887,488
OPEB Changes in Experience	0	278,891
OPEB Changes in Proportion	0	87,910
OPEB Changes in Assumptions	41,589	597,050
OPEB Contributions after Measurement Date	1,290	103,955
Total Deferred Outflows of Resources	$ 1,173,904	$ 3,874,234
LIABILITIES		
Accounts Payable	$ 545,117	$ 0
Accrued Payroll	186,710	0
Accrued Interest Payable	89,258	0

(Continued)

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

	Primary Government	Component Unit
	Governmental Activities	Unicoi County School Department
LIABILITIES (CONT.)		
Payroll Deductions Payable	$ 12,383	$ 0
Contracts Payable	1,110,681	0
Retainage Payable	22,836	0
Due to Component Units	50,000	0
Due to State of Tennessee	372	0
Other Current Liabilities	20,881	529,529
Noncurrent Liabilities:		
Due Within One Year - Lease	7,472	0
Due Within One Year - Debt	2,415,000	0
Due Within One Year - Other	152,384	181,254
Due in More Than One Year - Lease	11,506	0
Due in More Than One Year - Debt	44,691,251	0
Due in More Than One Year - Other	210,174	3,233,893
Total Liabilities	$ 49,526,025	$ 3,944,676
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	$ 7,952,535	$ 2,424,398
Pension Changes in Experience	80,838	93,612
Pension Changes in Investment Earnings	188,284	1,001,895
Pension Changes in Proportion	0	65,451
OPEB Changes in Experience	34,279	419,630
OPEB Changes in Proportion	0	173,923
OPEB Changes in Assumptions	23,857	297,143
Total Deferred Inflows of Resources	$ 8,279,793	$ 4,476,052
NET POSITION		
Net Investment in Capital Assets	$ 14,052,161	$ 33,160,712
Restricted for:		
General Government	297,246	0
Finance	74,362	0
Administration of Justice	29,825	0
Public Safety	60,817	0
Public Health and Welfare	198,226	0
Highways/Public Works	1,274,624	0
Capital Outlay	20,302	0
Education	0	1,575,151
Capital Projects	733,000	71,351
Pensions	951,746	5,502,127
Unrestricted	(4,263,110)	1,603,927
Total Net Position	$ 13,429,199	$ 41,913,268

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

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

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Total Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Component Unit: Unicoi County School Department
Primary Government:						
Governmental Activities:						
General Government	$ 336,084	$ 132,785	$ 1,597,672	$ 0	$ 1,394,373	$ 0
Finance	1,126,676	622,152	0	0	(504,524)	0
Administration of Justice	1,096,172	508,833	9,000	0	(578,339)	0
Public Safety	7,611,529	1,398,469	224,886	0	(5,988,174)	0
Public Health and Welfare	4,020,675	0	655,860	1,987,736	(1,377,079)	0
Social, Cultural, and Recreational Services	155,328	8,259	38,724	0	(108,345)	0
Agriculture and Natural Resources	59,484	0	0	0	(59,484)	0
Highways	3,775,956	68,129	2,027,803	1,227,337	(452,687)	0
Education	775,224	0	0	0	(775,224)	0
Interest on Long-term Debt	569,469	0	553,542	0	(15,927)	0
Total Primary Government	$ 19,526,597	$ 2,738,627	$ 5,107,487	$ 3,215,073	$ (8,465,410)	$ 0
Component Unit:						
Unicoi County School Department	$ 31,046,188	$ 121,700	$ 5,998,016	$ 856,768	$ 0	$ (24,069,704)
Total Component Unit	$ 31,046,188	$ 121,700	$ 5,998,016	$ 856,768	$ 0	$ (24,069,704)

(Continued)

UNICOI COUNTY, TENNESSEE
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Total Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Component Unit: Unicoi County School Department
General Revenues:						
Taxes:						
Property Taxes Levied for General Purposes					$ 6,981,077	$ 2,390,356
Property Taxes Levied for Debt Service					1,201,370	0
Local Option Sales Taxes					568,553	3,355,339
Hotel/Motel Tax					91,456	0
Litigation Tax - General					48,400	0
Litigation Tax - Special Purpose					51,726	0
Litigation Tax - Jail, Workhouse, or Courthouse					89,913	0
Business Tax					161,041	48,764
Wholesale Beer Tax					22,295	6,139
Other Local Taxes					0	70
Grants and Contributions Not Restricted to Specific Programs					1,690,443	17,071,932
Unrestricted Investment Income					687,320	90,335
Miscellaneous					116,028	193,069
Gain on Sale of Assets					58,219	56,683
Total General Revenues					$ 11,767,841	$ 23,212,687
Change in Net Position					$ 3,302,431	$ (857,017)
Net Position, July 1, 2024					10,151,724	42,813,880
Restatement - See Note I.D.9.					(24,956)	(43,595)
Net Position, June 30, 2025					$ 13,429,199	$ 41,913,268

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

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

	Major Funds				
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Special Debt Service
ASSETS					
Cash	$ 34,980	$ 0	$ 30,000	$ 0	$ 0
Equity in Pooled Cash and Investments	3,691,109	447,630	4,243,873	2,817,001	3,850,000
Accounts Receivable	1,044,486	204	13,054	279	0
Due from Other Governments	348,196	0	536,293	127,701	0
Due from Other Funds	2,557	60,553	0	0	0
Property Taxes Receivable	5,805,916	1,120,632	270,219	1,243,100	0
Allowance for Uncollectible Property Taxes	(114,391)	(19,061)	(5,065)	(23,181)	0
Notes Receivable - Long-term	0	0	0	0	27,708,000
Total Assets	$ 10,812,853	$ 1,609,958	$ 5,088,374	$ 4,164,900	$ 31,558,000
LIABILITIES					
Accounts Payable	$ 461,513	$ 83,236	$ 253	$ 0	$ 0
Accrued Payroll	186,710	0	0	0	0
Payroll Deductions Payable	6,638	0	5,704	0	0
Contracts Payable	10,500	0	1,100,181	0	0
Retainage Payable	22,836	0	0	0	0
Due to Other Funds	60,553	0	0	0	0
Due to Component Units	50,000	0	0	0	0
Due to State of Tennessee	298	0	73	0	0

(Continued)

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

	Major Funds				
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Special Debt Service
LIABILITIES (Cont.)					
Other Current Liabilities	$ 8,362	$ 0	$ 8,034	$ 0	$ 0
Total Liabilities	$ 807,410	$ 83,236	$ 1,114,245	$ 0	$ 0
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	$ 5,454,200	$ 1,068,500	$ 255,200	$ 1,174,635	$ 0
Deferred Delinquent Property Taxes	228,872	31,893	9,599	43,671	0
Other Deferred/Unavailable Revenue	14,152	0	173,121	37,346	0
Total Deferred Inflows of Resources	$ 5,697,224	$ 1,100,393	$ 437,920	$ 1,255,652	$ 0
FUND BALANCES					
Restricted:					
Restricted for General Government	$ 297,246	$ 0	$ 0	$ 0	$ 0
Restricted for Finance	74,362	0	0	0	0
Restricted for Administration of Justice	29,825	0	0	0	0
Restricted for Public Safety	24,947	0	0	0	0
Restricted for Public Health and Welfare	166,333	0	0	0	0
Restricted for Highways/Public Works	0	0	1,118,362	0	0
Restricted for Debt Service	0	0	0	0	27,708,000
Restricted for Capital Projects	0	0	733,000	0	0

(Continued)

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

	Major Funds				
	General	Solid Waste / Sanitation	Highway / Public Works	General Debt Service	Special Debt Service
FUND BALANCES (Cont.)					
Restricted (Cont.):					
Restricted for Other Purposes	$ 20,302	$ 0	$ 0	$ 0	$ 3,850,000
Committed:					
Committed for Public Health and Welfare	0	426,329	0	0	0
Committed for Highways/Public Works	0	0	1,684,847	0	0
Committed for Debt Service	0	0	0	2,909,248	0
Committed for Other Purposes	0	0	0	0	0
Assigned:					
Assigned for General Government	767,146	0	0	0	0
Assigned for Public Safety	100,000	0	0	0	0
Assigned for Public Health and Welfare	380,980	0	0	0	0
Assigned for Other Operations	127,664	0	0	0	0
Unassigned	2,319,414	0	0	0	0
Total Fund Balances	$ 4,308,219	$ 426,329	$ 3,536,209	$ 2,909,248	$ 31,558,000
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 10,812,853	$ 1,609,958	$ 5,088,374	$ 4,164,900	$ 31,558,000

(Continued)

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

	Nonmajor Funds: Other Govern-mental Funds	Total Governmental Funds
ASSETS		
Cash	$ 2,400	$ 67,380
Equity in Pooled Cash and Investments	361,595	15,411,208
Accounts Receivable	157	1,058,180
Due from Other Governments	0	1,012,190
Due from Other Funds	0	63,110
Property Taxes Receivable	0	8,439,867
Allowance for Uncollectible Property Taxes	0	(161,698)
Notes Receivable - Long-term	0	27,708,000
Total Assets	$ 364,152	$ 53,598,237
LIABILITIES		
Accounts Payable	$ 115	$ 545,117
Accrued Payroll	0	186,710
Payroll Deductions Payable	41	12,383
Contracts Payable	0	1,110,681
Retainage Payable	0	22,836
Due to Other Funds	2,557	63,110
Due to Component Units	0	50,000
Due to State of Tennessee	1	372

(Continued)

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

	Nonmajor Funds: Other Govern-mental Funds	Total Governmental Funds
LIABILITIES (Cont.)		
Other Current Liabilities	$ 4,485	$ 20,881
Total Liabilities	$ 7,199	$ 2,012,090
DEFERRED INFLOWS OF RESOURCES		
Deferred Current Property Taxes	$ 0	$ 7,952,535
Deferred Delinquent Property Taxes	0	314,035
Other Deferred/Unavailable Revenue	0	224,619
Total Deferred Inflows of Resources	$ 0	$ 8,491,189
FUND BALANCES		
Restricted:		
Restricted for General Government	$ 0	$ 297,246
Restricted for Finance	0	74,362
Restricted for Administration of Justice	0	29,825
Restricted for Public Safety	35,870	60,817
Restricted for Public Health and Welfare	0	166,333
Restricted for Highways/Public Works	0	1,118,362
Restricted for Debt Service	0	27,708,000
Restricted for Capital Projects	0	733,000

(Continued)

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

	Nonmajor Funds	
	Other Govern-mental Funds	Total Governmental Funds
FUND BALANCES (Cont.)		
Restricted (Cont.):		
Restricted for Other Purposes	$ 0	$ 3,870,302
Committed:		
Committed for Public Health and Welfare	0	426,329
Committed for Highways/Public Works	0	1,684,847
Committed for Debt Service	0	2,909,248
Committed for Other Purposes	321,083	321,083
Assigned:		
Assigned for General Government	0	767,146
Assigned for Public Safety	0	100,000
Assigned for Public Health and Welfare	0	380,980
Assigned for Other Operations	0	127,664
Unassigned	0	2,319,414
Total Fund Balances	$ 356,953	$ 43,094,958
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 364,152	$ 53,598,237

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

UNICOI 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)			$ 43,094,958
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	$	1,010,080	
Add: construction in progress		866,981	
Add: buildings and improvements net of accumulated depreciation		3,365,503	
Add: other capital assets net of accumulated depreciation		3,004,853	
Add: infrastructure net of accumulated depreciation		7,308,313	
Add: intangible right-to-use assets net of accumulated amortization		18,510	15,574,240
(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	$	(65,000)	
Less: other loans payable		(31,558,000)	
Less: bonds payable		(14,940,000)	
Less: lease payable		(18,978)	
Add: deferred amount on refunding		175,444	
Less: unamortized premium on debt		(543,251)	
Less: net OPEB liability		(157,296)	
Less: compensated absences payable		(205,262)	
Less: accrued interest on bonds and notes		(89,258)	(47,401,601)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions/OPEB will be amortized and recognized as components of pension/OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	$	955,581	
Less: deferred inflows of resources related to pensions		(269,122)	
Add: deferred outflows of resources related to OPEB		42,879	
Less: deferred inflows of resources related to OPEB		(58,136)	671,202
(4) Net pension assets of the agent plan are not current financial resources and therefore are not reported in the governmental funds.			951,746
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.			538,654
Net position of governmental activities (Exhibit A)			$ 13,429,199

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

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

	Major Funds					
	General	*Formerly Nonmajor* Solid Waste / Sanitation	*Formerly Major* Other General Government Fund	Highway / Public Works	General Debt Service	Special Debt Service
Revenues						
Local Taxes	$ 6,349,453	$ 853,090	$ 0	$ 256,964	$ 1,860,935	$ 0
Licenses and Permits	9,997	1,859	0	560	2,546	0
Fines, Forfeitures, and Penalties	125,577	0	0	0	0	0
Charges for Current Services	101,152	0	0	0	0	0
Other Local Revenues	1,000,783	0	0	88,997	2,000	0
Fees Received From County Officials	1,051,854	0	0	0	0	0
State of Tennessee	1,520,311	37,830	0	3,251,330	0	0
Federal Government	2,068,077	0	0	3,590	0	0
Other Governments and Citizens Groups	2,118,643	0	0	64,119	553,542	0
Total Revenues	$ 14,345,847	$ 892,779	$ 0	$ 3,665,560	$ 2,419,023	$ 0
Expenditures						
Current:						
General Government	$ 1,243,863	$ 0	$ 0	$ 0	$ 0	$ 0
Finance	1,076,310	0	0	0	0	0
Administration of Justice	1,086,876	0	0	0	0	0
Public Safety	7,485,320	0	0	0	0	0
Public Health and Welfare	984,460	1,119,328	0	0	0	0
Social, Cultural, and Recreational Services	133,409	0	0	0	0	0
Agriculture and Natural Resources	59,484	0	0	0	0	0
Other Operations	2,041,989	0	0	0	0	0
Highways	0	0	0	4,169,659	0	0

(Continued)

UNICOI COUNTY, TENNESSEE

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

	Major Funds					
	General	*Formerly Nonmajor* Solid Waste / Sanitation	*Formerly Major* Other General Government Fund	Highway / Public Works	General Debt Service	Special Debt Service
Expenditures (Cont.)						
Debt Service:						
Principal on Debt	$ 7,315	$ 0	$ 0	$ 0	$ 1,837,950	$ 0
Interest on Debt	485	0	0	0	634,243	0
Other Debt Service	0	0	0	0	30,951	0
Capital Projects	624,185	0	0	0	0	0
Capital Projects - Donated	50,000	0	0	0	0	0
Total Expenditures	$ 14,793,696	$ 1,119,328	$ 0	$ 4,169,659	$ 2,503,144	$ 0
Excess (Deficiency) of Revenues Over Expenditures	$ (447,849)	$ (226,549)	$ 0	$ (504,099)	$ (84,121)	$ 0
Other Financing Sources (Uses)						
Other Loans Issued	$ 0	$ 0	$ 0	$ 0	$ 0	$ 31,558,000
Insurance Recovery	6,562	0	0	4,929	0	0
Transfers In	0	350,000	0	0	33,770	0
Transfers Out	(350,000)	0	0	(33,770)	0	0
Total Other Financing Sources (Uses)	$ (343,438)	$ 350,000	$ 0	$ (28,841)	$ 33,770	$ 31,558,000
Net Change in Fund Balances	$ (791,287)	$ 123,451	$ 0	$ (532,940)	$ (50,351)	$ 31,558,000
Change to or Within the Reporting Entity	0	302,878	459,729	0	0	0
Fund Balance, July 1, 2024	5,099,506	0	(459,729)	4,069,149	2,959,599	0
Fund Balance, June 30, 2025	$ 4,308,219	$ 426,329	$ 0	$ 3,536,209	$ 2,909,248	$ 31,558,000

(Continued)

UNICOI COUNTY, TENNESSEE

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

	Nonmajor Funds: Other Governmental Funds	Total Governmental Funds
Revenues		
Local Taxes	$ 0	$ 9,320,442
Licenses and Permits	0	14,962
Fines, Forfeitures, and Penalties	12,977	138,554
Charges for Current Services	0	101,152
Other Local Revenues	32,830	1,124,610
Fees Received From County Officials	0	1,051,854
State of Tennessee	0	4,809,471
Federal Government	1,625,884	3,697,551
Other Governments and Citizens Groups	0	2,736,304
Total Revenues	$ 1,671,691	$ 22,994,900
Expenditures		
Current:		
General Government	$ 0	$ 1,243,863
Finance	475	1,076,785
Administration of Justice	0	1,086,876
Public Safety	14,643	7,499,963
Public Health and Welfare	0	2,103,788
Social, Cultural, and Recreational Services	0	133,409
Agriculture and Natural Resources	0	59,484
Other Operations	152,350	2,194,339
Highways	0	4,169,659

(Continued)

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

	Nonmajor Funds: Other Governmental Funds	Total Governmental Funds
Expenditures (Cont.)		
Debt Service:		
Principal on Debt	$ 0	$ 1,845,265
Interest on Debt	0	634,728
Other Debt Service	0	30,951
Capital Projects	0	624,185
Capital Projects - Donated	725,224	775,224
Total Expenditures	$ 892,692	$ 23,478,519
Excess (Deficiency) of Revenues Over Expenditures	$ 778,999	$ (483,619)
Other Financing Sources (Uses)		
Other Loans Issued	$ 0	$ 31,558,000
Insurance Recovery	0	11,491
Transfers In	0	383,770
Transfers Out	0	(383,770)
Total Other Financing Sources (Uses)	$ 0	$ 31,569,491
Net Change in Fund Balances	$ 778,999	$ 31,085,872
Change to or Within the Reporting Entity	(762,607)	0
Fund Balance, July 1, 2024	340,561	12,009,086
Fund Balance, June 30, 2025	$ 356,953	$ 43,094,958

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

UNICOI 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)			$ 31,085,872
(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	$	3,221,766	
Less: current-year depreciation expense		(1,124,062)	
Less: current-year amortization		(7,404)	2,090,300
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.			
Less: net book value of assets disposed			(285,702)
(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	$	538,654	
Less: deferred delinquent property taxes and other deferred June 30, 2024		(462,745)	75,909
(4) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items.			
Less: other loan proceeds	$	(31,558,000)	
Add: principal payments on bonds		1,740,000	
Add: principal payments on notes		97,950	
Add: principal payments on lease		7,315	
Add: change in unamortized bond premium		168,445	
Less: change in deferred amount on refunding debt		(96,134)	(29,640,424)
(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	$	(7,052)	
Change in net OPEB liability		(23,197)	
Change in compensated absences payable		(35,252)	
Change in net pension asset/liability		441,595	
Change in deferred outflows related to pensions		(308,984)	
Change in deferred inflows related to pensions		(94,871)	
Change in deferred outflows related to OPEB		11,483	
Change in deferred inflows related to OPEB		(7,246)	(23,524)
Change in net position of governmental activities (Exhibit B)			$ 3,302,431

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

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

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues						
Local Taxes	$ 6,349,453	$ 0	$ 6,349,453	$ 6,324,125	$ 6,324,125	$ 25,328
Licenses and Permits	9,997	0	9,997	20,000	20,000	(10,003)
Fines, Forfeitures, and Penalties	125,577	0	125,577	93,200	94,700	30,877
Charges for Current Services	101,152	0	101,152	76,700	79,700	21,452
Other Local Revenues	1,000,783	0	1,000,783	344,553	739,771	261,012
Fees Received From County Officials	1,051,854	0	1,051,854	981,000	981,000	70,854
State of Tennessee	1,520,311	0	1,520,311	1,556,577	1,757,381	(237,070)
Federal Government	2,068,077	0	2,068,077	22,464	1,938,464	129,613
Other Governments and Citizens Groups	2,118,643	0	2,118,643	991,553	1,624,126	494,517
Total Revenues	$ 14,345,847	$ 0	$ 14,345,847	$ 10,410,172	$ 13,559,267	$ 786,580
Expenditures						
General Government						
County Commission	$ 48,701	$ 0	$ 48,701	$ 53,550	$ 53,550	$ 4,849
Board of Equalization	4,219	0	4,219	4,700	4,700	481
County Mayor/Executive	393,382	0	393,382	372,795	400,025	6,643
County Attorney	30,000	0	30,000	30,000	30,000	0
Election Commission	259,826	0	259,826	279,611	280,061	20,235
Register of Deeds	251,597	0	251,597	250,354	257,537	5,940
Planning	16,812	0	16,812	17,243	17,243	431

(Continued)

UNICOI COUNTY, TENNESSEE

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

General Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
General Government (Cont.)						
County Buildings	$ 144,544	$ 0	$ 144,544	$ 136,636	$ 153,997	$ 9,453
Other General Administration	77,112	0	77,112	88,100	88,100	10,988
Preservation of Records	17,670	0	17,670	28,900	46,632	28,962
Finance						
Property Assessor's Office	295,378	0	295,378	313,998	313,998	18,620
County Trustee's Office	258,602	0	258,602	265,794	265,794	7,192
County Clerk's Office	385,987	0	385,987	405,767	400,666	14,679
Other Finance	136,343	0	136,343	100,000	140,700	4,357
Administration of Justice						
Circuit Court	610,796	0	610,796	619,252	621,653	10,857
General Sessions Court	182,025	0	182,025	188,222	185,822	3,797
Chancery Court	205,687	0	205,687	217,481	222,955	17,268
Juvenile Court	88,368	0	88,368	44,543	95,533	7,165
Public Safety						
Sheriff's Department	2,329,422	0	2,329,422	2,341,925	2,433,148	103,726
Administration of the Sexual Offender Registry	500	0	500	1,700	1,700	1,200
Jail	1,469,365	0	1,469,365	1,364,960	1,604,252	134,887
Workhouse	816,627	0	816,627	823,520	932,076	115,449
Juvenile Services	9,000	0	9,000	9,000	9,000	0

(Continued)

UNICOI COUNTY, TENNESSEE

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

General Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Public Safety (Cont.)						
Fire Prevention and Control	$ 255,000	$ 0	$ 255,000	$ 55,000	$ 255,000	$ 0
Civil Defense	1,503,117	0	1,503,117	113,903	1,508,685	5,568
Disaster Relief	63,179	0	63,179	0	67,045	3,866
Other Emergency Management	70,000	0	70,000	20,000	70,000	0
County Coroner/Medical Examiner	57,298	0	57,298	59,288	61,369	4,071
Other Public Safety	911,812	0	911,812	936,564	962,664	50,852
Public Health and Welfare						
Local Health Center	61,570	0	61,570	83,167	83,167	21,597
Rabies and Animal Control	162,239	0	162,239	265,483	265,483	103,244
Ambulance/Emergency Medical Services	426,273	0	426,273	172,800	426,273	0
Alcohol and Drug Programs	41,473	0	41,473	0	41,473	0
Other Local Health Services	183,733	0	183,733	329,304	329,304	145,571
Regional Mental Health Center	32,927	0	32,927	0	32,927	0
Appropriation to State	36,916	0	36,916	0	36,916	0
Sanitation Education/Information	39,329	0	39,329	44,200	88,400	49,071
Social, Cultural, and Recreational Services						
Senior Citizens Assistance	60,600	0	60,600	60,600	60,600	0
Libraries	66,200	0	66,200	66,200	66,200	0
Other Social, Cultural, and Recreational	6,609	0	6,609	6,609	6,609	0

(Continued)

UNICOI COUNTY, TENNESSEE

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

General Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Agriculture and Natural Resources						
Agricultural Extension Service	$ 53,684	$ 0	$ 53,684	$ 56,904	$ 70,001	$ 16,317
Forest Service	800	0	800	800	800	0
Soil Conservation	5,000	0	5,000	5,000	5,000	0
Other Operations						
Tourism	13,000	0	13,000	13,000	13,000	0
Industrial Development	67,096	0	67,096	65,000	70,000	2,904
Veterans' Services	24,131	0	24,131	0	27,199	3,068
Other Charges	105,180	0	105,180	0	107,161	1,981
Contributions to Other Agencies	6,000	0	6,000	6,000	6,000	0
Employee Benefits	10,892	0	10,892	0	17,500	6,608
COVID-19 Grant #4	1,707,457	27,664	1,735,121	0	1,735,121	0
American Rescue Plan Act Grant #2	25,217	0	25,217	0	25,217	0
Miscellaneous	83,016	0	83,016	5,654	83,016	0
Principal on Debt						
General Government	7,315	0	7,315	0	7,315	0
Interest on Debt						
General Government	485	0	485	0	485	0
Capital Projects						
Public Health and Welfare Projects	621,266	5,980	627,246	0	627,246	0

(Continued)

UNICOI COUNTY, TENNESSEE

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

General Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Expenditures (Cont.)						
Capital Projects (Cont.)						
Social, Cultural, and Recreation Projects	$ 2,919	$ 0	$ 2,919	$ 0	$ 2,919	$ 0
Capital Projects - Donated						
Capital Projects Donated to School Department	50,000	0	50,000	0	50,000	0
Total Expenditures	$ 14,793,696	$ 33,644	$ 14,827,340	$ 10,323,527	$ 15,769,237	$ 941,897
Excess (Deficiency) of Revenues Over Expenditures	$ (447,849)	$ (33,644)	$ (481,493)	$ 86,645	$ (2,209,970)	$ 1,728,477
Other Financing Sources (Uses)						
Insurance Recovery	$ 6,562	$ 0	$ 6,562	$ 0	$ 0	$ 6,562
Transfers Out	(350,000)	0	(350,000)	0	(350,000)	0
Total Other Financing Sources	$ (343,438)	$ 0	$ (343,438)	$ 0	$ (350,000)	$ 6,562
Net Change in Fund Balance	$ (791,287)	$ (33,644)	$ (824,931)	$ 86,645	$ (2,559,970)	$ 1,735,039
Fund Balance, July 1, 2024	5,099,506	0	5,099,506	4,200,891	4,280,946	818,560
Fund Balance, June 30, 2025	$ 4,308,219	$ (33,644)	$ 4,274,575	$ 4,287,536	$ 1,720,976	$ 2,553,599

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

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Revenues				
Local Taxes	$ 853,090	$ 842,195	$ 842,195	$ 10,895
Licenses and Permits	1,859	1,500	1,500	359
State of Tennessee	37,830	25,000	25,000	12,830
Total Revenues	$ 892,779	$ 868,695	$ 868,695	$ 24,084
Expenditures				
Public Health and Welfare				
Sanitation Management	$ 1,119,328	$ 868,695	$ 1,218,695	$ 99,367
Total Expenditures	$ 1,119,328	$ 868,695	$ 1,218,695	$ 99,367
Excess (Deficiency) of Revenues Over Expenditures	$ (226,549)	$ 0	$ (350,000)	$ 123,451
Other Financing Sources (Uses)				
Transfers In	$ 350,000	$ 0	$ 350,000	$ 0
Total Other Financing Sources	$ 350,000	$ 0	$ 350,000	$ 0
Net Change in Fund Balance	$ 123,451	$ 0	$ 0	$ 123,451
Changes to or Within the Financial Reporting Entity	302,878	0	0	302,878
Fund Balance, July 1, 2024	0	476,612	476,612	(476,612)
Fund Balance, June 30, 2025	$ 426,329	$ 476,612	$ 476,612	$ (50,283)

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

UNICOI COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	$ 256,964	$ 0	$ 256,964	$ 258,427	$ 258,427	$ (1,463)
Licenses and Permits	560	0	560	600	600	(40)
Other Local Revenues	88,997	0	88,997	33,596	33,596	55,401
State of Tennessee	3,251,330	0	3,251,330	3,624,135	3,624,135	(372,805)
Federal Government	3,590	0	3,590	20,485	20,485	(16,895)
Other Governments and Citizens Groups	64,119	0	64,119	124,000	124,000	(59,881)
Total Revenues	$ 3,665,560	$ 0	$ 3,665,560	$ 4,061,243	$ 4,061,243	$ (395,683)
Expenditures						
Highways						
Administration	$ 351,134	$ 0	$ 351,134	$ 378,864	$ 383,838	$ 32,704
Highway and Bridge Maintenance	1,199,967	0	1,199,967	1,418,569	1,427,855	227,888
Operation and Maintenance of Equipment	221,500	0	221,500	378,400	280,684	59,184
Other Charges	165,786	0	165,786	176,500	185,777	19,991
Capital Outlay	2,231,272	733,000	2,964,272	1,797,558	3,486,274	522,002
Total Expenditures	$ 4,169,659	$ 733,000	$ 4,902,659	$ 4,149,891	$ 5,764,428	$ 861,769
Excess (Deficiency) of Revenues Over Expenditures	$ (504,099)	$ (733,000)	$ (1,237,099)	$ (88,648)	$ (1,703,185)	$ 466,086

(Continued)

UNICOI COUNTY, TENNESSEE

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

Highway/Public Works Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Other Financing Sources (Uses)						
Insurance Recovery	$ 4,929	$ 0	$ 4,929	$ 0	$ 0	$ 4,929
Transfers Out	(33,770)	0	(33,770)	0	(33,770)	0
Total Other Financing Sources	$ (28,841)	$ 0	$ (28,841)	$ 0	$ (33,770)	$ 4,929
Net Change in Fund Balance	$ (532,940)	$ (733,000)	$ (1,265,940)	$ (88,648)	$ (1,736,955)	$ 471,015
Fund Balance, July 1, 2024	4,069,149	0	4,069,149	3,931,185	3,931,185	137,964
Fund Balance, June 30, 2025	$ 3,536,209	$ (733,000)	$ 2,803,209	$ 3,842,537	$ 2,194,230	$ 608,979

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

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

	Custodial Funds
ASSETS	
Cash	$ 1,575,836
Accounts Receivable	11,395
Due from Other Governments	457,290
Total Assets	$ 2,044,521
LIABILITIES	
Due to Other Taxing Units	$ 457,290
Total Liabilities	$ 457,290
NET POSITION	
Restricted for Individuals, Organizations, and Other Governments	$ 1,587,231
Total Net Position	$ 1,587,231

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

Exhibit D-2

UNICOI 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	$ 2,514,779
Collections for Industrial Development Board	52,364
Fines/Fees and Other Collections	4,216,911
Total Additions	$ 6,784,054
DEDUCTIONS	
Payment of Sales Tax Collections to Other Governments	$ 2,514,779
Payments to State	2,818,958
Payments to Individuals and Others	951,898
Payments to Industrial Development Board	52,364
Total Deductions	$ 6,337,999
Net Increase (Decrease) in Fiduciary Net Position	$ 446,055
Net Position, July 1, 2024	1,141,176
Net Position, June 30, 2025	$ 1,587,231

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

UNICOI COUNTY, TENNESSEE
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I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Unicoi 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 Unicoi County:

A. Reporting Entity

Unicoi County is a public municipal corporation governed by an elected nine-member board. As required by GAAP, these financial statements present Unicoi County (the primary government) and its component units. The financial statements of the Unicoi 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 Unicoi County School Department operates the public school system in the county, and the voters of Unicoi 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 Unicoi County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Unicoi County, and the Unicoi 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 Unicoi County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

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

Administrative Office:

Unicoi County Emergency Communications District
P.O. Box 548
Erwin, TN 37650

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 Unicoi 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 Unicoi 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.

There were no debt issues contributed by the county to the school department during the year ended June 30, 2025.

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

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

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

Fund financial statements of Unicoi 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/net fund position, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. However, Unicoi 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. Unicoi County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt, including lease obligations, are recognized as fund liabilities when due or when amounts have been accumulated in the General Debt Service Fund for payments to be made early in the following year.

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

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

Unicoi County reports the following major governmental funds:

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

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

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

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

Special Debt Service Fund – The Special Debt Service Fund is used to account for the debt issued through the State of Tennessee Helene Emergency Assistance Loan (HEAL) program.

Additionally, Unicoi County reports the following fund types:

Capital Projects Fund – The Community Development/Industrial Park Fund is used to account for activities related to the Community Development Block Grant.

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 Unicoi County, and tax increment financing revenues collected by the trustee that are to be remitted to the Industrial Development Board.

The discretely presented Unicoi 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 – The Central Cafeteria 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 Unicoi 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 (FY25) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY24) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found on the Tennessee Comptroller of the Treasury's website.

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

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

1. Deposits and Investments

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

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Unicoi County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Income from these pooled investments is assigned to the various funds based on the approved budgets. Unicoi 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. Unicoi County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

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

2. Receivables and Payables

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

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

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

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

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

Unicoi County has issued debt totaling $27,708,000 through the State of Tennessee Helene Emergency Assistance Loan (HEAL) Program on behalf of the Town of Erwin, Tennessee in the amount of $5,460,000 and Erwin Utilities in the amount of $22,248,000. Unicoi County has entered into a contractual agreement with both the town and the utility system to repay Unicoi County all of the debt service requirements as they become due. Unicoi County has recognized a note receivable for all related debt in both the governmental funds and government-wide financial statements.

Most payables are disaggregated on the face of the financial statements. The balance in the Other Current Liabilities account totaling $20,881 on the Statement of Net Position for the primary government represents the remaining balance in the retirement clearing account and asset seizures that have not been awarded to the county as of June 30, 2025. The balance in the Other Current Liabilities account totaling $529,529 on the Statement of Net Position for the discretely presented Unicoi County School Department represents the remaining balance in the teacher's insurance clearing account.

Retainage payable in primary government's major governmental funds represents amounts withheld from payments made on construction contracts pending completion of the projects. These amounts are held as Equity in Pooled Cash and Investments in the General Fund

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 Unicoi 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 Unicoi County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, the Unicoi County School Department has not withdrawn any funds from the trust to pay pension costs. Trust documents provide that the funds are not subject to the claims of general creditors of the school department.

4. Capital Assets

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

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, and similar items), and intangible right-to-use assets (e.g., lease assets) 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 three years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

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

estimated useful lives. Right-to-use assets are amortized over the shorter of the lease term or useful life.

Assets	Years
Buildings and Improvements	30
Other Capital Assets	5 - 10
Infrastructure:	
Roads	40
Bridges	40
Right-to-Use Assets	5

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, assumptions, proportion, and contributions after the measurement date, and the deferred charge on refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds Balance Sheet. These items are from the following sources: current and delinquent property taxes; pension changes in experience, investment earnings, and proportion; OPEB changes in experience, assumptions, and proportion; 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 county's policy to permit employees to accumulate a limited amount of earned but unused vacation and sick leave benefits. Vacation benefits for employees of the discretely presented Unicoi County School Department do not vest or accumulate and must be used within the year or lost. 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 Unicoi County and the discretely presented school department do not have a policy to pay any amounts when employees separate from service with the government, only the portion of sick leave "more likely than not" expected to be used is accrued in the government-wide financial statements. Sick leave expected to be credited to TCRS service is not accrued. All vacation pay is accrued when incurred in the government-wide financial statements for the county. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

7. Long-term Debt, Lease Obligations, and Long-term Obligations

In the government-wide financial statements, long-term debt, lease obligations, 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. 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.

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

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

As of June 30, 2025, Unicoi County had $14,645,000 in outstanding debt related to capital projects of the discretely presented Unicoi County School Department. This debt is a liability of Unicoi County, but the capital assets acquired are reported in the financial statements of the school department. Additionally, the county has $5,460,000 in outstanding debt issued on behalf of the Town of Erwin and $22,248,000 issued on behalf of Erwin Utilities for capital purposes due to damage caused by Hurricane Helene. Therefore, Unicoi County has incurred

a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission makes assignments for the general government and the Board of Education makes assignments for the school department. Assigned fund balance in the county's General Fund includes amounts assigned for encumbrances ($33,644), fund balance appropriated for use in the 2025-26 year budget ($467,146), Sheriff Department improvements ($100,000), Solid Waste improvements ($250,000), EMA operations ($125,000), Animal Shelter improvements ($100,000), and Archives improvements ($300,000). The school department's General Purpose School Fund includes amounts assigned for encumbrances ($51,282), and fund balance appropriated for use in the 2025-26 year budget ($1,090,097), and other assigned funds totaling ($50,000).

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

9. Restatements

With the implementation of GASB Statement 101, *Compensated Absences*, Unicoi County must recognize a restatement to the beginning net position in the Government-wide financial

statements for the Primary Government and the discretely presented Unicoi County Schol Department to record compensated absences liabilities. A restatement of ($24,956) has been presented to reflect the beginning balance of the Primary Government and ($43,595) for the discretely presented Unicoi County School Department. The following table reflects the restatement amounts necessary to implement this standard:

	Government Wide - Governmental Activities	
	Primary Government	Discretely Presented Unicoi County School Department
Net Position, as previously reported	$ 10,151,724	$ 42,813,880
Adjustments for GASB 101 Implementation:		
Compensated Absences Liability	(24,956)	(43,595)
Net Change in Beginning Net Position	$ (24,956)	$ (43,595)
Net Position, June 30, 2024 Restated	$ 10,126,768	$ 42,770,285

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:

The Solid Waste/Sanitation Fund met the criteria for major fund classification and is presented as a major governmental fund. Prior-year amounts, previously included within the Nonmajor Governmental Funds column, have been restated to reflect this fund as major. The Other General Government Fund no longer met the quantitative thresholds and is presented as a nonmajor governmental fund. Prior-year amounts have been restated to reflect the funds within the Nonmajor Governmental Funds column. The General Capital Projects Fund was reported as a major governmental fund in the prior year but ended with a zero fund balance; therefore, this fund is not presented in the current year's governmental fund financial statements or the table below.

In the discretely presented Unicoi County School Department, the Central Cafeteria Fund met the criteria for major fund classification and is presented as a major governmental fund. Prior-year amounts, previously included within the Nonmajor Governmental Funds column, have been restated to reflect this fund as major. 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.

	7-1-24 As Previously Reported	Change To or Within the Financial Reporting Entity (A)	7-1-24 As Restated
Primary Government			
Governmental Funds			
Major Funds:			
Solid Waste/Sanitation	$ 0	$ 302,878	$ 302,878
Other General Government	(459,729)	459,729	0
Nonmajor Funds	340,561	(762,607)	(422,046)
Total Governmental Funds	$ (119,168)	$ 0	$ (119,168)
Discretely Presented Unicoi County School Department			
Major Fund:			
School Federal Projects	$ 51,211	$ (51,211)	$ 0
Central Cafeteria	0	1,182,873	1,182,873
Nonmajor Funds	1,631,631	(1,131,662)	499,969
Total Governmental Funds Discretely Presented Unicoi County School Department	$ 1,682,842	$ 0	$ 1,682,842

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 Unicoi County's participation in the Public Employee Pension Plan of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Unicoi 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 Unicoi 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 Unicoi County. For this purpose, Unicoi County recognizes benefit payments when due and payable in accordance with benefit terms. Unicoi County's OPEB plan is not administered through a trust.

Discretely Presented Unicoi 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 Unicoi 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 Unicoi County School Department

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

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

Primary Government

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

Discretely Presented Unicoi County School Department

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

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures

and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

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

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

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

Funds		Amount
Primary Government:		
Major Funds:		
General Purpose School	$	33,644
Highway/Public Works		733,000
School Department:		
Major Funds:		
General Purpose School		51,282
Central Cafeteria		4,500

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Other Finance major category level (the legal level of control) of the Drug Control and Other General Government funds, by $147 and $328, respectively, and in the General Government major category level of the General Debt Service Fund by $1,367. Expenditures exceeded total appropriations in the Other General Government and General Debt Service funds by $328 and $1,245, respectively. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by greater than anticipated revenues in the General Debt Service Fund and by available fund balance in the Drug Control and Other General Government funds.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Unicoi County and the Unicoi 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 and investments reflected on the balance sheets or statements of net position represent nonpooled amounts held separately by individual funds.

Deposits

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

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

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

Investments

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

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

Investment Balances. As of June 30, 2025, Unicoi County had the following investments carried at amortized cost using a Stable Net Asset Value. Separate disclosures concerning pooled investments cannot be made for Unicoi County and the discretely presented Unicoi County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity		Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 45 days	$	11,680,480

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. Unicoi 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. Unicoi County has no investment policy that would further limit its investment choices. As of June 30, 2025, Unicoi 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 Unicoi 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 Unicoi 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 Unicoi 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	$ 109,349
Developed Market International Equity	N/A	N/A	49,384
Emerging Market International Equity	N/A	N/A	14,110
U.S. Fixed Income	N/A	N/A	70,548
Real Estate	N/A	N/A	35,274
Short-term Securities	N/A	N/A	3,527
NAV - Private Equity and Strategic Lending	N/A	N/A	70,548
Total			$ 352,740

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

B. Notes Receivable

Notes receivable of $27,708,000 in the Special Debt Service Fund resulted from the loaning of Helene Emergency Assistance Loan (HEAL) Program funds to the Town of Erwin, Tennessee, and Erwin Utilities that were borrowed by Unicoi County in the form of other loans from the State of Tennessee. The program provisions require the debt to be repaid within 30 days of receipt of funds from the Federal Emergency Management Agency (FEMA) or ten years, whichever comes first. The Town of Erwin and Erwin Utilities are contractually required to repay Unicoi County as these provisions are met. Notes receivable are included in restricted fund balance of the Special Debt Service Fund. The amount not expected to be received within one year is not measurable due to the uncertainty of any FEMA assistance that may be received and the timing of the receipt of such assistance.

C. Natural Disaster

Unicoi County suffered widespread flood and storm related damage during September 2024 when remnants of hurricane Helene passed through the county. The county suffered various damage to buildings and infrastructure, much of which was fully depreciated and otherwise had an insignificant carrying value in the county's capital assets. Damages and related impairment losses and insurance recovery have been discussed in Note IV.E. The county has applied for federal assistance through the Federal Emergency Management Agency (FEMA). No amounts have been awarded and recognized as revenue as of June 30, 2025.

Unicoi County has issued other loans totaling $31,558,000 to cover certain costs of the disaster as needed. Proceeds from the other loans totaling $27,708,000 have been loaned to other governments and utilities as discussed in Note IV. B.

D. 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	$ 771,680	$ 276,300	$ (37,900)	$ 1,010,080
Construction in Progress	55,504	866,981	(55,504)	866,981
Total Capital Assets Not Depreciated	$ 827,184	$ 1,143,281	$ (93,404)	$ 1,877,061
Capital Assets Depreciated:				
Buildings and Improvements	$ 7,443,355	$ 1,004,647	$ (239,038)	$ 8,208,964
Other Capital Assets	7,716,872	667,066	(340,537)	8,043,401
Infrastructure	13,138,831	462,276	0	13,601,107
Total Capital Assets Depreciated	$ 28,299,058	$ 2,133,989	$ (579,575)	$ 29,853,472
Less Accumulated Depreciation For:				
Buildings and Improvements	$ 4,634,758	$ 243,860	$ (35,157)	$ 4,843,461
Other Capital Assets	4,762,220	572,944	(296,616)	5,038,548
Infrastructure	5,985,536	307,258	0	6,292,794
Total Accumulated Depreciation	$ 15,382,514	$ 1,124,062	$ (331,773)	$ 16,174,803
Total Capital Assets Depreciated, Net	$ 12,916,544	$ 1,009,927	$ (247,802)	$ 13,678,669
Intangible Right-to-Use Assets:				
Leased Building	$ 37,045	$ 0	$ 0	$ 37,045
Less: Accumulated Amortization	(11,131)	(7,404)	0	(18,535)
Net Intangible Right-to-Use Assets	$ 25,914	$ (7,404)	$ 0	$ 18,510
Governmental Activities Capital Assets, Net	$ 13,769,642	$ 2,145,804	$ (341,206)	$ 15,574,240

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

Governmental Activities:

General Government	$	246,034
Finance		7,404
Administration of Justice		7,920
Public Safety		199,498
Public Health and Welfare		14,715
Highways/Public Works		655,895
Total Depreciation and Amortization Expense - Governmental Activities	$	1,131,466

Net Investment in Capital Assets

Capital Assets (both tangible and intangible)	$	15,574,240
Less:		
Outstanding principal of capital debt and other capital borrowings		(4,228,978)
Unamortized balance of original issue premiums on outstanding capital-related debt		(9,584)
Capital related contracts and retainage payable		(1,133,517)
Add:		
Capital borrowings related to unspent other loan proceeds		3,850,000
Net Investment in Capital Assets	$	14,052,161

Discretely Presented Unicoi County School Department

Governmental Activities:

	Balance 7-1-24	Increases	Decreases	Balance 6-30-25
Capital Assets Not Depreciated:				
Land	$ 564,353	$ 0	$ (15,000)	$ 549,353
Construction in Progress	5,428,887	3,626,376	(928,091)	8,127,172
Total Capital Assets Not Depreciated	$ 5,993,240	$ 3,626,376	$ (943,091)	$ 8,676,525
Capital Assets Depreciated:				
Buildings and Improvements	$ 45,545,170	$ 928,091	$ 0	$ 46,473,261
Other Capital Assets	6,252,750	613,224	0	6,865,974
Total Capital Assets Depreciated	$ 51,797,920	$ 1,541,315	$ 0	$ 53,339,235
Less Accumulated Depreciated For:				
Buildings and Improvements	$ 22,396,163	$ 1,307,277	$ 0	$ 23,703,440
Other Capital Assets	4,838,125	313,483	0	5,151,608
Total Accumulated Depreciation	$ 27,234,288	$ 1,620,760	$ 0	$ 28,855,048
Total Capital Assets Depreciated, Net	$ 24,563,632	$ (79,445)	$ 0	$ 24,484,187
Governmental Activities Capital Assets, Net	$ 30,556,872	$ 3,546,931	$ (943,091)	$ 33,160,712

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

Governmental Activities:

Instruction	$ 853,386
Support Services	743,930
Operation of Non-instructional Services	23,444
Total Depreciation Expense - Governmental Activities	$ 1,620,760

E. Impairment Loss for Capital Assets and Insurance Recovery

Impairment Losses for Capital Assets

Primary Government

Program expenses of governmental activities for Highways include an impairment loss of $105,549 due to storm destruction of a bridge from hurricane Helene. None of the loss was covered by insurance.

Insurance Recovery

Discretely Presented Unicoi County School Department

Program expenses of governmental activities for Education include an impairment loss of $124,121 due to hurricane Helene storm damage to Temple Hill Elementary school. The school department received an associated insurance recovery of $134,232, which has been netted against the costs to repair multiple parts of the school on the government-wide financial statements.

Other costs related to the storm, including cleanup and increases in other essential services, have been incurred. However, those costs have not been separately reported and are included in program expenses for both the primary government and discretely presented school department. None of the other costs were covered by insurance

F. Construction Commitments

On June 30, 2025, the General Fund had uncompleted constructions contracts of approximately $5,980 for health department renovations. Funding for this future expenditure has been received. The Highway/Public Works Funds had uncompleted constructions contracts of approximately $733,000 for bridge construction. Funding for this future expenditure is expected to be received from federal grants. The discretely presented Unicoi County School Department's Education Capital Projects Fund had uncompleted construction contracts of approximately $3,533 for gymnasium additions at Unicoi Elementary School, $20,948 for track/track fieldhouse renovations at the Unicoi County High School, and $6,888 for baseball field renovations. Funding for these future expenditures has been received.

G. 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	$ 2,557
Solid Waste/Sanitation	General	60,553
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	1,135
"	Central Cafeteria	1,150
Nonmajor governmental	General Purpose School	426

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	$ 50,000

The receivable from the General Fund represents donation funding received and contributed to the discretely presented school department by the primary government.

Interfund Transfers:

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

Primary Government

	Transfers In		
Transfers Out	General Debt Service Fund	Solid Waste/ Sanitation Fund	Purpose
General Fund	$ 0	$ 350,000	Operations
Highway/Public Works Fund	33,770	0	Debt retirement
Total	$ 33,770	$ 350,000	

Discretely Presented Unicoi County School Department

	Transfer In	
Transfer Out	Education Capital Projects Fund	Purpose
General Purpose School Fund	$ 907,200	Capital expenditures

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 and General Purpose School funds to finance various programs accounted for in other funds in accordance with budgetary authorizations.

H. Lease Obligation

On October 28, 2022, the county entered into a lease agreement for the use of a drive-thru location for the County Clerk's Office through December 1, 2027. The county will make annual payments of $7,800 under the agreement. Unicoi County recognized $7,315 in lease principal and $485 in lease interest expenditures during the current fiscal year related to this lease. As of June 30, 2025, the lease liability balance was $18,978.

The present value of the lease was determined using a discount rate of 2.11 percent, the same as the county's incremental borrowing rate. The leased asset and accumulated amortization of the right-to-use asset is outlined in Note IV.C.

The future lease payments on this asset lease include:

Year Ending June 30	Building Lease Principal	Interest	Total
2026	$ 7,472	$ 328	$ 7,800
2027	7,631	169	7,800
2028	3,875	24	3,899
Total	$ 18,978	$ 521	$ 19,499

Changes in Lease Obligation

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

Governmental Activities:

	Lease
Balance, July 1, 2024	$ 26,293
Reductions	(7,315)
Balance, June 30, 2025	$ 18,978
Balance Due Within One Year	$ 7,472

Analysis of Noncurrent Liabilities for Lease Presented on Exhibit A:

Total Noncurrent Liabilities - Lease, June 30, 2025	$ 18,978
Less: Balance Due Within One Year - Lease	(7,472)
Noncurrent Liabilities - Due in More Than One Year - Lease - Exhibit A	$ 11,506

I. Long-term Debt

Primary Government

General Obligation Bonds, Notes, and Other Loans

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

Direct Borrowing and Direct Placements - Unicoi County issues other loans to provide funds for the acquisition and construction of major capital facilities 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 13 years for notes, and up to 10 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 included in long-term debt as of June 30, 2025, will be retired from the General Debt Service Fund. All other loans included in long-term debt as of June 30, 2025, will be retired from the Special 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	1.4 to 5 %	5-1-44	$ 7,925,000	$ 6,675,000
General Obligation Bonds - Refunding	2 to 5	5-1-35	14,500,000	8,265,000
Direct Borrowing and Direct Placement:				
Capital Outlay Notes	2.94	4-1-26	715,000	65,000
Other Loans	0	3-28-35	31,558,000	31,558,000

On February 27, 2024, Unicoi County entered into an interlocal agreement to fund $406,200 of debt repayment for the Erwin Utilities Authority. The debt, which is to be used to fund waterline extension projects in Unicoi County, is expected to be borrowed by the Erwin Utilities Authority from the State Revolving Loan Fund. As of the date of this report, this debt has not been issued.

Unicoi County entered into other loan agreements through the State of Tennessee's Helene Emergency Assistance Loan (HEAL) Program. Program provisions require repayment within 30 days of receipt of funds from the Federal Emergency Management Agency (FEMA) or within ten years from the date of the loan, whichever comes first. On December 4, 2024, Unicoi County issued $19,558,000, and on March 28, 2025, the county issued an additional $12,000,000. The total outstanding balance under the HEAL Program as of June 30, 2025, was $31,558,000.

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

Year Ending June 30	Bonds		
	Principal	Interest	Total
2026	$ 2,350,000	$ 532,691	$ 2,882,691
2027	2,370,000	415,191	2,785,191
2028	2,370,000	317,041	2,687,041
2029	2,350,000	246,291	2,596,291
2030	400,000	176,091	576,091
2031-2035	2,220,000	691,799	2,911,799
2036-2040	2,060,000	342,356	2,402,356
2041-2044	820,000	83,400	903,400
Total	$ 14,940,000	$ 2,804,860	$ 17,744,860

Year Ending June 30	Notes - Direct Placement		
	Principal	Interest	Total
2026	$ 65,000	$ 1,911	$ 66,911
Total	$ 65,000	$ 1,911	$ 66,911

Year Ending June 30	Other Loans - Direct Placement *		
	Principal	Interest	Total
2035	$ 31,558,000	$ 0	$ 31,558,000
Total	$ 31,558,000	$ 0	$ 31,558,000

* Other Loan amounts obtained through the State of Tennessee HEAL Program are due within 30 days of receipt funds from the Federal Emergency Management Agency or ten years, whichever comes first and have no annual requirements until those parameters are met.

There is $34,467,248 available in the debt service funds to service long-term debt. Notes receivable represent $27,708,000 of this balance and is restricted for retiring a portion of the HEAL Program loans discussed above, leaving $6,759,248 available to service other long-term debt. Bonded debt per capita totaled $833, based on the 2020 federal census. Total debt per capita, including bonds, notes, other loans, and unamortized debt premiums, totaled $2,628, based on the 2020 federal census.

Changes in Long-term Debt

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

Governmental Activities:

	Bonds	Notes - Direct Placement	Other Loans
Balance, July 1, 2024	$ 16,680,000	$ 162,950	$ 0
Additions	0	0	31,558,000
Reductions	(1,740,000)	(97,950)	0
Balance, June 30, 2025	$ 14,940,000	$ 65,000	$ 31,558,000
Balance Due Within One Year	$ 2,350,000	$ 65,000	$ 0

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2025	$ 46,563,000
Less: Balance Due Within One Year - Debt	(2,415,000)
Add: Unamortized Premium on Debt	543,251
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	$ 44,691,251

J. Long-term Obligations

Primary Government

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences*	Other Postemployment Benefits
Balance, July 1, 2024	$ 170,010	$ 134,099
Additions	35,252	43,567
Reductions	0	(20,370)
Balance, June 30, 2025	$ 205,262	$ 157,296
Balance Due Within One Year	$ 151,094	$ 1,290

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

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Other Noncurrent Liabilities, June 30, 2025	$ 362,558
Less: Balance Due Within One Year - Other	(152,384)
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	$ 210,174

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds.

Discretely Presented Unicoi County School Department

Changes in Long-term Obligations

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

Governmental Activities:

	Compensated Absences*	Other Postemployment Benefits	Termination Benefits
Balance, July 1, 2024	$ 43,595	$ 3,025,530	$ 139,600
Additions	8,504	327,253	29,300
Reductions	0	(130,835)	(27,800)
Balance, June 30, 2025	$ 52,099	$ 3,221,948	$ 141,100
Balance Due Within One Year	$ 52,099	$ 103,955	$ 25,200

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

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2025	$ 3,415,147
Less: Balance Due Within One Year - Other	(181,254)
	0
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	$ 3,233,893

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

K. Pledges of Receivables and Future Revenues

Local Option Sales Tax Revenues Pledged

On March 18, 2024, Unicoi County and the discretely presented Unicoi County School Department entered into an agreement for the repayment of General Obligation Bonds Series 2024 issued on April

4, 2024, to finance school construction projects. The school department agreed to contribute an amount sufficient to pay debt service requirements on said bonds on or before May 1 of each year from local option sales tax from the General Purpose School Fund. The remaining principal ($2,885,000) and interest ($1,398,549) requirements for the bonds are payable semiannually through May 2044. For the current year, principal and interest paid was $223,029

L. On-Behalf Payments

Discretely Presented Unicoi County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Unicoi County School Department. These payments are made by the state to the Local Education Group Insurance Plan. The plan is administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2025, were $58,799. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

V. OTHER INFORMATION

A. Risk Management

Primary Government

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

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

Unicoi 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 Unicoi County School Department

The school department participates in the Tennessee Risk Management Trust (TN-RMT), which is a public entity risk pool created under the auspices of the Tennessee Governmental Tort Liability Act

to provide governmental insurance coverage. The school department pays an annual premium to the TN-RMT for its general liability, property, casualty, and workers' compensation insurance coverage. The creation of the TN-RMT provides for it to be self-sustaining through member premiums.

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

B. Accounting Changes

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

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

C. Contingent Liabilities

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

The county is involved in several pending lawsuits. Based on letters from attorneys, management estimates that the potential claims not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Joint Ventures

Primary Government

The Upper East Tennessee Regional Juvenile Detention Center was formed through cooperative agreements between Unicoi County and the counties of Carter, Greene, Hawkins, Johnson, Sullivan, and Washington for the operation of a program to divert youth from commitment to the Department of Correction facilities. This program is governed by a board of directors designated by the counties. The board of directors has contracted with ElyJenn Health Services, LLC, to undertake the management of this program. Operation costs to the counties are allocated according to percentages based on population. Unicoi County's participation is 3.5 percent. The county also pays a daily fee for individuals from the county using the facility.

The Erwin, Unicoi, and Unicoi County Animal Welfare Board was formed through a cooperative agreement between Unicoi County, the town of Erwin, and the town of Unicoi to operate and maintain a facility for the sheltering of animals. This entity is governed by a seven-member board comprising two appointees from the county, two from the town of Erwin, two from the town of Unicoi, and one from the Unicoi County Humane Society. The board generates its operating revenues from fees charged for the reclamation, adoption, spaying, and neutering of animals; however, each member is responsible for one-third of the annual operating costs of the shelter if revenues are insufficient to

meet such costs. Unicoi County contributed $55,261 to the Animal Welfare Board for the year ended June 30, 2025.

The First Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the First Judicial District, Carter, Unicoi, and Washington 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. Unicoi County did not contribute to the DTF for the year ended June 30, 2025.

Unicoi County Emergency Medical Services (EMS) is a joint venture formed through an interlocal agreement between Unicoi County, the town of Erwin, and the town of Unicoi to provide ambulance services in Unicoi County. This entity is governed by a nine-member board comprising three appointees from the county, two from the town of Erwin, two from the town of Unicoi, the CEO of the local hospital or their designee, and the Medical Director of the Unicoi County EMS. Unicoi County EMS generates its operating revenues from fees charged for services; however, Unicoi County, the town of Erwin, and the town of Unicoi are respectively responsible for 64 percent, 22 percent, and 14 percent of the annual operating costs if revenues are insufficient to meet such costs. Unicoi County contributed $172,800 for EMS annual operating costs and $100,000 for supplementary funding from Hurricane Helene donations to the Unicoi County Emergency Medical Services for the year ended June 30, 2025.

Complete financial statements for the Juvenile Detention Center; the Erwin, Unicoi, and Unicoi County Animal Welfare Board, the First Judicial District Drug Task Force, and Unicoi County Emergency Medical Services can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Upper East Tennessee Regional
Juvenile Detention Center
307 Wesley Street
Johnson City, TN 37601

Erwin, Unicoi, and Unicoi County
Animal Welfare Board
185 North Industrial Drive
Erwin, TN 37650

Office of District Attorney General
First Judicial District Drug Task Force
P.O. Box 38
Jonesborough, TN 37659

Unicoi County Emergency Medical Services
630 Oneega Avenue
Erwin, TN 37650

Discretely Presented Unicoi County School Department

The discretely presented school department participates in the Northeast Tennessee Cooperative (NETCO). The cooperative was established through a contractual agreement between the Boards of Education of Unicoi County and various other counties and cities in the upper East Tennessee area. The cooperative was authorized through Chapter 49 of *Tennessee Code Annotated* and 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 (Johnson City School System) and a service provider to provide this service. NETCO is governed by a representative committee, including one representative from each of the member districts and an executive council, consisting of the chair, vice chair, secretary, treasurer, and a member-at-large from the representative committee.

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

Administrative Office:

Northeast Tennessee Cooperative
100 East Maple Street
P.O. Box 1517
Johnson City, TN 37605

E. Jointly Governed Organizations

The East Tennessee Regional Agribusiness Marketing Authority was established through Title 64 of *Tennessee Code Annotated, (TCA),* and includes the counties of Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Sullivan, Unicoi, and Washington. The purpose of the authority is to establish and operate a market for agricultural products of the region through a food distribution center, and to further the economy and growth of the region served by the authority by developing, marketing, and promoting facilities for warehousing, distribution, light manufacturing, and agribusiness purposes. The authority is governed by a Board of Directors consisting of the county mayors of each county or the county mayor's designee and one nonvoting member representing the Tennessee Department of Agriculture and the University of Tennessee's Agriculture Extension Service. An executive committee, consisting of the chairman, vice-chairman, secretary, and treasurer of the Board of Directors, along with the center manager as an ex-officio member, is in charge of the daily operation of the center.

The Joint Economic Development Board of Unicoi County is jointly governed by Unicoi County, the towns of Erwin and Unicoi, the Unicoi County Gas Utility District, and various local private enterprises. The board is composed of 16 members, four of whom represent Unicoi County. The purpose is to coordinate the governmental and private sector activities in attracting businesses and industries to the Unicoi County area.

Unicoi County is a participant in the joint governance of the Northeast Tennessee Regional Recovery Center. The center was established by an organizational resolution approved by the cities of Elizabethton, Unicoi, Erwin, and Kingsport, Tennessee; as well as the counties of Carter, Washington, Sullivan, Unicoi, Johnson, Hamblen, and Hawkins, Tennessee. The center operates a treatment facility and provides recovery services to counties in Northeast Tennessee utilizing grants and opioid settlement funds administered through the State of Tennessee. The center is governed by a Board of Directors consisting of elected members nominated by the respective districts as well as a member from the Tennessee State Senate and House of Representatives. An executive committee, consisting of a director who is a Tennessee State Senator or Representative, four directors who are either county

mayors or commissioners, and two directors who are either city mayors or commissioners, have oversight of daily operations.

F. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Unicoi County and non-certified employees of the discretely presented Unicoi 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 58.47 percent, the non-certified employees of the discretely presented school department comprised 41.53 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	212
Inactive Employees Entitled to But Not Yet Receiving Benefits	353
Active Employees	245
Total	810

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary to the plan. Unicoi 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 Unicoi County were $584,949 based on a rate of 6.47 percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Unicoi County's state shared taxes if required employer contributions are not remitted. The employer's actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability. Employer contributions to separately finance specific liabilities were 6.47 percent for the year ended June 30, 2025. The contributions to separately finance specific liabilities were related to employees who have returned to work under a TCRS Return to Work program which requires employer contributions.

Net Pension Liability (Asset)

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

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

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

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

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

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

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Unicoi 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	$ 27,782,746	$ 28,666,125	$ (883,379)
Changes for the year:			
Service Cost	$ 792,736	$ 0	$ 792,736
Interest	1,883,872	0	1,883,872
Differences Between Expected and Actual Experience	268,884	0	268,884
Contributions-Employer	0	534,431	(534,431)
Contributions-Employees	0	409,836	(409,836)
Net Investment Income	0	2,777,958	(2,777,958)
Benefit Payments, Including Refunds of Employee Contributions	(1,332,523)	(1,332,523)	0
Administrative Expense	0	(32,361)	32,361
Net Changes	$ 1,612,969	$ 2,357,341	$ (744,372)
Balance, June 30, 2024	$ 29,395,715	$ 31,023,466	$ (1,627,751)

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

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	58.47%	$ 17,187,675	$ 18,139,421	$ (951,746)
School Department	41.53%	12,208,040	12,884,045	(676,005)
Total		$ 29,395,715	$ 31,023,466	$ (1,627,751)

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

Unicoi County	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	$ 2,309,215	$ (1,627,751)	$ (4,852,859)

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, Unicoi County recognized pension expense (negative pension expense) of $541,669.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2025, Unicoi 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	$ 741,501	$ 138,255
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	322,018
Changes in Assumptions	320,337	0
Contributions Subsequent to the Measurement Date of June 30, 2024 (1)	584,949	N/A
Total	$ 1,646,787	$ 460,273

(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	$ 955,581	$ 269,122
School Department	691,206	191,151
Total	$ 1,646,787	$ 460,273

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

Year Ending June 30	Amount
2026	$ 164,906
2027	708,346
2028	(154,027)
2029	(117,661)
2030	0
Thereafter	0

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

Discretely Presented Unicoi County School Department - Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Unicoi County and non-certified employees of the discretely presented Unicoi County School Department are provided a defined benefit pension plan through the Public Employee Pension Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 58.47 percent and the non-certified employees of the discretely presented school department comprise 41.53 percent of the plan based on contribution data.

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

General Information About the Pension Plan

Plan Description. Teachers of the Unicoi 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 $146,237, which is three percent of covered payroll. In addition, employer contributions of $48,578, 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 ($117,811) 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 .165323 percent. The proportion as of June 30, 2023, was .161728 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of $98,063.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 9,732	$ 36,195
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	19,873
Changes in Assumptions	46,816	0
Changes in Proportion of Net Pension Liability (Asset)	11,477	16,895
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	146,237	N/A
Total	$ 214,262	$ 72,963

The school department's employer contributions of $146,237 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	$ (11,888)
2027	15,607
2028	(7,704)
2029	(7,595)
2030	1,896
Thereafter	4,745

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

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

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

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

The actuarial assumptions, used in the June 30, 2024, actuarial valuation, were based on the results of an actuarial experience study performed for the period July 1, 2016, through June

30, 2020. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	$ 310,705	$ (117,811)	$ (436,716)

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

General Information About the Pension Plan

Plan Description. Teachers of the Unicoi 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 Unicoi County School Department for the year ended June 30, 2025, to the Teacher Legacy Pension Plan were $491,026, 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 ($4,355,571) 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 .252810 percent. The proportion measured at June 30, 2023, was .250453 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2025, the school department recognized pension expense (negative pension expense) of $1,018,275.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	$ 1,161,515	$ 0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	848,288
Changes in Proportion of Net Pension Liability (Asset)	248,419	48,556
LEA's Contributions Subsequent to the Measurement Date of June 30, 2024	491,026	N/A
Total	$ 1,900,960	$ 896,844

The school department's employer contributions of $491,026 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) to the net pension liability (asset) in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2026	$ (395,851)
2027	1,798,148
2028	(442,578)
2029	(446,629)
2030	0
Thereafter	0

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

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

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

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

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

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

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

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

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

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

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability (Asset)	$ 5,533,085	$ (4,355,571)	$ (12,556,863)

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 $238,530 and teachers contributed $265,678 to this deferred compensation pension plan.

G. Other Postemployment Benefits (OPEB)

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

OPEB Provided through State Administered Public Entity Risk Pools

General retirees of Unicoi County and retirees of the Unicoi County Highway Department are provided healthcare under separate Local Government Plans (LGPs) 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 Unicoi 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 the school department's total OPEB liability for each plan was measured as of June 30, 2024, and was determined by an actuarial valuation as of that date.

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

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

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

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

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

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

Local Government OPEB Plans (Primary Government)

Plan Description. Employees of Unicoi County are provided with pre-65 retiree health insurance benefits through the closed Local Government Plans (LGPs) 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 LGPs.

Benefits Provided. Unicoi County offers the LGPs to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGPs upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with *TCA* 8-27-701 establishes and amends the benefit terms of the LGPs. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LGPs, receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Unicoi 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:

	County	Highway Department	Total
Inactive Employees Currently Receiving Benefits	0	0	0
Inactive Employees Entitled To But Not Yet Receiving Benefits	0	0	0
Active Employees Eligible for Benefits	110	13	123
Total	110	13	123

An insurance committee, created in accordance with *TCA* 8-27-701, establishes the required payments to the LGPs 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 $1,290 (County - $1,181, Highway Department - $109) to the LGP for OPEB benefits as they came due.

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

	County	Highway Department	Total
Balance July 1, 2023	$ 93,743	$ 40,356	$ 134,099
Changes for the Year:			
Service Cost	$ 16,662	$ 2,990	$ 19,652
Interest	4,014	1,582	5,596
Difference between Expected and Actuarial Experience	(4,878)	(14,609)	(19,487)
Changes in Assumption	14,156	4,163	18,319
Benefit Payments	(850)	(33)	(883)
Net Changes	$ 29,104	$ (5,907)	$ 23,197
Balance June 30, 2024	$ 122,847	$ 34,449	$ 157,296

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 $20,250 (County - $20,196, Highway Department - $54). On June 30, 2025, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	County	Highway Department	Total
Deferred Outflows of Resources:			
Changes in Assumptions	$ 29,756	$ 11,833	$ 41,589
Benefits Paid after the Measurement Date of June 30, 2024	1,181	109	1,290
Total Deferred Outflows of Resources	$ 30,937	$ 11,942	$ 42,879

	County	Highway Department	Total
Deferred Inflows of Resources:			
Difference Between Expected and Actual Experience	$ 13,190	$ 21,089	$ 34,279
Changes in Assumptions	14,482	9,375	23,857
Total Deferred Inflows of Resources	$ 27,672	$ 30,464	$ 58,136

The amount shown above for "Benefits Paid After the Measurement Date" will be recognized as a reduction to OPEB liability in the following fiscal 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	County	Highway Department	Total Amount
2026	$ (480)	$ (4,518)	$ (4,998)
2027	(480)	(4,518)	(4,998)
2028	(480)	(4,518)	(4,998)
2029	(480)	(1,992)	(2,472)
2030	441	(1,039)	(598)
Thereafter	3,563	(2,046)	1,517

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

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

Discount Rate	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
County	$ 134,682	$ 122,847	$ 112,005
Highway Department	36,913	34,449	32,180
Total OPEB Liability	$ 171,595	$ 157,296	$ 144,185

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

Healthcare Cost Trend Rate	1% Decrease 9.68 to 3.5%	Current Trend Rate 10.68 to 4.5%	1% Increase 11.68 to 5.5%
County	$ 106,668	$ 122,847	$ 142,227
Highway Department	31,104	34,449	38,424
Total OPEB Liability	$ 137,772	$ 157,296	$ 180,651

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

Plan Description. Employees of the Unicoi 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 Unicoi 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 school department does not provide a direct subsidy except for the $1,200 annual supplement discussed in Note V.H., Termination Benefits, which retirees my elect to have applied to their insurance coverage. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retiree's 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, 20 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	197
Total	213

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 $103,955 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		
	Unicoi County School Department 62.8977%	State of TN 37.1023%	Total OPEB Liability
Balance July 1, 2023	$ 3,025,530	$ 1,827,638	$ 4,853,168
Changes for the Year:			
Service Cost	$ 143,280	$ 84,518	$ 227,798
Interest	114,862	67,755	182,617
Difference between Expected and Actual Experience	(59,127)	(34,877)	(94,003)
Changes in Proportion	27,004	(27,004)	0
Changes in Assumption	69,111	40,767	109,878
Benefit Payments	(98,712)	(58,228)	(156,940)
Net Changes	$ 196,418	$ 72,932	$ 269,350
Balance June 30, 2024	$ 3,221,948	$ 1,900,570	$ 5,122,518

The Unicoi 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 Unicoi County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department recognized $179,638 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Unicoi County School Department's proportionate share of the collective OPEB liability was 62.8977 percent and the State of Tennessee's share was 37.1023 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 $450,793, including the state's share of the expense. On June 30, 2025, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Actual and Expected Experience	$ 278,891	$ 419,630
Changes in Proportion	87,910	173,923
Changes of Assumptions	597,050	297,143
Benefits Paid After the Measurement Date of June 30, 2024	103,955	0
Total	$ 1,067,806	$ 890,696

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

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

Year Ending June 30	School Department
2026	$ 13,013
2027	13,013
2028	18,150
2029	20,825
2030	25,658
Thereafter	(17,504)

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

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

Discount Rate	1% Decrease 2.93%	Current Discount Rate 3.93%	1% Increase 4.93%
Proportionate Share of the Collective Total OPEB Liability	$ 3,484,109	$ 3,221,948	$ 2,973,643

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

Healthcare Cost Trend Rate

	1% Decrease 9.68 to 3.5%	Current Rate 10.68 to 4.5%	1% Increase 11.68 to 5.5%
Proportionate Share of the Collective Total OPEB Liability	$ 2,863,125	$ 3,221,948	$ 3,639,552

H. Termination Benefits

The discretely presented Unicoi County School Department through School Board policy provides termination benefits to all professional employees who meet eligibility requirements for the benefit. To be eligible for the benefit, employees must be at least age 52 and have at least 15 years of service with the Unicoi County School System at the time of retirement. Under the terms of the policy, those retirees will receive a supplement of $1,200 per year for a period of ten years or until Medicare eligible. At the retiree's discretion, that supplement may be received in cash or applied toward payment of health insurance premiums for the retiree under the Local Education Plan discussed in Note V.G., Other Postemployment Benefits. Retirees also receive an additional one-time payment of $1,500 their first year of retirement. Upon death of the retiree, this benefit ceases. Currently, 21 retirees are eligible for participation in the program. The estimated cost of the cash payments for this benefit reported in the government-wide Statement of Net Position is $141,100. During the year, expenditures of $27,800 were made for the supplement benefits. No payments were made for the one-time payment during the fiscal year ended June 30, 2025.

I. Purchasing Laws

Office of County Mayor

Purchasing procedures for the Office of County Mayor are governed by the County Purchasing Law of 1983, Sections 5-14-201 through 5-14-206, *Tennessee Code Annotated* (*TCA*), which provide for purchases exceeding $25,000 (excluding emergency purchases) to be made after public advertisement and solicitation of competitive bids.

Office of Road Superintendent

Purchasing procedures for the highway department are governed by Chapter 678, Private Acts of 1949, and provisions of the Uniform Road Law, Section 54-7-113, TCA, which provide for purchases exceeding $25,000 to be made after public advertisement and solicitation of competitive bids.

Office of Director of Schools

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

J. Subsequent Events

On July 28, 2025, Unicoi County issued other loans totaling $5,672,956 through the State of Tennessee Helene Emergency Assistance Loan (HEAL) Program and loaned the proceeds to Erwin Utilities. Unicoi County has recognized notes receivable for the loaning of these funds to the utility. The terms of the HEAL program provide for the debt to be repaid within 30 days of receipt of funds from the

Federal Emergency Management Agency (FEMA) or ten years, whichever comes first. Unicoi County has entered into a contractual agreement with the utility system to repay Unicoi County all of the debt service requirements as they become due.

During fiscal year 2025, Unicoi County approved the issuance of an Energy Efficiency and Sustainability Initiative (EESI) loan totaling $769,684 on behalf of the discretely presented Unicoi County School Department. The loan is expected to be issued subsequent to June 30, 2025, and will be used to finance energy efficiency improvements.

Required Supplementary Information Section

UNICOI 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	$ 498,400	$ 523,977	$ 549,365	$ 570,740	$ 579,934	$ 548,002	$ 582,051	$ 705,364	$ 792,613	$ 792,736
Interest	1,307,182	1,341,066	1,383,248	1,405,036	1,425,084	1,514,864	1,557,829	1,631,727	1,807,060	1,883,872
Differences Between Actual and Expected Experience	(414,817)	(286,629)	(489,764)	(632,907)	242,249	(504,966)	(122,988)	1,315,982	(189,433)	268,884
Changes in Assumptions	0	0	606,551	0	0	0	1,601,693	0	0	0
Benefit Payments, Including Refunds of Employee Contributions	(956,791)	(972,329)	(1,110,430)	(1,158,104)	(992,985)	(960,996)	(1,037,653)	(1,073,275)	(1,212,295)	(1,332,523)
Net Change in Total Pension Liability	$ 433,974	$ 606,085	$ 938,970	$ 184,765	$ 1,254,282	$ 596,904	$ 2,580,932	$ 2,579,798	$ 1,197,945	$ 1,612,969
Total Pension Liability, Beginning	17,409,091	17,843,065	18,449,150	19,388,120	19,572,885	20,827,167	21,424,071	24,005,003	26,584,801	27,782,746
Total Pension Liability, Ending (a)	$ 17,843,065	$ 18,449,150	$ 19,388,120	$ 19,572,885	$ 20,827,167	$ 21,424,071	$ 24,005,003	$ 26,584,801	$ 27,782,746	$ 29,395,715
Plan Fiduciary Net Position										
Contributions - Employer	$ 486,697	$ 517,289	$ 534,120	$ 534,791	$ 540,136	$ 512,954	$ 540,612	$ 614,067	$ 501,149	$ 534,431
Contributions - Employee	286,181	303,989	314,359	314,259	317,781	328,568	345,108	392,209	387,850	409,836
Net Investment Income	516,295	453,553	1,965,211	1,577,152	1,514,157	1,076,460	5,836,091	(1,083,730)	1,816,549	2,777,958
Benefit Payments, Including Refunds of Employee Contributions	(956,791)	(972,329)	(1,110,430)	(1,158,104)	(992,985)	(960,996)	(1,037,653)	(1,073,275)	(1,212,295)	(1,332,523)
Administrative Expense	(10,989)	(17,570)	(19,097)	(21,159)	(19,444)	(19,973)	(19,970)	(23,286)	(26,489)	(32,361)
Net Change in Plan Fiduciary Net Position	$ 321,393	$ 284,932	$ 1,684,163	$ 1,246,939	$ 1,359,645	$ 937,013	$ 5,664,188	$ (1,174,015)	$ 1,466,764	$ 2,357,341
Plan Fiduciary Net Position, Beginning	16,875,103	17,196,496	17,481,428	19,165,591	20,412,530	21,772,175	22,709,188	28,373,376	27,199,361	28,666,125
Plan Fiduciary Net Position, Ending (b)	$ 17,196,496	$ 17,481,428	$ 19,165,591	$ 20,412,530	$ 21,772,175	$ 22,709,188	$ 28,373,376	$ 27,199,361	$ 28,666,125	$ 31,023,466
Net Pension Liability (Asset), Ending (a - b)	$ 646,569	$ 967,722	$ 222,529	$ (839,645)	$ (945,008)	$ (1,285,117)	$ (4,368,373)	$ (614,560)	$ (883,379)	$ (1,627,751)
Plan Fiduciary Net Position as a Percentage of Total Pension Asset/Liability	96.38%	94.75%	98.85%	104.29%	104.54%	106.00%	118.20%	102.31%	103.18%	105.54%
Covered Payroll	$ 5,712,194	$ 6,071,475	$ 6,269,021	$ 6,276,884	$ 6,339,618	$ 6,542,779	$ 6,895,553	$ 7,832,476	$ 7,745,733	$ 8,164,659
Net Pension Liability (Asset) as a Percentage of Covered Payroll	11.32%	15.94%	3.55%	(13.38%)	(14.91%)	(19.64%)	(63.35%)	(7.85%)	(11.4%)	(19.94%)

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.

UNICOI 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	$ 517,289	$ 534,120	$ 534,791	$ 540,136	$ 512,954	$ 540,612	$ 614,067	$ 501,149	$ 530,051	$ 584,949
Less: Contributions in Relation to the Actuarially Determined Contribution	(517,289)	(534,120)	(534,791)	(540,136)	(512,954)	(540,612)	(614,067)	(501,149)	(530,051)	(584,949)
Contribution Deficiency (Excess)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered Payroll	$ 6,071,475	$ 6,269,021	$ 6,276,884	$ 6,339,618	$ 6,542,779	$ 6,895,553	$ 7,832,476	$ 7,745,733	$ 8,164,659	$ 9,040,953
Contributions as a Percentage of Covered Payroll	8.52%	8.52%	8.52%	8.52%	7.84%	7.84%	7.84%	6.47%	6.49%	6.47%

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.

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	$ 30,757	$ 45,127	$ 48,580	$ 34,025	$ 40,233	$ 42,199	$ 51,906	$ 92,324	$ 114,569	$ 146,237
Less: Contributions in Relation to the Contractually Required Contribution	(30,757)	(45,127)	(48,580)	(34,025)	(40,233)	(42,199)	(51,906)	(92,324)	(114,569)	(146,237)
Contribution Deficiency (Excess)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered Payroll	$ 768,938	$ 1,128,172	$ 1,214,508	$ 1,753,888	$ 1,981,892	$ 2,089,074	$ 2,582,372	$ 3,216,847	$ 3,883,697	$ 4,857,807
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%	2.95%	3.01%

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%

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

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	$ 821,505	$ 811,753	$ 829,869	$ 934,022	$ 927,065	$ 913,723	$ 932,731	$ 706,263	$ 570,096	$ 491,026
Less: Contributions in Relation to the Contractually Required Contribution	(821,505)	(811,753)	(829,869)	(934,022)	(927,065)	(913,723)	(932,731)	(706,263)	(570,096)	(491,026)
Contribution Deficiency (Excess)	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Covered Payroll	$ 9,087,944	$ 8,979,594	$ 9,139,517	$ 8,929,460	$ 8,721,202	$ 8,897,068	$ 9,055,646	$ 8,127,317	$ 8,371,442	$ 7,720,523
Contributions as a Percentage of Covered Payroll	9.04%	9.04%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%	6.81%	6.36%

UNICOI COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Retirement Plan of TCRS
Discretely Presented Unicoi 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)	0.248998%	0.174756%	0.171889%	0.138979%	0.165742%	0.157055%	0.144751%	0.151220%	0.161728%	0.165323%
School Department's Proportionate Share of the Net Pension Liability (Asset)	$ (10,228)	$ (18,193)	$ (45,349)	$ (63,031)	$ (93,559)	$ (89,308)	$ (156,796)	$ (45,808)	$ (68,578)	$ (117,811)
Covered Payroll	$ 528,255	$ 768,938	$ 1,128,172	$ 1,214,508	$ 1,753,888	$ 1,981,892	$ 2,089,074	$ 2,582,372	$ 3,216,847	$ 3,883,697
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94%)	(2.37%)	(4.02%)	(5.19%)	(5.33%)	(4.51%)	(7.51%)	(1.77%)	(2.13%)	-3.03%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	127.46%	121.88%	126.81%	126.97%	123.07%	116.52%	121.53%	104.55%	104.97%	106.49%

UNICOI COUNTY, TENNESSEE
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Unicoi 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)	0.240322%	0.251744%	0.254023%	0.261005%	0.266301%	0.262035%	0.271071%	0.275169%	0.250453%	0.252810%
School Department's Proportionate Share of the Net Pension Liability (Asset)	$ 98,444	$ 1,573,259	$ (83,112)	$ (918,453)	$ (2,738,058)	$ (1,998,212)	$ (11,691,943)	$ (3,374,687)	$ (2,952,773)	$ (4,355,571)
Covered Payroll	$ 8,996,468	$ 9,087,444	$ 8,979,594	$ 9,139,517	$ 8,929,460	$ 8,721,202	$ 8,897,069	$ 9,055,646	$ 8,127,317	$ 8,371,442
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	1.09%	17.31%	(0.93%)	(10.05%)	(30.66%)	(22.91%)	(131.41%)	(37.27%)	(36.33%)	(52.03)%
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%

UNICOI COUNTY, TENNESSEE
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plans
Primary Government
For the Fiscal Year Ended June 30

Unicoi County Plan (General Employees)

	2021	2022	2023	2024
Total OPEB Liability				
Service Cost	$ 0	$ 15,863	$ 10,210	$ 16,662
Interest	0	2,043	2,475	4,014
Changes of Benefit Terms	79,112	0	0	0
Differences Between Actual and Expected Experience	0	(12,354)	(1,808)	(4,878)
Changes in Assumptions or Other Inputs	0	(23,533)	23,780	14,156
Benefit Payments	0	(831)	(1,214)	(850)
Net Change in Total OPEB Liability	$ 79,112	$ (18,812)	$ 33,443	$ 29,104
Total OPEB Liability, Beginning	0	79,112	60,300	93,743
Total OPEB Liability, Ending	$ 79,112	$ 60,300	$ 93,743	$ 122,847
Covered Employee Payroll	$ 3,652,106	$ 3,942,228	$ 3,982,582	$ 4,172,290
Net OPEB Liability as a Percentage of Covered Employee Payroll	2.17%	1.53%	2.35%	2.94%

Highway Department Plan

	2021	2022	2023	2024
Total OPEB Liability				
Service Cost	$ 0	$ 4,646	$ 2,513	$ 2,990
Interest	0	1,189	1,279	1,582
Changes of Benefit Terms	50,587	0	0	0
Differences Between Actual and Expected Experience	0	(4,441)	(8,659)	(14,609)
Changes in Assumptions or Other Inputs	0	(17,925)	11,648	4,163
Benefit Payments	0	(371)	(110)	(33)
Net Change in Total OPEB Liability	$ 50,587	$ (16,902)	$ 6,671	$ (5,907)
Total OPEB Liability, Beginning	0	50,587	33,685	40,356
Total OPEB Liability, Ending	$ 50,587	$ 33,685	$ 40,356	$ 34,449
Covered Employee Payroll	$ 725,886	$ 795,257	$ 748,962	$ 780,112
Net OPEB Liability as a Percentage of Covered Employee Payroll	6.97%	4.24%	5.39%	4.42%

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:

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 2022 plan year - from 9.02% to 7.36%
For the 2023 plan - from 7.36% to 8.37%
For the 2024 plan - from 8.37% to 10.31%
For the 2024 plan - from 8.37% to 10.31%
For the 2025 plan - 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.

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

	2017	2018	2019	2020	2021	2022	2023	2024
Total OPEB Liability								
Service Cost	$ 220,180	$ 202,754	$ 187,711	$ 172,056	$ 222,790	$ 280,122	$ 217,123	$ 227,798
Interest	107,523	129,624	107,607	115,626	84,292	104,975	168,170	182,617
Changes in Benefit Terms	0	(129,693)	0	0	0	0	0	0
Differences Between Actual and Expected Experience	0	(777,215)	451,551	(81,387)	204,370	235,599	(344,552)	(94,003)
Changes in Assumptions or Other Inputs	(171,366)	90,615	(249,107)	412,180	613,187	(509,629)	368,655	109,878
Benefit Payments	(177,061)	(183,131)	(157,471)	(163,515)	(134,382)	(137,901)	(177,790)	(156,940)
Net Change in Total OPEB Liability	$ (20,724)	$ (667,046)	$ 340,291	$ 454,960	$ 990,257	$ (26,834)	$ 231,606	$ 269,350
Total OPEB Liability, Beginning	3,550,658	3,529,934	2,862,888	3,203,179	3,658,139	4,648,396	4,621,562	4,853,168
Total OPEB Liability, Ending	$ 3,529,934	$ 2,862,888	$ 3,203,179	$ 3,658,139	$ 4,648,396	$ 4,621,562	$ 4,853,168	$ 5,122,518
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	$ 1,249,900	$ 929,978	$ 1,077,982	$ 1,164,300	$ 1,575,293	$ 1,655,926	$ 1,827,638	$ 1,900,570
Employer Proportionate Share of the Total OPEB Liability	2,280,034	1,932,910	2,125,197	2,493,839	3,073,103	2,965,636	3,025,530	3,221,948
Covered Employee Payroll	$ 11,477,624	$ 11,613,974	$ 12,014,577	$ 12,135,144	$ 12,503,274	$ 13,632,252	$ 13,878,157	$ 14,500,487
Net OPEB Liability as a Percentage of Covered Employee Payroll	19.87%	16.64%	17.69%	20.55%	24.58%	21.75%	21.80%	22.22%

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:

2019 plan year - from 5.4% to 6.75%.
2020 plan year - from 6.75% to 6.03%
2021 plan year - from 6.03% to 9.02%
2022 plan year - from 9.02% to 7.36%
2023 plan year - from 7.36% to 8.37%
2024 plan year - from 8.37% to 10.31%
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.

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

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

Methods and assumptions used to determine contribution rates:

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

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

Combining and Individual Fund Financial Statements and Schedules

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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

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 revenues received and expenditures paid relating to the American Rescue Plan Act Grant.

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

CAPITAL PROJECT FUNDS

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

Community Development/Industrial Park Fund – The Community Development/Industrial Park Fund is used to account for activities related to the Community Development Block Grant.

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

	Special Revenue Funds			
	Drug Control	Other General Government	Constitu - tional Officers - Fees	Total Nonmajor Governmental Funds
ASSETS				
Cash	$ 0	$ 0	$ 2,400	$ 2,400
Equity in Pooled Cash and Investments	40,512	321,083	0	361,595
Accounts Receivable	0	0	157	157
Total Assets	$ 40,512	$ 321,083	$ 2,557	$ 364,152
LIABILITIES				
Accounts Payable	$ 115	$ 0	$ 0	$ 115
Payroll Deductions Payable	41	0	0	41
Due to Other Funds	0	0	2,557	2,557
Due to State of Tennessee	1	0	0	1
Other Current Liabilities	4,485	0	0	4,485
Total Liabilities	$ 4,642	$ 0	$ 2,557	$ 7,199
FUND BALANCES				
Restricted:				
Restricted for Public Safety	$ 35,870	$ 0	$ 0	$ 35,870
Committed:				
Committed for Other Purposes	0	321,083	0	321,083
Total Fund Balances	$ 35,870	$ 321,083	$ 0	$ 356,953
Total Liabilities and Fund Balances	$ 40,512	$ 321,083	$ 2,557	$ 364,152

UNICOI 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	
	Formerly Nonmajor Solid Waste / Sanitation	Drug Control	*Formerly Major* Other General Government Fund	Total	Community Development/ Industrial Park	Total Nonmajor Governmental Funds
Revenues						
Fines, Forfeitures, and Penalties	$ 0	$ 12,977	$ 0	$ 12,977	$ 0	$ 12,977
Other Local Revenues	0	0	32,830	32,830	0	32,830
Federal Government	0	0	1,473,534	1,473,534	152,350	1,625,884
Total Revenues	$ 0	$ 12,977	$ 1,506,364	$ 1,519,341	$ 152,350	$ 1,671,691
Expenditures						
Current:						
Finance	$ 0	$ 147	$ 328	$ 475	$ 0	$ 475
Public Safety	0	14,643	0	14,643	0	14,643
Other Operations	0	0	0	0	152,350	152,350
Capital Projects - Donated	0	0	725,224	725,224	0	725,224
Total Expenditures	$ 0	$ 14,790	$ 725,552	$ 740,342	$ 152,350	$ 892,692
Excess (Deficiency) of Revenues Over Expenditures	$ 0	$ (1,813)	$ 780,812	$ 778,999	$ 0	$ 778,999
Net Change in Fund Balances	$ 0	$ (1,813)	$ 780,812	$ 778,999	$ 0	$ 778,999
Change to or Within the Reporting Entity	(302,878)	0	(459,729)	(762,607)	0	(762,607)
Fund Balance, July 1, 2024	302,878	37,683	0	340,561	0	340,561
Fund Balance, June 30, 2025	$ 0	$ 35,870	$ 321,083	$ 356,953	$ 0	$ 356,953

UNICOI 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	$ 12,977	$ 30,200	$ 30,200	$ (17,223)
Other Local Revenues	0	7,700	7,700	(7,700)
Total Revenues	$ 12,977	$ 37,900	$ 37,900	$ (24,923)
Expenditures				
Finance				
Other Finance	$ 147	$ 0	$ 0	$ (147)
Public Safety				
Sheriff's Department	14,643	37,874	37,874	23,231
Total Expenditures	$ 14,790	$ 37,874	$ 37,874	$ 23,084
Excess (Deficiency) of Revenues Over Expenditures	$ (1,813)	$ 26	$ 26	$ (1,839)
Net Change in Fund Balance	$ (1,813)	$ 26	$ 26	$ (1,839)
Fund Balance, July 1, 2024	37,683	34,366	34,366	3,317
Fund Balance, June 30, 2025	$ 35,870	$ 34,392	$ 34,392	$ 1,478

UNICOI COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget
Other General Government Special Revenue Fund
For the Year Ended June 30, 2025

	Actual	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues				
Other Local Revenues	$ 32,830	$ 0	$ 32,830	$ 0
Federal Government	1,473,534	0	1,473,534	0
Total Revenues	$ 1,506,364	$ 0	$ 1,506,364	$ 0
Expenditures				
Finance				
Other Finance	$ 328	$ 0	$ 0	$ (328)
Capital Projects - Donated				
Capital Projects Donated to School Department	725,224	0	725,224	0
Total Expenditures	$ 725,552	$ 0	$ 725,224	$ (328)
Excess (Deficiency) of Revenues Over Expenditures	$ 780,812	$ 0	$ 781,140	$ (328)
Net Change in Fund Balance	$ 780,812	$ 0	$ 781,140	$ (328)
Changes to or Within the Financial Reporting Entity	(459,729)	0	0	(459,729)
Fund Balance, July 1, 2024	0	0	0	0
Fund Balance, June 30, 2025	$ 321,083	$ 0	$ 781,140	$ (460,057)

MAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

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

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

Special Debt Service Fund – The Special Debt Service Fund is used to account for and report financial resources from the issuance of Other Loans through the State of Tennessee HEAL Loan Program that are restricted, committed, or assigned to expenditure for principal, interest, and other future program costs.

UNICOI 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 Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues				
Local Taxes	$ 1,860,935	$ 1,757,779	$ 1,757,779	$ 103,156
Licenses and Permits	2,546	4,500	4,500	(1,954)
Other Local Revenues	2,000	2,000	2,000	0
Other Governments and Citizens Groups	553,542	577,033	543,263	10,279
Total Revenues	$ 2,419,023	$ 2,341,312	$ 2,307,542	$ 111,481
Expenditures				
Principal on Debt				
General Government	$ 1,510,000	$ 1,805,000	$ 1,510,000	$ 0
Highways and Streets	32,950	0	32,950	0
Education	295,000	0	295,000	0
Interest on Debt				
General Government	385,213	633,492	385,282	69
Highways and Streets	820	33,823	873	53
Education	248,210	0	248,210	0
Other Debt Service				
General Government	30,951	0	29,584	(1,367)
Total Expenditures	$ 2,503,144	$ 2,472,315	$ 2,501,899	$ (1,245)
Excess (Deficiency) of Revenues Over Expenditures	$ (84,121)	$ (131,003)	$ (194,357)	$ 110,236
Other Financing Sources (Uses)				
Transfers In	$ 33,770	$ 0	$ 33,770	$ 0
Total Other Financing Sources	$ 33,770	$ 0	$ 33,770	$ 0
Net Change in Fund Balance	$ (50,351)	$ (131,003)	$ (160,587)	$ 110,236
Fund Balance, July 1, 2024	2,959,599	2,758,430	2,758,430	201,169
Fund Balance, June 30, 2025	$ 2,909,248	$ 2,627,427	$ 2,597,843	$ 311,405

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

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
Total Revenues	$ 0	$ 0	$ 0	$ 0
Total Expenditures	$ 0	$ 0	$ 0	$ 0
Excess (Deficiency) of Revenues Over Expenditures	$ 0	$ 0	$ 0	$ 0
Other Financing Sources (Uses)				
Other Loans Issued	$ 31,558,000	$ 0	$ 31,558,000	$ 0
Total Other Financing Sources	$ 31,558,000	$ 0	$ 31,558,000	$ 0
Net Change in Fund Balance	$ 31,558,000	$ 0	$ 31,558,000	$ 0
Fund Balance, July 1, 2024	0	0	0	0
Fund Balance, June 30, 2025	$ 31,558,000	$ 0	$ 31,558,000	$ 0

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. Custodial Funds are reported using the economic resources measurement focus and the accrual basis of accounting. Custodial fund reporting focuses on net position and changes in net position. Custodial funds are distinguished from trust funds by the absence of a trust agreement or equivalent arrangement.

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

Community Development – Custodial Fund – The Community Development - Custodial Fund is used to remit tax increment financing revenues collected by the trustee that are remitted to the Industrial Development Board.

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

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

	Custodial Funds		
	Cities - Sales Tax	Constitu - tional Officers - Custodial	Total
ASSETS			
Cash	$ 0	$ 1,575,836	$ 1,575,836
Accounts Receivable	0	11,395	11,395
Due from Other Governments	457,290	0	457,290
Total Assets	$ 457,290	$ 1,587,231	$ 2,044,521
LIABILITIES			
Due to Other Taxing Units	$ 457,290	$ 0	$ 457,290
Total Liabilities	$ 457,290	$ 0	$ 457,290
NET POSITION			
Restricted for Individuals, Organizations, and Other Governments	$ 0	$ 1,587,231	$ 1,587,231
Total Net Position	$ 0	$ 1,587,231	$ 1,587,231

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

	Custodial Funds			
	Cities - Sales Tax	Community Development - Custodial	Constitu - tional Officers - Custodial	Total
Additions				
Sales Tax Collections for Other Governments	$ 2,514,779	$ 0	$ 0	$ 2,514,779
Collections for Industrial Development Board	0	52,364	0	52,364
Fines/Fees and Other Collections	0	0	4,216,911	4,216,911
Total Additions	$ 2,514,779	$ 52,364	$ 4,216,911	$ 6,784,054
Deductions				
Payment of Sales Tax Collections for Other Governments	$ 2,514,779	$ 0	$ 0	$ 2,514,779
Payments to State	0	0	2,818,958	2,818,958
Payments to Individuals and Others	0	0	951,898	951,898
Payments to Industrial Development Board	0	52,364	0	52,364
Total Deductions	$ 2,514,779	$ 52,364	$ 3,770,856	$ 6,337,999
Change in Net Position	$ 0	$ 0	$ 446,055	$ 446,055
Net Position July 1, 2024	0	0	1,141,176	1,141,176
Net Position June 30, 2025	$ 0	$ 0	$ 1,587,231	$ 1,587,231

UNICOI COUNTY SCHOOL DEPARTMENT

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

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

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

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

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

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

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

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Total Governmental Activities
Governmental Activities:					
Instruction	$ 16,451,671	$ 84,630	$ 3,192,634	$ 131,545	$ (13,042,862)
Support Services	10,472,368	0	305,249	725,223	(9,441,896)
Operation of Non-instructional Services	3,578,939	37,070	2,500,133	0	(1,041,736)
Other Debt Service	543,210	0	0	0	(543,210)
Total Governmental Activities	$ 31,046,188	$ 121,700	$ 5,998,016	$ 856,768	$ (24,069,704)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					$ 2,390,356
Local Option Sales Taxes					3,355,339
Business Tax					48,764
Wholesale Beer Tax					6,139
Other Local Taxes					70
Grants and Contributions Not Restricted for Specific Programs					17,071,932
Unrestricted Investment Income					90,335
Miscellaneous					193,069
Gain on Sale of Assets					56,683
Total General Revenues					$ 23,212,687
Change in Net Position					$ (857,017)
Net Position, July 1, 2024					42,813,880
Restatement - See Note I.D.9.					(43,595)
Net Position, June 30, 2025					$ 41,913,268

UNICOI COUNTY, TENNESSEE
Balance Sheet - Governmental Funds
Discretely Presented Unicoi County School Department
June 30, 2025

	Major Funds			Nonmajor Funds	
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Govern-mental Funds	Total Governmental Funds
ASSETS					
Cash	$ 713,000	$ 3,000	$ 0	$ 439,606	$ 1,155,606
Equity in Pooled Cash and Investments	1,851,985	788,347	71,351	113,625	2,825,308
Accounts Receivable	30,546	400	0	0	30,946
Due from Other Governments	981,654	145,997	0	87,510	1,215,161
Due from Other Funds	2,285	0	0	426	2,711
Due from Primary Government	50,000	0	0	0	50,000
Property Taxes Receivable	2,568,257	0	0	0	2,568,257
Allowance for Uncollectible Property Taxes	(48,355)	0	0	0	(48,355)
Restricted Assets	352,740	0	0	0	352,740
Total Assets	$ 6,502,112	$ 937,744	$ 71,351	$ 641,167	$ 8,152,374
LIABILITIES					
Due to Other Funds	$ 426	$ 1,150	$ 0	$ 1,135	$ 2,711
Other Current Liabilities	529,529	0	0	0	529,529
Total Liabilities	$ 529,955	$ 1,150	$ 0	$ 1,135	$ 532,240

(Continued)

UNICOI COUNTY, TENNESSEE
Balance Sheet - Governmental Funds
Discretely Presented Unicoi County School Department (Cont.)

	Major Funds			Nonmajor Funds	
	General Purpose School	Central Cafeteria	Education Capital Projects	Other Govern-mental Funds	Total Governmental Funds
DEFERRED INFLOWS OF RESOURCES					
Deferred Current Property Taxes	$ 2,424,398	$ 0	$ 0	$ 0	$ 2,424,398
Deferred Delinquent Property Taxes	92,102	0	0	0	92,102
Other Deferred/Unavailable Revenue	263,171	0	0	0	263,171
Total Deferred Inflows of Resources	$ 2,779,671	$ 0	$ 0	$ 0	$ 2,779,671
FUND BALANCES					
Restricted:					
Restricted for Education	$ 198,525	$ 936,594	$ 0	$ 440,032	$ 1,575,151
Restricted for Capital Projects	0	0	71,351	0	71,351
Restricted for Hybrid Retirement Stabilization Funds	352,740	0	0	0	352,740
Committed:					
Committed for Education	0	0	0	200,000	200,000
Assigned:					
Assigned for Other Operations	50,000	0	0	0	50,000
Assigned for Education	1,141,379	0	0	0	1,141,379
Unassigned	1,449,842	0	0	0	1,449,842
Total Fund Balances	$ 3,192,486	$ 936,594	$ 71,351	$ 640,032	$ 4,840,463
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 6,502,112	$ 937,744	$ 71,351	$ 641,167	$ 8,152,374

UNICOI COUNTY, TENNESSEE
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
Discretely Presented Unicoi 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)		$ 4,840,463
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	$ 549,353	
Add: construction in progress	8,127,172	
Add: buildings and improvements net of accumulated depreciation	22,769,821	
Add: other capital assets net of accumulated depreciation	1,714,366	33,160,712
(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	$ (52,099)	
Less: OPEB liability	(3,221,948)	
Less: termination benefits liability	(141,100)	(3,415,147)
(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 expense in future years.		
Add: deferred outflows of resources related to pensions	$ 2,806,428	
Less: deferred inflows of resources related to pensions	(1,160,958)	
Add: deferred outflows of resources related to OPEB	1,067,806	
Less: deferred inflows of resources related to OPEB	(890,696)	1,822,580
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - agent plan	$ 676,005	
Add: net pension asset - teacher retirement plan	117,811	
Add: net pension asset - teacher legacy pension plan	4,355,571	5,149,387
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		355,273
Net position of governmental activities (Exhibit A)		$ 41,913,268

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

	Major Funds				Nonmajor Funds	
	General Purpose School	*Formerly Major* School Federal Projects	*Formerly Nonmajor* Central Cafeteria	Education Capital Projects	Other Govern-mental Funds	Total Governmental Funds
Revenues						
Local Taxes	$ 5,818,834	$ 0	$ 0	$ 0	$ 0	$ 5,818,834
Licenses and Permits	7,221	0	0	0	0	7,221
Charges for Current Services	86,283	0	35,417	0	0	121,700
Other Local Revenues	604,246	0	67,749	108,629	1,106,221	1,886,845
State of Tennessee	17,383,239	0	10,605	0	0	17,393,844
Federal Government	511,760	0	1,383,307	0	1,921,938	3,817,005
Other Governments and Citizens Groups	278,768	0	0	725,223	0	1,003,991
Total Revenues	$ 24,690,351	$ 0	$ 1,497,078	$ 833,852	$ 3,028,159	$ 30,049,440
Expenditures						
Current:						
Instruction	$ 13,945,476	$ 0	$ 0	$ 0	$ 1,212,340	$ 15,157,816
Support Services	9,686,564	0	0	0	428,838	10,115,402
Operation of Non-Instructional Services	743,113	0	1,746,805	0	1,115,373	3,605,291
Capital Outlay	69,837	0	0	3,437,738	131,545	3,639,120
Debt Service:						
Other Debt Service	543,210	0	0	0	0	543,210
Total Expenditures	$ 24,988,200	$ 0	$ 1,746,805	$ 3,437,738	$ 2,888,096	$ 33,060,839

(Continued)

UNICOI COUNTY, TENNESSEE
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
Discretely Presented Unicoi County School Department (Cont.)

	Major Funds				Nonmajor Funds	
	General Purpose School	*Formerly Major* School Federal Projects	*Formerly Nonmajor* Central Cafeteria	Education Capital Projects	Other Govern-mental Funds	Total Governmental Funds
Excess (Deficiency) of Revenues Over Expenditures	$ (297,849)	$ 0	$ (249,727)	$ (2,603,886)	$ 140,063	$ (3,011,399)
Other Financing Sources (Uses)						
Insurance Recovery	$ 157,762	$ 0	$ 3,448	$ 0	$ 0	$ 161,210
Transfers In	0	0	0	907,200	0	907,200
Transfers Out	(907,200)	0	0	0	0	(907,200)
Total Other Financing Sources (Uses)	$ (749,438)	$ 0	$ 3,448	$ 907,200	$ 0	$ 161,210
Net Change in Fund Balances	$ (1,047,287)	$ 0	$ (246,279)	$ (1,696,686)	$ 140,063	$ (2,850,189)
Change to or Within the Reporting Entity	0	(51,211)	1,182,873	0	(1,131,662)	0
Fund Balance, July 1, 2024	4,239,773	51,211	0	1,768,037	1,631,631	7,690,652
Fund Balance, June 30, 2025	$ 3,192,486	$ 0	$ 936,594	$ 71,351	$ 640,032	$ 4,840,463

UNICOI COUNTY, TENNESSEE
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
Discretely Presented Unicoi 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)		$ (2,850,189)
(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	$ 4,239,600	
Less: current-year depreciation expense	(1,620,760)	2,618,840
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Less: book value of assets disposed		(15,000)
(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	$ 355,273	
Less: deferred delinquent property taxes and other deferred June 30, 2024	(321,380)	33,893
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in other OPEB liability	$ (196,418)	
Change in deferred outflows related to OPEB	(80,953)	
Change in deferred inflows related to OPEB	110,171	
Change in termination benefits liability	(1,500)	
Change in accrued compensated absences	(8,504)	
Change in net pension asset/liability	1,754,808	
Change in deferred outflows related to pensions	(1,431,934)	
Change in deferred inflows related to pensions	(790,231)	(644,561)
Change in net position of governmental activities (Exhibit B)		$ (857,017)

UNICOI COUNTY, TENNESSEE
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Unicoi County School Department
June 30, 2025

	Special Revenue Funds		
	School Federal Projects	Internal School	Total Nonmajor Governmental Funds
ASSETS			
Cash	$ 0	$ 439,606	$ 439,606
Equity in Pooled Cash and Investments	113,625	0	113,625
Due from Other Governments	87,510	0	87,510
Due from Other Funds	426	0	426
Total Assets	$ 201,561	$ 439,606	$ 641,167
LIABILITIES			
Due to Other Funds	$ 1,135	$ 0	$ 1,135
Total Liabilities	$ 1,135	$ 0	$ 1,135
FUND BALANCES			
Restricted:			
Restricted for Education	$ 426	$ 439,606	$ 440,032
Committed:			
Committed for Education	200,000	0	200,000
Total Fund Balances	$ 200,426	$ 439,606	$ 640,032
Total Liabilities and Fund Balances	$ 201,561	$ 439,606	$ 641,167

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

	Special Revenue Funds			
	Formerly Major School Federal Projects	*Formerly Nonmajor* Central Cafeteria	Internal School	Total Nonmajor Governmental Funds
Revenues				
Other Local Revenues	$ 0	$ 0	$ 1,106,221	$ 1,106,221
Federal Government	1,921,938	0	0	1,921,938
Total Revenues	$ 1,921,938	$ 0	$ 1,106,221	$ 3,028,159
Expenditures				
Current:				
Instruction	$ 1,212,340	$ 0	$ 0	$ 1,212,340
Support Services	428,838	0	0	428,838
Operation of Non-Instructional Services	0	0	1,115,373	1,115,373
Capital Outlay	131,545	0	0	131,545
Total Expenditures	$ 1,772,723	$ 0	$ 1,115,373	$ 2,888,096
Excess (Deficiency) of Revenues Over Expenditures	$ 149,215	$ 0	$ (9,152)	$ 140,063
Net Change in Fund Balances	$ 149,215	$ 0	$ (9,152)	$ 140,063
Change to or Within the Reporting Entity	51,211	(1,182,873)	0	(1,131,662)
Fund Balance, July 1, 2024	0	1,182,873	448,758	1,631,631
Fund Balance, June 30, 2025	$ 200,426	$ 0	$ 439,606	$ 640,032

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues							
Local Taxes	$ 5,818,834	$ 0	$ 0	$ 5,818,834	$ 5,476,182	$ 5,476,182	$ 342,652
Licenses and Permits	7,221	0	0	7,221	19,500	19,500	(12,279)
Charges for Current Services	86,283	0	0	86,283	181,334	203,454	(117,171)
Other Local Revenues	604,246	0	0	604,246	204,400	570,123	34,123
State of Tennessee	17,383,239	0	0	17,383,239	17,069,263	18,240,633	(857,394)
Federal Government	511,760	0	0	511,760	378,296	504,481	7,279
Other Governments and Citizens Groups	278,768	0	0	278,768	0	228,768	50,000
Total Revenues	$ 24,690,351	$ 0	$ 0	$ 24,690,351	$ 23,328,975	$ 25,243,141	$ (552,790)
Expenditures							
Instruction							
Regular Instruction Program	$ 10,657,072	$ (1,323)	$ 25,503	$ 10,681,252	$ 10,063,509	$ 10,781,140	$ 99,888
Alternative Instruction Program	160,607	0	0	160,607	160,761	160,801	194
Special Education Program	1,814,814	0	0	1,814,814	1,894,592	1,964,565	149,751
Career and Technical Education Program	1,312,983	(64)	240	1,313,159	1,309,998	1,700,157	386,998
Support Services							
Attendance	106,660	0	0	106,660	130,588	107,915	1,255
Health Services	403,507	(5,696)	1,797	399,608	425,607	431,714	32,106
Other Student Support	905,513	0	0	905,513	817,092	1,037,782	132,269

(Continued)

UNICOI COUNTY, TENNESSEE

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

Discretely Presented Unicoi County School Department

General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Expenditures (Cont.)							
Support Services (Cont.)							
Regular Instruction Program	$ 654,373	$ 0	$ 775	$ 655,148	$ 719,556	$ 719,556	$ 64,408
Special Education Program	214,621	0	0	214,621	205,434	216,810	2,189
Career and Technical Education Program	182,213	0	0	182,213	171,644	189,736	7,523
Technology	504,112	(2,129)	5,119	507,102	555,012	526,441	19,339
Other Programs	58,799	0	0	58,799	0	58,799	0
Board of Education	531,897	(750)	0	531,147	576,922	607,422	76,275
Director of Schools	334,151	(926)	0	333,225	310,935	335,243	2,018
Office of the Principal	1,440,977	0	0	1,440,977	1,443,840	1,465,094	24,117
Fiscal Services	288,633	0	7,271	295,904	281,410	301,699	5,795
Operation of Plant	2,049,817	0	397	2,050,214	2,007,845	2,117,292	67,078
Maintenance of Plant	694,721	(69,435)	6,833	632,119	520,003	679,754	47,635
Transportation	1,240,903	(239,188)	3,238	1,004,953	966,937	1,145,075	140,122
Central and Other	75,667	0	109	75,776	88,500	88,500	12,724
Operation of Non-Instructional Services							
Community Services	86,466	0	0	86,466	0	126,184	39,718
Early Childhood Education	656,647	0	0	656,647	665,908	694,523	37,876
Capital Outlay							
Regular Capital Outlay	69,837	(57,400)	0	12,437	0	60,221	47,784

(Continued)

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2024	Add: Encumbrances 6/30/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Expenditures (Cont.)							
Principal on Debt							
Education	$ 0	$ 0	$ 0	$ 0	$ 295,000	$ 0	$ 0
Interest on Debt							
Education	0	0	0	0	248,211	0	0
Other Debt Service							
Education	543,210	0	0	543,210	0	543,211	1
Total Expenditures	$ 24,988,200	$ (376,911)	$ 51,282	$ 24,662,571	$ 23,859,304	$ 26,059,634	$ 1,397,063
Excess (Deficiency) of Revenues Over Expenditures	$ (297,849)	$ 376,911	$ (51,282)	$ 27,780	$ (530,329)	$ (816,493)	$ 844,273
Other Financing Sources (Uses)							
Insurance Recovery	$ 157,762	$ 0	$ 0	$ 157,762	$ 10,000	$ 10,000	$ 147,762
Transfers Out	(907,200)	0	0	(907,200)	0	(907,200)	0
Total Other Financing Sources	$ (749,438)	$ 0	$ 0	$ (749,438)	$ 10,000	$ (897,200)	$ 147,762
Net Change in Fund Balance	$ (1,047,287)	$ 376,911	$ (51,282)	$ (721,658)	$ (520,329)	$ (1,713,693)	$ 992,035
Fund Balance, July 1, 2024	4,239,773	(376,911)	0	3,862,862	3,181,434	3,181,434	681,428
Fund Balance, June 30, 2025	$ 3,192,486	$ 0	$ (51,282)	$ 3,141,204	$ 2,661,105	$ 1,467,741	$ 1,673,463

UNICOI COUNTY, TENNESSEE
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Unicoi County School Department
School Federal Projects Fund
For the Year Ended June 30, 2025

	Actual (GAAP Basis)	Less: Encumbrances 6/30/2024	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues						
Federal Government	$ 1,921,938	$ 0	$ 1,921,938	$ 2,119,342	$ 2,378,086	$ (456,148)
Total Revenues	$ 1,921,938	$ 0	$ 1,921,938	$ 2,119,342	$ 2,378,086	$ (456,148)
Expenditures						
Instruction						
Regular Instruction Program	$ 560,499	$ 0	$ 560,499	$ 511,870	$ 635,165	$ 74,666
Special Education Program	623,950	0	623,950	662,956	734,087	110,137
Career and Technical Education Program	27,891	0	27,891	27,490	27,891	0
Support Services						
Other Student Support	33,735	0	33,735	94,372	98,760	65,025
Regular Instruction Program	284,385	0	284,385	301,110	415,076	130,691
Special Education Program	96,911	0	96,911	80,712	153,960	57,049
Career and Technical Education Program	2,500	0	2,500	2,500	2,500	0
Transportation	11,307	0	11,307	31,813	30,313	19,006
Operation of Non-Instructional Services						
Community Services	0	0	0	126,185	0	0
Capital Outlay						
Regular Capital Outlay	131,545	(131,545)	0	280,334	280,334	280,334
Total Expenditures	$ 1,772,723	$ (131,545)	$ 1,641,178	$ 2,119,342	$ 2,378,086	$ 736,908
Excess (Deficiency) of Revenues Over Expenditures	$ 149,215	$ 131,545	$ 280,760	$ 0	$ 0	$ 280,760
Net Change in Fund Balance	$ 149,215	$ 131,545	$ 280,760	$ 0	$ 0	$ 280,760
Changes to or Within the Financial Reporting Entity	51,211	0	51,211	0	0	51,211
Fund Balance, July 1, 2024	0	(131,545)	(131,545)	200,000	200,000	(331,545)
Fund Balance, June 30, 2025	$ 200,426	$ 0	$ 200,426	$ 200,000	$ 200,000	$ 426

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

	Actual (GAAP Basis)	Less: Encumbrances 6/30/2024	Add: Encumbrances 6/29/2025	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts Original	Budgeted Amounts Final	Variance with Final Budget - Positive (Negative)
Revenues							
Charges for Current Services	$ 35,417	$ 0	$ 0	$ 35,417	$ 47,000	$ 47,000	$ (11,583)
Other Local Revenues	67,749	0	0	67,749	35,600	35,600	32,149
State of Tennessee	10,605	0	0	10,605	10,000	10,000	605
Federal Government	1,383,307	0	0	1,383,307	1,656,218	1,746,437	(363,130)
Total Revenues	$ 1,497,078	$ 0	$ 0	$ 1,497,078	$ 1,748,818	$ 1,839,037	$ (341,959)
Expenditures							
Operation of Non-Instructional Services							
Food Service	$ 1,746,805	$ (50,951)	$ 4,500	$ 1,700,354	$ 1,748,818	$ 1,924,037	$ 223,683
Total Expenditures	$ 1,746,805	$ (50,951)	$ 4,500	$ 1,700,354	$ 1,748,818	$ 1,924,037	$ 223,683
Excess (Deficiency) of Revenues Over Expenditures	$ (249,727)	$ 50,951	$ (4,500)	$ (203,276)	$ 0	$ (85,000)	$ (118,276)
Other Financing Sources (Uses)							
Insurance Recovery	$ 3,448	$ 0	$ 0	$ 3,448	$ 0	$ 0	$ 3,448
Total Other Financing Sources	$ 3,448	$ 0	$ 0	$ 3,448	$ 0	$ 0	$ 3,448
Net Change in Fund Balance	$ (246,279)	$ 50,951	$ (4,500)	$ (199,828)	$ 0	$ (85,000)	$ (114,828)
Changes to or Within the Financial Reporting Entity	1,182,873	0	0	1,182,873	0	0	1,182,873
Fund Balance, July 1, 2024	0	(50,951)	0	(50,951)	1,065,052	1,065,052	(1,116,003)
Fund Balance, June 30, 2025	$ 936,594	$ 0	$ (4,500)	$ 932,094	$ 1,065,052	$ 980,052	$ (47,958)

Miscellaneous Schedules

UNICOI 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								
Capital Outlay - E911 Office/Jail Roofing	$ 715,000	2.94 %	10-2-13	4-1-26	$ 130,000	$ 0	$ 65,000	$ 65,000
Capital Outlay - Highway Equipment	242,000	2.65	1-24-17	5-1-25	32,950	0	32,950	0
Total Notes Payable					$ 162,950	$ 0	$ 97,950	$ 65,000
OTHER LOANS								
Payable through Special Debt Service Fund								
State of Tennessee - Helene Emergency Assistance Loan Program	19,558,000	0	12-4-24	12-4-34 (1)	$ 0	$ 19,558,000	$ 0	$ 19,558,000
State of Tennessee - Helene Emergency Assistance Loan Program	12,000,000	0	3-28-25	3-28-35 (1)	0	12,000,000	0	12,000,000
Total Other Loans Payable					$ 0	$ 31,558,000	$ 0	$ 31,558,000
BONDS PAYABLE								
Payable through General Debt Service Fund								
General Obligation Refunding, Series 2015	14,500,000	2 to 5	4-15-15	5-1-35	$ 9,710,000	$ 0	$ 1,445,000	$ 8,265,000
General Obligation, Series 2019	4,960,000	1.4 to 5	10-17-19	5-1-39	4,005,000	0	215,000	3,790,000
General Obligation, Series 2024	2,965,000	4 to 5	4-4-24	5-1-44	2,965,000	0	80,000	2,885,000
Total Bonds Payable					$ 16,680,000	$ 0	$ 1,740,000	$ 14,940,000

(1) Program provisions provide for the debt to be repaid within 30 days of receipt of funds from the Federal Emergency Management Agency (FEMA) or ten years, whichever comes first.

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

Year Ending June 30	Notes Principal	Notes Interest	Notes Total
2026	$ 65,000	$ 1,911	$ 66,911
Total	$ 65,000	$ 1,911	$ 66,911

Year Ending June 30	Other Loans (1) Principal	Other Loans (1) Interest	Other Loans (1) Total
2035	$ 31,558,000	$ 0	$ 31,558,000
Total	$ 31,558,000	$ 0	$ 31,558,000

Year Ending June 30	Bonds Principal	Bonds Interest	Bonds Total
2026	$ 2,350,000	$ 532,691	$ 2,882,691
2027	2,370,000	415,191	2,785,191
2028	2,370,000	317,041	2,687,041
2029	2,350,000	246,291	2,596,291
2030	400,000	176,091	576,091
2031	420,000	164,341	584,341
2032	430,000	151,854	581,854
2033	440,000	139,016	579,016
2034	460,000	125,463	585,463
2035	470,000	111,125	581,125
2036	445,000	96,431	541,431
2037	465,000	82,156	547,156
2038	475,000	68,806	543,806
2039	490,000	54,763	544,763
2040	185,000	40,200	225,200
2041	195,000	32,800	227,800
2042	200,000	25,000	225,000
2043	210,000	17,000	227,000
2044	215,000	8,600	223,600
Total	$ 14,940,000	$ 2,804,860	$ 17,744,860

(1) On June 30, 2025 there are no requirements known for the years ending June 30, 2026 through June 30, 2034. Program provisions provide for the debt to be repaid within 30 days of receipt of funds from the Federal Emergency Management Agency (FEMA) or ten years, whichever comes first.

UNICOI COUNTY, TENNESSEE
Schedule of Changes in Lease Obligations
For the Year Ended June 30, 2025

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Maturity Date	Outstanding 7-1-24	Paid and/or Matured During Period	Outstanding 6-30-25
LEASE PAYABLE							
Payable through General Fund							
County Clerk - Drive Thru Location	$ 37,045	2.11 %	1-1-23	12-31-27	$ 26,293	$ 7,315	$ 18,978
Total Lease Payable					$ 26,293	$ 7,315	$ 18,978

UNICOI COUNTY, TENNESSEE
Schedule of Lease Requirements by Year

Year Ending June 30	Lease		
	Principal	Interest	Total
2026	$ 7,472	$ 328	$ 7,800
2027	7,631	169	7,800
2028	3,875	24	3,899
Total	$ 18,978	$ 521	$ 19,499

UNICOI COUNTY, TENNESSEE
Schedule of Notes Receivable
Primary Government
For the Year Ended June 30, 2025

Description	Debtor	Original Amount of Notes	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-25
PRIMARY GOVERNMENT						
Special Debt Service Fund						
State of Tennessee Helene Emergency Assistance Loan (HEAL) Program	Town of Erwin, Tennessee	$ 5,460,000	2-11-25	(1)	0 %	$ 5,460,000
State of Tennessee Helene Emergency Assistance Loan (HEAL) Program	Erwin Utilities	10,248,000	1-22-25	(1)	0	10,248,000
State of Tennessee Helene Emergency Assistance Loan (HEAL) Program	Erwin Utilities	12,000,000	4-1-25	(1)	0	12,000,000
Total Notes Receivable Primary Government						$ 27,708,000

The county is borrowing funds through the State of Tennessee HEAL Program and loaning those amounts to the Town of Erwin, Tennessee and Erwin Utilities.

(1) Program provisions provide for the debt to be repaid within 30 days of receipt of funds from the Federal Emergency Management Agency (FEMA) or ten years, whichever comes first.

UNICOI COUNTY, TENNESSEE
Schedule of Transfers
Primary Government and Discretely Presented Unicoi County School Department
For the Year Ended June 30, 2025

From Fund	To Fund	Purpose	Amount
PRIMARY GOVERNMENT			
General	Solid Waste/Sanitation	Operations	$ 350,000
"	"	Operations	0
Highway/Public Works	General Debt Service	Debt retirement	33,770
Total Transfers Primary Government			$ 383,770
DISCRETELY PRESENTED UNICOI COUNTY SCHOOL DEPARTMENT			
General Purpose School	Education Capital Projects	Capital expenditures	$ 907,200
Total Transfers Discretely Presented Unicoi County School Department			$ 907,200

UNICOI COUNTY, TENNESSEE
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Unicoi County School Department
For the Year Ended June 30, 2025

Official	Salary	Authorization	Bond	Surety
County Mayor		Section 8-24-102, *TCA*	$ (1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 110,666			
Road Superintendent		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 100,377			
Director of Schools		State Board of Education and	(1)	Tennessee Risk Management Trust
Base salary	$ 145,462	County Board of Education		
Travel allowance	6,000			
Unused vacation payout	6,061			
Salary equity	651			
Chief executive officer supplement	1,000			
Total compensation	$ 159,174			
Trustee		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 91,252			
Assessor of Property		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 91,252			
County Clerk		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 91,252			
Circuit and General Sessions Courts Clerk		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 91,252			
Clerk and Master		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 91,252			
Register of Deeds		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary/Total compensation	$ 91,252			
Sheriff		Section 8-24-102, *TCA*	(1)	Local Government Property and Casualty Fund
Base salary	$ 100,377			
Superintendent of workhouse (5% on base)	5,019			
Law enforcement retention bonus	800			
Law enforcement training supplement	800			
Total compensation	$ 106,996			
Administrator of Elections		Section 2-12-208, *TCA*		
Base salary/Total compensation	$ 82,127			
Employee Blanket Bonds:				
Employee Fidelity - County Departments			400,000	Local Government Property and Casualty Fund
Employee Fidelity - School Department			400,000	Tennessee Risk Management Trust

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

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

		Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Local Taxes						
County Property Taxes						
Current Property Tax	$ 5,580,170	$ 777,651	$ 0	$ 0	$ 234,390	$ 1,102,921
Trustee's Collections - Prior Year	194,653	26,096	0	0	6,597	37,241
Circuit Clerk/Clerk and Master Collections - Prior Years	73,305	9,829	0	0	3,179	14,019
Interest and Penalty	31,828	4,289	0	0	1,303	6,094
Pickup Taxes	8,783	1,219	0	0	367	1,676
Payments in-Lieu-of Taxes - T.V.A.	278	39	0	0	12	53
Payments in-Lieu-of Taxes - Local Utilities	98,869	13,778	0	0	4,147	18,865
Payments in-Lieu-of Taxes - Other	15,366	2,291	0	0	691	3,146
County Local Option Taxes						
Local Option Sales Tax	0	0	0	0	0	563,610
Hotel/Motel Tax	91,456	0	0	0	0	0
Litigation Tax - General	48,400	0	0	0	0	0
Litigation Tax - Special Purpose	51,726	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	699	0	0	0	0	89,214
Business Tax	123,558	13,857	0	0	5,062	18,564
Statutory Local Taxes						
Bank Excise Tax	13,743	1,915	0	0	576	2,622
Wholesale Beer Tax	16,619	2,126	0	0	640	2,910
Total Local Taxes	$ 6,349,453	$ 853,090	$ 0	$ 0	$ 256,964	$ 1,860,935

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Licenses and Permits						
Licenses						
Cable TV Franchise	$ 9,807	$ 1,859	$ 0	$ 0	$ 560	$ 2,546
Permits						
Beer Permits	190	0	0	0	0	0
Total Licenses and Permits	$ 9,997	$ 1,859	$ 0	$ 0	$ 560	$ 2,546
Fines, Forfeitures, and Penalties						
Circuit Court						
Fines	$ 1,045	$ 0	$ 0	$ 0	$ 0	$ 0
Officers Costs	2,985	0	0	0	0	0
Drug Control Fines	0	0	2,272	0	0	0
Drug Court Fees	99	0	0	0	0	0
Jail Fees	2,674	0	0	0	0	0
DUI Treatment Fines	214	0	0	0	0	0
Courtroom Security Fee	122	0	0	0	0	0
Criminal Court						
Data Entry Fee - Criminal Court	1,658	0	0	0	0	0
Victims Assistance Assessments	1,112	0	0	0	0	0

(Continued)

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

		Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Fines, Forfeitures, and Penalties (Cont.)						
General Sessions Court						
Fines	$ 11,381	$ 0	$ 0	$ 0	$ 0	$ 0
Officers Costs	12,161	0	0	0	0	0
Drug Control Fines	0	0	5,940	0	0	0
Drug Court Fees	2,771	0	0	0	0	0
Jail Fees	46,541	0	0	0	0	0
DUI Treatment Fines	3,388	0	0	0	0	0
Data Entry Fee - General Sessions Court	7,194	0	0	0	0	0
Courtroom Security Fee	1,123	0	0	0	0	0
Victims Assistance Assessments	7,245	0	0	0	0	0
Juvenile Court						
Officers Costs	1,519	0	0	0	0	0
Jail Fees	744	0	0	0	0	0
Data Entry Fee - Juvenile Court	4,328	0	0	0	0	0
Chancery Court						
Officers Costs	429	0	0	0	0	0
Data Entry Fee - Chancery Court	1,672	0	0	0	0	0
Judicial District Drug Program						
Data Entry Fee - Other Courts	15,172	0	0	0	0	0

(Continued)

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

		Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Fines, Forfeitures, and Penalties (Cont.)						
Other Fines, Forfeitures, and Penalties						
Proceeds from Confiscated Property	$ 0	$ 0	$ 3,807	$ 0	$ 0	$ 0
Other Fines, Forfeitures, and Penalties	0	0	958	0	0	0
Total Fines, Forfeitures, and Penalties	$ 125,577	$ 0	$ 12,977	$ 0	$ 0	$ 0
Charges for Current Services						
Fees						
Recreation Fees	$ 8,259	$ 0	$ 0	$ 0	$ 0	$ 0
Archives and Records Management Fee	43,790	0	0	0	0	0
Telephone Commissions	18,751	0	0	0	0	0
Additional Fees - Titling and Registration	18,234	0	0	0	0	0
Data Processing Fee - Register	5,062	0	0	0	0	0
Data Processing Fee - Sheriff	819	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	1,500	0	0	0	0	0
Data Processing Fee - County Clerk	1,857	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	2,880	0	0	0	0	0
Total Charges for Current Services	$ 101,152	$ 0	$ 0	$ 0	$ 0	$ 0

(Continued)

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

		Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Other Local Revenues						
Recurring Items						
Investment Income	$ 619,490	$ 0	$ 0	$ 32,830	$ 33,000	$ 2,000
Commissary Sales	17,252	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	4,010	0
Retirees' Insurance Payments	2,468	0	0	0	1,060	0
Miscellaneous Refunds	61,573	0	0	0	1,503	0
Nonrecurring Items						
Sale of Equipment	0	0	0	0	49,424	0
Sale of Property	300,000	0	0	0	0	0
Total Other Local Revenues	$ 1,000,783	$ 0	$ 0	$ 32,830	$ 88,997	$ 2,000
Fees Received From County Officials						
Fees In-Lieu-of Salary						
County Clerk	$ 225,029	$ 0	$ 0	$ 0	$ 0	$ 0
Circuit Court Clerk	74,711	0	0	0	0	0
General Sessions Court Clerk	262,914	0	0	0	0	0
Clerk and Master	43,020	0	0	0	0	0
Juvenile Court Clerk	9,571	0	0	0	0	0
Register	68,971	0	0	0	0	0

(Continued)

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

		Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Fees Received From County Officials (Cont.)						
Fees In-Lieu-of Salary (Cont.)						
Sheriff	$ 8,658	$ 0	$ 0	$ 0	$ 0	$ 0
Trustee	358,980	0	0	0	0	0
Total Fees Received From County Officials	$ 1,051,854	$ 0	$ 0	$ 0	$ 0	$ 0
State of Tennessee						
General Government Grants						
Juvenile Services Program	$ 9,000	$ 0	$ 0	$ 0	$ 0	$ 0
Public Safety Grants						
Law Enforcement Training Programs	15,000	0	0	0	0	0
Health and Welfare Grants						
Health Department Programs	345,024	0	0	0	0	0
Public Works Grants						
State Aid Program	0	0	0	0	1,227,337	0
Litter Program	39,347	0	0	0	0	0
Other State Revenues						
Beer Tax	17,752	0	0	0	0	0
Vehicle Certificate of Title Fees	6,912	0	0	0	0	0
Alcoholic Beverage Tax	44,277	0	0	0	0	0

(Continued)

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

	Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
State of Tennessee (Cont.)						
Other State Revenues (Cont.)						
Opioid Settlement Funds - TN Abatement Council	$ 62,579	$ 0	$ 0	$ 0	$ 0	$ 0
State Revenue Sharing - T.V.A.	287,641	26,684	0	0	10,071	0
State Revenue Sharing - Telecommunications	24,497	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	17,505	0	0	0	0	0
Contracted Prisoner Boarding	443,991	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	1,976,159	0
Hybrid/Electric Vehicle Registration Fee	0	0	0	0	24,894	0
Petroleum Special Tax	0	0	0	0	12,869	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	35,846	0	0	0	0	0
Other State Revenues	155,776	11,146	0	0	0	0
Total State of Tennessee	$ 1,520,311	$ 37,830	$ 0	$ 0	$ 3,251,330	$ 0
Federal Government						
Federal Through State						
Community Development	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
Civil Defense Reimbursement	23,647	0	0	0	0	0
American Rescue Plan Act Grant #1	1,509,975	0	0	1,473,534	0	0
Other Federal through State	79,948	0	0	0	0	0

(Continued)

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

		Special Revenue Funds				Debt Service Fund
	General	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works	General Debt Service
Federal Government (Cont.)						
Direct Federal Revenue						
Forest Service	$ 0	$ 0	$ 0	$ 0	$ 3,590	$ 0
Other Direct Federal Revenue	454,507	0	0	0	0	0
Total Federal Government	$ 2,068,077	$ 0	$ 0	$ 1,473,534	$ 3,590	$ 0
Other Governments and Citizens Groups						
Other Governments						
Contributions	$ 136,811	$ 0	$ 0	$ 0	$ 0	$ 553,542
Contracted Services	902,733	0	0	0	64,119	0
Citizens Groups						
Donations	1,028,000	0	0	0	0	0
Other						
Opioid Settlement Funds - Past Remediation	51,099	0	0	0	0	0
Total Other Governments and Citizens Groups	$ 2,118,643	$ 0	$ 0	$ 0	$ 64,119	$ 553,542
Total	$ 14,345,847	$ 892,779	$ 12,977	$ 1,506,364	$ 3,665,560	$ 2,419,023

(Continued)

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

	Capital Projects Fund	
	Community Development/ Industrial Park	Total
Local Taxes		
County Property Taxes		
Current Property Tax	$ 0	$ 7,695,132
Trustee's Collections - Prior Year	0	264,587
Circuit Clerk/Clerk and Master Collections - Prior Years	0	100,332
Interest and Penalty	0	43,514
Pickup Taxes	0	12,045
Payments in-Lieu-of Taxes - T.V.A.	0	382
Payments in-Lieu-of Taxes - Local Utilities	0	135,659
Payments in-Lieu-of Taxes - Other	0	21,494
County Local Option Taxes		
Local Option Sales Tax	0	563,610
Hotel/Motel Tax	0	91,456
Litigation Tax - General	0	48,400
Litigation Tax - Special Purpose	0	51,726
Litigation Tax - Jail, Workhouse, or Courthouse	0	89,913
Business Tax	0	161,041
Statutory Local Taxes		
Bank Excise Tax	0	18,856
Wholesale Beer Tax	0	22,295
Total Local Taxes	$ 0	$ 9,320,442

(Continued)

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

	Capital Projects Fund	
	Community Development/ Industrial Park	Total
Licenses and Permits		
Licenses		
Cable TV Franchise	$ 0	$ 14,772
Permits		
Beer Permits	0	190
Total Licenses and Permits	$ 0	$ 14,962
Fines, Forfeitures, and Penalties		
Circuit Court		
Fines	$ 0	$ 1,045
Officers Costs	0	2,985
Drug Control Fines	0	2,272
Drug Court Fees	0	99
Jail Fees	0	2,674
DUI Treatment Fines	0	214
Courtroom Security Fee	0	122
Criminal Court		
Data Entry Fee - Criminal Court	0	1,658
Victims Assistance Assessments	0	1,112

(Continued)

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

	Capital Projects Fund	
	Community Development/ Industrial Park	Total
Fines, Forfeitures, and Penalties (Cont.)		
General Sessions Court		
Fines	$ 0	$ 11,381
Officers Costs	0	12,161
Drug Control Fines	0	5,940
Drug Court Fees	0	2,771
Jail Fees	0	46,541
DUI Treatment Fines	0	3,388
Data Entry Fee - General Sessions Court	0	7,194
Courtroom Security Fee	0	1,123
Victims Assistance Assessments	0	7,245
Juvenile Court		
Officers Costs	0	1,519
Jail Fees	0	744
Data Entry Fee - Juvenile Court	0	4,328
Chancery Court		
Officers Costs	0	429
Data Entry Fee - Chancery Court	0	1,672
Judicial District Drug Program		
Data Entry Fee - Other Courts	0	15,172

(Continued)

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

	Capital Projects Fund: Community Development/ Industrial Park	Total
Fines, Forfeitures, and Penalties (Cont.)		
Other Fines, Forfeitures, and Penalties		
Proceeds from Confiscated Property	$ 0	$ 3,807
Other Fines, Forfeitures, and Penalties	0	958
Total Fines, Forfeitures, and Penalties	$ 0	$ 138,554
Charges for Current Services		
Fees		
Recreation Fees	$ 0	$ 8,259
Archives and Records Management Fee	0	43,790
Telephone Commissions	0	18,751
Additional Fees - Titling and Registration	0	18,234
Data Processing Fee - Register	0	5,062
Data Processing Fee - Sheriff	0	819
Sexual Offender Registration Fee - Sheriff	0	1,500
Data Processing Fee - County Clerk	0	1,857
Vehicle Insurance Coverage and Reinstatement Fees	0	2,880
Total Charges for Current Services	$ 0	$ 101,152

(Continued)

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

	Capital Projects Fund: Community Development/ Industrial Park	Total
Other Local Revenues		
Recurring Items		
Investment Income	$ 0	$ 687,320
Commissary Sales	0	17,252
Sale of Recycled Materials	0	4,010
Retirees' Insurance Payments	0	3,528
Miscellaneous Refunds	0	63,076
Nonrecurring Items		
Sale of Equipment	0	49,424
Sale of Property	0	300,000
Total Other Local Revenues	$ 0	$ 1,124,610
Fees Received From County Officials		
Fees In-Lieu-of Salary		
County Clerk	$ 0	$ 225,029
Circuit Court Clerk	0	74,711
General Sessions Court Clerk	0	262,914
Clerk and Master	0	43,020
Juvenile Court Clerk	0	9,571
Register	0	68,971

(Continued)

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

	Capital Projects Fund	
	Community Development/ Industrial Park	Total
Fees Received From County Officials (Cont.)		
Fees In-Lieu-of Salary (Cont.)		
Sheriff	$ 0	$ 8,658
Trustee	0	358,980
Total Fees Received From County Officials	$ 0	$ 1,051,854
State of Tennessee		
General Government Grants		
Juvenile Services Program	$ 0	$ 9,000
Public Safety Grants		
Law Enforcement Training Programs	0	15,000
Health and Welfare Grants		
Health Department Programs	0	345,024
Public Works Grants		
State Aid Program	0	1,227,337
Litter Program	0	39,347
Other State Revenues		
Beer Tax	0	17,752
Vehicle Certificate of Title Fees	0	6,912
Alcoholic Beverage Tax	0	44,277

(Continued)

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

	Capital Projects Fund: Community Development/ Industrial Park	Total
State of Tennessee (Cont.)		
Other State Revenues (Cont.)		
Opioid Settlement Funds - TN Abatement Council	$ 0	$ 62,579
State Revenue Sharing - T.V.A.	0	324,396
State Revenue Sharing - Telecommunications	0	24,497
State Shared Sports Gaming Privilege Tax	0	17,505
Contracted Prisoner Boarding	0	443,991
Gasoline and Motor Fuel Tax	0	1,976,159
Hybrid/Electric Vehicle Registration Fee	0	24,894
Petroleum Special Tax	0	12,869
Registrar's Salary Supplement	0	15,164
Other State Grants	0	35,846
Other State Revenues	0	166,922
Total State of Tennessee	$ 0	$ 4,809,471
Federal Government		
Federal Through State		
Community Development	$ 152,350	$ 152,350
Civil Defense Reimbursement	0	23,647
American Rescue Plan Act Grant #1	0	2,983,509
Other Federal through State	0	79,948

(Continued)

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

	Capital Projects Fund: Community Development/ Industrial Park	Total
Federal Government (Cont.)		
Direct Federal Revenue		
Forest Service	$ 0	$ 3,590
Other Direct Federal Revenue	0	454,507
Total Federal Government	$ 152,350	$ 3,697,551
Other Governments and Citizens Groups		
Other Governments		
Contributions	$ 0	$ 690,353
Contracted Services	0	966,852
Citizens Groups		
Donations	0	1,028,000
Other		
Opioid Settlement Funds - Past Remediation	0	51,099
Total Other Governments and Citizens Groups	$ 0	$ 2,736,304
Total	$ 152,350	$ 22,994,900

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Unicoi 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	$ 2,245,598	$ 0	$ 0	$ 0	$ 0	$ 2,245,598
Trustee's Collections - Prior Year	77,524	0	0	0	0	77,524
Circuit Clerk/Clerk and Master Collections - Prior Years	30,941	0	0	0	0	30,941
Interest and Penalty	12,701	0	0	0	0	12,701
Pickup Taxes	3,531	0	0	0	0	3,531
Payments in-Lieu-of Taxes - T.V.A.	112	0	0	0	0	112
Payments in-Lieu-of Taxes - Local Utilities	39,787	0	0	0	0	39,787
Payments in-Lieu-of Taxes - Other	6,629	0	0	0	0	6,629
County Local Option Taxes						
Local Option Sales Tax	3,341,507	0	0	0	0	3,341,507
Business Tax	48,764	0	0	0	0	48,764
Other County Local Option Taxes	70	0	0	0	0	70
Statutory Local Taxes						
Bank Excise Tax	5,531	0	0	0	0	5,531
Wholesale Beer Tax	6,139	0	0	0	0	6,139
Total Local Taxes	$ 5,818,834	$ 0	$ 0	$ 0	$ 0	$ 5,818,834

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Licenses and Permits						
Licenses						
Marriage Licenses	$ 1,852	$ 0	$ 0	$ 0	$ 0	$ 1,852
Cable TV Franchise	5,369	0	0	0	0	5,369
Total Licenses and Permits	$ 7,221	$ 0	$ 0	$ 0	$ 0	$ 7,221
Charges for Current Services						
Education Charges						
Tuition - Other	$ 84,630	$ 0	$ 0	$ 0	$ 0	$ 84,630
Lunch Payments - Adults	0	0	5,534	0	0	5,534
Income from Breakfast	0	0	4,885	0	0	4,885
A la Carte Sales	0	0	24,998	0	0	24,998
Other Charges for Services	1,653	0	0	0	0	1,653
Total Charges for Current Services	$ 86,283	$ 0	$ 35,417	$ 0	$ 0	$ 121,700
Other Local Revenues						
Recurring Items						
Investment Income	$ 34,433	$ 0	$ 44,389	$ 0	$ 36,946	$ 115,768
Retirees' Insurance Payments	14,080	0	0	0	0	14,080

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Unicoi 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.)						
Recurring Items (Cont.)						
Rebates	$ 0	$ 0	$ 11,077	$ 0	$ 0	$ 11,077
Miscellaneous Refunds	153,729	0	11,983	0	0	165,712
Nonrecurring Items						
Sale of Property	0	0	0	0	71,683	71,683
Damages Recovered from Individuals	2,200	0	0	0	0	2,200
Contributions and Gifts	225,693	0	0	0	0	225,693
Other Local Revenues						
Other Local Revenues	174,111	0	300	1,106,221	0	1,280,632
Total Other Local Revenues	$ 604,246	$ 0	$ 67,749	$ 1,106,221	$ 108,629	$ 1,886,845
State of Tennessee						
General Government Grants						
On-behalf Contributions for OPEB	$ 58,799	$ 0	$ 0	$ 0	$ 0	$ 58,799
State Education Funds						
Tennessee Investment in Student Achievement	15,837,310	0	0	0	0	15,837,310
TISA - On-behalf Payments	55,477	0	0	0	0	55,477
Early Childhood Education	562,975	0	0	0	0	562,975

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
State of Tennessee (Cont.)						
State Education Funds (Cont.)						
School Food Service	$ 0	$ 0	$ 10,605	$ 0	$ 0	$ 10,605
Other State Education Funds	244,336	0	0	0	0	244,336
Paid Parental Leave	76,213	0	0	0	0	76,213
Career Ladder Program	17,679	0	0	0	0	17,679
Other Vocational	287,417	0	0	0	0	287,417
Other State Revenues						
State Revenue Sharing - T.V.A.	96,989	0	0	0	0	96,989
Other State Grants	146,044	0	0	0	0	146,044
Total State of Tennessee	$ 17,383,239	$ 0	$ 10,605	$ 0	$ 0	$ 17,393,844
Federal Government						
Federal Through State						
USDA School Lunch Program	$ 0	$ 0	$ 849,446	$ 0	$ 0	$ 849,446
USDA - Commodities	0	0	90,219	0	0	90,219
Breakfast	0	0	432,435	0	0	432,435
USDA - Other	0	0	11,207	0	0	11,207
Vocational Education - Basic Grants to States	0	46,227	0	0	0	46,227

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

	Special Revenue Funds				Capital Projects Fund	
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Education Capital Projects	Total
Federal Government (Cont.)						
Federal Through State (Cont.)						
Title I Grants to Local Education Agencies	$ 0	$ 633,337	$ 0	$ 0	$ 0	$ 633,337
Special Education - Grants to States	0	671,997	0	0	0	671,997
Special Education Preschool Grants	0	60,596	0	0	0	60,596
English Language Acquisition Grants	0	8,896	0	0	0	8,896
Safe and Drug-free Schools - State Grants	0	29,500	0	0	0	29,500
21st Century Community Learning Centers	70,352	0	0	0	0	70,352
Eisenhower Professional Development State Grants	0	52,492	0	0	0	52,492
COVID-19 Grant D	0	87,800	0	0	0	87,800
American Rescue Plan Act Grant #1	0	331,093	0	0	0	331,093
Other Federal through State	16,113	0	0	0	0	16,113
Direct Federal Revenue						
Public Law 874 - Maintenance and Operation	204,703	0	0	0	0	204,703
ROTC Reimbursement	85,756	0	0	0	0	85,756
Other Direct Federal Revenue	134,836	0	0	0	0	134,836
Total Federal Government	$ 511,760	$ 1,921,938	$ 1,383,307	$ 0	$ 0	$ 3,817,005

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Unicoi 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 Governments and Citizens Groups						
Other Governments						
Contributions	$ 228,768	$ 0	$ 0	$ 0	$ 725,223	$ 953,991
Citizens Groups						
Donations	50,000	0	0	0	0	50,000
Total Other Governments and Citizens Groups	$ 278,768	$ 0	$ 0	$ 0	$ 725,223	$ 1,003,991
Total	$ 24,690,351	$ 1,921,938	$ 1,497,078	$ 1,106,221	$ 833,852	$ 30,049,440

UNICOI 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	$ 32,400		
Social Security	2,009		
Employer Medicare	470		
Audit Services	7,888		
Dues and Memberships	5,170		
Legal Notices, Recording, and Court Costs	764		
Total County Commission		$	48,701
Board of Equalization			
Board and Committee Members Fees	$ 4,000		
Travel	219		
Total Board of Equalization			4,219
County Mayor/Executive			
County Official/Administrative Officer	$ 110,666		
Accountants/Bookkeepers	52,702		
Secretary(ies)	39,150		
Clerical Personnel	45,675		
Part-time Personnel	19,101		
Longevity Pay	1,100		
Social Security	16,322		
Pensions	16,105		
Life Insurance	655		
Medical Insurance	43,328		
Dental Insurance	1,089		
Unemployment Compensation	114		
Employer Medicare	3,842		
Communication	3,420		
Data Processing Services	23,444		
Dues and Memberships	2,313		
Maintenance Agreements	1,084		
Maintenance and Repair Services - Office Equipment	1,286		
Travel	2,932		
Office Supplies	6,059		
In Service/Staff Development	748		
Other Charges	1,124		
Office Equipment	1,123		
Total County Mayor/Executive			393,382

(Continued)

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

General Fund (Cont.)

General Government (Cont.)

County Attorney		
County Official/Administrative Officer	$ 30,000	
Total County Attorney		$ 30,000
Election Commission		
County Official/Administrative Officer	$ 82,127	
Deputy(ies)	39,150	
Mechanic(s)	1,832	
Clerical Personnel	15,338	
Longevity Pay	1,750	
Election Commission	7,020	
Election Workers	24,200	
Social Security	8,604	
Pensions	7,902	
Life Insurance	280	
Medical Insurance	15,796	
Dental Insurance	518	
Unemployment Compensation	69	
Employer Medicare	2,012	
Communication	1,888	
Data Processing Services	20,239	
Janitorial Services	1,050	
Legal Notices, Recording, and Court Costs	10,482	
Maintenance Agreements	1,160	
Maintenance and Repair Services - Buildings	2,501	
Maintenance and Repair Services - Equipment	40	
Printing, Stationery, and Forms	512	
Travel	2,903	
Other Contracted Services	3,795	
Electricity	2,744	
Office Supplies	2,164	
Office Equipment	3,750	
Total Election Commission		259,826
Register of Deeds		
County Official/Administrative Officer	$ 91,252	
Deputy(ies)	39,150	

(Continued)

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

General Fund (Cont.)
General Government (Cont.)

Register of Deeds (Cont.)			
Clerical Personnel	$ 34,131		
Part-time Personnel	9,204		
Longevity Pay	900		
Social Security	10,519		
Pensions	10,687		
Life Insurance	390		
Medical Insurance	28,497		
Dental Insurance	778		
Unemployment Compensation	65		
Employer Medicare	2,455		
Communication	3,053		
Data Processing Services	5,187		
Dues and Memberships	968		
Maintenance Agreements	100		
Maintenance and Repair Services - Office Equipment	1,012		
Travel	3,384		
Other Contracted Services	125		
Data Processing Supplies	4,042		
Office Supplies	3,692		
In Service/Staff Development	540		
Office Equipment	1,466		
Total Register of Deeds		$	251,597
Planning			
Board and Committee Members Fees	$ 3,600		
Social Security	223		
Employer Medicare	52		
Contracts with Government Agencies	12,937		
Total Planning			16,812
County Buildings			
Part-time Personnel	$ 28,240		
Longevity Pay	1,050		
Social Security	1,616		
Unemployment Compensation	38		
Employer Medicare	378		

(Continued)

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

General Fund (Cont.)			
General Government (Cont.)			
County Buildings (Cont.)			
Maintenance and Repair Services - Buildings	$ 34,074		
Custodial Supplies	4,378		
Natural Gas	14,254		
Utilities	42,505		
Building and Contents Insurance	18,011		
Total County Buildings		$	144,544
Other General Administration			
Postal Charges	$ 32,573		
Duplicating Supplies	5,720		
Office Supplies	592		
Liability Insurance	27,590		
Other Charges	10,637		
Total Other General Administration			77,112
Preservation of Records			
Maintenance and Repair Services - Buildings	$ 6,000		
Travel	58		
Office Supplies	2,255		
Utilities	5,819		
Other Charges	3,538		
Total Preservation of Records			17,670
Finance			
Property Assessor's Office			
County Official/Administrative Officer	$ 91,252		
Assistant(s)	37,549		
Deputy(ies)	32,865		
Clerical Personnel	37,157		
Other Salaries and Wages	12,370		
Social Security	12,827		
Pensions	10,850		
Life Insurance	546		
Medical Insurance	25,574		
Dental Insurance	918		
Unemployment Compensation	127		

(Continued)

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

General Fund (Cont.)
Finance (Cont.)
Property Assessor's Office (Cont.)

Employer Medicare	$ 3,000		
Audit Services	3,610		
Communication	3,495		
Data Processing Services	8,602		
Dues and Memberships	1,250		
Maintenance and Repair Services - Office Equipment	6,530		
Maintenance and Repair Services - Vehicles	910		
Printing, Stationery, and Forms	985		
Travel	1,891		
Gasoline	201		
Office Supplies	1,397		
Office Equipment	1,472		
Total Property Assessor's Office		$	295,378

County Trustee's Office

County Official/Administrative Officer	$ 91,252		
Assistant(s)	39,150		
Deputy(ies)	34,131		
Longevity Pay	400		
Social Security	9,667		
Pensions	10,671		
Life Insurance	468		
Medical Insurance	42,137		
Dental Insurance	778		
Unemployment Compensation	42		
Employer Medicare	2,261		
Communication	2,265		
Data Processing Services	17,067		
Dues and Memberships	843		
Legal Notices, Recording, and Court Costs	409		
Maintenance and Repair Services - Office Equipment	40		
Travel	88		
Data Processing Supplies	978		
Office Supplies	770		
Office Equipment	5,185		
Total County Trustee's Office			258,602

(Continued)

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

General Fund (Cont.)		
Finance (Cont.)		
County Clerk's Office		
County Official/Administrative Officer	$ 91,252	
Deputy(ies)	39,150	
Accountants/Bookkeepers	34,663	
Clerical Personnel	68,261	
Part-time Personnel	28,933	
Longevity Pay	850	
Bonus Payments	2,700	
Social Security	16,121	
Pensions	15,368	
Life Insurance	710	
Medical Insurance	41,342	
Dental Insurance	1,050	
Unemployment Compensation	126	
Employer Medicare	3,770	
Communication	4,631	
Dues and Memberships	1,303	
Maintenance and Repair Services - Buildings	627	
Maintenance and Repair Services - Office Equipment	18,718	
Travel	5,612	
Office Supplies	6,725	
Utilities	1,978	
Other Charges	798	
Office Equipment	1,299	
Total County Clerk's Office		$ 385,987
Other Finance		
Trustee's Commission	$ 136,343	
Total Other Finance		136,343
Administration of Justice		
Circuit Court		
County Official/Administrative Officer	$ 91,252	
Assistant(s)	39,150	
Deputy(ies)	238,915	
Part-time Personnel	18,072	
Longevity Pay	3,650	

(Continued)

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

General Fund (Cont.)			
Administration of Justice (Cont.)			
Circuit Court (Cont.)			
Overtime Pay	$ 16,740		
Jury and Witness Expense	8,317		
Social Security	24,846		
Pensions	22,955		
Life Insurance	1,404		
Medical Insurance	48,461		
Dental Insurance	1,922		
Unemployment Compensation	189		
Employer Medicare	5,811		
Communication	8,863		
Dues and Memberships	908		
Evaluation and Testing	750		
Maintenance Agreements	750		
Maintenance and Repair Services - Office Equipment	50,737		
Travel	1,079		
Remittance of Revenue Collected	3,050		
Office Supplies	21,360		
Premiums on Corporate Surety Bonds	36		
Office Equipment	1,579		
Total Circuit Court		$	610,796
General Sessions Court			
Judge(s)	$ 133,652		
Social Security	8,141		
Pensions	8,647		
Life Insurance	156		
Medical Insurance	15,400		
Dental Insurance	259		
Unemployment Compensation	21		
Employer Medicare	1,904		
Remittance of Revenue Collected	5,000		
Other Charges	8,845		
Total General Sessions Court			182,025
Chancery Court			
County Official/Administrative Officer	$ 91,252		

(Continued)

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

General Fund (Cont.)			
Administration of Justice (Cont.)			
Chancery Court (Cont.)			
Deputy(ies)	$ 33,981		
Part-time Personnel	20,302		
Longevity Pay	550		
Social Security	8,895		
Pensions	7,084		
Life Insurance	247		
Medical Insurance	12,651		
Dental Insurance	443		
Unemployment Compensation	42		
Employer Medicare	2,080		
Communication	1,981		
Dues and Memberships	908		
Legal Notices, Recording, and Court Costs	4,688		
Maintenance and Repair Services - Office Equipment	17,446		
Travel	645		
Data Processing Supplies	200		
Office Supplies	2,292		
Total Chancery Court		$	205,687
Juvenile Court			
Salary Supplements	$ 19,334		
Social Security	1,158		
Life Insurance	13		
Medical Insurance	2,590		
Dental Insurance	22		
Unemployment Compensation	11		
Employer Medicare	273		
Communication	541		
Contracts with Government Agencies	64,210		
Office Supplies	216		
Total Juvenile Court			88,368
Public Safety			
Sheriff's Department			
County Official/Administrative Officer	$ 105,396		
Supervisor/Director	60,481		

(Continued)

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

General Fund (Cont.)
Public Safety (Cont.)
Sheriff's Department (Cont.)

Deputy(ies)	$	427,237
Investigator(s)		211,180
Captain(s)		85,077
Sergeant(s)		220,368
Secretary(ies)		76,726
Longevity Pay		8,000
Overtime Pay		97,297
Other Salaries and Wages		59,349
In-service Training		6,839
Social Security		84,948
Pensions		71,951
Life Insurance		3,703
Medical Insurance		191,330
Dental Insurance		6,284
Unemployment Compensation		782
Employer Medicare		19,867
Communication		17,592
Dues and Memberships		1,800
Evaluation and Testing		1,595
Maintenance Agreements		2,478
Maintenance and Repair Services - Equipment		989
Maintenance and Repair Services - Vehicles		62,003
Towing Services		800
Travel		6,430
Other Contracted Services		3,350
Gasoline		114,017
Law Enforcement Supplies		5,726
Office Supplies		3,257
Tires and Tubes		7,920
Uniforms		11,788
Other Supplies and Materials		1,972
Liability Insurance		143,500
Refunds		19,298
Workers' Compensation Insurance		45,473
Other Charges		2,438
Communication Equipment		5,840

(Continued)

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

General Fund (Cont.)		
Public Safety (Cont.)		
Sheriff's Department (Cont.)		
Law Enforcement Equipment	$ 13,733	
Motor Vehicles	120,608	
Total Sheriff's Department		$ 2,329,422
Administration of the Sexual Offender Registry		
Fines, Assessments, and Penalties	$ 500	
Total Administration of the Sexual Offender Registry		500
Jail		
Supervisor/Director	$ 62,860	
Teachers	16,307	
Guards	442,375	
Longevity Pay	1,300	
Social Security	33,785	
Pensions	23,880	
Life Insurance	1,970	
Medical Insurance	89,553	
Dental Insurance	3,133	
Unemployment Compensation	515	
Employer Medicare	7,901	
Evaluation and Testing	2,500	
Maintenance and Repair Services - Buildings	31,194	
Maintenance and Repair Services - Equipment	2,560	
Maintenance and Repair Services - Vehicles	1,295	
Medical and Dental Services	49,178	
Travel	2,648	
Other Contracted Services	359,675	
Custodial Supplies	2,733	
Food Supplies	207,761	
Natural Gas	6,779	
Prisoners Clothing	74	
Uniforms	2,189	
Utilities	64,599	
Other Supplies and Materials	953	
Building and Contents Insurance	26,748	
Other Charges	24,900	
Total Jail		1,469,365

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Workhouse

Supervisor/Director	$ 73,775	
Guards	344,013	
Longevity Pay	2,400	
Social Security	24,948	
Pensions	22,369	
Life Insurance	1,574	
Medical Insurance	94,204	
Dental Insurance	2,755	
Unemployment Compensation	422	
Employer Medicare	5,835	
Evaluation and Testing	1,500	
Maintenance and Repair Services - Buildings	18,187	
Maintenance and Repair Services - Equipment	2,775	
Maintenance and Repair Services - Vehicles	835	
Other Contracted Services	95,649	
Custodial Supplies	2,754	
Food Supplies	60,990	
Natural Gas	7,232	
Prisoners Clothing	745	
Uniforms	360	
Utilities	52,714	
Other Charges	591	
Total Workhouse		$ 816,627

Juvenile Services

Other Salaries and Wages	$ 8,340	
Social Security	517	
Unemployment Compensation	22	
Employer Medicare	121	
Total Juvenile Services		9,000

Fire Prevention and Control

Contributions	$ 255,000	
Total Fire Prevention and Control		255,000

(Continued)

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

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense

County Official/Administrative Officer	$ 78,548	
Part-time Personnel	21,219	
Longevity Pay	150	
Social Security	6,385	
Pensions	5,741	
Life Insurance	195	
Dental Insurance	324	
Unemployment Compensation	58	
Employer Medicare	1,493	
Maintenance and Repair Services - Vehicles	17,755	
Travel	3,664	
Gasoline	9,118	
Law Enforcement Supplies	5,562	
Office Supplies	2,043	
Utilities	8,160	
Other Supplies and Materials	58,620	
Communication Equipment	9,103	
Motor Vehicles	24,947	
Building Purchases	1,250,032	
Total Civil Defense		$ 1,503,117

Disaster Relief

Disposal Fees	$ 2,150	
Other Supplies and Materials	61,029	
Total Disaster Relief		63,179

Other Emergency Management

Contributions	$ 70,000	
Total Other Emergency Management		70,000

County Coroner/Medical Examiner

County Official/Administrative Officer	$ 5,000	
Assistant(s)	3,090	
Social Security	502	
Pensions	375	
Unemployment Compensation	7	

(Continued)

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

General Fund (Cont.)		
Public Safety (Cont.)		
County Coroner/Medical Examiner (Cont.)		
Employer Medicare	$ 117	
Contracts with Other Public Agencies	46,174	
Law Enforcement Supplies	58	
Other Charges	1,975	
Total County Coroner/Medical Examiner		$ 57,298
Other Public Safety		
Assistant(s)	$ 37,314	
Supervisor/Director	58,750	
Accountants/Bookkeepers	808	
Dispatchers/Radio Operators	334,299	
Part-time Personnel	19,918	
Longevity Pay	1,950	
Overtime Pay	72,242	
Bonus Payments	31,100	
Other Salaries and Wages	15,711	
Social Security	34,802	
Pensions	31,100	
Life Insurance	1,696	
Medical Insurance	73,132	
Dental Insurance	2,786	
Unemployment Compensation	420	
Employer Medicare	8,139	
Other Contracted Services	187,209	
Workers' Compensation Insurance	436	
Total Other Public Safety		911,812
Public Health and Welfare		
Local Health Center		
Communication	$ 3,123	
Contracts with Private Agencies	25,110	
Maintenance and Repair Services - Buildings	2,662	
Maintenance and Repair Services - Equipment	2,049	
Maintenance and Repair Services - Office Equipment	335	
Custodial Supplies	108	
Drugs and Medical Supplies	354	

(Continued)

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

General Fund (Cont.)			
Public Health and Welfare (Cont.)			
Local Health Center (Cont.)			
Natural Gas	$ 2,229		
Office Supplies	312		
Utilities	15,493		
Other Supplies and Materials	916		
Liability Insurance	7,390		
Other Charges	1,489		
Total Local Health Center		$	61,570
Rabies and Animal Control			
Supervisor/Director	$ 42,898		
Part-time Personnel	73,181		
Other Salaries and Wages	27,052		
Social Security	8,844		
Pensions	2,506		
Life Insurance	364		
Medical Insurance	2,778		
Dental Insurance	583		
Unemployment Compensation	170		
Employer Medicare	2,068		
Workers' Compensation Insurance	1,795		
Total Rabies and Animal Control			162,239
Ambulance/Emergency Medical Services			
Medical Insurance	$ 153,473		
Contributions	100,000		
Other Contracted Services	172,800		
Total Ambulance/Emergency Medical Services			426,273
Alcohol and Drug Programs			
Contributions	$ 41,473		
Total Alcohol and Drug Programs			41,473
Other Local Health Services			
Longevity Pay	$ 2,000		
Bonus Payments	1,809		
Other Salaries and Wages	130,631		

(Continued)

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

General Fund (Cont.)		
Public Health and Welfare (Cont.)		
Other Local Health Services (Cont.)		
Social Security	$ 8,144	
Pensions	8,138	
Life Insurance	436	
Medical Insurance	24,870	
Dental Insurance	691	
Unemployment Compensation	63	
Employer Medicare	1,952	
Travel	2,905	
Workers' Compensation Insurance	272	
Other Charges	1,822	
Total Other Local Health Services		$ 183,733
Regional Mental Health Center		
Motor Vehicles	$ 32,927	
Total Regional Mental Health Center		32,927
Appropriation to State		
Contracts with Government Agencies	$ 36,916	
Total Appropriation to State		36,916
Sanitation Education/Information		
Other Salaries and Wages	$ 28,560	
Instructional Supplies and Materials	9,164	
Other Supplies and Materials	1,605	
Total Sanitation Education/Information		39,329
Social, Cultural, and Recreational Services		
Senior Citizens Assistance		
Contracts with Other Public Agencies	$ 10,600	
Contributions	50,000	
Total Senior Citizens Assistance		60,600
Libraries		
Contributions	$ 66,200	
Total Libraries		66,200

(Continued)

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

General Fund (Cont.)		
Social, Cultural, and Recreational Services (Cont.)		
Other Social, Cultural, and Recreational		
Contributions	$ 6,609	
Total Other Social, Cultural, and Recreational		$ 6,609
Agriculture and Natural Resources		
Agricultural Extension Service		
Communication	$ 3,266	
Contributions	44,709	
Dues and Memberships	486	
Travel	3,750	
Office Supplies	723	
Office Equipment	750	
Total Agricultural Extension Service		53,684
Forest Service		
Contributions	$ 800	
Total Forest Service		800
Soil Conservation		
Contributions	$ 5,000	
Total Soil Conservation		5,000
Other Operations		
Tourism		
Contributions	$ 13,000	
Total Tourism		13,000
Industrial Development		
Contributions	$ 65,000	
Other Charges	2,096	
Total Industrial Development		67,096
Veterans' Services		
Supervisor/Director	$ 20,824	
Longevity Pay	150	
Social Security	1,300	
Unemployment Compensation	21	

(Continued)

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

General Fund (Cont.)
Other Operations (Cont.)

Veterans' Services (Cont.)		
Employer Medicare	$ 304	
Communication	542	
Travel	841	
Office Supplies	149	
Total Veterans' Services		$ 24,131
Other Charges		
Maintenance and Repair Services - Buildings	$ 105,180	
Total Other Charges		105,180
Contributions to Other Agencies		
Contributions	$ 6,000	
Total Contributions to Other Agencies		6,000
Employee Benefits		
Employee and Dependent Insurance	$ 1,844	
Workers' Compensation Insurance	9,048	
Total Employee Benefits		10,892
COVID-19 Grant #4		
Consultants	$ 49,837	
Contracts with Other Public Agencies	1,491,074	
Contributions	166,546	
Total COVID-19 Grant #4		1,707,457
American Rescue Plan Act Grant #2		
Food Service Equipment	$ 17,018	
Motor Vehicles	8,199	
Total American Rescue Plan Act Grant #2		25,217
Miscellaneous		
Instructional Computer Personnel	$ 38,000	
Contributions	30,654	
Data Processing Equipment	14,362	
Total Miscellaneous		83,016

(Continued)

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

General Fund (Cont.)			
Principal on Debt			
General Government			
Principal on Leases	$ 7,315		
Total General Government		$ 7,315	
Interest on Debt			
General Government			
Interest on Leases	$ 485		
Total General Government		485	
Capital Projects			
Public Health and Welfare Projects			
Contributions	$ 108,471		
Building Improvements	512,795		
Total Public Health and Welfare Projects		621,266	
Social, Cultural, and Recreation Projects			
Other Contracted Services	$ 2,919		
Total Social, Cultural, and Recreation Projects		2,919	
Capital Projects - Donated			
Capital Projects Donated to School Department			
Contributions	$ 50,000		
Total Capital Projects Donated to School Department		50,000	
Total General Fund			$ 14,793,696
Solid Waste/Sanitation Fund			
Public Health and Welfare			
Sanitation Management			
Communication	$ 2,236		
Contracts with Private Agencies	1,051,897		
Maintenance and Repair Services - Office Equipment	30		
Rentals	2,508		
Other Contracted Services	34,200		
Electricity	5,836		
Liability Insurance	1,434		
Trustee's Commission	17,132		

(Continued)

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

Solid Waste/Sanitation Fund (Cont.)			
Public Health and Welfare (Cont.)			
Sanitation Management (Cont.)			
Workers' Compensation Insurance	$ 943		
Site Development	3,112		
Total Sanitation Management		$ 1,119,328	
Total Solid Waste/Sanitation Fund			$ 1,119,328
Drug Control Fund			
Finance			
Other Finance			
Trustee's Commission	$ 147		
Total Other Finance		$ 147	
Public Safety			
Sheriff's Department			
Deputy(ies)	$ 2,835		
Longevity Pay	450		
In-service Training	699		
Social Security	204		
Unemployment Compensation	10		
Employer Medicare	48		
Advertising	940		
Dues and Memberships	2,000		
Maintenance and Repair Services - Equipment	790		
Towing Services	375		
Travel	1,205		
Animal Food and Supplies	1,261		
Tires and Tubes	576		
Uniforms	230		
Other Supplies and Materials	777		
Other Charges	2,243		
Total Sheriff's Department		14,643	
Total Drug Control Fund			14,790

(Continued)

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

Other General Government Fund			
Finance			
Other Finance			
Trustee's Commission	$ 328		
Total Other Finance		$ 328	
Capital Projects - Donated			
Capital Projects Donated to School Department			
Contributions	$ 725,224		
Total Capital Projects Donated to School Department		725,224	
Total Other General Government Fund			$ 725,552
Highway/Public Works Fund			
Highways			
Administration			
County Official/Administrative Officer	$ 100,377		
Supervisor/Director	57,351		
Accountants/Bookkeepers	93,808		
Overtime Pay	9,998		
Bonus Payments	3,550		
In-service Training	1,413		
Social Security	16,001		
Pensions	16,999		
Life Insurance	585		
Medical Insurance	29,022		
Dental Insurance	1,037		
Unemployment Compensation	127		
Employer Medicare	3,742		
Communication	5,247		
Evaluation and Testing	3,670		
Postal Charges	378		
Travel	2,677		
Data Processing Supplies	340		
Office Supplies	1,019		
Other Charges	2,516		
Office Equipment	1,277		
Total Administration		$ 351,134	

(Continued)

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

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

Highway and Bridge Maintenance			
Accountants/Bookkeepers	$	495	
Laborers		495,405	
Overtime Pay		37,060	
Bonus Payments		12,575	
Other Salaries and Wages		14,287	
Social Security		33,669	
Pensions		33,673	
Life Insurance		1,859	
Medical Insurance		102,992	
Dental Insurance		3,089	
Unemployment Compensation		408	
Employer Medicare		7,874	
Asphalt		356,824	
Crushed Stone		15,690	
Other Road Materials		11,166	
Pipe		6,836	
Salt		63,828	
Small Tools		591	
Other Supplies and Materials		877	
Other Charges		769	
Total Highway and Bridge Maintenance			$ 1,199,967
Operation and Maintenance of Equipment			
Rentals	$	3,185	
Diesel Fuel		44,039	
Electricity		9,425	
Equipment and Machinery Parts		87,451	
Garage Supplies		1,857	
Gasoline		13,390	
Lubricants		4,973	
Natural Gas		7,262	
Propane Gas		281	
Tires and Tubes		17,071	
Uniforms		13,615	
Other Charges		1,517	
Communication Equipment		17,434	
Total Operation and Maintenance of Equipment			221,500

(Continued)

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

Highway/Public Works Fund (Cont.)			
Highways (Cont.)			
Other Charges			
Dues and Memberships	$ 2,649		
Maintenance Agreements	19,966		
Maintenance and Repair Services - Buildings	11,976		
Other Contracted Services	11,350		
Trustee's Commission	27,278		
Vehicle and Equipment Insurance	49,527		
Workers' Compensation Insurance	43,040		
Total Other Charges		$ 165,786	
Capital Outlay			
Contracts with Private Agencies	$ 455,421		
Rentals	12,766		
Asphalt	65,386		
Crushed Stone	7,593		
Diesel Fuel	10,447		
Gasoline	4,088		
Other Road Materials	300		
Pipe	49,800		
Road Signs	5,072		
Small Tools	4,520		
Uniforms	1,480		
Other Supplies and Materials	208		
Bridge Construction	294,000		
Highway Equipment	370,235		
State Aid Projects	938,647		
Other Construction	11,309		
Total Capital Outlay		2,231,272	
Total Highway/Public Works Fund			$ 4,169,659
General Debt Service Fund			
Principal on Debt			
General Government			
Principal on Bonds	$ 1,445,000		
Principal on Notes	65,000		
Total General Government		$ 1,510,000	

(Continued)

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

General Debt Service Fund (Cont.)			
Principal on Debt (Cont.)			
Highways and Streets			
Principal on Notes	$ 32,950		
Total Highways and Streets		$ 32,950	
Education			
Principal on Bonds	$ 295,000		
Total Education		295,000	
Interest on Debt			
General Government			
Interest on Bonds	$ 381,460		
Interest on Notes	3,753		
Total General Government		385,213	
Highways and Streets			
Interest on Notes	$ 820		
Total Highways and Streets		820	
Education			
Interest on Bonds	$ 248,210		
Total Education		248,210	
Other Debt Service			
General Government			
Trustee's Commission	$ 29,751		
Other Debt Service	1,200		
Total General Government		30,951	
Total General Debt Service Fund			$ 2,503,144
Community Development/Industrial Park Fund			
Other Operations			
Industrial Development			
Contracts with Other Public Agencies	$ 152,350		
Total Industrial Development		$ 152,350	
Total Community Development/Industrial Park Fund			152,350
Total Governmental Funds - Primary Government			$ 23,478,519

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department
For the Year Ended June 30, 2025

General Purpose School Fund		
Instruction		
Regular Instruction Program		
Supervisor/Director	$ 8,000	
Teachers	7,235,479	
Career Ladder Program	8,042	
Homebound Teachers	1,940	
Educational Assistants	278,275	
Other Salaries and Wages	256,482	
Certified Substitute Teachers	16,464	
Non-certified Substitute Teachers	64,451	
Social Security	490,725	
Pensions	541,945	
Life Insurance	5,970	
Medical Insurance	1,038,783	
Dental Insurance	12,201	
Employer Medicare	114,666	
Contributions	228,768	
Other Contracted Services	6,448	
Instructional Supplies and Materials	226,592	
Textbooks - Bound	4,973	
Other Supplies and Materials	18,442	
Fee Waivers	13,515	
TISA - On-behalf Payments	55,477	
Other Charges	13,467	
Regular Instruction Equipment	15,967	
Total Regular Instruction Program		$ 10,657,072
Alternative Instruction Program		
Teachers	$ 134,346	
Social Security	8,209	
Pensions	8,544	
Life Insurance	81	
Medical Insurance	7,388	
Dental Insurance	119	
Employer Medicare	1,920	
Total Alternative Instruction Program		160,607

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

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

Special Education Program		
Teachers	$ 1,046,104	
Career Ladder Program	1,000	
Educational Assistants	110,083	
Speech Pathologist	186,034	
Non-certified Substitute Teachers	5,000	
Social Security	75,571	
Pensions	90,048	
Life Insurance	1,206	
Medical Insurance	217,929	
Dental Insurance	2,699	
Employer Medicare	17,708	
Instructional Supplies and Materials	191	
Other Supplies and Materials	3,362	
Special Education Equipment	57,879	
Total Special Education Program		$ 1,814,814
Career and Technical Education Program		
Teachers	$ 836,346	
Career Ladder Program	2,000	
Educational Assistants	50,824	
Other Salaries and Wages	3,320	
Non-certified Substitute Teachers	5,877	
Social Security	50,976	
Pensions	68,679	
Life Insurance	686	
Medical Insurance	164,339	
Dental Insurance	1,571	
Employer Medicare	11,922	
Maintenance and Repair Services - Equipment	751	
Other Contracted Services	1,243	
Instructional Supplies and Materials	47,122	
Other Supplies and Materials	3,000	
In Service/Staff Development	3,107	
Vocational Instruction Equipment	61,220	
Total Career and Technical Education Program		1,312,983

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)
Support Services

Attendance			
Supervisor/Director	$ 83,134		
Social Security	4,918		
Pensions	5,295		
Life Insurance	37		
Medical Insurance	10,900		
Dental Insurance	109		
Employer Medicare	1,150		
Travel	1,117		
Total Attendance		$	106,660
Health Services			
Supervisor/Director	$ 75,137		
Medical Personnel	204,735		
Other Salaries and Wages	18,197		
Social Security	17,500		
Pensions	20,921		
Life Insurance	324		
Medical Insurance	45,925		
Dental Insurance	437		
Employer Medicare	4,093		
Travel	2,538		
Drugs and Medical Supplies	6,703		
Other Supplies and Materials	1,936		
Other Charges	5,061		
Total Health Services			403,507
Other Student Support			
Guidance Personnel	$ 394,969		
Social Workers	197,832		
Other Salaries and Wages	29,360		
Social Security	35,970		
Pensions	44,991		
Life Insurance	486		
Medical Insurance	105,377		
Dental Insurance	1,301		

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)			
Support Services (Cont.)			
Other Student Support (Cont.)			
Employer Medicare	$ 8,412		
Other Supplies and Materials	77,524		
In Service/Staff Development	2,397		
Other Charges	6,894		
Total Other Student Support		$	905,513
Regular Instruction Program			
Supervisor/Director	$ 220,848		
Career Ladder Program	2,000		
Librarians	270,133		
Social Security	28,472		
Pensions	31,391		
Life Insurance	250		
Medical Insurance	44,150		
Dental Insurance	732		
Employer Medicare	6,659		
Travel	2,343		
Other Supplies and Materials	1,223		
In Service/Staff Development	43,547		
Other Charges	30		
Other Equipment	2,595		
Total Regular Instruction Program			654,373
Special Education Program			
Supervisor/Director	$ 96,197		
Secretary(ies)	48,872		
Social Security	9,065		
Pensions	9,334		
Life Insurance	81		
Medical Insurance	20,409		
Dental Insurance	236		
Employer Medicare	2,120		
Contracts with Other Public Agencies	21,812		
Travel	2,496		
In Service/Staff Development	3,999		
Total Special Education Program			214,621

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)
Support Services (Cont.)

Career and Technical Education Program			
Supervisor/Director	$ 84,005		
Secretary(ies)	40,194		
Clerical Personnel	6,243		
Social Security	6,988		
Pensions	7,943		
Life Insurance	81		
Medical Insurance	30,043		
Dental Insurance	119		
Employer Medicare	1,634		
Maintenance and Repair Services - Equipment	3,331		
Travel	906		
Other Supplies and Materials	726		
Total Career and Technical Education Program		$	182,213
Technology			
Supervisor/Director	$ 74,923		
Computer Programmer(s)	171,113		
Data Processing Personnel	44,310		
Other Salaries and Wages	4,000		
Social Security	17,507		
Pensions	18,573		
Life Insurance	243		
Medical Insurance	33,755		
Dental Insurance	486		
Employer Medicare	4,094		
Internet Connectivity	52,054		
Travel	1,346		
Data Processing Supplies	7,332		
Other Supplies and Materials	22,157		
Other Charges	52,219		
Total Technology			504,112
Other Programs			
On-behalf Payments to OPEB	$ 58,799		
Total Other Programs			58,799

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)
Support Services (Cont.)
Board of Education

Secretary to Board	$ 37,874		
Other Salaries and Wages	42,833		
Board and Committee Members Fees	5,542		
Social Security	3,994		
Pensions	2,450		
Life Insurance	40		
Unemployment Compensation	5,222		
Employer Medicare	934		
Audit Services	17,801		
Dues and Memberships	12,798		
Legal Services	18,000		
Travel	14,217		
Maintenance and Repair Services - Records	16,297		
Other Supplies and Materials	3,902		
Liability Insurance	79,223		
Trustee's Commission	117,792		
Workers' Compensation Insurance	145,000		
Refund to Applicant for Criminal Investigation	2,420		
Other Charges	5,558		
Total Board of Education		$	531,897

Director of Schools

County Official/Administrative Officer	$ 145,462		
Assistant(s)	42,606		
Career Ladder Program	1,000		
Secretary(ies)	60,874		
Other Salaries and Wages	6,061		
Social Security	15,694		
Pensions	16,919		
Life Insurance	158		
Medical Insurance	21,837		
Dental Insurance	128		
Employer Medicare	3,670		
Other Fringe Benefits	7,739		
Dues and Memberships	2,262		

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)		
Support Services (Cont.)		
Director of Schools (Cont.)		
Travel	$ 8,815	
Administration Equipment	926	
Total Director of Schools		$ 334,151
Office of the Principal		
Principals	$ 538,389	
Career Ladder Program	1,000	
Accountants/Bookkeepers	60,411	
Assistant Principals	354,567	
Secretary(ies)	177,794	
Social Security	66,677	
Pensions	72,931	
Life Insurance	755	
Medical Insurance	151,799	
Dental Insurance	1,060	
Employer Medicare	15,594	
Total Office of the Principal		1,440,977
Fiscal Services		
Accountants/Bookkeepers	$ 199,665	
Social Security	11,779	
Pensions	12,676	
Life Insurance	126	
Medical Insurance	25,623	
Dental Insurance	367	
Employer Medicare	2,755	
Data Processing Services	10,061	
Other Contracted Services	19,359	
Other Charges	6,222	
Total Fiscal Services		288,633
Operation of Plant		
Supervisor/Director	$ 45,163	
Custodial Personnel	641,901	
Social Security	40,824	

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)
Support Services (Cont.)
Operation of Plant (Cont.)

Pensions	$ 36,775	
Life Insurance	956	
Medical Insurance	128,792	
Dental Insurance	1,418	
Employer Medicare	9,547	
Janitorial Services	63,124	
Disposal Fees	43,104	
Other Contracted Services	52,146	
Custodial Supplies	67,473	
Electricity	600,165	
Natural Gas	83,674	
Water and Sewer	34,730	
Other Supplies and Materials	1,149	
Building and Contents Insurance	198,876	
Total Operation of Plant		$ 2,049,817

Maintenance of Plant

Supervisor/Director	$ 64,519	
Maintenance Personnel	141,609	
Social Security	11,616	
Pensions	13,051	
Life Insurance	195	
Medical Insurance	37,703	
Dental Insurance	332	
Employer Medicare	2,717	
Maintenance and Repair Services - Buildings	136,406	
Maintenance and Repair Services - Equipment	124,224	
Maintenance and Repair Services - Vehicles	1,076	
Pest Control	10,980	
Other Contracted Services	45,549	
Equipment and Machinery Parts	2,432	
General Construction Materials	107	
Other Supplies and Materials	13,058	
Other Charges	8,062	
Maintenance Equipment	58,907	
Other Equipment	22,178	
Total Maintenance of Plant		694,721

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)
Support Services (Cont.)
Transportation

Supervisor/Director	$ 56,564		
Mechanic(s)	46,635		
Bus Drivers	396,375		
Other Salaries and Wages	10,400		
Social Security	30,996		
Pensions	27,667		
Life Insurance	122		
Medical Insurance	29,039		
Dental Insurance	200		
Employer Medicare	7,249		
Laundry Service	1,705		
Medical and Dental Services	2,114		
Diesel Fuel	97,052		
Garage Supplies	1,649		
Gasoline	17,948		
Lubricants	4,546		
Tires and Tubes	10,035		
Vehicle Parts	55,234		
Other Supplies and Materials	8,451		
Vehicle and Equipment Insurance	46,607		
Other Charges	23,759		
Transportation Equipment	366,556		
Total Transportation		$	1,240,903

Central and Other

Communication	$ 48,488		
Maintenance and Repair Services - Equipment	4,581		
Postal Charges	2,636		
Other Contracted Services	4,704		
Office Supplies	5,092		
Other Supplies and Materials	5,336		
Other Charges	749		
Other Equipment	4,081		
Total Central and Other			75,667

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)			
Operation of Non-Instructional Services			
Community Services			
Supervisor/Director	$ 14,000		
Teachers	4,925		
Clerical Personnel	3,856		
Educational Assistants	39,258		
Other Salaries and Wages	9,188		
Social Security	3,748		
Pensions	3,700		
Employer Medicare	877		
Other Contracted Services	2,200		
Instructional Supplies and Materials	2,396		
Other Supplies and Materials	1,900		
In Service/Staff Development	418		
Total Community Services		$	86,466
Early Childhood Education			
Supervisor/Director	$ 78,864		
Teachers	273,293		
Educational Assistants	145,730		
Social Security	29,274		
Pensions	33,326		
Life Insurance	555		
Medical Insurance	76,358		
Dental Insurance	942		
Employer Medicare	6,846		
Instructional Supplies and Materials	7,414		
Other Supplies and Materials	1,715		
In Service/Staff Development	1,113		
Other Charges	1,217		
Total Early Childhood Education			656,647
Capital Outlay			
Regular Capital Outlay			
Other Contracted Services	$ 57,400		
Building Improvements	1,821		
Other Equipment	10,616		
Total Regular Capital Outlay			69,837

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

General Purpose School Fund (Cont.)			
Other Debt Service			
Education			
Debt Service Contribution to Primary Government	$ 543,210		
Total Education		$ 543,210	
Total General Purpose School Fund			$ 24,988,200
School Federal Projects Fund			
Instruction			
Regular Instruction Program			
Educational Assistants	$ 58,400		
Other Salaries and Wages	338,429		
Social Security	4,650		
Pensions	5,566		
Life Insurance	81		
Medical Insurance	12,788		
Dental Insurance	120		
Employer Medicare	1,087		
Instructional Supplies and Materials	115,631		
Regular Instruction Equipment	23,747		
Total Regular Instruction Program		$ 560,499	
Special Education Program			
Teachers	$ 42,368		
Educational Assistants	398,184		
Social Security	26,094		
Pensions	25,357		
Life Insurance	1,017		
Medical Insurance	107,376		
Dental Insurance	1,229		
Employer Medicare	6,103		
Instructional Supplies and Materials	8,387		
Other Supplies and Materials	2,914		
Special Education Equipment	4,921		
Total Special Education Program		623,950	

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

School Federal Projects Fund (Cont.)			
Instruction (Cont.)			
Career and Technical Education Program			
Instructional Supplies and Materials	$ 3,741		
Software	9,890		
Other Supplies and Materials	2,998		
Vocational Instruction Equipment	11,262		
Total Career and Technical Education Program		$	27,891
Support Services			
Other Student Support			
Other Salaries and Wages	$ 13,303		
Social Security	822		
Pensions	1,138		
Medical Insurance	40		
Employer Medicare	152		
Other Supplies and Materials	2,588		
In Service/Staff Development	6,787		
Other Charges	8,905		
Total Other Student Support			33,735
Regular Instruction Program			
Supervisor/Director	$ 47,918		
Secretary(ies)	18,197		
Other Salaries and Wages	45,000		
Social Security	6,289		
Pensions	8,275		
Life Insurance	81		
Medical Insurance	23,716		
Dental Insurance	240		
Employer Medicare	1,471		
Travel	736		
Other Contracted Services	72,800		
Library Books/Media	6,671		
Other Supplies and Materials	3,843		
In Service/Staff Development	49,027		
Other Equipment	121		
Total Regular Instruction Program			284,385

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

School Federal Projects Fund (Cont.)			
Support Services (Cont.)			
Special Education Program			
Other Salaries and Wages	$ 440		
Contracts with Other Public Agencies	43,003		
Contracts with Private Agencies	31,371		
Evaluation and Testing	2,740		
Travel	13		
Other Contracted Services	3,000		
Other Supplies and Materials	752		
In Service/Staff Development	8,268		
Other Charges	4,266		
Other Equipment	3,058		
Total Special Education Program		$ 96,911	
Career and Technical Education Program			
In Service/Staff Development	$ 2,500		
Total Career and Technical Education Program		2,500	
Transportation			
Other Salaries and Wages	$ 9,929		
Social Security	599		
Pensions	639		
Employer Medicare	140		
Total Transportation		11,307	
Capital Outlay			
Regular Capital Outlay			
Building Construction	$ 131,545		
Total Regular Capital Outlay		131,545	
Total School Federal Projects Fund			$ 1,772,723
Central Cafeteria Fund			
Operation of Non-Instructional Services			
Food Service			
Supervisor/Director	$ 90,272		
Clerical Personnel	35,835		

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

Central Cafeteria Fund (Cont.)			
Operation of Non-Instructional Services (Cont.)			
Food Service (Cont.)			
Cafeteria Personnel	$ 481,651		
Other Salaries and Wages	36,540		
Social Security	36,687		
Pensions	21,795		
Life Insurance	328		
Medical Insurance	38,790		
Dental Insurance	360		
Employer Medicare	8,580		
Advertising	642		
Licenses	480		
Maintenance Agreements	11,503		
Maintenance and Repair Services - Equipment	8,347		
Travel	239		
Other Contracted Services	86,093		
Food Preparation Supplies	37,630		
Food Supplies	558,003		
Office Supplies	2,541		
Small Tools	37		
Uniforms	2,410		
USDA - Commodities	90,219		
Other Supplies and Materials	1,946		
Trustee's Commission	444		
In Service/Staff Development	20,031		
Other Charges	489		
Food Service Equipment	123,962		
Transportation Equipment	50,951		
Total Food Service		$ 1,746,805	
Total Central Cafeteria Fund			$ 1,746,805
Internal School Fund			
Operation of Non-Instructional Services			
Community Services			
Other Charges	$ 1,115,373		
Total Community Services		$ 1,115,373	
Total Internal School Fund			1,115,373

(Continued)

UNICOI COUNTY, TENNESSEE
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Unicoi County School Department (Cont.)

Education Capital Projects Fund			
Capital Outlay			
Regular Capital Outlay			
Architects	$ 13,114		
Trustee's Commission	369		
Building Construction	3,424,255		
Total Regular Capital Outlay		$ 3,437,738	
Total Education Capital Projects Fund			$ 3,437,738
Total Governmental Funds - Unicoi County School Department			$ 33,060,839

Single Audit Section

TENNESSEE COMPTROLLER OF THE TREASURY

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*

Unicoi County Mayor and
Board of County Commissioners
Unicoi 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 Unicoi County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Unicoi County's basic financial statements as listed in the table of contents, and have issued our report thereon dated September 5, 2025. Our report includes a reference to other auditors who audited the financial statements of Internal School Fund of the discretely presented Unicoi County School Department, as described in our report on Unicoi 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 Unicoi County's internal control over financial reporting (internal control) as a basis for designing 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 Unicoi County's internal control. Accordingly, we do not express an opinion on the effectiveness of Unicoi 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.

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

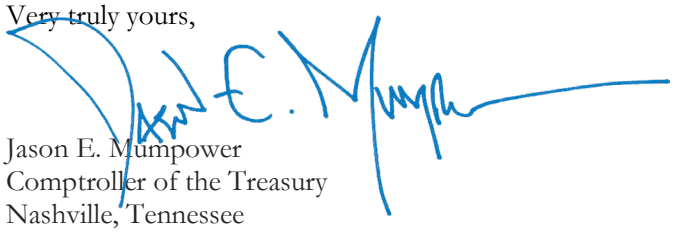
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unicoi 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 results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Unicoi 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

September 5, 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

Unicoi County Mayor and
Board of County Commissioners
Unicoi 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 Unicoi 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 Unicoi County's major federal programs for the year ended June 30, 2025. Unicoi 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, Unicoi 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 Unicoi 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 Unicoi 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 Unicoi 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 Unicoi County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and

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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 Unicoi 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 Unicoi 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 Unicoi 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 Unicoi 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 Unicoi County, Tennessee, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Unicoi County's basic financial statements. We issued our report thereon dated September 5, 2025, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,

Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

September 5, 2025

JEM/gc

UNICOI COUNTY, TENNESSEE, AND THE UNICOI COUNTY SCHOOL DEPARTMENT
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9)
For the Year-Ended June 30, 2025

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures	
U.S. Department of Agriculture:					
Direct Award:					
Forest Service Schools and Roads Cluster: (4)					
Schools and Roads - Grants to States	10.665	N/A	$ 0	$ 14,359	
Passed-through State Department of Education:					
Child Nutrition Cluster: (4)					
School Breakfast Program	10.553	N/A	0	432,435	
National School Lunch Program	10.555	N/A	0	967,262	(5)
Passed-through State Department of Agriculture:					
Child Nutrition Cluster: (4)					
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	0	90,219	(5)
Passed-through State Department of Health:					
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	GG-25-83868-00	0	23,315	(7)
Total U.S. Department of Agriculture				$ 1,527,590	
U.S. Department of Housing and Urban Development:					
Passed-through State Department of Economic and Community Development:					
Community Development Block Grant/State's Program	14.228	(6)	0	$ 235,217	
Total U.S. Department of Housing and Urban Development				$ 235,217	
U.S. Department of Interior:					
Direct Award:					
Payments in Lieu of Taxes	15.226	N/A	0	$ 124,067	
Total U.S. Department of Interior				$ 124,067	
U.S. Department of Treasury:					
Direct Awards:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	0	$ 1,473,534	(5)
COVID 19 - Local Assistance and Tribal Consistency Fund	21.032	N/A	0	89,972	
Passed-through State Department of Education:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	0	41,551	(5)
Passed-through State Department of Health:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	0	325,411	(5)
Passed-through State Department of Economic and Community Development:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	0	38,724	(5)
Passed-through State Department of Environment and Conservation:					
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	(3)	(8) 1,491,074	1,509,975	(5)
Total U.S. Department of Treasury				$ 3,479,167	
U.S. Department of Education:					
Passed-through State Department of Human Services:					
Rehabilitation Services Vocational Rehabilitation Grants to States	84.126	(3)	0	$ 146,044	
Passed-through State Department of Education:					
Title I Grants to Local Educational Agencies	84.010	N/A	0	615,026	
Special Education Cluster (IDEA): (4)					
Special Education - Grants to States	84.027	N/A	0	671,571	
Special Education - Preschool Grants	84.173	N/A	0	60,596	
Impact Aid	84.041	N/A	0	204,703	
Career and Technical Education - Basic Grants to States	84.048	N/A	0	46,227	
Twenty-First Century Community Learning Centers	84.287	N/A	0	86,465	
Supporting Effective Instruction - State Grants	84.367	N/A	0	70,713	
Comprehensive Literacy Development	84.371C	N/A	0	87,800	
Student Support and Academic Enrichment Program	84.424	N/A	0	29,591	

(Continued)

Schedule of Expenditures of Federal Awards and State Grants (1) (2) (9) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Assistance Listing Number	Pass-through Entity Identifying Number	Amount Passed-through to Subrecipients	Expenditures
U.S. Department of Education (Cont.):				
Passed-through State Department of Education (Cont.):				
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (ESSER ARP)	84.425U	N/A	$ 0	$ 182,304 (5)
Passed-through Niswonger Foundation:				
COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund (Project On Track)	84.425D	(3)	0	160,161 (5)
Passed-through Greeneville City School Department:				
English Language Acquisition State Grants	84.365	(3)	0	8,896
Total U.S. Department of Education				$ 2,370,097
U.S. Department of Health and Human Services:				
Passed-through State Department of Health:				
Medicaid Cluster: (4)				
Medical Assistance Program	93.778	GG-25-83868-00	0	$ 36,575 (7)
Epidemiology and Laboratory Capacity	93.323	GG-24-80466-01		161,263
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	GG-25-83868-00	0	5,295 (7)
Maternal and Child Health Services Block Grant to the States	93.994	GG-25-83868-00	0	19,015 (7)
Total U.S. Department of Health and Human Services				$ 222,148
U.S. Department of Homeland Security:				
Passed-through State Department of Military:				
Emergency Management Performance Grants	97.042	(3)	0	$ 23,647
Total U.S. Department of Homeland Security				$ 23,647
Total Expenditures of Federal Grants				$ 7,981,933
State Grants		**Contract Number**		
Juvenile Service Program - State Commission on Children and Youth	N/A	(3)		$ 9,000
Jail Training Equipment Grant - Tennessee Correction Institute	N/A	(3)		15,000
Mental Health Transport Grant - State Department of Finance and Administration	N/A	(3)		32,927
State Aid Program - State Department of Transportation	N/A	(3)		1,227,337
Local Health Center - State Department of Health	N/A	GG-25-83868-00		99,561 (7)
Litter Program - State Department of Transportation	N/A	(3)		39,347
School Resource Officer - State Department of Safety	N/A	(3)		150,000
Summer Learning Camps - State Department of Education	N/A	(3)		202,785
Innovative School Models Grant - State Department of Education	N/A	(3)		286,767
Early Childhood Development - State Department of Education	N/A	(3)		562,975
Total State Grants				$ 2,625,699

(Continued)

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) Unicoi County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
(3) Information not available.
(4) Forest Service Schools and Roads Cluster total $14,359; Child Nutrition Cluster total $1,489,916; Special Education Cluster (IDEA) total $732,167; and Medicaid Cluster total $36,575.
(5) Total for ALN 10.555, $1,057,481; Total ALN 21.027 $3,389,195; Total ALN 84.425 $342,465.
(6) Grants with multiple pass-through identifying numbers: ALN 4.228: 14678 $152,350; 15009 $2,919; information not available $79,948.
(7) Total for federal GG-25-83868-00 is $84,200. Total state and federal is $183,761.
(8) SUBRECIPIENTS

Subrecipient	ALN	Amount Provided to Subrecipient
Erwin Utilities	21.027	$ 876,409
Unicoi Water	21.027	614,665
Total amounts provided to subrecipients		$ 1,491,074

(9) 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	$ 92,923
Supporting Effective Instruction - State Grants	84.367	18,220
Student Support and Academic Enrichment Program	84.424	91
Total amounts consolidated for administration purposes		$ 111,234

UNICOI 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 Unicoi 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.

UNICOI 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 Unicoi 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 Numbers: 10.553 and 10.555	Child Nutrition Cluster: School Breakfast Program and National School Lunch Program
* Assistance Listing Number: 84.425	COVID 19 - Education Stabilization Fund Program - Elementary and Secondary School Emergency Relief Fund

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

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

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

There were no findings and recommendations as a result of our audit of the financial statements of Unicoi 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.

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

The audit of Unicoi County did not report any 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 Unicoi County.

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

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