



ANNUAL FINANCIAL REPORT

Cumberland County, Tennessee

For the Year Ended June 30, 2023

Jason E. Mumpower
Comptroller of the Treasury



**DIVISION OF
LOCAL GOVERNMENT AUDIT**

ANNUAL FINANCIAL REPORT
CUMBERLAND COUNTY, TENNESSEE
FOR THE YEAR ENDED JUNE 30, 2023

COMPTROLLER OF THE TREASURY
JASON E. MUMPOWER

DIVISION OF LOCAL GOVERNMENT AUDIT
JAMES R. ARNETTE
Director

STEVE REEDER, CPA, CGFM, CFE
Audit Manager

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

CUMBERLAND COUNTY, TENNESSEE
TABLE OF CONTENTS

	Exhibit	Page(s)
Summary of Audit Findings		6
<u>INTRODUCTORY SECTION</u>		7
Cumberland County Officials		8
<u>FINANCIAL SECTION</u>		9
Independent Auditor's Report		10-13
BASIC FINANCIAL STATEMENTS:		14
Government-wide Financial Statements:		
Statement of Net Position	A	15-16
Statement of Activities	B	17-18
Fund Financial Statements:		
Governmental Funds:		
Balance Sheet	C-1	19-22
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	C-2	23
Statement of Revenues, Expenditures, and Changes in Fund Balances	C-3	24-27
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	C-4	28
Statements of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Fund	C-5	29-31
Solid Waste/Sanitation Fund	C-6	32-33
Special Purpose Fund	C-7	34
Other General Government Fund	C-8	35
Fiduciary Funds:		
Statement of Net Position	D-1	36
Statement of Changes in Net Position	D-2	37
Index and Notes to the Financial Statements		38-103
REQUIRED SUPPLEMENTARY INFORMATION:		104
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	E-1	105
Schedule of Contributions Based on Participation in the Public Employee Pension Plan of TCRS – Primary Government	E-2	106
Schedule of Contributions Based on Participation in the Teacher Retirement Plan of TCRS – Discretely Presented Cumberland County School Department	E-3	107
Schedule of Contributions Based on Participation in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Cumberland County School Department	E-4	108
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Retirement Plan of TCRS – Discretely Presented Cumberland County School Department	E-5	109
Schedule of Proportionate Share of the Net Pension Asset in the Teacher Legacy Pension Plan of TCRS – Discretely Presented Cumberland County School Department	E-6	110

	Exhibit	Page(s)
Schedule of Changes in the Total OPEB Liability and Related Ratios – Local Government Plan - Primary Government	E-7	111
Schedule of Changes in the Total OPEB Plan Liability and Related Ratios - Local Education Plan – Discretely Presented Cumberland County School Department	E-8	112
Notes to the Required Supplementary Information		113
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES:		114
Nonmajor Governmental Funds:		115
Combining Balance Sheet	F-1	116-119
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	F-2	120
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual and Budget:		
Courthouse and Jail Maintenance Fund	F-3	121
Drug Control Fund	F-4	122
Highway/Public Works Fund	F-5	123
Major Governmental Fund:		124
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget:		
General Debt Service Fund	G	125
Fiduciary Funds:		126
Combining Statement of Net Position – Custodial Funds	H-1	127
Combining Statement of Changes in Net Position – Custodial Funds	H-2	128
Component Units:		
Discretely Presented Cumberland County School Department:		129
Statement of Activities	I-1	130
Balance Sheet – Government Funds	I-2	131-132
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	I-3	133
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	I-4	134-135
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	I-5	136
Schedules of Revenues, Expenditures, and Changes in Fund Balances – Actual (Budgetary Basis) and Budget:		
General Purpose School Fund	I-6	137-138
School Federal Projects Fund	I-7	139
Central Cafeteria Fund	I-8	140
Discretely Presented Cumberland County Railroad Authority:		141
Statement of Net Position and Governmental Fund Balance Sheet	J-1	142
Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balances/Net Position	J-2	143
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget:		
General Fund	J-3	144

	Exhibit	Page(s)
Miscellaneous Schedules:		145
Schedule of Changes in Long-term Bonds, Notes, and Other Loans	K-1	146
Schedule of Long-term Debt Requirements by Year	K-2	147
Schedule of Notes Receivable	K-3	148
Schedule of Transfers – Primary Government and Discretely Discretely Presented Cumberland County School Department	K-4	149
Schedule of Salaries and Official Bonds of Principal Officials – Primary Government and Discretely Presented Cumberland County School Department	K-5	150-151
Schedule of Detailed Revenues – All Governmental Fund Types	K-6	152-163
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Cumberland County School Department	K-7	164-167
Schedule of Detailed Revenues – All Governmental Fund Types – Discretely Presented Cumberland County Railroad Authority	K-8	168
Schedule of Detailed Expenditures – All Governmental Fund Types	K-9	169-191
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Cumberland County School Department	K-10	192-205
Schedule of Detailed Expenditures – All Governmental Fund Types – Discretely Presented Cumberland County Railroad Authority	K-11	206
 <u>SINGLE AUDIT SECTION</u>		 207
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 <i>Government</i> <i>Auditing Standards</i>		 208-209
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 Uniform Guidance		 210-213
Schedule of Expenditures of Federal Awards and State Grants		214-215
Summary Schedule of Prior-year Findings		216
Schedule of Findings and Questioned Costs		217-219
Management's Corrective Action Plan		220

Summary of Audit Findings

Annual Financial Report
Cumberland County, Tennessee
For the Year Ended June 30, 2023

Scope

We have audited the basic financial statements of Cumberland County as of and for the year ended June 30, 2023.

Results

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

Our audit resulted in no findings.



INTRODUCTORY SECTION

Cumberland County Officials

June 30, 2023

Officials

Allen Foster, County Mayor
Stanley Hall, Road Superintendent
William Stepp, Director of Schools
Kim Wyatt, Trustee
Sandra Gilbert, Assessor of Property
Jule Bryson, County Clerk
Jessica Burgess, Circuit and General Sessions Courts Clerk
Benjamin Tollett, Clerk and Master
Trey Kerley, Register of Deeds
Casey Cox, Sheriff
Nathan Brock, Finance Director

Board of County Commissioners

Allen Foster, County Mayor, Chairman
Mark Baldwin
Jerry Cooper
Jack Davis
David Gibson
Deborah Holbrook
Nancy Hyder
Tom Isham
Terry Lowe
Colleen Mall

Greg Maxwell
John Patterson
Charles Seiber
Joseph Sherrill
Rebecca Stone
Darrell Threet
Dewey Walker
Wendell Wilson
Sue York

Cumberland County Railroad Authority Board of Directors

Allen Foster, County Mayor, Chairman
Wendell Wilson
Joseph Sherrill

Board of Education

Teresa Boston, Chairman
Nicholas Davis
Anita Hale
Rebecca Hamby
Chris King

Sheri Nichols
Robert Safdie
Shannon Stout
Elizabeth Stull

Financial Management Committee

Allen Foster, County Mayor, Chairman
Stanley Hall, Road Superintendent
William Stepp, Director of Schools
Jack Davis
Nancy Hyder
John Patterson
Charles Seiber

Audit Committee

Tom Isham, Chairman
Terry Lowe
Colleen Mall
Amanda Houston
Kim Tabor

FINANCIAL SECTION



JASON E. MUMPOWER
Comptroller

Independent Auditor's Report

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

To the County Mayor and Board of County Commissioners:

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cumberland County, Tennessee, as of and for the year ended June 30, 2023, 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 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 Cumberland County, Tennessee, as of June 30, 2023, and the respective changes in financial position and the respective budgetary comparisons for the General, Solid Waste/Sanitation, Special Purpose, and Other General Government 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 Cumberland County School Department (a discretely presented component unit), which represent 1.06 percent, 1.17 percent, and 3.19 percent, respectively, of the assets, net position, and revenues of the discretely presented school department component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to amounts included for the Cumberland County School Department's Internal School Fund, is based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Cumberland 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.

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 Cumberland 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 GAAS 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 GAAS 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 Cumberland 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 Cumberland County's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Cumberland County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Cumberland County School Department and the Cumberland County Railroad Authority (discretely presented component units), and miscellaneous schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional

procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds and the General Debt Service Fund, combining and individual fund financial statements of the Cumberland County School Department and the Cumberland County Railroad Authority (discretely presented component units), 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 February 22, 2024, on our consideration of Cumberland 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 Cumberland 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 Cumberland County's internal control over financial reporting and compliance.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 22, 2024

JEM/gc

BASIC FINANCIAL STATEMENTS

Exhibit A

Cumberland County, Tennessee
Statement of Net Position
June 30, 2023

	Primary Government Governmental Activities	Component Units	
		Cumberland County School Department	Cumberland County Railroad Authority
<u>ASSETS</u>			
Cash	\$ 37,764	\$ 978,028	\$ 0
Equity in Pooled Cash and Investments	55,089,683	12,569,175	74,304
Inventories	0	133,829	0
Accounts Receivable	2,353,308	70,125	101,276
Allowance for Uncollectibles	(428,038)	0	0
Due from Other Governments	1,952,082	5,355,204	115,142
Property Taxes Receivable	25,693,117	2,094,800	0
Allowance for Uncollectible Property Taxes	(950,402)	(98,854)	0
Notes Receivable - Long-Term	119,660	0	0
Restricted Assets:			
Amounts Accumulated for Pension Benefits	0	678,265	0
Net Pension Asset - Teacher Retirement Plan	0	133,988	0
Net Pension Asset - Teacher Legacy Pension Plan	0	7,416,767	0
Capital Assets			
Assets Not Depreciated:			
Land	2,316,165	2,094,949	0
Construction in Progress	205,544	656,001	0
Assets Net of Accumulated Depreciation:			
Buildings and Improvements	26,934,049	55,355,249	0
Infrastructure	16,799,535	1,146,116	0
Other Capital Assets	7,344,345	4,109,232	0
Total Assets	<u>\$ 137,466,812</u>	<u>\$ 92,692,874</u>	<u>\$ 290,722</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Pension Changes in Experience	\$ 945,223	\$ 1,796,187	\$ 0
Pension Changes in Investment Earnings	106,348	233,057	0
Pension Changes in Assumptions	2,116,694	6,077,020	0
Pension Changes in Proportion	0	42,404	0
Pension Changes in Contributions after Measurement Date	1,290,673	2,833,084	0
OPEB Changes in Experience	93,794	657,179	0
OPEB Changes in Assumptions	243,279	1,032,034	0
OPEB Changes in Contributions after Measurement Date	84,060	632,923	0
Total Deferred Inflows of Resources	<u>\$ 4,880,071</u>	<u>\$ 13,303,888</u>	<u>\$ 0</u>

(Continued)

Exhibit A

Cumberland County, Tennessee
Statement of Net Position (Cont.)

	Primary Government Governmental Activities	Component Units	
		Cumberland County School Department	Cumberland County Railroad Authority
<u>LIABILITIES</u>			
Accounts Payable	\$ 4,867	\$ 4,794	\$ 90,001
Accrued Payroll	0	88,133	0
Accrued Interest Payable	162,782	0	0
Payroll Deductions Payable	243,549	186,094	0
Due to State of Tennessee	15,365	0	0
Due to Other Governments	1,755,301	0	0
Contracts Payable	248,094	1,785	127,935
Matured Bonds Payable	30,000	0	0
Matured Interest on Bonds	8,058	0	0
Noncurrent Liabilities:			
Due Within One Year - Debt	2,928,000	0	0
Due Within One Year - Other	936,002	6,889	0
Due in More Than One Year - Debt	43,195,000	0	0
Due in More Than One Year - Other	6,522,743	13,353,650	0
Total Liabilities	\$ 56,049,761	\$ 13,641,345	\$ 217,936
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 24,182,006	\$ 1,922,785	\$ 0
Pension Changes in Experience	306,591	1,519,118	0
Pension Changes in Proportion	0	10,824	0
OPEB Changes in Experience	275,657	2,317,577	0
OPEB Changes in Assumptions	1,266,168	2,219,421	0
OPEB Changes in Proportion	0	1,158,772	0
Total Deferred Inflows of Resources	\$ 26,030,422	\$ 9,148,497	\$ 0
<u>NET POSITION</u>			
Invested in Capital Assets, Net of Related Debt	\$ 46,278,578	\$ 63,361,547	\$ 0
Restricted for:			
General Government	1,000,122	0	0
Finance	100,490	0	0
Administration of Justice	323,302	0	0
Public Safety	424,752	0	0
Public Health and Welfare	354,225	0	0
Highways	4,552,402	0	0
Education	0	3,347,204	0
Debt Service	17,446,501	0	0
Capital Outlay	1,665,128	0	0
Pensions	0	8,229,020	0
Unrestricted	(11,878,800)	8,269,149	72,786
Total Net Position	\$ 60,266,700	\$ 83,206,920	\$ 72,786

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

Exhibit B

Cumberland County, Tennessee
Statement of Activities
For the Year Ended June 30, 2023

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Units
					Government Total Governmental Activities	Cumberland County School Department
Primary Government:						
Governmental Activities:						
General Government	\$ 5,564,704	\$ 835,090	\$ 10,035,356	\$ 383,725	\$ 5,689,467	\$ 0
Finance	2,601,437	1,810,638	0	0	(790,799)	0
Administration of Justice	2,235,653	1,022,566	9,000	0	(1,204,087)	0
Public Safety	12,595,235	571,533	125,499	250,496	(11,647,707)	0
Public Health and Welfare	11,541,203	5,109,697	1,795,519	278,710	(4,357,277)	0
Social, Cultural, and Recreational Services	1,481,417	14,792	20,645	0	(1,445,980)	0
Agriculture and Natural Resources	261,130	0	22,750	0	(238,380)	0
Highways	4,099,032	108,288	3,324,041	2,088,694	1,421,991	0
Education - Contributions	0	0	0	32,261	32,261	0
Interest on Long-term Debt	1,919,299	0	0	0	(1,919,299)	0
Total Primary Government	\$ 42,299,110	\$ 9,472,604	\$ 15,332,810	\$ 3,033,886	\$ (14,459,810)	\$ 0
Component Units:						
Cumberland County School Department	\$ 82,495,459	\$ 850,278	\$ 18,036,347	\$ 4,588,358	\$ 0	\$ (59,020,476)
Cumberland County Railroad Authority	610,759	0	0	610,700	0	(59)
Total Component Units	\$ 83,106,218	\$ 850,278	\$ 18,036,347	\$ 5,199,058	\$ 0	\$ (59,020,476)

(Continued)

Exhibit B

Cumberland County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary	Component Units	
					Government Total Governmental Activities	Cumberland County School Department	Cumberland County Railroad Authority
General Revenues:							
Taxes:							
Property Taxes Levied for General Purposes					\$ 18,657,916	\$ 3,101,966	\$ 0
Property Taxes Levied for Debt Service					4,330,556	0	0
Local Option Sales Taxes					5,321,478	15,818,426	0
Hotel/Motel Tax					326,238	0	0
Litigation Taxes					1,323,045	0	0
Business Tax					1,347,379	0	0
Wholesale Beer Tax					404,039	0	0
Mixed Drink Tax					50,560	72,289	0
Mineral Severance Tax					53,782	0	0
Other Local Taxes					11,813	4,706	0
Grants and Contributions Not Restricted to Specific Programs					2,266,168	39,986,441	0
Unrestricted Investment Earnings					150,834	59,125	0
Miscellaneous					98,060	108,007	0
Sale of Equipment					0	18,919	0
Sale of Land					41,660	0	0
Donation of Capital Asset					0	16,495	0
Total General Revenues					<u>\$ 34,383,528</u>	<u>\$ 59,186,374</u>	<u>\$ 0</u>
Change in Fair Value of Investment Derivatives - Interest Rate Swap					\$ (1,490,635)	\$ 0	\$ 0
Insurance Recovery					28,068	22,851	0
Change in Net Position					\$ 18,461,151	\$ 188,749	\$ (59)
Net Position, July 1, 2022					<u>41,805,549</u>	<u>83,018,171</u>	<u>72,845</u>
Net Position, June 30, 2023					<u>\$ 60,266,700</u>	<u>\$ 83,206,920</u>	<u>\$ 72,786</u>

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

Exhibit C-1

Cumberland County, Tennessee
 Balance Sheet
 Governmental Funds
 June 30, 2023

	Major Funds				
	General	Solid Waste / Sanitation	Special Purpose	Other General Government Fund	General Debt Service
<u>ASSETS</u>					
Cash	\$ 200	\$ 200	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	18,521,624	1,577,153	10,000,000	1,768,914	16,724,647
Accounts Receivable	2,319,331	0	0	0	0
Allowance for Uncollectibles	(428,038)	0	0	0	0
Due from Other Governments	470,307	7,049	0	0	654,639
Due from Other Funds	71,341	6,185	0	0	0
Property Taxes Receivable	18,047,155	3,030,964	0	0	4,614,998
Allowance for Uncollectible Property Taxes	(661,694)	(114,448)	0	0	(174,260)
Notes Receivable - Current	0	0	0	0	0
Notes Receivable - Long-term	0	0	0	0	0
Total Assets	<u>\$ 38,340,226</u>	<u>\$ 4,507,103</u>	<u>\$ 10,000,000</u>	<u>\$ 1,768,914</u>	<u>\$ 21,820,024</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 4,867	\$ 0	\$ 0	\$ 0	\$ 0
Payroll Deductions Payable	227,002	8,405	0	0	0
Contracts Payable	0	0	0	0	0
Due to Other Funds	9,685	0	0	0	0
Due to State of Tennessee	14,718	502	0	0	0
Due to Other Governments	0	0	0	1,755,301	0
Matured Bonds Payable	0	0	0	0	30,000
Matured Interest on Bonds	0	0	0	0	8,058
Total Liabilities	<u>\$ 256,272</u>	<u>\$ 8,907</u>	<u>\$ 0</u>	<u>\$ 1,755,301</u>	<u>\$ 38,058</u>

(Continued)

Exhibit C-1

Cumberland County, Tennessee
 Balance Sheet
 Governmental Funds (Cont.)

	Major Funds				
	General	Solid Waste / Sanitation	Special Purpose	Other General Government Fund	General Debt Service
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 16,999,164	\$ 2,847,377	\$ 0	\$ 0	\$ 4,335,465
Deferred Delinquent Property Taxes	332,612	59,531	0	0	90,643
Other Deferred/Unavailable Revenue	1,499,237	0	0	0	344,186
Total Deferred Inflows of Resources	<u>\$ 18,831,013</u>	<u>\$ 2,906,908</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,770,294</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for General Government	\$ 450,055	\$ 0	\$ 0	\$ 0	\$ 0
Restricted for General Government - American Rescue Plan Act	0	0	0	13,613	0
Restricted for Finance	100,490	0	0	0	0
Restricted for Administration of Justice	323,302	0	0	0	0
Restricted for Public Safety	19,269	0	0	0	0
Restricted for Public Health and Welfare	294,694	0	0	0	0
Restricted for Highways/Public Works	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	17,011,672
Restricted for Capital Projects	0	0	0	0	0
Committed:					
Committed for General Government	0	0	10,000,000	0	0
Committed for Public Health and Welfare	0	1,591,288	0	0	0
Committed for Social, Cultural, and Recreational Services	327,386	0	0	0	0
Assigned:					
Assigned for General Government	2,087,719	0	0	0	0
Assigned for Public Safety	30,898	0	0	0	0
Assigned for Public Health and Welfare	121,631	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	9,000	0	0	0	0
Unassigned	15,488,497	0	0	0	0
Total Fund Balances	<u>\$ 19,252,941</u>	<u>\$ 1,591,288</u>	<u>\$ 10,000,000</u>	<u>\$ 13,613</u>	<u>\$ 17,011,672</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 38,340,226</u>	<u>\$ 4,507,103</u>	<u>\$ 10,000,000</u>	<u>\$ 1,768,914</u>	<u>\$ 21,820,024</u>

(Continued)

Exhibit C-1

Cumberland County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other	Govern- mental Funds	Funds
<u>ASSETS</u>			
Cash	\$ 37,364	\$	37,764
Equity in Pooled Cash and Investments	6,497,345		55,089,683
Accounts Receivable	33,977		2,353,308
Allowance for Uncollectibles	0		(428,038)
Due from Other Governments	820,087		1,952,082
Due from Other Funds	3,500		81,026
Property Taxes Receivable	0		25,693,117
Allowance for Uncollectible Property Taxes	0		(950,402)
Notes Receivable - Current	38,291		38,291
Notes Receivable - Long-term	81,369		81,369
	<u>81,369</u>		<u>81,369</u>
Total Assets	<u>\$ 7,511,933</u>	<u>\$</u>	<u>83,948,200</u>
<u>LIABILITIES</u>			
Accounts Payable	\$	0	\$ 4,867
Payroll Deductions Payable	8,142		243,549
Contracts Payable	248,094		248,094
Due to Other Funds	71,341		81,026
Due to State of Tennessee	145		15,365
Due to Other Governments	0		1,755,301
Matured Bonds Payable	0		30,000
Matured Interest on Bonds	0		8,058
Total Liabilities	<u>\$ 327,722</u>	<u>\$</u>	<u>2,386,260</u>

(Continued)

Exhibit C-1

Cumberland County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

DEFERRED INFLOWS OF RESOURCES

	<u>Nonmajor Funds</u> Other	Total Governmental Funds
Deferred Current Property Taxes	\$ 0	\$ 24,182,006
Deferred Delinquent Property Taxes	0	482,786
Other Deferred/Unavailable Revenue	270,315	2,113,738
Total Deferred Inflows of Resources	<u>\$ 270,315</u>	<u>\$ 26,778,530</u>

FUND BALANCES

Restricted:

Restricted for General Government	\$ 536,454	\$ 986,509
Restricted for General Government - American Rescue Plan Act	0	13,613
Restricted for Finance	0	100,490
Restricted for Administration of Justice	0	323,302
Restricted for Public Safety	405,483	424,752
Restricted for Public Health and Welfare	0	294,694
Restricted for Highways/Public Works	4,306,831	4,306,831
Restricted for Debt Service	0	17,011,672
Restricted for Capital Projects	1,665,128	1,665,128

Committed:

Committed for General Government	0	10,000,000
Committed for Public Health and Welfare	0	1,591,288
Committed for Social, Cultural, and Recreational Services	0	327,386

Assigned:

Assigned for General Government	0	2,087,719
Assigned for Public Safety	0	30,898
Assigned for Public Health and Welfare	0	121,631
Assigned for Social, Cultural, and Recreational Services	0	9,000

Unassigned

Unassigned	0	15,488,497
Total Fund Balances	<u>\$ 6,913,896</u>	<u>\$ 54,783,410</u>

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

	<u>\$ 7,511,933</u>	<u>\$ 83,948,200</u>
--	---------------------	----------------------

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

Exhibit C-2

Cumberland County, Tennessee
Reconciliation of the Balance Sheet of Governmental
Funds to the Statement of Net Position
June 30, 2023

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)		\$ 54,783,410	
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.			
Add: land	\$	2,316,165	
Add: construction in progress		205,544	
Add: buildings and improvements net of accumulated depreciation		26,934,049	
Add: infrastructure net of accumulated depreciation		16,799,535	
Add: other capital assets net of accumulated depreciation		<u>7,344,345</u>	53,599,638
(2) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.			
Less: bonds payable	\$	(11,518,000)	
Less: other loans payable		(34,605,000)	
Less: accrued interest outstanding debt		(162,782)	
Less: compensated absences payable		(1,074,543)	
Less: landfill postclosure care costs		(2,472,086)	
Less: pension liability		(1,846,872)	
Less: OPEB liability		<u>(2,065,244)</u>	(53,744,527)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.			
Add: deferred outflows of resources related to pensions	\$	4,458,938	
Less: deferred inflows of resources related to pensions		(306,591)	
Add: deferred outflows of resources related to OPEB		421,133	
Less: deferred inflows of resources related to OPEB		<u>(1,541,825)</u>	3,031,655
(4) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.			<u>2,596,524</u>
Net position of governmental activities (Exhibit A)			<u>\$ 60,266,700</u>

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

Exhibit C-3

Cumberland County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2023

	Major Funds				
	General	Solid Waste / Sanitation	Special Purpose	Other General Government Fund	General Debt Service
<u>Revenues</u>					
Local Taxes	\$ 20,810,175	\$ 2,823,490	\$ 0	\$ 0	\$ 8,272,229
Licenses and Permits	471,058	0	0	0	0
Fines, Forfeitures, and Penalties	166,870	0	0	0	0
Charges for Current Services	4,589,611	83,194	0	0	0
Other Local Revenues	314,347	428,369	0	9,184	392
Fees Received From County Officials	2,993,283	0	0	0	0
State of Tennessee	3,836,873	62,195	0	0	0
Federal Government	682,684	0	0	10,000,000	0
Other Governments and Citizens Groups	783,421	2,865	0	0	292,877
Total Revenues	\$ 34,648,322	\$ 3,400,113	\$ 0	\$ 10,009,184	\$ 8,565,498
<u>Expenditures</u>					
Current:					
General Government	\$ 4,813,760	\$ 0	\$ 0	\$ 0	\$ 0
Finance	2,523,407	0	0	0	0
Administration of Justice	2,132,787	0	0	0	0
Public Safety	11,775,701	0	0	0	0
Public Health and Welfare	7,674,394	3,129,212	0	0	0
Social, Cultural, and Recreational Services	1,217,407	0	0	0	0
Agriculture and Natural Resources	248,044	0	0	0	0
Other Operations	2,259,165	90,245	0	0	0
Highways	0	352,121	0	0	0
Debt Service:					
Principal on Debt	0	0	0	0	7,814,143
Interest on Debt	0	0	0	0	1,845,235
Other Debt Service	0	0	0	0	1,620,669

(Continued)

Exhibit C-3

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

	Major Funds				
	General	Solid Waste / Sanitation	Special Purpose	Other General Government Fund	General Debt Service
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Expenditures	\$ 32,644,665	\$ 3,571,578	\$ 0	\$ 0	\$ 11,280,047
Excess (Deficiency) of Revenues Over Expenditures	\$ 2,003,657	\$ (171,465)	\$ 0	\$ 10,009,184	\$ (2,714,549)
<u>Other Financing Sources (Uses)</u>					
Notes Issued	\$ 2,945,527	\$ 0	\$ 0	\$ 0	\$ 0
Proceeds from Sale of Capital Assets	14,050	0	0	0	0
Insurance Recovery	28,098	470	0	0	0
Transfers In	0	0	10,000,000	0	0
Transfers Out	0	0	0	(10,000,000)	0
Total Other Financing Sources (Uses)	\$ 2,987,675	\$ 470	\$ 10,000,000	\$ (10,000,000)	\$ 0
Net Change in Fund Balances	\$ 4,991,332	\$ (170,995)	\$ 10,000,000	\$ 9,184	\$ (2,714,549)
Fund Balance, July 1, 2022	14,261,609	1,762,283	0	4,429	19,726,221
Fund Balance, June 30, 2023	\$ 19,252,941	\$ 1,591,288	\$ 10,000,000	\$ 13,613	\$ 17,011,672

(Continued)

Exhibit C-3

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

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<hr/>			
<u>Revenues</u>			
Local Taxes	\$ 92,186		\$ 31,998,080
Licenses and Permits	0		471,058
Fines, Forfeitures, and Penalties	66,998		233,868
Charges for Current Services	3,500		4,676,305
Other Local Revenues	41,064		793,356
Fees Received From County Officials	0		2,993,283
State of Tennessee	5,322,113		9,221,181
Federal Government	0		10,682,684
Other Governments and Citizens Groups	0		1,079,163
Total Revenues	<u>\$ 5,525,861</u>		<u>\$ 62,148,978</u>
<u>Expenditures</u>			
Current:			
General Government	\$ 216,330		\$ 5,030,090
Finance	0		2,523,407
Administration of Justice	0		2,132,787
Public Safety	4,480		11,780,181
Public Health and Welfare	0		10,803,606
Social, Cultural, and Recreational Services	0		1,217,407
Agriculture and Natural Resources	0		248,044
Other Operations	613		2,350,023
Highways	5,074,201		5,426,322
Debt Service:			
Principal on Debt	0		7,814,143
Interest on Debt	0		1,845,235
Other Debt Service	0		1,620,669

(Continued)

Exhibit C-3

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

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other Govern- mental Funds		
<hr/>			
<u>Expenditures (Cont.)</u>			
Capital Projects	\$ 10,685	\$	10,685
Total Expenditures	<u>\$ 5,306,309</u>	<u>\$</u>	<u>52,802,599</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 219,552</u>	<u>\$</u>	<u>9,346,379</u>
<u>Other Financing Sources (Uses)</u>			
Notes Issued	\$ 1,250,000	\$	4,195,527
Proceeds from Sale of Capital Assets	0		14,050
Insurance Recovery	0		28,568
Transfers In	0		10,000,000
Transfers Out	0		(10,000,000)
Total Other Financing Sources (Uses)	<u>\$ 1,250,000</u>	<u>\$</u>	<u>4,238,145</u>
Net Change in Fund Balances	\$ 1,469,552	\$	13,584,524
Fund Balance, July 1, 2022	5,444,344		41,198,886
Fund Balance, June 30, 2023	<u>\$ 6,913,896</u>	<u>\$</u>	<u>54,783,410</u>

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

Exhibit C-4

Cumberland 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, 2023

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)		\$ 13,584,524
(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	\$ 4,142,544	
Less: current-year depreciation expense	<u>(2,859,441)</u>	1,283,103
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Add: assets donated and capitalized	\$ 38,670	
Less: book value of capital assets disposed	<u>(87,510)</u>	(48,840)
(3) Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2023	\$ 2,596,524	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(2,282,728)</u>	313,796
(4) The issuance of long-term debt (e.g., bonds, other loans) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Less: proceeds from debt issued	\$ (4,195,527)	
Add: principal payments on bonds	973,000	
Add: principal payments on notes	4,695,527	
Add: principal payments on other loans	2,145,616	
Less: debt principal contributed by the school department	<u>(260,616)</u>	3,358,000
(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	\$ (74,064)	
Change in compensated absences payable	(60,246)	
Change in landfill postclosure care costs	(93,598)	
Change in OPEB liability	447,208	
Change in deferred outflows related to OPEB	(116,648)	
Change in deferred inflows related to OPEB	(267,043)	
Change in net pension asset/liability	(6,763,958)	
Change in deferred outflows related to pensions	398,209	
Change in deferred inflows related to pensions	<u>6,500,708</u>	<u>(29,432)</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 18,461,151</u>

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

Exhibit C-5

Cumberland County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 20,810,175	\$ 0	\$ 0	\$ 20,810,175	\$ 20,284,527	\$ 20,284,527	\$ 525,648
Licenses and Permits	471,058	0	0	471,058	467,693	467,693	3,365
Fines, Forfeitures, and Penalties	166,870	0	0	166,870	187,289	187,289	(20,419)
Charges for Current Services	4,589,611	0	0	4,589,611	4,600,474	4,600,474	(10,863)
Other Local Revenues	314,347	0	0	314,347	180,256	182,256	132,091
Fees Received From County Officials	2,993,283	0	0	2,993,283	3,113,948	3,113,948	(120,665)
State of Tennessee	3,836,873	0	0	3,836,873	3,156,292	3,291,576	545,297
Federal Government	682,684	0	0	682,684	968,476	1,464,655	(781,971)
Other Governments and Citizens Groups	783,421	0	0	783,421	297,725	371,677	411,744
Total Revenues	\$ 34,648,322	\$ 0	\$ 0	\$ 34,648,322	\$ 33,256,680	\$ 33,964,095	\$ 684,227
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 2,418,949	\$ (856,616)	\$ 2,074,456	\$ 3,636,789	\$ 4,413,982	\$ 4,454,850	\$ 818,061
Board of Equalization	3,300	0	0	3,300	3,300	3,300	0
Beer Board	640	0	0	640	1,000	1,000	360
Other Boards and Committees	5,000	0	0	5,000	7,500	7,500	2,500
County Mayor/Executive	313,600	(622)	0	312,978	319,942	322,121	9,143
Personnel Office	87,808	0	0	87,808	89,493	89,493	1,685
County Attorney	74,884	0	0	74,884	75,000	75,000	116
Election Commission	444,954	0	0	444,954	484,823	484,823	39,869
Register of Deeds	401,856	(13,436)	0	388,420	393,566	431,566	43,146
Engineering	175,279	0	0	175,279	238,093	238,093	62,814
County Buildings	694,800	0	4,663	699,463	851,203	866,203	166,740
Other General Administration	139,416	0	0	139,416	157,000	157,000	17,584
Preservation of Records	53,274	0	8,600	61,874	368,493	368,493	306,619
<u>Finance</u>							
Accounting and Budgeting	532,048	0	0	532,048	563,757	563,757	31,709
Property Assessor's Office	756,688	0	0	756,688	785,542	817,542	60,854
County Trustee's Office	434,089	0	0	434,089	441,598	441,598	7,509
County Clerk's Office	800,582	0	0	800,582	804,400	810,500	9,918

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Administration of Justice</u>							
Circuit Court	\$ 768,496	\$ 0	\$ 0	\$ 768,496	\$ 788,990	\$ 788,999	\$ 20,503
General Sessions Court	272,802	0	0	272,802	310,395	310,852	38,050
Chancery Court	302,017	0	0	302,017	368,752	368,752	66,735
Juvenile Court	112,073	0	0	112,073	114,346	114,396	2,323
Judicial Commissioners	225,213	0	0	225,213	257,834	257,834	32,621
Probate Court	232,695	0	0	232,695	245,523	245,523	12,828
Courtroom Security	219,491	0	0	219,491	236,959	236,959	17,468
<u>Public Safety</u>							
Sheriff's Department	4,411,998	0	738	4,412,736	5,088,496	5,138,219	725,483
Special Patrols	487,502	0	0	487,502	509,068	509,068	21,566
Drug Enforcement	27,099	0	0	27,099	43,947	43,947	16,848
Jail	5,074,985	(183)	6,487	5,081,289	5,294,932	5,382,667	301,378
Juvenile Services	136,236	0	0	136,236	174,818	174,942	38,706
Fire Prevention and Control	1,203,505	0	756	1,204,261	1,345,283	1,360,633	156,372
Civil Defense	162,574	0	22,917	185,491	184,756	192,756	7,265
Rescue Squad	12,000	0	0	12,000	12,000	12,000	0
County Coroner/Medical Examiner	245,382	0	0	245,382	275,000	275,000	29,618
Other Public Safety	14,420	0	0	14,420	30,303	30,303	15,883
<u>Public Health and Welfare</u>							
Local Health Center	1,118,365	0	0	1,118,365	1,253,852	1,253,852	135,487
Rabies and Animal Control	121,806	0	0	121,806	170,587	170,587	48,781
Ambulance/Emergency Medical Services	5,938,861	(32,233)	121,631	6,028,259	6,331,823	6,535,923	507,664
Alcohol and Drug Programs	137,763	0	0	137,763	133,762	137,780	17
Other Local Health Services	42,350	0	0	42,350	0	94,984	52,634
Appropriation to State	49,415	0	0	49,415	55,930	55,930	6,515
Other Public Health and Welfare	265,834	0	0	265,834	311,147	323,349	57,515

(Continued)

Exhibit C-5

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Social, Cultural, and Recreational Services</u>							
Senior Citizens Assistance	\$ 30,000	\$ 0	\$ 0	\$ 30,000	\$ 30,000	\$ 30,000	\$ 0
Libraries	876,513	0	8,500	885,013	947,201	949,861	64,848
Parks and Fair Boards	293,794	0	500	294,294	323,401	333,278	38,984
Other Social, Cultural, and Recreational	17,100	0	0	17,100	17,100	17,100	0
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	121,741	0	0	121,741	124,469	124,469	2,728
Soil Conservation	126,303	0	0	126,303	126,334	126,334	31
<u>Other Operations</u>							
Tourism	85,000	0	0	85,000	85,000	85,000	0
Other Economic and Community Development	435,465	0	0	435,465	405,813	648,813	213,348
Veterans' Services	115,043	0	0	115,043	115,054	115,952	909
Other Charges	995,747	0	0	995,747	955,572	1,012,272	16,525
Contributions to Other Agencies	208,970	0	0	208,970	215,366	215,366	6,396
Employee Benefits	84,795	0	0	84,795	197,592	197,592	112,797
COVID-19 Grant #2	250,496	0	0	250,496	0	250,519	23
Miscellaneous	83,649	0	0	83,649	85,500	85,500	1,851
Total Expenditures	\$ 32,644,665	\$ (903,090)	\$ 2,249,248	\$ 33,990,823	\$ 37,165,597	\$ 38,340,150	\$ 4,349,327
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 2,003,657	\$ 903,090	\$ (2,249,248)	\$ 657,499	\$ (3,908,917)	\$ (4,376,055)	\$ 5,033,554
<u>Other Financing Sources (Uses)</u>							
Notes Issued	\$ 2,945,527	\$ 0	\$ 0	\$ 2,945,527	\$ 2,945,527	\$ 2,945,527	\$ 0
Proceeds from Sale of Capital Assets	14,050	0	0	14,050	0	0	14,050
Insurance Recovery	28,098	0	0	28,098	0	0	28,098
Total Other Financing Sources	\$ 2,987,675	\$ 0	\$ 0	\$ 2,987,675	\$ 2,945,527	\$ 2,945,527	\$ 42,148
Net Change in Fund Balance							
Fund Balance, July 1, 2022	\$ 4,991,332	\$ 903,090	\$ (2,249,248)	\$ 3,645,174	\$ (963,390)	\$ (1,430,528)	\$ 5,075,702
	14,261,609	(903,090)	0	13,358,519	12,403,106	12,403,106	955,413
Fund Balance, June 30, 2023							
	\$ 19,252,941	\$ 0	\$ (2,249,248)	\$ 17,003,693	\$ 11,439,716	\$ 10,972,578	\$ 6,031,115

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

Exhibit C-6

Cumberland County, Tennessee
 Statement of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund
 For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 2,823,490	\$ 0	\$ 2,823,490	\$ 2,758,947	\$ 2,758,947	\$ 64,543
Charges for Current Services	83,194	0	83,194	91,704	91,704	(8,510)
Other Local Revenues	428,369	0	428,369	469,309	469,309	(40,940)
State of Tennessee	62,195	0	62,195	63,000	63,000	(805)
Other Governments and Citizens Groups	2,865	0	2,865	2,865	2,865	0
Total Revenues	\$ 3,400,113	\$ 0	\$ 3,400,113	\$ 3,385,825	\$ 3,385,825	\$ 14,288
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Waste Pickup	\$ 608,178	\$ (201,916)	\$ 406,262	\$ 472,674	\$ 523,926	\$ 117,664
Convenience Centers	1,524,504	0	1,524,504	1,505,212	1,578,622	54,118
Recycling Center	921,944	0	921,944	1,042,176	1,088,926	166,982
Postclosure Care Costs	74,586	0	74,586	194,656	194,656	120,070
<u>Other Operations</u>						
Other Charges	57,362	0	57,362	57,246	57,496	134
Employee Benefits	32,883	0	32,883	67,632	67,632	34,749
<u>Highways</u>						
Litter and Trash Collection	103,057	0	103,057	114,479	114,879	11,822
Capital Outlay	249,064	0	249,064	267,000	267,000	17,936
Total Expenditures	\$ 3,571,578	\$ (201,916)	\$ 3,369,662	\$ 3,721,075	\$ 3,893,137	\$ 523,475
Excess (Deficiency) of Revenues Over Expenditures	\$ (171,465)	\$ 201,916	\$ 30,451	\$ (335,250)	\$ (507,312)	\$ 537,763
<u>Other Financing Sources (Uses)</u>						
Insurance Recovery	\$ 470	\$ 0	\$ 470	\$ 0	\$ 0	\$ 470
Total Other Financing Sources	\$ 470	\$ 0	\$ 470	\$ 0	\$ 0	\$ 470

(Continued)

Exhibit C-6

Cumberland County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Solid Waste/Sanitation Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ (170,995)	\$ 201,916	\$ 30,921	\$ (335,250)	\$ (507,312)	\$ 538,233
Fund Balance, July 1, 2022	1,762,283	(201,916)	1,560,367	1,526,331	1,526,331	34,036
Fund Balance, June 30, 2023	\$ 1,591,288	\$ 0	\$ 1,591,288	\$ 1,191,081	\$ 1,019,019	\$ 572,269

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

Cumberland County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Special Purpose Fund
For the Year Ended June 30, 2023

	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
<u>Other Financing Sources (Uses)</u>				
Transfers In	\$ 10,000,000	\$ 0	\$ 10,000,000	\$ 0
Total Other Financing Sources	\$ 10,000,000	\$ 0	\$ 10,000,000	\$ 0
Net Change in Fund Balance	\$ 10,000,000	\$ 0	\$ 10,000,000	\$ 0
Fund Balance, July 1, 2022	0	0	0	0
Fund Balance, June 30, 2023	\$ 10,000,000	\$ 0	\$ 10,000,000	\$ 0

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

Cumberland County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Other General Government Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Other Local Revenues	\$ 9,184	\$ 0	\$ 0	\$ 9,184
Federal Government	10,000,000	0	5,877,651	4,122,349
Total Revenues	<u>\$ 10,009,184</u>	<u>\$ 0</u>	<u>\$ 5,877,651</u>	<u>\$ 4,131,533</u>
Total Expenditures	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 10,009,184</u>	<u>\$ 0</u>	<u>\$ 5,877,651</u>	<u>\$ 4,131,533</u>
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (10,000,000)	\$ 0	\$ (10,000,000)	\$ 0
Total Other Financing Sources	<u>\$ (10,000,000)</u>	<u>\$ 0</u>	<u>\$ (10,000,000)</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 9,184	\$ 0	\$ (4,122,349)	\$ 4,131,533
Fund Balance, July 1, 2022	4,429	0	5,877,650	(5,873,221)
Fund Balance, June 30, 2023	<u>\$ 13,613</u>	<u>\$ 0</u>	<u>\$ 1,755,301</u>	<u>\$ (1,741,688)</u>

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

Exhibit D-1

Cumberland County, Tennessee
Statement of Fiduciary Net Position
June 30, 2023

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash	\$ 1,797,423
Equity in Pooled Cash and Investments	102,103
Due from Other Governments	<u>2,297,627</u>
Total Assets	<u>\$ 4,197,153</u>
<u>LIABILITIES</u>	
Due to Other Taxing Units	<u>\$ 2,297,627</u>
Total Liabilities	<u>\$ 2,297,627</u>
<u>NET POSITION</u>	
Restricted for Individuals, Organizations and Other Governments	<u>\$ 1,899,526</u>
Total Net Position	<u><u>\$ 1,899,526</u></u>

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

Exhibit D-2

Cumberland County, Tennessee
Statement of Changes in Fiduciary Net Position
For the Year Ended June 30, 2023

	<u>Custodial Funds</u>
<u>ADDITIONS</u>	
Sales Tax Collections for Other Governments	\$ 12,943,411
Delinquent Tax Collected for Community Development	87,124
Fines/Fees and Other Collections	<u>13,709,987</u>
Total Additions	<u>\$ 26,740,522</u>
<u>DEDUCTIONS</u>	
Payment of Sales Tax Collections for Other Governments	\$ 12,943,411
Payment of Delinquent Tax Expenses	8,518
Payments to State	8,499,705
Payments to Cities, Individuals, and Others	<u>5,115,268</u>
Total Deductions	<u>\$ 26,566,902</u>
Net Increase (Decrease) in Fiduciary in Net Position	\$ 173,620
Net Position, July 1, 2022	<u>1,725,906</u>
Net Position, June 30, 2023	<u><u>\$ 1,899,526</u></u>

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

CUMBERLAND COUNTY, TENNESSEE
Index of Notes to the Financial Statements

Note	Page(s)
I. Summary of Significant Accounting Policies	
A. Reporting Entity	40
B. Government-wide and Fund Financial Statements	41
C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation	42
D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance	
1. Deposits and Investments	45
2. Receivables and Payables	46
3. Inventories	47
4. Restricted Assets	47
5. Capital Assets	48
6. Deferred Outflows/Inflows of Resources	48
7. Compensated Absences	49
8. Long-term Debt and Long-term Obligations	49
9. Net Position and Fund Balance	50
E. Pension Plans	52
F. Other Postemployment Benefit (OPEB) Plans	52
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	53
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	53
III. Stewardship, Compliance, and Accountability	
A. Budgetary Information	54
B. Fund Deficit/Budgetary Basis Fund Deficit	55
C. Expenditures Exceeded Appropriations	55
IV. Detailed Notes on All Funds	
A. Deposits and Investments	55
B. Notes Receivable	60
C. Derivative Instruments	60
D. Capital Assets	62
E. Construction Commitments	65
F. Interfund Receivables and Payables	65
G. Long-term Debt	66
H. Long-term Obligations	69
I. On-Behalf Payments	71

CUMBERLAND COUNTY, TENNESSEE
Index of Notes to the Financial Statements (Cont.)

Note	Page(s)
V. Other Information	
A. Risk Management	72
B. Accounting Changes	73
C. Contingent Liabilities	74
D. Changes in Administration	74
E. Landfill Postclosure Care Costs	74
F. Joint Ventures	74
G. Retirement Commitments	
1. Tennessee Consolidated Retirement System (TCRS)	75
2. Deferred Compensation	93
H. Other Postemployment Benefits (OPEB)	93
I. Office of Central Accounting, Budgeting, and Purchasing	102
J. Purchasing Law	102
K. Subsequent Events	102

CUMBERLAND COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2023

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cumberland 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 Cumberland County:

A. Reporting Entity

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

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

The Cumberland County School Department operates the public school system in the county, and the voters of Cumberland 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 Cumberland County Railroad Authority was created pursuant to Section 7-56-201, *Tennessee Code Annotated*. The authority is governed by a three-member board, which includes the county mayor and two members appointed by the Cumberland County Commission. The operations of the authority are managed by the county mayor. The purpose of the authority is to acquire, operate, maintain, and dispose of railroad facilities, properties, and equipment for the benefit of public transportation in Cumberland County. The authority is funded primarily from state grants.

The Cumberland County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Cumberland County, and the Cumberland 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 Cumberland County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Cumberland County School Department and the Cumberland County Railroad Authority do not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department and the railroad authority are included in this report as listed in the table of contents. Complete financial statements of the Cumberland County Emergency Communications District can be obtained from its administrative office at the following address:

Administrative Office:

Cumberland County Emergency
Communications District
42 Southbend Drive
Crossville, TN 38555

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 Cumberland 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 Cumberland County School Department and the Cumberland County Railroad Authority, component units, only report 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.

Cumberland County issues all debt for the discretely presented Cumberland County School Department. There were no debt issues contributed by the county to the school department during the year ended June 30, 2023.

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 Cumberland 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 equity, revenues, and expenditures. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental category. Cumberland County has no proprietary funds to report.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are

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

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

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.

Cumberland County reports the following major governmental funds:

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

Solid Waste/Sanitation Fund – This special revenue fund accounts for transactions related to the collection of Cumberland County’s solid waste. Local taxes are the foundational revenues of this fund.

Special Purpose Fund – This special revenue fund accounts for a portion of the American Rescue Plan Act funds received by the county. A transfer of grant funds was used to establish this fund.

Other General Government Fund – This special revenue fund accounts for transactions involving the American Rescue Plan Act Grant. Grant revenue is the foundational revenue of this fund.

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

Additionally, Cumberland County reports the following fund types:

Capital Projects Fund – The General Capital Projects Fund is used to account for transactions associated with various capital projects undertaken by the county.

Custodial Funds – These funds account for amounts collected in a custodial capacity by the constitutional officers, local sales taxes received by the state to be forwarded to the various cities in Cumberland County, and funds received from the resale of properties acquired through property tax sales.

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

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

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

Central Cafeteria Fund – This special revenue fund is used to account for the cafeteria operations in each of the schools. Federal funds and lunch sales are the foundational revenues of this fund.

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 (FY23) report was not available from the auditor of the Internal School Fund in time for inclusion in this report. Therefore, the prior year balances (FY22) are presented in this report. We do not believe using the prior year balances will affect the independent auditor's opinion on the Aggregate Discretely Presented Component Units. A more detailed reporting of the fund activities at each individual school may be found at <https://www.comptroller.tn.gov/office-functions/la/reports/find-other-audits.html>.

The discretely presented Cumberland County Railroad Authority reports the following major governmental fund:

General Fund – This fund is the only operating fund for the railroad authority. It is used to account for general operations of the railroad authority.

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, the discretely presented Cumberland County School Department, and the discretely presented Cumberland County Railroad Authority. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the Other Special Revenue and General Debt Service funds. Cumberland County, the school department, and the railroad authority 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. Cumberland County had no investments in the State Treasurer's Intermediate Term Investment Fund during the year.

All other investments are reported at fair value.

2. Receivables and Payables

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

All ambulance and property taxes receivables are shown with an allowance for uncollectibles. Ambulance receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to two 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 is presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

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

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

3. Inventories

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

4. Restricted Assets

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

that the funds are not subject to the claims of general creditors of the school department.

5. Capital Assets

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

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

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

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

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

Buildings and Improvements	50
Infrastructure:	
Roads	40
Bridges	60
Other Capital Assets	5 - 20

6. Deferred Outflows/Inflows of Resources

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

proportionate share, and employer contributions made to the pension and OPEB plans after the measurement date.

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

7. Compensated Absences

Cumberland County and the discretely presented Cumberland County School Department permit employees to accumulate a limited amount of earned but unused vacation benefits, which will be paid to employees upon separation of service or annually upon request if certain circumstances apply. All vacation pay is accrued when incurred in the government-wide financial statements for the county. A liability for vacation pay is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The granting of sick leave has no guaranteed payment attached and therefore is not required to be accrued or recorded.

8. Long-term Debt and Long-term Obligations

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

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

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

9. Net Position and Fund Balance

In the government-wide financial statements, 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, 2023, Cumberland County had \$38,801,940 in outstanding debt for capital purposes for the discretely presented Cumberland County School Department. This debt is a liability of Cumberland County, but the capital assets acquired are reported in the financial statements of the school department. Therefore, Cumberland County has incurred a liability significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

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

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

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

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

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

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

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

that exceed the amounts that are restricted, committed, and assigned are reported as negative unassigned fund balance.

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

Discretely Presented Cumberland 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 Cumberland 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 Cumberland 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.

Discretely Presented Cumberland County Railroad Authority

The Cumberland County Railroad Authority did not have capital assets, debt, and accruals or deferrals to report; therefore, the only reconciling items from the governmental fund financial statements to the government-wide financial statements were reclassifications and are noted on the face of the governmental fund financial statements.

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 Cumberland 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.

Discretely Presented Cumberland County Railroad Authority

The Cumberland County Railroad Authority did not have capital assets, debt, and accruals or deferrals to report; therefore, the only reconciling items from the governmental fund financial statements to the government-wide financial statements were reclassifications and are noted on the face of the governmental fund financial statements.

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

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

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Mayor, 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.

At June 30, 2023, the Cumberland County and the Cumberland County School Department reported the following encumbrances:

<u>Fund</u>	<u>Amount</u>
Primary Government:	
Major Funds:	
General	\$ 2,249,248
Nonmajor Fund:	
Highway/Public Works	14,030
School Department:	
Major Funds:	
General Purpose School	2,421,014
School Federal Projects	11,790,033
Central Cafeteria	729,576

B. Fund Deficit/Budgetary Basis Fund Deficit

The School Federal Projects Fund of the discretely presented Cumberland County School Department had a deficit unassigned fund balance of \$264,546 at June 30, 2023. This deficit unassigned fund balance resulted from grant program expenditures being incurred for which reimbursements had not been received within the 60-day availability criteria. The deficit unassigned fund balance was liquidated when revenues were recognized after June 30, 2023. This fund also reported a budgetary basis fund deficit of \$10,854,579 at June 30, 2023. This was due to the recognition of encumbrances as budgetary basis expenditures. The future expenditures represented by the encumbrances will be funded by federal grants.

C. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Regular Capital Outlay major appropriations category (the legal level of control) of the General Purpose School Fund by \$36,262. 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 Purpose School Fund.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

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

statements of net position represents nonpooled amounts held separately by individual funds.

Deposits

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

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

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

the commissioner of financial institutions and finance and administration. There are currently only two eligible programs that have been approved by the state treasurer: the Certificate of Deposit Account Registry Service (CDARS) and the Insured Cash Sweep (ICS), which operate through IntraFi Network, LLC.

Investments

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

Investment Balances. As of June 30, 2023, Cumberland County had the following investments carried at amortized cost using a Stable Net Asset Value and fair value within the fair value hierarchy established by generally accepted accounting principles. All investments are in the county trustee's investment pool. Separate disclosures concerning pooled investments cannot be made for Cumberland County, the discretely presented Cumberland County School Department, and the discretely presented Cumberland County

Railroad Authority since all pool their deposits and investments through the county trustee.

Investments:	Weighted Average Maturity (days)	Maturities	Fair Value or Amortized Cost
Investments at Amortized Cost:			
State Treasurer's Investment Pool	1 to 46	N/A	\$ 269,454
Investments at Fair Value:			
Schwab - Bank Sweep Account	N/A	N/A	6,866
Schwab - U.S. Treasury MMF	N/A	N/A	23,887
Schwab - Municipal Bonds	N/A	N/A	1,294,048
U.S. Treasury Bill	N/A	Various	2,889,433
U.S. Treasury Notes	N/A	Various	11,006,816
U.S. Treasury Bond	N/A	8-15-26	106,234
Total			\$ 15,596,738

	Fair Value	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment by Fair Value Level	6-30-23			
Schwab - Bank Sweep Account	\$ 6,866	\$ 6,866	\$ 0	0
Schwab - U.S. Treasury MMF	23,887	23,887	0	0
Schwab - Municipal Bonds	1,294,048	1,294,048	0	0
U.S. Treasury Bill	2,889,433	2,889,433	0	0
U.S. Treasury Notes	11,006,816	11,006,816	0	0
U.S. Treasury Bond	106,234	106,234	0	0
Total	\$ 15,327,284	\$ 15,327,284	\$ 0	0

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

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Cumberland County has an investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The policy allows no more than 20 percent of the county's total funds to be invested in maturities of more than two years but less than five years.

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. Cumberland County's investment policy limits investments to fixed income securities that are backed directly or indirectly by agencies of the United States government. As of June 30, 2023, Cumberland County's investment in the State Treasurer's Investment Pool was unrated.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Cumberland County does not have a formal policy that limits custodial credit risk for investments.

Further information concerning the legal provisions, investment policies, investment types, and credit risks for the State Treasurer's Investment Pool and the State Treasurer's Intermediate Term Investment Fund can be obtained by reviewing the State of Tennessee Annual Comprehensive Financial Report at <https://www.tn.gov/finance/rd-doa/fa-accfin-ar.html>.

TCRS Stabilization Trust

Legal Provisions. The Cumberland 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 Cumberland 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, 2023, the Cumberland 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	\$ 210,262
Developed Market International Equity	N/A	N/A	94,957
Emerging Market International Equity	N/A	N/A	27,131
U.S. Fixed Income	N/A	N/A	135,653
Real Estate	N/A	N/A	67,827
Short-term Securities	N/A	N/A	6,782
NAV - Private Equity and Strategic Lending	N/A	N/A	135,653
 Total			 \$ 678,265

For further information concerning the legal provisions, investment policies, investment types, and credit risks of the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2020/ag20045.pdf>.

B. Notes Receivable

Notes receivable of \$119,660 in the Courthouse and Jail Maintenance Fund (a nonmajor special revenue fund) resulted from the sale of the former health department building. The amount of the notes outstanding at June 30, 2023, is included in the fund's restricted fund balance.

C. Derivative Instruments

Cumberland County elected to terminate the following derivative instruments during the year:

Instrument	Type	Objective	Original Notional Amount	Effective Date	Maturity Date	Terms
\$6.95M Swap	Pay fixed interest rate swap	Variable to synthetic fixed rate swap	\$ 6,650,000	5-7-13	6-1-27	Pay 4.13% receive 63% of LIBOR
\$10M Swap	Pay fixed interest rate swap	Variable to synthetic fixed rate swap	\$ 10,000,000	12-29-10	6-1-39	Pay 3.293% receive 59% of LIBOR

The changes in fair value of such derivative instruments and swap termination payments for the year then ended as reported in the 2023 financial statements are as follows:

Type	<u>Changes in Fair Value</u>		Swap Termination Payment
	Classification	Amount	
Governmental Activities			
Pay-fixed interest rate swaps:			
\$6.95M Swap	Investment earnings	\$ (259,043)	\$ 259,043
\$10M Swap	Investment earnings	(1,231,592)	1,231,592
Total		<u>\$ (1,490,635)</u>	<u>\$ 1,490,635</u>

As of June 30, 2023, Cumberland County has no outstanding interest rate swap agreements.

D. Capital Assets

Capital assets activity for the year ended June 30, 2023, was as follows:

Primary Government

Governmental Activities

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Land	\$ 2,333,159	\$ 0	\$ (16,994)	\$ 2,316,165
Construction in Progress	0	205,544	0	205,544
Total Capital Assets Not Depreciated	\$ 2,333,159	\$ 205,544	\$ (16,994)	\$ 2,521,709
Capital Assets Depreciated:				
Buildings and Improvements	\$ 38,524,245	\$ 147,646	\$ (6,471)	\$ 38,665,420
Infrastructure	37,084,840	1,422,870	(30,563)	38,477,147
Other Capital Assets	20,058,056	2,405,154	(597,460)	21,865,750
Total Capital Assets Depreciated	\$ 95,667,141	\$ 3,975,670	\$ (634,494)	\$ 99,008,317
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 11,048,424	\$ 688,771	\$ (5,824)	\$ 11,731,371
Infrastructure	20,933,677	767,733	(23,798)	21,677,612
Other Capital Assets	13,652,824	1,402,937	(534,356)	14,521,405
Total Accumulated Depreciation	\$ 45,634,925	\$ 2,859,441	\$ (563,978)	\$ 47,930,388
Total Capital Assets Depreciated, Net	\$ 50,032,216	\$ 1,116,229	\$ (70,516)	\$ 51,077,929
Governmental Activities Capital Assets, Net	\$ 52,365,375	\$ 1,321,773	\$ (87,510)	\$ 53,599,638

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

Governmental Activities:

General Government	\$	349,781
Finance		5,301
Public Safety		787,947
Public Health and Welfare		763,450
Social, Cultural, and Recreational Services		130,014
Highways		<u>822,948</u>
Total Depreciation Expense - Governmental Activities	\$	<u>2,859,441</u>

Net Investment in Capital Assets

Capital Assets	\$	53,599,638
Add:		
Outstanding debt for school purposes		38,801,940
Less:		
Outstanding principal of capital debt		<u>(46,123,000)</u>
Net Investment in Capital Assets	\$	<u>46,278,578</u>

Discretely Presented Cumberland County School Department

Governmental Activities

	Balance 7-1-22	Increases	Decreases	Balance 6-30-23
Capital Assets Not Depreciated:				
Land	\$ 2,088,454	\$ 16,495	\$ (10,000)	\$ 2,094,949
Construction in Progress	0	656,001	0	656,001
Total Capital Assets Not Depreciated	\$ 2,088,454	\$ 672,496	\$ (10,000)	\$ 2,750,950
Capital Assets Depreciated:				
Buildings and Improvements	\$ 90,447,870	\$ 0	\$ 0	\$ 90,447,870
Infrastructure	1,415,163	873,818	0	2,288,981
Other Capital Assets	11,703,447	787,412	(94,385)	12,396,474
Total Capital Assets Depreciated	\$ 103,566,480	\$ 1,661,230	\$ (94,385)	\$ 105,133,325
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 33,486,740	\$ 1,605,881	\$ 0	\$ 35,092,621
Infrastructure	1,045,490	97,375	0	1,142,865
Other Capital Assets	7,880,875	491,315	(84,948)	8,287,242
Total Accumulated Depreciation	\$ 42,413,105	\$ 2,194,571	\$ (84,948)	\$ 44,522,728
Total Capital Assets Depreciated, Net	\$ 61,153,375	\$ (533,341)	\$ (9,437)	\$ 60,610,597
Governmental Activities Capital Assets, Net	\$ 63,241,829	\$ 139,155	\$ (19,437)	\$ 63,361,547

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

Governmental Activities:

Instruction	\$ 1,704,369
Support Services	443,915
Operation of Non-instructional Services	<u>46,287</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,194,571</u>

E. Construction Commitments

At June 30, 2023, the school department had uncompleted construction contracts in the School Federal Projects Fund of approximately \$8,809,697, for a high school auditorium and heat and air upgrades at various schools, in the General Purpose School Fund of \$505,613 for gym roof and electrical upgrades at various schools, in the Highway/Public Works Fund of \$339,312 for a bridge replacement and in the Railroad Authority's General Fund of \$2,056,126 for railroad repairs. Funding has been received or awarded for these future expenditures.

F. Interfund Receivables and Payables

The composition of interfund balances as of June 30, 2023, was as follows:

Due to/from Other Funds:

Receivable Fund	Payable Fund	Amount
Primary Government:		
General	Nonmajor governmental	\$ 71,341
Solid Waste Sanitation	General	6,185
Nonmajor governmental	General	3,500

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.

Interfund Transfers:

Interfund transfers for the year ended June 30, 2023, consisted of the following amounts:

Primary Government

Transfer Out	<u>Transfer In</u> Special Purpose Fund	Purpose
Other General Government Fund	\$ 10,000,000	Capital projects

Discretely Presented Cumberland County School Department

	Transfers In		Purpose
	School Federal Projects Fund	General Purpose School Fund	
Transfers Out			
General Purpose School Fund	\$ 1,000,000	\$ 0	Cash flow
School Federal Projects Fund	0	488,643	Indirect cost

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.

G. Long-term Debt

Primary Government

General Obligation Bonds, Notes and Other Loans

General Obligation Bonds - Cumberland 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, 2023, will be retired from the General Debt Service Fund.

Direct Borrowing and Direct Placements – Cumberland County issues other loans to provide funds for the acquisition and construction of major capital facilities and other capital outlay purchases, such as equipment, for the primary government and the discretely presented school department. Capital outlay notes are also issued to fund capital facilities and other capital outlay purchases, such as equipment. Capital outlay notes and other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Capital outlay notes and other loans outstanding were issued for original terms of up to two years for notes and up to 31 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 other loans included in long-term debt as of June 30, 2023, will be retired from the General Debt Service Fund.

General obligation bonds, capital outlay notes, and other loans outstanding as of June 30, 2023, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-23
General Obligation Bonds	2 to 3.25 %	6-1-37	\$ 12,625,000	\$ 9,355,000
General Refunding Bond	0.85	6-1-28	3,029,000	2,163,000
Direct Borrowings and Direct Placements:				
Other Loans	Variable	6-1-39	54,015,000	34,605,000

In prior years, Cumberland County entered into various loan agreements with the Sevier County Public Building Authority and the Blount County Public Building Authority (PBAs) to finance various capital projects for Cumberland County and the discretely presented Cumberland County School Department. Under the loan agreements, the PBAs issued revenue bonds and made the proceeds available for loan to Cumberland County. In addition to repaying the loans, the county pays various other fees (trustee, debt remarketing, etc.) in connection with these loans. The following table summarizes loan agreements outstanding at June 30, 2023:

Description	Original Amount of Loan Agreement	Outstanding Principal 6-30-23	Interest Type	Interest Rates as of 6-30-23	Approximate Fee Rates as of 6-30-23
Sevier County PBA:					
Series VII-B-2	\$ 28,300,000	\$ 25,165,000	Variable	4.787 %	0.251 %
Series VII-F-1	5,100,000	5,100,000	Variable	4.814	0.226
Blount County PBA:					
Series E-3-A	20,615,000	4,340,000	Variable	4.796	0.200

The annual requirements to amortize all bonds, notes, and other loans outstanding as of June 30, 2023, including interest payments and other loan fees, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 988,000	\$ 295,079	\$ 1,283,079
2025	1,003,000	276,662	1,279,662
2026	1,018,000	257,844	1,275,844
2027	1,032,000	237,163	1,269,163
2028	1,052,000	216,053	1,268,053
2029-2033	3,365,000	790,455	4,155,455
2034-2037	3,060,000	248,032	3,308,032
Total	\$ 11,518,000	\$ 2,321,288	\$ 13,839,288

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2024	\$ 1,940,000	\$ 1,658,309	\$ 83,370	\$ 3,681,679
2025	2,045,000	1,565,352	79,008	3,689,360
2026	2,160,000	1,467,363	74,411	3,701,774
2027	2,245,000	1,363,863	69,558	3,678,421
2028	2,240,000	1,256,289	64,525	3,560,814
2029-2033	11,745,000	4,565,844	237,293	16,548,137
2034-2038	9,950,000	2,022,507	106,047	12,078,554
2039	2,280,000	109,144	5,723	2,394,867
Total	\$ 34,605,000	\$ 14,008,671	\$ 719,935	\$ 49,333,606

There is \$17,011,672 available in the General Debt Service Fund to service long-term debt. Bonded debt per capita totaled \$188, based on the 2020 federal census. Total debt per capita, including bonds, notes, and other loans totaled \$754, based on the 2020 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2023, was as follows:

Governmental Activities:			Other
	Bonds	Notes - Direct Placement	Loans - Direct Placement
Balance, July 1, 2022	\$ 12,491,000	\$ 500,000	\$ 36,750,616
Additions	0	4,195,527	0
Reductions	(973,000)	(4,695,527)	(2,145,616)
Balance, June 30, 2023	<u>\$ 11,518,000</u>	<u>\$ 0</u>	<u>\$ 34,605,000</u>
Balance Due Within One Year	<u>\$ 988,000</u>	<u>\$ 0</u>	<u>\$ 1,940,000</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2023	\$ 46,123,000
Less: Balance Due Within One Year - Debt	<u>(2,928,000)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 43,195,000</u>

H. Long-term Obligations

Primary Government

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2023, was as follows:

Governmental Activities:	Landfill	Other	
	Postclosure Care Costs	Postemployment Benefits	Compensated Absences
Balance, July 1, 2022	\$ 2,378,487	\$ 2,512,452	\$ 1,014,297
Additions	168,185	220,641	1,116,166
Reductions	(74,586)	(667,849)	(1,055,920)
Balance, June 30, 2023	<u>\$ 2,472,086</u>	<u>\$ 2,065,244</u>	<u>\$ 1,074,543</u>
Balance Due Within One Year	<u>\$ 183,822</u>	<u>\$ 0</u>	<u>\$ 752,180</u>

Governmental Activities:

	Net Pension Liability Agent Plan *
Balance, July 1, 2022	\$ (4,917,086)
Additions	8,225,288
Reductions	<u>(1,461,330)</u>
Balance, June 30, 2023	<u>\$ 1,846,872</u>
Balance Due Within One Year	<u>\$ 0</u>

* July 1, 2022 had a pension asset.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 7,458,745
Less: Due Within One Year - Other	<u>(936,002)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 6,522,743</u>

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

Discretely Presented Cumberland County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Cumberland County School Department for the year ended June 30, 2023, was as follows:

Governmental Activities:	Compensated Absences	Net Pension Liability - Agent Plan*	Other Postemployment Benefits
Balance, July 1, 2022	\$ 111,165	\$ (3,164,910)	\$ 12,934,646
Additions	319,224	5,155,766	1,152,424
Reductions	(292,600)	(879,419)	(1,975,757)
Balance, June 30, 2023	<u>\$ 137,789</u>	<u>\$ 1,111,437</u>	<u>\$ 12,111,313</u>
Balance Due Within One Year	<u>\$ 6,889</u>	<u>\$ 0</u>	<u>\$ 0</u>

* July 1, 2022 had a pension asset.

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities - Other, June 30, 2023	\$ 13,360,539
Less: Due Within One Year - Other	<u>(6,889)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 13,353,650</u>

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

I. On-Behalf Payments - Discretely Presented Cumberland County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Cumberland County School Department. These payments are made by the state to the Local Education Group Insurance Plan and the Medicare Supplement Plan. Both plans are administered by the State of Tennessee and reported in the state's Annual Comprehensive Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2023, was \$237,693. 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, casualty, and workers' compensation losses. The county's risk of loss relating to general liability, property, casualty, and workers' compensation is covered by participation in the Local Government Property and Casualty Fund (LGPCF) and the Local Government Workers' Compensation Fund (LGWCF), which are public entity risk pools established by the Tennessee County Services Association, an association of member counties. The county pays annual premiums to these pools for their general liability, property, and casualty insurance coverage. The LGPCF reinsures through commercial insurance companies for claims exceeding \$250,000 for property and \$450,000 for liability for each insured event.

Cumberland 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.

The 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*, 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 Cumberland 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, *Tennessee Code Annotated (TCA)*, all local education agencies are eligible to participate. The LEGIF is included in the Annual Comprehensive Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

B. Accounting Changes

GASB Statement No. 91, *Conduit Debt Obligations*, became effective for fiscal year ending June 30, 2023. This statement clarifies what is considered conduit debt and the requirements of when to disclose liabilities and commitments concerning conduit debt.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, became effective for fiscal year ending June 30, 2023. This statement will improve financial reporting by establishing the definitions of PPPs and APAs and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions. The required disclosures will allow users to understand the scale and important aspects of a government's PPPs and evaluate a government's future obligations and assets resulting from PPPs.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, became effective for fiscal year ending June 30, 2023. This standard establishes a definition for SBITAs and provides uniform guidance for accounting and financial reporting for transactions that meet that definition. This statement also establishes criteria for the recognition of implementation costs and requires a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement.

GASB Statement No. 99, *Omnibus 2022*, became effective during the fiscal year. This statement enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. This statement addresses a variety of topics including Financial Guarantees; Derivative Instruments; Leases, PPPs, and SBITAs; LIBOR rate replacement; and other technical updates and corrections.

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 attorney for the county reported no knowledge of pending or threatened litigation as of the date of this report. The attorney for the discretely presented school department reported the department is involved in pending lawsuits. The school board attorney estimates that the potential claims not covered by insurance resulting from such litigation would not materially affect the school department's financial statements.

D. Changes in Administration

On August 31, 2022, Scott Blaylock left the office of Road Superintendent and was succeeded by Stanley Hall, and Judy Graham Swallows left the office of Register of Deeds and was succeeded by Trey Kerley.

E. Landfill Postclosure Care Costs

State and federal laws and regulations require the county to place a final cover on its sanitary landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Cumberland County closed its sanitary landfill in 2012. The \$2,472,086 reported as postclosure care liability at June 30, 2023, represents amounts based on what it would cost to perform all postclosure care in 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

Cumberland County entered into an agreement with the counties of Morgan and Roane to establish an Industrial Development Board to purchase land for the development of a joint industrial park. Cumberland, Morgan, and Roane counties jointly comprise the board. The agreement established a nine-member board with each county appointing three members and being responsible for one-third of the entity's funding. Cumberland County did not make any appropriations to the board for the year ended June 30, 2023.

The Thirteenth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Thirteenth Judicial District, Clay, Cumberland, DeKalb, Overton, Pickett, Putnam, and White counties, and participating municipalities within the district. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors including the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Cumberland County did not make appropriations to the DTF for the year ended June 30, 2023.

Cumberland County does not have an equity interest in any of the above-noted joint ventures. Complete financial statements for the Industrial Development Board and the DTF can be obtained from their respective administrative offices at the following addresses:

Administrative Offices:

The Industrial Development Board of the Counties of
Cumberland, Morgan, and Roane, Tennessee
Baker, Donelson, Bearman & Caldwell
Commerce Center, Suite 800
211 Commerce Street
Nashville, TN 37201

Office of District Attorney General
Thirteenth Judicial District Drug Task Force
1519A East Spring Street
Cookeville, TN 38506

G. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

General Information About the Pension Plan

Plan Description. Employees of Cumberland County and non-certified employees of the discretely presented Cumberland 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 62.43 percent and the non-certified employees of the discretely presented school department comprise 37.57 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 at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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. 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, 2022, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	467
Inactive Employees Entitled to But Not Yet Receiving Benefits	723
Active Employees	677
Total	<u><u>1,867</u></u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Cumberland 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, 2023, the employer contributions for Cumberland County were \$2,143,058 based on a rate of eight percent of covered payroll. By law, employer contributions are required to be paid. The TCRS may intercept Cumberland County’s state shared taxes if required employer contributions are not remitted. The employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Cumberland County’s net pension liability (asset) was measured as of June 30, 2022, 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, 2022, 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, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

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.

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 is summarized in the following table:

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

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

Discount Rate. The discount rate used to measure the total pension liability was 6.75 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Cumberland 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	Plan	Net Pension
	Pension	Fiduciary	Liability
	Liability	Net Position	(Asset)
	(a)	(b)	(a)-(b)
Balance, July 1, 2021	\$ 86,864,274	\$ 94,946,270	\$ (8,081,996)
Changes for the Year:			
Service Cost	\$ 2,137,301	\$ 0	\$ 2,137,301
Interest	5,885,981	0	5,885,981
Differences Between Expected and Actual Experience	1,685,056	0	1,685,056
Contributions-Employer	0	1,224,116	(1,224,116)
Contributions-Employees	0	1,116,633	(1,116,633)
Net Investment Income	0	(3,606,865)	3,606,865
Benefit Payments, Including Refunds of Employee Contributions	(3,603,714)	(3,603,714)	0
Administrative Expense	0	(65,851)	65,851
Net Changes	<u>\$ 6,104,624</u>	<u>\$ (4,935,681)</u>	<u>\$ 11,040,305</u>
Balance, June 30, 2022	<u>\$ 92,968,898</u>	<u>\$ 90,010,589</u>	<u>\$ 2,958,309</u>

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

		Total	Plan	Net
		Pension	Fiduciary	Pension
		Liability	Net	Liability
			Position	(Asset)
Primary Government	62.43%	\$ 58,040,483	\$ 56,193,611	\$ 1,846,872
School Department	37.57%	<u>34,928,415</u>	<u>33,816,978</u>	<u>1,111,437</u>
Total		<u>\$ 92,968,898</u>	<u>\$ 90,010,589</u>	<u>\$ 2,958,309</u>

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

	1% Decrease	Current Discount Rate	1% Increase
Cumberland County	5.75%	6.75%	7.75%

Net Pension Liability (Asset) \$ 15,607,550 \$ 2,958,309 \$ (7,488,964)

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, 2023, Cumberland County recognized pension expense (negative pension expense) of \$1,909,529.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, Cumberland County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 1,514,053	\$ 491,095
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	170,348	0
Changes in Assumptions	3,390,507	0
Contributions Subsequent to the Measurement Date of June 30, 2022 (1)	2,143,058	N/A
Total	<u>\$ 7,217,966</u>	<u>\$ 491,095</u>

- (1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2022,” 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	\$ 4,458,938	\$ 306,591
School Department	2,759,028	184,504
Total	<u>\$ 7,217,966</u>	<u>\$ 491,095</u>

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

Year Ending June 30	Amount
2024	\$ 1,438,641
2025	1,299,621
2026	(485,638)
2027	2,331,189
2028	0
Thereafter	0

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

Discretely Presented Cumberland County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description. As noted above under the primary government, employees of Cumberland County and non-certified employees of the discretely presented Cumberland 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 62.43 percent and the non-certified employees of the discretely presented school department comprise 37.57 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Cumberland 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 at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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, 2023, to the Teacher Retirement Plan were \$259,375, which is 2.87 percent of covered payroll. In addition, employer contributions of \$96,080, which is 1.13 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). At June 30, 2023, the school department reported a liability (asset) of (\$133,988) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, 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, 2022, the school department's proportion was .4442314 percent. The proportion as of June 30, 2021, was .459166 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$191,537.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, 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	\$ 7,326	\$ 81,406
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	42,234	0
Changes in Assumptions	156,960	0
Changes in Proportion of Net Pension Liability (Asset)	24,194	4,837
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	<u>259,375</u>	N/A
Total	<u>\$ 490,089</u>	<u>\$ 86,243</u>

The school department's employer contributions of \$259,375, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2024. 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
2024	\$ 5,253
2025	5,683
2026	(1,257)
2027	72,304
2028	9,937
Thereafter	52,553

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

Actuarial Assumptions. The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and 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 is summarized in the following table:

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

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

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

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

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

Net Pension Liability (Asset) \$ 703,359 \$ (133,988) \$ (745,509)

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

Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Cumberland 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 at <https://treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies>.

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 Cumberland County School Department for the year ended June 30, 2023, to the Teacher Legacy Pension Plan were \$1,721,324, which is 8.69 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). At June 30, 2023, the school department reported a liability (asset) of (\$7,416,767) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2022, 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, 2022, the school department's proportion was .604757 percent. The proportion measured at June 30, 2021, was .604305 percent.

Pension Expense (Negative Pension Expense). For the year ended June 30, 2023, the school department recognized pension expense (negative pension expense) of \$75,641.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, 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	\$ 1,220,031	\$ 1,253,208
Changes in Assumptions	4,646,247	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	126,823	0
Changes in Proportion of Net Pension Liability (Asset)	18,210	5,987
LEA's Contributions Subsequent to the Measurement Date of June 30, 2022	1,721,324	N/A
Total	<u>\$ 7,732,635</u>	<u>\$ 1,259,195</u>

The school department's employer contributions of \$1,721,324 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as a reduction (increase) of net pension liability (asset) in the year ending June 30, 2024. 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
2024	\$ 748,264
2025	1,383,778
2026	(1,294,490)
2027	3,914,564
2028	0
Thereafter	0

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

Actuarial Assumptions. The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2022, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2016, through June 30, 2020. The demographic assumptions were adjusted to reflect more closely actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2020, actuarial experience study. A blend of future capital market projections and 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 is summarized in the following table:

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

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

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

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

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

Net Pension Liability (Asset) \$ 14,690,060 \$ (7,416,767) \$ (25,830,285)

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

The primary government offers its employees a deferred compensation plan established pursuant to IRC Section 457 and the discretely presented Cumberland County School Department offers its employees deferred compensation plans established pursuant to IRC Sections 457 and 403(b). All costs of administering and funding the programs are the responsibility of plan participants. The 457 and 403(b) plans assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 457 and 403(b) establish participation, contribution, and withdrawal provisions for the plan.

Teachers hired after July 1, 2014, by the school department are required to participate in a hybrid pension plan consisting of a defined benefit portion, which is detailed in the pensions footnote above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion, which is placed into the state’s 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires that the school department contribute five percent of each teacher’s salary into their deferred compensation plan. In addition, teachers are required to contribute two percent of their salaries into this deferred compensation plan, unless they opt out of the employee portion. During the year, the school department contributed \$437,405 and teachers contributed \$232,500 to this deferred compensation pension plan.

H. Other Postemployment Benefits (OPEB)

Cumberland County and the discretely presented Cumberland County School Department provide OPEB benefits to its retirees under the 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.

Retirees of the Cumberland County are provided healthcare under the Local Government Plan (LGP) until they reach Medicare eligibility. Likewise, the school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. Certified and noncertified employees of the school department may then join the Tennessee Plan - Medicare (TNM) which provides supplemental medical insurance for retirees with Medicare. However, the Cumberland County School Department does not provide premium support for teachers in the TNM plan.

The county and the school department's total OPEB liability for each plan was measured as of June 30, 2022, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2022, 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	3.54%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting at 8.37% for pre-65 retirees in the 2022 calendar year, and decreasing annually over a 7-year period to an ultimate trend rate of 4.5%
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.54 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, 2022, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2022, valuations were the same as those employed in the July 1, 2021, 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-2020 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-2020 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-2020.

Changes in Assumptions. The discount rate changed from 2.16 percent as of the beginning of the measurement period to 3.54 percent as of the measurement date of June 30, 2022. This change in assumption increased 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 2022 plan year was revised from 7.36 percent to 8.37 percent.

Local Government OPEB Plan (Primary Government)

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

Benefits Provided. Cumberland County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. Except for a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-701 establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO, or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LGP receive the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Cumberland 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, 2022, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefit Payments	8
Inactive Employees Entitled to But Not Yet Receiving Benefit Payments	0
Active Employees Eligible for Benefits	<u>295</u>
 Total	 <u>303</u>

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2023, the county paid \$84,060 to the LGP for OPEB benefits as they came due.

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

	<u>Cumberland County</u>
Balance July 1, 2021	\$ 2,512,452
Changes for the Year:	
Service Cost	164,169
Interest	56,472
Difference between Expected and Actuarial Experience	(192,594)
Changes in Assumption and Other Inputs	(350,190)
Benefit Payments	<u>(125,065)</u>
Net Changes	<u>\$ (447,208)</u>
 Balance June 30, 2022	 <u>\$ 2,065,244</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the county recognized OPEB expense of \$20,543. At June 30, 2023, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 93,794	\$ 275,657
Changes of Assumptions/Inputs	243,279	1,266,168
Net Difference Between Projected and Benefits paid after the Measurement Date of June 30, 2022	84,060	N/A
Total	<u>\$ 421,133</u>	<u>\$ 1,541,825</u>

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

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

Year Ending June 30	Cumberland County
2024	\$ (200,098)
2025	(200,098)
2026	(200,098)
2027	(198,604)
2028	(207,508)
Thereafter	(198,346)

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:

<u>Discount Rate</u>	1% Decrease 2.54%	Current Discount Rate 3.54%	1% Increase 5.54%
Total OPEB Liability	\$ 2,227,970	\$ 2,065,244	\$ 1,913,530

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:

<u>Healthcare Cost Trend Rate</u>	Current		
	1%	Trend	1%
	Decrease	Rates	Increase
	7.37 to 3.5%	8.37 to 4.5%	9.37 to 5.5%
Total OPEB Liability	\$ 1,860,913	\$ 2,065,244	\$ 2,305,796

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

Plan Description. Employees of the Cumberland 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 Cumberland 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 and is only subject to the implicit subsidy. 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, 25 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2022, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefit Payments	57
Inactive Employees Entitled to But Not Yet Receiving Receiving Benefit Payments	2
Active Employees Eligible For Benefits	<u>540</u>
Total	<u><u>599</u></u>

A state insurance committee, created in accordance with *TCA 8-27-301*, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$632,923 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	<u>Share of Collective Liability</u>		
	<u>Cumberland</u> County School Dept 71.79%	<u>State of</u> TN 28.21%	<u>Total OPEB</u> Liability
Balance July 1, 2021	\$ 12,934,646	\$ 4,737,616	\$ 17,672,262
Changes for the Year:			
Service Cost	\$ 671,384	\$ 263,846	\$ 935,230
Interest	282,249	110,920	393,169
Change in Proportion	(248,066)	248,066	0
Difference between			
Expected and Actual			
Experience	198,791	78,123	276,914
Changes in Assumption			
and Other Inputs	(1,142,736)	(449,082)	(1,591,818)
Benefit Payments	(584,955)	(229,880)	(814,835)
Net Changes	\$ (823,333)	\$ 21,993	\$ (801,340)
Balance June 30, 2022	\$ 12,111,313	\$ 4,759,609	\$ 16,870,922

The Cumberland 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 Cumberland 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 \$368,878 in revenue for subsidies provided by non-employer contributing entities for benefits paid by the LEP for school department retirees.

During the year, the Cumberland County School Department's proportionate share of the collective OPEB liability was 71.79 percent and the State of Tennessee's share was 28.21 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2023, the school department recognized OPEB expense of \$561,267 including the state's share of the expense. At June 30, 2023, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 657,179	\$ 2,317,577
Changes of Assumptions/Inputs	1,032,034	2,219,421
Changes in Proportionate Share	0	1,158,772
Benefits Paid After the Measurement Date of June 30, 2022	<u>632,923</u>	<u>N/A</u>
Total	<u>\$ 2,322,136</u>	<u>\$ 5,695,770</u>

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

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

Year Ending June 30	School Department
2024	\$ (761,244)
2025	(761,244)
2026	(761,244)
2027	(745,302)
2028	(619,381)
Thereafter	(358,142)

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.

<u>Discount Rate</u>	1% Decrease	Current Discount Rate	1% Increase
	2.54%	3.54%	4.54%

Proportionate Share of the Collective Total OPEB Liability	\$ 13,026,910	\$ 12,111,313	\$ 11,244,675
--	---------------	---------------	---------------

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.

<u>Healthcare Cost Trend Rate</u>	1% Decrease	Current Trend Rates	1% Increase
	7.37 to 3.5%	8.37 to 4.5%	9.37 to 5.5%

Proportionate Share of the Collective Total OPEB Liability	\$ 10,851,697	\$ 12,111,313	\$ 13,581,510
--	---------------	---------------	---------------

I. Office of Central Accounting, Budgeting, and Purchasing

Cumberland County operates under the provisions of the County Financial Management System of 1981. This act provides for a central system of accounting, budgeting, and purchasing for all county departments. The act also provides for the creation of a finance department operated under the direction of the finance director.

J. Purchasing Law

The County Financial Management System of 1981 provides for the finance director, or a deputy appointed by him to serve as the county purchasing agent. All purchase orders are issued by the finance department. Purchases in all county departments exceeding \$25,000 are required to be competitively bid.

K. Subsequent Events

On August 23, 2023, the county entered a contract totaling \$2,095,138 for renovation of the Archives Building.

On December 31, 2023, Nathan Brock left the Office of Finance Director and was succeeded by Aaron Elmore.

On February 9, 2024, the county entered a contract totaling \$2,281,199 for structural repair and exterior restoration of the courthouse.

On February 20, 2024, Aaron Elmore resigned the Office of Finance Director effective February 29, 2024.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Exhibit E-1

Cumberland 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

	2014	2015	2016	2017	2018	2019	2020	2021	2022
Total Pension Liability									
Service Cost	\$ 1,500,494	\$ 1,482,253	\$ 1,517,492	\$ 1,664,453	\$ 1,760,025	\$ 1,785,663	\$ 1,885,012	\$ 1,828,245	\$ 2,137,301
Interest	3,676,730	3,858,274	4,109,224	4,440,755	4,691,555	4,963,426	5,313,690	5,572,575	5,885,981
Differences Between Actual and Expected Experience	(987,029)	25,671	922,313	348,854	(13,672)	830,036	(409,072)	(654,929)	0
Changes in Assumptions	0	0	0	1,472,158	0	0	0	6,781,013	1,685,056
Benefit Payments, Including Refunds of Employee Contributions	(1,563,296)	(1,939,440)	(2,171,434)	(2,379,714)	(2,661,798)	(2,765,390)	(2,929,107)	(3,394,975)	(3,603,714)
Net Change in Total Pension Liability	\$ 2,626,899	\$ 3,426,758	\$ 4,377,595	\$ 5,546,506	\$ 3,776,110	\$ 4,813,735	\$ 3,860,523	\$ 10,131,929	\$ 6,104,624
Total Pension Liability, Beginning	48,304,219	50,931,118	54,357,876	58,735,471	64,281,977	68,058,087	72,871,822	76,732,345	86,864,274
Total Pension Liability, Ending (a)	\$ 50,931,118	\$ 54,357,876	\$ 58,735,471	\$ 64,281,977	\$ 68,058,087	\$ 72,871,822	\$ 76,732,345	\$ 86,864,274	\$ 92,968,898
Plan Fiduciary Net Position									
Contributions - Employer	\$ 1,684,239	\$ 1,762,031	\$ 1,869,154	\$ 1,058,162	\$ 1,096,865	\$ 1,125,290	\$ 1,143,968	\$ 1,183,092	\$ 1,224,116
Contributions - Employee	892,867	883,970	962,373	964,342	1,002,458	1,031,618	1,080,576	1,109,548	1,116,633
Net Investment Income	7,596,302	1,669,553	1,499,194	6,585,740	5,327,179	5,127,082	3,634,136	19,589,641	(3,606,865)
Benefit Payments, Including Refunds of Employee Contributions	(1,563,296)	(1,939,440)	(2,171,434)	(2,379,714)	(2,661,798)	(2,765,390)	(2,929,107)	(3,394,975)	(3,603,714)
Administrative Expense	(26,961)	(34,623)	(52,152)	(56,902)	(65,277)	(60,388)	(60,061)	(60,397)	(65,851)
Other	0	0	13,108	15	0	0	0	0	0
Net Change in Plan Fiduciary Net Position	\$ 8,583,151	\$ 2,341,491	\$ 2,120,243	\$ 6,171,643	\$ 4,699,427	\$ 4,458,212	\$ 2,869,512	\$ 18,426,909	\$ (4,935,681)
Plan Fiduciary Net Position, Beginning	45,275,682	53,858,833	56,200,324	58,320,567	64,492,210	69,191,637	73,649,849	76,519,361	94,946,270
Plan Fiduciary Net Position, Ending (b)	\$ 53,858,833	\$ 56,200,324	\$ 58,320,567	\$ 64,492,210	\$ 69,191,637	\$ 73,649,849	\$ 76,519,361	\$ 94,946,270	\$ 90,010,589
Net Pension Liability (Asset), Ending (a - b)	\$ (2,927,715)	\$ (1,842,448)	\$ 414,904	\$ (210,233)	\$ (1,133,550)	\$ (778,027)	\$ 212,984	\$ (8,081,996)	\$ 2,958,309
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	105.75%	103.39%	99.29%	100.33%	101.67%	101.07%	99.72%	109.3%	96.82%
Covered Payroll	\$ 17,617,606	\$ 17,744,522	\$ 18,823,385	\$ 19,241,625	\$ 19,942,969	\$ 20,459,794	\$ 20,799,415	\$ 21,510,765	\$ 22,256,633
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(16.62)%	(10.38)%	2.20%	1.09%	(5.68)%	(3.80)%	1.02%	(37.57)%	13.29%

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

Note 2: 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.

Exhibit E-2

Cumberland 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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Actuarially Determined Contribution	\$ 1,684,239	\$ 1,762,031	\$ 1,869,154	\$ 808,148	\$ 1,025,069	\$ 1,051,634	\$ 1,075,330	\$ 1,112,106	\$ 1,150,669	\$ 2,143,058
Less: Contributions in Relation to the Actuarially Determined Contribution	(1,684,239)	(1,762,031)	(1,869,154)	(1,058,162)	(1,096,865)	(1,125,290)	(1,143,968)	(1,183,092)	(1,224,116)	(2,143,058)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (250,014)	\$ (71,796)	\$ (73,656)	\$ (68,638)	\$ (70,986)	\$ (73,447)	\$ 0
Covered Payroll	\$ 17,617,606	\$ 17,744,522	\$ 18,823,385	\$ 19,241,625	\$ 19,942,969	\$ 20,459,794	\$ 20,799,415	\$ 21,510,765	\$ 22,256,633	\$ 26,790,025
Contributions as a Percentage of Covered Payroll	9.56%	9.93%	9.93%	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%	8.00%

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.

Exhibit E-3

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 49,159	\$ 87,369	\$ 130,376	\$ 161,067	\$ 96,610	\$ 121,763	\$ 133,861	\$ 151,823	\$ 259,375
Less: Contributions in Relation to the Contractually Required Contribution	(49,159)	(87,369)	(130,376)	(161,067)	(96,610)	(121,763)	(133,861)	(151,823)	(259,375)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 1,228,977	\$ 2,184,225	\$ 3,093,950	\$ 4,026,711	\$ 4,979,837	\$ 5,998,204	\$ 6,626,757	\$ 7,553,405	\$ 9,037,554
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.21%	4.00%	1.94%	2.03%	2.02%	2.01%	2.87%

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

Note 2: 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%

Exhibit E-4

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

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Contractually Required Contribution	\$ 2,189,577	\$ 2,158,102	\$ 2,069,222	\$ 1,951,454	\$ 1,969,075	\$ 2,178,516	\$ 2,145,941	\$ 2,036,984	\$ 2,049,923	\$ 1,721,324
Less: Contributions in Relation to the Contractually Required Contribution	(2,189,577)	(2,158,102)	(2,069,222)	(1,951,454)	(1,969,075)	(2,178,516)	(2,145,941)	(2,036,984)	(2,049,923)	(1,721,324)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 24,657,402	\$ 23,872,782	\$ 22,889,601	\$ 21,756,070	\$ 21,685,858	\$ 20,827,098	\$ 20,187,576	\$ 19,834,302	\$ 19,902,162	\$ 19,808,072
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	8.97%	9.08%	10.46%	10.63%	10.27%	10.30%	8.69%

Exhibit E-5

Cumberland County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Retirement Plan of TCRS
Discretely Presented Cumberland County School Department
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019	2020	2021	2022
School Department's Proportion of the Net Pension Liability (Asset)	0.579293%	0.496411%	0.496605%	0.460783%	0.470597%	0.475321%	0.459166%	0.442314%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (23,796)	\$ (51,678)	\$ (131,021)	\$ (208,978)	\$ (265,645)	\$ (270,288)	\$ (497,375)	\$ (133,988)
Covered Payroll	\$ 1,228,977	\$ 2,184,225	\$ 3,093,950	\$ 4,026,711	\$ 4,979,837	\$ 5,998,204	\$ 6,626,757	\$ 7,553,405
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.23)%	(5.19)%	(5.33)%	(4.51)%	(7.51)%	(1.77)%
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%

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

Exhibit E-6

Cumberland County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Cumberland County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019	2020	2021	2022
School Department's Proportion of the Net Pension Liability (Asset)	0.628215%	0.637713%	0.634097%	0.610670%	0.619299%	0.621122%	0.606551%	0.604305%	0.604757%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (102,082)	\$ 261,229	\$ 3,962,755	\$ (199,801)	\$ (2,179,262)	\$ (6,386,252)	\$ (4,625,402)	\$ (26,065,112)	\$ (7,416,767)
Covered Payroll	\$ 24,657,409	\$ 23,872,782	\$ 22,889,601	\$ 21,756,070	\$ 21,685,858	\$ 20,827,098	\$ 20,187,576	\$ 19,834,302	\$ 19,902,162
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.92)%	(10.05)%	(30.66)%	(22.91)%	(131.41)%	(37.27)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	100.08%	99.81%	97.14%	100.14%	101.49%	104.28%	103.09%	116.13%	104.42%

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

Exhibit E-7

Cumberland County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan
Primary Government
For the Fiscal Year Ended June 30

	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 153,210	\$ 140,924	\$ 162,068	\$ 177,811	\$ 241,733	\$ 164,169
Interest	77,377	95,467	96,985	102,476	81,967	56,472
Differences Between Actual and Expected Experience	0	(144,960)	(22,732)	155,774	(40,454)	(192,594)
Changes in Assumptions or Other Inputs	(146,632)	(60,645)	51,926	363,125	(1,195,403)	(350,190)
Benefit Payments	(34,792)	(45,042)	(64,395)	(62,765)	(84,658)	(125,065)
Net Change in Total OPEB Liability	\$ 49,163	\$ (14,256)	\$ 223,852	\$ 736,421	\$ (996,815)	\$ (447,208)
Total OPEB Liability, Beginning	2,514,087	2,563,250	2,548,994	2,772,846	3,509,267	2,512,452
Total OPEB Liability, Ending	\$ 2,563,250	\$ 2,548,994	\$ 2,772,846	\$ 3,509,267	\$ 2,512,452	\$ 2,065,244
Covered Employee Payroll	\$ 12,637,584	\$ 12,810,018	\$ 12,766,115	\$ 13,084,988	\$ 13,900,987	\$ 16,133,430
Net OPEB Liability as a Percentage of Covered Employee Payroll	20.28%	19.90%	21.72%	26.82%	18.07%	12.80%

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%

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

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

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

Exhibit E-8

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

	2017	2018	2019	2020	2021	2022
Total OPEB Liability						
Service Cost	\$ 1,581,584	\$ 1,477,023	\$ 843,709	\$ 760,014	\$ 905,034	\$ 935,230
Interest	718,573	880,006	594,820	587,000	400,551	393,169
Changes in Benefit Terms	0	(4,491,425)	284,835	0	0	0
Differences Between Actual and Expected Experience	0	(5,160,022)	695,994	(1,042,268)	393,465	276,914
Changes in Assumptions or Other Inputs	(1,088,510)	622,391	(1,200,953)	1,745,686	(835,937)	(1,591,818)
Benefit Payments	(932,718)	(1,060,211)	(912,801)	(770,829)	(816,173)	(814,835)
Net Change in Total OPEB Liability	\$ 278,929	\$ (7,732,238)	\$ 305,604	\$ 1,279,603	\$ 46,940	\$ (801,340)
Total OPEB Liability, Beginning	23,493,424	23,772,353	16,040,115	16,345,719	17,625,322	17,672,262
Total OPEB Liability, Ending	\$ 23,772,353	\$ 16,040,115	\$ 16,345,719	\$ 17,625,322	\$ 17,672,262	\$ 16,870,922
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 4,764,930	\$ 3,887,915	\$ 4,093,327	\$ 4,431,006	\$ 4,737,646	\$ 4,759,609
Employer Proportionate Share of the Total OPEB Liability	19,007,423	12,152,200	12,252,392	13,194,316	12,934,616	12,111,313
Covered Employee Payroll	\$ 33,390,758	\$ 37,581,556	\$ 39,307,946	\$ 40,804,295	\$ 35,707,455	\$ 39,502,220
Net OPEB Liability as a Percentage of Covered Employee Payroll	71.19%	42.68%	41.58%	43.19%	49.49%	42.71%

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%

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

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

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

CUMBERLAND COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2023

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2023 were calculated based on the June 30, 2021, 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 Market 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.

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

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

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.

Highway/Public Works Fund – The Highway/Public Works Fund is used to account for transactions of the county’s highway department.

Capital Projects Funds

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

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

Exhibit F-1

Cumberland County, Tennessee
 Combining Balance Sheet
 Nonmajor Governmental Funds
 June 30, 2023

	Special Revenue Funds				
	Courthouse and Jail Maintenance	Drug Control	Constitu - tional - Officers - Fees	Highway / Public Works	Total
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 37,364	\$ 0	\$ 37,364
Equity in Pooled Cash and Investments	416,794	405,483	0	4,009,940	4,832,217
Accounts Receivable	0	0	33,977	0	33,977
Due from Other Governments	0	0	0	820,087	820,087
Due from Other Funds	0	0	0	3,500	3,500
Notes Receivable - Current	38,291	0	0	0	38,291
Notes Receivable - Long-term	81,369	0	0	0	81,369
Total Assets	\$ 536,454	\$ 405,483	\$ 71,341	\$ 4,833,527	\$ 5,846,805
<u>LIABILITIES</u>					
Payroll Deductions Payable	\$ 0	\$ 0	\$ 0	\$ 8,142	\$ 8,142
Contracts Payable	0	0	0	248,094	248,094
Due to Other Funds	0	0	71,341	0	71,341
Due to State of Tennessee	0	0	0	145	145
Total Liabilities	\$ 0	\$ 0	\$ 71,341	\$ 256,381	\$ 327,722
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Other Deferred/Unavailable Revenue	\$ 0	\$ 0	\$ 0	\$ 270,315	\$ 270,315
Total Deferred Inflows of Resources	\$ 0	\$ 0	\$ 0	\$ 270,315	\$ 270,315

(Continued)

Exhibit F-1

Cumberland County, Tennessee
 Combining Balance Sheet
 Nonmajor Governmental Funds (Cont.)

FUND BALANCES

Restricted:

 Restricted for General Government
 Restricted for Public Safety
 Restricted for Highways/Public Works
 Restricted for Capital Projects

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

Special Revenue Funds					
Courthouse and Jail Maintenance	Drug Control	Constitu - tional Officers - Fees	Highway / Public Works	Total	
\$ 536,454	\$ 0	\$ 0	\$ 0	\$ 536,454	
0	405,483	0	0	405,483	
0	0	0	4,306,831	4,306,831	
0	0	0	0	0	
<u>\$ 536,454</u>	<u>\$ 405,483</u>	<u>\$ 0</u>	<u>\$ 4,306,831</u>	<u>\$ 5,248,768</u>	
<u>\$ 536,454</u>	<u>\$ 405,483</u>	<u>\$ 71,341</u>	<u>\$ 4,833,527</u>	<u>\$ 5,846,805</u>	

(Continued)

Exhibit F-1

Cumberland County, Tennessee
 Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Capital Projects Fund	Total Nonmajor Governmental Funds
<u>ASSETS</u>		
Cash	\$ 0	\$ 37,364
Equity in Pooled Cash and Investments	1,665,128	6,497,345
Accounts Receivable	0	33,977
Due from Other Governments	0	820,087
Due from Other Funds	0	3,500
Notes Receivable - Current	0	38,291
Notes Receivable - Long-term	0	81,369
	0	81,369
Total Assets	\$ 1,665,128	\$ 7,511,933
<u>LIABILITIES</u>		
Payroll Deductions Payable	\$ 0	\$ 8,142
Contracts Payable	0	248,094
Due to Other Funds	0	71,341
Due to State of Tennessee	0	145
Total Liabilities	\$ 0	\$ 327,722
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Other Deferred/Unavailable Revenue	\$ 0	\$ 270,315
Total Deferred Inflows of Resources	\$ 0	\$ 270,315

(Continued)

Exhibit F-1

Cumberland County, Tennessee
 Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

FUND BALANCES

Restricted:

 Restricted for General Government
 Restricted for Public Safety
 Restricted for Highways/Public Works
 Restricted for Capital Projects
 Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 0	\$ 536,454
0	405,483
0	4,306,831
<u>1,665,128</u>	<u>1,665,128</u>
<u>\$ 1,665,128</u>	<u>\$ 6,913,896</u>
<u>\$ 1,665,128</u>	<u>\$ 7,511,933</u>

Exhibit F-2

Cumberland County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2023

	Special Revenue Funds				Capital	Total
	Courthouse and Jail Maintenance	Drug Control	Highway / Public Works	Total	Projects Fund General Capital Projects	
<u>Revenues</u>						
Local Taxes	\$ 38,404	\$ 0	\$ 53,782	\$ 92,186	\$ 0	\$ 92,186
Fines, Forfeitures, and Penalties	0	66,998	0	66,998	0	66,998
Charges for Current Services	0	0	3,500	3,500	0	3,500
Other Local Revenues	5,590	0	35,474	41,064	0	41,064
State of Tennessee	0	0	5,322,113	5,322,113	0	5,322,113
Total Revenues	\$ 43,994	\$ 66,998	\$ 5,414,869	\$ 5,525,861	\$ 0	\$ 5,525,861
<u>Expenditures</u>						
Current:						
General Government	\$ 216,330	\$ 0	\$ 0	\$ 216,330	\$ 0	\$ 216,330
Public Safety	0	4,480	0	4,480	0	4,480
Other Operations	385	228	0	613	0	613
Highways	0	0	5,074,201	5,074,201	0	5,074,201
Capital Projects	0	0	0	0	10,685	10,685
Total Expenditures	\$ 216,715	\$ 4,708	\$ 5,074,201	\$ 5,295,624	\$ 10,685	\$ 5,306,309
Excess (Deficiency) of Revenues Over Expenditures	\$ (172,721)	\$ 62,290	\$ 340,668	\$ 230,237	\$ (10,685)	\$ 219,552
<u>Other Financing Sources (Uses)</u>						
Notes Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,250,000	\$ 1,250,000
Total Other Financing Sources (Uses)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,250,000	\$ 1,250,000
Net Change in Fund Balances	\$ (172,721)	\$ 62,290	\$ 340,668	\$ 230,237	\$ 1,239,315	\$ 1,469,552
Fund Balance, July 1, 2022	709,175	343,193	3,966,163	5,018,531	425,813	5,444,344
Fund Balance, June 30, 2023	\$ 536,454	\$ 405,483	\$ 4,306,831	\$ 5,248,768	\$ 1,665,128	\$ 6,913,896

Exhibit F-3

Cumberland County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Courthouse and Jail Maintenance Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 38,404	\$ 39,881	\$ 39,881	\$ (1,477)
Other Local Revenues	5,590	5,149	5,149	441
Total Revenues	<u>\$ 43,994</u>	<u>\$ 45,030</u>	<u>\$ 45,030</u>	<u>\$ (1,036)</u>
<u>Expenditures</u>				
<u>General Government</u>				
County Buildings	\$ 216,330	\$ 78,000	\$ 227,820	\$ 11,490
<u>Other Operations</u>				
Other Charges	385	1,000	1,000	615
Total Expenditures	<u>\$ 216,715</u>	<u>\$ 79,000</u>	<u>\$ 228,820</u>	<u>\$ 12,105</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (172,721)</u>	<u>\$ (33,970)</u>	<u>\$ (183,790)</u>	<u>\$ 11,069</u>
Net Change in Fund Balance	\$ (172,721)	\$ (33,970)	\$ (183,790)	\$ 11,069
Fund Balance, July 1, 2022	<u>709,175</u>	<u>710,248</u>	<u>710,248</u>	<u>(1,073)</u>
Fund Balance, June 30, 2023	<u>\$ 536,454</u>	<u>\$ 676,278</u>	<u>\$ 526,458</u>	<u>\$ 9,996</u>

Exhibit F-4

Cumberland County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Drug Control Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Fines, Forfeitures, and Penalties	\$ 66,998	\$ 25,852	\$ 25,852	\$ 41,146
Total Revenues	\$ 66,998	\$ 25,852	\$ 25,852	\$ 41,146
<u>Expenditures</u>				
<u>Public Safety</u>				
Drug Enforcement	\$ 4,480	\$ 183,500	\$ 183,500	\$ 179,020
<u>Other Operations</u>				
Other Charges	228	300	300	72
Total Expenditures	\$ 4,708	\$ 183,800	\$ 183,800	\$ 179,092
Excess (Deficiency) of Revenues Over Expenditures	\$ 62,290	\$ (157,948)	\$ (157,948)	\$ 220,238
Net Change in Fund Balance	\$ 62,290	\$ (157,948)	\$ (157,948)	\$ 220,238
Fund Balance, July 1, 2022	343,193	277,544	277,544	65,649
Fund Balance, June 30, 2023	\$ 405,483	\$ 119,596	\$ 119,596	\$ 285,887

Exhibit F-5

Cumberland County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Highway/Public Works Fund
 For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 53,782	\$ 0	\$ 53,782	\$ 75,000	\$ 75,000	\$ (21,218)
Charges for Current Services	3,500	0	3,500	3,500	3,500	0
Other Local Revenues	35,474	0	35,474	200	200	35,274
State of Tennessee	5,322,113	0	5,322,113	5,619,057	5,619,057	(296,944)
Total Revenues	\$ 5,414,869	\$ 0	\$ 5,414,869	\$ 5,697,757	\$ 5,697,757	\$ (282,888)
Expenditures						
Highways						
Administration	\$ 179,077	\$ 0	\$ 179,077	\$ 209,356	\$ 209,956	\$ 30,879
Highway and Bridge Maintenance	1,947,006	14,030	1,961,036	3,424,853	3,486,418	1,525,382
Operation and Maintenance of Equipment	227,451	0	227,451	377,102	377,102	149,651
Other Charges	102,142	0	102,142	117,600	117,600	15,458
Employee Benefits	45,295	0	45,295	89,784	89,784	44,489
Capital Outlay	2,573,230	0	2,573,230	2,381,000	3,706,000	1,132,770
Total Expenditures	\$ 5,074,201	\$ 14,030	\$ 5,088,231	\$ 6,599,695	\$ 7,986,860	\$ 2,898,629
Excess (Deficiency) of Revenues Over Expenditures	\$ 340,668	\$ (14,030)	\$ 326,638	\$ (901,938)	\$ (2,289,103)	\$ 2,615,741
Net Change in Fund Balance	\$ 340,668	\$ (14,030)	\$ 326,638	\$ (901,938)	\$ (2,289,103)	\$ 2,615,741
Fund Balance, July 1, 2022	3,966,163	0	3,966,163	4,171,895	4,171,895	(205,732)
Fund Balance, June 30, 2023	\$ 4,306,831	\$ (14,030)	\$ 4,292,801	\$ 3,269,957	\$ 1,882,792	\$ 2,410,009

Major Governmental Fund

General Debt Service Fund

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

Exhibit G

Cumberland County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 8,272,229	\$ 8,146,273	\$ 8,146,273	\$ 125,956
Other Local Revenues	392	0	0	392
Other Governments and Citizens Groups	292,877	0	292,877	0
Total Revenues	<u>\$ 8,565,498</u>	<u>\$ 8,146,273</u>	<u>\$ 8,439,150</u>	<u>\$ 126,348</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 5,068,987	\$ 4,983,527	\$ 5,068,987	\$ 0
Education	2,745,156	2,320,000	2,773,209	28,053
<u>Interest on Debt</u>				
General Government	259,137	327,316	319,336	60,199
Education	1,586,098	1,811,744	1,824,337	238,239
<u>Other Debt Service</u>				
General Government	1,620,669	126,000	1,776,000	155,331
Total Expenditures	<u>\$ 11,280,047</u>	<u>\$ 9,568,587</u>	<u>\$ 11,761,869</u>	<u>\$ 481,822</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (2,714,549)</u>	<u>\$ (1,422,314)</u>	<u>\$ (3,322,719)</u>	<u>\$ 608,170</u>
Net Change in Fund Balance	\$ (2,714,549)	\$ (1,422,314)	\$ (3,322,719)	\$ 608,170
Fund Balance, July 1, 2022	<u>19,726,221</u>	<u>17,527,613</u>	<u>17,527,613</u>	<u>2,198,608</u>
Fund Balance, June 30, 2023	<u>\$ 17,011,672</u>	<u>\$ 16,105,299</u>	<u>\$ 14,204,894</u>	<u>\$ 2,806,778</u>

Custodial Funds

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

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

Delinquent Tax Custodial Fund – The Delinquent Tax Custodial Fund is used to account for funds received from the resale of county properties previously acquired through Chancery Court tax sales.

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.

Exhibit H-1

Cumberland County, Tennessee
Combining Statement of Net Position
Custodial Funds
June 30, 2023

	<u>Custodial Funds</u>			
	<u>Cities -</u>	<u>Delinquent</u>	<u>Constitu -</u>	
	<u>Sales</u>	<u>Tax -</u>	<u>tional</u>	
	<u>Tax</u>	<u>Custodial</u>	<u>Officers -</u>	<u>Total</u>
			<u>Custodial</u>	
<u>ASSETS</u>				
Cash	\$ 0	\$ 0	\$ 1,797,423	\$ 1,797,423
Equity in Pooled Cash and Investments	0	102,103	0	102,103
Due from Other Governments	2,297,627	0	0	2,297,627
Total Assets	<u>\$ 2,297,627</u>	<u>\$ 102,103</u>	<u>\$ 1,797,423</u>	<u>\$ 4,197,153</u>
<u>LIABILITIES</u>				
Due to Other Taxing Units	\$ 2,297,627	\$ 0	\$ 0	\$ 2,297,627
Total Liabilities	<u>\$ 2,297,627</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,297,627</u>
<u>NET POSITION</u>				
Restricted for Individuals, Organizations, and Other Governments	\$ 0	\$ 102,103	\$ 1,797,423	\$ 1,899,526
Total Net Position	<u>\$ 0</u>	<u>\$ 102,103</u>	<u>\$ 1,797,423</u>	<u>\$ 1,899,526</u>

Exhibit H-2

Cumberland County, Tennessee
Combining Statement of Changes in Net Position
Custodial Funds
For the Year Ended June 30, 2023

	Custodial Funds			
	Cities - Sales Tax	Delinquent Tax - Custodial	Constitu - tional Officers - Custodial	Total
<u>Additions</u>				
Sales Tax Collections for Other Governments	\$ 12,943,411	\$ 0	\$ 0	\$ 12,943,411
Delinquent Tax collected for Community Development	0	87,124	0	87,124
Fines/Fees and Other Collections	0	0	13,709,987	13,709,987
Total Additions	\$ 12,943,411	\$ 87,124	\$ 13,709,987	\$ 26,740,522
<u>Deductions</u>				
Payment of Sales Tax Collections for Other Governments	\$ 12,943,411	\$ 0	\$ 0	\$ 12,943,411
Payment of Delinquent Tax Expenses	0	8,518	0	8,518
Payments to State	0	0	8,499,705	8,499,705
Payments to Cities, Individuals, and Others	0	0	5,115,268	5,115,268
Total Deductions	\$ 12,943,411	\$ 8,518	\$ 13,614,973	\$ 26,566,902
Change in Net Position	\$ 0	\$ 78,606	\$ 95,014	\$ 173,620
Net Position July 1, 2022	\$ 0	\$ 23,497	\$ 1,702,409	\$ 1,725,906
Net Position June 30, 2023	\$ 0	\$ 102,103	\$ 1,797,423	\$ 1,899,526

Cumberland County School Department

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

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.

Exhibit I-1

Cumberland County, Tennessee
Statement of Activities
Discretely Presented Cumberland County School Department
For the Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions		Total Governmental Activities
Governmental Activities:					
Instruction	\$ 39,700,090	\$ 238,637	\$ 5,692,914	\$ 4,586,002	\$ (29,182,537)
Support Services	30,863,515	0	5,062,429	2,356	(25,798,730)
Operation of Non-Instructional Services	11,927,646	611,641	7,281,004	0	(4,035,001)
Interest on Long-term Debt	4,208	0	0	0	(4,208)
Total Governmental Activities	\$ 82,495,459	\$ 850,278	\$ 18,036,347	\$ 4,588,358	\$ (59,020,476)
General Revenues:					
Taxes:					
Property Taxes Levied for General Purposes					\$ 3,101,966
Local Option Sales Taxes					15,818,426
Mixed Drink Tax					72,289
Other Local Taxes					4,706
Grants and Contributions Not Restricted to Specific Programs					39,986,441
Unrestricted Investment Earnings					59,125
Miscellaneous					108,007
Sale of Equipment					18,919
Donation of Capital Assets					16,495
Total General Revenues					\$ 59,186,374
Insurance Recovery					\$ 22,851
Change in Net Position					\$ 188,749
Net Position, July 1, 2022					83,018,171
Net Position, June 30, 2023					\$ 83,206,920

Exhibit I-2

Cumberland County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Cumberland County School Department
June 30, 2023

	Major Funds			Nonmajor Fund	Total Governmental Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<u>ASSETS</u>					
Cash	\$ 0	\$ 0	\$ 500	\$ 977,528	\$ 978,028
Equity in Pooled Cash and Investments	9,494,335	618,602	2,456,238	0	12,569,175
Inventories	0	0	133,829	0	133,829
Accounts Receivable	11,508	0	57,933	684	70,125
Due from Other Governments	4,555,221	328,341	471,642	0	5,355,204
Property Taxes Receivable	2,094,800	0	0	0	2,094,800
Allowance for Uncollectible Property Taxes	(98,854)	0	0	0	(98,854)
Restricted Assets	678,265	0	0	0	678,265
Total Assets	<u>\$ 16,735,275</u>	<u>\$ 946,943</u>	<u>\$ 3,120,142</u>	<u>\$ 978,212</u>	<u>\$ 21,780,572</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 4,794	\$ 4,794
Accrued Payroll	17,858	1,737	68,538	0	88,133
Payroll Deductions Payable	174,389	9,752	1,953	0	186,094
Contracts Payable	1,785	0	0	0	1,785
Total Liabilities	<u>\$ 194,032</u>	<u>\$ 11,489</u>	<u>\$ 70,491</u>	<u>\$ 4,794</u>	<u>\$ 280,806</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 1,922,785	\$ 0	\$ 0	\$ 0	\$ 1,922,785
Deferred Delinquent Property Taxes	62,993	0	0	0	62,993
Other Deferred/Unavailable Revenue	1,434,099	0	0	0	1,434,099
Total Deferred Inflows of Resources	<u>\$ 3,419,877</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,419,877</u>

(Continued)

Exhibit I-2

Cumberland County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Cumberland County School Department (Cont.)

	Major Funds			Nonmajor Fund	Total Governmental Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<u>FUND BALANCES</u>					
Nonspendable:					
Inventory	\$ 0	\$ 0	\$ 133,829	\$ 0	\$ 133,829
Restricted:					
Restricted for Education	53,711	0	2,186,246	973,418	3,213,375
Restricted for Hybrid Retirement Stabilization Funds	678,265	0	0	0	678,265
Committed:					
Committed for Education	0	1,200,000	0	0	1,200,000
Assigned:					
Assigned for Education	2,421,014	0	729,576	0	3,150,590
Unassigned	9,968,376	(264,546)	0	0	9,703,830
Total Fund Balances	<u>\$ 13,121,366</u>	<u>\$ 935,454</u>	<u>\$ 3,049,651</u>	<u>\$ 973,418</u>	<u>\$ 18,079,889</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 16,735,275</u>	<u>\$ 946,943</u>	<u>\$ 3,120,142</u>	<u>\$ 978,212</u>	<u>\$ 21,780,572</u>

Exhibit I-3

Cumberland County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
Discretely Presented Cumberland County School Department
June 30, 2023

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)		\$ 18,079,889
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.		
Add: land	\$ 2,094,949	
Add: construction in progress	656,001	
Add: buildings and improvements net of accumulated depreciation	55,355,249	
Add: infrastructure net of accumulated depreciation	1,146,116	
Add: other capital assets net of accumulated depreciation	<u>4,109,232</u>	63,361,547
(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	\$ (137,789)	
Less: OPEB liability	(12,111,313)	
Less: net pension liability - agent plan	<u>(1,111,437)</u>	(13,360,539)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of pension and OPEB expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 10,981,752	
Less: deferred inflows of resources related to pensions	(1,529,942)	
Add: deferred outflows of resources related to OPEB	2,322,136	
Less: deferred inflows of resources related to OPEB	<u>(5,695,770)</u>	6,078,176
(4) Net pension assets of the pension plans are not current financial resources and therefore are not reported in the governmental funds.		
Add: net pension asset - teacher retirement plan	\$ 133,988	
Add: net pension asset - teacher legacy pension plan	<u>7,416,767</u>	7,550,755
(5) Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the governmental funds.		<u>1,497,092</u>
Net position of governmental activities (Exhibit A)		<u>\$ 83,206,920</u>

Exhibit I-4

Cumberland County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Cumberland County School Department
For the Year Ended June 30, 2023

	Major Funds			Nonmajor Fund	Total Governmental Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<u>Revenues</u>					
Local Taxes	\$ 18,994,496	\$ 0	\$ 0	\$ 0	\$ 18,994,496
Charges for Current Services	230,918	0	611,641	0	842,559
Other Local Revenues	186,148	0	37,247	2,639,954	2,863,349
State of Tennessee	39,661,704	189,025	43,350	0	39,894,079
Federal Government	448,544	13,299,089	6,094,766	0	19,842,399
Other Governments and Citizens Groups	5,000	0	60,617	0	65,617
Total Revenues	\$ 59,526,810	\$ 13,488,114	\$ 6,847,621	\$ 2,639,954	\$ 82,502,499
<u>Expenditures</u>					
Current:					
Instruction	\$ 35,405,702	\$ 6,231,273	\$ 0	\$ 0	\$ 41,636,975
Support Services	24,004,206	2,007,465	0	0	26,011,671
Operation of Non-Instructional Services	1,412,909	437,487	7,748,929	2,542,069	12,141,394
Capital Outlay	359,967	4,515,789	0	0	4,875,756
Debt Service:					
Principal on Debt	288,669	0	0	0	288,669
Interest on Debt	4,208	0	0	0	4,208
Total Expenditures	\$ 61,475,661	\$ 13,192,014	\$ 7,748,929	\$ 2,542,069	\$ 84,958,673
Excess (Deficiency) of Revenues					
Over Expenditures	\$ (1,948,851)	\$ 296,100	\$ (901,308)	\$ 97,885	\$ (2,456,174)
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 8,557	\$ 0	\$ 0	\$ 0	\$ 8,557
Insurance Recovery	22,851	0	0	0	22,851

(Continued)

Exhibit I-4

Cumberland County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Cumberland County School Department (Cont.)

	Major Funds			Nonmajor Fund	Total Governmental Funds
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<u>Other Financing Sources (Uses) (Cont.)</u>					
Transfers In	\$ 488,643	\$ 1,000,000	\$ 0	\$ 0	\$ 1,488,643
Transfers Out	(1,000,000)	(488,643)	0	0	(1,488,643)
<u>Total Other Financing Sources (Uses)</u>	<u>\$ (479,949)</u>	<u>\$ 511,357</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 31,408</u>
Net Change in Fund Balances	\$ (2,428,800)	\$ 807,457	\$ (901,308)	\$ 97,885	\$ (2,424,766)
Fund Balance, July 1, 2022	15,550,166	127,997	3,950,959	875,533	20,504,655
Fund Balance, June 30, 2023	\$ 13,121,366	\$ 935,454	\$ 3,049,651	\$ 973,418	\$ 18,079,889

Exhibit I-5

Cumberland County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities
Discretely Presented Cumberland County School Department
For the Year Ended June 30, 2023

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)		\$ (2,424,766)
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 2,317,231	
Less: current-year depreciation expense	<u>(2,194,571)</u>	122,660
(2) The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to decrease net position.		
Add: assets donated and capitalized	\$ 16,495	
Less: book value of capital assets disposed	<u>(19,436)</u>	(2,941)
(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, 2023	\$ 1,497,092	
Less: deferred delinquent property taxes and other deferred June 30, 2022	<u>(1,494,201)</u>	2,891
(4) The contributions of long-term debt (e.g., bonds, other loans) by the primary government provide current financial resources to governmental funds, while the contributions by the school department of the principal of long-term debt consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Add: principal contributions on other loans to primary government		260,616
(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 compensated absences payable	\$ (26,624)	
Change in net pension asset/liability - agent plan	(4,276,347)	
Change in net pension asset/liability - teacher retirement plan	(363,387)	
Change in net pension asset/liability - teacher legacy pension plan	(18,648,345)	
Change in deferred outflows related to pensions	(1,090,680)	
Change in deferred inflows related to pensions	26,195,138	
Change in OPEB liability	823,333	
Change in deferred outflows related to OPEB	(105,052)	
Change in deferred inflows related to OPEB	<u>(277,747)</u>	<u>2,230,289</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 188,749</u>

Exhibit I-6

Cumberland County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Cumberland County School Department
 General Purpose School Fund
 For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 18,994,496	\$ 0	\$ 0	\$ 18,994,496	\$ 18,991,772	\$ 18,991,772	\$ 2,724
Charges for Current Services	230,918	0	0	230,918	196,000	196,000	34,918
Other Local Revenues	186,148	0	0	186,148	216,000	629,199	(443,051)
State of Tennessee	39,661,704	0	0	39,661,704	38,690,087	45,993,259	(6,331,555)
Federal Government	448,544	0	0	448,544	0	401,544	47,000
Other Governments and Citizens Groups	5,000	0	0	5,000	5,000	10,000	(5,000)
Total Revenues	\$ 59,526,810	\$ 0	\$ 0	\$ 59,526,810	\$ 58,098,859	\$ 66,221,774	\$ (6,694,964)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 27,213,587	\$ 0	\$ 229,877	\$ 27,443,464	\$ 28,516,794	\$ 29,152,553	\$ 1,709,089
Alternative Instruction Program	272,679	0	0	272,679	340,501	340,501	67,822
Special Education Program	3,940,200	0	0	3,940,200	4,190,504	4,091,573	151,373
Career and Technical Education Program	3,405,556	0	45,686	3,451,242	3,572,393	9,843,051	6,391,809
Student Body Education Program	573,680	0	0	573,680	647,203	647,203	73,523
<u>Support Services</u>							
Attendance	198,498	0	0	198,498	211,782	211,782	13,284
Health Services	714,935	0	0	714,935	733,330	753,277	38,342
Other Student Support	1,388,514	0	0	1,388,514	1,854,042	1,886,367	497,853
Regular Instruction Program	1,171,043	0	0	1,171,043	1,224,076	1,224,076	53,033
Special Education Program	811,249	0	0	811,249	777,709	879,642	68,393
Career and Technical Education Program	428,246	0	0	428,246	418,078	452,578	24,332
Technology	1,429,195	0	0	1,429,195	1,441,550	1,501,550	72,355
Other Programs	237,693	0	0	237,693	0	237,693	0
Board of Education	942,286	0	0	942,286	1,121,950	1,091,950	149,664
Director of Schools	279,723	0	37,500	317,223	297,811	335,561	18,338
Office of the Principal	4,351,406	0	0	4,351,406	4,511,649	4,551,960	200,554
Fiscal Services	142,975	0	0	142,975	202,296	177,296	34,321
Human Services/Personnel	177,587	0	0	177,587	203,126	208,016	30,429

(Continued)

Exhibit I-6

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

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Operation of Plant	\$ 5,039,745	\$ 0	\$ 2,833	\$ 5,042,578	\$ 5,634,530	\$ 5,651,345	\$ 608,767
Maintenance of Plant	3,182,562	(1,143,181)	1,197,032	3,236,413	3,771,325	3,856,605	620,192
Transportation	3,508,549	(456,900)	416,805	3,468,454	3,637,152	3,788,889	320,435
<u>Operation of Non-Instructional Services</u>							
Community Services	184,446	0	53,701	238,147	172,962	287,153	49,006
Early Childhood Education	1,228,463	(8,800)	0	1,219,663	1,294,093	1,269,593	49,930
<u>Capital Outlay</u>							
Regular Capital Outlay	359,967	(63,726)	437,580	733,821	240,000	697,559	(36,262)
<u>Principal on Debt</u>							
Education	288,669	0	0	288,669	288,372	288,669	0
<u>Interest on Debt</u>							
Education	4,208	0	0	4,208	4,524	4,227	19
Total Expenditures	\$ 61,475,661	\$ (1,672,607)	\$ 2,421,014	\$ 62,224,068	\$ 65,307,752	\$ 73,430,669	\$ 11,206,601
Excess (Deficiency) of Revenues Over Expenditures							
	\$ (1,948,851)	\$ 1,672,607	\$ (2,421,014)	\$ (2,697,258)	\$ (7,208,893)	\$ (7,208,895)	\$ 4,511,637
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 8,557	\$ 0	\$ 0	\$ 8,557	\$ 0	\$ 0	\$ 8,557
Insurance Recovery	22,851	0	0	22,851	0	0	22,851
Transfers In	488,643	0	0	488,643	0	0	488,643
Transfers Out	(1,000,000)	0	0	(1,000,000)	(1,000,000)	(1,000,000)	0
Total Other Financing Sources	\$ (479,949)	\$ 0	\$ 0	\$ (479,949)	\$ (1,000,000)	\$ (1,000,000)	\$ 520,051
Net Change in Fund Balance							
Fund Balance, July 1, 2022	\$ (2,428,800)	\$ 1,672,607	\$ (2,421,014)	\$ (3,177,207)	\$ (8,208,893)	\$ (8,208,895)	\$ 5,031,688
	15,550,166	(1,672,607)	0	13,877,559	12,361,179	12,361,179	1,516,380
Fund Balance, June 30, 2023	\$ 13,121,366	\$ 0	\$ (2,421,014)	\$ 10,700,352	\$ 4,152,286	\$ 4,152,284	\$ 6,548,068

Exhibit I-7

Cumberland County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Cumberland County School Department
 School Federal Projects Fund
 For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
Revenues							
State of Tennessee	\$ 189,025	\$ 0	\$ 0	\$ 189,025	\$ 179,408	\$ 265,899	\$ (76,874)
Federal Government	13,299,089	0	0	13,299,089	27,073,480	28,852,965	(15,553,876)
Total Revenues	\$ 13,488,114	\$ 0	\$ 0	\$ 13,488,114	\$ 27,252,888	\$ 29,118,864	\$ (15,630,750)
Expenditures							
Instruction							
Regular Instruction Program	\$ 4,099,553	\$ (6,241)	\$ 0	\$ 4,093,312	\$ 7,178,774	\$ 6,245,805	\$ 2,152,493
Special Education Program	1,587,389	0	0	1,587,389	1,758,484	1,959,833	372,444
Career and Technical Education Program	544,331	0	0	544,331	603,138	544,331	0
Support Services							
Health Services	2,661	0	0	2,661	9,303	8,323	5,662
Other Student Support	140,789	0	0	140,789	167,809	267,579	126,790
Regular Instruction Program	1,144,064	(2,098)	0	1,141,966	891,556	1,376,794	234,828
Special Education Program	569,025	0	0	569,025	293,140	849,390	280,365
Career and Technical Education Program	9,957	0	0	9,957	8,219	9,957	0
Fiscal Services	90,425	0	0	90,425	131,892	183,255	92,830
Transportation	50,544	(85,789)	129,878	94,633	148,879	232,770	138,137
Operation of Non-Instructional Services							
Community Services	437,487	0	0	437,487	670,825	788,734	351,247
Capital Outlay							
Regular Capital Outlay	4,515,789	(562,068)	11,660,155	15,613,876	15,381,902	16,206,655	592,779
Total Expenditures	\$ 13,192,014	\$ (656,196)	\$ 11,790,033	\$ 24,325,851	\$ 27,243,921	\$ 28,673,426	\$ 4,347,575
Excess (Deficiency) of Revenues Over Expenditures							
	\$ 296,100	\$ 656,196	\$ (11,790,033)	\$ (10,837,737)	\$ 8,967	\$ 445,438	\$ (11,283,175)
Other Financing Sources (Uses)							
Transfers In	\$ 1,000,000	\$ 0	\$ 0	\$ 1,000,000	\$ 0	\$ 1,000,000	\$ 0
Transfers Out	(488,643)	0	0	(488,643)	(8,970)	(490,643)	2,000
Total Other Financing Sources	\$ 511,357	\$ 0	\$ 0	\$ 511,357	\$ (8,970)	\$ 509,357	\$ 2,000
Net Change in Fund Balance							
Fund Balance, July 1, 2022	\$ 807,457	\$ 656,196	\$ (11,790,033)	\$ (10,326,380)	\$ (3)	\$ 954,795	\$ (11,281,175)
	127,997	(656,196)	0	(528,199)	3	0	(528,199)
Fund Balance, June 30, 2023	\$ 935,454	\$ 0	\$ (11,790,033)	\$ (10,854,579)	\$ 0	\$ 954,795	\$ (11,809,374)

Exhibit I-8

Cumberland County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Cumberland County School Department
 Central Cafeteria Fund
 For the Year Ended June 30, 2023

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2022	Add: Encumbrances 6/30/2023	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 611,641	\$ 0	\$ 0	\$ 611,641	\$ 448,055	\$ 448,055	\$ 163,586
Other Local Revenues	37,247	0	0	37,247	14,400	14,400	22,847
State of Tennessee	43,350	0	0	43,350	57,500	57,500	(14,150)
Federal Government	6,094,766	0	0	6,094,766	7,589,340	8,061,516	(1,966,750)
Other Governments and Citizens Groups	60,617	0	0	60,617	0	60,617	0
Total Revenues	<u>\$ 6,847,621</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 6,847,621</u>	<u>\$ 8,109,295</u>	<u>\$ 8,642,088</u>	<u>\$ (1,794,467)</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 7,748,929	\$ (175,711)	\$ 729,576	\$ 8,302,794	\$ 9,469,095	\$ 10,001,888	\$ 1,699,094
Total Expenditures	<u>\$ 7,748,929</u>	<u>\$ (175,711)</u>	<u>\$ 729,576</u>	<u>\$ 8,302,794</u>	<u>\$ 9,469,095</u>	<u>\$ 10,001,888</u>	<u>\$ 1,699,094</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (901,308)</u>	<u>\$ 175,711</u>	<u>\$ (729,576)</u>	<u>\$ (1,455,173)</u>	<u>\$ (1,359,800)</u>	<u>\$ (1,359,800)</u>	<u>\$ (95,373)</u>
Net Change in Fund Balance	\$ (901,308)	\$ 175,711	\$ (729,576)	\$ (1,455,173)	\$ (1,359,800)	\$ (1,359,800)	\$ (95,373)
Fund Balance, July 1, 2022	<u>3,950,959</u>	<u>(175,711)</u>	<u>0</u>	<u>3,775,248</u>	<u>3,495,923</u>	<u>3,495,923</u>	<u>279,325</u>
Fund Balance, June 30, 2023	<u>\$ 3,049,651</u>	<u>\$ 0</u>	<u>\$ (729,576)</u>	<u>\$ 2,320,075</u>	<u>\$ 2,136,123</u>	<u>\$ 2,136,123</u>	<u>\$ 183,952</u>

Cumberland County Railroad Authority

This section presents combining and individual fund financial statements for the Cumberland County Railroad Authority, a discretely presented component unit. The Cumberland County Railroad Authority uses only one fund, a General Fund.

General Fund – The General Fund is used to account for the general operations of the railroad authority.

Exhibit J-1

Cumberland County, Tennessee
Statement of Net Position and Governmental Fund Balance Sheet
Discretely Presented Cumberland County Railroad Authority
June 30, 2023

	General Fund	Adjustments	Statement of Net Position
<u>ASSETS</u>			
Equity in Pooled Cash and Investments	\$ 74,304	\$ 0	\$ 74,304
Accounts Receivable	101,276	0	101,276
Due from Other Governments	115,142	0	115,142
Total Assets	<u>\$ 290,722</u>	<u>\$ 0</u>	<u>\$ 290,722</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 90,001	\$ 0	\$ 90,001
Contracts Payable	127,935		127,935
Total Liabilities	<u>\$ 217,936</u>	<u>\$ 0</u>	<u>\$ 217,936</u>
<u>LIABILITIES AND FUND BALANCE/ NET POSITION</u>			
<u>Fund Balances</u>			
Unassigned	\$ 72,786	\$ (72,786)	\$ 0
Total Fund Balances	<u>\$ 72,786</u>	<u>\$ (72,786)</u>	<u>\$ 0</u>
Total Liabilities and Fund Balances	<u>\$ 290,722</u>		
Net Position:			
Unrestricted		<u>\$ 72,786</u>	<u>\$ 72,786</u>
Total Net Position		<u>\$ 0</u>	<u>\$ 72,786</u>

Exhibit J-2

Cumberland County, Tennessee
Statement of Activities and Governmental Fund Revenues, Expenditures,
and Changes in Fund Balance/Net Position
Discretely Presented Cumberland County Railroad Authority
For the Year Ended June 30, 2023

	General Fund	Adjustments	Statement of Activities
Expenditures/Expenses:			
Capital Projects	\$ 610,759	\$ 0	\$ 610,759
Total Expenditures/Expenses	\$ 610,759	\$ 0	\$ 610,759
Revenues:			
Total Revenues	\$ 610,700	\$ 0	\$ 610,700
Net Program Expense			\$ 59
Excess of Revenues Over Expenditures	\$ (59)	\$ 0	\$ (59)
Change in Net Position	0	0	0
Fund Balance/Net Position:			
July 1, 2022	72,845	0	72,845
June 30, 2023	\$ 72,786	\$ 0	\$ 72,786

Exhibit J-3

Cumberland County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Cumberland County Railroad Authority
General Fund
For the Year Ended June 30, 2023

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
State of Tennessee	\$ 442,712	\$ 455,598	\$ 455,598	\$ (12,886)
Other Governments and Citizens Groups	167,988	182,895	182,895	(14,907)
Total Revenues	<u>\$ 610,700</u>	<u>\$ 638,493</u>	<u>\$ 638,493</u>	<u>\$ (27,793)</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
Other General Government Projects	\$ 610,759	\$ 639,493	\$ 639,493	\$ 28,734
Total Expenditures	<u>\$ 610,759</u>	<u>\$ 639,493</u>	<u>\$ 639,493</u>	<u>\$ 28,734</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (59)</u>	<u>\$ (1,000)</u>	<u>\$ (1,000)</u>	<u>\$ 941</u>
Net Change in Fund Balance	\$ (59)	\$ (1,000)	\$ (1,000)	\$ 941
Fund Balance, July 1, 2022	<u>72,845</u>	<u>72,845</u>	<u>72,845</u>	<u>0</u>
Fund Balance, June 30, 2023	<u>\$ 72,786</u>	<u>\$ 71,845</u>	<u>\$ 71,845</u>	<u>\$ 941</u>

MISCELLANEOUS SCHEDULES

Exhibit K-1

Cumberland County, Tennessee
Schedule of Changes in Long-term Bonds, Notes, and Other Loans
For the Year Ended June 30, 2023

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-22	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-23
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Refunding Bonds, Series 2021	\$ 3,029,000	0.85 %	8-10-21	6-1-28	\$ 2,596,000	\$ 0	\$ 433,000	\$ 2,163,000
General Obligation School Bonds, Series 2018	4,625,000	2 to 3.25	4-10-18	6-1-37	3,705,000	0	200,000	3,505,000
General Obligation School Bonds, Series 2017	8,000,000	2 to 3.25	12-15-17	6-1-37	6,190,000	0	340,000	5,850,000
Total Bonds Payable					<u>\$ 12,491,000</u>	<u>\$ 0</u>	<u>\$ 973,000</u>	<u>\$ 11,518,000</u>
<u>NOTES PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Capital Outlay Note, Series 2020	1,550,000	0	12-17-20	12-17-22	\$ 500,000	\$ 0	\$ 500,000	\$ 0
General Obligation Capital Outlay Note, Series 2022	2,945,527	3	2-15-23	2-15-23		2,945,527	2,945,527	0
General Obligation Capital Outlay Note, Series 2023	1,250,000	3	6-20-23	6-21-23	0	1,250,000	1,250,000	0
Total Notes Payable					<u>\$ 500,000</u>	<u>\$ 4,195,527</u>	<u>\$ 4,695,527</u>	<u>\$ 0</u>
<u>OTHER LOANS PAYABLE</u>								
<u>Public Building Authority Loan Agreements</u>								
<u>Payable through General Debt Service Fund</u>								
Refunding - Series E-3-A	20,615,000	Variable	7-31-08	6-1-27	\$ 5,280,000	\$ 0	\$ 940,000	\$ 4,340,000
Refunding - Series VII-B-2	28,300,000	Variable	11-20-08	6-1-39	26,110,000	0	945,000	25,165,000
Refunding - Series VII-F-1	5,100,000	Variable	11-19-09	6-1-31	5,100,000	0	0	5,100,000
<u>Energy Efficiency Loans</u>								
<u>Payable by School Department Contributions from the General Purpose School Fund to the General Debt Service Fund</u>								
Energy Efficiency Loans	3,000,000	2.5	6-20-11	6-30-23	260,616	0	260,616	0
Total Other Loans Payable					<u>\$ 36,750,616</u>	<u>\$ 0</u>	<u>\$ 2,145,616</u>	<u>\$ 34,605,000</u>

Exhibit K-2

Cumberland County, Tennessee
Schedule of Long-term Debt Requirements by Year

Year Ending June 30	Bonds		
	Principal	Interest	Total
2024	\$ 988,000	\$ 295,079	\$ 1,283,079
2025	1,003,000	276,662	1,279,662
2026	1,018,000	257,844	1,275,844
2027	1,032,000	237,163	1,269,163
2028	1,052,000	216,053	1,268,053
2029	635,000	195,731	830,731
2030	655,000	178,681	833,681
2031	670,000	159,031	829,031
2032	695,000	138,931	833,931
2033	710,000	118,081	828,081
2034	735,000	96,781	831,781
2035	755,000	74,388	829,388
2036	775,000	51,025	826,025
2037	795,000	25,838	820,838
Total	\$ 11,518,000	\$ 2,321,288	\$ 13,839,288

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2024	\$ 1,940,000	\$ 1,658,309	\$ 83,370	\$ 3,681,679
2025	2,045,000	1,565,352	79,008	3,689,360
2026	2,160,000	1,467,363	74,411	3,701,774
2027	2,245,000	1,363,863	69,558	3,678,421
2028	2,240,000	1,256,289	64,525	3,560,814
2029	2,355,000	1,148,743	59,196	3,562,939
2030	2,470,000	1,035,674	53,595	3,559,269
2031	2,545,000	917,083	47,721	3,509,804
2032	2,620,000	794,881	41,679	3,456,560
2033	1,755,000	669,462	35,102	2,459,564
2034	1,805,000	585,450	30,697	2,421,147
2035	1,880,000	499,045	26,167	2,405,212
2036	1,980,000	409,049	21,448	2,410,497
2037	2,080,000	314,267	16,478	2,410,745
2038	2,205,000	214,697	11,257	2,430,954
2039	2,280,000	109,144	5,723	2,394,867
Total	\$ 34,605,000	\$ 14,008,671	\$ 719,935	\$ 49,333,606

Exhibit K-3

Cumberland County, Tennessee
Schedule of Notes Receivable
For the Year Ended June 30, 2023

<u>Description</u>	<u>Debtor</u>	<u>Original Amount of Notes</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance 6-30-23</u>
<u>Courthouse and Jail Maintenance Fund</u>						
Health Department Building	JPJG Properties	\$ 349,000	4-18-16	6-1-26	4%	<u>\$ 119,660</u>
Total						<u><u>\$ 119,660</u></u>

Exhibit K-4

Cumberland County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Cumberland County School Department
For the Year Ended June 30, 2023

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
Other General Government	Special Purpose	Capital Projects	<u>\$ 10,000,000</u>
Total Transfers Primary Government			<u>\$ 10,000,000</u>
<u>DISCRETELY PRESENTED CUMBERLAND COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	\$ 488,643
General Purpose School	School Federal Projects	Cash flow	<u>1,000,000</u>
Total Transfers Discretely Presented Cumberland County School Department			<u>\$ 1,488,643</u>

Cumberland County, Tennessee
 Schedule of Salaries and Official Bonds of Principal Officials
 Primary Government and Discretely Presented Cumberland County School Department
 For the Year Ended June 30, 2023

Official		Authorization	Bond	Surety
County Mayor		Section 8-24-102, TCA	\$ (1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 112,246</u>			
Road Superintendent - Scott Blaylock (7/1/22-8/31/23)		Section 8-24-102, TCA	(1)	"
Base salary/Total compensation	<u>\$ 17,817</u>			
Road Superintendent - Stanley Hall (9/1/22-6/30/23)		Section 8-24-102, TCA	(1)	"
Base salary/Total compensation	<u>\$ 89,084</u>			
Total Road Superintendent's compensation	<u>\$ 106,901</u>			
Director of Schools		State Board of Education and County Board of Education	100,000	Auto - Owners (Mutual) Insurance Company
Base salary/Total compensation	<u>\$ 107,000</u>			
Finance Director		County Commission	(1)	Local Government Insurance Pool
Base salary	\$ 97,183			
Longevity	3,887			
Total compensation	<u>\$ 101,070</u>			
Trustee		Section 8-24-102, TCA	2,772,023	Travelers Casualty and Surety Company of America
Base salary/Total compensation	<u>\$ 97,183</u>			
Assessor of Property		Section 8-24-102, TCA	(1)	Local Government Insurance Pool
Base salary/Total compensation	<u>\$ 97,183</u>			
County Clerk		Section 8-24-102, TCA	(1)	"
Base salary/Total compensation	<u>\$ 97,183</u>			
Circuit and General Sessions Courts Clerk		Section 8-24-102, TCA	(1)	"
Base salary/Total compensation	<u>\$ 97,183</u>			
Clerk and Master		Section 8-24-102, TCA	(1)	"
Base salary	\$ 97,183			
Special commissioner fees	1,890			
Total compensation	<u>99,073</u>			

(Continued)

Cumberland County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Cumberland County School Department (Cont.)

Official		Authorization	Bond	Surety
Register of Deeds - Judy Graham Swallows (7/1/22-8/31/22)		Section 8-24-102, <i>TCA</i>	(1)	Local Government Insurance Pool
Base salary/Total compensation	\$ 16,197			
Register of Deeds - Trey Kerley (9/1/22-6/30/23)		Section 8-24-102, <i>TCA</i>	(1)	"
Base salary/Total compensation	\$ 80,986			
Total Register of Deeds compensation	<u>\$ 97,183</u>			
Sheriff		Section 8-24-102, <i>TCA</i>	(1)	"
Base salary	\$ 106,901			
Law enforcement training supplement	800			
Total compensation	<u>\$ 107,701</u>			
Employee Blanket Bonds				
Public Employee Dishonesty - County Departments			400,000	Local Government Insurance Pool
Public Employee Dishonesty - School Department			400,000	Tennessee Risk Management Trust

(1) Covered by the employee insurance policy pursuant to Section 8-19-101, *TCA*.

Exhibit K-6

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
For the Year Ended June 30, 2023

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 15,035,548	\$ 0	\$ 2,688,812	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	341,812	0	75,658	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	131,695	0	28,903	0	0	0
Interest and Penalty	139,060	0	30,117	0	0	0
Payments in-Lieu-of Taxes - Other	148,607	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	1,552,414	0	0	0	0	0
Hotel/Motel Tax	1,323,045	0	0	0	0	0
Litigation Tax - General	64,698	0	0	0	0	0
Litigation Tax - Special Purpose	11,585	38,404	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Business Tax	1,347,379	0	0	0	0	0
Mixed Drink Tax	50,560	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	53,782
Other County Local Option Taxes	5,633	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	247,920	0	0	0	0	0
Wholesale Beer Tax	404,039	0	0	0	0	0
Other Statutory Local Taxes	6,180	0	0	0	0	0
Total Local Taxes	\$ 20,810,175	\$ 38,404	\$ 2,823,490	\$ 0	\$ 0	\$ 53,782
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Animal Vaccination	\$ 152,632	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Cable TV Franchise	315,814	0	0	0	0	0

(Continued)

Exhibit K-6

Cumberland County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 2,612	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 471,058	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 1,599	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Officers Costs	5,096	0	0	0	0	0
Drug Court Fees	2,489	0	0	0	0	0
Veterans Treatment Court Fees	1,538	0	0	0	0	0
Jail Fees	1,480	0	0	0	0	0
DUI Treatment Fines	1,237	0	0	0	0	0
Data Entry Fee - Circuit Court	3,486	0	0	0	0	0
Courtroom Security Fee	17	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	20,280	0	0	0	0	0
Officers Costs	49,256	0	0	0	0	0
Game and Fish Fines	2,149	0	0	0	0	0
Drug Court Fees	3,855	0	0	0	0	0
Veterans Treatment Court Fees	2,671	0	0	0	0	0
Jail Fees	5,468	0	0	0	0	0
DUI Treatment Fines	11,408	0	0	0	0	0
Data Entry Fee - General Sessions Court	25,496	0	0	0	0	0
Courtroom Security Fee	1,310	0	0	0	0	0
<u>Juvenile Court</u>						
Fines	147	0	0	0	0	0

(Continued)

Exhibit K-6

Cumberland County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Chancery Court</u>						
Officers Costs	\$ 12,856	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Data Entry Fee - Chancery Court	15,005	0	0	0	0	0
Courtroom Security Fee	27	0	0	0	0	0
<u>Other Courts - In-county</u>						
Drug Control Fines	0	0	0	27,251	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Proceeds from Confiscated Property	0	0	0	39,747	0	0
Total Fines, Forfeitures, and Penalties	\$ 166,870	\$ 0	\$ 0	\$ 66,998	\$ 0	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Tipping Fees	\$ 0	\$ 0	\$ 18,097	\$ 0	\$ 0	\$ 0
Surcharge - Waste Tire Disposal	0	0	65,097	0	0	0
Patient Charges	4,377,102	0	0	0	0	0
Other General Service Charges	0	0	0	0	0	3,500
<u>Fees</u>						
Copy Fees	563	0	0	0	0	0
Library Fees	14,792	0	0	0	0	0
Archives and Records Management Fee	90,522	0	0	0	0	0
Greenbelt Late Application Fee	550	0	0	0	0	0
Telephone Commissions	46,028	0	0	0	0	0
Data Processing Fee - Register	33,768	0	0	0	0	0
Data Processing Fee - Sheriff	16,328	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	3,850	0	0	0	0	0
Data Processing Fee - County Clerk	1,833	0	0	0	0	0

(Continued)

Exhibit K-6

Cumberland County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works
<u>Charges for Current Services (Cont.)</u>						
<u>Education Charges</u>						
TBI Criminal Background Fee	\$ 4,275	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Charges for Current Services	\$ 4,589,611	\$ 0	\$ 83,194	\$ 0	\$ 0	\$ 3,500
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 144,852	\$ 5,590	\$ 0	\$ 0	\$ 9,184	\$ 0
Lease/Rentals	50,589	0	0	0	0	0
Commissary Sales	19,678	0	0	0	0	0
Sale of Recycled Materials	0	0	396,579	0	0	5,787
E-Rate Funding	2,985	0	0	0	0	0
Miscellaneous Refunds	96,243	0	40	0	0	1,777
<u>Nonrecurring Items</u>						
Sale of Equipment	0	0	0	0	0	27,910
Sale of Property	0	0	31,750	0	0	0
Total Other Local Revenues	\$ 314,347	\$ 5,590	\$ 428,369	\$ 0	\$ 9,184	\$ 35,474
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 670,535	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	150,982	0	0	0	0	0
General Sessions Court Clerk	296,475	0	0	0	0	0
Clerk and Master	369,082	0	0	0	0	0
Register	431,343	0	0	0	0	0
Sheriff	16,672	0	0	0	0	0
Trustee	1,058,194	0	0	0	0	0
Total Fees Received From County Officials	\$ 2,993,283	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit K-6

Cumberland County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	0
Other General Government Grants	22,750	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	53,800	0	0	0	0	0
Other Public Safety Grants	39,638	0	0	0	0	0
<u>Health and Welfare Grants</u>						
Health Department Programs	808,726	0	0	0	0	0
Other Health and Welfare Grants	94,984	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	0	1,172,136
State Aid Program	0	0	0	0	0	877,888
Litter Program	0	0	62,195	0	0	0
<u>Other State Revenues</u>						
Income Tax	393	0	0	0	0	0
Vehicle Certificate of Title Fees	90,066	0	0	0	0	0
Alcoholic Beverage Tax	159,212	0	0	0	0	0
Opioid Settlement Funds - TN Abatement Council	294,694	0	0	0	0	0
State Revenue Sharing - T.V.A.	1,225,041	0	0	0	0	0
State Revenue Sharing - Telecommunications	125,475	0	0	0	0	0
State Shared Sports Gaming Privilege Tax	77,983	0	0	0	0	0
Contracted Prisoner Boarding	425,580	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	3,231,575
Petroleum Special Tax	0	0	0	0	0	40,514
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	384,783	0	0	0	0	0

(Continued)

Exhibit K-6

Cumberland County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Courthouse and Jail Maintenance	Solid Waste / Sanitation	Drug Control	Other General Government Fund	Highway / Public Works
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Other State Revenues	\$ 9,584	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total State of Tennessee	\$ 3,836,873	\$ 0	\$ 62,195	\$ 0	\$ 0	\$ 5,322,113
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 378,098	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
COVID-19 Grant #5	250,496	0	0	0	0	0
American Rescue Plan Act Grant #1	0	0	0	0	10,000,000	0
Other Federal through State	22,852	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	31,238	0	0	0	0	0
Total Federal Government	\$ 682,684	\$ 0	\$ 0	\$ 0	\$ 10,000,000	\$ 0
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 149,797	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Contracted Services	102,501	0	2,865	0	0	0
<u>Citizens Groups</u>						
Donations	365,200	0	0	0	0	0
<u>Other</u>						
Opioid Settlement Funds - Past Remediation	165,923	0	0	0	0	0
Total Other Governments and Citizens Groups	\$ 783,421	\$ 0	\$ 2,865	\$ 0	\$ 0	\$ 0
Total	\$ 34,648,322	\$ 43,994	\$ 3,400,113	\$ 66,998	\$ 10,009,184	\$ 5,414,869

(Continued)

Exhibit K-6

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Debt Service</u> <u>Fund</u>	
	General Debt Service	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 4,091,542	\$ 21,815,902
Trustee's Collections - Prior Year	115,468	532,938
Circuit Clerk/Clerk and Master Collections - Prior Years	48,480	209,078
Interest and Penalty	48,269	217,446
Payments in-Lieu-of Taxes - Other	0	148,607
<u>County Local Option Taxes</u>		
Local Option Sales Tax	3,756,919	5,309,333
Hotel/Motel Tax	0	1,323,045
Litigation Tax - General	0	64,698
Litigation Tax - Special Purpose	0	49,989
Litigation Tax - Jail, Workhouse, or Courthouse	211,551	211,551
Business Tax	0	1,347,379
Mixed Drink Tax	0	50,560
Mineral Severance Tax	0	53,782
Other County Local Option Taxes	0	5,633
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	247,920
Wholesale Beer Tax	0	404,039
Other Statutory Local Taxes	0	6,180
Total Local Taxes	<u>\$ 8,272,229</u>	<u>\$ 31,998,080</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Animal Vaccination	\$ 0	\$ 152,632
Cable TV Franchise	0	315,814

(Continued)

Exhibit K-6

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Debt Service</u> <u>Fund</u>	
	General Debt Service	Total
<u>Licenses and Permits (Cont.)</u>		
<u>Permits</u>		
Beer Permits	\$ 0	\$ 2,612
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 471,058</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 1,599
Officers Costs	0	5,096
Drug Court Fees	0	2,489
Veterans Treatment Court Fees	0	1,538
Jail Fees	0	1,480
DUI Treatment Fines	0	1,237
Data Entry Fee - Circuit Court	0	3,486
Courtroom Security Fee	0	17
<u>General Sessions Court</u>		
Fines	0	20,280
Officers Costs	0	49,256
Game and Fish Fines	0	2,149
Drug Court Fees	0	3,855
Veterans Treatment Court Fees	0	2,671
Jail Fees	0	5,468
DUI Treatment Fines	0	11,408
Data Entry Fee - General Sessions Court	0	25,496
Courtroom Security Fee	0	1,310
<u>Juvenile Court</u>		
Fines	0	147

(Continued)

Exhibit K-6

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Debt Service</u> <u>Fund</u>	
	General Debt Service	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>		
<u>Chancery Court</u>		
Officers Costs	\$ 0	\$ 12,856
Data Entry Fee - Chancery Court	0	15,005
Courtroom Security Fee	0	27
<u>Other Courts - In-county</u>		
Drug Control Fines	0	27,251
<u>Other Fines, Forfeitures, and Penalties</u>		
Proceeds from Confiscated Property	0	39,747
Total Fines, Forfeitures, and Penalties	<u>\$ 0</u>	<u>\$ 233,868</u>
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Tipping Fees	\$ 0	\$ 18,097
Surcharge - Waste Tire Disposal	0	65,097
Patient Charges	0	4,377,102
Other General Service Charges	0	3,500
<u>Fees</u>		
Copy Fees	0	563
Library Fees	0	14,792
Archives and Records Management Fee	0	90,522
Greenbelt Late Application Fee	0	550
Telephone Commissions	0	46,028
Data Processing Fee - Register	0	33,768
Data Processing Fee - Sheriff	0	16,328
Sexual Offender Registration Fee - Sheriff	0	3,850
Data Processing Fee - County Clerk	0	1,833

(Continued)

Exhibit K-6

Cumberland County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Debt Service Fund</u>	
	General Debt Service	Total
<u>Charges for Current Services (Cont.)</u>		
<u>Education Charges</u>		
TBI Criminal Background Fee	\$ 0	\$ 4,275
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 4,676,305</u>
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 392	\$ 160,018
Lease/Rentals	0	50,589
Commissary Sales	0	19,678
Sale of Recycled Materials	0	402,366
E-Rate Funding	0	2,985
Miscellaneous Refunds	0	98,060
<u>Nonrecurring Items</u>		
Sale of Equipment	0	27,910
Sale of Property	0	31,750
Total Other Local Revenues	<u>\$ 392</u>	<u>\$ 793,356</u>
<u>Fees Received From County Officials</u>		
<u>Fees In-Lieu-of Salary</u>		
County Clerk	\$ 0	\$ 670,535
Circuit Court Clerk	0	150,982
General Sessions Court Clerk	0	296,475
Clerk and Master	0	369,082
Register	0	431,343
Sheriff	0	16,672
Trustee	0	1,058,194
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 2,993,283</u>

(Continued)

Exhibit K-6

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Debt Service</u> <u>Fund</u>	
	General Debt Service	Total
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 9,000
Other General Government Grants	0	22,750
<u>Public Safety Grants</u>		
Law Enforcement Training Programs	0	53,800
Other Public Safety Grants	0	39,638
<u>Health and Welfare Grants</u>		
Health Department Programs	0	808,726
Other Health and Welfare Grants	0	94,984
<u>Public Works Grants</u>		
Bridge Program	0	1,172,136
State Aid Program	0	877,888
Litter Program	0	62,195
<u>Other State Revenues</u>		
Income Tax	0	393
Vehicle Certificate of Title Fees	0	90,066
Alcoholic Beverage Tax	0	159,212
Opioid Settlement Funds - TN Abatement Council	0	294,694
State Revenue Sharing - T.V.A.	0	1,225,041
State Revenue Sharing - Telecommunications	0	125,475
State Shared Sports Gaming Privilege Tax	0	77,983
Contracted Prisoner Boarding	0	425,580
Gasoline and Motor Fuel Tax	0	3,231,575
Petroleum Special Tax	0	40,514
Registrar's Salary Supplement	0	15,164
Other State Grants	0	384,783

(Continued)

Exhibit K-6

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Debt Service Fund</u>	
	General Debt Service	Total
<u>State of Tennessee (Cont.)</u>		
<u>Other State Revenues (Cont.)</u>		
Other State Revenues	\$ 0	\$ 9,584
Total State of Tennessee	<u>\$ 0</u>	<u>\$ 9,221,181</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Community Development	\$ 0	\$ 378,098
COVID-19 Grant #5	0	250,496
American Rescue Plan Act Grant #1	0	10,000,000
Other Federal through State	0	22,852
<u>Direct Federal Revenue</u>		
Other Direct Federal Revenue	0	31,238
Total Federal Government	<u>\$ 0</u>	<u>\$ 10,682,684</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 292,877	\$ 442,674
Contracted Services	0	105,366
<u>Citizens Groups</u>		
Donations	0	365,200
<u>Other</u>		
Opioid Settlement Funds - Past Remediation	0	165,923
Total Other Governments and Citizens Groups	<u>\$ 292,877</u>	<u>\$ 1,079,163</u>
Total	<u>\$ 8,565,498</u>	<u>\$ 62,148,978</u>

Exhibit K-7

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cumberland County School Department
For the Year Ended June 30, 2023

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 2,810,977	\$ 0	\$ 0	\$ 0	\$ 2,810,977
Trustee's Collections - Prior Year	163,519	0	0	0	163,519
Circuit Clerk/Clerk and Master Collections - Prior Years	111,132	0	0	0	111,132
Interest and Penalty	95,779	0	0	0	95,779
<u>County Local Option Taxes</u>					
Local Option Sales Tax	15,736,094	0	0	0	15,736,094
Business Tax	4,706	0	0	0	4,706
Mixed Drink Tax	72,289	0	0	0	72,289
Total Local Taxes	\$ 18,994,496	\$ 0	\$ 0	\$ 0	\$ 18,994,496
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 118,844	\$ 0	\$ 0	\$ 0	\$ 118,844
Lunch Payments - Children	0	0	225,225	0	225,225
Lunch Payments - Adults	0	0	54,736	0	54,736
Income from Breakfast	0	0	6,889	0	6,889
A la Carte Sales	0	0	314,493	0	314,493
Receipts from Individual Schools	98,470	0	0	0	98,470
Other Charges for Services	13,604	0	10,298	0	23,902
Total Charges for Current Services	\$ 230,918	\$ 0	\$ 611,641	\$ 0	\$ 842,559
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 40,583	\$ 0	\$ 18,542	\$ 0	\$ 59,125

(Continued)

Exhibit K-7

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

	Special Revenue Funds				Total
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	
<u>Other Local Revenues (Cont.)</u>					
<u>Recurring Items (Cont.)</u>					
Lease/Rentals	\$ 7,719	\$ 0	\$ 0	\$ 0	\$ 7,719
Sale of Recycled Materials	2,054	0	0	0	2,054
Miscellaneous Refunds	85,960	0	18,705	0	104,665
<u>Nonrecurring Items</u>					
Sale of Equipment	632	0	0	0	632
Sale of Property	10,000	0	0	0	10,000
Damages Recovered from Individuals	1,288	0	0	0	1,288
Contributions and Gifts	16,743	0	0	0	16,743
<u>Other Local Revenues</u>					
Other Local Revenues	21,169	0	0	2,639,954	2,661,123
Total Other Local Revenues	\$ 186,148	\$ 0	\$ 37,247	\$ 2,639,954	\$ 2,863,349
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
On-behalf Contributions for OPEB	\$ 237,693	\$ 0	\$ 0	\$ 0	\$ 237,693
<u>State Education Funds</u>					
Basic Education Program	36,914,780	0	0	0	36,914,780
Early Childhood Education	1,052,975	0	0	0	1,052,975
School Food Service	0	0	43,350	0	43,350
Other State Education Funds	1,099,485	0	0	0	1,099,485
Coordinated School Health	97,351	0	0	0	97,351
Family Resource Centers	29,296	0	0	0	29,296
Career Ladder Program	89,067	0	0	0	89,067
Career Ladder - Extended Contract	1,163	0	0	0	1,163

(Continued)

Exhibit K-7

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<u>State of Tennessee (Cont.)</u>					
<u>State Education Funds (Cont.)</u>					
Vocational Equipment	\$ 10,000	\$ 0	\$ 0	\$ 0	\$ 10,000
Other Vocational	62,569	0	0	0	62,569
<u>Other State Revenues</u>					
Other State Grants	0	189,025	0	0	189,025
Safe Schools	67,325	0	0	0	67,325
Total State of Tennessee	<u>\$ 39,661,704</u>	<u>\$ 189,025</u>	<u>\$ 43,350</u>	<u>\$ 0</u>	<u>\$ 39,894,079</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 3,441,857	\$ 0	\$ 3,441,857
USDA - Commodities	0	0	554,263	0	554,263
Breakfast	0	0	1,594,904	0	1,594,904
USDA - Other	0	0	503,742	0	503,742
Vocational Education - Basic Grants to States	0	159,140	0	0	159,140
Title I Grants to Local Education Agencies	0	2,957,567	0	0	2,957,567
Special Education - Grants to States	0	1,618,790	0	0	1,618,790
Special Education Preschool Grants	0	45,022	0	0	45,022
English Language Acquisition Grants	0	19,425	0	0	19,425
Rural Education	0	173,738	0	0	173,738
Education for Homeless Children and Youth	0	1,776	0	0	1,776
Eisenhower Professional Development State Grants	0	462,210	0	0	462,210
COVID-19 Grant B	0	3,967,939	0	0	3,967,939
COVID-19 Grant D	47,000	121,175	0	0	168,175
COVID-19 Grant E	0	458,036	0	0	458,036

(Continued)

Exhibit K-7

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

	<u>Special Revenue Funds</u>				
	General Purpose School	School Federal Projects	Central Cafeteria	Internal School	Total
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
American Rescue Plan Act Grant #1	\$ 0	\$ 2,540,846	\$ 0	\$ 0	\$ 2,540,846
American Rescue Plan Act Grant #2	0	238,822	0	0	238,822
American Rescue Plan Act Grant #3	0	7,889	0	0	7,889
American Rescue Plan Act Grant #4	0	26,846	0	0	26,846
Other Federal through State	401,544	499,868	0	0	901,412
Total Federal Government	<u>\$ 448,544</u>	<u>\$ 13,299,089</u>	<u>\$ 6,094,766</u>	<u>\$ 0</u>	<u>\$ 19,842,399</u>
<u>Other Governments and Citizens Groups</u>					
<u>Citizens Groups</u>					
Donations	\$ 5,000	\$ 0	\$ 60,617	\$ 0	\$ 65,617
Total Other Governments and Citizens Groups	<u>\$ 5,000</u>	<u>\$ 0</u>	<u>\$ 60,617</u>	<u>\$ 0</u>	<u>\$ 65,617</u>
Total	<u>\$ 59,526,810</u>	<u>\$ 13,488,114</u>	<u>\$ 6,847,621</u>	<u>\$ 2,639,954</u>	<u>\$ 82,502,499</u>

Exhibit K-8

Cumberland County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Cumberland County Railroad Authority
For the Year Ended June 30, 2023

	General Fund	Total
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Other General Government Grants	\$ 442,712	\$ 442,712
Total State of Tennessee	<u>\$ 442,712</u>	<u>\$ 442,712</u>
<u>Other Governments and Citizens Groups</u>		
<u>Other</u>		
Other	\$ 167,988	\$ 167,988
Total Other Governments and Citizens Groups	<u>\$ 167,988</u>	<u>\$ 167,988</u>
Total	<u>\$ 610,700</u>	<u>\$ 610,700</u>

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2023

General Fund

General Government

County Commission

Board and Committee Members Fees	\$	100,616	
Social Security		6,662	
Pensions		3,816	
Audit Services		25,681	
Consultants		3,970	
Contracts with Government Agencies		593,730	
Contracts with Private Agencies		4,500	
Dues and Memberships		3,228	
Maintenance Agreements		3,500	
Internet Connectivity		544	
Travel		19,682	
Remittance of Revenue Collected		11,294	
Other Contracted Services		570	
Building Improvements		19,450	
Transportation Equipment		32,883	
Other Equipment		1,588,823	
Total County Commission			\$ 2,418,949

Board of Equalization

Board and Committee Members Fees	\$	3,300	
Total Board of Equalization			3,300

Beer Board

Legal Notices, Recording, and Court Costs	\$	321	
Criminal Investigation of Applicants - TBI		319	
Total Beer Board			640

Other Boards and Committees

Legal Services	\$	5,000	
Total Other Boards and Committees			5,000

County Mayor/Executive

County Official/Administrative Officer	\$	112,246	
Assistant(s)		50,825	
Secretary(ies)		32,491	
Longevity Pay		787	
Social Security		14,800	
Pensions		15,703	
Employee and Dependent Insurance		27,252	
Life Insurance		135	
Dental Insurance		992	
Communication		2,169	
Contracts with Private Agencies		28,125	
Contributions		15,904	
Dues and Memberships		2,150	
Printing, Stationery, and Forms		572	
Travel		4,350	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive (Cont.)

Office Supplies	\$	2,878	
Premiums on Corporate Surety Bonds		65	
Other Charges		2,156	
Total County Mayor/Executive			\$ 313,600

Personnel Office

Supervisor/Director	\$	63,566	
Longevity Pay		612	
Social Security		4,668	
Pensions		5,134	
Employee and Dependent Insurance		9,084	
Life Insurance		69	
Dental Insurance		327	
Communication		561	
Dues and Memberships		804	
Legal Notices, Recording, and Court Costs		261	
Printing, Stationery, and Forms		300	
Travel		922	
Office Supplies		1,500	
Total Personnel Office			87,808

County Attorney

County Official/Administrative Officer	\$	74,884	
Total County Attorney			74,884

Election Commission

County Official/Administrative Officer	\$	87,465	
Clerical Personnel		106,803	
Part-time Personnel		9,530	
Longevity Pay		2,543	
Election Commission		10,500	
Election Workers		75,475	
In-service Training		1,327	
Social Security		15,209	
Pensions		15,745	
Employee and Dependent Insurance		36,336	
Life Insurance		164	
Dental Insurance		1,307	
Communication		3,642	
Legal Notices, Recording, and Court Costs		9,000	
Maintenance and Repair Services - Equipment		6,674	
Maintenance and Repair Services - Office Equipment		22,052	
Printing, Stationery, and Forms		15,963	
Rentals		1,600	
Travel		2,533	
Other Contracted Services		13,200	
Office Supplies		4,647	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Other Charges	\$	1,273	
Data Processing Equipment		1,966	
Total Election Commission			\$ 444,954

Register of Deeds

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		127,783	
Part-time Personnel		10,781	
Longevity Pay		1,981	
Social Security		18,082	
Pensions		16,229	
Employee and Dependent Insurance		40,118	
Life Insurance		175	
Dental Insurance		1,470	
Communication		2,161	
Dues and Memberships		1,193	
Maintenance Agreements		19,300	
Printing, Stationery, and Forms		1,754	
Travel		418	
Office Supplies		1,492	
Data Processing Equipment		60,943	
Office Equipment		793	
Total Register of Deeds			401,856

Engineering

Communication	\$	1,000	
Lease Payments		34,075	
Maintenance Agreements		110,593	
Maintenance and Repair Services - Equipment		5,048	
Equipment and Machinery Parts		1,786	
Utilities		21,937	
Other Supplies and Materials		840	
Total Engineering			175,279

County Buildings

Supervisor/Director	\$	49,396	
Custodial Personnel		239,475	
Longevity Pay		2,538	
Overtime Pay		1,076	
Social Security		22,560	
Pensions		22,873	
Employee and Dependent Insurance		82,445	
Life Insurance		328	
Dental Insurance		2,967	
Other Fringe Benefits		3,821	
Maintenance and Repair Services - Buildings		122,089	
Gasoline		7,662	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings (Cont.)

Uniforms	\$	1,596	
Utilities		104,070	
Other Supplies and Materials		6,444	
Building Improvements		13,611	
Disabilities Act Improvements		11,849	
Total County Buildings			\$ 694,800

Other General Administration

Supervisor/Director	\$	44,113	
Mechanic(s)		37,896	
Longevity Pay		1,755	
Social Security		6,374	
Pensions		6,432	
Employee and Dependent Insurance		15,971	
Life Insurance		94	
Dental Insurance		599	
Communication		1,102	
Gasoline		1,050	
Lubricants		9,518	
Uniforms		2,998	
Utilities		4,673	
Other Supplies and Materials		6,841	
Total Other General Administration			139,416

Preservation of Records

Part-time Personnel	\$	33,070	
In-service Training		1,394	
Social Security		2,530	
Communication		2,220	
Dues and Memberships		130	
Printing, Stationery, and Forms		150	
Other Contracted Services		4,382	
Library Books/Media		724	
Office Supplies		6,056	
Periodicals		85	
Other Supplies and Materials		100	
Building Improvements		2,433	
Total Preservation of Records			53,274

Finance

Accounting and Budgeting

County Official/Administrative Officer	\$	97,183	
Accountants/Bookkeepers		253,752	
Longevity Pay		9,217	
Social Security		28,245	
Pensions		29,741	
Employee and Dependent Insurance		58,087	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Accounting and Budgeting (Cont.)

Life Insurance	\$	228	
Dental Insurance		1,897	
Other Fringe Benefits		8,127	
Communication		2,567	
Data Processing Services		5,720	
Legal Notices, Recording, and Court Costs		3,000	
Maintenance Agreements		21,645	
Printing, Stationery, and Forms		8,635	
Travel		1,665	
Office Supplies		2,289	
Premiums on Corporate Surety Bonds		50	
Total Accounting and Budgeting			\$ 532,048

Property Assessor's Office

County Official/Administrative Officer	\$	97,183	
Assistant(s)		354,126	
Longevity Pay		3,829	
In-service Training		1,510	
Social Security		33,919	
Pensions		36,132	
Employee and Dependent Insurance		104,765	
Life Insurance		381	
Dental Insurance		3,756	
Communication		2,564	
Data Processing Services		46,727	
Dues and Memberships		1,850	
Maintenance Agreements		3,830	
Maintenance and Repair Services - Vehicles		439	
Postal Charges		5,000	
Travel		3,158	
Other Contracted Services		17,200	
Duplicating Supplies		993	
Gasoline		2,601	
Office Supplies		3,379	
Other Supplies and Materials		3,294	
Premiums on Corporate Surety Bonds		160	
Motor Vehicles		29,892	
Total Property Assessor's Office			756,688

County Trustee's Office

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		162,699	
Longevity Pay		2,749	
Social Security		19,240	
Pensions		21,011	
Employee and Dependent Insurance		54,504	
Life Insurance		235	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office (Cont.)

Dental Insurance	\$	1,960	
Communication		3,981	
Dues and Memberships		970	
Legal Notices, Recording, and Court Costs		566	
Maintenance and Repair Services - Office Equipment		15,343	
Printing, Stationery, and Forms		4,000	
Travel		2,000	
Other Contracted Services		28,696	
Office Supplies		3,000	
Premiums on Corporate Surety Bonds		7,937	
Other Charges		1,900	
Data Processing Equipment		6,115	
Total County Trustee's Office			\$ 434,089

County Clerk's Office

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		434,174	
Longevity Pay		12,637	
Social Security		39,929	
Pensions		43,520	
Employee and Dependent Insurance		117,978	
Life Insurance		466	
Dental Insurance		4,001	
Communication		5,306	
Dues and Memberships		1,023	
Maintenance and Repair Services - Office Equipment		22,989	
Postal Charges		3,500	
Printing, Stationery, and Forms		3,875	
Travel		54	
Office Supplies		13,947	
Total County Clerk's Office			800,582

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		372,196	
Part-time Personnel		32,568	
Longevity Pay		9,296	
Jury and Witness Expense		13,013	
Social Security		38,766	
Pensions		38,094	
Employee and Dependent Insurance		98,616	
Life Insurance		400	
Dental Insurance		3,593	
Communication		3,611	
Dues and Memberships		893	
Maintenance and Repair Services - Office Equipment		40,671	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Circuit Court (Cont.)

Printing, Stationery, and Forms	\$	8,279	
Office Supplies		7,305	
Data Processing Equipment		4,012	
Total Circuit Court			\$ 768,496

General Sessions Court

Judge(s)	\$	184,485	
Assistant(s)		6,417	
Secretary(ies)		39,802	
Longevity Pay		673	
Social Security		17,699	
Pensions		8,233	
Employee and Dependent Insurance		9,084	
Life Insurance		102	
Dental Insurance		327	
Communication		746	
Dues and Memberships		1,350	
Printing, Stationery, and Forms		364	
Travel		1,738	
Office Supplies		382	
Data Processing Equipment		1,400	
Total General Sessions Court			272,802

Chancery Court

County Official/Administrative Officer	\$	97,183	
Deputy(ies)		70,709	
Longevity Pay		585	
Social Security		12,818	
Pensions		13,478	
Employee and Dependent Insurance		36,336	
Life Insurance		144	
Dental Insurance		1,322	
Communication		1,651	
Dues and Memberships		1,000	
Legal Services		37,039	
Maintenance and Repair Services - Office Equipment		21,118	
Printing, Stationery, and Forms		6,127	
Office Supplies		2,507	
Total Chancery Court			302,017

Juvenile Court

Youth Service Officer(s)	\$	77,092	
Longevity Pay		413	
In-service Training		1,000	
Social Security		5,839	
Pensions		6,200	
Employee and Dependent Insurance		18,168	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court (Cont.)

Life Insurance	\$	66	
Dental Insurance		653	
Communication		708	
Travel		1,173	
Office Supplies		761	
Total Juvenile Court			\$ 112,073

Judicial Commissioners

County Official/Administrative Officer	\$	93,247	
Supervisor/Director		37,836	
Part-time Personnel		27,282	
Longevity Pay		1,672	
Social Security		12,234	
Pensions		10,759	
Employee and Dependent Insurance		34,817	
Life Insurance		128	
Dental Insurance		1,252	
Other Fringe Benefits		2,158	
Printing, Stationery, and Forms		599	
Office Supplies		1,749	
Other Charges		1,480	
Total Judicial Commissioners			225,213

Probate Court

Secretary(ies)	\$	164,130	
Longevity Pay		2,721	
Social Security		12,528	
Pensions		11,642	
Employee and Dependent Insurance		39,484	
Life Insurance		132	
Dental Insurance		1,307	
Dues and Memberships		138	
Printing, Stationery, and Forms		492	
Office Supplies		121	
Total Probate Court			232,695

Courtroom Security

Deputy(ies)	\$	138,119	
Part-time Personnel		22,089	
Longevity Pay		4,008	
Social Security		11,998	
Pensions		11,444	
Employee and Dependent Insurance		25,944	
Life Insurance		99	
Dental Insurance		980	
Other Fringe Benefits		1,680	
Uniforms		930	
Other Supplies and Materials		2,200	
Total Courtroom Security			219,491

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	106,901	
Deputy(ies)		2,322,330	
Salary Supplements		41,600	
Secretary(ies)		99,580	
Longevity Pay		50,495	
Overtime Pay		68,669	
Other Salaries and Wages		56,593	
In-service Training		25,296	
Social Security		209,057	
Pensions		217,936	
Employee and Dependent Insurance		463,486	
Life Insurance		1,806	
Dental Insurance		16,530	
Other Fringe Benefits		22,052	
Communication		26,640	
Dues and Memberships		2,800	
Evaluation and Testing		3,448	
Maintenance and Repair Services - Equipment		5,500	
Maintenance and Repair Services - Vehicles		91,019	
Printing, Stationery, and Forms		4,723	
Travel		12,329	
Drug Treatment		3,040	
Other Contracted Services		56,576	
Gasoline		197,651	
Office Supplies		6,142	
Uniforms		24,720	
Other Supplies and Materials		32,484	
Premiums on Corporate Surety Bonds		65	
Workers' Compensation Insurance		180,298	
Other Charges		1,994	
Communication Equipment		15,000	
Data Processing Equipment		14,951	
Office Equipment		1,475	
Other Equipment		28,812	
Total Sheriff's Department			\$ 4,411,998

Special Patrols

Deputy(ies)	\$	353,914
Longevity Pay		4,535
In-service Training		1,545
Social Security		27,513
Pensions		29,246
Employee and Dependent Insurance		59,253
Life Insurance		215
Dental Insurance		2,645
Other Fringe Benefits		2,269
Travel		1,500

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Special Patrols (Cont.)

Uniforms	\$	1,867	
Law Enforcement Equipment		3,000	
Total Special Patrols			\$ 487,502

Drug Enforcement

Overtime Pay	\$	23,444	
Social Security		1,779	
Pensions		1,876	
Total Drug Enforcement			27,099

Jail

Bus Drivers	\$	62,629	
Guards		2,126,258	
Clerical Personnel		148,023	
Cafeteria Personnel		120,736	
Part-time Personnel		124,509	
Longevity Pay		41,064	
Overtime Pay		40,233	
Other Salaries and Wages		55,828	
In-service Training		1,739	
Social Security		207,525	
Pensions		205,246	
Employee and Dependent Insurance		475,927	
Life Insurance		1,749	
Dental Insurance		17,167	
Other Fringe Benefits		41,241	
Contracts with Private Agencies		357,000	
Evaluation and Testing		9,806	
Maintenance and Repair Services - Buildings		37,470	
Maintenance and Repair Services - Equipment		33,700	
Medical and Dental Services		162,532	
Travel		1,503	
Custodial Supplies		428	
Food Supplies		299,193	
Office Supplies		8,000	
Uniforms		14,601	
Utilities		313,494	
Other Supplies and Materials		142,848	
Other Charges		24,536	
Total Jail			5,074,985

Juvenile Services

Guards	\$	59,442	
Part-time Personnel		43,363	
Longevity Pay		2,277	
Social Security		8,143	
Pensions		5,103	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Juvenile Services (Cont.)

Employee and Dependent Insurance	\$	9,084	
Life Insurance		33	
Dental Insurance		327	
Other Fringe Benefits		2,065	
Communication		78	
Contracts with Government Agencies		4,640	
Office Supplies		500	
Uniforms		972	
Other Supplies and Materials		209	
Total Juvenile Services			\$ 136,236

Fire Prevention and Control

Supervisor/Director	\$	66,134	
Salary Supplements		10,600	
Part-time Personnel		61,841	
Longevity Pay		12,231	
Overtime Pay		70,068	
Other Salaries and Wages		399,695	
In-service Training		10,922	
Social Security		46,762	
Pensions		44,458	
Employee and Dependent Insurance		87,792	
Life Insurance		367	
Dental Insurance		3,266	
Communication		2,782	
Contracts with Government Agencies		2,000	
Evaluation and Testing		2,394	
Maintenance and Repair Services - Buildings		22,176	
Maintenance and Repair Services - Equipment		26,477	
Maintenance and Repair Services - Vehicles		69,814	
Travel		2,854	
Gasoline		43,738	
Office Supplies		2,379	
Uniforms		6,941	
Utilities		44,116	
Other Supplies and Materials		4,997	
Workers' Compensation Insurance		81,576	
Other Charges		47,662	
Communication Equipment		24,998	
Other Equipment		4,465	
Total Fire Prevention and Control			1,203,505

Civil Defense

Assistant(s)	\$	35,482	
Supervisor/Director		57,133	
Longevity Pay		1,234	
Social Security		7,405	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Pensions	\$	7,767	
Employee and Dependent Insurance		18,168	
Life Insurance		96	
Dental Insurance		653	
Other Fringe Benefits		3,236	
Communication		2,683	
Maintenance and Repair Services - Vehicles		2,450	
Travel		994	
Gasoline		1,228	
Office Supplies		939	
Uniforms		1,426	
Other Supplies and Materials		5,828	
Other Charges		1,800	
Communication Equipment		5,330	
Office Equipment		3,238	
Other Capital Outlay		5,484	
Total Civil Defense			\$ 162,574

Rescue Squad

Contracts with Private Agencies	\$	12,000	
Total Rescue Squad			12,000

County Coroner/Medical Examiner

Other Per Diem and Fees	\$	245,382	
Total County Coroner/Medical Examiner			245,382

Other Public Safety

Deputy(ies)	\$	3,212	
Social Security		246	
Evaluation and Testing		1,000	
Uniforms		1,000	
Other Supplies and Materials		4,762	
Other Charges		4,200	
Total Other Public Safety			14,420

Public Health and Welfare

Local Health Center

Custodial Personnel	\$	13,089	
Longevity Pay		9,272	
Other Salaries and Wages		721,376	
Social Security		56,609	
Pensions		55,590	
Employee and Dependent Insurance		153,564	
Life Insurance		538	
Dental Insurance		4,959	
Communication		14,802	
Maintenance and Repair Services - Buildings		20,000	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
 Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)Public Health and Welfare (Cont.)Local Health Center (Cont.)

Travel	\$	20,235	
Other Contracted Services		4,233	
Drugs and Medical Supplies		3,511	
Instructional Supplies and Materials		1,539	
Office Supplies		2,392	
Utilities		33,411	
Other Supplies and Materials		2,211	
Other Charges		1,034	
Total Local Health Center			\$ 1,118,365

Rabies and Animal Control

Deputy(ies)	\$	78,632	
Part-time Personnel		808	
Longevity Pay		1,688	
In-service Training		725	
Social Security		6,150	
Pensions		6,426	
Employee and Dependent Insurance		16,727	
Life Insurance		63	
Dental Insurance		653	
Communication		641	
Travel		107	
Gasoline		4,190	
Office Supplies		136	
Uniforms		1,082	
Other Supplies and Materials		3,778	
Total Rabies and Animal Control			121,806

Ambulance/Emergency Medical Services

Supervisor/Director	\$	72,747	
Medical Personnel		1,859,996	
Secretary(ies)		78,672	
Part-time Personnel		156,573	
Longevity Pay		44,946	
Overtime Pay		1,202,404	
In-service Training		20,343	
Social Security		259,492	
Pensions		252,876	
Employee and Dependent Insurance		442,784	
Life Insurance		1,643	
Dental Insurance		16,562	
Other Fringe Benefits		2,542	
Communication		14,265	
Consultants		5,200	
Contracts with Government Agencies		106,431	
Maintenance Agreements		19,555	
Maintenance and Repair Services - Buildings		8,678	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Maintenance and Repair Services - Office Equipment	\$	915	
Maintenance and Repair Services - Vehicles		75,721	
Travel		1,500	
Other Contracted Services		195,047	
Drugs and Medical Supplies		235,623	
Gasoline		170,584	
Office Supplies		7,029	
Uniforms		18,332	
Utilities		17,700	
Other Supplies and Materials		13,869	
Workers' Compensation Insurance		421,039	
Other Charges		14,838	
Communication Equipment		10,000	
Motor Vehicles		161,857	
Health Equipment		29,098	
Total Ambulance/Emergency Medical Services			\$ 5,938,861

Alcohol and Drug Programs

Assistant(s)	\$	47,615	
Supervisor/Director		48,575	
Longevity Pay		3,705	
Social Security		7,773	
Pensions		8,227	
Employee and Dependent Insurance		18,168	
Life Insurance		102	
Dental Insurance		653	
Other Fringe Benefits		2,945	
Total Alcohol and Drug Programs			137,763

Other Local Health Services

Deputy(ies)	\$	1,388	
Part-time Personnel		9,766	
Social Security		853	
Pensions		111	
Travel		14,505	
Uniforms		2,000	
Other Equipment		13,727	
Total Other Local Health Services			42,350

Appropriation to State

Contributions	\$	49,415	
Total Appropriation to State			49,415

Other Public Health and Welfare

Laborers	\$	52,729	
Attendants		45,594	
Part-time Personnel		49,162	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Other Public Health and Welfare (Cont.)

Longevity Pay	\$	1,864	
Social Security		11,383	
Pensions		8,170	
Employee and Dependent Insurance		26,598	
Life Insurance		135	
Dental Insurance		980	
Other Fringe Benefits		1,942	
Communication		1,771	
Medical and Dental Services		6,405	
Other Contracted Services		1,763	
Gasoline		185	
Utilities		21,903	
Other Supplies and Materials		34,210	
Building Improvements		1,040	
Total Other Public Health and Welfare	\$		265,834

Social, Cultural, and Recreational Services

Senior Citizens Assistance

Contracts with Private Agencies	\$	30,000	
Total Senior Citizens Assistance			30,000

Libraries

Supervisor/Director	\$	63,403	
Deputy(ies)		45,845	
Librarians		156,607	
Laborers		24,001	
Part-time Personnel		139,494	
Longevity Pay		7,881	
In-service Training		3,300	
Social Security		33,426	
Pensions		24,264	
Employee and Dependent Insurance		61,407	
Life Insurance		264	
Dental Insurance		2,314	
Other Fringe Benefits		5,560	
Communication		11,442	
Dues and Memberships		1,765	
Maintenance Agreements		41,150	
Maintenance and Repair Services - Buildings		28,791	
Maintenance and Repair Services - Office Equipment		1,471	
Custodial Supplies		7,538	
Library Books/Media		99,473	
Office Supplies		31,200	
Periodicals		7,173	
Utilities		76,084	
Data Processing Equipment		2,660	
Total Libraries			876,513

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services (Cont.)

Parks and Fair Boards

Supervisor/Director	\$	44,167	
Custodial Personnel		61,493	
Part-time Personnel		21,419	
Longevity Pay		2,028	
Social Security		10,101	
Pensions		8,903	
Employee and Dependent Insurance		17,381	
Life Insurance		103	
Dental Insurance		653	
Other Fringe Benefits		3,596	
Advertising		6,145	
Communication		2,254	
Maintenance and Repair Services - Buildings		5,000	
Gasoline		4,127	
Uniforms		576	
Utilities		56,382	
Other Supplies and Materials		34,419	
Building Improvements		9,850	
Heating and Air Conditioning Equipment		5,197	
Total Parks and Fair Boards			\$ 293,794

Other Social, Cultural, and Recreational

Contracts with Private Agencies	\$	17,100	
Total Other Social, Cultural, and Recreational			17,100

Agriculture and Natural Resources

Agricultural Extension Service

Salary Supplements	\$	114,474	
Communication		2,687	
Travel		3,600	
Office Supplies		980	
Total Agricultural Extension Service			121,741

Soil Conservation

Assistant(s)	\$	40,152	
Secretary(ies)		44,457	
Longevity Pay		2,465	
Social Security		6,646	
Pensions		6,966	
Employee and Dependent Insurance		18,168	
Life Insurance		66	
Dental Insurance		653	
Dues and Memberships		1,280	
Legal Notices, Recording, and Court Costs		935	
Travel		3,765	
Office Supplies		750	
Total Soil Conservation			126,303

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Other Operations

Tourism

Contracts with Private Agencies	\$ 85,000	
Total Tourism		\$ 85,000

Other Economic and Community Development

Contracts with Private Agencies	\$ 52,500	
Other Construction	274,392	
Other Capital Outlay	108,573	
Total Other Economic and Community Development		435,465

Veterans' Services

County Official/Administrative Officer	\$ 41,912	
Secretary(ies)	32,147	
Part-time Personnel	3,924	
Longevity Pay	824	
Social Security	5,970	
Pensions	5,952	
Employee and Dependent Insurance	18,168	
Life Insurance	101	
Dental Insurance	653	
Communication	1,142	
Maintenance Agreements	1,053	
Travel	2,000	
Office Supplies	1,197	
Total Veterans' Services		115,043

Other Charges

Liability Insurance	\$ 511,255	
Trustee's Commission	434,835	
Other Charges	49,657	
Total Other Charges		995,747

Contributions to Other Agencies

Contributions	\$ 208,970	
Total Contributions to Other Agencies		208,970

Employee Benefits

Medical Insurance	\$ 68,983	
Unemployment Compensation	15,812	
Total Employee Benefits		84,795

COVID-19 Grant #2

Motor Vehicles	\$ 250,496	
Total COVID-19 Grant #2		250,496

Miscellaneous

Postal Charges	\$ 83,193	
Other Charges	456	
Total Miscellaneous		83,649

Total General Fund \$ 32,644,665

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Courthouse and Jail Maintenance Fund

General Government

County Buildings

Maintenance and Repair Services - Buildings	\$ 76,862	
Building Improvements	139,468	
Total County Buildings		\$ 216,330

Other Operations

Other Charges

Trustee's Commission	\$ 385	
Total Other Charges		385

Total Courthouse and Jail Maintenance Fund \$ 216,715

Solid Waste/Sanitation Fund

Public Health and Welfare

Waste Pickup

Laborers	\$ 158,170	
Part-time Personnel	2,316	
Longevity Pay	1,902	
Overtime Pay	1,092	
Social Security	12,676	
Pensions	12,881	
Employee and Dependent Insurance	43,269	
Life Insurance	126	
Dental Insurance	1,552	
Other Fringe Benefits	2,854	
Maintenance and Repair Services - Vehicles	85,306	
Diesel Fuel	72,462	
Uniforms	1,670	
Other Supplies and Materials	9,986	
Motor Vehicles	201,916	
Total Waste Pickup		\$ 608,178

Convenience Centers

Part-time Personnel	\$ 488,868	
Overtime Pay	32	
Social Security	37,401	
Contracts with Private Agencies	816,791	
Lease Payments	4,100	
Uniforms	5,879	
Utilities	29,617	
Other Supplies and Materials	39,898	
Building Improvements	3,509	
Site Development	98,409	
Total Convenience Centers		1,524,504

Recycling Center

Supervisor/Director	\$ 55,396	
Laborers	240,278	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)

Public Health and Welfare (Cont.)

Recycling Center (Cont.)

Part-time Personnel	\$	78,601	
Longevity Pay		4,257	
Overtime Pay		23	
Other Salaries and Wages		40,152	
Social Security		32,010	
Pensions		26,097	
Employee and Dependent Insurance		91,686	
Life Insurance		326	
Dental Insurance		3,348	
Other Fringe Benefits		6,235	
Advertising		1,250	
Contracts with Private Agencies		198,784	
Travel		429	
Diesel Fuel		17,741	
Office Supplies		1,710	
Uniforms		2,000	
Utilities		37,847	
Other Supplies and Materials		75,565	
Building Improvements		8,209	
Total Recycling Center			\$ 921,944

Postclosure Care Costs

Contracts for Postclosure Care Costs	\$	45,498	
Utilities		2,000	
Other Supplies and Materials		21,838	
Other Charges		5,250	
Total Postclosure Care Costs			74,586

Other Operations

Other Charges

Trustee's Commission	\$	57,362	
Total Other Charges			57,362

Employee Benefits

Unemployment Compensation	\$	2,475	
Workers' Compensation Insurance		30,408	
Total Employee Benefits			32,883

Highways

Litter and Trash Collection

Deputy(ies)	\$	62,325	
Longevity Pay		1,078	
Social Security		4,843	
Pensions		5,072	
Employee and Dependent Insurance		18,168	
Life Insurance		48	
Dental Insurance		653	

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund (Cont.)

Highways (Cont.)

Litter and Trash Collection (Cont.)

Travel	\$	322	
Diesel Fuel		4,498	
Other Supplies and Materials		6,050	
Total Litter and Trash Collection			\$ 103,057

Capital Outlay

Other Equipment	\$	249,064	
Total Capital Outlay			249,064

Total Solid Waste/Sanitation Fund \$ 3,571,578

Drug Control Fund

Public Safety

Drug Enforcement

In-service Training	\$	164	
Maintenance and Repair Services - Vehicles		1,170	
Other Supplies and Materials		3,146	
Total Drug Enforcement			\$ 4,480

Other Operations

Other Charges

Trustee's Commission	\$	228	
Total Other Charges			228

Total Drug Control Fund 4,708

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$	106,901	
Assistant(s)		26,546	
Social Security		9,419	
Pensions		10,676	
Employee and Dependent Insurance		12,486	
Life Insurance		75	
Dental Insurance		463	
Dues and Memberships		5,760	
Maintenance and Repair Services - Office Equipment		500	
Printing, Stationery, and Forms		203	
Travel		2,695	
Office Supplies		1,554	
Other Charges		799	
Data Processing Equipment		1,000	
Total Administration			\$ 179,077

Highway and Bridge Maintenance

Equipment Operators - Heavy	\$	140,336	
-----------------------------	----	---------	--

(Continued)

Cumberland County, Tennessee
 Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Truck Drivers	\$	138,011	
Laborers		69,995	
Part-time Personnel		9,356	
Longevity Pay		4,811	
Overtime Pay		27,748	
Social Security		30,111	
Pensions		31,121	
Employee and Dependent Insurance		80,365	
Life Insurance		280	
Dental Insurance		2,559	
Other Fringe Benefits		8,110	
Other Contracted Services		26,100	
Asphalt - Cold Mix		22,270	
Asphalt - Hot Mix		1,218,264	
Asphalt - Liquid		3,786	
Crushed Stone		88,539	
Pipe - Metal		33,868	
Road Signs		7,604	
Wood Products		3,300	
Other Supplies and Materials		472	
Total Highway and Bridge Maintenance			\$ 1,947,006

Operation and Maintenance of Equipment

Mechanic(s)	\$	37,033	
Longevity Pay		368	
Overtime Pay		233	
Social Security		2,874	
Pensions		3,011	
Employee and Dependent Insurance		16,594	
Life Insurance		62	
Dental Insurance		626	
Laundry Service		2,123	
Diesel Fuel		52,093	
Equipment and Machinery Parts		73,419	
Gasoline		20,261	
Lubricants		5,755	
Tires and Tubes		12,999	
Total Operation and Maintenance of Equipment			227,451

Other Charges

Communication	\$	3,541	
Maintenance and Repair Services - Buildings		425	
Electricity		4,119	
Natural Gas		1,237	
Water and Sewer		608	
Trustee's Commission		33,247	
Vehicle and Equipment Insurance		52,000	
Other Charges		6,965	
Total Other Charges			102,142

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Employee Benefits

Medical Insurance	\$	9,084	
Unemployment Compensation		2,610	
Workers' Compensation Insurance		33,601	
Total Employee Benefits			\$ 45,295

Capital Outlay

Bridge Construction	\$	1,414,754	
State Aid Projects		452,184	
Other Equipment		706,292	
Total Capital Outlay			<u>2,573,230</u>

Total Highway/Public Works Fund \$ 5,074,201

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	268,460	
Principal on Notes		4,695,527	
Principal on Other Loans		105,000	
Total General Government			\$ 5,068,987

Education

Principal on Bonds	\$	704,540	
Principal on Other Loans		2,040,616	
Total Education			2,745,156

Interest on Debt

General Government

Interest on Bonds	\$	13,681	
Interest on Notes		350	
Interest on Other Loans		245,106	
Total General Government			259,137

Education

Interest on Bonds	\$	299,879	
Interest on Other Loans		1,286,219	
Total Education			1,586,098

Other Debt Service

General Government

Financial Advisory Services	\$	3,500	
Trustee's Commission		125,904	
Other Debt Service		1,491,265	
Total General Government			<u>1,620,669</u>

Total General Debt Service Fund 11,280,047

(Continued)

Exhibit K-9

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

<u>General Capital Projects Fund</u>			
<u>Capital Projects</u>			
<u>General Administration Projects</u>			
Building Construction	\$	<u>10,685</u>	
Total General Administration Projects			\$ <u>10,685</u>
Total General Capital Projects Fund			\$ <u>10,685</u>
Total Governmental Funds - Primary Government			\$ <u><u>52,802,599</u></u>

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department
For the Year Ended June 30, 2023

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,434,879	
Career Ladder Program	51,300	
Homebound Teachers	51,281	
Educational Assistants	1,016,204	
Other Salaries and Wages	11,800	
Certified Substitute Teachers	49,048	
Non-certified Substitute Teachers	272,782	
Social Security	1,374,654	
Pensions	1,510,055	
Life Insurance	24,740	
Medical Insurance	4,452,990	
Dental Insurance	129,347	
Other Contracted Services	21,908	
Instructional Supplies and Materials	273,378	
Textbooks - Bound	411,576	
Software	74,103	
Other Supplies and Materials	47,972	
Fee Waivers	5,570	
Total Regular Instruction Program		\$ 27,213,587

Alternative Instruction Program

Teachers	\$ 170,526	
Career Ladder Program	2,000	
Educational Assistants	17,341	
Social Security	14,310	
Pensions	16,288	
Life Insurance	223	
Medical Insurance	42,657	
Dental Insurance	1,334	
Other Contracted Services	1,000	
Instructional Supplies and Materials	5,000	
Other Supplies and Materials	1,000	
Other Equipment	1,000	
Total Alternative Instruction Program		272,679

Special Education Program

Teachers	\$ 2,044,594	
Career Ladder Program	4,000	
Homebound Teachers	57,448	
Educational Assistants	529,438	
Speech Pathologist	49,963	
Certified Substitute Teachers	1,868	
Non-certified Substitute Teachers	30,262	
Social Security	200,021	
Pensions	215,878	
Life Insurance	3,631	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Medical Insurance	\$	746,045	
Dental Insurance		22,579	
Instructional Supplies and Materials		10,393	
Other Supplies and Materials		22,580	
Special Education Equipment		1,500	
Total Special Education Program			\$ 3,940,200

Career and Technical Education Program

Teachers	\$	2,189,939	
Career Ladder Program		2,000	
Certified Substitute Teachers		5,845	
Non-certified Substitute Teachers		33,788	
Social Security		165,679	
Pensions		184,917	
Life Insurance		2,899	
Medical Insurance		493,064	
Dental Insurance		13,365	
Maintenance and Repair Services - Equipment		13,169	
Travel		11,984	
Other Contracted Services		55,787	
Instructional Supplies and Materials		60,712	
Textbooks - Bound		20,000	
Other Supplies and Materials		3,885	
Other Charges		4,998	
Building Construction		9,679	
Vocational Instruction Equipment		133,846	
Total Career and Technical Education Program			3,405,556

Student Body Education Program

Other Salaries and Wages	\$	482,855	
Social Security		30,149	
Pensions		31,822	
Other Supplies and Materials		25,500	
Other Charges		3,354	
Total Student Body Education Program			573,680

Support Services

Attendance

Supervisor/Director	\$	65,738	
Secretary(ies)		40,165	
Social Security		7,591	
Pensions		8,387	
Life Insurance		102	
Medical Insurance		18,675	
Dental Insurance		653	
Software		50,260	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Other Supplies and Materials	\$	1,979	
In Service/Staff Development		4,948	
Total Attendance			\$ 198,498

Health Services

Supervisor/Director	\$	64,860	
Medical Personnel		412,176	
Part-time Personnel		19,045	
Social Security		36,388	
Pensions		38,723	
Life Insurance		472	
Medical Insurance		109,044	
Dental Insurance		4,274	
Travel		133	
Other Contracted Services		8,128	
Drugs and Medical Supplies		8,475	
Other Supplies and Materials		1,046	
In Service/Staff Development		4,785	
Other Charges		5,000	
Health Equipment		2,386	
Total Health Services			714,935

Other Student Support

Career Ladder Program	\$	1,000	
Guidance Personnel		677,621	
Psychological Personnel		235,106	
School Resource Officer		80,921	
Social Security		71,796	
Pensions		79,145	
Life Insurance		1,140	
Medical Insurance		195,169	
Dental Insurance		5,580	
Evaluation and Testing		25,072	
Travel		321	
Software		7,500	
Other Supplies and Materials		2,494	
In Service/Staff Development		3,000	
Other Charges		2,649	
Total Other Student Support			1,388,514

Regular Instruction Program

Supervisor/Director	\$	209,707	
Career Ladder Program		7,000	
Librarians		459,547	
Social Security		49,262	
Pensions		58,766	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Life Insurance	\$	741	
Medical Insurance		137,420	
Dental Insurance		3,566	
Consultants		5,000	
Travel		7,483	
Other Contracted Services		11,000	
Library Books/Media		119,000	
Software		18,799	
Other Supplies and Materials		1,883	
In Service/Staff Development		81,869	
Total Regular Instruction Program			\$ 1,171,043

Special Education Program

Supervisor/Director	\$	84,309	
Career Ladder Program		2,000	
Psychological Personnel		132,424	
Secretary(ies)		50,668	
Clerical Personnel		27,160	
Other Salaries and Wages		191,176	
Social Security		35,895	
Pensions		41,334	
Life Insurance		481	
Medical Insurance		104,449	
Dental Insurance		2,804	
Contracts with Other Public Agencies		2,000	
Travel		9,543	
Other Contracted Services		114,792	
Other Supplies and Materials		1,800	
In Service/Staff Development		9,916	
Other Equipment		498	
Total Special Education Program			811,249

Career and Technical Education Program

Supervisor/Director	\$	93,427	
Career Ladder Program		1,000	
Clerical Personnel		50,668	
Other Salaries and Wages		118,935	
Social Security		19,317	
Pensions		22,003	
Life Insurance		234	
Medical Insurance		55,943	
Dental Insurance		1,307	
Travel		1,169	
Other Supplies and Materials		914	
In Service/Staff Development		60,534	
Other Charges		2,795	
Total Career and Technical Education Program			428,246

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology

Supervisor/Director	\$	70,245	
Instructional Computer Personnel		373,953	
Social Security		33,361	
Pensions		35,536	
Life Insurance		298	
Medical Insurance		78,912	
Dental Insurance		2,940	
Dues and Memberships		250	
Maintenance and Repair Services - Equipment		51,389	
Internet Connectivity		92,659	
Other Contracted Services		5,500	
Cabling		118,577	
Software		20,752	
In Service/Staff Development		2,313	
Regular Instruction Equipment		542,510	
Total Technology			\$ 1,429,195

Other Programs

On-behalf Payments to OPEB	\$	237,693	
Total Other Programs			237,693

Board of Education

Board and Committee Members Fees	\$	28,800	
Social Security		2,450	
Pensions		1,500	
Medical Insurance		260,000	
Dental Insurance		2,178	
Unemployment Compensation		16,952	
Audit Services		16,000	
Dues and Memberships		19,875	
Legal Services		36,711	
Travel		19,394	
Other Contracted Services		6,176	
Trustee's Commission		278,721	
Workers' Compensation Insurance		251,971	
Other Charges		1,558	
Total Board of Education			942,286

Director of Schools

County Official/Administrative Officer	\$	107,000	
Secretary(ies)		82,826	
Social Security		14,452	
Pensions		15,924	
Life Insurance		135	
Medical Insurance		28,129	
Dental Insurance		953	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Dues and Memberships	\$	6,456	
Postal Charges		1,269	
Travel		7,691	
Other Contracted Services		7,220	
Office Supplies		1,855	
Other Supplies and Materials		5,813	
Total Director of Schools			\$ 279,723

Office of the Principal

Principals	\$	1,028,953	
Career Ladder Program		4,000	
Assistant Principals		971,023	
Secretary(ies)		806,715	
Clerical Personnel		350,564	
Social Security		234,552	
Pensions		265,397	
Life Insurance		3,092	
Medical Insurance		649,266	
Dental Insurance		20,524	
Other Supplies and Materials		7,000	
In Service/Staff Development		10,320	
Total Office of the Principal			4,351,406

Fiscal Services

Supervisor/Director	\$	45,005	
Clerical Personnel		47,497	
Social Security		6,769	
Pensions		7,343	
Life Insurance		42	
Medical Insurance		12,825	
Dental Insurance		463	
Dues and Memberships		225	
Office Supplies		386	
Software		20,359	
Other Supplies and Materials		249	
In Service/Staff Development		1,812	
Total Fiscal Services			142,975

Human Services/Personnel

Supervisor/Director	\$	39,963	
Secretary(ies)		42,682	
Social Security		5,910	
Pensions		6,611	
Life Insurance		43	
Medical Insurance		13,332	
Dental Insurance		599	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Human Services/Personnel (Cont.)

Dues and Memberships	\$	35	
Other Contracted Services		22,904	
Office Supplies		1,221	
Software		40,324	
Other Supplies and Materials		1,000	
In Service/Staff Development		2,063	
Other Charges		900	
Total Human Services/Personnel			\$ 177,587

Operation of Plant

Custodial Personnel	\$	1,388,682	
Other Salaries and Wages		1,326	
Social Security		104,677	
Pensions		106,948	
Life Insurance		1,573	
Medical Insurance		399,557	
Dental Insurance		16,523	
Communication		79,607	
Janitorial Services		22,663	
Pest Control		24,591	
Disposal Fees		40,290	
Other Contracted Services		114,548	
Custodial Supplies		213,930	
Electricity		1,570,331	
Natural Gas		202,319	
Water and Sewer		235,125	
Building and Contents Insurance		499,590	
In Service/Staff Development		3,157	
Plant Operation Equipment		14,308	
Total Operation of Plant			5,039,745

Maintenance of Plant

Supervisor/Director	\$	61,775	
Secretary(ies)		57,265	
Maintenance Personnel		438,130	
Part-time Personnel		2,436	
Social Security		42,475	
Pensions		42,773	
Life Insurance		386	
Medical Insurance		92,495	
Dental Insurance		3,811	
Communication		9,271	
Maintenance Agreements		9,600	
Maintenance and Repair Services - Buildings		1,717,777	
Other Contracted Services		44,188	
Equipment and Machinery Parts		16,065	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Fertilizer, Lime, and Seed	\$	15,952	
Drainage Materials		40,738	
Chemicals		5,455	
Software		8,843	
Other Supplies and Materials		56,756	
In Service/Staff Development		3,363	
Other Charges		113,398	
Administration Equipment		44,289	
Heating and Air Conditioning Equipment		286,460	
Maintenance Equipment		68,861	
Total Maintenance of Plant			\$ 3,182,562

Transportation

Supervisor/Director	\$	62,641	
Mechanic(s)		245,314	
Bus Drivers		1,295,152	
Clerical Personnel		59,790	
Bonus Payments		22,106	
Other Salaries and Wages		64,726	
Social Security		127,831	
Pensions		129,160	
Life Insurance		1,579	
Medical Insurance		394,391	
Dental Insurance		16,441	
Maintenance and Repair Services - Vehicles		10,000	
Other Contracted Services		39,826	
Equipment and Machinery Parts		2,897	
Gasoline		396,125	
Lubricants		14,997	
Office Supplies		1,179	
Tires and Tubes		34,898	
Vehicle Parts		103,340	
Software		4,725	
Other Supplies and Materials		7,498	
In Service/Staff Development		3,033	
Other Charges		14,000	
Transportation Equipment		456,900	
Total Transportation			3,508,549

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	18,165	
Bonus Payments		6,000	
Other Salaries and Wages		65,292	
Social Security		6,693	
Pensions		4,959	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Community Services (Cont.)

Life Insurance	\$	55	
Medical Insurance		16,008	
Dental Insurance		653	
Travel		1,290	
Food Supplies		442	
Other Supplies and Materials		663	
Fee Waivers		10,525	
Other Charges		53,701	
Total Community Services			\$ 184,446

Early Childhood Education

Teachers	\$	572,603	
Career Ladder Program		1,000	
Educational Assistants		247,318	
Certified Substitute Teachers		7,535	
Non-certified Substitute Teachers		21,075	
Social Security		62,719	
Pensions		69,056	
Life Insurance		1,071	
Medical Insurance		228,339	
Dental Insurance		6,968	
Retirement - Hybrid Stabilization		657	
Instructional Supplies and Materials		8,922	
Other Supplies and Materials		1,200	
Total Early Childhood Education			1,228,463

Capital Outlay

Regular Capital Outlay

Engineering Services	\$	162,522	
Building Construction		72,445	
Other Capital Outlay		125,000	
Total Regular Capital Outlay			359,967

Principal on Debt

Education

Debt Service Contribution to Primary Government	\$	288,669	
Total Education			288,669

Interest on Debt

Education

Debt Service Contribution to Primary Government	\$	4,208	
Total Education			4,208

Total General Purpose School Fund \$ 61,475,661

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	931,330	
Educational Assistants		579,335	
Other Salaries and Wages		250,836	
Certified Substitute Teachers		535	
Non-certified Substitute Teachers		4,125	
Social Security		111,437	
Pensions		98,662	
Life Insurance		1,861	
Medical Insurance		372,287	
Dental Insurance		13,969	
Unemployment Compensation		6,448	
Other Fringe Benefits		6,706	
Instructional Supplies and Materials		722,682	
Software		5,445	
Other Supplies and Materials		6,837	
Other Charges		203,526	
Regular Instruction Equipment		783,532	
Total Regular Instruction Program			\$ 4,099,553

Special Education Program

Teachers	\$	476,035	
Educational Assistants		533,341	
Certified Substitute Teachers		528	
Non-certified Substitute Teachers		7,012	
Social Security		74,603	
Pensions		82,789	
Life Insurance		1,470	
Medical Insurance		262,639	
Dental Insurance		10,221	
Unemployment Compensation		3,938	
Contracts with Private Agencies		5,010	
Other Contracted Services		225	
Instructional Supplies and Materials		23,747	
Other Supplies and Materials		53,585	
Special Education Equipment		52,246	
Total Special Education Program			1,587,389

Career and Technical Education Program

Other Contracted Services	\$	326,489	
Instructional Supplies and Materials		21,979	
Other Supplies and Materials		25,150	
Vocational Instruction Equipment		170,713	
Total Career and Technical Education Program			544,331

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services

Health Services

Medical Personnel	\$	2,352	
Social Security		180	
Pensions		129	
Total Health Services			\$ 2,661

Other Student Support

Other Salaries and Wages	\$	49,023	
Social Security		2,099	
Unemployment Compensation		110	
Other Fringe Benefits		195	
Travel		31,828	
Other Contracted Services		13,284	
In Service/Staff Development		17,776	
Other Charges		26,474	
Total Other Student Support			140,789

Regular Instruction Program

Supervisor/Director	\$	208,652	
Secretary(ies)		105,252	
Other Salaries and Wages		269,897	
Social Security		42,895	
Pensions		49,472	
Life Insurance		457	
Medical Insurance		101,275	
Dental Insurance		2,395	
Unemployment Compensation		845	
Other Fringe Benefits		1,780	
Maintenance and Repair Services - Equipment		1,232	
Travel		2,778	
Other Contracted Services		287,507	
Other Supplies and Materials		13,186	
In Service/Staff Development		35,365	
Other Charges		14,372	
Other Equipment		6,704	
Total Regular Instruction Program			1,144,064

Special Education Program

Other Salaries and Wages	\$	215,780	
Social Security		14,790	
Pensions		15,363	
Life Insurance		189	
Medical Insurance		20,450	
Dental Insurance		871	
Unemployment Compensation		420	
Contracts with Private Agencies		144,378	
Travel		3,031	

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Special Education Program (Cont.)

Other Supplies and Materials	\$	202	
In Service/Staff Development		22,628	
Other Equipment		130,923	
Total Special Education Program			\$ 569,025

Career and Technical Education Program

Supervisor/Director	\$	6,657	
Social Security		609	
Pensions		691	
In Service/Staff Development		2,000	
Total Career and Technical Education Program			9,957

Fiscal Services

Accountants/Bookkeepers	\$	30,285	
Social Security		2,281	
Pensions		2,423	
Life Insurance		28	
Medical Insurance		8,004	
Dental Insurance		327	
Unemployment Compensation		105	
Other Fringe Benefits		118	
Travel		654	
Other Contracted Services		46,200	
Total Fiscal Services			90,425

Transportation

Bus Drivers	\$	5,423	
Other Salaries and Wages		27,780	
Social Security		2,477	
Pensions		1,738	
Contracts with Public Carriers		111	
Other Charges		13,015	
Total Transportation			50,544

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	7,100	
Teachers		262,984	
Clerical Personnel		5,949	
Educational Assistants		70,288	
Other Salaries and Wages		19,699	
Social Security		27,355	
Pensions		30,291	
Travel		106	
Instructional Supplies and Materials		1,230	
Other Charges		12,485	
Total Community Services			437,487

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

School Federal Projects Fund (Cont.)

Capital Outlay

Regular Capital Outlay

Architects	\$ 694,176	
Building Construction	1,422,539	
Building Improvements	2,396,718	
Furniture and Fixtures	2,356	
Total Regular Capital Outlay		<u>\$ 4,515,789</u>

Total School Federal Projects Fund \$ 13,192,014

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$ 64,814	
Accountants/Bookkeepers	98,866	
Cafeteria Personnel	1,967,571	
Maintenance Personnel	87,428	
Longevity Pay	18,023	
Other Salaries and Wages	28,347	
Social Security	172,388	
Pensions	109,090	
Life Insurance	1,206	
Medical Insurance	350,073	
Dental Insurance	13,996	
Unemployment Compensation	1,088	
Communication	7,746	
Maintenance and Repair Services - Equipment	14,999	
Maintenance and Repair Services - Office Equipment	1,773	
Pest Control	4,515	
Transportation - Other than Students	11,954	
Travel	972	
Disposal Fees	35,542	
Other Contracted Services	41,238	
Equipment and Machinery Parts	53,955	
Food Supplies	3,217,237	
Office Supplies	10,510	
Uniforms	4,770	
USDA - Commodities	554,263	
Other Supplies and Materials	283,453	
In Service/Staff Development	19,237	
Other Charges	13,985	
Food Service Equipment	559,890	
Total Food Service		<u>\$ 7,748,929</u>

Total Central Cafeteria Fund 7,748,929

(Continued)

Exhibit K-10

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County School Department (Cont.)

<u>Internal School Fund</u>			
<u>Operation of Non-Instructional Services</u>			
<u>Community Services</u>			
Other Charges	\$	<u>2,542,069</u>	
Total Community Services			<u>\$ 2,542,069</u>
 Total Internal School Fund			 <u>\$ 2,542,069</u>
 Total Governmental Funds - Cumberland County School Department			 <u><u>\$ 84,958,673</u></u>

Exhibit K-11

Cumberland County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Cumberland County Railroad Authority
For the Year Ended June 30, 2023

<u>General Fund</u>			
<u>Capital Projects</u>			
<u>Other General Government Projects</u>			
Audit Services	\$	301	
Other Charges		20	
Other Construction		<u>610,438</u>	
Total Other General Government Projects			<u>\$ 610,759</u>
 Total General Fund			 <u>\$ 610,759</u>
 Total Governmental Funds - Cumberland County Railroad Authority			 <u><u>\$ 610,759</u></u>

SINGLE AUDIT SECTION



JASON E. MUMPOWER
Comptroller

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*

Independent Auditor's Report

Cumberland County Mayor and
Board of County Commissioners
Cumberland 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 Cumberland County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Cumberland County's basic financial statements as listed in the table of contents, and have issued our report thereon dated February 22, 2024. Our report includes a reference to other auditors who audited the financial statements of the Internal School Fund of the Cumberland County School Department (a discretely presented component unit) as described in our report on Cumberland 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 Cumberland County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Cumberland County's internal control. Accordingly, we do not express an opinion on the effectiveness of Cumberland County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be

prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Cumberland 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 Cumberland 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

February 22, 2024

JEM/gc



JASON E. MUMPOWER
Comptroller

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

Independent Auditor's Report

Cumberland County Mayor and
Board of County Commissioners
Cumberland 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 Cumberland 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 Cumberland County's major federal programs for the year ended June 30, 2023. Cumberland 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, Cumberland 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, 2023.

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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*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 Cumberland 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 Cumberland 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 Cumberland 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 Cumberland County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *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 that 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 Cumberland County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 Cumberland 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 Cumberland 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 Cumberland 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 Cumberland County, Tennessee, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Cumberland County's basic financial statements. We issued our report thereon dated February 22, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility

of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Jason E. Mumpower
Comptroller of the Treasury
Nashville, Tennessee

February 22, 2024

JEM/gc

Cumberland County, Tennessee, and the Cumberland County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7)
For the Year-Ended June 30, 2023

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed Through State Department of Education:			
Child Nutrition Cluster: (5)			
School Breakfast Program	10.553	(4)	\$ 1,594,904
National School Lunch Program	10.555	(4)	3,931,441 (6)
COVID 19 - Pandemic EBT Administrative Costs	10.649	(4)	5,950
Passed Through State Department of Agriculture:			
Child Nutrition Cluster: (5)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	(4)	554,263 (6)
Rebate of Storage and Distribution Fees	10.555	(4)	8,208 (6)
Total U.S. Department of Agriculture			<u>\$ 6,094,766</u>
U.S. Department of Housing and Urban Development:			
Passed Through State Department of Economic and Community Development:			
Community Development Block Grants/State's Program			
Total U.S. Department of Housing and Urban Development	14.228	(4)	<u>\$ 378,098</u>
U.S. Department of Transportation:			
Passed Through State Department of Safety and Homeland Security:			
Highway Safety Cluster: (5)			
State and Community Highway Safety	20.600	Z22THS078	\$ 19,195 (6)
State and Community Highway Safety	20.600	Z22THS075	20,443 (6)
Total U.S. Department of Transportation			<u>\$ 39,638</u>
U.S. Department of the Treasury:			
Direct Program:			
COVID 19 - Coronavirus State And Local Fiscal Recovery Funds			
Total U.S. Department of the Treasury	21.027	N/A	<u>\$ 10,000,000</u>
U.S. National Foundation on the Arts and the Humanities:			
Passed Through Tennessee Secretary of State:			
Grants to States			
Total U.S. National Foundation on the Arts and the Humanities	45.310	(4)	<u>\$ 2,660</u>
U.S. Department of Education:			
Passed Through State Department of Education:			
Title I Grants to Local Educational Agencies			
Migrant Education State Grant Program	84.010	(4)	\$ 2,881,001
Special Education Cluster: (5)	84.011	(4)	951
Special Education - Grants to States			
COVID 19 - Special Education - Grants to States	84.027	(4)	1,613,790 (6)
COVID 19 - Special Education - Grants to States	84.027	(4)	238,822 (6)
Special Education - Preschool Grants	84.173	(4)	45,022 (6)
COVID 19 - Special Education - Preschool Grants	84.173	(4)	7,889 (6)
Career and Technical Education - Basic Grants to States	84.048	(4)	159,140
Education for Homeless Children and Youth	84.196	(4)	1,776
Twenty-first Century Community Learning Centers	84.287	(4)	450,739
Rural Education	84.358	(4)	212,091
English Language Acquisition State Grants	84.365	(4)	19,793
Supporting Effective Instruction State Grants	84.367	(4)	430,113
Comprehensive Literacy Development	84.371	(4)	81,175
COVID 19 - Education Stabilization Fund	84.425B	(4)	47,000 (6)
COVID 19 - Education Stabilization Fund (ESSER II)	84.425D	(4)	4,810,339 (6)
COVID 19 - Education Stabilization Fund (ESSER ARP)	84.425U	(4)	2,482,449 (6)
COVID 19 - Education Stabilization Fund (ESSER ARP)	84.425W	(4)	5,668 (6)
Passed Through State Department of Intellectual and Developmental Disabilities:			
Special Education - Grants for Infants and Families			
Total U.S. Department of Education	84.181	(4)	<u>\$ 50,874</u>
U.S. Delta Regional Authority:			
Passed Through Tennessee Secretary of State:			
2018 HAVA Election Security Grants			
Total U.S. Delta Regional Authority	90.404	(4)	<u>\$ 20,192</u>

(Continued)

Cumberland County, Tennessee, and the Cumberland County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (3) (7) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal Assistance Listing Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Health and Human Services:			
Passed Through State Department of Health:			
Epidemiology and Laboratory Capacity for Infectious Diseases CCDF Cluster: (5)	93.323	Z23261771	\$ 250,496
COVID 19 - Child Care and Development Block Grant	93.575	(4)	60,480
Passed Through State Department of Education:			
Temporary Assistance for Needy Families	93.558	(4)	287,353
Total U.S. Department of Health and Human Services			<u>\$ 598,329</u>
U. S. Office of National Drug Control Policy:			
Passed Through Laurel County Fiscal Court:			
High Intensity Drug Trafficking Areas Program	95.001	(4)	\$ 31,238
Total U. S. Office of National Drug Control Policy			<u>\$ 31,238</u>
Total Expenditures of Federal Grants			<u>\$ 30,703,553</u>

<u>State Grants</u>		Contract Number	Expenditures
Animal Friendly - Spay/Neuter Grant - State Department of Agriculture	N/A	(4)	\$ 235
State Supplement Juvenile Court Improvement Funds - State Department of Children's Services	N/A	(4)	9,000
2023 CTE Middle School Career Exploration - State Department of Education	N/A	(4)	10,000
Bridge Camp - State Department of Education	N/A	(4)	47
Coordinated School Health - State Department of Education	N/A	(4)	97,351
Early Childhood Education - State Department of Education	N/A	(4)	1,092,575
Family Resource Centers - State Department of Education	N/A	(4)	29,296
Innovative School Models - State Department of Education	N/A	(4)	62,569
Learning Camp Transportation - State Department of Education	N/A	(4)	62,580
Safe Schools - State Department of Education	N/A	(4)	67,325
Summer Learning Camp - State Department of Education	N/A	(4)	343,675
Youth Risk Behavior Surveillance System - State Department of Education	N/A	(4)	1,000
Direct Appropriation Grant - State Department of Finance and Administration	N/A	(4)	94,984
Local Health Services - State Department of Health	N/A	GG2375801	808,726
Special Education - Grants for Infants and Families - State Department of Intellectual and Developmental Disabilities	N/A	34401-99243-Center	189,025
Litter Program - State Department of Transportation	N/A	(4)	62,195
Short Line Railroad Preservation Grant - State Department of Transportation	N/A	Z-22-RR22-22	442,712
SPARC Grant - Tennessee Higher Education Commission	N/A	(4)	95,158
State Voting Systems Grant - Tennessee Secretary of State	N/A	(4)	383,725
Total State Grants			<u>\$ 3,852,178</u>

FAL = Federal Assistance Listing
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of
- (2) Cumberland County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) No amounts (\$0) were passed-through to subrecipients.
- (4) Information not available.
- (5) Child Nutrition Cluster total \$6,088,816; Highway Safety Cluster total \$39,638; Special Education Cluster total \$1,905,523; CCDF Cluster total \$60,480.
- (6) Total for FAL No. 10.555 is \$4,493,912; Total for FAL No. 20.600 is \$39,638; Total for FAL No. 84.027 is \$1,852,612; Total for FAL No. 84.173 is \$52,911; Total for FAL No. 84.425 is \$7,345,456.
- (7) CONSOLIDATED ADMINISTRATION
The following amounts were consolidated for administration purposes.

Program Title	FAL Number	Amount Provided to Consolidated Administration
Title I Grants to Local Educational Agencies	84.010	\$ 260,515
Migrant Education State Grant Program	84.011	95
English Language Acquisition State Grants	84.365	368
Rural Education	84.358	38,389
Supporting Effective Instruction State Grants	84.367	36,858
		<u>\$ 336,225</u>

Cumberland County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2023

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 Cumberland County, Tennessee, for the year ended June 30, 2023.

Prior-year Financial Statement Findings

There were no prior-year findings to report.

Prior-year Federal Awards Findings

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

CUMBERLAND COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2023

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Cumberland County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of Major Federal Programs:
 - * Assistance Listing Number: 21.027 COVID 19 - Coronavirus State and Local Fiscal Recovery Funds
 - * Assistance Listing Number: 84.425 COVID 19 - Education Stabilization Fund
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$921,107**
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 Cumberland County, Tennessee, for the year ended June 30, 2023.

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, 2023.

Cumberland County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2023

The audit of Cumberland County did not report and 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).